

CR 6 - Correction of the Annual Report of Stalprodukt S.A. for the year 2020

Management Board of Stalprodukt S.A. ("Company", "Issuer") informs about the correction of the Annual Report in the part concerning the Statement of cash flows for the period 01.01.2020-31.12.2020 (page 7 of the Stalprodukt SA Financial Statement) in the scope of amounts assigned to individual items of cash flows from activities operational (part "A") for 2020.

The reason for providing incorrect data was an editorial error consisting in transferring the data from the draft (non-final) version to the financial statements. At the same time, the Issuer's Management Board emphasizes that the above mistake did not affect the balance sheet change in cash and cash position at the end of 2020. Moreover, the amount of cash flows from operating activities, given in the table "Selected financial data", was presented in the correct amount.

The following are correct amounts ascribed to individual items of cash flows from operating activities, while in parentheses - amounts included in the published financial statements (data in PLN thousand).

A. Cash flows from operating activities - indirect method: 141 301 (112 097)

I. Gross profit (loss): 56 285 (56 286)

Tax paid

II. Total adjustments: 85 016 (55 811)

1. Depreciation: 52 754 (52 754)

2. (Profit) losses due to exchange rate fluctuation: 0 (0)

3. Interest and profit sharing (dividends): -32 719 (-32 719)

4. (Profit) Loss on investment activities: -2 663 (-2 663)

5. Change in reserves: -2,873 (-2,873)

6. Change in inventories: 64,818 (62,774)

7. Change in receivables: 35 558 (35 558)

8. Change in short-term liabilities, except for loans and credits: -33 529 (-34 058)

9. Change in accruals: -22 731 (-24 404)

10. Other adjustments: 26 401 (1 442)

Moreover, as a result of using incorrect exchange rates, the items "gross profit" and "net profit" presented in selected financial data in EURO were adjusted as follows:

- gross profit: was EUR 15 493 thousand, it should be EUR 12 580 thousand;
- net profit: it was EUR 15,170 thousand, it should be EUR 12 258 thousand.

As selected financial data were also included in the Management Board's Report on the Company's operations, this document was also corrected in the above-mentioned scope.

Also, the incorrect amount in the item "Current assets" in the column "2019 restated data" was corrected. The amount given in the report is PLN 617,454 thousand, the correct value is PLN 647 347 thousand.

Due to the applicable regulations, the Issuer will submit today a corrected annual report, taking into account the above changes, together with all attachments.

Legal basis: § 15 clause 4 of the Regulation of the Minister of Finance of March 29, 2018 on current and periodic information provided by issuers of securities and the conditions for recognizing as equivalent information required by the law of a non-member state.