

In reference to Current Report 19/2016 dated December 22, 2016 the Management Board of FEERUM S.A. (the “**Issuer**”) informs that on May 18, 2017 the Issuer was informed about signing of the annex dated February 13, 2017 (the “**Annex**”) to the agreement for the construction of five grain silos and storage facilities in the United Republic of Tanzania as well as revitalization of the existing storage facilities (the “**Agreement**”) owned by the National Food Reserve Agency with its registered seat in Dar es Salaam (United Republic of Tanzania) (the “**Ordering Party**”).

Under the Annex, the payment by the Ordering Party to the Issuer of an one-off advance of USD 4,971,118.77, representing 15% of the value of the whole Agreement (the “**Advance Payment**”) shall be paid on the day of intended commencement of works on the basis of the following documents: (i) original of VAT invoice issued by the Issuer confirming that it is an advance payment of the Issuer’s remuneration and that the advance payment will be made in accordance with the provisions of the agreement dated September 28, 2015 concluded between the Government of the Republic of Poland and the Government of the United Republic of Tanzania on the granting of a tied aid credit (the “**Government Loan Agreement**”), (ii) the original of the Issuer’s written statement that the intended date of commencement of the work occurred and (iii) a written statement delivered to the Polish credit agent by the Tanzanian credit agent acting on behalf of the Government of United Republic of Tanzania authorizing release of payments due to the Issuer in accordance with the provisions of the Government Loan Agreement.

The Ordering Party is obliged to undertake all reasonable efforts to facilitate the delivery of the document referred to in point (iii) above by the Tanzanian credit agent to the Polish credit agent without any unnecessary delays after the documents referred to in points (i) and (ii) shall be delivered.

The parties added to the Agreement the provision, which states that the Advance Payment does not require delivery of an unconditional bank guarantee by the Issuer.

The Annex shall enter into force 15 days after the date the written approval of the Minister of Finance of the Republic of Poland has been sent to the Minister of Finance of the United Republic of Tanzania.

The remaining provisions of the Agreement remain unchanged.