

## Consolidated Financial Standing Statement

in thousand PLN

| Specification   | 30/09/2020<br>(unaudited) | As at<br>31/12/2019 | 30/09/2019<br>(unaudited) |
|---|---------------------------|---------------------|---------------------------|
| Tangible fixed assets   | 425 143                   | 432 086             | 418 833                   |
| Investment properties   | 3 489                     | 3 489               | 3 558                     |
| Non-tangible assets   | 12 510                    | 13 774              | 13 383                    |
| Other long-term receivables   | 1 460                     | 1 437               | 1 509                     |
| Financial assets  | 6                         | 6                   | 7                         |
| Deferred tax assets   | 37 795                    | 32 462              | 20 287                    |
| Long-term prepayments   | 6 064                     | 6 465               | 6 752                     |
| <b>Total fixed assets</b>   | <b>486 467</b>            | <b>489 719</b>      | <b>464 329</b>            |
| Inventories   | 184 851                   | 207 126             | 197 724                   |
| Trade receivables   | 167 852                   | 140 988             | 173 414                   |
| Other short-term receivables  | 8 514                     | 29 011              | 17 809                    |
| Income tax receivables  | 1 883                     | 3 164               | 1 580                     |
| Prepayments   | 5 474                     | 2 697               | 5 184                     |
| Financial assets  | 510                       | 2 232               | 1 392                     |
| Cash  | 130 664                   | 79 727              | 80 315                    |
| <b>Total current assets</b>   | <b>499 748</b>            | <b>464 945</b>      | <b>477 418</b>            |
| <b>TOTAL ASSETS</b>   | <b>986 215</b>            | <b>954 664</b>      | <b>941 747</b>            |
| Share capital   | 5 376                     | 5 376               | 5 376                     |
| Valuation of warrants (incentive scheme)                                  | 6 291                     | 6 291               | 6 291                     |
| Supplementary capital   | 514 295                   | 426 285             | 425 630                   |
| Reserve capital   | 964                       | 1 062               | 1 062                     |
| Retained profits  | -86 462                   | -29 379             | -45 699                   |
| Revaluation reserve   | 66 658                    | 66 668              | 67 528                    |
| Exchange rate differences   | -12 101                   | -6 110              | -7 134                    |
| <b>Total equity of the Parent Company</b>                                 | <b>495 021</b>            | <b>470 193</b>      | <b>453 054</b>            |
| Non-controlling interests   | 384                       | 815                 | 800                       |
| <b>Overall equity of the Parent Company and non-controlling interests</b> | <b>495 405</b>            | <b>471 008</b>      | <b>453 854</b>            |
| Credits and debt securities   | 91 173                    | 178 382             | 58 496                    |
| Long-term provisions  | 19 308                    | 19 729              | 17 633                    |
| Deferred income   | 5 352                     | 5 357               | 5 734                     |
| Provision for deferred tax  | 332                       | 379                 | 377                       |
| Other financial liabilities   | 29 086                    | 31 081              | 35 300                    |
| <b>Total long-term liabilities</b>  | <b>145 251</b>            | <b>234 928</b>      | <b>117 540</b>            |
| Credits and debt securities   | 186 055                   | 89 937              | 201 774                   |
| Trade liabilities   | 91 930                    | 94 197              | 102 370                   |
| Other financial liabilities   | 4 265                     | 4 295               | 6 514                     |
| Other short-term liabilities  | 17 634                    | 26 552              | 23 482                    |
| Income tax liabilities  | 171                       | 103                 | 401                       |
| Contractual liabilities   | 17 394                    | 6 972               | 5 792                     |
| Deferred income   | 1 440                     | 2 155               | 3 565                     |
| Short-term provisions   | 26 670                    | 24 517              | 26 455                    |
| <b>Total short-term liabilities</b>                                       | <b>345 559</b>            | <b>248 728</b>      | <b>370 353</b>            |
| <b>TOTAL LIABILITIES</b>  | <b>986 215</b>            | <b>954 664</b>      | <b>941 747</b>            |

