

Mostostal

W A R S Z A W A

CONDENSED INTERIM
SEPARATE FINANCIAL STATEMENT MOSTOSTAL
WARSZAWA S.A.

for the period from 01.01.2022 to 31.03.2022

BUDUJEMY PRZYSZŁOŚĆ.

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SEPARATE PROFIT AND LOSS ACCOUNT
for the 3-month period from 01.01.2022 to 31.03.2022

CONTINUING OPERATION		First quarter period from 01.01.2022 to 31.03.2022	First quarter period from 01.01.2021 to 31.03.2021
I	Sales revenues	187 933	148 786
	Revenues from construction contracts	187 083	148 580
	Revenue from sale of services	840	206
	Revenue from sale of goods and materials	10	0
II	Own costs of sales	172 940	136 312
III	Gross profit / (loss) from sales	14 993	12 474
IV	General administrative expenses	11 583	12 683
V	Other operating income	1 635	307
VI	Other operating expenses	1 334	446
VII	Profit / (loss) from operating activities	3 711	-348
VIII	Financial income	900	2 533
IX	Financial costs	4 011	2 154
X	Gross profit / (loss)	600	31
XI	Income tax	455	7
XII	Net profit / (loss) from continuing operations	145	24
XIII	Discontinued operations	0	0
XIV	Net profit / (loss) from discontinued operations	0	0
XV	Net profit / (loss)	145	24
	Net profit / (loss)	145	24
	Weighted average number of ordinary shares	20 000 000	20 000 000
	Net profit / (loss) per ordinary share (in PLN)	0,01	0,00
	Diluted net profit (loss) per ordinary share	0,01	0,00

SEPARATE STATEMENT OF COMPREHENSIVE INCOME
for the 3-month period from 01.01.2022 to 31.03.2022

SPECIFICATION	First quarter period from 01.01.2022 to 31.03.2022	First quarter period from 01.01.2021 to 31.03.2021
Net profit / (loss) for the period	145	24
Other comprehensive income	0	0
Income tax relating to components of other comprehensive income	0	0
Total other comprehensive income after tax	0	0
Total comprehensive income	145	24

SEPARATE STATEMENT OF FINANCIAL POSITION
as at 31.03.2022

LP	ASSETS	31.03.2022	31.12.2021	31.03.2021
I	Fixed assets (long-term)	112 493	105 370	104 457
I.1	Intangible assets	608	545	566
I.2	Rights of use	25 646	26 756	29 370
I.3	Tangible fixed assets	18 839	14 321	9 179
I.4	Long-term trade and other receivables	203	3	3 833
I.5	Long-term financial assets	35 964	35 971	30 424
I.6	Deferred tax assets	26 743	24 221	25 745
I.7	Long-term accruals and deferred income	4 490	3 553	5 340
II.	Current assets (short-term)	640 937	665 546	576 605
II.1	Stocks	27 603	20 367	20 315
II.2	Trade and other receivables	239 867	220 629	244 756
II.3	Income tax receivables	596	793	0
II.4	Advances on works	20 702	25 627	5 896
II.5	Cash and cash equivalents	119 455	195 474	76 404
II.6	Assets resulting from construction contracts	225 768	195 835	224 935
II.7	Other accruals and deferred income	6 946	6 821	4 299
	TOTAL ASSETS	753 430	770 916	681 062

