

The Management Board of Feerum JSC with its registered office in Chojnów ("Issuer") informs that on March 8, 2019, the Issuer signed with Bank Gospodarstwa Krajowego with its registered office in Warsaw ("the Bank") a working-capital credit facility under a revolving credit line ("Credit Agreement"). Under the Credit Agreement, the Bank granted the Issuer a loan ("Credit") in the form of a credit line for financing or refinancing the expenses related to the implementation of the contract for the sale of five grain silo complexes ("Sales Agreement") concluded on November 27, 2018 from EPICENTR K LLC based in Kiev (Ukraine). The Issuer informed about the Sale Agreement in current reports no. 26/2018 of November 28, 2018 and 30/2018 of December 20, 2018.

The maximum limit of the Credit amounts to 465.000,00 EUR (i.e. 2.002.662,00 PLN at the average exchange rate of the National Bank of Poland of March 8, 2019) with the provision that if during the credit period Bank Polska Kasa Opieki S.A. with its registered office in Warsaw, agrees to the Issuer incurring a credit of up to 4.500.000,00 EUR (i.e. 19.380.600,00 PLN according to the average exchange rate of the National Bank of Poland of March 8, 2019) by the Issuer, then the credit limit will increase to the amount 4.500.000,00 EUR (i.e. 19.380.600,00 PLN according to the average exchange rate of the National Bank of Poland of March 8, 2019). On March 4, 2019 the Issuer applied to Bank Polska Kasa Opieki S.A. with headquarters in Warsaw for the issue of the above mentioned consent and is waiting for it.

Interest on the Credit are calculated according to a variable interest rate being the sum of the EURIBOR 1M base rate and the Bank's fixed margin.

The Issuer is obliged to repay the Credit within the deadline to September 30, 2019.

The collateral for the granted Credit is:

- a blank promissory note issued by the Issuer together with a promissory note declaration,
- registered pledge established on inventories with a value of at least 5.000.000,00 PLN,
- assignment of rights from insurance policies of stocks covered by the above registered pledge,
- registered and financial pledge on the Issuer's shares owned by Danmag sp. z o.o., representing at least 52% of the Issuer's share capital,
- the Issuer's statement on submission to enforcement made in the form of a notarial deed pursuant to art. 777 § 1 points 4 and 5 of the Code of Civil Procedure,
- registered pledge on inventories related to the Sale Agreement, if this pledge will be established only in the event of non-performance of the Sale Agreement and will cover those stocks that will not be sold under the Sale Agreement,
- authorization to current accounts of the Issuer maintained by the Bank,
- pledge's declaration of submission to enforcement in the scope of the abovementioned pledge on the Issuer's shares or blocking of pledged shares on the securities account.

The remaining terms of the Loan Agreement do not differ from those commonly used for this type of contracts.