

**Assessment by the Supervisory Board of Stalprodukt S.A. with the justification  
regarding the financial report of the Stalprodukt S.A. for the financial year 2021 and  
Report of the Management Board on the operations of the Stalprodukt S.A. in the  
period from 01.01.2021 to 31.12.2021 as regards their compliance  
with accounting books, documents and actual status**

In connection with the correction of the financial statements of Stalprodukt S.A. for the financial year 2021 and the report on the Company's activities made by the Management Board of the Company on May 14, 2021, the Supervisory Board re-assesses the above reports.

Pursuant to art. 382 § 3 of the Commercial Companies Code, § 70 section 1 item 14 of the Regulation of the Minister of Finance of 29 March 2018 regarding current and periodic information provided by issuers of securities and conditions for recognizing the information required by the law of a non-member state as equivalent, and § 28 section 2 of the Articles of Association of Stalprodukt S.A., based on:

- the contents of the documents submitted by the Management Board of Stalprodukt S.A., in particular:
  1. the Financial Statements of Stalprodukt S.A. for the financial year 2021,
  2. the Report of the Management Board on the operations of the Stalprodukt S.A. in the period from 01.01.2021 to 31.12.2021, including also the Declaration on non-financial information for 2021.
- the audit reports on the financial statements of the Stalprodukt S.A. for 2021, prepared by a statutory auditor

and based on:

- the recommendation of the Audit Committee of the Supervisory Board of Stalprodukt S.A. regarding the opinion on the audited financial statements

The Supervisory Board of Stalprodukt S.A. made a positive assessment of:

1. the Financial Report of Stalprodukt S.A. for the financial year 2021,
2. the Report of the Management Board on the operations of the Stalprodukt S.A. in the period from 01.01.2021 to 31.12.2021, including also the Declaration on non-financial information.

The results of the assessment together with justification are presented below.

1. The Supervisory Board have read and analysed the financial statements of the Stalprodukt S.A. for the financial year 2021, including:

- 1). Balance Sheet drawn up as at 31 December 2021
- 2). Profit and Loss Account for the period 01.01.2021 - 31.12.2021
- 3). Statement of comprehensive income for the period 01.01.2021 - 31.12.2021
- 4). Statement of changes in equity for the period 01.01.2021 - 31.12.2021
- 5). Statement of cash flow for the period 01.01.2021 - 31.12.2021

Additional information on the adopted accounting principles (policy) and other explanatory information,

The Supervisory Board became acquainted with the report on the audit of the annual financial report provided by the entity of PB Sp. z o.o. with its registered office in Warsaw at ul. Józefa Bema 87 lok. 3U, entered by the Polish Chamber of Statutory Auditors on the list of auditing companies under number 4159, Report on the audit of the annual financial statements (statutory auditor responsible for the audit is Ms. Renata Lubowicka registration number 11041) and an opinion that is a qualified opinion.

According to the audit report issued by the statutory auditor, the financial statements prepared in accordance with the International Financial Reporting Standards approved by the European Union:

- present a reliable and explicit representation of the property related and financial situation of Stalprodukt as at 31 December 2021 and of its financial result as well as of cash flows as regards the financial year which ended on that day following the applicable International Financial Reporting Standards approved by the European Union together with adopted accounting principles (policy);
- is consistent as regards the form and content of the legal provisions applicable in reference to the Company and the Company's Articles of Association;
- it has been prepared on the basis of correctly kept accounting books in accordance with the provisions of Chapter 2 of the Act dated 29 September 1994 on accounting ("Act on accounting", the Polish Journal of Laws of 2021 item 217 as amended).

The Supervisory Board familiarized itself with the reservation expressed by the statutory auditor, which was formulated as follows:

In the financial statements as at 31 December 2021, under "Intangible assets other than goodwill" and in Note 1a of the additional information, research and development work related to the implementation of the project "in the area of renewable energy sources, i.e. construction of an innovative wind turbine prototype", valued at in the cost of production, with a value of PLN 30,601 thousand. In addition, the shares in ANew Institute Sp. z o.o. with a value of PLN 8,589 thousand, which is a member of the Consortium implementing the above-mentioned research and development project. Until the date of the audit report, the Company has not presented impairment tests that meet the requirements of IAS 36 "Impairment of Assets" for the above assets. Therefore, we have not obtained appropriate and sufficient audit evidence on the basis of which we could comment on the correctness of the valuation of the assets described above.

In accordance with the applicable regulations, the Management Board of Stalprodukt presented its position on this issue. The Supervisory Board gives a positive opinion on the position presented by the Management Board, and in particular accepts the following arguments:

- in the opinion of the Company's management, the conditions for activating research and development works related to the implemented project, and specified in IAS 38, are met;
- it should be emphasized that the current state of knowledge and advancement of the project does not allow for the formulation of a commercialization forecast (the choice of commercialization method will be possible after testing and certification of the device);
- all the conditions set out in IAS 38 Intangible Assets have been met, for the intangible assets to be recognized as arising from development work;

- due to the subject of its activity (ANEW INSTITUTE Sp. z o.o. is a research and development special purpose vehicle), incurring expenditure on works and focusing on the implementation of the basic goal, this company does not report any revenues from commercial activities. As at December 31, 2021, the value of shares is PLN 8 589 thousand and mostly are intangible assets related to the design and executive documentation. The company is also the owner of patents covering the applied solutions;
- the cost of the turbine was much higher than in the case of other devices of similar power with a horizontal axis of rotation, however, the device developed by Stalprodukt together with ANEW INSTITUTE is a prototype, which justifies the high costs, especially of design work and unit orders;
- the project was assessed by the National Center for Research and Development, and the final report with implementation accepted.

In conclusion, and taking into account the fact that the completed turbine prototype is on the verge of entering the final phase, i.e. certification and testing, the Supervisory Board of the Company shares the Management Board's opinion that there are no grounds for a write-off as at December 31, 2021 of the value of intangible assets covering the project B1 Power Plant and shares in a subsidiary below the value included in the financial statements

2. Assessment of the Report of the Management Board on the operations of the Stalprodukt S.A. in the period from 01.01.2021 to 31.12.2021, including also the Declaration on non-financial information for 2021.

The Supervisory Board carried out an assessment of the Report of the Management Board on the operations of the Stalprodukt S.A. in the period from 01.01.2021 to 31.12.2021, including also the Declaration on non-financial information of the Stalprodukt S.A. for 2021 and states that the report was prepared in accordance with art. 49 of the Accounting Act of 29 September 1994 and § 71 of the Regulation of the Minister of Finance of 29 March 2018 regarding current and periodic information published by issuers of securities and conditions for recognizing information required by the law of a non-member state as equivalent, and is compliant with information contained in the financial statements of the Stalprodukt S.A. for the financial year 2021.

The Report of the Management Board on the operations of the Stalprodukt S.A. in the period from 01.01.2021 to 31.12.2021 clearly and reliably presents the property, economic and financial situation as well as the development of the Stalprodukt S.A.

The completeness of the Report of the Management Board on the operations of the Stalprodukt S.A. and its compliance in the scope of information disclosed therein has been confirmed by a statutory auditor.

In the view of the above the Supervisory Board assessed positively the Report of the Management Board on the operations of the Stalprodukt S.A. in the period from 01.01.2021 to 31.12.2021.

The Supervisory Board:

Chairman of the Supervisory Board  
Stanisław Kurnik

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Secretary of the Supervisory Board  
Magdalena Janeczek

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Member of the Supervisory Board  
Agata Sierpińska-Sawicz

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Member of the Supervisory Board  
Romuald Talarek

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Bochnia, 29 April 2022.