



STALPRODUKT S.A.

Abridged Consolidated Financial Report for the 3rd Quarter of 2022

Bochnia, November 2022

I. Consolidated Financial Report for the 3rd quarter of 2022

SELECTED FINANCIAL DATA	thousand x PLN		thousand x EUR	
	3 quarters cumulative for the period from 01-01-2022 to 30-09-2022	3 quarters cumulative for the period from 01-01-2021 to 30-09-2021	3 quarters cumulative for the period from 01-01-2022 to 30-09-2022	3 quarters cumulative for the period from 01-01-2021 to 30-09-2021
I. Net sales of products, goods and materials	4 498 266	3 358 933	959 528	736 850
II. Operating profit (loss)	462 796	463 752	98 719	101 733
III. Profit (loss) before taxation	453 293	448 946	96 692	98 485
IV. Net profit (loss)	350 972	377 572	74 866	82 828
- attributable to shareholders of the parent company	354 615	367 054	75 643	80 521
- net profit attributed to non-controlling interests	-3 643	10 518	-777	2 307
V. Net cash flow from operating activities	190 285	300 212	40 590	65 858
VI. Net cash flow from investment activities	-15 593	-89 773	-3 326	-19 694
VII. Net cash flow from financial activities	-142 764	-86 465	-30 453	-18 968
VIII. Total net cash flow	31 928	123 974	6 811	27 196
IX. Total assets	5 229 368	4 841 895	1 073 836	1 052 723
X. Long-term liabilities	556 379	571 664	114 251	124 291
XI. Short-term liabilities	967 396	899 018	198 652	195 464
XII. Shareholders' equity	3 705 593	3 371 213	760 933	732 968
- equity attributable to shareholders of the parent	3 606 794	3 262 788	740 645	709 394
- equity attributed to non-controlling interests	98 799	108 425	20 288	23 574
XIII. Share capital	11 161	11 161	2 292	2 427
XIV. Number of shares	5 580 267	5 580 267	5 580 267	5 580 267
XV. Profit (loss) for one ordinary share (in PLN)	62,90	67,66	13,42	14,84
XVI. Diluted profit (loss) per ordinary share (PLN)	62,90	67,66	13,42	14,84
XVII. Book value per share (PLN)	664,05	604,13	136	131,35
XVIII. Diluted book value per share (PLN)	664,05	604,13	136,36	131,35
XIX. Declared or paid-out dividend for one share in (PLN/EUR)	12,00	6,00	2,56	1,32

1. Comparable financial data (item IX-XIII and XVII) was presented pursuant to the requirements of the International Financial Reporting Standards according to the balance for this 31st December 2021. Other comparable data is presented for the period from 1st January 2021 to 30th September 2021.
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 2022 and amounting to 4.8698 and 4.5994 for this 31st December 2021,
 - 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 4.6880 for 3 quarters of 2022 and PLN 4.5585 for 3 quarters of 2021.
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)			
	30.09.2022	30.06.2022	31.12.2021	30.09.2021
Assets				
I. Fixed assets	2 390 247	2 432 422	2 394 343	2 371 047
1. Intangible assets other than goodwill	93 795	144 711	72 415	63 523
2. Goodwill	0	0	0	17 973
3. Tangible fixed assets	2 060 959	2 062 386	2 066 073	2 059 606
4. Right to use assets (incl. right of perpetual	91 132	83 132	137 750	151 618
5. Investment real estate	39 000	39 277	8 027	2 675
6. Long-term financial assets	16 650	16 256	16 238	16 283
7. Other long-term financial assets	20 037	18 354	13 408	2 826
8. Long-term receivables	1 244	985	842	759
9. Deferred tax assets	59 879	59 956	68 543	43 609
10. Long-term prepayments	7 551	7 364	11 047	12 175
II. Current Assets	2 839 121	2 866 253	2 447 552	2 422 997
<i>Current assets other than assets held for sale</i>	<u>2 839 121</u>	<u>2 866 253</u>	<u>2 447 552</u>	<u>2 421 410</u>
1. Stocks	1 316 981	1 288 124	995 506	940 485
2. Receivables due to supplies and services and	960 185	1 012 243	844 647	798 790
3. Cash and cash equivalents	524 182	509 891	492 254	560 366
4. Other short-term investments	37 773	55 995	115 145	121 769
<i>Assets held for sale</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1 587</u>
Assets in total	5 229 368	5 298 675	4 841 895	4 794 044
Liabilities				
Equity capital	3 705 593	3 601 761	3 371 213	3 205 698
I. Equity attributed to shareholders of the parent company	3 606 794	3 499 305	3 262 788	3 090 086
1. Share capital	11 161	11 161	11 161	11 161
2. Capital from the surplus of the issue price	8 416	8 416	8 416	8 416
3. Provision for cash flow hedges / revaluation	-90 081	-90 345	-120 616	-49 263
4. Provision for exchange rate differences	51 578	34 595	29 314	24 152
5. Retained earnings / including uncovered	3 625 720	3 535 478	3 334 513	3 095 620
II. Non-controlling interests / Equity	98 799	102 456	108 425	115 612
I. Long-term liabilities	556 379	540 359	571 664	659 944
1. Provision for deferred income tax	164 735	155 803	147 435	122 320
2. Long-term provisions / including employee	189 624	176 154	177 947	119 806
3. Other long-term liabilities	146	0	225	146
4. Long-term provision for the costs of	40 000	40 000	40 000	181 552
5. Accruals and deferred income classified as	45 779	45 699	43 528	46 214
6. Credits and loans	7 031	8 146	20 376	40 144
7. Long-term liabilities due to leasing contracts	78 063	78 549	103 081	110 999
8. Other long-term financial liabilities	31 001	36 008	39 072	38 763
II. Current liabilities	967 396	1 156 555	899 018	928 402
<i>Short-term liabilities other than those included</i>	<u>967 396</u>	<u>1 156 555</u>	<u>899 018</u>	<u>928 402</u>
1. Short-term provisions for liabilities	67 818	89 769	109 978	129 103
2. Credits and loans	22 901	34 013	62 355	43 958
3. Liabilities due to supplies and services	530 502	573 625	451 455	507 400
4. Current liabilities due to social insurance and	59 661	41 946	41 377	39 302
5. Other short-term non-financial liabilities	84 743	92 179	77 139	70 439
6. Short-term reserve for the costs of	0	0	0	55 997
7. Liabilities due to income tax	4 728	11 261	3 950	8 686
8. Liabilities due to leasing /including IFRS 16/	7 347	7 890	8 234	5 277

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9. Other short-term financial liabilities	123 014	189 079	132 649	58 748
10. Accruals	66 682	116 793	11 881	9 492
<i>Liabilities included in those intended for sale</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities	1 523 775	1 696 914	1 470 682	1 588 346
Total Assets	5 229 368	5 298 675	4 841 895	4 794 044
Book value	3 705 593	3 601 761	3 371 213	3 205 698
Number of shares	5 580 267	5 580 267	5 580 267	5 580 267
Book value per share (PLN)	664,05	645,45	604,13	574,47

