

In reference to Current Report 8/2016 dated July 1, 2016 the Management Board of FEERUM S.A. (the “**Issuer**”) informs that on March 24, 2017 the Issuer received decision of the Regional Court in Łódź, X Commercial Department dated February 9, 2017 regarding the discontinuance of the proceeding for payment brought by KROT-PLON Sp. z o.o. (the “**Plaintiff**”) against the Issuer (the “**Proceeding**”). The Proceeding was discontinued in connection with the settlement concluded by the Issuer and the Plaintiff on February 9, 2017 (the “**Settlement**”).

According to the Settlement the Issuer will launch, repair and maintain the service of the drying-cleaning equipment and loading-unloading equipment installed on the Plaintiff’s grain elevator by March 31, 2017. After launching of the equipment, the Issuer will provide an expert opinion on noise measurement at the Plaintiff’s facility by May 31, 2017. According to the Settlement, the Issuer is obliged to adjust the noise level to the legal standards and to install noise absorbers on the Plaintiff’s facility. On September – October the Issuer and the Plaintiff are going to conduct tests on performance of the dryer and noise of the equipment. The Plaintiff withdrew the lawsuit without waiving the claim.