

**Current Report:** 19/2018**Date:** 2018-03-23**Name of the Issuer:** FERRUM S.A.**Title:** Information on the cooperation with GE Power Sp. z o.o.**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 23rd March 2018 the subsidiary Zakład Konstrukcji Spawanych FERRUM S.A. (ZKS FERRUM) received an executive order from GE Power sp. z o.o. (Contractor) regarding assemble of the infrastructure elements to the Contractor's benefit valued app. PLN 14.0 mio. net (Order), therefore the total value of orders received from this entity within the previous year amounted to PLN 41.2 mio. net.

The biggest order in the aforementioned period is the above Order, which relates to the execution of assemble of pipelines and auxiliary installations under the project implemented for the national entity from energy sector (Project).

The Order shall be executed according to the specification and time schedule provided by the Contractor. The ordered works shall be performed until July 2018, whereas the formal termination of the Order was planned for May and September 2019 accordingly that is connected with the commissioning date of respective parts of the Project.

With reference to the executed works ZKS FERRUM shall provide a guarantee of 24 months for the assembly works and 60 months for corrosion protection works.

The Order provides for charging contractual penalties due to a delay in its implementation, whereas the total value of contractual penalties cannot exceed 20% of Remuneration. At the same time, in case the contractual penalties do not cover the damage incurred by the Contractor, the Contractor may seek complimentary redress as on a general basis.

The remaining Order conditions do not differ from the terms applied in these type of transactions.

SIGNATURES OF PERSONS REPRESENTING THE COMPANY

Date	Position	First name and surname
2018-03-23	President of the Management Board	Krzysztof Kasprzycki
2018-03-23	Vice-President of the Management Board	Włodzimierz Kasztalski