



STALPRODUKT S.A.

Abridged Consolidated Financial Report for the 3rd Quarter of 2021

Bochnia, November 2021

I. Consolidated Financial Report for the 3rd quarter of 2021

SELECTED FINANCIAL DATA	thousand x PLN		thousand x EUR	
	3 quarters cumulative for the period from 01-01-2021 to 30-09-2021	3 quarters cumulative for the period from 01-01-2020 to 30-09-2020	3 quarters cumulative for the period from 01-01-2021 to 30-09-2021	3 quarters cumulative for the period from 01-01-2020 to 30-09-2020
I. Net sales of products, goods and materials	3 358 933	2 453 550	736 850	552 353
II. Operating profit (loss)	463 752	163 845	101 733	36 885
III. Profit (loss) before taxation	448 946	164 520	98 485	37 037
IV. Net profit (loss)	377 572	130 209	82 828	29 313
- attributable to shareholders of the parent company	367 054	122 327	80 521	27 539
- net profit attributed to non-controlling interests	10 518	7 882	2 307	1 774
V. Net cash flow from operating activities	300 212	251 844	65 858	56 696
VI. Net cash flow from investment activities	-89 773	-259 957	-19 694	-58 523
VII. Net cash flow from financial activities	-86 465	-63 978	-18 968	-14 403
VIII. Total net cash flow	123 974	-72 091	27 196	-16 229
IX. Total assets	4 794 044	4 360 350	1 034 783	944 862
X. Liabilities and provisions for liabilities	1 588 346	1 447 163	342 841	313 592
XI. Long-term liabilities	371 604	388 649	80 210	84 218
XII. Short-term liabilities	789 807	604 965	170 478	131 092
XIII. Shareholders' equity	3 205 698	2 913 187	691 942	631 270
- equity attributable to shareholders of the parent	3 090 086	2 801 566	666 987	607 083
- equity attributed to non-controlling interests	115 612	111 621	24 955	24 188
XIV. Share capital	11 161	11 161	2 409	2 419
XV. Number of shares	5 580 267	5 580 267	5 580 267	5 580 267
XVI. Profit (loss) for one ordinary share (in PLN)	67,66	23,33	14,84	5,25
XVII. Diluted profit (loss) per ordinary share (PLN)				
XVIII. Book value per share (PLN)	574,47	522,05	124,00	112,52
XIX. Diluted book value per share (PLN)				
XX. Declared or paid-out dividend for one share in (PLN/EUR)	6,00		1,32	

1. Comparable financial data (item IX-XIV and XVIII) was presented pursuant to the requirements of the International Financial Reporting Standards according to the balance for this 31st December 2020. Other comparable data is presented for the period from 1st January 2020 to 30th September 2020.
2. EUR exchange rates according to the following principles were used for the conversion of the currency into PLN:
 - the assets and liabilities items of the balance sheet were converted into EUR according to the average rate announced by the National Bank of Poland for this 30th September 2021 and amounting to 4.6329 and 4.6148 for this 31st December 2020.
 - the profit and loss account items and the cash flow items were converted into EUR according to the rate being the simple average of the average EUR rates announced by the National Bank of Poland on the last day of each month included in the report and amounting to PLN 4.5585 for 3 quarters of 2021 and PLN 4.4420 for 3 quarters of 2020.
3. In the item XX the amount of the dividend for 1 share to paid out in 2020 by the Issuer.
4. For profit-per-share calculation the number of 5 580 267 shares was adopted.

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CONSOLIDATED BALANCE SHEET	(thousand x PLN)			
	30.09.2021	30.06.2021	31.12.2020	30.09.2020
Assets				
I. Fixed assets	2 371 047	2 391 641	2 423 852	2 438 877
1. Intangible fixed assets, including	208 176	208 639	212 239	216 635
- right of perpetual land use	126 680	127 340	125 911	127 905
2. Tangible fixed assets	2 084 544	2 101 841	2 134 580	2 048 813
3. Long-term receivables	759	716	683	808
4. Long-term investments	21 784	28 369	28 831	29 492
4.1. Real estate investments	2 675	9 346	9 837	10 047
4.2. Intangible assets				
4.3. Long-term financial assets	2 826	2 943	2 919	3 304
4.4. Investments in associated entities	16 283	16 080	16 075	16 141
5. Long-term prepayments	55 784	52 076	47 519	143 129
5.1. Deferred income tax assets	43 609	29 613	36 884	38 037
5.2. Other prepayments	12 175	22 463	10 635	105 092
II. Current assets	2 422 997	2 169 792	1 936 498	1 826 155
1. Inventories	940 485	717 349	809 943	801 358
2. Short-term receivables	724 643	660 905	512 891	483 424
3. Short-term investments	682 135	728 914	549 376	525 053
3.1. Short-term financial assets	676 500	721 540	530 383	496 920
a) loans	17 222	17 218	17 221	18 163
b) short-term securities	98 912	122 937	76 770	146 347
c) cash and cash equivalents	560 366	581 385	436 392	332 410
3.2. Other short-term investments	5 635	7 374	18 993	28 133
4. Fixed assets intended for sale	1 587	1 586	1 834	
5. Short-term prepayments	74 147	61 038	62 454	16 320
Total assets	4 794 044	4 561 433	4 360 350	4 265 032
Liabilities				
I. Shareholders' equity	3 205 698	3 075 979	2 913 187	2 841 076
1. Equity attributable to shareholders of the parent company	3 090 086	2 962 388	2 801 566	2 731 760
1.1. Share capital	11 161	11 161	11 161	11 161
1.2. Exchange differences	24 152	17 754	16 052	4 538
1.3. Reserve capital	864 281	864 280	764 187	764 189
1.4. Reserve capital from revaluation	-49 263	-26 726	-4 565	3 731
1.5. Other reserve capital	1 755 540	1 751 685	1 729 883	1 729 883
1.6. Retained earnings (losses)	117 161	129 998	112 093	95 931
1.7. Net profit (loss)	367 054	214 236	172 755	122 327
2. Capital non-controlling interests	115 612	113 591	111 621	109 316
II. Liabilities and provisions for liabilities	1 588 346	1 485 454	1 447 163	1 423 956
1. Provisions for liabilities	371 229	394 657	402 513	419 892
1.1. Provision for deferred income tax	122 320	137 398	136 161	141 876
1.2. Other provisions	248 909	257 259	266 352	278 016
a) long-term	119 806	120 055	102 686	172 507
b) short-term	129 103	137 204	163 665	105 509
2. Long-term liabilities	371 604	351 532	388 649	489 193
2.1. Long-term credits and loans	40 144	46 259	61 935	76 237
2.2. Other long-term liabilities	149 908	123 721	115 105	116 841
2.3. Contingent liabilities due to the purchase of ZGH	181 552	181 552	211 610	296 115

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3. Short-term liabilities	789 807	680 346	604 966	479 774
3.1. Short-term credits and loans	64 102	32 119	36 517	33 200
3.2. Current part of long-term credits and loans	20 000	20 000	20 000	20 000
3.3. Trade liabilities	507 400	347 854	291 469	257 574
3.4. Income tax liabilities	47 988	45 261	40 600	37 812
3.5. Other short-term liabilities	150 317	235 112	216 380	131 188
including: Contingent liabilities due to the purchase of ZGH	55 997	55 997	66 138	
4. Accruals	55 706	58 919	51 035	35 097
Total liabilities	4 794 044	4 561 433	4 360 350	4 265 032
Book value	3 205 698	3 075 979	2 913 187	2 841 076
Number of shares	5 580 267	5 580 267	5 580 267	5 580 267
Book value per share (PLN)	574,47	551,22	522,05	509,13

CONSOLIDATED PROFIT AND LOSS ACCOUNT for the period	thousand x PLN			
	III quarter of 2021 - period from 01-07-2021 to 30- 09-2021	3 quarters cumulative for the period from 01-01-2021 to 30-09-2021	III quarter of 2020 - period from 01-07-2020 to 30- 09-2020	3 quarters cumulative for the period from 01-01- 2020 to 30-09-2020
I. Net sales of products, goods and materials, including:	1 215 742	3 358 933	806 452	2 453 550
1. Net sales of products	1 175 007	3 260 302	784 900	2 394 750
2. Net sales of goods and materials	40 735	98 631	21 552	58 800
II. Costs of products, merchandise and materials sold, including:	970 166	2 737 829	696 905	2 140 170
1. Production cost of products sold	935 443	2 658 928	679 340	2 090 149
2. Value of goods and materials sold	34 723	78 901	17 565	50 021
III. Gross profit (loss) on sales	245 576	621 104	109 547	313 380
IV. Selling costs	22 505	65 634	18 859	58 870
V. General and administrative costs	39 932	118 809	39 425	112 814
VI. Profit (loss) on sales	183 139	436 661	51 263	141 696
VII. Other operating incomes	13 532	63 902	35 824	78 346
VIII. Other operating costs	295	36 811	17 315	56 197
IX. Operating profit (loss)	196 376	463 752	69 772	163 845
X. Financial incomes	3 081	6 293	-686	14 136
XI. Financial costs	9 053	21 307	633	13 517
XII. Profit from shares in associated entities	203	208	23	56
XIII. Profit (loss) before taxation	190 607	448 946	68 476	164 520
XIV. Income tax	34 082	71 374	20 086	34 311
XV. Net profit (loss)	156 525	377 572	48 390	130 209
1. Attributable to shareholders of the parent company	152 817	367 054	45 161	122 327
2. Attributed to non-controlling interests	3 707	10 518	3 229	7 882
Profit (loss) net	156 525	377 572	48 390	130 209
Weighted average number of ordinary shares	5 580 267	5 580 267	5 580 267	5 580 267
Profit (loss) for one ordinary share (in PLN)	28,05	67,66	8,67	23,33

