

**Condensed Consolidated
Interim Financial Statements**

Cognor Holding S.A.

**as at and for the nine months ended
30 September 2022**

28 October 2022

Condensed consolidated statement of financial position

in PLN thousand

	Note	30.09.2022	30.06.2022	31.12.2021	30.09.2021 *restated
Assets					
Property, plant and equipment	7	592 286	574 729	493 220	472 995
Intangible assets		14 558	14 815	15 139	15 550
Investment property		117	118	119	119
Investment in associates		1 121	1 121	1 015	917
Financial assets due to valuation of derivative instruments		64 036	58 918	15 689	-
Other receivables	8	13 658	12 715	14 777	12 409
Deferred tax assets	16	-	6 407	24 537	28 762
Total non-current assets		685 776	668 823	564 496	530 752
Inventories	9	516 730	612 020	425 801	415 694
Other investments		75	77	94	104
Financial assets due to valuation of derivative instruments		7 610	3 922	1 845	-
Current income tax receivables		38	38	38	38
Trade and other receivables	8	437 017	415 296	398 095	306 679
Cash and cash equivalents	19	284 426	284 876	107 810	97 826
Assets classified as held for sale	14	6 977	6 983	6 993	7 000
Total current assets		1 252 873	1 323 212	940 676	827 341
Total assets		1 938 649	1 992 035	1 505 172	1 358 093

*details in note 4

Przemysław Sztuczkowski
President of the Management Board

Przemysław Grzesiak
Vice President of the Management Board

Krzysztof Zoła
Member of the Management Board

Dominik Barszcz
Member of the Management Board

The consolidated statement of financial position should be read in conjunction with the explanatory notes constituting part of the consolidated financial statements

Condensed consolidated statement of financial position - continued

in PLN thousand

	Note	30.09.2022	30.06.2022	31.12.2021	30.09.2021
Equity					
Issued share capital	11	257 131	257 131	257 131	257 131
Reserves		351 548	351 548	29 301	30 081
Foreign currency translation reserves		-	-	84	89
Retained earnings		420 679	297 457	317 369	199 018
Total equity attributable to owners of the Parent Company		1 029 358	906 136	603 885	486 319
Non-controlling interests		65 580	58 466	39 984	32 983
Total equity		1 094 938	964 602	643 869	519 302
Liabilities					
Interest-bearing loans and borrowings	13	334 483	366 104	249 987	238 979
Employee benefits obligation		13 104	13 144	14 343	12 189
Government grants and other deferred income		4 577	4 817	5 301	3 240
Deferred tax liabilities		1 615	-	-	-
Total non-current liabilities		353 779	384 065	269 631	254 408
Bank overdraft	13	1 095	12 974	17 200	-
Interest-bearing loans and borrowings	13	62 011	70 588	70 816	64 863
Employee benefits obligation		2 143	2 364	2 139	1 295
Other financial liabilities		-	-	-	184
Current income tax payables		13 187	8 088	2 936	5 319
Provisions for payables	15	1 300	1 300	1 800	25
Trade and other payables	10	404 098	542 084	490 695	507 274
Government grants and other deferred income		4 575	4 468	4 538	3 897
Liabilities of disposal assets held for sale	14	1 523	1 502	1 548	1 526
Total current liabilities		489 932	643 368	591 672	584 383
Total liabilities		843 711	1 027 433	861 303	838 791
Total equity and liabilities		1 938 649	1 992 035	1 505 172	1 358 093

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Condensed consolidated statement of profit or loss and other comprehensive income

<i>in PLN thousand</i>	<i>Note</i>	01.07.2022 - 30.09.2022	01.07.2021 - 30.09.2021 <i>*restated</i>	01.01.2022 - 30.09.2022	01.01.2021 - 30.09.2021 <i>*restated</i>
Revenue	5	749 424	703 199	2 743 515	1 980 555
Cost of sales		(525 130)	(542 335)	(2 019 986)	(1 582 812)
Gross profit		224 294	160 864	723 529	397 743
Other income		9 506	25 070	27 597	37 171
Distribution expenses		(33 005)	(22 673)	(97 514)	(74 524)
Administrative expenses		(22 526)	(17 157)	(67 649)	(46 760)
Other (losses)/gains - net		10 470	3 823	11 161	5 911
Other expenses		(16 440)	(1 005)	(19 567)	(2 799)
Operating profit before financing costs		172 299	148 922	577 557	316 742
Financial income		8 403	3 467	55 935	6 823
Financial expenses		(14 810)	(13 171)	(35 715)	(27 041)
Net financing costs		(6 407)	(9 704)	20 220	(20 218)
Share of profit of associates		-	117	106	(108)
Profit before tax		165 892	139 335	597 883	296 416
Income tax expense		(35 549)	(25 855)	(121 004)	(58 242)
Profit for the period		130 343	113 480	476 879	238 174
Profit for the period attributable to:					
Owners of the Parent Company		123 124	106 952	451 178	224 419
Non-controlling interests		7 219	6 528	25 701	13 755
Profit for the period		130 343	113 480	476 879	238 174
Other comprehensive income - that will be classified subsequently to profit or loss when specific conditions are met					
Foreign currency translation differences		-	16	(84)	(7)
Total comprehensive income for the period		130 343	113 496	476 795	238 167
Total comprehensive income for the period attributable to:					
Owners of the Parent Company		123 124	106 968	451 094	224 412
Non-controlling interests		7 219	6 528	25 701	13 755
Total comprehensive income for the period		130 343	113 496	476 795	238 167
Basic earnings per share (PLN) attributable to the owners of the Parent Company	12	0,72	0,62	2,63	1,35
Diluted earnings per share (PLN) attributable to the owners of the Parent Company	12	0,72	0,62	2,63	1,31

**details in note 4*

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The condensed consolidated interim statement of comprehensive income should be read in conjunction with the explanatory notes constituting part of the condensed consolidated interim financial statements

Condensed consolidated statement of profit or loss and other comprehensive income (last twelve months)

in PLN thousand

Note

	01.10.2021 - 30.09.2022	01.10.2020 - 30.09.2021 <i>*restated</i>
Revenue	3 574 111	2 425 417
Cost of sales	(2 659 411)	(1 985 349)
Gross profit	914 700	440 068
Other income	38 326	43 610
Distribution expenses	(124 055)	(97 026)
Administrative expenses	(85 988)	(60 177)
Other (losses)/gains - net	7 731	5 539
Other expenses	(22 145)	(3 983)
Operating profit before financing costs	728 569	328 031
Financial income	73 714	6 823
Financial expenses	(48 430)	(33 114)
Net financing costs	25 284	(26 291)
Share of profit of associates	244	(108)
Profit before tax	754 097	301 632
Income tax expense	(151 866)	(56 082)
Profit for the period	602 231	245 550
Profit for the period attributable to:		
Owners of the Parent Company	569 529	231 485
Non-controlling interests	32 702	14 065
Profit for the period	602 231	245 550

**details in note 4*

The condensed consolidated interim statement of comprehensive income should be read in conjunction with the explanatory notes constituting part of the condensed consolidated interim financial statements

Condensed consolidated statement of profit or loss and other comprehensive income (last twelve months) - continued

<i>in PLN thousand</i>	<i>Note</i>	01.10.2021 - 30.09.2022	01.10.2020 - 30.09.2021
Other comprehensive income - that will be classified subsequently to profit or loss when specific conditions are met			
Foreign currency translation differences		(89)	2
Total comprehensive income for the period		602 142	245 552
Total comprehensive income for the period attributable to:			
Owners of the Parent Company		569 440	231 487
Non-controlling interests		32 702	14 065
Total comprehensive income for the period		602 142	245 552
Basic earnings per share (PLN) attributable to the owners of the Parent Company	<i>12</i>	3,32	1,49
Diluted earnings per share (PLN) attributable to the owners of the Parent Company	<i>12</i>	3,32	1,35

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The condensed consolidated interim statement of comprehensive income should be read in conjunction with the explanatory notes constituting part of the condensed consolidated interim financial statements

Condensed consolidated statement of cash flows

in PLN thousand

	Note	01.07.2021 - 30.09.2021	01.07.2022 - 30.09.2022 <i>*restated</i>	01.01.2021 - 30.09.2021	01.01.2022 - 30.09.2022 <i>*restated</i>
Profit/(loss) before tax from continuing operations		165 892	139 335	597 883	296 416
Adjustments					
Depreciation		10 725	12 330	32 193	38 093
Amortization		276	294	879	886
Impairment losses and valuation allowances		-	-	-	-
Foreign exchange (gains)/losses		3 346	(3 634)	2 978	(5 958)
Net (gains)/losses on investment activities		-	(13)	-	(13)
Net (gains)/losses on disposal of property, plant and equipment		(21)	(447)	(344)	(3 758)
Interest, transaction costs (related to loans and borrowings) and dividends, net		(2 265)	4 118	(24 256)	14 542
Change in receivables		(28 249)	(48 175)	(80 550)	(155 582)
Change in inventories		95 290	(71 921)	(90 843)	(141 468)
Change in trade and other payables		(116 947)	13 783	(73 300)	42 545
Change in provisions		-	-	(500)	-
Change in employee benefits obligation		(261)	169	(1 235)	(1 110)
Change in government grants and other deferred income		(133)	(98)	(898)	(67)
Share of profit of associates		-	(118)	(106)	108
Other adjustments		(34)	(883)	(34)	1 454
Cash generated/(outflows) from operating activities		127 619	44 740	361 867	86 088
Income tax (paid)/returned, incl.		(5 166)	(20 410)	(38 298)	(32 577)
Net cash from operating activities		122 453	24 330	323 569	53 511
Cash flows from investing activities					
Proceeds from sale of property, plant and equipment		132	426	504	6 333
Acquisition of shares in consolidated companies (net of cash acquired)		(4)	-	(10)	(3)
Proceeds from sale of other investments		-	183	-	183
Interest received		6	-	7	-
Repayment of loans granted		2	87	23	87
Other inflows from investing activities		4	-	4	-
Acquisition of property, plant and equipment		(30 690)	(29 372)	(126 895)	(61 851)
Acquisition of intangible assets		(19)	(131)	(298)	(928)
Grants received for investing activities		-	145	211	1 279
Loans granted		-	(60)	(6)	(60)
Net cash from investing activities		(30 569)	(28 722)	(126 460)	(54 960)
Cash flows from financing activities					
Net cash receipts from share issue		-	-	106 000	2 914
Proceeds from interest-bearing loans and borrowings		10 000	200 000	132 038	206 500
Proceeds from IRS		-	-	1 703	-
Repayment of interest-bearing loans and borrowings		(50 016)	(142 113)	(59 049)	(161 357)
Payment of lease liabilities		(4 846)	(5 437)	(15 942)	(16 106)
Dividends and interests on exchangeable notes paid		(25 713)	-	(25 713)	(1 974)
Interest and transaction costs (related to loans and borrowings) paid		(9 880)	(19 967)	(36 010)	(30 333)
Fee relating to withholding tax relating to financing activities		-	-	-	(924)
Other transactions with the Owner		-	-	(107 415)	-
Net cash from financing activities		(80 455)	32 483	(4 388)	(1 280)
Net increase / (decrease) in cash and cash equivalents		11 429	28 091	192 721	(2 729)
Cash and cash equivalents net of bank overdraft, at 1 January/1 July		271 902	69 735	90 610	100 555
Cash and cash equivalents net of bank overdraft, at 30 September	19	283 331	97 826	283 331	97 826
- including cash restricted for use	19	138 332	6 591	138 332	6 591

*details in note 4

The condensed consolidated interim statement of cash flows should be read in conjunction with the explanatory notes constituting part of the condensed consolidated interim financial statements

Condensed consolidated statement of cash flows (last twelve months)

<i>in PLN thousand</i>	<i>Note</i>	01.10.2021 - 30.09.2022	01.10.2020 - 30.09.2021 *restated
(Loss)/profit before tax		754 097	301 632
Adjustments			
Depreciation		44 720	50 029
Amortization		1 201	1 186
Impairment losses and valuation allowances		-	-
Foreign exchange (gains)/losses		7 987	(4 947)
Net (gains)/losses on investment activities		-	(13)
Net (gains)/losses on disposal of property, plant and equipment		(712)	(3 766)
Interest, transaction costs (related to loans and borrowings) and dividends, net		(37 301)	18 110
Change in receivables		(154 448)	(134 399)
Change in inventories		(100 849)	(162 872)
Change in trade and other payables		(62 393)	105 601
Change in provisions		1 275	-
Change in employee benefits obligation		1 763	(1 277)
Change in government grants and other deferred income		1 719	59
Share of profit of associates		(244)	108
Other adjustments		573	1 088
Cash generated from operating activities		457 388	170 539
Income tax (paid)/returned, incl.		(67 318)	(32 637)
Net cash from operating activities		390 070	137 902

