

**THE MOTION OF FEERUM S.A. MANAGEMENT BOARD TO THE ORDINARY
GENERAL MEETING ON DISTRIBUTION OF COMPANY'S NET PROFIT FOR
THE FINANCIAL YEAR 2017**

The Management Board of FEERUM S.A. proposes to transfer the profit of the Company for the financial year 2017 in the amount of PLN 3,553 thousand (in words: three million five hundred and fifty three thousand Polish zloty) to the supplementary capital of the Company.

JUSTIFICATION

The allocation of profit for 2017 to the supplementary capital is in line with the Company's development strategy, which assumes investment expenditures at the level of approx. PLN 6,000,000 in the years 2016-2017 in order to: (i) expand the production base and (ii) continue the research and development activities carried out by the Company.