Total comprehensive consolidated income for the period 01.07.2021-30.09.2021

Total comprehensive consolidated income	thousand x PLN			
	III quarter of 2021 - period from 01-07-2021 to 30-09-2021	3 quarter(s) increasingly for the period from 01-01-2021 to 30-09-2021	III quarter of 2020 - period from 01-07-2020 to 30-09-2020	3 quarter(s) increasingly for the period from 01-01-2020 to 30-09-2020
Net result	156 525	377 572	48 390	130 209
The effective part of the cash flow hedging in accordance with IFRS 9	-24 223	-48 408	-73 502	-94 870
including the effective portion of cash flow hedge in line with IFRS 9 attributable to	-1 716	-3 702		
gains and losses on translating line items in the financial statements of the foreign operation	6 398	8 100		
Gains and losses on the translation of items in the financial statements of the foreign operation attributable to non-controlling interests	44	5		
Total Comprehensive Income	138 700	337 264	-25 112	35 339
Total comprehensive income attributable to the parent company shareholders	136 679	330 456	-23 839	33 547
Total comprehensive income attributed to non-controlling interests	2 021	6 808	-1 273	1 792

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Statement of changes in equity for the period from 1st January to 30th September 2021 and 2020	thousand x PLN									
	Share capital	Exchange differences	Supplementa- ry capital	Revaluation reserve	Other reserve capital	Retained profits	Current year net profit	Equity of the dominant entity	Capital non- controlling interests	Equity TOTAL
Balance on this 1.01.2021 (opening balance)	11 161	16 052	764 187	-4 565	1 729 883	284 848	0	2 801 566	111 621	2 913 187
Profit distribution			100 094		25 917	-126 011		0		0
Dividend						-33 482		-33 482	-2 817	-36 299
Total comprehensive income for period 1.01 - 30.09.2021		8 100		-44 698			367 054	330 456	6 808	337 264
<i>Valuation of hedging transactions</i>				-44 698				-44 698		-44 698
<i>Other</i>					-260	-8 194		-8 454		-8 454
Balance on this 30.09.2021 (closing balance)	11 161	24 152	864 281	-49 263	1 755 540	117 161	367 054	3 090 086	115 612	3 205 698
Balance on this 1.01.2020 (opening balance)	11 161	4 092	667 745	46 280	1 634 274	286 904		2 650 456	107 569	2 758 025
Profit distribution			95 906		95 609	-191 515		0		0
Intercapital and consolidation transfer		446	538	52 321		3 359		56 664	-6 135	50 529
Dividend						-2 817		-2 817		-2 817
Total comprehensive income for period 1.01 - 30.09.2020				-94 870		0	122 327	27 457	7 882	35 339
<i>Valuation of hedging transactions</i>				-94 870				-94 870		-94 870
Balance on this 30.09.2020 (closing balance)	11 161	4 538	764 189	3 731	1 729 883	95 931	122 327	2 731 760	109 316	2 841 076

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CONSOLIDATED CASH FLOW ACCOUNT for the period	thousand x PLN	
	3 quarters 2021 cumulative for the period from 01-01-2021 to 30-09-2021	3 quarters 2020 cumulative for the period from 01-01-2020 to 30-09-2020
A. Cash flow from operational activity - indirect method	300 212	251 844
I. Profit before taxation	448 946	164 520
II. Tax paid	-58 650	-40 735
III. Total adjustments	-90 084	128 059
1. Share in net (profits) losses of subsidiary entities evaluated by equity method	208	56
2. Depreciation	132 343	125 437
3. (Profit) loss from exchange rate fluctuations	331	-149
4. Interest and profit share (dividends)	7 315	8 143
5. (Profit) loss on investment activities	-32 211	-2 098
6. Change in reserves	-13 217	14 315
7. Change in inventories	-125 981	-48 606
8. Change in receivables	-209 155	118 247
9. Change in short-term liabilities, except for loans and credits	199 821	-99 990
10. Change in accruals	-7 607	16 510
11. Other adjustments	-41 931	-3 806
IV. Net cash flow from operating activities	300 212	251 844
B. Cash flow from investment activity	-89 773	-259 957
I. Inflows	220 163	44 407
1. Sales of intangible and tangible fixed assets	41 075	502
2. Sales of real estate properties and intangible assets		
3. From financial assets, including:	179 088	43 905
- financial assets sold	179 083	43 816
- dividends and profit share received	1	
- repayment of long-term loans granted		
- interest received	4	89
- other inflows from financial assets		
4. Other investment inflows		
II. Outflows	-309 936	-304 364
1. Purchase of intangible and tangible fixed assets	-101 297	-165 897
2. Real estate property and intangible assets		
3. To financial assets, including:	-208 526	-133 427
- financial assets purchased	-208 526	-133 427
- long-term loans granted		
4. Other investment outflows		
III. Net cash flow from investment activities	-113	-5 040
C. Cash flow from financial activity	-89 773	-259 957
I. Inflows	-86 465	-63 978
1. Net inflows from issue of shares, other capital instruments and capital receipts	4 828	60
2. Credits and loans		
3. Issue of debentures	4 801	48
4. Other financial inflows		
II. Outflows	27	12
1. Purchase of own shares	-91 293	-64 038
2. Dividends and other dues paid to shareholders		

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3. Outflows from profit distribution, other than dues paid to shareholders	-36 039	-2 759
4. Credits and loans repaid		
5. Redemption of debentures	-39 161	-46 430
6. From other financial liabilities		
7. Contractual payments of financial leasing dues	-110	
8. Interest paid	-4 721	-5 074
9. Other financial outflows	-7 336	-8 231
III. Net cash flow from financial activities	-3 926	-1 544
D. Total net cash flow	-86 465	-63 978
E. Balance sheet change in cash, including:	123 974	-72 091
- change in cash due to exchange rates fluctuations	123 974	-72 091
F. Cash (beginning of period)		
G. Cash (end of period), including:	436 392	404 501
- of limited access and disposal	560 366	332 410
	23 629	18 373

II. Abridged Financial Report for the 3rd quarter of 2021

Selected Financial Data	thousand x PLN		thousand x EUR	
	3 quarters cumulative for the period from 01-01-2021 to 30-09-2021	3 quarters cumulative for the period from 01-01-2020 to 30-09-2020	3 quarters cumulative for the period from 01-01-2021 to 30-09-2021	3 quarters cumulative for the period from 01-01-2020 to 30-09-2020
I. Net sales of products, goods and materials	1 444 491	952 815	316 879	214 501
II. Operating profit (loss)	187 260	27 250	41 079	6 135
III. Profit (loss) before taxation	214 425	60 827	47 038	13 694
IV. Net profit (loss)	182 846	60 086	40 111	13 527
V. Net cash flow from operating activities	61 876	100 174	13 574	22 552
VI. Net cash flow from investment activities	21 285	22 300	4 669	5 020
VII. Net cash flow from financial activities	-54 736	-20 382	-12 007	-4 588
VIII. Total net cash flow	28 425	102 092	6 236	22 983
IX. Total assets	2 511 548	2 162 912	542 111	466 450
X. Liabilities and provisions for liabilities	607 835	408 563	131 200	88 532
XI. Long-term liabilities	71 536	86 597	15 441	18 765
XII. Short-term liabilities	431 717	217 850	93 185	47 206
XIII. Shareholders' equity	1 903 713	1 754 349	410 912	378 569
XIV. Share capital	11 161	11 161	2 409	2 419
XV. Number of shares	5 580 267	5 580 267	5 580 267	5 580 267
XVI. Profit (loss) per ordinary share (PLN)	32,77	10,77	7,19	2,42
Diluted profit (loss) per ordinary share (PLN)				
XVII. Book value per share (PLN)	341,15	314,38	73,64	67,84
Diluted book value per share (PLN)				
XVIII. Declared or paid-out dividend for one share in (PLN/EUR)	6,00		1,32	

1. Comparable financial data (item IX-XIV and XVII) was presented pursuant to the requirements of the International Financial Reporting Standards according to the balance for this 31st December 2020. Other comparable data is presented for the period from 1st January 2020 to 30th September 2020.
2. EUR exchange rates according to the following principles were used for the conversion of the currency into PLN:
 - the assets and liabilities items of the balance sheet were converted into EUR according to the average rate announced by the National Bank of Poland for this 30th September 2021 and amounting to 4.6329 and 4.6148 for this 31st December 2020.
 - the profit and loss account items and the cash flow items were converted into EUR according to the rate being the simple average of the average EUR rates announced by the National Bank of Poland on the last day of each month included in the report and amounting to PLN 4.5585 for 3 quarters of 2021 and PLN 4.4420 for 3 quarters of 2020.
3. In the item XVIII the amount of the dividend for 1 share to paid out in 2020 by the Issuer.
4. For profit-per-share calculation the number of 5 580 267 shares was adopted.