CONSOLIDATED PROFIT AND LOSS ACCOUNT for the period	thousand x PLN			
	3rd quarter of 2022 - period from 01-07-2022 to 30- 09-2022	3 quarters cumulative for the period from 01-01-2022 to 30-09-2022	3rd 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
I. Net sales of products, goods and materials	1 446 828	4 498 266	1 215 742	3 358 933
II. Costs of products, goods and materials	1 256 743	3 800 680	970 166	2 737 829
III. Gross profit (loss) on sales	190 085	697 586	245 576	621 104
IV. Selling costs	30 138	90 731	22 505	65 634
V. General and administrative costs	48 295	130 454	39 932	118 809
VII. Other operating incomes	59 878	189 823	13 532	63 902
VIII. Other operating costs	55 141	203 428	295	36 811
IX. Operating profit (loss)	116 389	462 796	196 376	463 752
X. Financial incomes	8 386	32 045	3 081	6 293
XI. Financial costs	12 794	41 959	9 053	21 307
XII. Profit from shares in associated entities	393	411	203	208
XIII. Profit (loss) before taxation	112 374	453 293	190 607	448 946
XIV. Income tax	27 373	102 321	34 082	71 374
Profit (loss) from continuing operations	85 001	350 972	156 525	377 572
XV. Profit (loss) on discontinued operations	0	0	0	0
XVI. Net profit (loss)	85 001	350 972	156 525	377 572
1. Attributable to shareholders of the parent	88 803	354 615	152 817	367 054
2. Attributed to non-controlling interests	-3 802	-3 643	3 707	10 518

Profit (loss) net	85 001	350 972	156 525	377 572
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)	15,23	62,90	28,05	67,66

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Total comprehensive consolidated income for the period 01.01.2022-30.09.2021

Total comprehensive consolidated income	thousand x PLN			
	3rd quarter of 2022 - period from 01-07-2022 to 30-09-2022	3 quarters cumulative for the period from 01-01-2022 to 30-09-2022	3rd 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
Net result	85 001	350 972	156 525	377 572
Other comprehensive income that will not be reclassified to profit or loss, after tax	0	0	0	0
	0			
Other comprehensive income that will be reclassified to profit or loss, after tax, including:	17 392	55 494	-17 825	-40 308
The effective part of the cash flow hedging in accordance with IFRS 9	409	33 230	-24 223	-48 408
<i>including the effective portion of cash flow hedge in line with IFRS 9 attributable to minority interest</i>	93	2 645	-1 716	-3 702
<i>gains and losses on translating items in the financial statements of the foreign operations</i>	16 983	22 264	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	116	152	44	5
	0			
Other comprehensive income	102 393	406 466	138 700	337 264
	0			
Total comprehensive income	102 393	406 466	138 700	337 264
Comprehensive income attributable to equity holders of the parent	106 052	407 414	136 679	330 456
Comprehensive income attributable to minority shareholders	-3 658	-948	2 021	6 808

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Statement of changes in equity for the period from 1st January to 30th September 2022 and 2021	thousand x PLN							
	Share capital	Capital from the surplus of the issue price above the nominal value/Agio/	Reserve for cash flow hedges / capital from revaluation	Exchange differences from translation	Retained profits	Capital of the parent company	Minority capital	Equity TOTAL
Balance as of 1.01.2022 (opening balance)	11 161	8 416	-120 616	29 314	3 334 513	3 262 788	108 425	3 371 213
Dividend					-66 963	-66 963	-8 678	-75 641
Total comprehensive income for period 1.01 - 30.09.2022			30 535	22 264	354 615	407 414	-948	406 466
Other changes in equity					3 555	3 555		3 555
Change in equity	<i>0</i>	<i>0</i>	<i>30 535</i>	<i>22 264</i>	<i>291 207</i>	<i>344 006</i>	<i>-9 626</i>	<i>334 380</i>
Balance as of 30.06.2022 (closing balance)	11 161	8 416	-90 081	51 578	3 625 720	3 606 794	98 799	3 705 593

Balance on this 1.01.2021 (opening balance)	11 161	8 416	-4 565	16 052	2 770 502	2 801 566	111 621	2 913 186
Dividend					-33 482	-33 482	-2 817	-36 299
Total comprehensive income for period 1.01 - 30.09.2021			-44 698	8 100	367 054	330 456	6 808	337 264
Other changes in equity			0		-8 454	-8 454		-8 454
Change in equity	<i>0</i>	<i>0</i>	<i>-44 698</i>	<i>8 100</i>	<i>325 118</i>	<i>288 520</i>	<i>3 991</i>	<i>292 511</i>
Balance as of 30.06.2021 (closing balance)	11 161	8 416	-49 263	24 152	3 095 620	3 090 086	115 612	3 205 697

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CONSOLIDATED CASH FLOW ACCOUNT for the period	thousand x PLN	
	3 quarters cumulative for the period from 01- 01-2022 to 30-09-2022	3 quarters cumulative for the period from 01- 01-2021 to 30-09-2021
Cash flow from operating activities		
Gross profit (loss)	453 293	448 946
Income tax paid	-88 957	-58 650
Adjustments made to reconcile profit (loss)	-174 051	-90 084
Adjustments for undistributed investment gains accounted for using the equity method	-411	208
Amortization and depreciation adjustments	133 744	132 343
Adjustments due to unrealized gains (losses) on exchange differences	3 534	331
Corrections for interest expense	6 544	
Adjustments resulting from dividend income		7 315
Adjustments for losses (gains) on the sale of fixed assets	13 351	-32 211
Adjustments for provisions	-17 889	-13 217
Adjustments for the decrease (increase) in the value of inventories	-316 592	-125 981
Adjustments resulting from a decrease (increase) in receivables	-94 800	-209 155
Adjustments for the increase (decrease) in the value of liabilities	87 516	192 214
Other adjustments made to reconcile profit (loss) and deferred tax	7 527	-36 621
Deferred tax adjustment	3 425	-5 310
Cash flow from operating activities	190 285	300 212
Net cash flow from investment activities		
Proceeds from the sale of property, plant and equipment classified as investment activities	6 092	41 075
Proceeds from the sale or redemption of financial instruments classified as investment activities	232 504	179 083
Dividends received classified as investment activities		1
Repayment of long-term loans granted		
Cash inflow from interest received classified as investment activities	1 073	4
Purchase of tangible fixed assets classified as investment activities	-93 796	-101 297
Acquisition of financial assets	-164 691	-208 526
Other investment inflows and outflows	3 225	-113
Net cash flow from investment activities	-15 593	-89 773
Net cash flow from financial activities		
Proceeds from loans classified as financial activities	568	4 801
Other financial inflows / outflows	-4 056	-4 009
Paid dividends classified as financial activities	-74 955	-36 039
Repayment of credits and loans	-53 367	-39 161
Payment of lease liabilities, classified as financial	-3 454	-4 721
Interest paid, classified as financial activity	-7 500	-7 336