LP	EQUITY AND LIABILITIES	31.03.2022	31.12.2021	31.03.2021
I	Equity	27 452	27 307	18 729
I.1	Core capital	44 801	44 801	44 801
I.2	Share premium	108 406	108 406	108 406
I.3	Reserve capital from reclassification of loans	201 815	201 815	201 815
I.4	Retained earnings / Uncovered losses	-327 570	-327 715	-336 293
II	Long-term liabilities	134 222	79 417	223 363
II.1	Interest-bearing bank loans and borrowings	68 459	0	132 315
II.2	Long-term lease liabilities	12 652	13 819	15 160
II.3	Long-term trade liabilities	32 613	34 846	39 534
II.4	Long-term liabilities due to execution of construction contracts	8 241	18 471	27 193
II.5	Long-term provisions	12 257	12 281	9 161
III	Current liabilities	591 756	664 192	438 970
III.1	Current portion of interest-bearing bank loans and borrowings	64 517	130 133	0
III.2	Short-term leasing liabilities	7 371	7 434	8 428
III.3	Trade payables	171 529	176 447	147 484
III.4	Income tax	0	0	135
III.5	Other liabilities	24 253	30 622	18 181
III.6	Short-term provisions	6 777	9 343	10 736
III.7	Liabilities due to execution of construction contracts	130 147	141 229	88 024
III.8	Employee benefit obligations	4 987	3 627	3 622
III.9	Other accruals and deferred income	182 175	165 357	162 360
IV	Total liabilities	725 978	743 609	662 333
	TOTAL EQUITY AND LIABILITIES	753 430	770 916	681 062

SEPARATE CASH FLOW STATEMENT

for the 3-month period from 01.01.2022 to 31.03.2022

LP	SPECIFICATION	First quarter period from 01.01.2022 to 31.03.2022	First quarter period from 01.01.2021 to 31.03.2021
Cash flows from operating activities			
I	Gross profit / (loss)	600	31
II	Total adjustments	-68 738	-7 938
II.1	Depreciation	2 985	2 987
II.2	Exchange rate differences	1 500	-1 100
II.3	Interest received and paid	1 555	1 904
II.4	Profit/loss on investing activities	-36	-98
II.5	Increase / decrease in receivables	-14 513	36 392
II.6	Increase/decrease in inventories	-7 236	-9 089
II.7	Increase/decrease in liabilities, except for loans and borrowings	-13 520	-48 620
II.8	Change in assets and liabilities arising from construction contracts and accruals	-34 129	13 169
II.9	Change in provisions	-2 590	-1 870
II.10	Income tax paid	-2 780	-1 613
II.11	Other	26	0
II	Net cash flows from operating activities	-68 138	-7 907
III Cash flows from investing activities			
III.1	Sales of property, plant and equipment and intangible assets	144	225
III.2	Acquisition of tangible and intangible fixed assets	-5 639	-2 076
III.3	Acquisition of financial assets	0	0
III	Net cash flows from investing activities	-5 495	-1 708
IV Cash flows from financing activities			
IV.1	Repayment of finance lease liabilities	-2 174	-1 237
IV.2	Repayment of loans / credits	0	-64 714
IV.3	Interest paid	-212	-5 575
IV	Net cash flows from financing activities	-2 386	-71 526
V	Net change in cash and cash equivalents	-76 019	-81 284
	Net exchange rate differences	0	0
VI	Cash and cash equivalents at the beginning of the period	195 474	157 688
VII	Cash and cash equivalents at the end of the period	119 455	76 404

SEPARATE STATEMENT OF CHANGES IN EQUITY as at 31.03.2022

First quarter period from 01.01.2022 to 31.03.2022	Share capital	Supplement ary/ reserve capital	Reserve capital from reclassificatio n of loans	Retained earnings / uncovered losses	Total equity
Status on 1 January 2022	44 801	108 406	201 815	-327 715	27 307
Profit / (loss) for the period	0	0	0	145	145
Other comprehensive income	0	0	0	0	0
Total comprehensive income	0	0	0	145	145
Distribution of retained earnings	0	0	0	0	0
Dividends paid	0	0	0	0	0
As at 31 March 2022	44 801	108 406	201 815	-327 570	27 452

2021 from 01.01.2021 to 31.12.2021	Share capital	Supplement ary/ reserve capital	Reserve capital from reclassificatio n of loans	Retained earnings / uncovered losses	Total equity
Status on 1 January 2021	44 801	108 406	201 815	-336 317	18 705
Profit / (loss) for the period	0	0	0	8 602	8 602
Other comprehensive income	0	0	0	0	0
Total comprehensive income	0	0	0	8 602	8 602
Distribution of retained earnings	0	0	0	0	0
Dividends paid	0	0	0	0	0
As at 31 December 2021	44 801	108 406	201 815	-327 715	27 307

