

**Current Report:** 2/2016**Date:** 2016-01-07**Name of the Issuer:** FERRUM S.A.**Title:** Conclusion of a framework agreement with SKAAP**Legal basis:** Art. 56 item 1 point 2 Act on Public Offering – current and periodic information**Content of the Report:**

The Management Board of FERRUM S.A. (Issuer) informs about having concluded on 7th January 2016 a framework agreement (Agreement) with SKAAP Sp. z o.o. (SKAAP), the purpose of which is to determine the terms of cooperation as for the sale of black non-insulated tubes by the Issuer to SKAAP.

The estimated value of the Agreement amounts approximately 2 m EUR, which if converted according to the exchange rate stated by the National Bank of Poland in force on the day of its conclusion equals ca. 8,5 m PLN. The tube deliveries shall be completed throughout 2016 according to the partial orders placed by SKAAP. The detailed price conditions shall be agreed quarterly.

The Agreement stipulates that the Issuer shall pay contractual penalties for SKAAP in relation to daily delays in delivery completion, daily delays in performing obligations resulting from the warranty or guarantee as well as due to the Contract termination by SKAAP for reasons attributable to the Issuer. On the contrary, SKAAP shall pay the Issuer contractual penalties in relation to daily delays in delivery collection, termination of the Agreement by the Issuer for reasons attributable to SKAAP as well as resulting from termination of the Agreement by whichever party due to the reasons attributable to SKAAP. The total amount of contractual penalties cannot exceed 15% of net remuneration, whereas the net contractual value should be understood as the net value of sold tubes and the net value of unsold tubes but contracted based on the price parameters agreed quarterly. At the same time, if the contractual penalty does not cover the loss or if the reason for the loss is not included in the provision on the contractual penalties, parties to the Agreement may seek compensation under the Code of Civil Procedure.

The other conditions of the Agreement do not differ from the terms applied to these type of transactions.

10% of the Issuer's equity capital was established as a criterion for acknowledging the Contract as significant. Legal basis: § 5 item 1 point 3 of the Minister of Finance Regulation of 19th February 2009 on current and periodic information [...].

SIGNATURES OF PERSONS REPRESENTING THE COMPANY

Date	Position	First name and surname
2016-01-07	President of the Management Board	Konrad Mitterski
2016-01-07	Member of the Management Board	Włodzimierz Kasztalski