

Appendix to the current report no. 22/2021 of Dekpol S.A. - correction of consolidated annual statement of DEKPOL S.A. for 2020

1 Selected financial data

Page 6 of the Consolidated Financial Statement of the DEKPOL Capital Group for the period from 01.01.2020 to 31.12.2020

Page 5 of the Report of Management Board on business activities of the Company and the DEKPOL Capital Group for the year 2020

It was:

SELECTED FINANCIAL DATA

Selected consolidated financial data	thousand PLN		thousand EUR	
	01.01.2020- 31.12.2020	01.01.2019- 31.12.2019	01.01.2020- 31.12.20120	01.01.2019- 31.12.2019
I. Net revenue from sales of products, goods, and materials	1 054 978	772 119	235 791	179 487
II. Profit (loss) on operating activity	81 044	70 960	18 114	16 495
III. Profit (loss) before tax	67 073	62 729	14 991	14 582
IV. Net profit (loss)	52 771	50 788	11 795	11 806
V. Earnings (loss) per ordinary share (in PLN / EUR)	6,31	6,07	1,41	1,41
VI. Net cash flows from operating activity	135 689	82 825	30 327	19 254
VII. Net cash flows from investment activity	(8 561)	(18 275)	(1 913)	(4 248)
VIII. Net cash flows from financial activity	(85 899)	(14 234)	(19 199)	(3 309)
IX. Total net cash flows	41 230	50 316	9 215	11 696
	31.12.2020	31.12.2019	31.12.2020	31.12.2019
X. Total assets	953 497	954 981	206 617	224 253
XI. Liabilities and provisions for liabilities	660 017	712 667	143 022	167 352
XII. Long-term liabilities	128 920	197 100	27 936	46 284
XIII. Short-term liabilities	531 097	515 567	115 086	121 068
XIV. Equity	293 479	242 314	63 595	56 901
XV. Share capital	8 363	8 363	1 812	1 964
XVI. Number of shares at the end of the period	8 362 549	8 362 549	8 362 549	8 362 549
XVII. Book value per share (in PLN / EUR)	35	29	8	7

It is (corrected data highlighted):

SELECTED FINANCIAL DATA

Selected consolidated financial data	thousand PLN		thousand EUR	
	01.01.2020- 31.12.2020	01.01.2019- 31.12.2019	01.01.2020- 31.12.20120	01.01.2019- 31.12.2019
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VI. Net cash flows from operating activity	126 747	82 825	28 328	19 254
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2 Cash flow statement (page 48).

Page 6 of the Consolidated Financial Statement of the DEKPOL Capital Group for the period from 01.01.2020 to 31.12.2020

Page 5 of the Report of Management Board on business activities of the Company and the DEKPOL Capital Group for the year 2020

It was:

CASH FLOW STATEMENT

(Intermediate method)

Item	01.01.-31.12.2020	01.01.-31.12.2019
Profit (loss) before tax	67 073	62 729
Adjustments:	21 040	15 215
Depreciation	10 967	10 219

Change of fair value of investment properties	-1 797	0
Profit (loss) from sales of non-financial tangible assets	-1 079	-714
Profit (loss) from sales of financial assets (other than derivatives)	4	0
Profits (losses) from foreign exchange differences	3 240	-75
Interests and shares in profits	-16 593	5 784
Other adjustments	0	0
Change in working capital	43 912	13 079
Change in inventories	150 042	-20 280
Change in receivables	-88 185	59 545
Change in liabilities	-51 292	-33 673
Change in provisions and accruals	33 340	7 486
Other adjustments	8	0
Income tax on profit before tax	14 302	-10 455
Income tax paid	-10 638	2 259
Net cash from operating activities	135 689	82 825
Expenses related to acquisition of intangible assets	-145	-403
Inflows from sales of intangible assets	0	0
Expenses related to acquisition of property, plant and equipment	-6 143	-7 707
Inflows from sales of property, plant and equipment	106	316
Expenses related to acquisition of investment properties	0	-7 400
Inflows from sales of investment properties	0	-2 800
Net expenses for the acquisition of subsidiaries	0	-10
Repayments received from loans granted	0	0
Loans granted	-2 747	0
Expenses related to acquisition of other financial assets	-24	-322
Inflows from the sales of other financial assets	55	0
Net cash from investment activities	-8 561	-18 275
Net inflows from issue of shares	0	0
Acquisition of own shares	0	0
Inflows from issue of debt securities	61 000	29 550
Redemption of debt securities	-47 823	-24 587
Inflows from loans and borrowings taken out	91 269	138 831
Repayment of loans and borrowings	-160 117	-132 354
Repayment of liabilities under finance lease	-8 053	-9 091
Interest paid	-13 296	-16 583
Dividends paid	0	0
Inflows from received grants	0	0
Other inflows (expenses) from financial activities	-8 879	0
Net cash from financial activities	-85 899	-14 234

Net change in cash and cash equivalents, net of foreign exchange differences	41 230	50 316
Change in cash and cash equivalents due to exchange rate differences	0	0
Change in net cash and cash equivalents	41 230	50 316
Cash and cash equivalents at the beginning of the period	116 264	65 947
Cash and cash equivalents at the end of the period	157 493	116 264
Including cash of limited disposal right	19 016	28 237

It is:

CASH FLOW STATEMENT

(Intermediate method)