The condensed consolidated interim statement of cash flows should be read in conjunction with the explanatory notes constituting part of the condensed consolidated interim financial statements

Condensed consolidated statement of cash flows (last twelve months) - continued

<i>in PLN thousand</i>	<i>Note</i>	01.10.2021 - 30.09.2022	01.10.2020 - 30.09.2021
Cash flows from investing activities			
Proceeds from sale of property, plant and equipment		927	6 389
Proceeds from sale of intangibles		-	5
Acquisition of shares in consolidated companies		(10)	(3)
Proceeds from sale of other investments		-	183
Interest received		7	-
Dividends received		40	-
Repayment of loans granted		23	88
Other inflows/(outflows) from investing activities		4	-
Acquisition of property, plant and equipment		(164 070)	(72 929)
Acquisition of intangible assets		(832)	(2 129)
Grants received for investing activities		296	1 698
Loans granted		(6)	(60)
Net cash from investing activities		(163 621)	(66 758)
Cash flows from financing activities			
Net cash receipts from share issue		106 000	2 914
Proceeds from interest-bearing loans and borrowings		134 538	206 500
Proceeds from IRS		1 703	-
Repayment of interest-bearing loans and borrowings		(64 079)	(184 118)
Payment of lease liabilities		(20 405)	(19 872)
Dividends and interests on exchangeable notes paid		(49 452)	(1 974)
Interest and transaction costs (related to loans and borrowings) paid		(41 834)	(35 637)
Fee relating to withholding tax relating to financing activities		-	(924)
Other transactions with the Owner		(107 415)	-
Net cash from financing activities		(40 944)	(33 111)
Net increase / (decrease) in cash and cash equivalents		185 505	38 033
Cash and cash equivalents net of bank overdraft, at 1 October		97 826	59 793
Cash and cash equivalents net of bank overdraft, at 30 September	<i>19</i>	283 331	97 826
- including cash restricted for use	<i>19</i>	138 332	6 591

*details in note 4

The condensed consolidated interim statement of cash flows should be read in conjunction with the explanatory notes constituting part of the condensed consolidated interim financial statements

Condensed consolidated statement of changes in equity

	Attributable to owners of the Parent Company						
	Issued capital	Reserves (incl. treasury shares)	Foreign currency translation reserves	Retained earnings	Total	Non-controlling interests	Total equity
in PLN thousand							
Equity as at 1 January 2021	185 911	101 373	96	380	287 760	19 254	307 014
Total comprehensive income	-	-	(7)	224 419	224 412	13 755	238 167
- (loss)/profit	-	-	-	224 419	224 419	13 755	238 174
- foreign currency translation differences relating to foreign operations	-	-	(7)	-	(7)	-	(7)
Transactions with owners of the Company, recognised in equity							
Contribution by and distributions to owners of the Company	71 220	(73 198)	-	(23 898)	(25 876)	-	(25 876)
Dividends	-	(3 789)	-	(21 924)	(25 713)	-	(25 713)
Conversion of exchangeable notes	68 505	(68 505)	-	-	-	-	-
Interests on exchangeable notes in the period	-	-	-	(1 974)	(1 974)	-	(1 974)
Redemption of exchangeable notes	-	(1 103)	-	-	(1 103)	-	(1 103)
Issue of shares	2 715	199	-	-	2 914	-	2 914
Change in ownership interests	-	-	-	23	23	(26)	(3)
Changes in minority after acquisition	-	-	-	23	23	(26)	(3)
Transfer of profit	-	1 906	-	(1 906)	-	-	-
Equity as at 30 September 2021	257 131	30 081	89	199 018	486 319	32 983	519 302
Equity as at 1 January 2021	185 911	101 373	96	380	287 760	19 254	307 014
Total comprehensive income	-	-	(12)	342 770	342 758	20 756	363 514
- (loss)/profit	-	-	-	342 770	342 770	20 756	363 526
- foreign currency translation differences relating to foreign operations	-	-	(12)	-	(12)	-	(12)
Transactions with owners of the Company, recognised in equity							
Contribution by and distributions to owners of the Company	71 220	(73 978)	-	(23 898)	(26 656)	-	(26 656)
Dividends	-	(3 789)	-	(21 924)	(25 713)	-	(25 713)
Issue of shares	2 715	199	-	-	2 914	-	2 914
Conversion of exchangeable notes	68 505	(68 505)	-	-	-	-	-
Interests on exchangeable notes in the period	-	-	-	(1 974)	(1 974)	-	(1 974)
Redemption of exchangeable notes	-	(1 103)	-	-	(1 103)	-	(1 103)
Other settlements with the Owner	-	(780)	-	-	(780)	-	(780)
Change in ownership interests	-	-	-	23	23	(26)	(3)
Changes in minority after acquisition	-	-	-	23	23	(26)	(3)
Transfer of profit	-	1 906	-	(1 906)	-	-	-
Equity as at 31 December 2021	257 131	29 301	84	317 369	603 885	39 984	643 869

The consolidated statement of changes in equity should be read in conjunction with the explanatory notes constituting part of the consolidated financial statements

Condensed consolidated statement of changes in equity - continued

	Attributable to owners of the parent						
	Issued capital	Reserves (incl. treasury shares)	Foreign currency translation reserves	Retained earnings	Total	Non-controlling interests	Total equity
<i>in PLN thousand</i>							
Equity as at 1 January 2022	257 131	29 301	84	317 369	603 885	39 984	643 869
Total comprehensive income	-	-	(84)	451 178	451 094	25 701	476 795
- profit	-	-	-	451 178	451 178	25 701	476 879
- foreign currency translation differences relating to foreign operations	-	-	(84)	-	(84)	-	(84)
Transactions with owners of the Company, recognised in equity							
Contribution by and distributions to owners of the Company	-	-	-	(25 713)	(25 713)	-	(25 713)
Dividends	-	-	-	(25 713)	(25 713)	-	(25 713)
Change in ownership interests	-	-	-	92	92	(105)	(13)
Changes in minority after acquisition	-	-	-	92	92	(105)	(13)
Transfer of profit	-	322 247	-	(322 247)	-	-	-
Equity as at 30 September 2022	257 131	351 548	-	420 679	1 029 358	65 580	1 094 938
Equity as at 1 July 2022	257 131	351 548	-	297 457	906 136	58 466	964 602
Total comprehensive income	-	-	-	123 124	123 124	7 219	130 343
- profit	-	-	-	123 124	123 124	7 219	130 343
- foreign currency translation differences relating to foreign operations	-	-	-	-	-	-	-
Change in ownership interests	-	-	-	98	98	(105)	(7)
Changes in minority after acquisition	-	-	-	98	98	(105)	(7)
Equity as at 30 September 2022	257 131	351 548	-	420 679	1 029 358	65 580	1 094 938

The condensed consolidated interim statement of changes in equity should be read in conjunction with the explanatory notes constituting part of the condensed consolidated interim financial statements

1 Parent entity

Cognor Holding S.A. - previously Cognor S.A. ("Cognor Holding", "the Company", "the Parent Company") with its seat in Poraj, Poland, is the Parent Company of the Group. Until 29 August 2011, the Parent Company of the Group was Złomrex S.A. The Company was established in 1991. Since 1994 Cognor's shares are quoted on Warsaw Stock Exchange. Till May 2011, the main activity of the Parent Company was distribution of steel products. After May 2011, Cognor S.A. became a holding company. On November 29, 2016 the Company has changed its name into Cognor Holding S.A.

The main activities of the Group comprise: trade in scrap, casting steel billets from scrap and production of long steel products from billets.

2 Cognor Holding S.A. Group

The condensed consolidated interim financial statements as at and for the nine months ended 30 September 2022 comprise the Parent Company and its subsidiaries ("the Group"). Details of the subsidiaries that comprise the Group as at 30 September 2022 are presented in the table below.

Name of the entity	Seat of the entity	Ownership interest and voting rights	Date of obtaining control
COGNOR S.A.	Poland	94.40%	2006-01-27*
COGNOR HOLDING S.A. Sp. k.	Poland	98.0%	2008-03-25*
MADROHUT Sp. z o.o.	Poland	23.6% (associate)	11.04.2014

* date of obtaining control by Złomrex S.A. Group

Acquisitions in 2022

In the first nine months of 2022, Cognor Holding S.A. purchased shares of Cognor S.A. worth PLN 17 thousand. This changed the percentage share in the share capital of Cognor S.A. by 0.01% from 94.39% to 94.40%.

Liquidations in 2022

On March 8, 2022, Cognor International Finance Ltd was liquidated and removed from the UK court register.

Changes in 2022

On June 3, 2022, the contribution of Cognor Holding S.A. decreased to Cognor Holding S.A. Sp. k. by PLN 11 796 thousand. Additionally, new partners joined the company. The amended articles of association provide that the share of Cognor Holding S.A. in the company's profits in 2022 it will still be 98%, while from 1 January 2023 it will be 50.9%.

3 Basis of preparation of consolidated financial statements

a) Statement of compliance

The condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standard IAS 34 Interim Financial Reporting as adopted by the European Union. They do not include all of the information required for full annual financial statements, and should be read in conjunction with the consolidated financial statements of the Group as at and for the year ended 31 December 2021.

These condensed consolidated interim financial statements were approved by the Board of Directors on 28 October 2022.

b) Ongoing basis

The condensed consolidated financial statements as of and for the period ended 30 September 2022 have been prepared on the going concern basis.

c) Significant accounting policies

The accounting policies applied by the Group in these condensed consolidated interim financial statements are the same as those applied by the Group in its annual consolidated financial statements as at 31 December 2021, prepared in accordance with International Financial Reporting Standards as adopted by the European Union ("EU IFRS").

Amendments to existing standards applied for the first time in the Company's financial statements for 2022

The following amendments to existing standards issued by the International Accounting Standards Board (IASB) and endorsed for use in the EU enter into force for the first time in the Group's financial statements from January 1, 2022:

- a) amendments to IAS 16 'Property, plant and equipment' - revenues earned before acceptance of the non-current asset for use, approved in the EU on June 28, 2021 (effective for annual periods beginning on or after January 1, 2022),
- b) amendments to IAS 37 'Provisions, contingent liabilities and contingent assets' - onerous contracts - cost of fulfilling the contract approved in the EU on June 28, 2021 (effective for annual periods beginning on or after January 1, 2022),
- c) amendments to IFRS 3 'Business combinations' - amendments to references to conceptual assumptions together with amendments to IFRS 3 endorsed by the EU on June 28, 2021 (effective for annual periods beginning on or after January 1, 2022),
- d) changes to various standards 'Improvements to IFRS (2018-2020 cycle)' - changes made as part of the procedure of introducing annual improvements to IFRS (IFRS 1, IFRS 9, IFRS 16 and IAS 41) aimed mainly at resolving inconsistencies and clarifying the vocabulary - endorsed in the EU on June 28, 2021 (amendments to IFRS 1, IFRS 9 and IAS 41 are effective for annual periods beginning on or after January 1, 2022. Amendments to IFRS 16 are illustrative only, therefore no date is provided. its entry into force.)

In the Group's opinion, the above the standards and interpretations will not have a significant impact on the consolidated financial statements.

New standards and amendments to existing standards that have already been issued by the IASB and endorsed by the EU, but not yet effective

In approving these consolidated financial statements, the following amendments to existing standards have been issued by the IASB and endorsed for use in the EU, which are effective at a later date:

- a) IFRS 17 'Insurance Contracts' with subsequent amendments to IFRS 17 published by the IASB on June 25, 2020 - endorsed by the EU on November 19, 2021 (effective for annual periods beginning on or after January 1, 2023),
- b) amendments to IAS 1 'Presentation of Financial Statements' - Disclosures on the applied accounting policies endorsed by the EU on March 2, 2022 (effective for annual periods beginning on or after January 1, 2023),
- c) amendments to IAS 8 'Accounting Policies, Changes in Accounting Estimates and Errors' - Definition of Accounting Estimates endorsed by the EU on March 2, 2022 (effective for annual periods beginning on or after January 1, 2023).

In the Group's opinion, the above the standards and interpretations will not have a significant impact on the consolidated financial statements.

