

Current Report CR No 16 – Information on the Results Achieved by the Issuer in the 1st half of 2020 (confidential information disclosed on 5th August 2020, at 14:33 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 2020, 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 operating profit, which for the 1st half of 2020 amounted to PLN 94,072 thousand (compared to the amount of PLN 162,760 thousand, which is the average of the results from the 1st half of 2018 and 2019).
2. Consolidated net profit, which for the 1st half of 2020 amounted to PLN 78,484 thousand (compared to the amount of PLN 137,277 thousand, which is the average of the results from the 1st half of 2018 and 2019).

The decline in consolidated results is mainly due to the worse results of the Zinc Segment, which are the result of low prices of Zinc on the London Stock Exchange.

The change above +/- 25% is the effect of the high base, i.e. the profits recorded for the first half of 2018 and 2019.

At the same time, based on the analysis of the results achieved, it should be emphasized that the consolidated operating and net result for Q2 2020, despite the situation related to COVID-19, improved compared to Q1 2020.

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 2020 will be disclosed to the public in accordance with the 2020 disclosure dates provided in the current report No 1/2020, of 27 January 2020, i.e. on 28 August 2020.

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.