

## Interim Condensed Consolidated Financial Standing Statement

in thousand PLN

Specification	30/06/2020 (unaudited)	As at 31/12/2019	30/06/2019 (unaudited)
Tangible fixed assets	435 556	432 086	400 488
Investment properties	3 489	3 489	3 558
Non-tangible assets	12 901	13 774	13 147
Other long-term receivables	1 501	1 437	1 414
Financial assets	6	6	7
Deferred tax assets	40 674	32 462	16 490
Long-term prepayments	6 232	6 465	6 707
<b>Total fixed assets</b>	<b>500 359</b>	<b>489 719</b>	<b>441 811</b>
Inventory	202 051	207 126	199 269
Trade receivables	125 706	140 988	169 541
Other short-term receivables	11 406	29 011	14 176
Income tax receivables	3 530	3 164	2 014
Prepayments	6 875	2 697	6 209
Financial assets	619	2 232	11 682
Cash	91 595	79 727	118 537
<b>Total current assets</b>	<b>441 782</b>	<b>464 945</b>	<b>521 428</b>
<b>TOTAL ASSETS</b>	<b>942 141</b>	<b>954 664</b>	<b>963 239</b>
Share capital	5 376	5 376	5 376
Own shares	0	0	0
Valuation of warrants (incentive scheme)	6 291	6 291	6 291
Supplementary capital	513 475	426 285	425 329
Reserve capital	1 062	1 062	1 062
Retained profits	-105 650	-29 379	-53 668
Revaluation reserve	66 658	66 668	67 526
Exchange rate differences	-9 635	-6 110	-5 973
<b>Total equity of the Parent Company</b>	<b>477 577</b>	<b>470 193</b>	<b>445 943</b>
Non-controlling interests	995	815	679
<b>Overall equity of the Parent Company and non-controlling interests</b>	<b>478 572</b>	<b>471 008</b>	<b>446 622</b>
Credits and debt securities	221 221	178 382	34 507
Long-term provisions	19 817	19 729	17 830
Deferred income	5 387	5 357	5 531
Provision for deferred tax	336	379	377
Other financial liabilities	30 417	31 081	31 999
Other liabilities	0	0	0
<b>Total long-term liabilities</b>	<b>277 178</b>	<b>234 928</b>	<b>90 244</b>
Credits and debt securities	58 282	89 937	225 436
Trade liabilities	61 505	94 197	103 734
Other financial liabilities	4 388	4 295	5 433
Other short-term liabilities	21 988	26 552	54 383
Income tax liabilities	190	103	91
Contractual liabilities	13 397	6 972	7 279
Deferred income	2 490	2 155	3 493
Short-term provisions	24 151	24 517	26 524
<b>Total short-term liabilities</b>	<b>186 391</b>	<b>248 728</b>	<b>426 373</b>
<b>TOTAL LIABILITIES</b>	<b>942 141</b>	<b>954 664</b>	<b>963 239</b>

## Interim Condensed Consolidated Profit and Loss Account

in thousand PLN

Specification	Note	01/04/2020 30/06/2020 (unaudited)	01/01/2020 30/06/2020 (unaudited)	01/04/2019 30/06/2019 (unaudited)	01/01/2019 30/06/2019 (unaudited)
Sales revenues	10	181 079	440 887	258 913	539 676
Cost of sales		146 812	366 600	216 712	446 460
<b>Gross profit (loss) on sales</b>		<b>34 267</b>	<b>74 287</b>	<b>42 201</b>	<b>93 216</b>
Selling costs		6 317	13 506	8 784	16 357
General and administrative costs		41 518	66 680	28 587	56 508
<b>Profit/loss on core business</b>		<b>-13 568</b>	<b>-5 899</b>	<b>4 830</b>	<b>20 351</b>
Other operating revenues	11	9 862	14 938	2 746	3 247
Other operating expenses	11	149	1 002	791	1 696
Impairment loss (profit) (loss reversal) of trade and other receivables		388	523	814	813
<b>Profit/loss on operating activity</b>		<b>-3 467</b>	<b>8 560</b>	<b>7 599</b>	<b>22 715</b>
Interest revenues	12	166	459	504	1 066
Other financial revenues	12	-2	400	-670	1 167
Financial expenses	12	836	6 106	721	2 462
<b>Gross profit/loss (before taxation)</b>		<b>-4 139</b>	<b>3 313</b>	<b>6 712</b>	<b>22 486</b>
Total income tax		-6 054	-7 603	-2 145	-4 447
including:					
<i>Current</i>		1 202	693	921	1 698
<i>Deferred</i>	16	-538	-398	823	575
<i>Deferred from operations in the Polish Investment Zone</i>	16	-6 718	-7 898	-3 889	-6 720
<b>Net result</b>		<b>1 915</b>	<b>10 916</b>	<b>8 857</b>	<b>26 933</b>
attributable to:					
shareholders of the parent company		1 826	10 726	8 715	26 692
non-controlling shareholders		89	190	142	241
Weighted average number of shares			26 881 922		26 881 922
Earnings per share			0,40		0,99
Diluted weighted average shares			27 509 164		27 509 164
Diluted earnings per share			0,39		0,97