New standards and amendments to existing standards issued by the IASB but not yet endorsed for use in the EU

The IFRS as approved by the EU do not currently differ significantly from the regulations issued by the International Accounting Standards Board (IASB), except for the following new standards and amendments to standards which, as at the date of publication of the financial statements, have not yet been approved for use in EU:

- a) amendments to IAS 1 'Presentation of financial statements' - Classification of liabilities as short-term or long-term (effective for annual periods beginning on or after January 1, 2023),
- b) amendments to IAS 12 'Income tax' - Deferred tax relating to assets and liabilities from a single transaction (effective for annual periods beginning on or after January 1, 2023),
- c) amendments to IFRS 17 'Insurance Contracts' - application of IFRS 17 and IFRS 9 for the first time - comparative data (effective for annual periods beginning on or after January 1, 2023).
- d) IFRS 14 'Deferred balances from regulated activities' (effective for annual periods beginning on or after January 1, 2016) - the European Commission decided not to start the process of approving this interim standard for application in the EU until the final version of IFRS 14 ,
- e) amendments to IFRS 10 'Consolidated Financial Statements' and IAS 28 'Investments in Associates and Joint Ventures' - Sale or contribution of assets between an investor and its associate or joint venture and subsequent amendments (the effective date of the amendments has been postponed until completion of research work on the equity method).

According to the Group's estimates, the above-mentioned new standards and changes to the existing standards would not have a significant impact on the consolidated financial statements, if they had been applied by the Group as at the balance sheet date.

d) Estimates

The preparation of interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, equity and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and other factors that are believed to be reasonable under the circumstances and the results of which form a basis for professional judgment on carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

In preparing these condensed consolidated interim financial statements, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those applicable to the consolidated financial statements as at and for the year ended 31 December 2021.

When preparing the interim condensed consolidated financial statements, accounting estimates and assumptions were made, in particular in determining the expected revenues from compensation for the increase in quotations of CO2 emission rights, assets and liabilities relating to leases, settlements with the owner, depreciation costs of fixed and intangible assets, inventory valuation, valuation of receivables and derivatives, determination of the value of provisions and valuation of assets and provisions for deferred tax and asset impairment analysis.

e) Additional comparative periods

The Group publishes additional comparative periods for the last 12 months for the statement of profit or loss and other income and for cash flow statement.

4 Transformation of comparative data in the consolidated financial statements

The group decided to change:

- a) presentation of Perpetual usufruct of land under Property, plant and equipment (under the Land category), because treated as a long-term lease of land meets the definition of the right to use assets in accordance with IFRS 16 and is not separately a significant item. In connection with the above, the comparable data for 30 June 2021 was transformed in the statement of financial position and the statement of cash flows,
 - b) presentation of liabilities due to bills of exchange under interest-bearing liabilities, because it is a debt security and is a financial liability. Therefore the comparable data was transformed in the statement of cash flows,
 - c) presentation of revenues from the sale of electricity purchased for production purposes as a reduction in the cost of energy consumption. Therefore, the comparable data was transformed in the statement of profit and loss and other comprehensive income.
- Adequate transformations have been made in the notes.

a) change in the presentation of Perpetual usufruct of land

Extract from the consolidated statement of financial position as at September 30, 2021

<i>in PLN thousand</i>	according to the approved report for September 30, 2021	Adjustments	Restated data
Property, plant and equipment	442 581	30 414	472 995
Perpetual usufruct of land	30 414	(30 414)	-
Total non-current assets	530 752	-	530 752

Extract from the consolidated statement of cash flows for the period 01.01.2021-30.09.2021

<i>in PLN thousand</i>	according to the approved report for September 30, 2021	Adjustments	Restated data
Proceeds from sale of property, plant and equipment	4 753	1 580	6 333
Proceeds from sale of perpetual usufruct	1 580	(1 580)	-
Net cash from investing activities	(54 960)	-	(54 960)

Extract from the consolidated statement of cash flows for the period 01.07.2021-30.09.2021

<i>in PLN thousand</i>	according to the approved report for September 30, 2021	Adjustments	Restated data
Proceeds from sale of property, plant and equipment	425	1	426
Proceeds from sale of perpetual usufruct	1	(1)	-
Net cash from investing activities	(28 722)	-	(28 722)

Extract from the consolidated statement of cash flows for the period 01.10.2020-30.09.2021 (LTM)

<i>in PLN thousand</i>	according to the approved report for September 30, 2021	Adjustments	Restated data
Proceeds from sale of property, plant and equipment	4 809	1 580	6 389
Proceeds from sale of perpetual usufruct	1 580	(1 580)	-
Net cash from investing activities	(66 758)	-	(66 758)

b) change in the presentation of liabilities due to bills of exchange

Extract from the consolidated statement of cash flows for the period 01.01.2021-30.09.2021

<i>in PLN thousand</i>	according to the approved report for September 30, 2021	Adjustments	Restated data
Interest, transaction costs (related to loans and borrowings) and dividends, net	14 478	64	14 542
Change in trade and other payables	40 329	2 216	42 545
Cash generated/(outflows) from operating activities	83 808	2 280	86 088
Net cash from operating activities	51 231	2 280	53 511
Repayment of interest-bearing loans and borrowings	(159 141)	(2 216)	(161 357)
Interest and transaction costs (related to loans and borrowings) paid	(17 019)	(13 314)	(30 333)
Other transactions with the Owner	(13 250)	13 250	-
Net cash from financing activities	1 000	(2 280)	(1 280)

Extract from the consolidated statement of cash flows for the period 01.07.2021-30.09.2021

<i>in PLN thousand</i>	according to the approved report for September 30, 2021	Adjustments	Restated data
Interest, transaction costs (related to loans and borrowings) and dividends, net	4 054	64	4 118
Change in trade and other payables	11 567	2 216	13 783
Cash generated/(outflows) from operating activities	42 460	2 280	44 740
Net cash from operating activities	22 050	2 280	24 330
Repayment of interest-bearing loans and borrowings	(139 897)	(2 216)	(142 113)
Interest and transaction costs (related to loans and borrowings) paid	(9 653)	(10 314)	(19 967)
Other transactions with the Owner	(10 250)	10 250	-
Net cash from financing activities	34 763	(2 280)	32 483

Extract from the consolidated statement of cash flows for the period 01.10.2020-30.09.2021 (LTM)

<i>in PLN thousand</i>	according to the approved report for September 30, 2021	Adjustments	Restated data
Interest, transaction costs (related to loans and borrowings) and dividends, net	18 046	64	18 110
Change in trade and other payables	103 385	2 216	105 601
Cash generated/(outflows) from operating activities	168 259	2 280	170 539
Net cash from operating activities	135 622	2 280	137 902
Repayment of interest-bearing loans and borrowings	(181 902)	(2 216)	(184 118)
Interest and transaction costs (related to loans and borrowings) paid	(22 323)	(13 314)	(35 637)
Other transactions with the Owner	(13 250)	13 250	-
Net cash from financing activities	(30 831)	(2 280)	(33 111)

c) change in the presentation of sales of surplus purchased electricity

Extract from the consolidated statement of profit or loss and other comprehensive income for the period 01.01.2021-30.09.2021

	according to the approved report for September			Restated data
<i>in PLN thousand</i>	30, 2021	Adjustments		
Revenues	2 017 103	(36 548)		1 980 555
Cost of sales	(1 619 360)	36 548		(1 582 812)
Gross profit	397 743	-		397 743

Extract from the consolidated statement of profit or loss and other comprehensive income for the period 01.07.2021-30.09.2021

	according to the approved report for September			Restated data
<i>in PLN thousand</i>	30, 2021	Adjustments		
Revenues	716 900	(13 701)		703 199
Cost of sales	(556 036)	13 701		(542 335)
Gross profit	160 864	-		160 864

Extract from the consolidated statement of profit or loss and other comprehensive income for the period 01.10.2020-30.09.2021 (LTM)

	according to the approved report for September			Restated data
<i>in PLN thousand</i>	30, 2021	Adjustments		
Revenues	2 461 965	(36 548)		2 425 417
Cost of sales	(2 021 897)	36 548		(1 985 349)
Gross profit	440 068	-		440 068

5 Revenues from sale

in PLN thousand

Revenue from sale goods or services transferred to customers at a point in time
Revenue from sale goods or services transferred to customers over time

Revenues from sale of products
Revenues from sale of services
Revenues from sale of goods
Revenues from sale of raw materials

01.01.2022- 30.09.2022	01.01.2021- 30.09.2021
2 735 629	1 977 104
7 886	3 451
2 743 515	1 980 555
2 376 769	1 667 643
33 887	30 128
331 904	271 173
955	11 611
2 743 515	1 980 555

Revenues are generated from the following sources:

-sale of steel scrap and non-ferrous metals scrap	299 828	249 157
-sale of slabs, ingots	586 522	333 677
-sale of rolled bars, rolled slabs and sheets	894 267	555 506
-sale of ribbed, flat, round, square bars, angles, tees, channels, sections	780 311	727 691
-sale of bronze and zinc casting alloys shafts and sleeves	94 824	57 110
-sale of transport services	24 143	16 706
-sale of houses and apartments	32 255	1 830
-sale resulting from the construction contract	7 886	3 451
-other sale	23 479	35 427

6 Segment reporting

Management has determined the operating segments based on the reports reviewed by the Management Board of the Parent Company that are used to make strategic decisions.

The following main activities have been distinguished:

- scrap metal: comprising purchasing, sorting, processing, refining and subsequent shipment and sale of scrap metal to external customers,
- billets HSJ: comprising production and purchase of steel billets (crude steel) and their subsequent sale to external customers, carried out by our melting shop HSJ in Stalowa Wola,
- billets Ferrostal (FER): comprising production and purchase of steel billets (crude steel), including from other segments, and their subsequent sale to external customers, carried out by our melting shop Ferrostal in Gliwice,
- finished products HSJ: comprising production and purchase of finished steel products, including from other segments, and their subsequent sale to external customers, carried out by our rolling mill HSJ in Stalowa Wola,
- finished products FER: comprising production and purchase of finished steel products and their subsequent sale to external customers, carried out by our rolling mill Ferrostal in Gliwice,
- non-ferrous scrap metal: comprising purchasing, sorting, processing, refining and subsequent shipment and sale to external customers of non-ferrous scrap metal,
- non-ferrous finished products: comprising production (from own or from customer's material) and purchase of non-ferrous products, such as bronze shafts and sleeves as well as aluminum alloys in the form of ingots, and then their subsequent shipment and sale to
- other: including transportation services, property development and other activities.

Sales between segments are carried out at arm's length. The revenue from external parties reported to the Management Board of the Parent Company is measured in a manner consistent with that in the statement of comprehensive income.

6 Segment reporting - continued

Business segments (for the three months ended 30 September)

in PLN thousand

	Scrap metal	Billets HSJ	Billets FER	Finished products HSJ	Finished products FER	Non- ferrous scrap metal	Non- ferrous finished products	Other	Unallocated	Eliminations	Consolidated
30.09.2022											
Revenue from external customers	47 213	109 334	71 139	251 254	200 086	24 728	30 551	10 792	3 120		
Inter-segment revenue	67 252	42 955	2 244	13 590	3 355	8 055	-	10 528	2 561		
Total revenue	114 465	152 289	73 383	264 844	203 441	32 783	30 551	21 320	5 681	(149 333)	749 424
Cost of sales to external customers	(44 975)	(95 520)	(36 318)	(193 067)	(108 556)	(23 125)	(25 537)	(7 683)	(2 798)		
Inter-segment cost of sales	(63 968)	(33 481)	(2 536)	(8 981)	(4 189)	(7 592)	-	(10 208)	(65)		
Total cost of sales	(108 943)	(129 001)	(38 854)	(202 048)	(112 745)	(30 717)	(25 537)	(17 891)	(2 863)	143 469	(525 130)
Segment result	5 522	23 288	34 529	62 796	90 696	2 066	5 014	3 429	2 818	(5 864)	224 294
Other income	29	871	1 314	2 224	3 614	3	48	831	671	(99)	9 506
Distribution and administrative expenses	(464)	(6 143)	(3 799)	(14 435)	(11 491)	(5 282)	(1 612)	(2 039)	(10 849)	583	(55 531)
Other gain/(losses) net	(3)	646	597	1 953	1 459	12	317	261	5 228	-	10 470
Other expenses	(123)	(201)	(3 603)	(489)	(9 764)	(26)	(85)	(1 667)	(563)	81	(16 440)
Operating profit/(loss)	4 961	18 461	29 038	52 049	74 514	(3 227)	3 682	815	(2 695)	(5 299)	172 299
Net financing costs									(6 406)	(1)	(6 407)
Share of profit of associates, net of tax											-
Income tax expense											(35 549)
Profit for the period											130 343

