

The Management Board of Feerum S.A., based in Chojnów (the "Issuer"), informs that on August 2, 2024, the Issuer concluded an agreement with Bank Gospodarstwa Krajowego, based in Warsaw (the "Bank"), for the provision of guarantees under the Line (the "**Line Agreement**").

Pursuant to the Line Agreement, the Bank agreed to provide, at the request of the Issuer, guarantees and bank counter-guarantees under a revolving line with a limit of up to USD 1,200,000.00 (i.e. PLN 4,760,640.00 according to the average exchange rate of the National Bank of Poland as of August 2, 2024) (the "**Guarantee Line**"). Under the Guarantee Line, the Issuer is authorized to apply for the issuance of guarantees and tender counter-guarantees used in foreign trade, the term of which may not exceed 12 months ("**Guarantees**").

The Guarantee Line has been granted for a period of 24 months, i.e. until August 2, 2026, while Guarantees may be issued by the Bank for a period of 12 months starting from the date of the Line Agreement, i.e. until August 2, 2025.

The Bank will charge the Issuer a one-time commission for granting a Guarantee Line calculated as, as specified in the Line Agreement, a percentage of the amount of the maximum limit of the Guarantee Line. In addition, the Bank will charge the Issuer a commission for granting each Guarantee calculated as, as specified in the Line Agreement, a fixed percentage of the amount of the granted Guarantee, payable for each commenced three-month validity period of the respective Guarantee.

The Issuer additionally undertook to ensure, during the term of the Guarantee Facility, that the debt ratio, which is the quotient of net debt and EBITDA, calculated on the basis of the Issuer's annual audited and consolidated financial data, is maintained at contractually specified levels.

The monetary obligations under the Line Agreement are secured by:

1. Total contractual mortgage up to PLN 30,000,000.00 established in favor of the Bank on real estate located in Chojnów, for which the Issuer is a perpetual user (real estate for which land and mortgage registers are kept with the numbers LE1Z/00029320/5, LE1Z/00029321/2, LE1Z/00046413/9) and owner (real estate for which the land and mortgage register LE1Z/00029318/8 is kept);
2. Transfer of rights under insurance policies relating to the Issuer's assets encumbered by the aforementioned mortgage.

The above-mentioned collaterals also serve as collaterals for the Bank's other receivables from the Issuer, including the Bank's receivables under the open-end overdraft agreement dated April 30, 2019 (as amended), the revolving line of credit agreement dated April 30, 2019 (as amended), and the non-revolving overdraft facility agreement dated April 30, 2019 (as amended), the conclusion of which the Issuer reported in Current Report No. 10/2019 dated April 30, 2019. At the same time, the Bank and the Issuer decided to reduce the amount of the contractual joint mortgage securing the repayment of the aforementioned loans, about which the Issuer informed in the aforementioned current report, from PLN 75,800,000.00 to PLN 30,000,000.00.

In addition, the Issuer issued and provided the Bank with a blank promissory note and a promissory note declaration to secure its obligations under the Line Agreement, as well as a power of attorney to dispose of the Issuer's bank accounts held with the Bank.

Other provisions of the Line Agreement do not differ from those commonly used in such agreements.

The conclusion of the Line Agreement will enable the Issuer to flexibly obtain Guarantees for foreign tender proceedings, thus fitting in with the Issuer's strategy of actively seeking new contracts abroad.