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Net cash flow from financial activities	-142 764	-86 465
Net cash flow	31 928	123 974
The effects of changes in exchange rates on cash and cash equivalents		
Increase (decrease) in cash and cash equivalents	31 928	123 974
Cash and cash equivalents at the beginning of the period	492 254	436 392
Cash and cash equivalents at the end of the period	524 182	560 366
Cash and cash equivalents subject to restrictions	67 935	23 629

Explanations for cash-flows (in PLN thousand):

Change in receivables:	7 920
- adjustment for a change in receivables from the sale of tangible fixed assets	20
- exclusion of mutual settlements of PRD-Boltech	
- change in tax receivables	7 901
The change in short-term liabilities, except for loans and credits, results from the following items:	15 699
- adjustment for the change in the balance of liabilities due to the purchase of tangible fixed assets	7 909
- payment of lease liabilities	3 230
- acquisition of financial leasing	-1 488
- adjustment for the change in liabilities due to revaluation of financial assets with equity	25 080
- dividend	-687
- adjustment for a change in the balance of other financial liabilities	-6 629
- adjustment for the deferred tax	-11 716
The value of the item "other adjustments" consists of:	
- change in the valuation of other securities	1 674
- revaluation of the right-of-use of assets	729
- exchange rate differences from the valuation	561
- CO2 emission allowances	4 436
Restricted cash includes:	
- cash on VAT and ZŚSS accounts	17 935
- cash deposited into the account of the brokerage house	50 000

II. Abridged Financial Report for the 3rd quarter of 2022

Selected Financial Data	thousand x PLN		thousand x EUR	
	3 quarters cumulative for the period from 01- 01-2022 to 30-09- 2022	3 quarters cumulative for the period from 01- 01-2021 to 30-09- 2021	3 quarters cumulative for the period from 01- 01-2022 to 30-09- 2022	3 quarters cumulative for the period from 01- 01-2021 to 30-09- 2021
I. Net sales of products, goods and materials	2 083 844	1 444 491	444 506	316 879
II. Operating profit (loss)	288 043	187 260	61 443	41 079
III. Profit (loss) before taxation	419 620	214 425	89 509	47 038
IV. Net profit (loss)	356 973	182 846	76 146	40 111
V. Net cash flow from operating activities	122 150	61 876	26 056	13 574
VI. Net cash flow from investment activities	137 154	21 285	29 256	4 669
VII. Net cash flow from financial activities	-103 286	-54 736	-22 032	-12 007
VIII. Total net cash flow	156 018	28 425	33 280	6 236
IX. Total assets	2 702 560	2 434 023	554 963	529 204
X. Long-term liabilities	111 394	145 421	22 874	31 617
XI. Short-term liabilities	360 226	347 671	73 971	75 591
XII. Shareholders' equity	2 230 940	1 940 931	458 117	421 997
XIII. Share capital	11 161	11 161	2 292	2 427
XIV. Number of shares	5 580 267	5 580 267	5 580 267	5 580 267
XV. Profit (loss) per ordinary share (PLN)	63,97	32,77	13,65	7,19
XVI. Diluted profit (loss) per ordinary share	63,97	32,77	13,65	7,19
XVII. Book value per share (PLN)	399,79	347,82	82,10	75,62
XVIII. Diluted book value per share (PLN)	399,79	347,82	82,10	75,62
XIX. Declared or paid-out dividend for one share in (PLN/EUR)	12,00	6,00	2,56	1,32

5. Comparable financial data (item IX-XIII and XVII) was presented pursuant to the requirements of the International Financial Reporting Standards according to the balance for this 31st December 2021. Other comparable data is presented for the period from 1st January 2021 to 30th September 2021.
6. 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 2022 and amounting to 4.8698 and 4.5994 for this 31st December 2021,
 - 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 4.6880 for 3 quarters of 2022 and PLN 4.5585 for 3 quarters of 2021.
7. In the item XX the amount of the dividend for 1 share to paid out in 2020 by the Issuer.
8. For profit-per-share calculation the number of 5 580 267 shares was adopted.

Abridged Consolidated Financial Report for the 3rd Quarter of 2022.

CONSOLIDATED BALANCE SHEET	(thousand x PLN)			
	30.09.2022	30.06.2022	31.12.2021	30.09.2021
Assets				
I. Fixed assets	1 390 628	1 399 489	1 447 423	1 445 994
1. Intangible assets other than goodwill	3 939	6 220	32 288	32 203
2. Goodwill	0	0	0	0
3. Tangible fixed assets	747 093	752 973	745 724	757 396
4. Right to use assets (incl. right of perpetual	30 849	30 955	83 535	83 788
5. Investment real estate	77 341	77 935	48 533	49 006
6. Long-term financial assets	511 851	511 851	520 440	520 440
7. Other long-term financial assets	12 927	12 927	12 927	119
8. Long-term receivables	0	0	0	0
9. Deferred tax assets	6 628	6 628	3 976	3 042
10. Long-term prepayments	0	0	0	0
II. Current Assets	1 311 932	1 253 498	986 600	1 065 554
<i>Current assets other than assets held for sale</i>	1 311 932	1 253 498	986 600	1 065 554
1. Stocks	520 128	514 700	459 149	433 205
2. Receivables due to supplies and services and	481 445	474 260	372 215	408 405
3. Cash and cash equivalents	308 981	264 535	152 963	221 970
4. Other short-term investments	1 378	3	2 273	1 974
<i>Assets held for sale</i>	0	0	0	0
Assets in total	2 702 560	2 652 987	2 434 023	2 511 548
Liabilities				
I. Equity capital	2 230 940	2 014 710	1 940 931	1 903 713
1. Share capital	11 161	11 161	11 161	11 161
2. Capital from the surplus of the issue price	8 416	8 416	8 416	8 416
3. Other capitals	180	180	180	180
4. Retained earnings (including uncovered losses)	2 211 183	1 994 953	1 921 174	1 883 956
II. Long-term liabilities	111 394	111 394	145 421	161 809
1. Provision for deferred income tax	73 281	73 281	73 556	75 267
2. Long-term reserves	5 332	5 332	5 331	15 006
3. Other long-term non-financial liabilities	0	0	0	0
4. Credits and loans	0	0	10 000	15 000
5. Long-term liabilities due to leasing contracts	32 781	32 781	56 534	56 536
III. Current liabilities	360 226	526 884	347 671	446 026
Short-term liabilities other than those included	360 226	526 884	347 671	446 026
1. Short-term provisions for liabilities	9 164	9 164	13 921	9 287
2. Credits and loans	0	0	20 000	20 000
3. Liabilities due to supplies and services	290 996	387 414	275 720	376 408
4. Other short-term non-financial liabilities	49 342	42 359	30 298	30 263
5. Liabilities due to income tax	3 418	10 680	1 063	5 045
6. Liabilities due to leasing	0	0	0	0
7. Other short-term financial liabilities	1	66 964	0	1
8. Accruals	7 305	10 304	6 669	5 022
Liabilities included in those intended for sale	0	0	0	0
Total liabilities	2 702 560	2 652 987	2 434 023	2 511 548
Book value	2 230 940	2 014 710	1 940 931	1 903 713
Number of shares	5 580 267	5 580 267	5 580 267	5 580 267
Book value per share (PLN)	399,79	361,04	347,82	341,15