## Interim Condensed Consolidated Cash Flow Statement

in thousand PLN

Specification	For the period from 01/01 to 30/06	
	(unaudited)	
	2020	2019
<b>Net profit</b>	10 726	26 692
<b>Total adjustments for:</b>	<b>46 931</b>	<b>23 217</b>
- Profit for non-controlling shareholders	190	241
- Amortisation	29 972	26 056
- Net exchange gains (losses)	13 931	-414
- Net interest and dividends	1 610	-864
- Income tax on profit before tax	693	1 698
- Profit (loss) on investment activities	951	-55
- Change in provisions	-321	1 938
- Change in inventory	5 075	-171
- Change in receivables	33 233	-14 462
- Change in liabilities	-20 406	15 930
- Change in prepayments and deferred income	-11 792	-8 817
- Other adjustments	-4 839	3 061
- Income tax paid	-1 366	-924
<b>Net cash flows from operating activity</b>	<b>57 657</b>	<b>49 909</b>
Inflows from sale of fixed assets and intangible and legal assets	153	878
Purchase of fixed assets and intangible and legal assets	-32 479	-56 078
Inflows from financial assets	0	6
Other investment cash flows	-9 894	47 322
<b>Net cash flows from investment activity</b>	<b>-42 220</b>	<b>-7 872</b>
Inflows from credits taken	57 001	0
Other financial inflows	53	0
Repayment of credits	-57 410	-7 340
Paid interest	-1 610	-1 532
Financial expenditure on lease	-940	-26
Other financial outflows	-676	-1 185
<b>Net cash flows from financing activity</b>	<b>-3 582</b>	<b>-10 083</b>
<b>Change in cash and cash equivalents</b>	<b>11 855</b>	<b>31 954</b>
Net exchange differences in cash and cash equivalents	13	58
Opening balance of cash	79 727	86 525
Net change in cash	11 868	32 012
<b>Closing balance of cash</b>	<b>91 595</b>	<b>118 537</b>
<i>including of limited disposability</i>	220	142

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

Specification	As at		
	30/06/2020 (unaudited)	31/12/2019	30/06/2019 (unaudited)
Tangible fixed assets	345 151	337 728	305 178
Investment properties	0	0	69
Non-tangible assets	4 196	5 156	5 047
Other long-term receivables	1 501	1 437	1 414
Shares	24 990	24 990	47 137
Financial assets	117 059	111 646	66 015
Deferred tax assets	36 345	28 398	12 243
Long-term prepayments	1 694	1 884	1 981
<b>Total fixed assets</b>	<b>530 936</b>	<b>511 239</b>	<b>439 084</b>
Inventories	118 447	118 407	107 186
Trade receivables	99 886	117 986	137 802
Other short-term receivables	7 883	24 014	12 069
Prepayments	4 044	1 717	2 704
Financial assets	21 238	21 720	81 985
Cash	75 257	68 705	108 444
<b>Total current assets</b>	<b>326 755</b>	<b>352 549</b>	<b>450 190</b>
<b>TOTAL ASSETS</b>	<b>857 691</b>	<b>863 788</b>	<b>889 274</b>
Share capital	5 376	5 376	5 376
Supplementary capital	421 591	387 253	386 598
Capital from valuation of warrants (incentive scheme)	6 291	6 291	6 291
Retained profits	19 395	29 998	36 211
Revaluation reserve	62 555	62 566	63 220
<b>Total equity</b>	<b>515 208</b>	<b>491 484</b>	<b>497 696</b>
Credits	208 979	172 846	27 889
Provisions	12 235	12 436	15 056
Lease liabilities	23 090	23 003	25 418
Deferred revenues			
<b>Long-term liabilities (in total)</b>	<b>244 304</b>	<b>208 285</b>	<b>68 363</b>
Loans	26 490	54 559	188 666
Trade liabilities	35 203	58 591	66 898
Financial liabilities	1 716	1 344	1 496
Other short-term liabilities	9 312	19 563	42 920
Income tax liabilities	0	0	0
Contractual liabilities	3 509	4 534	0
Deferred revenues	254	1 998	3 046
Provisions	21 695	23 430	20 188
<b>Short-term liabilities (in total)</b>	<b>98 179</b>	<b>164 019</b>	<b>323 215</b>
<b>TOTAL LIABILITIES</b>	<b>857 691</b>	<b>863 788</b>	<b>889 274</b>

