



**Current Report:** 185/2012

**Date:** 2012-12-28

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

**Subject:** Exceeding 10 % of equity of "FERRUM" S.A. by the value of orders and agreements between "FERRUM" S.A. and ZKS FERRUM 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") announces that on 28 December 2012 it received a confirmation of the Issuer's order on delivery of welded pipes (the "Order") by Zakład Konstrukcji Spawanych FERRUM S.A. ("ZKS FERRUM") with the value of ca. PLN 5.0 million.

The total net value of orders and agreements between the Issuer and ZKS FERRUM entered into within the last 12 months is approximately PLN 20.2 million and exceeds 10 % of the Issuer's equity. The highest-value order is the aforementioned Order for welded pipes. The Order does not include any provisions on contractual penalties and the conditions of the Agreement do not diverge from those generally applied in this type of transactions. Moreover, the above mentioned value of transactions between the Issuer and ZKS FERRUM includes the Issuer's purchase of services from ZKS FERRUM referring to processing of plates and pipes, execution of welded structures and technical maintenance services of total value of PLN 9.4 million (the Issuer's costs), ZKS FERRUM's purchase of hot welded plates with the value of PLN 4.8 million (the Issuer's income), as well as two loans granted by the Issuer to ZKS FERRUM S.A. in the amount of PLN 2 million and PLN 4 million, the information on which was subject of the report on the first half of 2012 (financial transactions).

All the aforementioned transactions are concluded within the capital group and are subject to consolidation exemptions.

The criterion for recognising the total value of agreements 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 [...].

**SIGNATURES OF PERSONS REPRESENTING THE COMPANY**

<b>Date</b>	<b>Position</b>	<b>First name and surname</b>
2012-12-28	Vice-President of the Management Board	Jarosław Zuzelski
2012-12-28	Registered Holder of a Commercial Power of Attorney	Włodzimierz Kasztalski