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BALANCE SHEET	(thousand x PLN)			
	30.09.2021	30.06.2021	31.12.2020	30.09.2020
Assets				
I. Fixed assets	1 445 994	1 454 377	1 471 502	1 493 458
1. Intangible fixed assets, including	115 991	116 291	116 921	117 156
- right of perpetual land use	83 788	84 041	84 548	86 149
2. Tangible fixed assets	757 396	767 610	784 102	796 773
3. Long-term receivables				
4. Long-term investments	569 565	567 435	567 881	577 017
4.1. Real estate investments	49 006	49 479	50 425	50 898
4.2. Intangible assets				
4.3. Long-term financial assets	520 559	517 955	517 455	526 119
4.4. Other long-term investments				
5. Long-term prepayments	3 042	3 041	2 598	2 512
5.1. Deferred tax assets	3 042	3 041	2 598	2 512
5.2. Other prepayments				
II. Current assets	1 065 554	828 409	691 410	634 724
1. Inventories	433 205	260 071	238 059	250 088
2. Short-term receivables	378 016	304 064	216 211	208 584
- including trade receivables in excess of 1 year	227	227	290	291
3. Short-term investments	240 944	249 600	212 433	175 010
3.1. Short-term financial assets	238 970	249 599	211 945	173 263
a) loans	17 000	18 400	18 400	19 550
b) short-term securities				
c) cash and cash equivalents	221 970	231 199	193 545	153 713
3.2. Other short-term investments	1 974	1	488	1 748
4. Short-term prepayments	13 389	14 674	24 708	1 042
Total assets	2 511 548	2 282 786	2 162 913	2 128 182
Liabilities				
I. Shareholders' equity	1 903 713	1 796 252	1 754 349	1 739 232
1. Share capital	11 161	11 161	11 161	11 161
2. Reserve capital	103 749	103 749	103 750	103 749
3. Reserve capital from revaluation				
4. Other reserve capital	1 614 232	1 614 232	1 592 870	1 592 870
5. Retained earnings (losses)	-8 275	-8 275	-8 275	-28 634
6. Net profit (loss)	182 846	75 385	54 844	60 086
II. Liabilities and provisions for liabilities	607 835	486 534	408 564	388 950
1. Provisions for liabilities	99 560	99 560	97 221	103 224
1.1. Provision for deferred income tax	75 267	75 267	76 740	75 952
1.2. Other provisions	24 293	24 293	20 482	27 272
a) long-term	15 006	15 006	15 007	20 964
b) short-term	9 287	9 287	5 475	6 307
2. Long-term liabilities	71 536	76 537	86 597	91 316
2.1. Long-term credits and loans	15 000	20 000	30 000	35 000
2.2. Long-term liabilities due to the application of IFRS 16	56 536	56 537	56 597	56 316
3. Short-term liabilities	431 717	302 517	217 851	187 713
3.1. Short-term credits and loans	0	0	0	0
3.2. Current part of long-term credits and loans	20 000	20 000	20 000	20 000

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3.3. Trade liabilities	376 408	211 946	171 956	138 187
- including trade payables in excess of 1 year	2 843	2 840	3 539	3 208
3.4. Income tax liabilities	13 420	15 051	7 240	8 638
3.5. Other short-term liabilities	21 889	55 520	18 655	20 888
4. Accruals	5 022	7 920	6 895	6 697
Total liabilities	2 511 548	2 282 786	2 162 913	2 128 182
Book value	1 903 713	1 796 252	1 754 349	1 739 232
Number of shares	5 580 267	5 580 267	5 580 267	5 580 267
Book value per share (PLN)	341,15	321,89	314,38	311,68
Diluted number of shares	5 580 267	5 580 267	5 580 267	5 580 267
Diluted book value per share (PLN)	341,15	321,89	314,38	311,68

PROFIT AND LOSS ACCOUNT for the period	(thousand x PLN)			
	III quarter of 2021 - period from 01-07-2021 to 30-09-2021	3 quarters cumulative for the period from 01-01-2021 to 30-09-2021	III quarter of 2020 - period from 01-07-2020 to 30-09-2020	3 quarters cumulative for the period from 01-01-2020 to 30-09-2020
I. Net sales of products, goods and materials, including:	569 562	1 444 491	298 464	952 815
1. Net sales of products	456 251	1 186 587	234 206	757 116
2. Net sales of goods and materials	113 311	257 904	64 258	195 699
II. Costs of products, goods and materials sold, including:	438 926	1 177 042	283 754	878 923
1. Production cost of products sold	328 704	929 267	221 387	688 077
2. Value of goods and materials sold	110 222	247 775	62 368	190 846
III. Gross profit (loss) on sales	130 636	267 449	14 710	73 892
IV. Selling costs	14 025	36 555	9 085	29 606
V. General and administrative costs	14 034	32 750	8 831	25 861
VI. Profit (loss) on sales	102 577	198 144	-3 206	18 425
VII. Other operating incomes	1 226	6 311	4 128	14 774
VIII. Other operating costs	5 529	17 195	327	5 949
IX. Operating profit (loss)	98 274	187 260	596	27 250
X. Financial incomes	30 886	32 023	31 586	37 714
XI. Financial costs	1 220	4 858	230	4 137
XII. Profit (loss) before taxation	127 940	214 425	31 952	60 827
XIII. Income tax	20 480	31 579	100	741
XIV. Other statutory reductions in profit (increases in loss)	0	0	0	
XV. Net profit (loss)	107 460	182 846	31 852	60 086
Net profit (loss)	107 460	182 846	31 852	60 086
Weighted average number of ordinary shares	5 580 267	5 580 267	5 580 267	5 580 267
Profit (loss) per ordinary share (PLN)	19,26	32,77	5,71	10,77
Weighted average predicted number of ordinary shares	5 580 267	5 580 267	5 580 267	5 580 267
Diluted profit (loss) per ordinary share (PLN)	19,26	32,77	5,71	10,77

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TOTAL COMPREHENSIVE INCOME for the period	(thousand x PLN)			
	III quarter of 2020 - period from 01-07- 2020 to 30-09-2020	3 quarters cumulative for the period from 01- 01-2020 to 30-09- 2020	III quarter of 2019 - period from 01- 07-2019 to 30-09- 2019	3 quarters cumulative for the period from 01-01-2019 to 30-09-2019
Net result	107 460	182 846	31 852	60 086
Differences from evaluation				
Total Comprehensive Income	107 460	182 846	31 852	60 086

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Statement of changes in equity for the period from 1st January to 30th September 2021 and 2020	(thousand x PLN)						
	Share capital	Supplementary capital	Revaluation reserve	Other reserve capital	Retained profits	Current year net profit	Equity TOTAL
Balance on this 01.01.2021 (opening balance)	11 161	103 749		1 592 870	46 568		1 754 348
Profit distribution				21 362	-21 362		0
Change in shares – merger of companies							0
Dividend					-33 481		-33 481
Profit (loss) from previous years - due to the application of IFRS 16							0
Total comprehensive income for period 1.01 - 30.09.2021						182 846	182 846
Balance on this 30.09.2021 (closing balance)	11 161	103 749	0	1 614 232	-8 275	182 846	1 903 713
Balance on this 01.01.2020 (opening balance)	11 161	103 749		1 500 062	64 174		1 679 146
Profit distribution				92 808	-92 808		0
Change in shares – merger of companies							0
Dividend							0
Profit (loss) from previous years - due to the application of IFRS 16							0
Total comprehensive income for period 1.01 - 30.09.2020						60 086	60 086
Balance on this 30.09.2020 (closing balance)	11 161	103 749	0	1 592 870	-28 634	60 086	1 739 232

CASH FLOW ACCOUNT for the period	(thousand x PLN)	
	3 quarters 2021 cumulative for the period from 01-01-2021 to 30-09- 2021	3 quarters 2020 cumulative for the period from 01-01-2020 to 30-09- 2020
A. Cash flow from operating activities – indirect method	61 876	100 174
I. Profit before taxation	214 425	60 827
II. Tax paid	-28 450	-741
III. Total adjustments	-124 100	40 088
1. Depreciation	37 355	39 902
2. (Profit) loss from exchange rate fluctuations		
3. Interest and profit share (dividends)	-26 854	-32 583
4. (Profit) loss on investment activities	-421	35
5. Change in reserves	2 338	3 130
6. Change in inventories	-194 453	52 593
7. Change in receivables	-161 805	43 186
8. Change in short-term liabilities except for loans and credits	208 820	-64 947
9. Change in accruals	9 004	-48
10. Other adjustments	1 915	-1 180
III. Net cash flow from operating activities	61 876	100 174
B. Cash flow from investment activities	21 285	22 300
I. Inflows	33 557	39 382
1. Sales of intangible and tangible fixed assets	594	12
2. Sales of real estate properties and intangible assets		
3. From financial assets, including:	32 963	39 370
- financial assets sold		
- dividends and profit share received	31 539	37 057
- repayments of long-term loans granted		
- interest received	23	63
- other inflows from financial assets	1 400	2 250
4. Other investment inflows		
II. Outflows	-12 272	-17 082
1. Purchase of intangible and tangible fixed assets	-9 168	-11 718
2. Real estate property and intangible assets		
3. To financial assets, including:	-3 104	-325
- financial assets purchased	-3 104	-25
- long-term loans granted	0	-300
4. Other investment outflows	0	-5 039
III. Net cash flow from investment activities	21 285	22 300
C. Cash flow from financial activities	-54 736	-20 382
I. Inflows	0	0
1. Net inflows from issue of shares, other capital instruments or capital receipts		
2. Credits and loans		
3. Issue of debentures		
4. Other financial inflows		
II. Outflows	-54 736	-20 382
1. Purchase of own shares		
2. Dividends and other dues paid to shareholders	-33 481	
3. Outflows from profit distribution, other than dues paid to shareholders		

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4. Credits and loans repaid	-15 000	-15 000
5. Redemption of debentures		
6. From other financial liabilities		
7. Contractual payments of financial lease dues	-61	-57
8. Interest paid	-4 708	-4 536
9. Other financial outflows	-1 486	-788
III. Net cash flow from financial activities	-54 736	-20 382
D. Total net cash flow	28 425	102 092
E. Balance sheet change in cash	28 425	102 092
F. Cash (beginning of period)	193 545	51 621
G. Cash (end of period)	221 970	153 713

III. Introductory Information

1. The basic data

Apart from the parent company, the Stalprodukt S.A. Capital Group embraces 10 associated entities accounting for subsidiary companies. Stalprodukt S.A. holds 100 % of shares in the subsidiary companies, except for Zakłady Górniczo-Hutnicze "Bolesław", where it holds 94.93 % of shares.