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Diluted number of shares	5 580 267	5 580 267	5 580 267	5 580 267
Diluted book value per share (in PLN)	399,79	361,04	347,82	341,15

PROFIT AND LOSS ACCOUNT for the period	(thousand x PLN)			
	3rd quarter of 2022 - period from 01-07-2022 to 30-09-2022	3 quarters cumulative for the period from 01-01-2022 to 30-09-2022	3rd 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
I. Net sales of products, goods and materials, including:	651 154	2 083 844	569 562	1 444 491
II. Costs of products, goods and materials sold, including:	520 482	1 674 425	438 926	1 177 042
III. Gross profit (loss) on sales	130 671	409 419	130 636	267 449
IV. Selling costs	18 225	55 213	14 025	36 555
V. General and administrative costs	18 820	41 645	14 034	32 750
VI. Other operating incomes	5 524	22 926	1 226	6 311
VII. Other operating costs	2 726	47 444	5 529	17 195
VIII. Operating profit (loss)	96 425	288 043	98 274	187 260
IX. Financial incomes	141 051	145 026	30 886	32 023
X. Financial costs	1 529	13 449	1 220	4 858
XI. Profit (loss) before taxation	235 947	419 620	127 940	214 425
XII. Income tax	19 716	62 647	20 480	31 579
XIII. Profit (loss) from continuing operations	216 231	356 973	107 460	182 846
XIV. Profit (loss) on discontinued operations	0	0	0	0
XV. Net profit (loss)	216 231	356 973	107 460	182 846
Weighted average number of ordinary shares	5 580 267	5 580 267	5 580 267	5 580 267
Profit (loss) per ordinary share (PLN)	38,75	63,97	19,26	32,77
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)	38,75	63,97	19,26	32,77

TOTAL COMPREHENSIVE INCOME for the period	(thousand x PLN)			
	3rd quarter of 2022 - period from 01-07-2022 to 30-09-2022	3 quarters cumulative for the period from 01-01-2022 to 30-09-2022	3rd 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
Net result	216 231	356 973	107 460	182 846
Differences from evaluation	0	0	0	0
Total Comprehensive Income	216 231	356 973	107 460	182 846

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Statement of changes in equity for the period from 1st January to 30th September 2022 and 2021	(thousand x PLN)					
	Share capital	Capital from the surplus of the issue price above the nominal value	Supplementary capital	Others capitals	Retained profit	Equity in TOTAL
Balance on this 01.01.2022 (opening balance)	11 161	8 416	0	180	1 921 174	1 940 931
Profit distribution					-66 964	-66 964
Dividend					356 973	356 973
Total comprehensive income for period 1.01 - 30.09.2022	11 161	8 416	0	180	2 211 183	2 230 940
Balance on this 30.09.2022 (closing balance)	11 161	8 416	0	180	1 921 174	1 940 931
Balance on this 01.01.2021 (opening balance)	11 161	0	103 749	1 592 870	46 568	1 754 348
Adjustment due to the way of presentation		8 416	-103 749	-1 592 690	1 688 023	0
Condition after conversion on 1.01.2021	11 161	8 416	0	180	1 734 591	1 754 348
Dividend					-33 481	-33 481
Total comprehensive income for period 1.01 - 30.09.2021					182 846	182 846
Balance on this 30.09.2021 (closing balance)	11 161	8 416	0	180	1 883 956	1 903 713

CONSOLIDATED CASH FLOW ACCOUNT	thousand x PLN	
	3 quarters cumulative for the period from 01- 01-2022 to 30-09-2022	3 quarters cumulative for the period from 01- 01-2021 to 30-09-2021
A. Cash flow from operational activity		
Profit (loss) on the activity of accounts. before tax	419 620	214 425
Income tax paid	-63 218	-28 450
Total adjustments	-234 252	-124 100
Depreciation,	39 656	37 355
(Gains) losses due to exchange rate differences	0	
Interest	3 528	4 685
Shares in profits (dividends)	-143 362	-31 539
Adjustments for losses (gains) on the sale of fixed assets	-4	-421
Adjustments for provisions	-5 032	2 338
Adjustments for the decrease (increase) in the value of inventories	-60 728	-194 453
Adjustments due to the increase (decrease) due to receivables	-123 042	-161 805
Adjustments for the increase (decrease) in the value of other liabilities related to operating activities	42 646	217 825
Other adjustments made to reconcile profit (loss)	9 160	1 915
Adjustments due to deferred tax expense	2 926	
Net cash flow from operating activities	122 150	61 876
B. Cash flow from investment activity		
Sale of intangible assets and tangible fixed assets	65	594
Sale of financial assets		
Dividends received classified as investing activities	143 362	31 539
Repayment of long-term loans granted		
Cash inflow from interest received classified as investing activity	935	23
Purchase of intangible assets and tangible fixed assets	-10 708	-9 168
Acquisition of financial assets		-3 104
Other investment inflows and outflows	3 500	1 400
Net cash flow from investment activities	137 154	21 285
C. Cash flow from financial activity		
Proceeds from loans classified as financial activities		
Other financial inflows / outflows		
Paid dividends classified as financial activities	-66 963	-33 481
Repayment of credits and loans	-30 000	-15 000
Payment of lease liabilities, classified as financial	-32	-61
Interest paid, classified as financial activity	-4 463	-4 708
Other financial expenses	-1 828	-1 486

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Net cash flow from financial activities	-103 286	-54 736
Net cash flow (before currency effects)	156 018	28 425
The effects of changes in exchange rates on cash and cash equivalents	0	0
Increase (decrease) in cash and cash equivalents	156 018	28 425
Cash and cash equivalents at the beginning of the period	152 963	193 545
Cash and cash equivalents at the end of the period	308 981	221 970
Restricted cash and cash equivalents	55 340	7 512

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.,
- 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 (company in suspension)

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

In relation to the 3rd Quarter of 2021, which is a comparable period to this Consolidated Financial Report, in the 3rd Quarter of 2022 the following changes in the structure of the Issuer's Capital Group took place:

1. 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.

2. In the month of September The Issuer started hotel operations under the Hotel Ferreus brand. As previously announced, a decision was made to suspend the operations of the company established to conduct hotel operations. According to the decision, the activity is conducted directly by the Issuer, i.e. within the approved organizational structure of Stalprodukt S.A.

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 2022 to 30 September 2022 with the use of the full consolidation method, considering all the Group's subsidiaries. The comparable data cover the period from 2021 to 30 September 2021 referring to the profit and loss account and the cash flow statement, the balance sheet values reflect the status as of 31 December 2021.

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 2021.

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 2021.

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.

Since January 2019, the Issuer applies IFRS 16 to recognize and present perpetual usufruct as a lease. The impact of the application of IFRS 16 was described in the consolidated and separate financial statements for 2019.

