



Current Report: 53/2018

Date: 2018-09-06

Name of the Issuer: FERRUM S.A.

Title: Information on turnover with Izostal S.A.

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 6th September 2018 the Issuer accepted a package of orders regarding both the Company's sale of pipes to Izostal S.A. (Izostal) and the Company's purchase of coils from Izostal of the total value of ca. EUR 24.9 mio., which is equivalent to ca. PLN 107.7 mio. net according to the exchange rate of the National Bank of Poland binding as of the day of accepting the above mentioned orders for execution.

Order of the highest value confirmed for execution today was the order regarding the Issuer's sale to Izostal of spirally welded pipes of approximate value of EUR 10.4 mio. net, which is equivalent to ca. PLN 44.9 mio. net according to the exchange rate of the National Bank of Poland binding as of the day of accepting the above mentioned order (Order) for execution. The Order is to be completed gradually until the middle of March 2019. The products within the Order shall be covered by the Issuer's guarantee within 36 months. The Order foresees the possibility of contractual penalties inter alia due to delays in its implementation, as well as in case of dissolution of the contract due to reasons on the Company's side. The Total value of contractual penalties was limited to 10% of the Order value. Moreover, the potential payment of contractual penalties does not exclude the possibility of compensation on general basis. The remaining terms for the Order completion do not differ from the standard conditions applied in these type of orders.

The Issuer additionally informs that due to confirming the aforementioned orders, the total value of orders between FERRUM and Izostal within the period from 26th January 2018, i.e. the day of publishing previous current report, is ca. PLN 126.1 mio. The order of the highest value is the Order described above.

Moreover, the Issuer informs that the aforementioned total value of orders between the Issuer and Izostal comprises both cost and income transactions.

SIGNATURES OF PERSONS REPRESENTING THE COMPANY

Date	Position	First name and surname
2018-09-06	President of the Management Board	Krzysztof Kasprzycki
2018-09-06	Vice-President of the Management Board	Honorata Szlachetka