As the group's parent company, Stalprodukt S.A., provides operating and development guidelines for the associated entities formed within the framework of the Company's restructuring and expansion of its production, trade and services and organization of its own sales network.

The basic objects of operation of the capital group companies are:

- production of electrical transformer sheets – parent company Stalprodukt S.A., GO Steel a.s.,
- production of cold formed profiles, road safety barriers as well as cut-to-length cold- and hot-rolled sheets and strips – parent company Stalprodukt S.A.,
- production of zinc and lead and recycling of zinc-bearing waste – ZGH "Bolesław" S.A. along with its subsidiary companies:
 - Zinc Smelter - Huta Cynku "Miasteczko Śląskie" S.A. – production of rectified zinc, lead and cadmium,
 - Bol-Therm Sp. z o.o. – power supply-, laboratory-, mechanics and construction-related services, transport-equipment and forwarding services, production of dolomite aggregates, zinc products and zinc alloys,
 - Gradir Montenegro d.o.o. – zinc ores mining and concentrate production,
 - Agencja Ochrony Osób i Mienia "Karo" Sp. z o.o. – bodyguard and property security services,
- trade activities:
 - Stalprodukt-Zamość Sp. z o.o.,
 - Stalprodukt-Centrostal Kraków Sp. z o.o. - in liquidation,
- other production- and services-related activities:
 - production of galvanized banding steel and wire, as well as steel strips - Cynk-Mal S.A.,
 - production of cold-rolled sheets – GO Steel a.s.
 - spare parts production and regeneration - Stalprodukt-Wamech Sp. z o.o.,
 - installation, repair/renovation and maintenance of machines - Stalprodukt-Serwis Sp. z o.o.,
 - structural steel production - STP Elbud Sp. z o.o., Stalprodukt-Wamech Sp. z o.o.,

- galvanizing services - STP Elbud Sp. z o.o. and Cynk-Mal S.A.,
- roads and freeways construction and management – Stalprodukt-Wamech Sp. z o.o.
- bodyguard and property security – Stalprodukt-Ochrona Sp. z o.o.,
- designing equipment related to the use of renewable energy sources – Anew Institute Sp. z o.o.,
- Hotel Ferreus Sp. z o.o. - hotel services.

2. Changes in the Issuer's and Capital Group's Ownership Structure

In relation to the 3rd Quarter of 2020, which is a comparable period to this Consolidated Financial Report, in the 3rd Quarter of 2021 the following changes in the structure of the Issuer's Capital Group took place:

1. In connection with the entry into force in the Czech Republic on January 1, 2021 of the amendment to the Act on Commercial Companies 33/2020 Sb and in order to avoid problems related to the interpretation of the new regulations, Stalprodukt S.A., as the sole shareholder of GO Steel Frydek-Mistek a.s., made the decision to change the existing system of the internal structure of the company (the so-called one-tier one, with the statutory director and the management board) to a dual system (in which the management board and supervisory board operate), i.e. a system also known in Poland under the provisions of the Commercial Companies Code. In connection with the above, on December 16, 2020, the necessary changes were made to the statutes of GO Steel Frydek Mistek a.s., with the simultaneous change of the company's name to GO Steel a.s. The changes entered into force on January 1, 2021.
2. Due to the completion by the Company of the construction of the 5-star Ferreus Hotel in Kraków, on March 9, 2021, the articles of association of the company Hotel Ferreus Sp. z o.o. were drawn up. The share capital of this company is PLN 500 thousand and is divided into 500 shares with a nominal value of 1 thousand PLN each, which were fully covered by Stalprodukt S.A. as its sole partner.
On June 17, 2021, the National Court Register registered the company. The company Hotel Ferreus Sp. z o.o. was established to conduct hotel activities on the basis of a lease agreement for the facility in question. Due to the coronavirus pandemic, the Company withheld the launch of the hotel. The currently expected date of commencement of operations is the 1st quarter of 2022. The facility has a permit for use by the County Construction Supervision Inspector - Grodzki County, and a positive position in the field of fire protection of the Municipal Commander of the State Fire Service in Krakow. The hotel has a total of 71 accommodation units. The total planned expenditure on its construction based on the investor's cost estimates

was determined at the level of PLN 66 million. The expenditure actually incurred amounted to PLN 58.9 million.

3. On September 29, 2021, the General Meeting of Shareholders of Stalprodukt - Centrostal Kraków Sp. z o.o. adopted a resolution to put the company into liquidation. This decision is a consequence of the optimization of the distribution channel started in 2018. On June 28, 2018, an agency agreement was signed with Stalprodukt -Centrostal Kraków Sp. z o.o. Pursuant to its terms, the purchases and sales were not made for the subsidiary's own account, but for and on behalf of Stalprodukt. At that time the first stage of reorganization of the distribution business also took place, i.e. the takeover of the warehouses from Stalprodukt-Centrostal Kraków and their inclusion in the structures of the Stalprodukt's marketing director division. In turn, on October 1, 2021, Stalprodukt took over the commercial teams in their structures and the scope of their tasks, thus the activity of the subsidiary as an Agent was terminated.

The changes introduced in the distribution of the Profiles Segment products are aimed at improving the efficiency of finished goods warehouse management and reducing the costs related to the sales network, as well as increasing the segment's sales efficiency.

In the opinion of the Management Board, this decision does not constitute a discontinuation of operations in accordance with the International Accounting Standards; it will not affect adversely the sales results of the Profiles Segment's products.

3. Fundamental Principles Governing the Preparation of the Abridged Interim Consolidated Financial Report

The presented Abridged Consolidated Financial Report was prepared in respect of the period from 1 July 2021 to 30 September 2021 with the use of the full consolidation method, considering all the Group's subsidiaries. The comparable data cover the period from 2020 to 30 September 2020 referring to the profit and loss account and the cash flow statement, the balance sheet values reflect the status as of 31 December 2020.

The Group's reporting year is equivalent to the calendar year.

This Abridged Consolidated Financial Report was prepared in line with the International Financial Reporting Standards approved by the European Union and, in particular, with the International Accounting Standard No 34 "Interim Financial Reporting" and was based on the assumption that the Group will be continuing its activities in the predictable future. As of the Financial Report approval day, the Issuer's Management Board does not find any circumstances likely to threaten the continuation of activities pursued by the Capital Group.

The Interim Abridged Consolidated Financial Report does not contain all the information and disclosures required in the consolidated financial report and the additional information sheet mainly contains the explanations of events and changes indispensable for the understanding

of the changes in the Group's financial standing and its performance results to have occurred since the end of the previous reporting year.

The Additional Information sheet embraces selected data explaining the facts required by the IAS 34 and the Regulation of the Minister of Finance as of 29.03.2018 r. on current and periodic information to be disclosed by issuers of securities and conditions for recognizing as equivalent of information whose disclosure is required under the laws of a non-member state (Journal of Laws 2018, item 757).

If the Additional Information sheet does not contain a description of some events, required by the above mentioned regulations, this shall mean that such events have not occurred during the reporting period.

4. Accounting Principles (Policy)

1. In the quarterly abridged consolidated financial report the accounting principles (policy) used, including the assets and liabilities, income and costs valuation methods as well as calculation methods adopted, were identical with the ones presented in detail in the Consolidated Report 2020.

In the reporting period no essential amendments were introduced into the accounting standards (policy), nor any adjustments were made in respect of the fundamental errors and adopted estimated values which would have significantly affected the Group's property and liquidity standing and its financial result.

2. The changes introduced into the standards and interpretations issued by the International Financial Reporting Standards Council and International Financial Reporting Standards Interpretation Committee, applicable since 1 January 2020 or later, either do not apply to the Stalprodukt Group, or do not significantly affect the heretofore applied accounting policy and assessment of its asset position and financial standing. The numerous changes introduced into the existing accounting standards and interpretation changes, referring to the existing standards, have already been adopted by the International Financial Reporting Standards Council, but not approved by the EU yet and so the same shall take effect at later dates.

The Management Board does not expect the introduction of the above standards and interpretations to significantly affect the accounting principles (policy) applied by the Group, its financial standing and financial result, but the same may still require further additional or amended disclosures to be included in the report. The above mentioned changes were precisely described in the Additional and Explanatory Information sheet appended to the published Consolidated Financial Report for 2020.

3. The information contained in the Consolidated Financial Report was compiled in compliance with the principles pertaining to the assets and liabilities valuation and net financial result measurement, defined as of the balance sheet day, in compliance with IFRS adopted by the European Union and interpretations related thereto, announced in

the form of the European Commission Regulations, with the principle of materiality observed.

