

**THE MOTION OF FEERUM S.A. MANAGEMENT BOARD TO THE ORDINARY  
GENERAL MEETING ON DISTRIBUTION OF COMPANY'S NET PROFIT FOR  
THE FINANCIAL YEAR 2018**

The Management Board of FEERUM S.A. proposes to transfer the profit of the Company for the financial year 2018 in the amount of PLN 6,478 thousand (in words: six million four hundred and seventy eight thousand Polish zloty) to the supplementary capital of the Company.

**JUSTIFICATION**

The allocation of profit for 2018 to supplementary capital is in line with the Company's development policy, due to the increase in the expected revenues from sales:

- a) to finance the growing permanent demand for working capital,
- b) planned continuance of the development of the production base in 2019-2020 with own funds in the amount of PLN 2,700 thousand.