in PLN thousand

	Scrap metal	Billets HSJ	Billets FER	Finished products HSJ	Finished products FER	Non- ferrous scrap metal	Non- ferrous finished products	Other	Unallocated	Eliminations	Consolidated
30.09.2021											
Revenue from external customers	64 207	45 911	74 628	193 970	256 889	24 875	21 280	18 122	3 292		
Inter-segment revenue	95 800	21 588	-	5 096	25 684	4 275	-	2 242	2 313		
Total revenue	160 007	67 499	74 628	199 066	282 573	29 150	21 280	20 364	5 605	(156 973)	703 199
Cost of sales to external customers	(58 087)	(43 609)	(52 471)	(154 792)	(191 049)	(22 321)	(17 603)	(16 107)	(2 294)		
Inter-segment cost of sales	(89 372)	(19 041)	-	(3 755)	(18 126)	(3 916)	-	(1 541)	(121)		
Total cost of sales	(147 459)	(62 650)	(52 471)	(158 547)	(209 175)	(26 237)	(17 603)	(17 648)	(2 415)	151 870	(542 335)
Segment result	12 548	4 849	22 157	40 519	73 398	2 913	3 677	2 716	3 190	(5 103)	160 864
Other income	62	1 278	1 889	8 710	11 659	15	55	1 416	12	(26)	25 070
Distribution and administrative expenses	(6 324)	(1 680)	(924)	(10 557)	(9 463)	(1 125)	(2 030)	(976)	(6 745)	(6)	(39 830)
Other gain/(losses) net	23	564	128	2 248	557	9	120	(957)	3 091	(1 960)	3 823
Other expenses	(168)	(38)	(65)	(269)	(290)	(35)	(17)	(20)	(154)	51	(1 005)
Operating profit	6 141	4 973	23 185	40 651	75 861	1 777	1 805	2 179	(606)	(7 044)	148 922
Net financing costs									(9 606)	(98)	(9 704)
Share of profit of associates, net of tax											117
Income tax expense											(25 855)
Profit/(loss) for the period											113 480

Business segments (for the nine months ended 30 September)

in PLN thousand

30.09.2022	Scrap metal	Billets HSJ	Billets FER	Finished products	Finished products	Non-ferrous	Non-ferrous	Other	Unallocated	Eliminations	Consolidated
Revenue from external customers	216 569	299 706	286 816	894 267	780 311	83 259	94 824	76 974	7 913		
Inter-segment revenue	325 276	101 476	54 293	38 304	58 597	21 855	-	21 126	22 771		
Total revenue	541 845	401 182	341 109	932 571	838 908	105 114	94 824	98 100	30 684	(640 822)	2 743 515
Cost of sales to external customers	(197 362)	(263 458)	(199 457)	(674 645)	(553 391)	(76 799)	(80 041)	(58 058)	(7 094)		
Inter-segment cost of sales	(311 406)	(82 642)	(37 570)	(26 633)	(42 578)	(20 222)	-	(18 034)	(3 553)		
Total cost of sales	(508 768)	(346 100)	(237 027)	(701 278)	(595 969)	(97 021)	(80 041)	(76 092)	(10 647)	632 957	(2 019 986)
Segment result	33 077	55 082	104 082	231 293	242 939	8 093	14 783	22 008	20 037	(7 865)	723 529
Other income	44	2 280	4 232	7 516	10 684	15	247	2 117	684	(222)	27 597
Distribution and administrative expenses	(19 546)	(14 729)	(7 999)	(44 462)	(39 245)	(3 810)	(4 151)	(5 217)	(38 778)	12 774	(165 163)
Other gain/(losses) net	156	1 007	707	3 307	1 561	45	633	525	3 455	(235)	11 161
Other expenses	(165)	(557)	(3 805)	(1 826)	(10 114)	(38)	(297)	(1 741)	(1 423)	399	(19 567)
Operating profit/(loss)	13 566	43 083	97 217	195 828	205 825	4 305	11 215	17 692	(16 025)	4 851	577 557
Net financing costs									20 137	83	20 220
Share of profit of associates, net of tax											106
Income tax expense											(121 004)
Profit for the period											476 879

in PLN thousand

30.09.2021	Scrap metal	Billets HSJ	Billets FER	Finished products	Finished products	Non-ferrous	Non-ferrous	Other	Unallocated	Eliminations	Consolidated
Revenue from external customers	178 462	149 776	183 901	555 506	727 691	70 695	57 110	50 952	6 387		
Inter-segment revenue	229 838	54 459	8 035	10 851	54 247	14 468	-	7 452	6 559		
Total revenue	408 300	204 235	191 936	566 357	781 938	85 163	57 110	58 404	12 946	(385 834)	1 980 555
Cost of sales to external customers	(160 242)	(138 613)	(142 911)	(454 716)	(577 725)	(62 981)	(47 635)	(43 969)	(5 147)		
Inter-segment cost of sales	(215 466)	(47 002)	(6 516)	(8 664)	(40 513)	(13 226)	-	(5 376)	(580)		
Total cost of sales	(375 708)	(185 615)	(149 427)	(463 380)	(618 238)	(76 207)	(47 635)	(49 345)	(5 727)	388 470	(1 582 812)
Segment result	32 592	18 620	42 509	102 977	163 700	8 956	9 475	9 059	7 219	2 636	397 743
Other income	83	2 045	3 273	11 591	17 615	23	164	2 450	42	(115)	37 171
Distribution and administrative expenses	(18 473)	(7 172)	(4 422)	(33 938)	(27 624)	(3 900)	(4 676)	(2 949)	(18 187)	57	(121 284)
Other gain/(losses) net	59	352	99	1 452	424	17	130	300	2 924	154	5 911
Other expenses	(219)	(343)	(94)	(1 416)	(406)	(46)	(26)	(145)	(206)	102	(2 799)
Operating profit	14 042	13 502	41 365	80 666	153 709	5 050	5 067	8 715	(8 208)	2 834	316 742
Net financing costs									(15 351)	(4 867)	(20 218)
Share of profit of associates, net of tax											(108)
Income tax expense											(58 242)
Profit for the period											238 174

Business segments (for the twelve months ended 30 September)

in PLN thousand

30.09.2022	Scrap metal	Billets HSJ	Billets FER	Finished products HSJ	Finished products FER	Non-ferrous scrap metal	Non-ferrous finished products	Other	Unallocated	Eliminations	Consolidated
Revenue from external customers	277 888	371 201	347 905	1 100 906	1 132 349	111 080	121 261	100 167	8 453		
Inter-segment revenue	400 514	130 645	67 552	42 841	92 675	26 003	-	24 039	29 525		
Total revenue	678 402	501 846	415 457	1 143 747	1 225 024	137 083	121 261	124 206	37 978	(810 893)	3 574 111
Cost of sales to external customers	(252 283)	(328 664)	(248 726)	(832 135)	(816 467)	(101 950)	(100 841)	(75 069)	(8 312)		
Inter-segment cost of sales	(382 696)	(107 776)	(48 023)	(29 841)	(68 227)	(24 151)	-	(20 201)	(7 882)		
Total cost of sales	(634 979)	(436 440)	(296 749)	(861 976)	(884 694)	(126 101)	(100 841)	(95 270)	(16 194)	793 833	(2 659 411)
Segment result	43 423	65 406	118 708	281 771	340 330	10 982	20 420	28 936	21 784	(17 060)	914 700
Other income	206	4 050	5 837	13 843	18 076	53	340	2 216	693	(6 988)	38 326
Distribution and administrative expenses	(26 048)	(18 660)	(9 018)	(57 154)	(51 900)	(5 346)	(6 041)	(8 041)	(47 344)	19 509	(210 043)
Other gain/(losses) net	266	328	716	588	1 615	67	619	442	3 463	(373)	7 731
Other expenses	(344)	(749)	(3 867)	(2 481)	(10 394)	(79)	(383)	(1 795)	(2 515)	462	(22 145)
Operating profit/(loss)	17 503	50 375	112 376	236 567	297 727	5 677	14 955	21 758	(23 919)	(4 450)	728 569
Net financing costs									25 200	84	25 284
Share of profit of associates, net of tax											244
Income tax expense											(151 866)
Profit for the period											602 231

in PLN thousand

	Scrap metal	Billets HSJ	Billets FER	Finished products HSJ	Finished products FER	Non- ferrous scrap metal	Non- ferrous finished products	Other	Unallocated	Eliminations	Consolidated
30.09.2021											
Revenue from external customers	212 866	189 634	216 318	672 003	903 543	88 436	61 623	72 734	8 144		
Inter-segment revenue	276 816	73 457	11 523	13 807	67 705	19 280	1	8 934	7 973		
Total revenue	489 682	263 091	227 841	685 810	971 248	107 716	61 624	81 668	16 117	(479 380)	2 425 417
Cost of sales to external customers	(191 322)	(177 504)	(173 562)	(557 488)	(740 127)	(79 224)	(49 410)	(63 990)	(6 433)		
Inter-segment cost of sales	(260 577)	(65 327)	(9 613)	(11 214)	(53 173)	(17 739)	(1)	(6 300)	(756)		
Total cost of sales	(451 899)	(242 831)	(183 175)	(568 702)	(793 300)	(96 963)	(49 411)	(70 290)	(7 189)	478 411	(1 985 349)
Segment result	37 783	20 260	44 666	117 108	177 948	10 753	12 213	11 378	8 928	(969)	440 068
Other income	293	3 030	4 039	14 668	25 029	102	537	3 726	84	(7 898)	43 610
Distribution and administrative expenses	(22 859)	(10 945)	(5 338)	(42 749)	(36 407)	(5 139)	(5 418)	(4 973)	(23 656)	281	(157 203)
Other gain/(losses) net	(105)	351	(20)	1 454	146	(18)	292	268	3 022	149	5 539
Other expenses	(299)	(567)	(88)	(2 056)	(702)	(67)	(70)	(244)	(232)	342	(3 983)
Operating profit	14 813	12 129	43 259	88 425	166 014	5 631	7 554	10 155	(11 854)	(8 095)	328 031
Net financing costs									(24 126)	(2 165)	(26 291)
Share of profit of associates, net of tax											(108)
Income tax expense											(56 082)
Profit for the period											245 550

in PLN thousand

	Scrap metal	Billets HSJ	Billets FER	Finished products HSJ	Finished products FER	Non-ferrous scrap metal	Non-ferrous finished products	Other	Unallocated	Eliminations	Consolidated
30.09.2022											
Segment assets	106 148	107 332	137 899	329 684	732 178	21 130	40 461	50 573	506 008	(92 764)	1 938 649
Segment liabilities	40 700	44 548	58 958	137 088	149 159	8 021	12 239	33 784	468 647	(109 433)	843 711
Depreciation and amortisation	(3 542)	(3 573)	(2 119)	(9)	(20 929)	(695)	(933)	(769)	(593)	90	(33 072)
Capital expenditures	2 696	1 684	15 308	5 095	84 509	526	558	3 931	-	-	114 307

in PLN thousand

	Scrap metal	Billets HSJ	Billets FER	Finished products HSJ	Finished products FER	Non-ferrous scrap metal	Non-ferrous finished products	Other	Unallocated	Eliminations	Consolidated
31.12.2021											
Segment assets	97 512	84 421	67 296	299 829	568 018	21 686	38 183	80 795	316 831	(69 399)	1 505 172
Segment liabilities	36 371	42 316	43 355	150 286	204 443	8 063	13 547	50 772	386 088	(73 938)	861 303
Depreciation and amortisation*	(4 276)	(4 263)	(2 879)	(15 139)	(21 423)	(925)	(984)	(1 355)	(816)	232	(51 828)
Capital expenditures*	366	1 040	5 643	3 695	70 571	174	2 624	194	3 161	-	87 468

* for the entire year 2021

in PLN thousand

	Scrap metal	Billets HSJ	Billets FER	Finished products HSJ	Finished products FER	Non-ferrous scrap metal	Non-ferrous finished products	Other	Unallocated	Eliminations	Consolidated
30.09.2021											
Segment assets	96 294	68 810	56 850	262 904	527 129	20 686	33 079	72 371	276 195	(56 225)	1 358 093
Segment liabilities	48 138	27 682	49 213	105 747	202 516	10 173	12 037	62 529	454 437	(133 681)	838 791
Depreciation and amortisation	(3 270)	(3 043)	(2 217)	(11 629)	(16 053)	(685)	(697)	(821)	(615)	51	(38 979)
Capital expenditures	276	586	4 409	2 243	59 496	148	2 346	158	1 881	-	71 543