4. Estimated Values

- Provision for deferred tax was increased by PLN 7,206 thousand, and decreased by PLN 3,203 thousand.
- A write-down on inventories was created in the amount of PLN 4,901 thousand, in the Zinc Segment, a write-off for inventories of finished products was released in the amount of PLN 984 thousand.
- Provision for doubtful receivables was created in the amount of PLN 18 thousand, and released in the amount of PLN 28 thousand.
- Provision was created for employee benefits in the amount of PLN 1,868 thousand and employee benefit reserves were released in the amount of PLN 2,197 thousand.
- Provision for the bonus fund was created in the amount of PLN 1,425 thousand
- Provision for electricity origin certificates and CO2 emission allowances was created in the amount of PLN 8,065 thousand, and released in the amount of PLN 4,014 thousand,
- In the Zinc Segment, the amount from the mine decommissioning provision was used in the amount of PLN 16,700 thousand, and from the mine closure fund the amount of PLN 10,872 thousand was used,
- A provision was created for fixed costs during the renovation in the amount of PLN 1,500 thousand,
- A provision for land reclamation was created in the amount PLN 112 thousand, and dissolved in the amount of 10 thousand,
- Other provisions - created in the amount of PLN 628 thousand, and dissolved in the amount of 18 thousand.

IV. Business Segments

The segment-based reporting was based on IFRS 8 "Operating Segments". The rules governing the Stalprodukt Capital Group's division into operating segments and accounting principles applied in this kind of reporting were described in detail in the last published Consolidated Financial Report for 2020.

Revenues presented in the breakdown into operating segments include only revenues from external customers. There are no transactions between the 3 operating segments (electrical sheet segment, profiles segment and zinc segment). As part of the accounting policy (principles), the "other operations" item was separated to balance the results of the Capital Group. The scope of "other activities" includes assembly services, maintenance services, security, galvanizing services, production of cold rolled steel coils, etc. These services are carried out by the Capital Group companies for external customers and for the needs of individual segments, which in the Issuer's opinion is not a transaction between operating

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segments. At the same time, taking into account the consolidation principles, revenues from sales under "other activities" made for the benefit of operating segments as carried out within the Capital Group were excluded from consolidation.

Information on Operating Segments for 3rd quarter of 2021 (PLN thousand)

Itemization	Operating Segments				Total
	Electrical Sheets Segment	Profiles Segment	Zinc Segment	Other Activities	
Segment Revenues	296 055	260 468	569 847	89 372	1 215 742
Domestic	19 655	181 165	367 386	68 468	636 674
Export	276 400	79 303	202 461	20 904	579 068
Segment Costs	210 833	208 693	500 720	72 425	992 671
Segment Result	85 222	51 775	69 127	16 947	223 071
Other Operating and Financial Revenues Non-Attributable to the Segment					16 817
Other General, Operating and Financial Costs Non-Attributable to the Segment					49 281
Gross Profit					190 607
Income Tax					34 082
Net Profit					156 525
Segment Assets	1 129 856	863 711	2 286 220	470 648	4 750 435
Assets Non-Attributable to the Segment					43 609
Total Assets					4 794 044
Liabilities	363 066	287 427	594 409	105 894	1 350 797
Contingent Liabilities					237 549
Total Liabilities					1 588 346
Investment Outlays	1 905	330	17 978	2 293	22 506
Depreciation	9 375	4 664	26 146	3 788	43 973

Information on Operating Segments for 3rd quarter of 2020 (PLN thousand)

Itemization	Operating Segments				Total
	Electrical Sheets Segment	Profiles Segment	Zinc Segment	Other Activities	
Segment Revenues	144 335	134 662	467 540	59 915	806 452
Domestic	12 191	100 999	268 213	47 589	428 992
Export	132 144	33 663	199 327	12 326	377 460
Segment Costs	135 913	134 797	393 421	51 633	715 764
Segment Result	8 422	-135	74 119	8 282	90 688
Other Operating and Financial Revenues Non-Attributable to the Segment					35 161
Other General, Operating and Financial Costs Non-Attributable to the Segment					57 373
Gross Profit					68 476
Income Tax					20 086
Net Profit					48 390
Segment Assets	942 783	659 739	2 192 970	431 503	4 226 995
Assets Non-Attributable to the Segment					38 037
Total Assets					4 265 032
Liabilities	234 595	185 721	639 103	68 422	1 127 841
Contingent Liabilities					296 115
Total Liabilities					1 423 956
Investment Outlays	542	855	24 492	2 849	28 738
Depreciation	8 904	5 378	22 957	4 140	41 379

V. Evaluation of obtained results and financial situation

In the third quarter of 2021, compared to the same period of 2020, the Stalprodukt S.A. Capital Group achieved sales revenues higher by PLN 409,290 thousand, i.e. by 51 %. At the level of profit on sales, PLN 183,139 thousand was achieved, against PLN 51,263 thousand in the third quarter of 2020. On the other hand, the level of operating profit PLN 196,376 thousand was achieved, against PLN 69,772 thousand in the third quarter of 2020, an increase by 126,604 thousand, i.e. 182 %. Net profit in the third quarter of 2021 amounted

to PLN 156,525 thousand compared to the third quarter of 2020, when it amounted to PLN 48,390 thousand, which means an increase by 108,135 thousand, i.e. by 223 %.

The Capital Group recorded positive results in all operating segments. Revenues for the three quarters of 2021 amounted to PLN 3 358 million, operating profit PLN 463 million, and the net profit of PLN 377 million.

In the Electrical Sheets Segment, the sales volumes of transformer sheets were higher by 21.4% compared to the third quarter of 2020. Sales increased both at the Bochnia plant and in the Czech Republic. At the same time, significant price increases and an increase in the share of sheets with higher parameters were achieved. Revenues increased by PLN 151.7 million, i.e. by 105%. In the third quarter, the improvement of the segment's market conditions, which started in the second quarter of this year, continued. Both the increase in demand and prices resulted in the achievement of over 10 times better result than in the same period of 2020.

In the third quarter of 2021, the share of sheets in the HiB grade at the Bochnia plant amounted to over 20% of the production volume.

Despite the improved results, the situation of producers in the European Union is still negatively affected by competition with lower production costs coming from the regions that do not pay fees for CO₂ emissions and with lower energy costs. Hence, there is still some degree of uncertainty about the further development of the macroeconomic situation in many markets.

Throughout the entire period, the segment had the organizational, production and financial capacity to conduct operating activities, both at the plants in Bochnia and in Frydek-Mistek. The development of the situation in the segment will be closely related to the impact of the pandemic on foreign markets, the reaction of the authorities of individual countries and the development of the situation in relation to with successive waves of the pandemic.

On October 9, 2020, the Management Board of ArcelorMittal Poland S.A. ("AMP") made a decision on the permanent closure of steelmaking facilities of the Krakow branch. The blast furnace and steel plant were temporarily shut down in November 2019 due to the decline in steel demand and large import volumes of steel products from outside the EU. The decision was dictated by structural reasons such as: the lack of effective measures to protect the European steel market, further increase of duty-free quotas for imports of steel products from outside the EU with a decrease in demand for steel and high energy costs.

The Issuer's Management Board emphasizes that this decision does not have a direct negative impact on the supply of input products for the Company's needs, as they have already been taken over by other mills of the ArcelorMittal Group and are carried out in

accordance with the schedule and production needs of the Company. Nevertheless, the long-term cooperation relations between both entities, favorable (due to the close location of the steelworks) logistics of deliveries from the Krakow branch of AMP and the great importance of this plant in securing supplies for the Electrical Sheets Segment are the reason that the decision to completely shut down the steelmaking facilities of the Krakow AMP steelworks and the failure to implement a development project ensuring the supply of the highest-performance transformer sheets charge should be assessed as unfavorable from the point of view of ensuring the optimal functioning of the Company.

What is particularly important from the point of view of securing input material needs for the Electrical Sheets Segment of Stalprodukt, the announcement of the Management Board of AMP also mentions investments in the steel plant in Dąbrowa Górnicza, including projects enabling the production of steel grades that will be used in the further production of grain oriented steel.

It is difficult to accurately assess the impact of the coronavirus pandemic itself on the situation of the Segment's customers, but the impact should be less and less noticeable. However, in addition to the coronavirus pandemic, the general market situation and regulatory activities have an equally significant or even greater impact on the operations of the Electrical Steel Segment. The Issuer's Management Board considers the possible decision of the European Commission to extend the protection measures of the EU transformer sheet market to be a particularly important factor that will have an impact on the future operation and results of the Segment. Stalprodukt submitted to the European Commission, together with another European producer, an application to carry out "an expiry review of the existing AD measures", i.e. "Expiry review".

Initiation of an expiry review of the anti-dumping measures

The EU market protection measures against excessive imports of transformer sheets from China, Japan, Korea, Russia and the USA were introduced by the Commission Implementing Regulation (EU) 2015/1953 of October 29, 2015 for a period of 5 years. The main solutions adopted in the field of safeguard measures were anti-dumping duties and the minimum import price mechanism.

On July 29, 2020, the European Steel Association ("Eurofer") submitted a request for an expiry review on behalf of the Union producers.

The European Commission initiated the proceeding and a relevant Notice (No 2020 / C 366/11) was published in the Official Journal of the European Union on 30 October 2020. The expiry review will determine whether the expiry of the measures would be likely to lead to a continuation or recurrence of dumping of the product under review originating in the countries concerned and to a continuation or recurrence of injury to the Union industry.

An investigation is normally completed within 12 months, and in any event no later than within 15 months from the date of publication of the above-mentioned notice.

The expiry review can only result in the repeal or the continuation of the existing measures. If they are maintained, they are likely to be valid for another five years. An expiry review may not lead to a change in the level or form of the measures.

Taking into account the current conditions of the global transformer sheet market, i.e. significant overproduction, competition from Asian and Russian producers and protective measures introduced against imports by other countries (China, the United States), the decision made by the European Commission is important for the continued operation of the Stalprodukt Electrical Sheets Segment. On October 21, 2021, the European Commission issued the "General Disclosure Document", in which it recommends "maintaining anti-dumping duties on imports of GOES originating in China, Japan, the Republic of Korea, the Russian Federation and the United States of America." Voting of the member states of the European Union should take place in mid-December this year.