## Consolidated Profit and Loss Account

in thousand PLN

| Specification  | 01/07/2020<br>30/09/2020<br>(unaudited) | 01/01/2020<br>30/09/2020<br>(unaudited) | 01/07/2019<br>30/09/2019<br>(unaudited) | 01/01/2019<br>30/09/2019<br>(unaudited) |
|--|---|---|---|---|
| Sales revenues   | 265 228                                 | 706 115                                 | 265 208                                 | 804 884                                 |
| Cost of sales  | 215 626                                 | 582 226                                 | 221 808                                 | 668 268                                 |
| <b>Gross profit (loss) on sales</b>  | <b>49 602</b>                           | <b>123 889</b>                          | <b>43 400</b>                           | <b>136 616</b>                          |
| Selling costs  | 7 714                                   | 21 220                                  | 8 637                                   | 24 994                                  |
| General and administrative costs   | 23 887                                  | 90 567                                  | 26 687                                  | 83 195                                  |
| <b>Profit/loss on core business activity</b>                                   | <b>18 001</b>                           | <b>12 102</b>                           | <b>8 076</b>                            | <b>28 427</b>                           |
| Other operating revenues   | 7 517                                   | 22 455                                  | 482                                     | 3 729                                   |
| Other operating expenses   | 1 104                                   | 2 106                                   | 443                                     | 2 139                                   |
| Loss (profit) due to impairment (loss reversal) of trade and other receivables | -371                                    | 152                                     | -802                                    | 11                                      |
| <b>Operating result</b>  | <b>24 043</b>                           | <b>32 603</b>                           | <b>7 313</b>                            | <b>30 028</b>                           |
| Interest revenues  | 76                                      | 535                                     | 286                                     | 1 352                                   |
| Other financial revenues   | 159                                     | 559                                     | 1 147                                   | 2 314                                   |
| Financial expenses   | 913                                     | 7 019                                   | 2 724                                   | 5 186                                   |
| <b>Gross profit/loss (before tax)</b>  | <b>23 365</b>                           | <b>26 678</b>                           | <b>6 022</b>                            | <b>28 508</b>                           |
| Total income tax   | 3 389                                   | -4 214                                  | -2 418                                  | -6 865                                  |
| including:   |   |   |   |   |
| <i>Current</i>   | 509                                     | 1 202                                   | 1 222                                   | 2 920                                   |
| <i>Deferred</i>  | -109                                    | -507                                    | 196                                     | 771                                     |
| <i>Deferred from operations in the Polish Investment Zone</i>                  | 2 989                                   | -4 909                                  | -3 836                                  | -10 556                                 |
| <b>Net result</b>  | <b>19 976</b>                           | <b>30 892</b>                           | <b>8 440</b>                            | <b>35 373</b>                           |
| including  |   |   |   |   |
| Shareholders of the parent company   | 19 907                                  | 30 633                                  | 8 325                                   | 35 017                                  |
| Non-controlling interests  | 69                                      | 259                                     | 115                                     | 356                                     |
| Weighted average number of shares  |   | 26 881 922                              |   | 26 881 922                              |
| Earnings per share   |   | 1.14                                    |   | 1.30                                    |
| Diluted weighted average shares  |   | 27 509 164                              |   | 27 509 164                              |
| Diluted earnings per share   |   | 1.11                                    |   | 1.27                                    |