Unallocated assets

in PLN thousand

Long-term and short-term investments	1 196	1 109	1 021
Deferred tax assets	-	24 537	28 762
Investment property	117	119	119
Financial assets due to valuation of derivative instruments	71 646	17 534	-
Income tax receivable	38	38	38
Cash and cash equivalents	284 426	107 810	97 826
Assets held for sale	6 977	6 993	7 000
Other receivables (statutory receivables, receivables relating to sale of subsidiaries, etc)	82 358	121 423	114 020
Assets of central office	59 250	37 268	27 409

30.09.2022	31.12.2021	30.09.2021
1 196	1 109	1 021
-	24 537	28 762
117	119	119
71 646	17 534	-
38	38	38
284 426	107 810	97 826
6 977	6 993	7 000
82 358	121 423	114 020
59 250	37 268	27 409
506 008	316 831	276 195

Unallocated liabilities

in PLN thousand

Interest-bearing loans and borrowings	396 494	320 803	303 842
Bank overdraft	1 095	17 200	-
Provisions	1 300	1 800	25
Government grants and other deferred income	9 152	9 839	7 137
Current income tax payables	13 187	2 936	5 319
Other liabilities	27 085	24 378	59 566
Other financial liabilities	-	-	184
Liabilities of disposal assets held for sale	1 523	1 548	1 526
Liabilities of central office	17 196	7 584	76 838

30.09.2022	31.12.2021	30.09.2021
396 494	320 803	303 842
1 095	17 200	-
1 300	1 800	25
9 152	9 839	7 137
13 187	2 936	5 319
27 085	24 378	59 566
-	-	184
1 523	1 548	1 526
17 196	7 584	76 838
468 647	386 088	454 437

7 Property, plant and equipment

During the three months ended 30 September 2022, the Group acquired property, plant and equipment at a cost of PLN 28 386 thousand (three months ended 30 September 2021: PLN 46 774 thousand). Assets with a net book value of PLN 111 thousand were disposed during the three months of 2022 (three months ended 30 September 2021: PLN 9 thousand). On the sale of fixed assets the Group achieved a net gain on disposal of PLN 21 thousand (three months ended 30 September 2021: a net gain on disposal of PLN 446 thousand).

During the nine months ended 30 September 2022, the Group acquired property, plant and equipment at a cost of PLN 131 401 thousand (nine months ended 30 September 2021: PLN 84 074 thousand). Assets with a net book value of PLN 160 thousand were disposed during the nine months of 2022 (nine months ended 30 September 2021: PLN 1 339 thousand). On the sale of fixed assets the Group achieved a net gain on disposal of PLN 344 thousand (nine months ended 30 September 2021: a net gain on disposal of PLN 3 444 thousand).

During the twelve months ended 30 September 2022, the Group acquired property, plant and equipment at a cost of PLN 164 261 thousand (twelve months ended 30 September 2021: PLN 107 197 thousand). Assets with a net book value of PLN 1 728 thousand were disposed of during the twelve months ended 30 September 2022 (twelve months ended 30 September 2021: PLN 3 440 thousand). On the sale of fixed assets the Group achieved a net gain on disposal of PLN 1 026 thousand (twelve months ended 30 September 2021: a net gain on disposal of PLN 3 355 thousand).

Capital commitments

As at 30 September 2022 the Group had capital commitments in the amount of PLN 14 573 thousand (30 June 2022: PLN 9 906 thousand, 31 December 2021: PLN 26 462 thousand, 30 September 2021: PLN 27 442 thousand).

On May 20, 2021, the subsidiary Cognor S.A. concluded with Danieli & C. Officine Meccaniche S.p.a. based in Buttrio, Italy, a Supply Agreement under which Danieli undertook to deliver to Cognor's production facilities:

- a complete production line for the production of hot-rolled bars, which is to replace the current rolling line in Zawiercie and
- a device for winding ribbed bars into coils (spooler) to be located in Krakow.

The total value of the contract is EUR 38 208 thousand. As at September 30, 2022, the contractual obligation not recognized in fixed assets under construction or in advance payments is EUR 29 559 thousand (PLN 143 946 thousand).

The aforementioned investments are to result in: (i) an increase in the Group's production capacity in the scope of manufacturing final products, (ii) a decrease in production costs and (iii) an expansion of the product portfolio.

In addition to the above-mentioned agreement with Danieli, the Group has the following material contractual investment obligations (not shown in the statement of financial position)

	PLN thousand
- delivery, assembly and commissioning of an automated warehouse (Siemianowice Śląskie)	74 995
- comprehensive modernization of the rolling line as a whole and renovation of the pusher furnace (Cracow)	42 854
- design, construction and service of a photovoltaic power plant (Gliwice)	12 852
- modernization of the steel plant - general contractor (Gliwice)	4 236
- 4 gantry cranes (Cracow)	3 431
- 3 slag wagons (Gliwice)	2 508
- electrode arms (Gliwice)	1 062
- 3 scrap wagons (Gliwice)	477
- ladle heater (Gliwice)	112

8 Trade and other receivables

Short-term receivables

in PLN thousand

	30.09.2022	30.06.2022	31.12.2021	30.09.2021
Trade receivables	251 764	221 390	229 475	164 696
Receivables under a construction contract*	22 352	19 228	-	-
Statutory receivables excluding income tax (including recognized receivables due to CO2 compensation)***	51 877	63 805	36 254	72 523
Prepayments for services and inventories	32 433	12 390	4 739	4 248
Prepayments for fixed assets	43 608	32 459	40 356	19 582
Factoring receivables	29 229	57 198	82 255	39 947
Other receivables	5 754	8 826	5 016	5 683
	437 017	415 296	398 095	306 679

Long-term receivables

in PLN thousand

	30.09.2022	30.06.2022	31.12.2021	30.09.2021
Receivables under a construction contract*	-	-	14 466	12 100
Prepayments**	13 159	12 219	-	-
Other receivables	499	496	311	309
	13 658	12 715	14 777	12 409

* service provided to Przemysław Sztuczowski, President of the Management Board - more in note 18

**costs of launching the investment loan at Banco Santander. Due to the partial use of the loan, the Group allocates proportionally the costs of disbursement to the loan tranches taken. The loan can be used until December 21, 2023

*** under this item, the Group discloses the estimated revenue related to compensations related to the increase in quotations of CO2 emission rights June 30, 2022: PLN 42 248 (June 30, 2022: PLN 36 212, December 31, 2021: PLN 24 139 thousand, September 30, 2021: PLN 42 243 thousand). These compensations result from the Act on the compensation system for energy-intensive sectors and subsectors.

In 2021, revenue related to compensations due for 2021 was recognized in the amount of received compensations for 2020, i.e. PLN 24 139 thousand. When calculating the amount due to the Group for 2021, the Management Board adopted: (i) the average price of CO2 emission rights in 2021 announced by the President of the ERO in the amount of PLN 111.35 per ton (ii) the Group's right to increase compensation in connection with art. 7b.1. Compensations for 2021 calculated in this way amounted to PLN 27 744 thousand. However, due to the prudent approach, the Management Board decided to limit this value to the amount of compensation received for the previous year, i.e. to the amount of PLN 24 139 thousand. In 2022, the Management Board decided to recognize revenue based on

The Group regularly uses factoring facilities to improve liquidity. Handing over receivables to factoring results in ceasing their recognition in the financial statements according to IFRS 9. Therefore, all trade receivables that the Group provides to the factor do not meet the criteria of the model "hold to collect" and "hold for the purpose of collection and sale" are therefore classified as "measured at fair value through profit or loss". The application of IFRS 9 changed therefore the method of measurement of these receivables from amortized cost at fair value. The effects of fair value measurement is recognized in the financial result. As at September 30, 2022 the Group discloses PLN 29 229 thousand PLN of factoring receivables (as at June 30, 2022: PLN 57 198 thousand, December 31, 2021: PLN 82 255 thousand, as at September 30, 2021: PLN 39 947 thousand). The fair value of factoring receivables has been estimated based on provisions of factoring and insurance agreements.

The carrying value of trade receivables subject to factoring agreements, including the carrying value of factoring receivables and related liabilities that are continue to be recognized in the statement of financial position is shown below:

	30.09.2022	30.06.2022	31.12.2021	30.09.2021
Trade receivables in total	510 976	592 799	549 343	409 989
Receivables subject to factoring without recourse	(259 212)	(371 409)	(319 868)	(245 293)
Trade receivables net disclosed in the statement of financial position	251 764	221 390	229 475	164 696
Receivables subject to factoring without recourse in the part not financed by the factor (factoring receivables)	29 229	57 198	82 255	39 947

Trade receivables (not transferred to the factor) are classified as measured at amortized cost and are subject to impairment loss. The application of IFRS 9 has affected the calculation of the impairment loss from the model of losses incurred for model of expected losses.

The receivables of the Group do not contain a significant element of financing, the Group applies the simplified approach required by IFRS 9 and therefore the impairment allowance is calculated on the basis of expected loan losses over the entire lifetime of the receivables. The Group uses a write-off matrix in which the impairment allowances are calculated for trade receivables classified as different age ranges or past due periods.

The analysis conducted by the Group shows that the write-down on this account do not significantly affect the consolidated financial statements and amounted as at September 30, 2022: PLN 242 thousand (as at June 30, 2022: PLN 265 thousand, as at December 31, 2021: PLN 220 thousand, as at September 30, 2021: PLN 191 thousand).

9 Inventories

in PLN thousand

	30.09.2022	30.06.2022	31.12.2021	30.09.2021
Raw materials	160 947	175 930	99 943	111 287
Semi-finished goods and work in progress	136 075	135 243	120 245	112 943
Finished products	186 705	262 701	177 182	156 787
Goods for resale	33 003	38 146	28 431	34 677
	516 730	612 020	425 801	415 694

Movements in allowances for inventories

in PLN thousand

	01.01.2022- 30.09.2022	01.01.2022- 30.06.2022	01.01.2021- 31.12.2021	01.01.2021 - 30.09.2021
Opening balance	(12 535)	(12 535)	(16 759)	(16 759)
Recognition	-	-	(758)	-
Utilization	-	-	4 811	-
Reversal	-	-	171	372
Closing balance	(12 535)	(12 535)	(12 535)	(16 387)

In semi-finished goods and work in progress, the Group presents PLN 15 481 thousand as a development project implemented by a subsidiary Cognor Holding S.A. Sp.k. (30 June 2022: PLN 15 183 thousand, 31 December 2021: PLN 38 585 thousand, 30 September 2021: PLN 36 302 thousand).

10 Trade and other payables

Short term

in PLN thousand

	30.09.2022	30.06.2022	31.12.2021	30.09.2021
Trade payables	322 470	442 103	403 985	382 763
Statutory payables	15 520	17 053	10 478	13 490
Investment payables	14 573	9 906	26 462	27 442
Prepayments for services and deliveries of goods	1 641	2 460	23 726	24 015
Liabilities due to Shareholder	26	26	1 415	2 233
Dividend payables	-	25 713	-	25 713
Accrued expenses relating to bonuses for the Management Board	10 953	8 721	10 564	-
Payroll liabilities	9 896	10 070	622	8 795
Accrued expenses relating to employees	16 145	13 025	7 784	11 245
Accrued expenses	11 231	8 381	3 725	2 243
Other payables	1 643	4 626	1 934	9 335
	404 098	542 084	490 695	507 274

11 Equity

Issued share capital

	30.09.2022	30.06.2022	31.12.2021	30.09.2021
Registered shares number at reporting date	171 420 663	171 420 663	171 420 663	171 420 663
Number of issued warrants	94	94	94	200
Nominal value of 1 share	1,5 PLN	1,5 PLN	1,5 PLN	1,5 PLN

At 30 September 2022, the parent Company's share capital comprised 171 420 663 ordinary shares with a nominal value of PLN 1,5 each (30 June 2021: 171 420 663 ordinary shares, 31 December 2021: 171 420 663 ordinary shares; 30 September 2021: 171 420 663 ordinary shares).

The parent Company has no preference shares. Holders of ordinary shares are entitled to receive approved dividends and have the right to one vote per share at the General Meeting of the Company.

On June 30, 2022, the General Meeting of Shareholders of Parent Company adopted a resolution on the payment of dividends in the amount of PLN 0.15 per share. For the payment of the dividend PLN 25,713 thousand was allocated, of which total comes from the net profit for 2021.

