



Current Report: 32/2023
Date: 2023-09-22
Name of the Issuer: FERRUM S.A.
Title: Initial financial results for the I half-year 2023
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 22nd September 2023, with regard to the completion of financial data aggregation process initiated in order to prepare consolidated report for the I half-year 2023, it has been decided to publish the initial standalone and consolidated financial results.

Stand-alone net revenue from sales of products, goods and materials in the I half-year 2023 amounted to app. PLN 276 183 thousand and was by ca. PLN 194 647 thousand, i.e. by ca. 41%, lower than the revenue of comparable period of previous year. Lower revenue resulted mainly from adjusting the Issuer's sales structure to its key customers' demand level, including inter alia GAZ-SYSTEM, and from lower demand due to inter alia initial budget plans adjustment of the leading investors in market sectors for which the Company delivers its products. The Issuer's gross profit on sales in the I half-year 2023 amounted to app. PLN 6 127 thousand, compared to PLN 37 498 thousand in comparable period of previous year. In the I half-year 2023 the Company achieved operating profit of ca. PLN 7 066 thousand, lower by PLN 10 990 thousand than operating profit in the I half-year 2022. The Issuer's net result in the I half-year 2023 is profit of ca. PLN 550 thousand, whereas net profit in the I half-year 2022 amounted to app. PLN 7 781 thousand.

Consolidated net revenue from sales of products, goods and materials in the I half-year 2023 amounted to app. PLN 309 195 thousand, which means decrease by the amount of ca. PLN 206 234 thousand, i.e. by ca. 40% in comparison to the revenue of comparable period of previous year. Consolidated gross profit on sales in the I half-year 2023 amounted to ca. PLN 12 475 thousand compared to PLN 45 842 thousand in the I half-year 2022. Consolidated operating profit of the FERRUM Capital Group (Group) in the I half-year 2023 amounted to app. PLN 7 509 and was lower by ca. PLN 12 085 thousand than operating profit in the I half-year 2022. The Group achieved net loss of app. PLN 405 thousand, whereas in the I half-year 2022 net profit was PLN 8 090 thousand.

Moreover, the Issuer informs that the aforementioned initial results were aggregated in accordance with the Company's best knowledge and under the proviso that no circumstances occur during further works, which would result in necessity of significant one-shot operations of accounting nature.

Detailed information on the final financial results of the Company and FERRUM Capital Group in the I half-year 2023 shall be made public on 29th September 2023.

SIGNATURES OF PERSONS REPRESENTING THE COMPANY

Date	Position	First name and surname
2023-09-22	President of the Management Board	Krzysztof Kasprzycki
2023-09-22	Vice-President of the Management Board	Honorata Szlachetka