

Interim Condensed Consolidated Financial Standing Statement

in thousand PLN

Specification	Note	As at		
		30/06/2021 (unaudited)	31/12/2020	30/06/2020 (unaudited)
Tangible fixed assets	13	393 160	416 022	435 556
Investment properties		3 489	4 615	3 489
Goodwill	14	7 500	7 323	7 186
Non-tangible assets other than goodwill	14	7 130	6 385	5 715
Long-term receivables		2 632	2 503	1 501
Financial assets	15	6	6	6
Deferred income tax assets	16	28 647	35 092	40 674
Long-term prepayments		5 838	6 206	6 232
Total fixed assets		448 402	478 152	500 359
Inventory	17	214 269	195 085	202 051
Trade receivables	18	182 350	150 338	125 706
Other short-term receivables		10 053	10 238	11 406
Income tax receivables		1 671	1 576	3 530
Prepayments		7 884	3 208	6 875
Financial assets	15	21 171	55 577	619
Cash		145 121	110 007	91 595
Total current assets		582 519	526 029	441 782
TOTAL ASSETS		1 030 921	1 004 181	942 141
Share capital		5 376	5 376	5 376
Valuation of warrants (incentive scheme)	23	6 291	6 291	6 291
Statutory reserve capital		1 792	1 792	1 792
Retained profits		500 861	498 019	473 753
Exchange rate differences		-12 068	-13 855	-9 635
Total equity of the Parent Company		502 252	497 623	477 577
Non-controlling interests		385	429	995
Overall equity of the Parent Company and non-controlling interests		502 637	498 052	478 572
Credits and debt securities	21	106 451	89 833	221 221
Long-term provisions for employee benefits	19	20 223	20 625	19 817
Deferred income		4 913	5 236	5 387
Provision for deferred tax	16	0	13	336
Financial liabilities due to leasing		22 521	27 750	30 417
Total long-term liabilities		154 108	143 457	277 178
Credits and debt securities	21	142 785	190 478	58 282
Trade liabilities		109 870	96 595	61 505
Other financial liabilities		429	271	1 585
Financial liabilities due to leasing		3 657	3 941	2 803
Other short-term liabilities		49 494	18 800	21 988
Income tax liabilities		224	1 138	190
Contractual liabilities		15 250	19 241	13 397
Deferred income		3 827	2 075	2 490
Short-term provisions for employee benefits	20	33 799	21 081	19 167
Other short-term provisions	20	14 841	9 052	4 984
Total short-term liabilities		374 176	362 672	186 391
TOTAL LIABILITIES		1 030 921	1 004 181	942 141

Interim Condensed Consolidated Profit and Loss Account

in thousand PLN

Specification	01/04/2021	01/01/2021	01/04/2020	01/01/2020
	30/06/2021	30/06/2021	30/06/2020	30/06/2020
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Sales revenues	301 091	604 170	181 079	440 887
Prime costs of the sale	242 388	488 437	146 812	366 600
Gross profit (loss) on sales	58 703	115 733	34 267	74 287
Selling costs	9 377	17 806	6 317	13 506
General and administrative costs	30 092	59 185	41 518	66 680
Other operating revenues	1 287	5 940	9 862	14 938
Other operating expenses	2 278	4 841	149	1 002
Profit/loss on operating activity	18 243	39 841	-3 855	8 037
Loss (gain) due to impairment (reversal of losses) on trade and other receivables in accordance with IFRS 9	-301	-403	388	523
Financial revenues	1 194	2 502	164	859
Financial expenses	802	2 361	836	6 106
Gross profit/loss (before taxation)	18 334	39 579	-4 139	3 313
Income tax	4 362	9 071	-6 054	-7 603
Net result	13 972	30 508	1 915	10 916
attributable to:				
shareholders of the parent company	13 833	30 255	1 826	10 726
non-controlling shareholders	139	253	89	190
Weighted average number of shares		26 881 922		26 881 922
Earnings per share		1,13		0,40
Diluted weighted average shares		27 509 164		27 509 164
Diluted earnings per share		1,10		0,39

Interim Condensed Consolidated Cash Flow Statement

in thousand PLN

Specification	For the period from 01/01 to 30/06 (unaudited)	
	2021	2020
Net profit	30 508	10 916
Total adjustments for:	17 077	46 741
Depreciation	31 281	29 972
Net foreign exchange rate profit and loss	-5 523	13 931
Net interest and dividends	1 471	1 610
Income tax on profit before tax	2 607	693
Profit (loss) on investment activities	-56	951
Change in provisions	18 092	-321
Change in inventory	-19 184	5 075
Change in receivables	-31 963	33 233
Change in liabilities	13 442	-20 406
Change in prepayments and deferred income	3 566	-11 792
Other adjustments	7 035	-4 839
Income tax paid	-3 691	-1 366
Net cash flows from operating activity	47 585	57 657
Inflows from sale of fixed assets and intangible and legal assets	234	153
Purchase of fixed assets and intangible and legal assets	-15 941	-32 479
Other investment cash flows	32 200	-9 894
Net cash flows from investing activities	16 493	-42 220
Change in the balance of credits	0	57 001
Loans repayment	-26 012	-57 410
Paid interest	-1 471	-1 610
Financial expenditure on lease	-2 034	-940
Other revenues/expenses	557	-623
Net cash flows from financing activity	-28 960	-3 582
Change in cash and cash equivalents	35 118	11 855
Net exchange differences in cash and cash equivalents	-4	13
Opening balance of cash	110 007	79 727
Net change in cash	35 114	11 868
Closing balance of cash	145 121	91 595
<i>including of limited disposability</i>	151	220

