



Current report no.: 14/2019

Date: 2019-04-18

Name of the Issuer: FERRUM S.A.

Title: Conclusion of agreements on factoring services rendered to the Company

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 18th April 2019 the Company concluded with PKO Faktoring S.A. (PKO Faktoring) two factoring agreements (domestic and export factoring with risk overtaking and domestic factoring without risk overtaking) on the basis of which PKO Faktoring obliged itself to constantly render factoring services to the Company, the subject of which is, inter alia, purchasing by PKO Faktoring of all receivables within the granted factoring limit of PLN 30 mio. Duration of the agreements is open-ended.

With the purpose of securing the liabilities of PKO Faktoring resulting from the above mentioned agreements, the Company will transfer to PKO Faktoring all its current and future receivables from all defined customers. A blank bill drawn by the Company along with bill declaration is an additional security for PKO Faktoring to cover its claims resulting from the agreements. Moreover, conditions of agreement on factoring with risk overtaking (recourse factoring) foresee additional security for PKO Faktoring in form of transfer of rights resulting from insurance policies.

In the remaining scope the agreements stipulations do not differ from standard ones applied in this type of agreements.

Moreover, the Company informs that due to concluding the aforementioned agreements, the Company and PKO Faktoring intend to sign a trilateral agreement with the Company's previous factor, i.e. mFaktoring S.A. (mFaktoring), on the basis of which mFaktoring will transfer to PKO Faktoring all existing receivables resulting from mFaktoring's financing of the Company's receivables from its customers, purchased on the basis of previous agreements with mFaktoring, the conclusion of which was subject to the Company's current report no. 23/2013.

SIGNATURES OF PERSONS REPRESENTING THE COMPANY

Date	Position	First name and surname
2019-04-18	President of the Management Board	Krzysztof Kasprzycki
2019-04-18	Vice-President of the Management Board	Honorata Szlachetka