First quarter period from 01.01.2021 to 31.03.2022	Share capital	Supplement ary/ reserve capital	Reserve capital from reclassificatio n of loans	Retained earnings / uncovered losses	Total equity
Status on 1 January 2021	44 801	108 406	201 815	-336 317	18 705
Profit / (loss) for the period	0	0	0	24	24
Other comprehensive income	0	0	0	0	0
Total comprehensive income	0	0	0	24	24
Distribution of retained earnings	0	0	0	0	0
Dividends paid	0	0	0	0	0
As at 31 March 2021	44 801	108 406	201 815	-336 293	18 729

ADDITIONAL INFORMATION AND EXPLANATIONS

1. GENERAL INFORMATION

The condensed interim separate financial statement covers for the separate income statement the period of 3 months 2022 and include comparable data for the period of 3 months 2021, for the unconsolidated cash flow statement the period of 3 months 2022 and include comparable data for the period of 3 months 2021 and in the case of the unconsolidated statement of financial position prepared as at 31 March 2022, it includes comparable data as at 31 December 2021 and 31 March 2021.

Mostostal Warszawa S.A. (hereinafter also referred to as "the Company", "Mostostal", "the Issuer") is a joint stock company incorporated under the laws of Poland, registered with the District Court for the Capital City of Warsaw in Warsaw, XIII Commercial Division of the National Court Register under number KRS: 0000008820. The Company's registered office is located in Warsaw, at 12a Konstruktorska Street. The main area of activity is construction work associated with the erection of residential and non-residential buildings, covered by PKD (Polish Classification of Activities) division 4120Z. The Company's shares are listed on the Warsaw Stock Exchange, industry: construction. The duration of the Company is indefinite.

The parent company for Mostostal is Acciona Construccion S.A. The ultimate parent company is Acciona S.A. Mostostal Warszawa S.A. has prepared abbreviated interim consolidated financial statements which were approved on 23.05.2022.

The objective of the Management Board of Mostostal Warszawa S.A. is to maintain a strong position among the largest construction companies in the country. Its achievement will be the result of actions taken by the Company aimed at:

- basing its activities on an effective organisational structure guaranteeing the stabilisation of financial results and an increase in margins enabling further development,
- carrying out investments with the highest quality, to ensure safety on construction sites and to support related initiatives,
- strengthening the role of Mostostal Warszawa S.A. as the central management centre of the capital group and strengthening cooperation within the Group with regard to the development of regional centres,
- maintaining a network of representative offices covering the whole of Poland, which will be able to provide services in all segments of the construction industry as a general contractor,
- developing, as part of the activities of the Research and Development Department, new technologies to improve execution processes and to develop and improve engineering thought; and
- nurturing the heritage of Polish engineering thought and developing technical knowledge through close cooperation with scientific institutions and raising the level of education of future engineers by sharing with them the knowledge and experience gained in over 70 years of activity.

The composition of the Board of Directors as at 23.05.2022 was as follows:

Miguel Angel Heras Llorente	- President of the Management Board
Jorge Calabuig Ferre	- Vice-President of the Management Board
Alvaro Javier de Rojas Rodriguez	- Member of the Management Board
Jacek Szymanek	- Member of the Management Board

The composition of the Supervisory Board as at 23.05.2022 was as follows:

Antonio Muñoz Garrido	- Member of the Supervisory Board
Javiera Lapuente Sastre	- Member of the Supervisory Board
Javier Lapastora Turpín	- Member of the Supervisory Board
Neil Roxburgh Balfour	- Member of the Supervisory Board
Ernest Podgórski	- Member of the Supervisory Board
Javier Serrada Quiza	- Member of the Supervisory Board

2. APPROVAL OF THE ACCOUNTS

The condensed interim separate financial statements for the first quarter of 2022 were approved for publication by the Company's Board of Directors on 23.05.2022.

3. BASIS FOR PREPARING THE CONDENSED FINANCIAL STATEMENT AND ACCOUNTING POLICIES

3.1 Basis of preparation of the report

The condensed interim separate financial statement has been prepared on the assumption that the Company will continue in business for the foreseeable future.