Liability due to purchase of Złomrex S.A. shares

In 2011, Cognor Holding S.A. acquired from PS HoldCo Sp. z o.o. shares of Złomrex S.A. The parties concluded an agreement on the financing of the acquisition of these shares in a manner that conditioned the repayment of the liability for the purchase of shares prior to increasing the equity of Cognor Holding S.A. by PS HoldCo Sp. z o.o.

As a consequence of the above, the liability to PS HoldCo Sp. z o.o. in the amount of PLN 106 780 thousand for the acquisition of shares in Złomrex S.A. was presented in equity till 31 December 2021, as its payment was conditional on an equivalent recapitalization of the Parent Entity through the rights resulting from series C warrants (as a result of the expiry of the validity period of series B warrants, which can no longer be used for this settlement).

On December 31, 2021 PS HoldCo Sp. z o.o. announced the acquisition of 106 shares of the Company of issue no. 10 in exchange for 106 warrants of series C. The issue price of one share of issue no. 10 amounts to PLN 1 million. Moreover, on that day PS HoldCo Sp. z o.o. concluded Annex No. 4 with Cognor Holding S.A. stating that the excess liability for the shares of Złomrex S.A. in the amount of PLN 780 thousand remaining after PS HoldCo Sp. z o.o. 106 million in the capital of Cognor Holding S.A. will be returned to PS HoldCo Sp. z o.o.

As a result of the above, a decrease in other reserves in the amount of PLN 780 thousand was presented in equity.

On January 3, 2022, there was a cash inflow to the Company in the amount of PLN 106 000 thousand for the above mentioned share issue. On the same day, the liability of Cognor Holding S.A. towards PS HoldCo Sp. z o.o. for the purchase of Złomrex S.A. shares was regulated in the amount of PLN 107 415 thousand and PLN 61 thousand as interest on this liability.

As at September 30, 2022, the Group has no liabilities due to purchase of shares in Złomrex S.A. and all liabilities in this respect have been settled.

Warrants

As of September 30, 2022, there are still 94 series C warrants owned by PS HoldCo Sp. z o.o. These warrants entitle to take up shares of Cognor Holding S.A. with the issue price of PLN 1 million each. Due to the small number of potential shares resulting from the conversion of the above-mentioned warrants, it will not have a noticeable effect on the dilution of the consolidated results of the Group.

The ownership structure as at 30 September 2022 is presented in the table below:

Shareholder	Shares number	Shares in equity %	Number of votes	Share of votes on General Shareholders' Meeting %
PS HoldCo Sp. z o.o.*	124 997 691	72,92%	124 997 691	72,92%
Przemysław Sztuczkowski	617 781	0,36%	617 781	0,36%
Other shareholders	45 805 191	26,72%	45 805 191	26,72%
Total	171 420 663	100,00%	171 420 663	100,00%

* Przemysław Sztuczkowski owns indirectly 100% of shares in PS HoldCo Sp. z o.o. through 4Workers Sp. Z o.o. and therefore the shares owned by PS HoldCo Sp. z o.o. represent the indirect participation of Przemysław Sztuczkowski in Cognor Holding S.A.

The ownership structure as at the date of previous corrected report's publication (August 19, 2022) is presented in the table below:

Shareholder	Shares number	Shares in equity %	Number of votes	Share of votes on General Shareholders' Meeting %
PS HoldCo Sp. z o.o.*	124 997 691	72,92%	124 997 691	72,92%
Przemysław Sztuczkowski	617 781	0,36%	617 781	0,36%
Pozostali akcjonariusze	45 805 191	26,72%	45 805 191	26,72%
Total	171 420 663	100,00%	171 420 663	100,00%

* Przemysław Sztuczkowski owns indirectly 100% of shares in PS Holdco Sp. z o.o. through 4Workers Sp. Z o.o. and therefore the shares owned by PS Holdco Sp. z o.o. represent the indirect participation of Przemysław Sztuczkowski in Cognor Holding S.A.

The ownership structure as at the date of current report's publication (October 28, 2022) is presented in the table below:

Shareholder	Shares number	Shares in equity %	Number of votes	Share of votes on General Shareholders' Meeting %
PS HoldCo Sp. z o.o.*	124 997 691	72,92%	124 997 691	72,92%
Przemysław Sztuczkowski	617 781	0,36%	617 781	0,36%
Pozostali akcjonariusze	45 805 191	26,72%	45 805 191	26,72%
Total	171 420 663	100,00%	171 420 663	100,00%

* Przemysław Sztuczkowski owns indirectly 100% of shares in PS Holdco Sp. z o.o. through 4Workers Sp. Z o.o. and therefore the shares owned by PS Holdco Sp. z o.o. represent the indirect participation of Przemysław Sztuczkowski in Cognor Holding S.A.

12 Earnings per share

The calculation of basic earnings per share for the three-month period ended 30 September 2022 was based on the profit attributable to ordinary shareholders of PLN 123 124 thousand (the three-month period ended 30 September 2021: profit PLN 106 952 thousand) and a weighted average number of ordinary shares outstanding during the three-month period ended 30 September 2022 of 171 421 thousand (the three-month period ended 30 September 2021: 171 421 thousand).

The weighted average number of shares used to calculate diluted earnings per share during the 3 months period ended September 30, 2022 was 171 421 thousand (30 September 2021: 171 421 thousand).

The calculation of basic earnings per share for the nine-month period ended 30 September 2022 was based on the profit attributable to ordinary shareholders of PLN 451 178 thousand (the nine-month period ended 30 September 2021: profit PLN 224 419 thousand) and a weighted average number of ordinary shares outstanding during the nine-month period ended 30 September 2022 of 171 421 thousand (the nine-month period ended 30 September 2021: 165 745 thousand).

The weighted average number of shares used to calculate diluted earnings per share during the 9 months period ended September 30, 2022 was 171 421 thousand (30 September 2021: 171 553 thousand).

The calculation of basic earnings per share for the twelve-month period ended 30 September 2022 was based on the profit attributable to ordinary shareholders of PLN 569 529 thousand (the twelve-month period ended 30 September 2021: profit PLN 231 487 thousand) and a weighted average number of ordinary shares outstanding during the twelve-month period ended 30 September 2022 of 171 421 thousand (the twelve-month period ended 30 September 2021: 155 294 thousand).

The weighted average number of shares used to calculate diluted earnings per share during the twelve months ended 30 September 2022 was 171 421 thousand (30 September 2021: 171 626 thousand).

13 Interest-bearing loans and borrowings and bank overdraft

in PLN thousand

	30.09.2022	30.06.2022	31.12.2021	30.09.2021
Bank overdraft	1 095	12 974	17 200	-
Non-current liabilities				
Secured bank loans	118 266	116 144	-	-
Secured bond liabilities	118 766	154 779	157 787	157 389
Lease liabilities	97 409	95 100	92 086	81 460
Other borrowings	42	81	114	130
	334 483	366 104	249 987	238 979
Current liabilities				
Current portion of secured bank loans	327	1 169	-	-
Current portion of secured bond liabilities	42 228	48 510	42 163	40 459
Current portion of finance lease liabilities	19 401	20 843	19 550	17 811
Other borrowings	55	66	9 103	6 593
	62 011	70 588	70 816	64 863

Investment loan

On December 21, 2021, an investment loan agreement was signed between the subsidiary Cognor S.A. as the borrower and the Issuer as the guarantor, and Banco Santander S.A. as the sole organizer, agent and lender and Santander Bank Polska S.A. as a security agent, a hedging party and a bank issuing a letter of credit, on the basis of which Cognor S.A. an investment term loan was granted in EUR and PLN tranches, in the maximum amounts of EUR 30 500 thousand and PLN 240 000 thousand. This loan is intended to finance an investment related to the contract concluded by Cognor S.A. with Danieli & C. Officine Meccaniche S.p.a. for the supply of a complete production line for the production of hot-rolled bars and a device for coiling ribbed bars into coils (spooler).

The final repayment date for the loan was set on December 21, 2031, with the repayment period starting after the end of the availability period, which is 24 months from the date of conclusion of credit agreement. The loan interest rate will be the sum of the appropriate WIBOR or EURIBOR rate and the margin, and the interest will be charged in six-month interest periods. The collateral for the loan will be, inter alia, Cognor Holding's guarantee, registered pledge on assets constituting the object of the investment, mortgage on the real estate on which the investment will be implemented, transfer of receivables from contracts related to the investment and statements of submission to enforcement by Cognor S.A. and Cognor Holding S.A. The loan disbursement is subject to the fulfillment of standard conditions precedent.

The agreement provides for 80% of the financing value to be covered by a repayment guarantee issued by Korporacja Ubezpieczeń

On March 15, 2022, the subsidiary Cognor S.A. released the first tranche in the amount of EUR 12 865 thousand. On May 12, 2022, the Company released another tranche in the amount of PLN 61 502 thousand. Liability due to the above-mentioned loan amounted to PLN 118 593 thousand as at September 30, 2022 (June 30, 2022: PLN 117 313 thousand, December 31, 2021: PLN 0 thousand September 30, 2021: PLN 0 thousand).

Cognor S.A. entered into derivative instruments (interest rate swap) in order to hedge the costs of the above debt at a constant level. The valuation of derivative instruments on this account is disclosed in a separate item in the statement of financial position (Financial assets due to the valuation of financial instruments) divided into long-term and short-term parts.

Bonds issue

On July 21, 2021, the subsidiary Cognor S.A. issued 200,000 series 1/2021 secured bonds with a nominal value of PLN 1,000 each. The bond redemption date is July 15, 2026. The bonds bear interest at the interest rate equal to WIBOR for 6-month deposits plus a margin. Interest will be payable in six-month periods (the date of payment of interest was set on January 15 and July 15 of each year). The bonds will be subject to early redemption in proportion to 20% of their original par value on July 15 of each year during the 5-year bond period.

The funds from the bond issue were used to repay the loan agreement dated July 18, 2018 (with mBank S.A., Bank Zachodni WBK S.A., Bank Gospodarstwa Krajowego oraz Europejski Bank Odbudowy i Rozwoju) in full - made on July 22, 2021 and to finance investment plans.

As at September 30, 2022, the liability resulted from above bonds amounted to PLN 160 994 thousand (June 30, 2022: PLN 203 289 thousand, December 31, 2021: PLN 199 950 thousand, September 30, 2021: PLN 197 848 thousand).

Cognor S.A. entered into derivative instruments (interest rate swap) in order to hedge the costs of the above debt at a constant level. The valuation of derivative instruments on this account is disclosed in a separate item in the statement of financial position (Financial assets due to the valuation of financial instruments) divided into long-term and short-term parts.

Overdraft facilities

The subsidiary - Cognor S.A. signed an overdraft facility agreement with bank Pekao S.A. on August 13, 2021 with a limit of PLN 40 000 thousand. The limit may be used in the following currencies: PLN, EUR, USD. The loan interest rate is WIBOR 1M / EURIBOR 1M / LIBOR 1M + margin. The agreement is valid until July 31, 2022. The loan is secured with a power of attorney to the Company's bank accounts, a declaration of submission to enforcement and a registered pledge on finished products up to the amount of PLN 32 000 thousand. Utilization as at September 30, 2022 in the amount of PLN 0 thousand.

The subsidiary - Cognor S.A. signed an overdraft facility agreement with Santander S.A. on September 3, 2021 with a limit of PLN 20 000 thousand. The loan interest rate is WIBOR 1M + margin. The agreement is valid until September 3, 2023. The loan is secured with a declaration of submission to enforcement and a registered pledge on finished products up to the amount of PLN 20 000 thousand. Utilization as at September 30, 2022 in the amount of PLN 0 thousand.

The subsidiary - Cognor S.A. signed an overdraft facility agreement with mBank S.A. on September 28, 2021 with a limit of PLN 34 000 thousand. The limit may be used in the following currencies: PLN, EUR. The loan interest rate is WIBOR 1M / EURIBOR 1M + margin. The agreement is valid until September 14, 2023. The loan is secured with a declaration of submission to enforcement and a registered pledge on finished products up to the amount of PLN 34 000 thousand. Utilization as at September 30, 2022 in the amount of PLN 1 095 thousand.

The subsidiary - Cognor S.A. signed an overdraft facility agreement with Bank Ochrony Środowiska S.A. on February 7, 2022, with a limit of PLN 10 000 thousand. The credit use period expires on December 27, 2023. The loan interest rate is set at WIBOR 3M + margin. The collateral is a BGK guarantee in the amount of 80% of the loan, a power of attorney to a bank account, a blank bill of exchange and a declaration of submission to enforcement. Utilization as at September 30, 2022 in the amount of PLN 0 thousand.