4. Estimated Values

- The deferred tax provision was increased by PLN 4,491 thousand, decreased by the amount PLN 5,005 thousand.
- An inventory write-down was created in the amount of PLN 11,848 thousand, and dissolved in the amount of PLN 7,687 thousand.
- A write-down was created for doubtful receivables in the amount of PLN 411 thousand, and dissolved in the amount of PLN 1,682 thousand.
- A provision was created for employee benefits, including retirement severance pay, awards and bonuses in the amount of PLN 3,528 thousand, and dissolved in the amount of PLN 3,061 thousand.
- A provision was created for energy certificates of origin and emission allowances in the amount of PLN 600 thousand and resolved in the amount of PLN 48 thousand.
- The amount of PLN 4,444.7 thousand from the provision for mine closure was used.
- A provision was created for repairs settled over time in the amount of PLN 14,269 thousand, and dissolved in the amount of PLN 21,280 thousand (in the Zinc Segment)
- A provision was created for land reclamation - PLN 270 thousand.
- Other provisions in the amount of PLN 324 thousand were released.

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In order to make the costs of manufacturing products more realistic in the third quarter of 2022, ZGH "Bolesław" S.A. reduced the costs of purchasing electricity due to compensation for electricity prices in the amount of PLN 14,023.1 thousand. The total amount reducing the costs of purchasing electricity in the period of three quarters of 2022 is PLN 37,919.5 thousand.

The provision for the liquidation of the Olkusz-Pomorzany mine in the three quarters of 2022 was used in the amount of PLN 18,195.5 thousand, of which:

- in the first quarter of 2022 PLN 8,228.6 thousand,
- in the second quarter of 2022 PLN 5,522.2 thousand,
- in the third quarter of 2022 PLN 4,444.7 thousand.

As at 30 September 30, 2022, the provision for the liquidation of the Olkusz-Pomorzany mine is PLN 136,531 thousand (of which PLN 73,499 thousand is a provision for damages related to floodplains of forest areas).

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 2021.

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 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 2022 (PLN thousand)

Itemization	Operating Segments				Total
	Electrical Sheets Segment	Profiles Segment	Zinc Segment	Other Activities	
Segment Revenues	466 035	222 201	664 064	94 528	1 446 828
Domestic	32 485	153 995	420 564	66 751	673 795

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Export	433 550	68 206	243 500	27 778	773 033
Segment Costs	320 490	219 017	672 124	75 250	1 286 881
Segment Result	145 545	3 184	-8 060	19 278	159 947
Other Operating and Financial Revenues Non-Attributable to the Segment					68 657
Other General, Operating and Financial Costs Non-Attributable to the Segment					116 230
Gross Profit					112 374
Income Tax					27 373
Net Profit					85 001
Segment Assets	1 333 201	970 727	2 303 205	562 356	5 169 489
Assets Non-Attributable to the Segment					59 879
Total Assets					5 229 368
Liabilities	293 350	232 236	872 628	85 561	1 483 775
Contingent Liabilities					40 000
Total Liabilities					1 523 775
Investment Outlays	3 641	3 563	32 568	3 319	43 091
Depreciation	9 954	4 942	26 047	4 316	45 258

The difference in the result between the third quarter of 2022 and the cumulative result is PLN 587 thousand due to exchange differences resulting from the conversion of Go Steel a.s.

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

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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

V. Evaluation of obtained results and financial situation

In the third quarter of 2022, compared to the same period of 2021, the Stalprodukt S.A. Capital Group achieved sales revenues higher by PLN 231,086 thousand, i.e. by 19 %. At the level of profit on sales, PLN 190,085 thousand was achieved, against PLN 245,576 thousand in the third quarter of 2021, which means a decrease by 22.6 %. On the other hand, the level of operating profit PLN 116,389 thousand was achieved, against PLN 196,376 thousand in the third quarter of 2021, a decrease by PLN 79,987 thousand, i.e. 40.7 %. Net profit in the third quarter of 2022 amounted to PLN 85,001 thousand compared to the third quarter of 2021, when it amounted to PLN 156,525 thousand, which means a decrease by PLN 71,524 thousand, i.e. by 45.7 %. With the exception of the zinc segment, which recorded a loss, the other operating segments recorded positive results.

In the **Electrical Sheets Segment**, sales volumes of transformer sheets were recorded at a level similar to Q3 2021. At the same time, significant increases in revenues and results were achieved. Revenues increased by PLN 169,980 thousand, i.e. by 57.4%. The segment's result increased by PLN 60,323 thousand, which is an improvement of as much as 70.8% compared to the corresponding period of the previous year. The main factor contributing to the improvement of the achieved results was a significant increase in prices.

In the third quarter of 2022, the share of sheets in the HiB grade at the Bochnia plant amounted to over 20% of the production volume. In addition, as in the first half of 2022, a significant contribution to the segment's result was made by the plant in the Czech Republic.

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 raw material 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, the 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 the supply of hot-rolled sheets for the Electrical Sheets Segment make the decision to completely shut down the primary operations of the Kraków steelworks of AMP 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 the raw materials needs for the Stalprodukt's Electrical Sheets Segment, the statement 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 electrical steels.

Extension of the protection period for the European transformer sheets market for another 5 years

On 14 January 2022, the COMMISSION IMPLEMENTING REGULATION (EU) 2022/58 was published, imposing a definitive anti-dumping duty on imports of certain grain-oriented flat-

rolled silicon electrical steel products originating in the People's Republic of China, Japan, the Republic of Korea, the Russian Federation and Of the United States of America following an expiry review pursuant to Art. 11 sec. 2 of Regulation (EU) 2016/1036 of the European Parliament and of the Council.

The above Commission Regulation maintains the mechanism of minimum import prices and the price levels for individual product groups (differing in the level of magnetic loss), as set out in the original Implementing Regulation, i.e. No. 2015/1953 of 29 October 2015.

The expiry review procedure was carried out at the request of the EUROFER Association, representing 2 European producers of grain oriented sheets, i.e. ThyssenKrupp Electrical Steel and Stalprodukt S.A.

Grain-oriented electrical sheets are a key component in the production of transformer cores. They are also essential for the maintenance and expansion of the EU's energy network and for the further development of the e-mobility sector.

According to Axel Eggert, CEO of EUROFER: "The EU's energy security and climate goals can only be achieved by maintaining a viable European GOES industry." He also added that GOES is a strategic top-shelf product, and the European Union cannot be dependent on foreign steel mills located in Asia, Russia or the United States in terms of supplies. In the opinion of the Management Board of Stalprodukt, the current level of market prices of grain-oriented sheets is significantly higher than the minimum prices specified in the Regulation, which makes the minimum price mechanism irrelevant to the market. However, a drop in prices cannot be ruled out in the future. It is then that the minimum import prices should allow the European producers of transformer sheets, including Stalprodukt and its subsidiary GO Steel a.s. maintain the sales profitability of these products.