**Interim Condensed Profit and Loss Account of SANOK RC SA**  
in thousand PLN

Specification	01/04/2020 30/06/2020 (unaudited)	01/01/2020 30/06/2020 (unaudited)	01/04/2019 30/06/2019 (unaudited)	01/01/2019 30/06/2019 (unaudited)
Sales revenues	113 564	300 898	186 611	389 104
Cost of sales	88 230	244 873	155 102	322 987
<b>Gross profit (loss) on sales</b>	<b>25 334</b>	<b>56 025</b>	<b>31 509</b>	<b>66 117</b>
Selling costs	1 705	3 851	3 181	5 674
General and administrative costs	29 312	41 674	14 054	28 394
<b>Profit/loss on core business</b>	<b>-5 683</b>	<b>10 500</b>	<b>14 274</b>	<b>32 049</b>
Other operating revenues	6 899	7 002	537	876
Other operating expenses	135	938	634	1 319
Impairment loss of trade and other receivables	138	141	1 008	3 457
<b>Profit/loss on operating activity</b>	<b>943</b>	<b>16 423</b>	<b>13 169</b>	<b>28 149</b>
Interest revenues	1 545	3 255	1 811	3 654
Financial revenues	444	843	2 607	3 933
Financial expenses	561	4 986	293	1 671
<b>Gross profit/loss (before taxation)</b>	<b>2 371</b>	<b>15 535</b>	<b>17 294</b>	<b>34 065</b>
Income tax (in total)	-6 444	-7 994	-3 228	-6 031
<i>Current</i>	765	0	488	917
<i>Deferred</i>	-491	-95	173	-228
<i>Deferred from activity in the Polish Investment Zone</i>	-6 718	-7 898	-3 889	-6 720
<b>Net result</b>	<b>8 815</b>	<b>23 529</b>	<b>20 522</b>	<b>40 096</b>
Weighted average number of shares		26 881 922		26 881 922
Earnings per share in PLN		0,88		1,49
Diluted weighted average shares		27 509 164		27 509 164
Diluted earnings per share in PLN		0,86		1,46

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

Specification	For the period from 01/01 to 30/06	
	2020	2019
	(unaudited)	(unaudited)
<b>Net profit</b>	<b>23 529</b>	<b>40 096</b>
<b>Total adjustments for:</b>	28 440	20 861
- Amortisation and/or depreciation	23 456	19 397
- Net exchange gains, losses	7 671	1 070
- Net interest and dividends	-1 619	-1 554
- Profit before tax	0	917
- Profit, loss on investment activities	1 100	-47
- Change in provisions	-1 937	3 753
- Change in inventories	-41	2 990
- Change in receivables	34 822	-985
- Change in liabilities	-23 335	2 228
- Change in prepayments and deferred income	-11 827	-8 014
- Other adjustments	807	1 310
- Income tax paid	-657	-204
<b>Net cash flows from operating activity</b>	<b>51 969</b>	<b>60 958</b>
Inflows from the sale of fixed assets and intangibles	4	749
Inflows from financial assets	0	63
Inflows from loans repayments	315	0
Inflows from the repayment of interest on loans granted	2 296	2 376
Other inflows from investment activity	0	47 239
Purchase of fixed and intangible assets	-31 632	-52 592
Expenses on financial assets	0	-5 305
Other outflows from investment activity	-11 040	-5 002
<b>Net cash flows from investment activity</b>	<b>-40 057</b>	<b>-12 471</b>
Inflows from credits taken	51 009	0
Repayment of credits	-54 539	-17 702
Interest paid	-1 219	-1 125
Other financial outflows	-621	-489
<b>Net cash flows from financing activity</b>	<b>-5 370</b>	<b>-19 316</b>
<b>Change in cash and cash equivalents</b>	<b>6 542</b>	<b>29 171</b>
<b>Net exchange differences in cash and cash equivalents</b>	10	77
Opening balance of cash	68 705	79 196
Net change in cash	6 552	29 248
<b>Closing balance of cash</b>	<b>75 257</b>	<b>108 444</b>
<i>including of limited disposability</i>	72	53