## Consolidated Cash Flow Statement

in thousand PLN

| Specification   | For the period from 01/01 to 30/09<br>(unaudited) |                |
|---|---|----------------|
|   | 2020  | 2019           |
| <b>Net profit</b>   | <b>30 633</b>                                     | <b>35 017</b>  |
| <b>Total adjustments for items:</b>                                   | <b>75 803</b>                                     | <b>21 032</b>  |
| - Profit for non-controlling shareholders                             | 259   | 356            |
| - Amortisation and/or depreciation                                    | 46 079  | 40 140         |
| - Net exchange gains losses   | 16 515  | 1 339          |
| - Net interest and dividends  | 1 249   | 2 223          |
| - Income tax on profit before tax                                     | 1 202   | 2 920          |
| - Profit loss on investment activities                                | 916   | -76            |
| - Change in provisions  | 1 685   | 1 672          |
| - Change in inventory   | 22 275  | 1 374          |
| - Change in receivables   | -5 764  | -23 192        |
| - Change in liabilities   | 7 961   | 10 385         |
| - Change in prepayments and deferred revenues                         | -8 429  | -11 359        |
| - Other adjustments   | -8 005  | -3 424         |
| - Income tax paid   | -140  | -1 326         |
| <b>Net cash flows from operating activity</b>                         | <b>106 436</b>                                    | <b>56 049</b>  |
| Inflows from the sale of fixed assets and intangible and legal assets | 355   | 1 083          |
| Purchase of the fixed assets and intangible and legal assets          | -36 759   | -83 678        |
| Minority shareholders' dividend                                       | -357  | -861           |
| Other investment flows  | -8 414  | 59 108         |
| <b>Net cash flows from investment activity</b>                        | <b>-45 175</b>                                    | <b>-24 348</b> |
| Inflows from credits taken  | 54 814  | 0              |
| Other financial inflows   | 158   | 0              |
| Repayment of credits  | -60 645   | -7 142         |
| Interest paid   | -2 152  | -2 223         |
| Financial expenditure on lease  | -2 390  | -813           |
| Dividends paid to owners  | 0   | -26 882        |
| Other financial outflows  | -95   | -844           |
| <b>Net cash flows from financing activities</b>                       | <b>-10 310</b>                                    | <b>-37 904</b> |
| <b>Change in cash and cash equivalents</b>                            | <b>50 951</b>                                     | <b>-6 203</b>  |
| Net exchange differences in cash and cash equivalents                 | -14   | -7             |
| Opening balance of cash   | 79 727  | 86 525         |
| Net change in cash  | 50 937  | -6 210         |
| <b>Closing balance of cash</b>  | <b>130 664</b>                                    | <b>80 315</b>  |
| <i>including of limited disposability</i>                             | 276   | 126            |