In the **Profiles Segment**, a 16.3% decrease in sales was recorded compared to the third quarter of 2021. In addition, lower sales revenues were achieved in the segment by PLN 38,267 thousand, i.e. by 14.7%. In the first half of the year, there was a short-term but significant change in market conditions. Maximum feedstock prices recorded in Q3 2021, in the fourth quarter decreased significantly, at the same time at the beginning of the first quarter of 2022 there was a slight change in the upward trend, which accelerated with the outbreak of the war in Ukraine. The company continued cooperation with regular customers, keeping the agreed terms of deliveries. In the third quarter, the segment worked without interruptions, fulfilling its contractual obligations. After a period of price increase in the first half of the year to historically record levels, the trend reversed to a downward trend following a decline in hot-rolled and cold-rolled sheets. The downward price trend continued in Q3 2022. The difficult situation was also compounded by a significant weakening of demand for the segment's products. Despite the difficult market situation and, as a consequence, decreases in sales volumes and revenues, the Segment recorded a positive result of PLN 3,184 thousand.

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 2022, the **Zinc Segment's** net revenues amounted to PLN 664,064 thousand, and in relation to the corresponding period of the previous year, in which sales amounted to PLN 569,847 thousand, were higher by 16.5 %. Despite the increase in revenues, the Segment recorder a loss in the amount of PLN 8,060 thousand. The main reason was the results of Huta Cynku Miasteczko Śląskie, which had to face significant increases in coke and gas prices (estimated increase in costs in the period of 9 months of 2022 is about PLN 200 million y/y).

Sales of the Zinc Segment by products:

- sales of zinc for 9 months of 2022 amounted to 113.4 thousand tons (including 36.6 thous. tons in the third quarter of 2022) and was lower by 12.5 thous. tons (- 10,0%) compared to sales for 9 months of 2021.
- sales of silver (Dore's metal) for 9 months of 2022 amounted to PLN 438.3 thousand ounces (including 133 thousand ounces in the third quarter of 2022) and was lower by 200.1 thous. ounces (- 31.3%) compared to sales for 9 months of 2010.
- sales of refined lead for 9 months of 2022 amounted to 7.8 thous. tons (including 2.8 thous. tons in the third quarter of 2022) and was lower by 2.7 thous. tons (- 11%) compared to the same period of 2021.

The quantitatively lower sales in the current year compared to the previous year result from the sale in 2021 of the stock of mine concentrates. In turn, the higher volume of Dore metal in 2021 is the result of the processing of scrap Pb-Ag anodes from the liquidated zinc electrolysis hall of ZGH "Bolesław" at HC "Miasteczko Śląskie".

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

9 months of 2022

average zinc cash settlement price on the London Metal Exchange USD 3,638 per tonne
average lead cash settlement price on the London Metal Exchange USD 2,168 per tonne
average silver price on the London Bullion Market USD 21.92 per troy ounce (USD 704.8 per kg)
the average PLN/USD exchange rate (NBP) was 4.4034

9 months of 2021

average zinc cash settlement price on the London Metal Exchange USD 2,887 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.

The price of zinc, converted into PLN, was PLN 15,962 per tonne and was 45.3% higher than in the 9 months of 2021, when it averaged PLN 10,984 per tonne.

The price of lead, converted into PLN, was PLN 9,504 per tonne and was 15% higher than in the 9 months of 2021, when it averaged PLN 8,238 per tonne.

The price of silver, converted into PLN, was PLN 3,103 per kg, and was at a level comparable year-on-year - in the previous year, on average PLN 3,149/kg.

Metallurgical production:

- zinc production for 9 months of 2022 amounted to 117.6 thous. tons and was lower by 5.2 thous. tons (-4.3%) compared to 9 months of 2021.
- production of refined lead for 9 months of 2022 amounted to 12.1 thous. tons and was lower by 2.1 thous. tons (-14.9%) compared to 9 months of 2021.
- silver production (Dore's metal) for 9 months of 2022 amounted to 454.4 per troy ounce and was lower by 241.2 per troy ounce (-34.7%) compared to 9 months of 2021.

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 main factors influencing the results achieved by the segment:

- price increase,
- decrease in sales volume,
- the impact of the settlement of hedging transactions,
- increase in operating costs related to energy carriers.

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.

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As of 30 September 2022, 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 2022 they held the following hedging measures active (the connections have been planned for the period from April 2022 to October 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 30.09.2022 r. PLN thousand					
Cash Flow Hedging	forward	\$ 92 250 000,00	-101 208	-101 208	risk from USD/PLN exchange rates
Cash Flow Hedging	forward	€ 300 000,00	-82	-82	risk from EUR/PLN exchange rates
Cash Flow Hedging	option strategies		0	0	risk from USD/PLN exchange rates
Cash Flow Hedging	option strategies (synthetic forward)	€ 1 500 000,00	-689	-689	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 30.09.2022 (zinc)			PLN thousand		
Cash Flow Hedging	swap	7 200	-26 377	-26 377	Price Change Risk Zn LME PLN
Cash Flow Hedging	swap (USD)	17 550	9 816	9 816	Price Change Risk Zn LME USD
Active commodity hedging instruments as of 31.03.2021 (lead)			PLN thousand		
Cash Flow Hedging	swap	1 450	-1 637	-1 637	Price Change Risk Pb LME PLN
Active commodity hedging instruments as of 31.03.2021 (silver)			PLN thousand		
Cash Flow Hedging	swap	0	0	0	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	
	30.09.2022	30.09.2021
Long-Term investments	6 813	1 983
Short-Term Investments	25 161	102 573
TOTAL, including:	31 974	104 556
a) valuation of derivative transactions	24 507	5 644

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b) securities	7 467	98 912
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Explanation to Item: Liabilities pertaining to hedging instruments	PLN thousand	
	30.09.2022	30.09.2021
Contracts for Hedging Transactions	31 001	18 549
Conclusions of Currency Option Transactions	121 255	58 236
Adjustment pertaining to the amount resulting from the closed transactions settlements with brokers	-2 221	-4 088
TOTAL	150 035	72 697

Valuation of Derivative Transactions

Valuation of Derivative Transactions	PLN thousand			
	30.09.2022		30.09.2021	
	Financial Assets	Financial Liabilities (Payables)	Financial Assets	Financial Liabilities (Payables)
Commodity Transactions - Zinc	23 479	30 024	2 391	41 810
Commodity Transactions - Lead	0	1 637	1 029	21
Currency Transactions - USD/PLN EUR/PLN	1 028	118 373	1 176	30 867
Commodity Transactions- Silver	0	0	1 048	0
Total	24 507	150 034	5 644	72 698

Division of Hedging Instruments

Division of Hedging Instruments	PLN thousand			
	30.09.2022		30.09.2021	
	Financial Assets	Financial Liabilities (Payables)	Financial Assets	Financial Liabilities (Payables)
Hedging Instruments	13 167	133 344	5 644	67 332
Commodity Transactions - zinc	13 136	29 697	2 391	40 797
Commodity Transactions - lead	0	1 637	1 029	21
Currency Transactions - USD/PLN, EUR/PLN	31	102 010	1 176	26 514
Commodity Transactions - Silver	0	0	1 048	0
Trade Instruments	11 340	16 690	0	5 365
Commodity Transactions- zinc	10 343	327	0	1 012
Commodity Transactions - lead	0	0	0	0
Currency Transactions - USD/PLN, EUR/PLN	997	16 363	0	4 353
Commodity Transactions - silver	0	0	0	0
Total	24 507	150 034	5 644	72 697