The condensed interim separate financial statement has been prepared under the historical cost convention.

In the period from 01.01.2022 to 31.03.2022 the Company generated profit on sales in the amount of PLN 14,993 thousand and net profit of PLN 145 thousand and recorded negative cash flows from operating activities in the amount of PLN 68,138 thousand. The Company's equity as at 31.03.2022 amounted to PLN 27,452 thousand.

Loans granted by the Company's senior parent, Acciona Construccion SA, are an important element of the financing of the Company's operations. On 12 April 2022. The Company signed annexes to the loan agreements with this entity, which postpone their repayment date to October 2022 and July 2023.

Based on the analysis of the projected cash flows, the Management Board of Mostostal estimates that the Company will have sufficient cash to finance its operating activities for at least 12 months after the balance sheet date. The value of Mostostal Warszawa S.A.'s order portfolio as at 31.03.2022 was PLN 3,221,098 thousand. At the same time, the Company participates in a number of tender proceedings, which may translate into winning new orders in the near future.

The Management Board concludes that as at the date of approval of these financial statements there are no circumstances indicating a threat to the Company's going concern.

3.2 Statement of compliance

These condensed interim separate financial statement has been prepared in accordance with IAS 34 'Interim Financial Reporting' as adopted by the European Union. The condensed interim separate financial statements should be read in conjunction with the audited separate financial statements of the Company for the year ended 31 December 2021 and the related notes. The condensed interim unconsolidated financial statement of Mostostal Warszawa S.A. has not been reviewed or audited by a statutory auditor.

3.3 Accounting principles

The detailed accounting policies adopted by the Company are described in the separate financial statement for the year ended 31 December 2021.

The accounting policies applied in preparing these condensed separate financial statement are consistent with those applied in preparing the Company's annual separate financial statement for the year ended 31 December 2021.

Amendments to standards applied for the first time in 2022

The Company has applied the following amendments to standards for the first time:

- Amendments to IFRS 3 "Business Combinations", IAS 16 "Property, Plant and Equipment" and IAS 37 "Provisions, Contingent Liabilities and Contingent Assets"; Annual Improvements 2018-2020.

The above amendments to the standards did not have a material impact on the Company's existing accounting policies.

Standards and amendments to standards that have already been published but are not yet effective

In approving these financial statements, the Company has not applied the following standards and amendments to other standards which have been published and approved for use in the EU but which are not yet effective:

- Amendments to IAS 1 Presentation of Financial Statements and Practice Statement 2: Disclosure of Accounting Policies (effective for annual periods beginning on or after 1 January 2023),
- Amendments to IAS 8 "Accounting policies, changes in accounting estimates and errors" (effective for annual periods beginning on or after 1 January 2023),
- IFRS 17 'Insurance Contracts' and amendments to IFRS 17 (effective for annual periods beginning on or after 1 January 2023).

Standards and amendments to standards adopted by the IASB but not yet endorsed by the EU

IFRSs as endorsed by the EU do not currently differ significantly from the regulations adopted by the International Accounting Standards Board (IASB), with the exception of the following standards and amendments to standards which, as at the date of this report, have not yet been adopted for use:

- IFRS 14 "Regulatory accruals" - in accordance with the decision of the European Commission, the process of approval of the standard in the preliminary version will not be initiated before the standard in the final version is issued (effective for annual periods beginning on or after 1 January 2016),
- Amendments to IFRS 10 'Consolidated Financial Statements' and IAS 28 'Investments in Associates and Joint Ventures'
- Transactions for the sale or contribution of assets between an investor and its associate or joint venture - the work leading

to the endorsement of these amendments has been postponed indefinitely by the EU - the effective date has been deferred indefinitely by the IASB,

- Amendments to IAS 1 Presentation of Financial Statements - Classification of liabilities as current or non-current and Classification of liabilities as current or non-current - Deferral of the effective date (effective for annual periods beginning on or after 1 January 2023),
- Amendments to IAS 12 Income Taxes: Deferred tax on assets and liabilities arising from a single transaction (effective for annual periods beginning on or after 1 January 2023),
- Amendments to IFRS 17 "Insurance Contracts": First-time Adoption of IFRS 17 and IFRS 9 - Comparative Information (effective for annual periods beginning on or after 1 January 2023).

