

In reference to Current Report 11/2015 dated 19 June 2015, The Management Board of FEERUM S.A. (the “**Issuer**”) informs that on 8 June 2017 annex No. 002 to the Multiline Agreement No. K00756/15 dated 19 June 2015 (the “**Multiline Agreement**”) was concluded between the Issuer and the Issuer’s subsidiary company FEERUM YELLOW ENERGY Sp. z o.o. (the “**Subsidiary**”) and Bank Zachodni WBK S.A. with its registered seat in Wrocław (the “**Bank**”). In addition, the Issuer concluded with the Bank annex no. 002 to the investment credit agreement No. K00757/15 dated 19 June 2015 (the “**Credit Agreement**”).

The parties have amended the Multiline Agreement by adopting a new consolidated text. Pursuant to the current wording of the Multiline Agreement, the Bank provided the Issuer with a multiline credit of PLN 8,000,000.00 and the Subsidiary in the amount of PLN 7,000,000.00. Within the multiline, the Issuer will be able to use an overdraft credit, submit requests to issue letters of credit and guarantees, while the Subsidiary will be able to use a working capital credit.

The overdraft credit of up to PLN 8,000,000.00 was granted to the Issuer to finance its current business activity until 30 June 2018.

The Bank is obliged to issue letters of credit amounting to PLN 6,000,000.00 in US Dollars, Euro, Polish Zloty and Chinese Yuan until 30 June 2018.

The Bank is obliged to issue guarantees amounting to PLN 6,000,000.00 in US Dollar, Euro and Polish Zloty until 30 June 2018.

The working capital credit of up to PLN 7,000,000.00 was granted to the Subsidiary to finance purchasing, storing and drying of grain until 31 January 2018.

Interest on credits is calculated at WIBOR rate plus a margin for the Bank.

Interest on the amount of claims arising from the issuing of the letters of credit and the guarantees or reimbursement of expenses incurred by the Bank connected with the performance of the letters of credit or the guarantee obligations is calculated at EURIBOR rate two days before the date of payment of the letter of credit or guarantee.

The Issuer and the Subsidiary are obliged to repay the credits until 30 June 2018.

Bank’s claims arising from the Multiline Agreement towards the Issuer are secured by:

1. registered pledge on machinery/equipment established to the maximum collateral amount of PLN 19,000,000.00;
2. assignment of receivables under the insurance of movable property referred to in item 1 above, amounting to a minimum of PLN 19,000,000.00.

Bank’s claims arising from the Multiline Agreement towards the Subsidiary are secured by:

1. registered pledge on energy-saving drying stove;
2. assignment of receivables under the insurance of movable property referred to in item 1 above, amounting to at least PLN 700,000.00;
3. registered pledge on whole grain stocks;

4. assignment of receivables under the insurance of movable property referred to in item 3 above, amounting to at least PLN 7,000,000.00;
5. registered pledge on whole trade receivables.

All other provisions of the Multiline Agreement do not deviate from provisions commonly applied in agreements of this type.

The parties amended the Loan Agreement by extending the Issuer's obligations catalog. The Issuer is obliged to maintain the debt service coverage ratio and the capital ratio at level agreed between the parties.

Other amendments to the Loan Agreement are of a technical nature or concern the Bank's commission.