Presentation of realized derivatives in the financial statements

Derivative Transactions Presented in the Profit and Loss Account:	PLN thousand	
	30.09.2022	30.09.2021
Sales of Products Adjustment	-149 491	-21 597
Sales of Goods Adjustments	0	0
Revaluation of Investments	-2 794	-4 764

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Gains/Loss on Sale of Investments	-17 537	-7 538
Total	-169 822	-33 899

Cash Result from Reconciliation of Derivative Instruments:	PLN thousand	
	30.09.2022	30.09.2021
Commodity Transactions	-112 765	-19 717
Currency Transactions	-57 198	4 966
Total	-169 963	-14 751

Sales of Products Adjustment Related to Application of Hedging Instruments:	PLN thousand	
	30.09.2022	30.09.2021
Sales Increase	3 854	8 033
Sales Decrease	-153 345	-29 630
TOTAL	-149 491	-21 597

Status of Capital from Revaluation Related to Application of Hedge Accounting (excluding Deferred Tax)	PLN thousand	
	30.09.2022	30.09.2021
Valuation of Open Hedging Instruments:	-120 177	-61 689
- Zn	-16 561	-38 406
- Pb	-1 637	1 008
- USD/PLN	-101 208	-25 183
- Ag	0	1 048
- EUR/PLN	-771	-156
Result from the Application of Hedging Instruments Capital-Retained until the Realization of the Hedged Item:	0	0
- Zn	0	0
- Pb	0	0
- USD/PLN	0	0
TOTAL	-120 177	-61 689

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.

Securities

Securities	w tys. zł	
	30.09.2022	30.09.2021
Obligacje korporacyjne:	0	56 961
-PKO Bank Hipoteczny S.A	0	13 470

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-PEKAO Faktoring S.A	0	19 997
-PKO Leasing S.A	0	13 497
Investment fund participation units:	7 467	41 951
- Quercus Ochrony Kapitału	2 027	2 016
- Quercus Obligacje Skarbowe	2 329	3 047
- Generali Aktywny Dochodowy FL	0	1 358
- Quercus Dłużny Krótkoterminowy	2 997	3 015
- Generali Korona Oblikacje	1	0
- Generali Korona Dochodowy FL	1	5 562
- Generali Oszczednosciowy FL	1	0
- Generali Aktywny Dochodowy	111	26 953
TOTAL	7 467	98 912

Information on the political and economic situation in Ukraine and its potential impact on the activities of the Issuer and its Capital Group.

Stalprodukt S.A. and the companies of the Capital Group do not own any assets in Ukraine. The Stalprodukt company conducts a very limited commercial activity with customers in Ukraine and Russia. The share of these customers in the Company's sales structure is insignificant. Sales value to the above-mentioned countries accounted for 0.22% in 2020 and 0.25% in 2021. For the first 2 months of 2022 to the start of the armed conflict, it was 0.03% of sales revenues. The main direction of supply of charge materials for the Transformer Sheets Segment are mills belonging to the ArcelorMittal concern, located in Poland and Western Europe.

The Issuer makes only supplementary purchases of the input material from mills in Ukraine and Russia (this applies only to the Profiles Segment). Purchases from the above-mentioned countries accounted for 5.94% in 2020 and 9.73% in 2021, respectively, of material purchases. For the first two months of 2022 until the beginning of the armed conflict, the value of purchases accounted for 5.96% of total material purchases.

At the same time, the zinc segment did not implement in 2021, and there are no signed contracts for the sale of its products for 2022 on the Ukrainian market. In turn, revenues from sales in 2021 to the markets of Russia and Belarus, involved in the armed conflict, accounted for approx. 1.2% of total sales in 2021. However, the share of this sale in the segment's revenues is very small. Thanks to diversified sales markets, an armed conflict should not affect sales and financial results in the long term. The zinc segment does not import raw materials for the production of its products from the above-mentioned countries, therefore it does not currently identify the risk related to the inability to obtain raw materials for the production of its products.

At the same time, the Management Board declares that as at the time of submitting this report, there are no significant disruptions in the scope of: decreased revenues, loss of

customers or shortage of employees. The solvency, liquidity and collection of receivables also remain unchanged, and price fluctuations in the case of the zinc segment are secured in the form of forward transactions.

As at the date of this report, these are the only effects of the political and economic situation in Ukraine that may affect the Issuer's operations. Due to the high dynamics of the development of the situation, it is difficult to predict other possible financial consequences that may occur in the long term. In the opinion of the Issuer, these values do not constitute material items and do not adversely affect the financial situation of the Stalprodukt S.A. Capital Group.

The impact of the coronavirus COVID-19 pandemic on the situation of the Company

When assessing the impact of the COVID-19 coronavirus on the Issuer's operations, it should be emphasized that in 2021 and in the three quarters of 2022 this impact on the operations of the operating segments was definitely weaker than in 2020. The number of employees on sick leave or in quarantine has clearly decreased because of the coronavirus.

In the third quarter of 2022, this situation improved dramatically. Low sickness absence also in this operating segment was conducive to ensuring the necessary staffing on production lines, all restrictions were also lifted for Stalprodukt's customers. The impact of COVID-19 on production and sales results was therefore less and less noticeable.

Plants belonging to the recipients of products from all operating segments did not encounter any significant restrictions in their operations in this period. This was certainly supported by widespread vaccination against COVID-19, as well as remote work of some employees (applies to administrative departments). The Management Board of the Company does not expect the situation to deteriorate in this respect in 2022, which means that the impact of the COVID-19 pandemic on the operations of both production segments of Stalprodukt should remain insignificant

VII. Other Information

Other Information

1. In the 3rd quarter of 2022, 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 21,416 thousand,
 - guarantees and sureties (avals) granted by ZGH "Bolesław" amounting to PLN 5,531 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 2021 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 4,053 thousand, wherein Stalprodukt's share amounts to PLN 2,297 thousand and ZGH "Bolesław" - PLN 1,756 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 243,410 shares, accounting for 4.36 %-share in capital and 1,217,050 votes, accounting for 9.98 % of the total number of votes at the General Meeting of Shareholders,

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- 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.
- 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 1,000 shares of nominal value: PLN 2,000.

On October 5, 2022, the Issuer received a notification from Mr. Stanisław Kurnik about the sale of 1,900 registered preference shares at PLN 250 per share on the same day. The transaction took place outside regulated trading.