The above standards and amendments to standards would not have had a material impact on the financial statements if they had been applied by the Company at the balance sheet date.

3.4 Currency of financial statements

The condensed interim unconsolidated financial statement for Q1 2022 has been presented in Polish zloty (PLN) and all values have been rounded off to the nearest thousand, unless otherwise indicated.



Budowa zbiorników PERN w Nowej Wsi Wielkiej

4. LONG-TERM CONSTRUCTION CONTRACTS

Revenue from construction contracts is adjusted by damages and penalties paid, while the cost of construction works is reduced by damages and penalties received.

The cost of construction works also includes the cost of provisions created for losses on contracts disclosed in pt. 10 of these condensed interim separate financial statements.

Revenue from construction contracts in progress at the balance sheet date

SPECIFICATION	31.03.2022	31.12.2021	31.03.2021
Cumulative estimated revenue from uncompleted construction contracts	1 458 609	1 313 331	3 855 222
Cumulative invoiced sales on uncompleted construction contracts	1 386 283	1 265 515	3 776 573
Assets and accruals for construction contracts in progress (per balance)	72 326	47 816	78 649
Advances received for construction contracts in progress	96 560	123 295	85 730
Current and non-current assets and liabilities for construction contracts in progress (per balance)	-24 234	-75 479	-7 081
Reconciliation to items from the separate statement of financial position:			
Assets and accruals for construction contracts in progress (per balance)	72 326	47 816	78 649
Assets due to execution of construction contracts on completed contracts	111 614	111 614	116 799
Advances received for construction contracts in progress	96 560	123 295	85 730
Current and non-current assets and liabilities under construction contracts (per balance)	87 380	36 135	109 718
of which:			
Assets resulting from construction contracts	225 768	195 835	224 935
Long-term liabilities due to execution of construction contracts	8 241	18 471	27 193
Short-term liabilities due to execution of construction contracts	130 147	141 229	88 024

During the execution of construction contracts, unforeseen circumstances may arise that cause losses or deterioration of margins, damages, increased unanticipated expenses, etc.

These circumstances included, in particular:

- increase of the material scope of works in relation to the design assumptions (tender assumptions) provided to the Company by the ordering parties,
- unforeseeable, extraordinary increase in the prices of: construction materials (including fuels, oil materials and other materials), transport, equipment rental and construction services,
- the necessity to implement contracts for a longer period of time, and therefore to incur higher costs, due to, among other things: the Company's inaccessibility to the construction site as a result of unfavourable weather conditions, defects in the design documentation provided by the ordering party.

In the Company's opinion, these circumstances result in changes to its contracts with the ordering parties (customers) in accordance with the contractual provisions and general legal grounds and its rights as a result of the contract changes exist and are enforceable (claims submitted to customers).

Claims are initially subject to negotiation with the contracting authority. If the parties fail to reach an agreement during negotiations, the claims are referred to court proceedings. Claims submitted to customers represent additional remuneration that may be received in the event of a favourable outcome of the legal proceedings for the Company.

Purchasers may also make claims against the Company, most commonly in the event of delays in contract performance and where defects and faults are identified. Claims against the Company represent the potential amount of reduction in remuneration to be returned to the ordering party in the event of an unfavourable outcome of legal proceedings.

Due to the high degree of complexity of construction contracts and the fact that court proceedings are multi-instance, it can take many years before a final judgment is pronounced in a case.

In the statement of financial position, the Company reports significant asset balances from construction contracts that are subject to legal proceedings.

Amounts recognised as assets/liabilities for construction contracts reflect the estimated value of variable remuneration:

- a) the change in the transaction price resulting from a change in the contract is estimated taking into account all information (historical, current, forecasts and legal opinions and expert reports) that was reasonably available to it at the time the financial statements were prepared,
- b) part of the contract modification consideration is included in the transaction price to the extent that it is highly probable that a significant portion of the amount of previously recognised cumulative revenue will not be reversed when the uncertainty about the contract modification consideration ceases.