**Financial Standing Statement of SANOK RC SA**  
in thousand PLN

| Specification                            | As at                     |                |                           |
|--|---------------------------|----------------|---------------------------|
|  | 30/09/2020<br>(unaudited) | 31/12/2019     | 30/09/2019<br>(unaudited) |
| Tangible fixed assets                    | 337 114                   | 337 728        | 324 237                   |
| Investment properties                    | 0                         | 0              | 69                        |
| Non-tangible assets                      | 3 860                     | 5 156          | 5 088                     |
| Other long-term receivables              | 1 460                     | 1 437          | 1 509                     |
| Shares                                   | 24 990                    | 24 990         | 56 222                    |
| Financial assets                         | 118 548                   | 111 646        | 68 041                    |
| Deferred tax assets                      | 33 400                    | 28 398         | 16 738                    |
| Long-term prepayments                    | 1 613                     | 1 884          | 1 959                     |
| <b>Total fixed assets</b>                | <b>520 985</b>            | <b>511 239</b> | <b>473 863</b>            |
| Inventories                              | 105 288                   | 118 407        | 105 889                   |
| Trade receivables                        | 141 378                   | 117 986        | 139 727                   |
| Other short-term receivables             | 4 457                     | 24 014         | 14 863                    |
| Prepayments                              | 2 634                     | 1 717          | 2 392                     |
| Financial assets                         | 21 622                    | 21 720         | 72 604                    |
| Cash                                     | 111 285                   | 68 705         | 71 125                    |
| <b>Total current assets</b>              | <b>386 664</b>            | <b>352 549</b> | <b>406 600</b>            |
| <b>TOTAL ASSETS</b>                      | <b>907 649</b>            | <b>863 788</b> | <b>880 463</b>            |
| Share capital                            | 5 376                     | 5 376          | 5 376                     |
| Supplementary capital                    | 421 591                   | 387 253        | 386 598                   |
| Valuation of warrants (incentive scheme) | 6 291                     | 6 291          | 6 291                     |
| Retained profits                         | 42 370                    | 29 998         | 47 431                    |
| Revaluation reserve                      | 62 556                    | 62 566         | 63 220                    |
| <b>Equity capital</b>                    | <b>538 184</b>            | <b>491 484</b> | <b>508 916</b>            |
| Loans                                    | 82 066                    | 172 846        | 48 753                    |
| Provisions                               | 11 622                    | 12 436         | 15 490                    |
| Lease liabilities                        | 22 022                    | 23 003         | 29 155                    |
| Deferred revenues                        |                           |                |                           |
| <b>Total long-term liabilities</b>       | <b>115 710</b>            | <b>208 285</b> | <b>93 398</b>             |
| Loans                                    | 155 448                   | 54 559         | 169 536                   |
| Trade liabilities                        | 61 943                    | 58 591         | 65 644                    |
| Financial liabilities                    | 1 925                     | 1 344          | 2 695                     |
| Other short-term liabilities             | 7 336                     | 19 563         | 17 349                    |
| Income tax liabilities                   | 0                         | 0              | 153                       |
| Contractual liabilities                  | 3 873                     | 4 534          | 0                         |
| Deferred revenues                        | 10                        | 1 998          | 3 493                     |
| Provisions                               | 23 220                    | 23 430         | 19 278                    |
| <b>Total short-term liabilities</b>      | <b>253 755</b>            | <b>164 019</b> | <b>278 149</b>            |
| <b>TOTAL LIABILITIES</b>                 | <b>907 649</b>            | <b>863 788</b> | <b>880 463</b>            |

## Profit and Loss Account of SANOK RC SA

in thousand PLN

| Specification   | 01/07/2020    | 01/01/2020    | 01/07/2019    | 01/01/2019    |
|---|---------------|---------------|---------------|---------------|
|   | 30/09/2020    | 30/09/2020    | 30/09/2019    | 30/09/2019    |
|   | (unaudited)   | (unaudited)   | (unaudited)   | (unaudited)   |
| Sales revenues  | 183 761       | 484 659       | 186 428       | 575 532       |
| Cost of sales   | 151 636       | 396 509       | 153 688       | 476 675       |
| <b>Gross profit (loss) on sales</b>                   | <b>32 125</b> | <b>88 150</b> | <b>32 740</b> | <b>98 857</b> |
| Selling costs   | 2 360         | 6 211         | 3 124         | 8 798         |
| General and administrative costs                      | 12 148        | 53 822        | 14 111        | 42 505        |
| <b>Profit/loss on core business activity</b>          | <b>17 617</b> | <b>28 117</b> | <b>15 505</b> | <b>47 554</b> |
| Other operating revenues                              | 5 857         | 12 859        | 162           | 1 038         |
| Other operating expenses                              | -196          | 742           | 327           | 1 646         |
| Loss on trade and other receivables                   | 200           | 341           | 3 989         | 7 446         |
| <b>Operating result</b>                               | <b>23 470</b> | <b>39 893</b> | <b>11 351</b> | <b>39 500</b> |
| Interest revenues                                     | 1 474         | 4 729         | 1 687         | 5 341         |
| Financial revenues                                    | 1 296         | 2 139         | 1 093         | 5 026         |
| Financial expenses                                    | 425           | 5 411         | 6 504         | 8 175         |
| <b>Gross profit/loss (before tax)</b>                 | <b>25 815</b> | <b>41 350</b> | <b>7 627</b>  | <b>41 692</b> |
| Total income tax                                      | 2 926         | -5 068        | -3 838        | -9 869        |
| Current   | 0             | 0             | 600           | 1 517         |
| Deferred  | -64           | -159          | -602          | -830          |
| Deferred from operation in the Polish Investment Zone | 2 989         | -4 909        | -3 836        | -10 556       |
| <b>Net result</b>                                     | <b>22 889</b> | <b>46 418</b> | <b>11 465</b> | <b>51 561</b> |
| Weighted average number of shares                     |               | 26 881 922    |               | 26 881 922    |
| Profit per share in PLN                               |               | 1.73          |               | 1.92          |
| Diluted weighted average shares                       |               | 27 509 164    |               | 27 509 164    |
| Diluted earnings per share in PLN                     |               | 1.69          |               | 1.87          |

