

With reference to the current report no. 30/2018 dated December 20, 2018, the Management Board of Feerum S.A. with its registered office in Chojnów ("**Issuer**") informs that today the Issuer and Export Credit Insurance Corporation JSC ("**KUKE**") concluded a contract ("**Insurance Contract**") on insurance of receivables arising from an agreement on sale of five grain silo complexes entered into between the Issuer and EPICENTR K LLC with its registered office in Kiev (Ukraine) ("**Purchaser**") on November 27, 2018 ("**Sale Agreement**"). The Issuer informed about the conclusion of the Sale Agreement in the current report no. 26/2018 dated November 28, 2018.

The insurance covers receivables with deferred payment dates arising from the Sale Agreement in a total amount not exceeding EUR 30,249,717.00 (i.e. PLN 129,828,760.38 according to the average exchange rate of the National Bank of Poland as of November 27, 2018, the date of the Sale Agreement), i.e. the amount being a difference between the total value of the Sale Agreement amounting to EUR 35,587,902.35 (i.e. PLN 152,739,718.10 according to the average exchange rate of the National Bank of Poland as of November 27, 2018, the date of the Sale Agreement) and the down payment of EUR 5,388,185.35 (i.e. PLN 22,910,957.70 according to the average exchange rate of the National Bank of Poland as of November 27, 2018, the date of the Sale Agreement). Pursuant to the Sale Agreement, the payment of the purchase price (save for the down payment) should be made by the Purchaser in 10 equal, semiannual installments, payable on each March 31 and September 30, in each subsequent calendar year, starting as of March 31, 2020.

If an event causing a damage takes place, KUKE guarantees a coverage of the insured receivables in 90%.

The insurance coverage becomes effective once the down payment is made by the Purchaser and the Issuer launches silos deliveries in accordance with the Sale Agreement and elapses once the purchase price for all silos delivered under the Sale Agreement is made in full.

Pursuant to the Insurance Contract the insurance policy can be assigned to a bank purchasing receivables arising from the Sale Agreement from the Issuer. Such assignment will enable financing of the Sale Agreement through, so-called, "*supplier's credit*" scheme as referred to in the current report no. 26/2018 of November 28, 2018.

The Issuer will make, in favor of KUKE, a one-off payment of the insurance premium within 30 days from the date of the Insurance Contract i.e. until January 19, 2019. The premium rate does not differ from rates commonly offered on the insurance market.

The Insurance Contract enables reducing non-payment risks significantly.

Other terms of the Insurance Contract do not differ from terms commonly used in this type of contracts.