Urząd Marszałkowski w Szczecinie

The table below shows the nominal value of the variable remuneration to which the Company will be entitled in the event of a favourable outcome of the legal proceedings, the nominal value of the liabilities for the performance of the contracts that will be returned to the ordering parties in the event of an unfavourable outcome of the legal proceedings pending against the Company and the value of the assets and liabilities for the performance of the construction contracts related to the claims recognised in the statement of financial position.

Claims have been grouped according to the following categories:

- Claims subject to legal proceedings:
 - Resulting from closed contracts, which include claims for payment of the remuneration due deducted from the contractual penalties charged by the ordering party and claims for increase in remuneration due to unforeseeable circumstances,
 - Related to contracts that have not been completed - disputes concerning the determination of the amount of remuneration due to the Company for work performed up to the date of withdrawal from the contract,
- Disputes at the pre-litigation stage

31 marca 2022	Assets arising from construction contracts recognised in the statement of financial position	Nominal amount of variable remuneration due to the Company	Nominal value of remuneration to be returned to contracting authorities
Claims subject to legal proceedings:	237 594	820 395	415 540
Contracts completed and accepted by the contracting authority Assets resulting from construction contracts	119 134	656 688	173 488
Contracts terminated before completion of work Assets resulting from construction contracts	118 460	163 707	242 052
Disputes at the pre-litigation stage Assets resulting from construction contracts	8 623	8 600	12 391

31 grudnia 2021	Assets arising from construction contracts recognised in the statement of financial position	Nominal amount of variable remuneration due to the Company	Nominal value of remuneration to be returned to contracting authorities
Claims subject to legal proceedings:	236 757	820 395	377 260
Contracts completed and accepted by the contracting authority Assets resulting from construction contracts	118 297	656 688	135 208
Contracts terminated before completion of work Assets resulting from construction contracts	118 460	163 707	242 052
Disputes at the pre-litigation stage Assets resulting from construction contracts	9 057	8 600	12 391

Contract assets relate to the Company's rights to remuneration for work performed but not invoiced at the reporting date relating to construction contracts. Contract assets have not been impaired. Contract assets are transferred to receivables when the rights become unconditional. This usually occurs when the Company invoices the customer.

Liabilities for the performance of construction contracts primarily relate to accruals, i.e. situations where the invoiced cumulative value of sales and advances received for the performance of contracts is higher than sales by degree of performance.

SPECIFICATION	31.03.2022	31.12.2021	31.03.2021
Long-term liabilities due to execution of construction contracts			
Advances on works	8 241	18 471	27 193
Total	8 241	18 471	27 193
Short-term liabilities due to execution of construction contracts			
Accruals for construction contracts	41 828	36 405	29 487
Advances on works	88 319	104 824	58 537
Total	130 147	141 229	88 024

Assets due to the execution of construction contracts as at 31.03.2022 amounted to PLN 225,768 thousand and in comparison with the balance as at the end of the previous year they decreased by PLN 29,933 thousand. Accruals for the execution of construction contracts amounted to PLN 41,828 thousand and compared to the balance as at the end of 2021 increased by PLN 5,423 thousand.

5. SIGNIFICANT CHANGES IN ESTIMATES

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses, the actual amounts of which may differ from estimates. The estimates and related assumptions are based on historical experience and other factors that are believed to be reasonable under the circumstances, the results of which provide a basis for professional judgement. In significant issues, the Management Board may rely on opinions of independent experts when making judgements, estimates or assumptions. The estimates and related assumptions are reviewed on an ongoing basis. Changes in accounting estimates are recognised prospectively from the period in which the estimate is changed.