Interim Condensed Financial Standing Statement of SANOK RC SA

in thousand PLN

	30.06.2021	As at 31.12.2020	30.06.2020
	(unaudited)		(unaudited)
Tangible fixed assets	312 731	330 112	345 151
Intangible assets	5 694	4 801	4 196
Other long-term accounts receivable	2 632	2 503	1 501
Shares	40 841	24 990	24 990
Financial assets	138 883	139 422	117 059
Deferred income tax assets	23 706	30 705	36 345
Long-term active prepayments and accrued income	2 111	1 957	1 694
Total fixed assets	526 598	534 490	530 937
Stocks	126 400	105 999	118 447
Trade accounts receivable	150 457	126 923	99 886
Other short-term accounts receivable	8 834	5 974	7 883
Active prepayments and accrued income	4 024	2 047	4 044
Financial assets	22 271	58 134	21 238
Cash and cash equivalents	121 959	99 610	75 257
Total current assets	433 945	398 687	326 755
TOTAL ASSETS	960 543	933 177	857 691
Share capital	5 376	5 376	5 376
Reserve funds	1 792	1 792	1 792
Capital from the valuation of warrants	6 291	6 291	6 291
Retained profit	531 088	520 507	501 749
Total shareholders' equity	544 547	533 966	515 208
Credits	96 735	84 318	208 979
Financial liabilities	12 670	12 765	12 235
Provisions	20 215	21 061	23 090
Income from future periods	34	24	0
Total long-term liabilities	129 654	118 169	244 304
Credits and debt securities	129 848	157 443	26 490
Trade liabilities	77 005	63 971	35 203
Financial liabilities	2 158	2 227	1 716
Other short-term liabilities	37 272	12 418	9 312
Income tax liabilities	0	1 120	0
Liabilities related to the contract	3 566	3 683	3 509
Income from future periods	264	2	254
Provisions	36 229	40 179	21 695
Total short-term liabilities	286 342	281 043	98 179
TOTAL LIABILITIES	960 543	933 177	857 691

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

	01.04.2021 30.06.2021 (unaudited)	01.01.2021 30.06.2021 (unaudited)	01.04.2020 30.06.2020 (unaudited)	01.01.2020 30.06.2020 (unaudited)
Sales revenue	204 035	419 385	113 564	300 898
Cost of sales	168 766	343 120	88 230	244 873
Gross profit on sales	35 269	76 265	25 334	56 025
Selling cost	3 213	6 394	1 705	3 851
General and administrative expenses	15 789	31 082	29 312	41 674
Core business result	16 268	38 789	-5 683	10 500
Other operating income	490	4 100	6 899	7 002
Other operating expenses	121	617	135	938
Operating result	16 637	42 272	1 080	16 564
Losses on write-downs / gains on reversals of write-downs under IFRS 9	-791	-378	138	141
Interest income	1 611	3 134	1 545	3 255
Financial income	3 155	3 795	444	843
Financial expenses	976	2 625	561	4 986
Pre-tax profit	21 218	46 954	2 371	15 535
Income tax	4 004	8 764	-6 444	-7 994
<i>current</i>	-771	1 657	765	0
<i>deferred</i>	1 222	-879	-491	-95
<i>deferred (activities in Polish Investment Zone)</i>	3 553	7 986	-6 718	-7 898
Net profit	17 214	38 190	8 815	23 529
Weighted-average number of shares		26 881 922		26 881 922
Earnings per share		1,42		0,88
Weighted-average diluted number of shares		27 509 164		27 509 164
Diluted earnings per share		1,39		0,86

Interim Condensed Cash Flow Statement of SANOK RC SA

in thousand PLN

	For the period from 01.01 to 31.03	
	2021 (unaudited)	2020 (unaudited)
Net profit	38 190	23 529
Total adjustments:	2 127	28 440
– Depreciation	25 074	23 456
– Net foreign exchange (gains) losses	-3 454	7 671
– Net interest and dividends	-1 792	-1 619
– Income tax on profit before taxation	1 657	0
– (Gains) losses from investing activities	-81	1 100
– Change in provisions	8 675	-1 937
– Change in stocks	-20 401	-41
– Change in accounts receivable	-25 483	34 822
– Change in liabilities	13 568	-23 335
– Change in active prepayments and accrued income	5 141	-11 827
– Other adjustments	3 090	807
– Income tax paid	-3 867	-657
Net cash from operating activities	40 317	51 969
Income from sales of tangible and intangible fixed assets	11	4
Income from financial assets	0	0
Income from repayment of loans	283	315
Income from repayment of interest on loans	2 649	2 296
Other investing cash inflow	55 000	0
Acquisition of tangible and intangible fixed assets	-12 412	-31 632
Outflows for financial assets	-28 564	0
Other	-22 686	-11 040
Net cash from investing activities	-5 719	-40 057
Proceeds from credits taken	0	51 009
Repayment of credits	-10 115	-54 539
Interest paid	-1 209	-1 219
Other	-7	0
Financial expenses (leasing)	-914	-621
Net cash from financing activities	-12 245	-5 370
Change in cash	22 353	6 542
Change in cash resulting from foreign exchange differences	-4	10
Cash at beginning of period	99 610	68 705
Change in net cash	22 349	6 552
Cash at end of period	121 959	75 257
<i>including restricted cash</i>	11	72