

The Management Board of Feerum S.A. with its registered office in Chojnów ("the Issuer") informs that on October 16, 2019 the Issuer signed with Bank Gospodarstwa Krajowego based in Warsaw ("the Bank") an additional debt purchase financing agreement ("the Agreement") regarding cash receivables under the sale agreement five grain silo complexes of November 27, 2018 (as amended) ("Sales Agreement") concluded between EPICENTR K LLC with its registered office in Kiev (Ukraine) ("the Purchaser") and the Issuer, acquired by the Bank from the Issuer under a claims purchase agreement of March 6, 2019 (as amended) ("Claims Purchase Agreement") concluded between the Bank and the Issuer and insured by the Export Credit Insurance Corporation Joint Stock Company ("KUKÉ") under the insurance contract of December 20, 2018 (as amended) changes) ("Insurance Agreement"). The Issuer informed about: The Sales Agreement in current reports No. 26/2018 of November 28, 2018, 30/2018 of December 20, 2018 and 2/2019 of January 11, 2019; on the Purchase Agreement in current report No. 4/2019 of March 6, 2019; and on the Insurance Agreement in current reports No. 32/2018 of December 20, 2018 and No. 5/2019 of March 6, 2019.

Pursuant to the Agreement, the total price for the purchase of monetary receivables under the Sale Agreement ("Receivables"), purchased by the Bank from the Issuer under the Claims Purchase Agreement, is increased by EUR 3,024,971.70 (i.e. PLN 12,998,303.39) according to the average exchange rate of the National Bank of Poland of October 16, 2019) (which is equivalent to 10% of the principal amount of the Receivable, for which KUKÉ does not guarantee coverage under the Insurance Agreement) less the discount determined at the interest rate indicated in the Agreement.

The abovementioned amount due to the Issuer due to the price increase will be paid by the Bank on the terms and within the time limits specified in the Agreement, however not later than on December 31, 2019.

Pursuant to the Agreement, if the Purchaser fails to pay within the time limits specified in the Sale Agreement, the Bank is entitled to recourse against the Issuer regarding the outstanding principal amount of the Receivable in the maximum amount of 3.024.971,70 EUR (i.e. 12.998.303,39 PLN according to average the National Bank of Poland exchange rate of October 16, 2019) plus statutory interest for delay.

The security of the Issuer's obligations under the above-mentioned recourse claims of the Bank are:

- joint contractual mortgage up to the amount of 4.540.000,00 EUR (i.e. 19.508.380,00 PLN according to the average exchange rate of the National Bank of Poland of October 16, 2019) on the Issuer's real estate located in Chojnów,
- registered pledge with the highest security sum of 6.050.000,00 (i.e. 25.996.850,00 PLN according to the average exchange rate of the National Bank of Poland of October 16, 2019) on selected production machines and equipment of the Issuer,
- registered pledge with the highest collateral amount of 6.050.000,00 EUR (i.e. 25.996.850,00 PLN according to the average exchange rate of the National Bank of Poland of October 16, 2019) on the Issuer's inventory located in specific Issuer's warehouses, where

the Issuer is required for permanent maintenance of inventories with a minimum value of 10 million PLN,

- transfer of rights from insurance policies regarding the Issuer's property encumbered with the abovementioned collateral.

The property encumbered with the aforementioned collateral is also the subject of collateral for the repayment of loans granted by the Bank, about which the Issuer informed in current report No. 10/2019 of April 30, 2019.

In addition, the Issuer is required to provide the Bank, in connection with any obligations under the Agreement:

- the Issuer's own promissory note together with a promissory note declaration,
- Issuer's statement on submission to enforcement pursuant to art. 777 of the Code of Civil Procedure as regards the payment of obligations under the Agreement and the issue of items encumbered with the above pledges,
- power of attorney to dispose of the Issuer's bank accounts kept in the Bank.