The subsidiary - Cognor S.A. signed a loan agreement with Alior Bank S.A. on September 30, 2022. in PLN with a limit of PLN 50 000 thousand. Within the limit, the Company may use an overdraft facility as well as letters of credit and guarantees. The credit use period expires on September 28, 2024. The loan interest rate is set at WIBOR 1M + margin. The security is a power of attorney to a bank account, a pledge on finished products up to the amount of PLN 40 000 thousand and a declaration of submission to enforcement. Utilization as at September 30, 2022 in the amount of PLN 0 thousand.

14 Assets classified as held for sale and related liabilities

Subsidiary of Cognor S.A. decided to sell the right of perpetual usufruct of land to the real estate located in Chorzów. On April 28, 2022 a preliminary sales agreement was signed, which specified the net sale price of PLN 5 533 thousand. The sales process is ongoing. The net value of the asset as at September 30, 2022 amounted to PLN 6 977 thousand, while the discounted payments related to the perpetual usufruct fees of land (in accordance with IFRS16) amounted to PLN 1 523 thousand.

In the first nine months of 2022, the Company incurred 16 PLN thousand depreciation costs of the said asset (nine months of 2021: PLN 16 thousand), recognized PLN 66 thousand interest costs due to the settlement of the discounted liability (nine months of 2021: PLN 66 thousand), and incurred property tax costs in the amount of PLN 116 thousand (nine months of 2021: PLN 111 thousand). During this period, it recognized PLN 0 thousand revenues from lease of the real estate in question (nine months of 2021: PLN 41 thousand).

15 Provisions for payables

As at September 30, 2022, the Group recognized PLN 1 300 thousand with the title provisions for a possible fine from the Office of Competition and Consumer Protection (June 30, 2022: PLN 1 300 thousand, December 31, 2021: PLN 1 800 thousand, September 30, 2021: PLN 25 thousand - provisions for a labor court case).

16 Deferred tax assets and liabilities

In the current period, there was a decrease in net deferred tax asset in the amount of PLN 26.2 million. Due to the increase in the valuation of assets due to IRS recognized a deferred tax liability in the amount of 10.3 million in the current period. In connection with the recognition of compensation for CO2 deferred tax liability was recognized in the amount of approximately PLN 3.4 million, which decreased the presented deferred tax. In addition, due to the revision of the amortization rate for trademarks, the asset deferred tax decreased by another PLN 4.7 million. In addition, the costs of intangible services not deducted beyond the limit from which the deferred tax asset was created decreased, therefore the asset was reduced by another PLN 2.8 million and settlement of loss on the capital source - decrease in deferred tax assets by another PLN 1.0 million.

17 Contingencies, guarantees and other commitments

The Group has no the contingent liabilities.

18 Transactions with related parties

Identity of related parties

The Group has a related party relationship with the Group's parent Company and ultimate controlling party, the companies controlled by the Parent Company's Management Board members and with members of the Management and Supervisory Boards of Group entities

Controlling entities

- PS Holdco Sp. z o.o.
- 4 Workers Sp. z o.o. (previously 4Workers Przemysław Sztuczowski)

Associates are as follows;

- 4 Groups Sp. z o.o. (till August 23, 2021)
- Madrohut Sp. z o.o. (from April 11, 2014)
- KDPP Doradztwo Biznesowe Sp. z o.o. (from May 25, 2020 till August 23, 2021)

Related companies to the controlling entities:

- KDPP Doradztwo Biznesowe Sp. z o.o. (until May 25, 2020, and from August 23, 2021 till December 30, 2021)
- czystyefekt.pl Sp. z o.o.
- 4 Groups Sp. z o.o. (from August 23, 2021)
- 4 Groups Sp. z o.o. Sp. komandytowa (from June 22, 2022)
- PS Green Investments Sp. z o.o. (from October 3, 2022)

Entities personally related to Members of the Management Board

PS Przemysław Sztuczowski
BMD Dominik Barszcz
BMD Biuro Rachunkowo-Prawne Sp. z o.o. Sp.k. (till December 20, 2021)
BMD Sp. z o.o. S.K.A.
BMLaw Kancelaria Prawna
BMLaw Kancelaria Prawna Marcin Barszcz S.K.A.
Foundation "Zdążyć na czas"

in PLN thousand

Long-term receivables:

	30.09.2022	30.06.2022	31.12.2021	30.09.2021
-entities personally related to Members of the Management Board	-	-	14 466	12 100

Short-term receivables:

-entities personally related to Members of the Management Board	22 395	19 270	-	-
- associates	591	605	315	357
- controlling entities	21	18	10	7
- related companies to the controlling entities	11	8	-	-

Short-term and long-term liabilities

- controlling entities*	1 034	19 572	2 547	21 079
- related companies to the controlling entities	11 814	9 339	11 265	7 865
-entities personally related to Members of the Management Board	79	86	-	54

Loans received

- controlling entities	-	-	9 038	6 526
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* liability to PS HoldCo Sp. z o.o. due to the acquisition of shares in Zlomrex S.A. is presented in equity - see note 11 for details, September 30, 2022: PLN 0 thousand, (June 30, 2022: PLN 0 thousand, December 31, 2021: PLN 106 000 thousand, September 30, 2021: PLN 106 780 thousand)

<i>in PLN thousand</i>	01.07.2022- 30.09.2022	01.07.2021- 30.09.2021	01.01.2022- 30.09.2022	01.01.2021- 30.09.2021	01.10.2021- 30.09.2022	01.10.2020- 30.09.2021
<i>Revenues from sale of services</i>						
- associates	1 072	682	2 500	1 612	3 292	2 123
- controlling entities	42	16	98	59	125	76
- related companies to the controlling entities	3	3	8	6	8	7
-entities personally related to Members of the Management Board	3 138	2 238	7 940	3 451	10 267	6 199
<i>Revenues from sale of raw materials and commodities</i>						
- associates	88	87	263	205	58	268
- controlling entities	-	-	-	-	1	-
<i>Purchase of commodities and raw materials</i>						
- controlling entities	335	87	1 401	1 033	2 202	2 093
<i>Purchase of services</i>						
- associates	-	5 876	-	11 753	-	14 680
- related companies to the controlling entities	6 694	482	19 063	482	24 741	(1 033)
- controlling entities	1 669	1 302	3 698	3 334	4 554	3 754
-entities personally related to Members of the Management Board	566	253	970	612	1 017	786
<i>Other (losses)/gains - net</i>						
- associates	-	(95)	-	(95)	95	(95)
<i>Other costs</i>						
- controlling entities	-	(6)	-	(6)	-	(8)
-entities personally related to Members of the Management Board	-	-	-	-	(120)	-
<i>Financial costs</i>						
- controlling entities	(35)	(2 288)	(96)	(5 338)	(213)	(6 832)

Transactions with the members of the Management and Supervisory Boards

<i>in PLN thousand</i>	01.01.2022- 30.09.2022	01.01.2021- 30.09.2021
The remuneration of Management Board of the Parent Company		
-received from the Parent Company (appointment, consulting agreements)	13 343	2 489
- including the premium paid for previous year	12 900	2 369
-received from the subsidiaries (appointment, consulting agreements)	6 128	4 747
- including the premium paid for previous year	594	580
Supervisory Board of the Parent Company	284	284

The table above does not include the provision for the bonus for the Management Board in the amount of PLN 12 462 thousand established on the basis of the Incentive Reward Program in force at Cognor S.A. with effect from January 1, 2022. This amount is an estimate of the Management Board of the Company as to the amount of the bonus, however, the Supervisory Board of Cognor S.A. following the criteria included in the Program, is free to both define the bonus budget and its division into individual members of the management board. Above mentioned provision was recognized in administrative expenses.

On 23-05-2019, the subsidiary Cognor S.A. has concluded a contract with a general contractor and began building an exhibition and conference center in the vicinity of Krakow. This object is being implemented by the group at the request of the main (indirectly) shareholder of the Parent Entity, and at the same time the President of the Management Board, i.e. Przemysław Sztuczowski. In the provisions of the agreement concluded between the parties, Cognor S.A. undertook to build the said facility in a standard 'move-in ready', and Przemysław Sztuczowski undertook to purchase it immediately after commissioning at a price in the amount of costs actually incurred by the Company increased by a 15% margin. Completion and settlement of the contract is planned within 12 months from September 30, 2022, hence the presented receivables are short-term. As at the balance sheet date, the value of expenditure incurred cumulatively by the Group in this respect is PLN 19 437 thousand (in nine months of 2022: PLN 6 857 thousand, in nine months of 2021: PLN 3 001 thousand). In accordance with the requirements of IFRS 15, the Group recognized income and receivables from the owner in the amount of PLN 22 352 thousand in the financial statements (in nine months of 2022: PLN 7886 thousand, in nine months of 2021: PLN 3 451 thousand), which is equivalent to the expenditure incurred increased by margin PLN 2 917 thousand (in nine months of 2022: PLN 1 029 thousand, in nine months of 2021: PLN 450 thousand).

19 Cash and cash equivalents presented in cash flow statements

in PLN thousand

	30.09.2022	30.06.2022	31.12.2021	30.09.2021
Cash in bank	145 807	150 193	43 961	91 000
Cash in bank restricted in use	138 332	134 431	62 855	6 591
Cash in hand	287	252	195	235
Short-term bank deposit	-	-	799	-
Other	-	-	-	-
Cash and cash equivalents	284 426	284 876	107 810	97 826
Bank overdrafts	(1 095)	(12 974)	(17 200)	-
Cash and cash equivalents in the statement of cash flows	283 331	271 902	90 610	97 826

20 Financial instruments

Financial instruments measured at fair values

As at 30 September 2022, 30 June 2022, 31 December 2021 and 30 September 2021 the Group recognized at fair value through profit or loss an interests rate swap (IRS) asset/liability in the amount of PLN 71 646 thousand (assets), PLN 62 840 thousand (assets), PLN 17 534 thousand (assets), PLN 184 thousand (liability) respectively. The fair value of the interest rate swap was estimated on the basis of valuations obtained from banks, which are based on the valuation of the difference between the contractually agreed interest rate value and the rate values based on market quotations.

Fair values

The following are details of the fair values of the financial instruments for which it is practicable to estimate such value:

- Cash and cash equivalents, short-term bank deposits and short-term bank loans: the carrying amounts approximate fair value due to the short term nature of these instruments.
- Trade and other receivables (which are not measured at fair value), trade and other payables and accrued liabilities: the carrying amounts approximate fair value due to the short-term nature of these instruments.
- Interest-bearing loans and borrowings, excluding fixed rate debt securities (bonds): the carrying amounts approximate fair value due to the variable nature of the related interest rates.
- Fixed rate instruments. The fair value of liability resulting from fixed rate instruments approximates carrying amount due to the short-term nature of these instruments and the interest rate similar to the market rate
- The fair value of the interest rate swap was estimated on the basis of valuations obtained from banks, which are based on the valuation of the difference between the contractually agreed interest rate value and the rate values based on market quotations. As at 30 September 2022 the fair value relating to IRS amounted PLN 71 646 thousand (June 30, 2022: PLN 62 840 thousand, December 31, 2021: PLN 17 534 thousand, September 30, 2021: PLN 184 thousand - liability)

Factoring receivables and interest rate swaps in the fair value hierarchy are classified at level 2. In the current period, there were no reclassifications between the levels of the hierarchy.

21 Seasonability

Trading activity on the steel product market is characterized by seasonability of revenue from sales, resulting from the variability of weather conditions in the annual weather cycle. Seasonability is reflected by lower demand for steel products in the winter as a result of restrictions on investment and infrastructure construction during this period.

22 Management Board's position on the possibility of implementing previously published forecasts for the year, in light of the results presented in the quarterly report

Management Board didn't publish forecasts.

23 Ownership of the Parent Company shares or rights held by Management Board or by Supervisory Board at the date of this quarterly report, along with an indication of changes in ownership during the period from the previous report, separately for each person

	As at the date of the current report		As at the date of the previous report	
	quantity	% in share capital	quantity	% in share capital
Management Board				
- Przemysław Sztuczkowski *	617 781	0,36%	617 781	0,36%
- Przemysław Grzesiak	40 018	0,02%	40 018	0,02%
- Krzysztof Zoła	94 000	0,05%	-	0,00%
- Dominik Barszcz	50 000	0,01%	50 000	0,01%
Supervisory Board				
- Hubert Janiszewski	-	-	-	-
- Piotr Freyberg	-	-	-	-
- Zbigniew Łapiński	-	-	-	-
- Jerzy Kak	-	-	-	-
- Jacek Welc	-	-	-	-

*Przemysław Sztuczkowski owns indirectly 100% of shares in PS Holdco Sp. z o.o. through 4Workers Sp. z o.o. and therefore the shares owned by PS Holdco Sp. z o.o. represent the indirect participation of Przemysław Sztuczkowski in Cognor Holding S.A. Detailed information in note 11.

