

Current Report CR No 12 – Information on the Results Achieved by the Issuer in the 1st half of 2022 (confidential information disclosed on 4th August 2022, at 14:31 hrs.).

In connection with the Individual Reporting Standards adopted by Stalprodukt S.A. ('Issuer', 'Company'), the Company's Management Board, hereby, discloses to the public the information on the results achieved by the Stalprodukt Group in the 1st half of 2022, which shows some significant deviations from the average figures achieved in the analogical periods in the recent 2 years. The criterion of materiality adopted by the Company stands for the deviation of +/- 25 % in relation to the base value.

Significant changes in the average size over the last 2 years have occurred for the following items:

1. Consolidated revenues from the sale of products, goods and materials that in the 1st half of 2022 amounted to PLN 3,051,438 thousand (compared to the amount of PLN 1,895,145 thousand, which is the average revenue for the 1st half of 2020 and 2021).
2. Revenues of the Electrical Sheets Segment, which in the 1st half of 2022 amounted to PLN 860,742 thousand (compared to the amount of PLN 420,267 thousand, which is the average revenue for the 1st half of 2020 and 2021).
3. Revenues of the Profiles Segment, which for the first half of 2022 amounted to PLN 595,374 thousand (compared to the amount of PLN 358,029 thousand, which is the average of the results for the first half of 2020 and 2021).
4. Revenues of the Zinc Segment, which in the 1st half of 2022 amounted to PLN 650,906 thousand (compared to the amount of PLN 507,027 thousand, which is the average revenue for the 1st half of 2020 and 2021).
5. Consolidated operating profit, which for the 1st half of 2022 amounted to PLN 346,407 thousand (compared to the amount of PLN 180,725 thousand, which is the average of the results from the 1st half of 2020 and 2021).
6. Consolidated net profit, which for the 1st half of 2022 amounted to PLN 265,971 thousand (compared to the amount of PLN 151,434 thousand, which is the average of the results from the 1st half of 2020 and 2021).

The significant increase in both the revenues of all operating segments of the Stalprodukt Group and the consolidated revenues and results (from operating activities and net profit) is mainly due to a significant improvement in the price conditions in the reporting period compared to the same period of 2021 and 2020.

The Management Board of the Company also draws attention to the following events in the first half of 2022, which had a negative impact on the results of the reporting period:

- in the Profiles Segment: inventory write-off to market levels in the amount of PLN 20.6 million;
- in the Zinc Segment: significant increase in purchase costs:
 - natural gas (by approx. PLN 50 million compared to the first half of 2021);
 - coke breeze (by approx. PLN 48 million compared to the period of the first half of 2021).

The Company's Management Board underlines that the above data have been prepared within the framework of the conducted consolidation procedures. Consolidated Financial Report for the 1st half of 2022 will be disclosed to the public in accordance with the 2022 disclosure dates provided in the current report No 1/2022 of 26 January 2022, i.e. on 31 August 2022.

Legal basis: Art. 17 par. 1 of the Market Abuse Regulation of the European Parliament and the (EU) Council No 596/2014 as of 16 April 2014 r. (Market Abuse Regulation MAR) repealing the Directive 2003/6/EC of the European Parliament and the Council as well as Directives of the EU Commission 2003/124/EC, 2003/125/EC and 2004/72/EC.