**Cash Flow Statement of SANOK RC SA**  
in thousand PLN

| Specification   | For the period from 01/01 to 30/09 |                     |
|---|------------------------------------|---------------------|
|   | 2020<br>(unaudited)                | 2019<br>(unaudited) |
| <b>Net profit</b>                                       | <b>46 418</b>                      | <b>51 561</b>       |
| <b>Total adjustments for items:</b>                     | <b>44 450</b>                      | <b>21 998</b>       |
| - Amortisation and/or depreciation                      | 36 286                             | 30 071              |
| - Net exchange gains losses                             | 8 709                              | -1 242              |
| - Net interest and dividends                            | -3 523                             | -5 436              |
| - Profit before tax                                     | 0                                  | 1 517               |
| - Profit loss on investment activities                  | 1 085                              | -47                 |
| - Change in provisions                                  | -1 024                             | 3 276               |
| - Change in inventory                                   | 13 119                             | 4 287               |
| - Change in receivables                                 | -4 881                             | -6 271              |
| - Change in liabilities                                 | 399                                | 152                 |
| - Change in prepayments and deferred income             | -7 634                             | -11 729             |
| - Other adjustments                                     | 886                                | 7 560               |
| - Income tax paid                                       | 1 029                              | -140                |
| <b>Net cash flows from operating activity</b>           | <b>90 868</b>                      | <b>73 559</b>       |
| Inflows from the sales of fixed assets and intangibles  | 133                                | 749                 |
| Inflows from financial assets                           | 873                                | 2 930               |
| Inflows from loans repayments                           | 315                                | 0                   |
| Inflows from the repayment of interest on loans granted | 3 393                              | 3 593               |
| Other inflows from investment activities                | 0                                  | 60 418              |
| Purchase of fixed and intangible assets                 | -36 203                            | -78 381             |
| Expenses on financial assets                            | 0                                  | -19 586             |
| Other outflows from investment activities               | -9 641                             | -6 067              |
| <b>Net cash flows from investment activity</b>          | <b>-41 130</b>                     | <b>-36 344</b>      |
| Inflows from credits taken                              | 49 908                             | 0                   |
| Repayment of credits                                    | -54 539                            | -16 096             |
| Interest paid   | -1 621                             | -1 526              |
| Dividends paid to owners                                | 0                                  | -26 882             |
| Financial expenditure on lease                          | -891                               | -774                |
| <b>Net cash flows from financing activities</b>         | <b>-7 143</b>                      | <b>-45 278</b>      |
| <b>Change in cash and cash equivalents</b>              | <b>42 595</b>                      | <b>-8 063</b>       |
| Net exchange differences in cash and cash equivalents   | -15                                | -8                  |
| Opening balance of cash                                 | 68 705                             | 79 196              |
| Net change in cash                                      | 42 580                             | -8 071              |
| <b>Closing balance of cash</b>                          | <b>111 285</b>                     | <b>71 125</b>       |
| <i>including of limited disposability</i>               | 75                                 | 15                  |