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. Issuer's transactions with related entities:

a) Transactions that the parent company concluded with subsidiaries in the period from 01.01.2022 to 30.09.2022 - these transactions were eliminated in the consolidated statements - and from 01.07.2022 to 30.09.2022 are presented in the tables below:

Items the 3rd quarter of 2022	PLN thousand			
	Mutual settlements		Mutual revenues and costs	
	Receivables	Liabilities	Revenues	Costs
ZGH "Bolesław" S.A.	7	42	13	113
Anew Institute sp. z o.o.	1	0	4	0
Stalprodukt-Wamech sp. z o.o.	476	5 675	906	6 197
Stalprodukt-Zamość sp. z o.o.	2 051	15	2 557	52
Stalprodukt-Ochrona sp. z o.o.	23	1 071	58	1 312
STP Elbud sp. z o.o.	271	5 170	751	8 739
Cynk-Mał S.A.	6 385	1 937	7 479	1 575
GO STEEL a.s.	44 906	322	79 411	16 477

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Hotel Ferreus Sp. z o.o.	2	0	4	0
PTZ Sp. z o.o.	1	0	3	0
Stalprodukt-Centrostal sp. z o.o. in liquidation	6	0	14	0

b) Transactions concluded with related entities in the period from July 1, 2022 to September 30, 2022 according to IAS 24:

Transactions concluded with associates (in accordance with IAS 24 point 19 d)

- realized with Stalnet Sp. z o. o. – including: revenues of PLN 12 thousand, costs PLN 36 thousand; receivables PLN 5 thousand, liabilities PLN 15 thousand;

Transactions with other related parties (in accordance with IAS 24 point 19 g):

- with STP Investment S.A. – revenues of PLN 3 thousand, receivables PLN 1 thou.,
 - FCASE Sp. z o. o. Sp. k. - did not occur,
 - Arcelor Mittal Sourcing a societate en commandite per actions - did not occur,
 - Stalprodukt-Profil S.A.: revenues of PLN 2 thousand, receivables PLN 2 thou.,
 - due to the contract of mandate, the balance to F&R Finanse Sp. z o. o. is PLN 12,808 thousand.

In the reporting period, there were no transactions with the entity's key management personnel within the meaning of IAS 24 point 19 f.

In the reporting period, no transactions with related entities listed in IAS 24 point 19 a, b, c and e were identified.

The transactions were market-based.

c) Transactions that the parent company concluded with subsidiaries in the period from 01.07.2021 to 30.09.2021 are presented in the tables 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

d) Transactions concluded with related entities in the period from July 1, 2022 to September 30, 2022 according to IAS 24:

Transactions concluded with associates (in accordance with IAS 24 point 19 d)

- realized with Stalnet Sp. z o. o. – including: revenues of PLN 35 thousand, costs PLN 108 thousand; receivables PLN 5 thousand, liabilities PLN 15 thousand;

Transactions with other related parties (in accordance with IAS 24 point 19 g):

- with STP Investment S.A. – revenues of PLN 3 thousand,

- FCASE Sp. z o. o. Sp. k. - did not occur,

- Arcelor Mittal Sourcing a societate en commandite per actions - did not occur,

- Stalprodukt-Profil S.A.: revenues of PLN 8 thousand,

- due to the contract of mandate, the balance to F&R Finanse Sp. z o. o. is PLN 12,808 thousand.

In the reporting period, there were no transactions with the entity's key management personnel within the meaning of IAS 24 point 19 f.

In the reporting period, no transactions with related entities listed in IAS 24 point 19 a, b, c and e were identified.

The transactions were market-based.

7. In the reporting period the Group made investment outlays on the purchase and formation of tangible fixed assets amounting to PLN 43,091 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:

- a) 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.

- b) 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 February 28, 2022, ZGH Bolesław S.A. submitted their position on the matter. The letter contained a motion to dismiss the claim, as well as formal and evidentiary motions. The basis for submitting a motion to dismiss the claim is the indication that PWiK sp.z o.o. has not suffered any damage in terms of civil law, i.e. there has been no financial loss. Further allegations were raised, boiling down to the fact that the possible damage may not be the own expenditure on the investment made, and there is no damage in the scope of the so-called stage II, where no expenses were incurred, and their incurring is not settled and justified. On March 17, 2022, PWiK sp.z o.o. submitted another letter in the case. On April 5, 2022, the District Court in Krakow called on the parties to the dispute to consider mediation in the case. On July 15, 2022, the District Court in Kraków issued a Decision on the admission of evidence from the institute's opinion on the legitimacy and amount of the damage suffered so far by PWiK Sp. z o.o., as well as expenses planned in the future. On September 22, 2022 a pleading was delivered to the District Court in Krakow - a request for evidence in the field of evidence from the opinion of the ZGH "Bolesław" S.A. institute.

Moreover, it should be mentioned 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 (point 11. Settlement of the purchase price of ZGH "Bolesław" S.A.). 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. As of 31, 2022, the amount of provisions in the subsidiary and at the level of the consolidated financial statements covers 100% of the amount of the lawsuit.

9. 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.
10. 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.
11. The General Meeting of ZGH „Bolesław” S.A. Shareholders held on 20 June 2022 adopted a resolution on the dividend disbursement for the fiscal year 2021. The profit-based amount appropriated for the dividend is PLN 6.00 per share. The dividend disbursement date was fixed on 21 July 2022. The dividend amount of PLN 94,619 thousand shall be recognized in the Issuer's separate result for the 3rd quarter of 2022.
12. The General Meeting of Go Steel a.s. Shareholders held on 28 June 2022 adopted a resolution on the dividend disbursement for the fiscal year 2021. The amount from the profit allocated to the dividend is CZK 250 million (48,743 thousand). The dividend disbursement date was fixed on 21 July 2022. The dividend amount of PLN 94,619 thousand shall be recognized in the Issuer's separate result for the 3rd quarter of 2022.
13. The Issuer informs that as a result of the settlement of the transaction of purchase of shares offered in response to the "Offer to purchase shares of Stalprodukt S.A." ("Offer"), announced on September 1, 2022, the ownership was transferred and the purchase of 165,801 own shares by the Company was settled. The transfer of ownership of shares between the shareholders and the Company took place outside the regulated market through Dom Maklerski BDM S.A. with its registered office in Bielsko-Biała and settled within the depository and settlement system of the National Depository for Securities S.A. The basis for the purchase of shares was the authorization granted by the Ordinary General Meeting of Stalprodukt S.A. on June 23, 2022 (Resolution No. XLI/14/2022 on the purchase by the Company of its own shares for redemption). The purpose of the buyback of own shares is their redemption and reduction of the Company's share capital.
14. The General Meeting of Shareholders on 23 June 2022 adopted a resolution on the distribution of the net result for the financial year 2021 as follows:
 - the amount allocated to the dividend payment is PLN 66,963,204.00,
 - the value of the dividend per 1 share is PLN 12.00 gross,
 - the dividend covers 5,580,267 shares of the Company,
 - the date of establishing the right to dividend is 4 July 2022,
 - the dividend payment date is set for 14 July 2022.

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
 - prices of electricity and energy raw materials,
 - price formation and gas availability,
 - prices of CO₂ emission allowances.
16. During the reporting period and following 30.09.2022 until the preparation of the Abridged Consolidated Report for the 3rd quarter 2022 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 2022".
18. No additional information was appended to the Abridged Consolidated Financial Report for the 3rd quarter of 2022 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 2022 was approved for publication by parent Company's Management Board on 15.11.2022.

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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