In the **Profiles Segment**, a decrease in quantitative sales by 6.3% was recorded compared to the third quarter of 2020. At the same time, the segment's sales revenues were higher by PLN 125,806 thousand, i.e. by 93%. Additionally, the Segment recorded a result of PLN 51,775 thousand. Both the increase in revenues and profitability of the segment were caused by significant price increases recorded since the second quarter of 2021.

At the same time, the Issuer would like to emphasise that previous expectations as to the systemic solution of the issue of dumped imports, which may have a positive impact on the situation of the company and steel processors, have not been fully resolved, due to, among others, (relatively) high quotas. Imports of steel products (including, among others, pipes and profiles manufactured by Stalprodukt) into the European Union market significantly affect the competitive position of Union producers.

In the third quarter of 2021, the Zinc Segment's net revenues amounted to PLN 569,8 million, and in relation to the corresponding period of the previous year, in which sales amounted to PLN 467,5 million, were higher by 21 %.

Sales of the Zinc Segment by products:

- sales of zinc for 9 months of 2021 amounted to 125.9 thousand tons (including 41.6 thous. tons in the third quarter of 2021) and was higher by 9.5 thous. tons (+ 8%) compared to sales for 9 months of 2020.
- sales of silver (Dore's metal) for 9 months of 2021 amounted to PLN 638.3 thousand ounces (including 95.5 thousand ounces in the third quarter of 2021) and was higher by 143.8 thous. ounces (+ 64%) compared to sales for 9 months of 2020.
- sales of refined lead for 9 months of 2021 amounted to 10.5 thous. tons (including 3.8 thous. tons in the third quarter of 2021) and was higher by 1.6 thous. tons (+ 18%) compared to the same period of 2020.

For 9 months of 2021, the revenues of the Zinc Segment are increased by one-off sales from the stock of mine concentrate (flotation galena) in the amount of 5.0 thous. tons (in Q1

2021). In turn, the volume of Dore's metal is the result of the processing of Pb-Ag anodes at HC "Miasteczko Śląskie" from the liquidated tank hall at ZGH "Bolesław".

The prices of basic metals for the ZGH "Bolesław" Group were as follows:

9 months of 2021

average zinc cash settlement price on the London Metal Exchange USD 2,886 per tonne

average lead cash settlement price on the London Metal Exchange USD 2,164 per tonne

average silver price on the London Bullion Market USD 25.75 per troy ounce (USD 827.7 per kg)

the average PLN/USD exchange rate (NBP) was 3.8049

9 months of 2020

average zinc cash settlement price on the London Metal Exchange USD 2,145 per tonne

average lead cash settlement price on the London Metal Exchange USD 1,800 per tonne

average silver price on the London Bullion Market USD 19.25 per troy ounce (USD 618.9 per kg)

the average PLN/USD exchange rate (NBP) was 3.9372.

The price of zinc, converted into PLN, was PLN 10,984 per tonne and was 31% higher than in the 9 months of 2020, when it averaged PLN 8,416 per tonne.

The price of lead, converted into PLN, was PLN 8,238 per tonne and was 17% higher than in the 9 months of 2020, when it averaged PLN 7,070 per tonne.

The price of silver, converted into PLN, was PLN 3,150 per kg, which means a 29% increase compared to the same period last year - an average of PLN 2,437 per kg.

In the third quarter of 2021, metallurgical production amounted to, respectively:

- zinc production for 9 months of 2021 amounted to 122.9 thous. tons (including 42.6 thous. tons in the third quarter of 2021) and was higher by 3.9 thous. tons (+ 3.3%) compared to 9 months of 2020.
- production of refined lead for 9 months of 2021 amounted to 14.3 thous. tons (including 4.8 thous. tons in the third quarter of 2021) and was higher by 1.4 thous. tons (+ 10.7%) compared to 9 months of 2020.
- silver production (Dore's metal) for 9 months of 2021 amounted to 21.6 tons (including 5.3 thous. tons in the third quarter of 2021) and was higher by 6.9 tons (+ 47.0%) compared to 9 months of 2020.

Apart from concentrates from the processing of imported ore, ZGH "Bolesław" S.A. produces concentrates based on zinc-bearing waste. The amount of these concentrates for 9 months of 2021 was higher than the production executed in the corresponding period of 2020. These concentrates are the feedstock for Huta Cynku [Zinc Smelter] "Miasteczko Śląskie" and Huta [Zinc Smelter] "Bolesław".

The year 2021, in relation to the previous years, is a period of an increase in the volume of purchase and consumption of external input materials due to the cessation of zinc-lead ore extraction in the Pomorzany mine, and thus a much lower production of zinc-lead concentrates from own ore. The benchmark for this year's TC (processing charges) fell to \$ 159 per ton from \$ 299.8 in 2020, due to an insufficient supply of concentrate.

VI. Financial instruments and risk management assessment

The Parent Company is exposed to various types of financial risks - including changes in market prices of debt and equity instruments, fluctuations of currencies and interest rates. The overall financial risk management program of the Issuer focuses on the unpredictability of financial markets and seeks to minimize the potential negative effects on the Parent Company's financial results. The Department of Financial and Risk Management, supervised by the Finance Director, manages the risk in the Parent Company. The main objective is to minimize the negative effects of external changes on the results obtained by the Company. Depending on the type and size of risk, the Company complies with the appropriate instruments for the diagnosis, assessment and hedging.

As of 30 September 2021, the subsidiary companies belonging to the Zinc Segment were applying cash flow hedge accounting for commodity and currency swaps in accordance with the rules described in the Annual Report. As of 30 September 2021 they held the following hedging measures active (the connections have been planned for the period from October 2021 to July 2024):

1) Currency

Hedging Type	Description of Hedging Instrument	Nominal Amount	Fair Value of the Hedging Instrument as of the Balance Sheet Day	Effective Portion Taken to Capital Revaluation Reserve	Nature of the Risk Type Hedged Against
Active currency hedging instruments as of 30.09.2021 r. PLN thousand					
Cash Flow Hedging	forward	\$ 145 815 610,00	-25 183	-25 183	risk from USD/PLN exchange rates
Cash Flow Hedging	forward	€ 1 500 000,00	13	13	risk from EUR/PLN exchange rates
Cash Flow Hedging	option strategies (synthetic forward)	€ 2 700 000,00	-169	-170	risk from EUR/PLN exchange rates

2) raw material

Hedging Type	Description of Hedging Instrument	Nominal Amount	Fair Value of the Hedging Instrument as of the Balance Sheet Day	Effective Portion Taken to Capital Revaluation Reserve	Nature of the Risk Type Hedged Against
Active commodity hedging instruments as of 30.09.2021 (zinc) PLN thousand					
Cash Flow Hedging	swap	22 300	-25 708	-25 708	Price Change Risk Zn LME PLN

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Cash Flow Hedging	swap (USD)	34 800	-12 698	-12 698	Price Change Risk Zn LME USD
Active commodity hedging instruments as of 31.03.2021 (lead)			PLN thousand		
Cash Flow Hedging	swap	3 750	1 008	1 008	Price Change Risk Pb LME PLN
Active commodity hedging instruments as of 31.03.2021 (silver)			PLN thousand		
Cash Flow Hedging	swap	60 000	1 048	1 048	Price Change Risk Ag LMBA

Explanations Referring to Balance Sheet Items Related to Derivative Instruments

Explanation Referring to the Item: Other long- and Short-Term Investments	PLN thousand	
	30.09.2021	30.09.2020
Long-Term investments	1 983	2 211
Short-Term Investments	102 573	172 732
TOTAL, including:	104 556	174 943
a) valuation of derivative transactions	5 644	28 596
b) securities	98 912	146 347

Explanation to Item: Liabilities pertaining to hedging instruments	PLN thousand	
	30.09.2021	30.09.2020
Contracts for Hedging Transactions	18 549	358
Conclusions of Currency Option Transactions	58 236	6 586
Adjustment pertaining to the amount resulting from the closed transactions settlements with brokers	-4 088	4 783
TOTAL	72 697	11 727

Valuation of Derivative Transactions

Valuation of Derivative Transactions	PLN thousand			
	30.09.2021		30.09.2020	
	Financial Assets	Financial Liabilities (Payables)	Financial Assets	Financial Liabilities (Payables)
Commodity Transactions - Zinc	2 391	41 810	18 839	2 676
Commodity Transactions - Lead	1 029	21	0	0
Currency Transactions - USD/PLN EUR/PLN	1 176	30 867	9 517	8 302
Commodity Transactions- Silver	1 048	0	240	749
Total	5 644	72 698	28 596	11 727

Division of Hedging Instruments

Division of Hedging Instruments	PLN thousand			
	30.09.2021		30.09.2020	
	Financial Assets	Financial Liabilities (Payables)	Financial Assets	Financial Liabilities (Payables)
Hedging Instruments	5 644	67 332	25 485	9 849
Commodity Transactions - zinc	2 391	40 797	18 238	2 011

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Commodity Transactions - lead	1 029	21	0	0
Currency Transactions - USD/PLN, EUR/PLN	1 176	26 514	7 007	7 089
Commodity Transactions - Silver	1 048	0	240	749
Trade Instruments	0	5 365	3 111	1 877
Commodity Transactions- zinc	0	1 012	601	665
Commodity Transactions - lead	0	0	0	0
Currency Transactions - USD/PLN, EUR/PLN	0	4 353	2 510	1 212
Commodity Transactions - silver	0	0	0	0
Total	5 644	72 697	28 596	11 726

Financial Report Presentation of Applied Derivative Instruments

The result of the hedging instruments valuation, in its portion recognized as 'effective hedging', is taken to the capital revaluation reserve. Asian options, aimed at hedging the Company against the change of time value, are taken to costs or to financial revenues. The trade instruments valuation result is taken to costs or financial revenues. The result from the application of hedging instruments is used to adjust the hedged item (sales). The result from the application of trade instruments is taken to costs or financial revenues.