Item	01.01.-31.12.2020	01.01.-31.12.2019
Profit (loss) before tax	67 073	62 729
Adjustments:	21 246	15 215
Depreciation	10 967	10 219
Change of fair value of investment properties	-1 797	0
Change of fair value of financial assets (liabilities) valued by result	0	0
Write-offs of financial assets	0	0
Profit (loss) from sales of non-financial tangible assets	-1 079	-714
Profit (loss) from sales of financial assets (other than derivatives)	4	0
Profits (losses) from foreign exchange differences	3 240	-75
Interests and shares in profits	9 911	5 784
Other adjustments	0	0
Change in working capital	34 763	13 079
Change in inventories	140 900	-20 280
Change in receivables	-88 185	59 545
Change in liabilities	-46 297	-33 673
Change in provisions and accruals	28 337	7 486
Other adjustments	8	0
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Inflows from sales of intangible assets	0	0
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Inflows from sales of property, plant and equipment	106	316

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Inflows from sales of investment properties	0	-2 800
Net expenses for the acquisition of subsidiaries	0	-10
Repayments received from loans granted	0	0
Loans granted	-2 747	0
Expenses related to acquisition of other financial assets	-24	-322
Inflows from the sales of other financial assets	55	0
Interests received	53	51
Net cash from investment activities	-8 845	-18 275
Net inflows from issue of shares	0	0
Acquisition of own shares	0	0
Inflows from issue of debt securities	61 000	29 550
Redemption of debt securities	-47 823	-24 587
Inflows from loans and borrowings taken out	108 350	138 831
Repayment of loans and borrowings	-160 588	-132 354
Repayment of liabilities under finance lease	-8 053	-9 091
Interest paid	-20 680	-16 583
Dividends paid	0	0
Inflows from received grants	0	0
Other inflows (expenses) from financial activities	-8 879	0
Net cash from financial activities	-76 673	-14 234
Net change in cash and cash equivalents, net of foreign exchange differences	41 230	50 316
Change in cash and cash equivalents due to exchange rate differences	0	0
Change in net cash and cash equivalents	41 230	50 316
Cash and cash equivalents at the beginning of the period	116 264	65 947
Cash and cash equivalents at the end of the period	157 493	116 264
Including cash of limited disposal right	19 016	28 237

3 Cash-flow analysis

Pages 73/74 of the Report of Management Board on business activities of the Company and the DEKPOL Capital Group for the year 2020, point 5.2.3

It was:

In 2020, cash flow from operating activities amounted to PLN 135.69 million, which is a result higher by PLN 52.86 million (63.8% y / y) compared to 2019, which is the effect of the profit achieved in 2020 and the positive changes in working capital.

In 2020, cash flow from investing activities amounted to PLN -8.56 million compared to PLN -18.27 million in 2019 and were mainly related to expenditure on acquisition of property, plant and equipment.

Cash flows from financial activities amounted to PLN -85.9 million in 2020, mainly as a result of repayment of financial liabilities (loans and bonds).

The generated positive cash flow from operating activities ensured an increase in cash balance and reduction in debt at the end of 2020 compared to 2019.

It is:

In 2020, cash flow from operating activities amounted to PLN 126.75 million, which is a result higher by PLN 43.92 million (53.0% y / y) compared to 2019, which is the effect of the profit achieved in 2020 and the positive changes in working capital.

In 2020, cash flow from investing activities amounted to PLN -8.85 million compared to PLN -18.27 million in 2019 and were mainly related to expenditure on acquisition of property, plant and equipment.

Cash flows from financial activities amounted to PLN -76.67 million in 2020, mainly as a result of repayment of financial liabilities (loans and bonds).

The generated positive cash flow from operating activities ensured an increase in cash balance and reduction in debt at the end of 2020 compared to 2019

4 Note no. 2 concerning investment properties

Page 55 of the Consolidated Financial Statement of the DEKPOL Capital Group for the period from 01.01.2020 to 31.12.2020

It was:

2.1. INVESTMENT PROPERTIES

Item	31.12.2020	31.12.2019
Land not leased	78 555	29 634
Real estate leased	68 600	115 712
Advances for investment properties	0	0
Net carrying amount	147 155	145 346

2.2. INVESTMENT PROPERTIES IN REPORTING PERIOD

Item	Land not leased	Investment properties leased	Advances for investment properties	Total
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Investment properties at the beginning of the period	39 343	95 212	0	134 555
Increases due to item combinations	0	0	0	0
Property purchase	33 091	6 119	0	39 210
Other changes (reclassifications, transfers, etc.) (+/-)	0	0	0	0
Revaluation to fair value (+/-)	6 121	-32 731	0	-26 610
Investment properties at the end of the period	78 555	68 600	0	147 155

It is:

4.1 2.1. INVESTMENT PROPERTIES

Item	31.12.2020	31.12.2019
Land not leased	41 755	29 634
Real estate leased	105 400	115 712
Advances for investment properties	0	0
Net carrying amount	147 155	145 346

2.2. INVESTMENT PROPERTIES IN REPORTING PERIOD

Item	Land not leased	Investment properties leased	Advances for investment properties	Total
Investment properties at the beginning of the period	29 634	115 712	0	145 346
Increases due to item combinations	0	0	0	0
Property purchase	0	0	0	0
Other changes (reclassifications, transfers, etc.) (+/-)	9 709	-9 709	0	0
Revaluation to fair value (+/-)	2 412	-603	0	1 809
Investment properties at the end of the period	41 755	105 400	0	147 155