24 Proceedings before a court, an arbitration or a public authority

The Group is party to a range of court proceedings, the majority of which it participates in as the plaintiff. Group has not been charged in any singular or group proceedings which together could significantly affect their financial results or level of obligations.

Additionally, as important from the point of view of the Group, there are the following procedures:

- In 2014, the Tax Control Office in Katowice questioned the deduction of input tax from VAT invoices issued in 2008 by 19 Company's suppliers in the course of the control proceedings conducted in Złomrex Metal Sp. z o.o. (currently Cognor S.A.). The amount of the disputed tax is PLN 1 418 thousand. Challenged tax along with interest due in the total amount of PLN 2 478 thousand has been paid by Złomrex Metal Sp. z o.o. in 2014. As a result of the re-examination of the case, the Head of the Silesian Customs and Tax Office in Katowice issued a decision on May 23, 2019 in which he partially upheld his position regarding the challenge of deducting input VAT from VAT invoices issued in 2008 by 7 suppliers of the Company. The amount of the contested tax is PLN 762 thousand. The company lodged a complaint with the Provincial Administrative Court in Gliwice against the decision. On July 21, 2020 a hearing was held and a judgment was passed which revoked the contested decision. On September 29, 2020 the Director of the Tax Chamber in Katowice filed a cassation appeal against the verdict. On November 12, 2020 the company responded to the cassation appeal and expects a hearing date to be set.

- on January 1, 2019, the Amendment to the CIT Act entered into force. In Articles 18-22 of the Amendment to the CIT Act for Polish taxpayers who are issuers of bonds on which the issue of funds was obtained from the issue made by a non-resident related taxpayer (Article 21) the possibility of retrospective exemption from the potential obligation to collect withholding tax in the amount of 20% of the amount of interest and discounts paid in the period from January 1, 2004 was envisaged by choosing to tax them with a flat income tax of 3%. Management Board of Cognor S.A. estimating the risk of Cognor S.A. withholding tax obligation regarding the interest and discount paid to Cognor International Finance plc, he considered it reasonable to take advantage of the option of choosing a flat-rate tax. As a result the Group paid tax in the amount of PLN 9,650 thousand together with interest in the amount of PLN 1,470 thousand. At the same time, the Management Board of Cognor S.A. questioned the legitimacy of the withholding tax obligation in connection with payments to Cognor International Finance plc and applied to the Director of the National Treasury Information for interpretation whether Cognor S.A. was subject to the obligation to collect withholding tax for the above transaction. As the deadlines for considering cassation complaints are long, the Management Board of Cognor S.A. without waiting for the verdict, decided to start the procedure for declaring the overpayment and on May 18, 2021, applied to the Head of the First Mazovian Tax Office in Warsaw for the return of unduly paid tax with interest in the amount of PLN 11 120 thousand. In the course of the proceedings, the Company received a decision of the Head of the First Mazovian Tax Office in Warsaw refusing to ascertain the overpayment. On August 11, 2022, the company has filed a complaint with the Provincial Administrative Court and is awaiting a hearing date. Considering the complexity of the matter, the Management Board of the Company decided in 2021 to create a write-off in the amount of PLN 11 120 thousand, i.e. up to the amount constituting the full value of the claim.

-on July 1, 2020 Cognor SA received the result of an inspection, initiated by the Silesian Customs and Tax Office on February 26, 2018, regarding the correctness of the declared CIT for 2016, under which, by a decision of December 22, 2020, the authority questioned the crediting of Cognor S.A. to tax deductible costs of expenses made for Cognor Holding S.A. under which, by a decision of December 22, 2020, the authority questioned the crediting of Cognor S.A. to tax deductible costs of expenses made for Cognor Holding S.A. for access to trademarks and their depreciation in the total amount of PLN 5,549 thousand and interest on bonds in the amount of PLN 36 thousand. The total impact of the questioned elements on the income tax is PLN 1,061 thousand. In regards to settlements related to the provision of intangible assets, the Management Board did not agree with the position of the authority and therefore on January 11, 2021 an appeal was filed against this decision. On December 17, 2021, the Company received the decision of the Silesian Customs and Tax Office upholding the first instance decision. As a result, the Company filed a complaint with the Provincial Administrative Court on January 17, 2022. By a judgment of August 31, 2022, the court quashed the decision in its entirety. The company is waiting for the judgment to become legally binding. The Management Board of the Company decided that the chances of a positive conclusion of the proceedings in question are high and therefore no provision for this has been created in the financial statements.

-on December 22, 2020 Cognor S.A. received a decision that the Office of Competition and Consumer Protection (hereinafter: UOKIK) had initiated the proceedings under the Act of March 8, 2013 on counteracting excessive delays in commercial transactions, for the third quarter of 2020. As part of these proceedings, on December 29, 2020, the Company received a request to submit relevant documentation and explanations. The company submitted the required documentation and explanations on January 28, 2021. The proceedings are in progress and UOKIK currently extended the proceedings until March 16, 2023. The Management Board of the Company, in connection with the emergence of public information about a large number of fines imposed on entrepreneurs under the above Act changed the estimate and decided to create a provision in the financial statements for a possible penalty in this respect in the amount of PLN 1.3 million.

-in connection with the dispute with the gas supplier Enesta Sp. z o.o. (PGE Obrót Group), which made an attempt to terminate the comprehensive delivery agreement, beneficial for the Company, and started charging the Company under a reserve agreement with a significant difference in the delivery price (additional costs that would be charged to the Company in the first half of 2022 would amount to PLN 92,7 milion), the Company brought an action to court to establish that only the comprehensive contract (beneficial for the Company) is valid. The company received a securing decision, and then in June 2022 a court judgment was passed upholding the claim of Cognor S.A. entirely. The judgment is not final. After the judgement was passed, reorganization proceedings were announced at Enesta Sp. z o.o. As part of the proceedings, Enesta Sp. z o.o. attempted to withdraw from the gas supply contract, but the District Court in Rzeszów upheld the Company's complaint against the above, and therefore the contract between the parties remains in force. In the opinion of the Management Board, the risk for the Company is negligible and therefore no provisions related to this matter are created.

25 Information on the Parent Company or its subsidiary of one or more transactions with related parties if individually or in the aggregate are material and have been included under conditions other than market.

Not applicable.

26 Information on the Parent Company or its subsidiary guarantees for credit or loans or warranties

Warranties and guarantees granted to subsidiaries by the Parent Company:

Subsidiary	Type of liability	Guarantee value (in PLN thousand)	Period of guarantee
Cognor S.A.*	Bonds issue	160 000	till 21.07.2026
Cognor S.A.*	Investment loan agreement	388 529	till 21.12.2031
Cognor S.A.	Trade liability	35	without deadline
Cognor S.A.	Factoring	60 000	without deadline
Cognor S.A.	Loan from WFOŚiGW	96	do 15.11.2024
Cognor S.A.	Contracts for co-financing the implementation of research projects	5 351	till 31.05.2022

*guarantee is granted by the Parent Company together with its subsidiary- Cognor Holding S.A. Sp. K.

Warranties and guarantees received by the subsidiary - Cognor S.A.

Guarantor	Type of liability	Guarantee value	Period of guarantee
KUKE S.A.	Investment loan agreement	310 823	till 21.12.2031
BGK	Overdraft facility	8000	till 27.12.2023

27 Other information that the Parent Company is relevant to the assessment of its personnel, assets, financial position, financial performance and their changes and information that is relevant to the assessment of the Parent Company's capacity to meet obligation.

In the past quarter, the COVID-19 disease did not have a noticeable impact on our operations. Apart from China, which wants to fight it ruthlessly, the restrictions have been lifted in Poland and most other countries. We do not currently perceive a significant risk from the SARS-Cov-2 virus to the continuation or scale of our operations.

The situation of the crisis related to Russia's aggression towards Ukraine has not changed since the last financial report. So far, concerns related to the availability of raw materials for our production have not materialized, while sources of supply alternative to Russian sources are in some cases associated with higher costs of obtaining a given raw material. After the jump in the first quarter of this year triggered by concerns about the availability of metallurgical products on the market, the prices of our products and the cost of the basic raw material returned in the completed quarter to approximately pre-war levels. We remain very concerned about the continuation of this armed conflict, especially concerns about the availability and cost of natural gas in the coming periods. We hope to end it as soon as possible. Meanwhile, we continue to support a certain group of people who left Ukraine in the face of the threat of

The long-term effects of the war caused by Russia in Ukraine are difficult to assess in the current situation, and its impact on the Group's situation will depend on numerous geopolitical, micro- and macroeconomic factors. At the same time, the Management Board is not able to estimate the impact of the war in Ukraine on the market in which the Group operates. Further actions will be taken by the Management Board adequately to the development of the situation and threats related to the military conflict.

28 Factors which in the opinion of the Parent Company will have an impact on its financial performance for at least next quarter.

The consolidated financial results of the Cognor Capital Group in the the prespective of the fourth quarter of 2022 will depend mainly

- the formation of relation of product prices to material prices, including especially steel scrap,
- the formation of the relations of the PLN to EUR and USD,
- the development of the geopolitical situation, including the war in Ukraine, which may have a far-reaching impact on the level of demand and cause organizational perturbations.

29 Subsequent events

There were no subsequent events requiring disclosure.

Poraj, 28 October 2022

Przemysław Sztuczkowski
President of the Management Board

Przemysław Grzesiak
Vice President of the Management Board

Krzysztof Zoła
Member of the Management Board

Dominik Barszcz
Member of the Management Board

Selected consolidated financial data

	in PLN thousand		in EUR thousand	
	30.09.2022	Comparative data*	30.09.2022	Comparative data*
I. Revenue	2 743 515	1 980 555	585 221	434 475
II. Operating profit before financing costs	577 557	316 742	123 199	69 484
III. Profit before tax	597 883	296 416	127 535	65 025
IV. Profit for the period	476 879	238 174	101 723	52 248
IV.a. Profit for the period attributable to owners of the Parent Company	451 178	224 419	96 241	49 231
IV.b. Profit for the period attributable to non-controlling interests	25 701	13 755	5 482	3 017
V. Net cash from operating activities	323 569	53 511	69 021	11 739
VI. Net cash from investing activities	-126 460	-54 960	-26 975	-12 057
VII. Net cash from financing activities	-4 388	-1 280	-936	-281
VIII. Net increase / (decrease) in cash and cash equivalents	192 721	-2 729	41 109	-599
IX. Total assets	1 938 649	1 505 172	398 096	327 254
X. Total liabilities	843 711	861 303	173 254	187 264
XI. Total non-current liabilities	353 779	269 631	72 648	58 623
XII. Total current liabilities	489 932	591 672	100 606	128 641
XIII. Total equity	1 094 938	643 869	224 842	139 990
XIV. Issued share capital	257 131	257 131	52 801	55 905
XV. Number of shares (in thousands)	171 421	171 421	0	0
XVI. Basic earnings per share (PLN/EUR)	2,63	1,35	0,56	0,30
XVII. Diluted earnings per share (PLN/EUR)	2,63	1,31	0,56	0,29
XVIII. Book value per share (PLN/EUR)	6,39**	3,76**	1,31	0,82
XIX. Diluted book value per share (PLN/EUR)	6,39**	3,76**	1,31	0,82
XX. Declared or paid dividend per share (PLN / EUR)	0,15	0,15	0,03	0,00

*Data for the items relating to the statement of financial position are presented as at December 31, 2021, while for the items relating to the statement of comprehensive income and the statement of cash flows for the period from January 1 to September 30, 2021.

** as at September 30, 2022 and as at December 31, 2021, the number of shares used to calculate the book value per share was 171,421 thousand shares and the diluted book value per share was 171,421 thousand shares

The selected financial data was converted into the EURO currency as follows:

The items of assets and liabilities in the statement of financial position were converted into EUR at the average exchange rate announced by the National Bank of Poland on September 30, 2022 at 4.8698 PLN / EUR and for comparative data as at December 31, 2021 - 4.5994 PLN / EUR.

Individual items concerning the profit and loss account and cash flows were converted according to the exchange rate being the arithmetic average of NBP exchange rates as of the last calendar day of individual months, which amounted to PLN / EUR 4.688 (9 months of 2022), PLN / EUR 4.5585 respectively (9 months of 2021).