

Rury stalowe:

- zgrzewane ze szwem wzdłużnym Ø 114,3÷ 406,4
- spawane ze szwem spiralnym Ø 273,0÷1016,0
- spawane ze szwem wzdłużnym Ø 559,0÷ 2020,0

Kształtowniki zamknięte:

- ze szwem wykonane na zimno
- kwadratowe: 90x90 - 300x300
- prostokątne: 100x80 – 320x200

Powłoki izolacyjne:

- zewnętrzne typu 3LPE, 3LPP
- wewnętrzne cementowe
- wewnętrzne i zewnętrzne epoksydowe

Current Report: 5/2011

Date: 2011-01-25

Name of the Issuer: "FERRUM" S.A.

Subject: Exceeding 10% of equity of "FERRUM" S.A. by the value of deliveries by "FERRUM" S.A. for IZOSTAL S.A.

Legal grounds: Article 56 par. 1 pt. 2 of the Act on Offerings – current and periodic information

Content of the Report:

The Management Board of "FERRUM" S.A. (the "Issuer", the "Company") announces that on 24 January 2011 the Issuer confirmed a subsequent order from Izostal S.A. with its registered office in Zawadzkie (the "Buyer", "Izostal") for delivery of bare pipes. Following the confirmation of order, the total net value of agreements and orders carried out between the Issuer and the Buyer within the last 12 months is approximately PLN 20.1 million.

Within this period of time, an agreement with the biggest value was the agreement on delivery of bare pipes concluded on 9 August 2010 (the "Agreement") with the net value of EURO 1.4 million, which was approximately equivalent to PLN 5.4 million according to the average exchange rate of the National Bank of Poland on the date of conclusion of the Agreement.

The implementation date of the Agreement was August 2010 and it was duly implemented.

The Agreement contained provisions on contractual penalties for not observing the time of deliveries – 0.5% of net price of the delayed / not collected batch of goods for every full day of delay, total not more than 8% of the Agreement value. Additionally, the Agreement stipulated contractual penalty for delay in submitting the protocol of receipt to the Issuer, in the amount of 0.5% of net price of the batch of goods which was specified in the protocol, for every full day of delay, total not more than 8% of the Agreement value. In accordance with the provisions of the Agreement, the party renouncing the Agreement due to reasons lying on its side, was obliged to pay the other party contractual penalty in the amount of 25% of the Agreement value. Moreover, in case of any faults lying on the side of the Issuer, it was obliged to pay the Buyer 1% of the value of delivery which was recognised as faulty, for every day of delay in removing the faults, starting from the date agreed as deadline for removing the faults, total not more than 8% of the Agreement value.

Regardless of contractual penalties, the Parties could claim supplemental compensation – up to the value of the damage, at the terms and conditions generally applicable. The Issuer informs that the Agreement was duly implemented and no contractual penalties appeared.

The remaining conditions of the Agreement did not diverge from those generally applied in this type of agreements.

Moreover, the Company informs that the above mentioned total value of turnover between the Issuer and Izostal includes orders for services of pipes coating carried out by Izostal for the Issuer. The total net value of orders for pipes coating confirmed by Izostal within the last 12 months is PLN 1.4 million.

The criterion for recognising the total value of agreements and orders to be significant is 10% of the Issuer's equity.

Precise legal basis: Clause 5 par. 1 pt. 3 of the Regulation of the Minister of Finance dated 19 February 2009 on current and periodic information published by issuers of securities and on conditions for recognising the information required by laws of a non-member state as equivalent (Journal of Laws No. 33 Item 259, as amended).

SIGNATURES OF PERSONS REPRESENTING THE COMPANY

Date	Position	First name and surname
2011-01-25	President of the Management Board	Grzegorz Szymczyk
2011-01-25	Vice-President of the Management Board	Tadeusz Kaszowski