

With reference to Current Report No. 33/2017 of November 16, 2017, the Management Board of FEERUM S.A. ("Issuer") informs that on July 18, 2018, the Issuer received a letter ("Confirmation") from the National Center for Research and Development ("NCBiR") confirming the termination of the contract, the subject of which was co-financing of the Issuer's project "Light orthotropic constructions of steel coils of flat-bottomed silos guaranteeing thermal and moisture stability of grain storage" as part of the Intelligent Development Operational Program 2014-2020 ("Agreement").

In the Confirmation, NCBiR indicated that it considers the termination ("Termination") sent by the Issuer on 14 May 2018 and confirms the termination of the Agreement on June 15, 2018.

In the Notice, the Issuer indicated that due to a significant shift in the anticipated date of commencement of the contract for the construction of five grain silos and storage facilities on the territory of the United Republic of Tanzania and revitalization of existing storage facilities concluded on 22 December 2016 by the Issuer with the National Food Reserve Agency with based in Dar es Salaam (United Republic of Tanzania) amended on February 13, 2017 ("Tanzania Project") for reasons beyond the Issuer's control and significant involvement of the Issuer and subcontractors in the implementation of the Tanzania Project, the Issuer was unable to meet its obligations with the deadline set with NCBiR, for which the Issuer did not obtain consent.