Derivative Transactions Presented in the Profit and Loss Account:	PLN thousand	
	30.09.2021	30.09.2020
Sales of Products Adjustment	-21 597	55 988
Sales of Goods Adjustments	0	0
Revaluation of Investments	-4 764	-2 298
Gains/Loss on Sale of Investments	-7 538	2 362
Total	-33 899	56 052

Cash Result from Reconciliation of Derivative Instruments:	PLN thousand	
	30.09.2021	30.09.2020
Commodity Transactions	-19 717	73 291
Currency Transactions	4 966	-30 145
Total	-14 751	43 146

Sales of Products Adjustment Related to Application of Hedging Instruments:	PLN thousand	
	30.09.2021	30.09.2020
Sales Increase	8 033	87 456
Sales Decrease	-29 630	-31 468
TOTAL	-21 597	55 988

Status of Capital from Revaluation Related to Application of Hedge Accounting (excluding Deferred Tax)	PLN thousand	
	30.09.2021	30.09.2020
Valuation of Open Hedging Instruments:	-61 689	15 591
- Zn	-38 406	16 182
- Pb	1 008	0
- USD/PLN	-25 183	-68

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- Ag	1 048	-509
- EUR/PLN	-156	-14
Result from the Application of Hedging Instruments Capital-Retained until the Realization of the Hedged Item:	0	154
- Zn	0	154
- Pb	0	0
- USD/PLN		0
TOTAL	-61 689	15 745

Securities

Securities	w tys. zł	
	30.09.2021	30.09.2020
Obligacje Skarbu Państwa (Kupon) FL	0	5 156
Obligacje Skarbu Państwa (Zero-Kupon) FL	0	0
Obligacje (Zero-Kupon)	0	9 997
Obligacje korporacyjne	56 961	96 000
-PKO Bank Hipoteczny S.A	13 470	40 000
-PEKAO Faktoring S.A	19 997	26 000
-PKO Leasing S.A	13 497	30 000
-PKO Faktoring S.A	9 997	0
Investment fund participation units:	41 951	35 194
- Quercus Ochrony Kapitału	2 016	3
- Quercus Obligacje Skarbowe	3 047	2 069
- Generali Aktywny Dochodowy FL	1 358	1 330
- Quercus Dłużny Krótkoterminowy	3 015	0
- Unikorona Dochodowy FL	0	0
- Generali Korona Dochodowy FL	5 562	5 342
- Generali Oszczędnościowy FL	0	0
- Generali Oszczędnościowy	0	0
- Unioszczędnościowy FL	0	0
- Unioszczędnościowy	0	0
- Unikatyczny Pieniężny	0	0
- Generali Aktywny Dochodowy	26 953	26 450
TOTAL	98 912	146 347

VII. Other Information

Impact of the COVID-19 (coronavirus) pandemic on the Company's situation

Segmety Blach Elektrotechnicznych oraz Profili

Segments of Electrical Sheets and Profiles

In the third quarter of 2021, the coronavirus pandemic had practically no negative impact on ensuring the continuity and planned level of production and sales of the Electrical Sheets and Profiles Segment products operating within the parent company business.

During this period, only 2 employees of the Profiles Segment were in quarantine in connection with the coronavirus pandemic. In the case of the electrical Sheet Segment, there were no cases of absenteeism among employees related to quarantine or isolation due to COVID-19.

Zinc Segment

In the third quarter of 2021, the activities of the Zinc Segment were not exposed to high risk related to the COVID-19 pandemic. The Management Board of the largest entity in this Segment - ZGH "Bolesław" S.A. - has taken a number of steps to reduce the risks of the COVID-19 pandemic in order to ensure continuity of production, supply chain or adequate human resources. In the opinion of the Management Board of ZGH, the COVID-19 pandemic did not have a significant impact on the entity, as well as on the entire Zinc Segment, and most likely, this impact will remain insignificant in the near future.

Summing up the impact of the COVID-19 coronavirus on the activities of the Issuer and its Group, it should be emphasized that it is getting weaker and weaker; compared to the 4th quarter of 2020, the number of employees on sick leave or in quarantine has significantly decreased due to coronavirus. The Management Board of Stalprodukt does not see any threats on this account for the sale - the plants of recipients of products of all operating segments do not face any significant restrictions in their activities. It seems that, provided that the vaccination program is carried out as planned, it will positively reduce the number of COVID-19 patients (both in Poland and abroad), which should positively affect the 'thawing' of other sectors of the economy.

Other Information

1. In the 3rd quarter of 2021, the Capital Group did not experience any seasonality consequences. During the reporting period no other positions were recorded, significantly affecting the assets, liabilities, equity, net profit or cash flow, which would be untypical in terms of their kind, volume/size or frequency.
2. As of the balance sheet day, the Stalprodukt S.A. Capital Group holds the below mentioned off-balance-sheet contingent liabilities:
 - guarantee of good workmanship concerning the production and assembly of road barriers totaling PLN 19,411 thousand
 - guarantees and sureties (avals) granted by ZGH "Bolesław" amounting to PLN 2,856 thousand,

- ZGH "Bolesław" S.A. issued a bill of exchange in connection with the agreement concluded with the National Center for Research and Development, amounting to PLN 60.5 million for subsidizing the project,
 - ZGH "Bolesław" S.A. in the IV quarter of 2019 established in the form of bank guarantees a collateral for claims of the waste holder in favour of the Marshal of the Małopolska Province in the total amount of PLN 9,582,100. The collateral in the amount of PLN 9,111.0 thousand applies to the installation of rotary kilns used for the production of zinc concentrate from waste zinc-bearing materials in a roll down process. The second collateral in the amount of PLN 21.1 thousand applies to installations used for the production of electrolytic zinc and its alloys. The third, in the amount of PLN 450 thousand includes an installation for the processing of waste in the recovery process.
 - no bank collaterals, which were disclosed in the 2020 report, were subject to change in respect of the banks financing the credit agreements.
3. The pending bankruptcy and composition proceedings cover the Group's receivables totaling PLN 5,781 thousand, wherein Stalprodukt's share amounts to PLN 2,468 thousand and ZGH "Bolesław" - PLN 3,313 thousand.

During the reporting period, no other essential proceedings were instituted or pending before the courts or government agencies, concerning any liabilities or receivables, which might exert a significant influence on the Group's future results and its financial standing.

3. As of the Report submission day, the shareholders holding at least 5% of the total number of votes at the General Meeting of Shareholders are:
- STP Investment S.A. holding 1,529,319 shares, accounting for a 27.41 %-share in capital and 4,375,691 votes, accounting for 35.87 % of the total number of votes at the General Meeting of Shareholders and through F&R Finanse sp. z o.o. 43,807 shares, accounting for 0.79 %-share in capital and 43,807 votes, accounting for 0.36 % of the total number of votes at the General Meeting of Shareholders,
i.e. the total 1,573,126 shares, accounting for a 28.19 %-share in capital and 4,419,498 votes, accounting for 36.23 % of the total number of votes at the General Meeting of Shareholders,
 - FCASE Sp. z o.o. Sp. k. holding 300,010 shares, accounting for 5.38 %-share in capital and 1,500,050 votes, accounting for 12.30 % of the total number of votes at the General Meeting of Shareholders,
 - Stalprodukt Profil S.A. holding 579,652 shares, accounting for 10.39 %-share in capital and 1,095,488 votes, accounting for 8.98 % of the total number of votes at the General Meeting of Shareholders.

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- ArcelorMittal Sourcing a société en commandite par actions holding 1,066,100 shares, accounting for a 19.10 %-share in capital and 1,066,100 votes, accounting for a 8.74 % of the total number of votes at the General Meeting of Shareholders.

As of the Report submission day, the ownership statuses of management and supervision officers in respect of the Issuer's shares are as follows:

a/ management officers:

- Piotr Janeczek 115,053 shares of nominal value: PLN 230,106,
- Łukasz Mentel 100 shares of nominal value: PLN 200.

b/ supervision officers:

- Stanisław Kurnik 2,900 shares of nominal value: PLN 5,800.

In the period pending from the date of issuance of the previous periodic report, no changes occurred in respect of the shareholding status of the managing and supervising officers.

5. Apart from the typical and routine transactions, concluded in line with market conditions, with the capital group- associated companies, resulting from the on-going operating activities, neither the Stalprodukt Company, nor its subsidiaries concluded any other transactions with associated companies during the reporting period.
6. The total value of the Issuer's transactions with associated companies in the period from 01.07.2021 to 30.09.2021 and in the comparable period from 01.07.2020 to 30.09.2020 is presented in the Table below.

Items the 3rd quarter of 2021	PLN thousand			
	Mutual settlements		Mutual revenues and costs	
	Receivables	Liabilities	Revenues	Costs
ZGH "Bolesław" S.A.	0	23	0	28
Anew Institute sp. z o.o.	0	20	8	0
Stalprodukt-Wamech sp. z o.o.	298	5 202	591	5 480
Stalprodukt-Zamość sp. z o.o.	2 999	47	4 034	73
Stalprodukt-Ochrona sp. z o.o.	22	888	55	1 116
STP Elbud sp. z o.o.	343	4 154	1 052	6 952
Cynk-Mal S.A.	12 483	1 440	17 289	2 082
GO STEEL a.s.	46 605	22 109	87 944	34 059
Hotel Ferreus Sp. z o.o.	2	0	4	0
PTZ Sp. z o.o.	1	0	2	0

Moreover, in the 3rd quarter of 2021 transactions were concluded with the companies in which the Company holds shares: Stalnet Sp. z o.o.- revenue PLN 35 thousand, costs PLN 108 thousand; receivables PLN 5 thousand, liabilities PLN 15 thousand; Stalprodukt-Profil S.A. revenue PLN 8 thousand, STP Investment S.A. - revenue PLN 3 thousand. These were market-type transactions. The receivables in respect of F&R Finanse Sp. z o.o. amount to PLN 12 808 thousand.

