



**Current report no.:** 31/2023

**Date:** 2023-09-06

**Name of the Issuer:** FERRUM S.A.

**Title:** Concluding an agreement on execution and assembly of two LPG storing tanks by affiliated company ZKS FERRUM

**Legal basis:** Art. 17 item 1 MAR – inside information

**Content of the report:**

The Management Board of FERRUM S.A. (Issuer, Company) informs that on 6<sup>th</sup> September 2023 the Issuer's affiliated company ZKS FERRUM S.A. (ZKS FERRUM, Contractor) concluded with KB Pomorze Sp. z o.o. (Ordering Party) an agreement on execution by the Contractor of technical documentation of tanks, projects, construction drawings, transferring the author's rights, author's supervision, prefabrication, transport and assembly of two LPG storing tanks of horizontal axis and volume of 2,100 m<sup>3</sup> each for investment task named "Extension of Liquid Gas Terminal in Szczecin, Gdańska Street 34", as subcontractor of works carried out by the Ordering Party (Agreement).

Total value of the Contractor's remuneration for due execution of the Agreement subject is PLN 29.9 million net.

The Agreement execution date was set to be the middle of May 2025.

The Agreement foresees the possibility of imposing contractual penalties by the Ordering Party, inter alia due to delay in the Agreement execution (in total limited to 30% of the Agreement net value) as well as termination of the Agreement by the Ordering Party due to circumstances lying on the Contractor's side (in total limited to 20% of the Agreement net value). In each case the Ordering Party is entitled to claim compensation exceeding the amount of the contractual penalty, should the contractual penalty not fully cover the damage suffered by the Ordering Party.

In accordance with the Agreement, ZKS FERRUM shall issue a quality guarantee with regard to documentation, materials, works and the tanks' rustproofing for the period of 120 months as well as with regard to other elements of the Agreement (materials and works) for the period of 60 months.

Remaining terms and conditions of the Agreement, including possibility of its renouncing or terminating, do not differ from standard ones applied for this type of agreements.

**SIGNATURES OF PERSONS REPRESENTING THE COMPANY**

<b>Date</b>	<b>Position</b>	<b>First name and surname</b>
2023-09-06	President of the Management Board	Krzysztof Kasprzycki
2023-09-06	Vice-President of the Management Board	Honorata Szlachetka