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Items the 3rd quarter of 2020	PLN thousand			
	Mutual settlements		Mutual revenues and costs	
	Receivables	Liabilities	Revenues	Costs
ZGH "Bolesław" S.A.	0	21	0	26
Anew Institute sp. z o.o.	0	12	0	125
Stalprodukt-Wamech sp. z o.o.	327	4 687	602	4 982
Stalprodukt-Centrostal sp. z o.o.	53	1 025	119	834
Stalprodukt-Zamość sp. z o.o.	1 730	47	2 607	93
Stalprodukt-Ochrona sp. z o.o.	21	764	53	1 016
STP Elbud sp. z o.o.	406	3 473	756	4 902
Cynk-Mal S.A.	3 392	238	6 484	748
GO STEEL Frydek Mistek a.s.	20 780	6 803	52 611	9 708

Moreover, in the 3rd quarter of 2020 transactions were concluded with the companies in which the Company holds shares: Stalnet Sp. z o.o.- revenue PLN 11 thousand, costs PLN 36 thousand; receivables PLN 5 thousand, liabilities PLN 15 thousand; Stalprodukt-Profil S.A. revenue PLN 2 thousand, costs PLN 0 thousand, receivables PLN 0 thousand, liabilities: PLN 0 thousand. These were market-type transactions. The receivables in respect of F&R Finanse Sp. z o.o. amount to PLN 12 808 thousand.

7. In the reporting period the Group made investment outlays on the purchase and formation of tangible fixed assets amounting to PLN 22,506 thousand. No significant fixed asset components have been disposed of during the reporting period.
8. An important proceeding in court is a lawsuit filed by Przedsiębiorstwo Wodociągów i Kanalizacji sp. z o.o. in Olkusz against the ZGH "Bolesław" S.A. Company for payment of mining damages in the amount of PLN 64,015,224.00 (file reference number IX GC 99/14).

On 25.04.2018, the Regional Court of Kraków, 9th Economic Department (joint case file No IX GC 543/13) issued judgments in both of the above mentioned cases:

1. regarding the suit brought by Przedsiębiorstwo Wodociągów i Kanalizacji sp. z o.o. in Olkusz against the Company for the payment of compensation in the amount of PLN 64,015,224.00 (File No IX GC 99/14) issued a preliminary judgment, recognizing the action of PWiK sp. z o.o. in Olkusz as justified as a matter of principle. The potential amount of the compensation shall be subject to further proceedings and may total the maximum of PLN 64 million. In connection with the referenced lawsuit, already in 2015, the Company formed a provision amounting to PLN 15 million. The company appealed against the judgment.
2. regarding the suit brought by the Company against PWiK sp. z o.o. in Olkusz for declaratory action seeking to establish that the Company is not liable for the lack of water supplies resulting from the mine dewatering activities after the mine liquidation and that the Company is not liable for the pollution of the existing or

former water intakes, PWiK sp. z o.o. (File No IX GC 543/13), issued a judgment dismissing the action. The company appealed against the judgment.

On 13.03.2020 the Court of Appeal in Kraków issued the judgement in the case with ref.no AGa 527/18, between ZGH "Bolesław" S.A. and Przedsiębiorstwo Wodociągów i Kanalizacji sp. z o. o. in Olkusz, in which it dismissed the appeal of ZGH "Bolesław" S.A. against the judgement of the Regional Court in Krakow of 25.04.2018 to the case with reference number IX GC 543/13, as well as ordered that the ZGH "Bolesław" S.A. shall pay the costs of proceedings at law in the amount of PLN 8,100 for the benefit of Przedsiębiorstwo Wodociągów i Kanalizacji sp. z o.o. Consequently, the ruling of the Regional Court is final and binding.

The above status means that at the moment it has been ruled by a legally-binding decision that ZGH "Boleslaw" S.A. is liable for damages to the Przedsiębiorstwo Wodociągów i Kanalizacji for the consequences in terms of water relations, connected to the future exclusion of the Mine Olkusz Pomorzany drainage and due to this, the discontinuation of water supply to their channels and for possible groundwater pollution.

On July 28, 2020, the company ZGH "Bolesław" S.A. filed a cassation appeal against the above judgment. On January 27, 2021 in the case of reference number no. III CSK 191/20 Supreme Court in Warsaw, issued a decision refusing to accept for examination a cassation appeal brought by ZGH "Bolesław" S.A. against the judgment of the Court of Appeal in Kraków of March 13, 2020 in the case file ref. AGa 527/18, between ZGH "Bolesław" S.A. and Przedsiębiorstwo Wodociągów i Kanalizacji sp.z o.o. in Olkusz. The said decision was delivered to the Company on March 25, 2020. The above information about the judgment of the Court of Appeal was treated by the Issuer's Management Board as confidential information and made public in the current report No. 3/2020 on March 13, 2020. Moreover, it should be noted that the above-mentioned judgment is directly related to the issue of contingent liabilities related to the acquisition of ZGH "Bolesław" S.A., which was described in detail in the consolidated financial statements of Stalprodukt S.A. for 2013 (item 11. Settlement of the purchase price of ZGH "Bolesław" S.A.). Contingent liabilities have been defined as resulting from the risks identified by the taking over entity connected with the costs of decommissioning the "Olkusz-Pomorzany" mine and liability for mining damage and water supplies in the Olkusz region. Total amount resulting from the above estimates amounted to PLN 296,115 thousand. This amount was presented in the balance sheet as at December 31, 2013 in the item "contingent liabilities due to the purchase of ZGH" Bolesław "S.A.".

9. The General Meeting of ZGH „Bolesław” S.A. Shareholders held on 15 June 2021 adopted a resolution on the dividend disbursement for the fiscal year 2020. The profit-based amount appropriated for the dividend is PLN 2.00 per share. The dividend

disbursement date was fixed on 23 July 2021. The dividend amount of PLN 31,539,738.00 shall be recognized in the Issuer's separate result for the 3rd quarter of 2020.

10. The General Meeting of Shareholders on 22 June 2021 adopted a resolution on the distribution of the net result for the financial year 2020 as follows:
 - the amount allocated to the dividend payment is PLN 33,481,602.00,
 - the value of the dividend per 1 share is PLN 6.00 gross,
 - the dividend covers 5,580,267 shares of the Company,
 - the date of establishing the right to dividend is 2 July 2021,
 - the dividend payment date is set for 14 July 2021.
12. On September 24, 2021, the General Meeting of Shareholders of Anew Institute Sp. z o.o. adopted a resolution to increase the company's share capital by PLN 2,603.5 thousand zloty. The increase was fully covered by Stalprodukt S.A.
13. Neither the Issuer nor its Capital Group's entities issued, redeemed or paid any debt or other capital securities, apart from the ones referred to herein.
14. During the reporting period and within the submission of the present quarterly report, neither the Parent Company, nor its subsidiaries, granted any sureties, loans, credits or guaranties, apart from the ones referred to herein.
15. In the Issuer's assessment, the factors likely to affect the Group's results at least in the perspective of the coming quarter, shall be:
 - fluctuations of charge prices and demand for Stalprodukt's products,
 - fluctuations of the LME zinc and lead prices and LBM silver prices ,
 - fluctuations of currency exchange rates.
 - the effects of the COVID-19 epidemic on the Group's operations, which as at the date of publication of this report are difficult to predict, but their importance for the level of revenues and results achieved by the Group in the coming months or even quarters will certainly be significant. The impact of the epidemic will depend on many factors (including regulatory issues, restrictions imposed by state authorities) or the degree of development of the epidemic itself, so it is difficult to estimate its anticipated effects.
16. During the reporting period and following 30.09.2021 until the preparation of the Abridged Consolidated Report for the 3rd quarter 2021 no other important events took place, apart from the ones mentioned herein, which might significantly affect the Group's standing and its financial results. The Issuer does not possess any other information, which, in his opinion, is essential for the assessment and changes in the Group's staffing level, assets structure and financial standing, or information essential for the assessment of its potential capacity to settle the liabilities incurred.

17. Pursuant to par. 62, subpar. 1 of the Regulation of the Minister of Finance as of 29.03.2018 on current and periodic information to be disclosed by issuers of securities and conditions for recognizing as equivalent of information whose disclosure is required under the laws of a non-member state (Journal of Laws 2018, item 757 with subsequent amendments), the Issuer does not submit its separate quarterly report. This Report constitutes a supplement to the Abridged Consolidated Report rendered as the "Stalprodukt S.A. Mid-Year Abridged Financial Report for the 3rd Quarter of 2021".
18. No additional information was appended to the Abridged Consolidated Financial Report for the 3rd quarter of 2021 as, during the reporting period, no other events, concerning the separate report, took place, apart from the ones referred to herein.
19. This Abridged Consolidated Financial Report for the 3rd quarter of 2021 was approved for publication by parent Company's Management Board on 15.11.2021.

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Łukasz Mentel
Member of the Management Board
– Financial Director

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Piotr Janeczek
President of the Management Board – CEO