The recognition of sales on construction contracts is an important estimate. The Company recognises revenue on construction contracts based on a measurement of expenditure, measured by the share of costs incurred from the date of contract to the date of revenue determination in the total cost of service provision. Total revenues from long-term construction contracts denominated in foreign currencies are determined based on invoicing up to the balance sheet date and the exchange rate prevailing at the balance sheet date. The budgets of individual contracts are subject to a formal process of updating (revision) based on current information at least once every quarter. In the event of events occurring between official budget revisions that materially affect the contract result, the value of total contract revenue or contract costs may be updated earlier.

Information on impairment losses recognised and reversed can be found in notes 8 and 9 of this report.

Information on provisions reversed and created during the reporting period can be found in note 10 of this report.

The Management Board carried out an analysis of the possibility of realising deferred tax assets as at the balance sheet date on the basis of financial projections for subsequent years. This analysis indicates the realisation of deferred tax assets in the amount of PLN 26,743 thousand. Deferred tax assets increased by PLN 2,522 thousand compared to the end of 2021.

6. THE SEASONAL OR CYCLICAL NATURE OF THE COMPANY'S BUSINESS

The Company's operations may be affected by weather conditions and may be less active during winter periods than at other times of the year. In Q1 2022, weather conditions had no impact on the Company's operations.

7. THE AMOUNT AND TYPE OF ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS THAT ARE UNUSUAL BECAUSE OF THEIR NATURE, VALUE OR FREQUENCY

In Q1 2022, the financial result was significantly affected by the weakening of the Polish currency against the euro compared to 31.12.2022, which resulted in the recognition of negative exchange differences on the balance sheet valuation of loans in the amount of PLN 1,500 thousand.

8. INFORMATION ON WRITE-DOWNS OF INVENTORIES TO NET REALISABLE VALUE AND REVERSALS OF WRITE-DOWNS

No inventory write-downs were created or reversed in Q1 2022.

9. INFORMATION ON IMPAIRMENT LOSSES ON FINANCIAL ASSETS, PROPERTY, PLANT AND EQUIPMENT, INTANGIBLE ASSETS OR OTHER ASSETS, AND REVERSALS OF SUCH LOSSES

In Q1 2022, it reversed impairment losses on receivables in the amount of PLN 1,063 thousand.



S19 Nisko Południe-Podgórze

10. INFORMATION ON THE CREATION, INCREASE, USE AND RELEASE OF PROVISIONS

SPECIFICATION	Reserves for jubilee awards, retirement gratuities	Provision for anticipated losses on contracts	Provision for warranty repairs	Reserve for court cases	Total
As of 01.01.2022	2 001	3 198	13 419	3 006	21 624
Created during the financial year	0	0	515	0	515
Used	0	-126	-688	0	-814
Resolved	0	0	-2 291	0	-2 291
As of 31.03.2022	2 001	3 072	10 955	3 006	19 034
Long-term 31.03.2022	1 554	2 961	7 742	0	12 257
Short-term as at 31.03.2022	447	111	3 213	3 006	6 777

11. INFORMATION ON SIGNIFICANT PURCHASES AND SALES OF PROPERTY, PLANT AND EQUIPMENT

The Company has not entered into any material transactions related to property, plant and equipment in Q1 2022.

12. INFORMATION ON SIGNIFICANT COMMITMENTS FOR THE PURCHASE OF PROPERTY, PLANT AND EQUIPMENT

As there were no material purchases of property, plant and equipment in Q1 2022, no material liabilities arose in respect of these assets.

13. INFORMATION ON SIGNIFICANT LITIGATION SETTLEMENTS

There were no material litigation settlements in Q1 2022.

14. CORRECTIONS OF PRIOR PERIOD ERRORS

There were no corrections of prior period errors in the reporting period.

15. ISSUE, REDEMPTION AND REPAYMENT OF DEBT AND EQUITY SECURITIES

There were no share issues in Q1 2022. There were no repayments of debt and equity securities.

16. DIVIDENDS PAID (DECLARED) BY THE ISSUER

The Company did not pay dividends in Q1 2022.

17. CHANGES TO THE COMPANY'S BASIC MANAGEMENT PRINCIPLES

There were no significant changes in the Company's management principles during the reporting period.

18. EVENTS WHICH OCCURRED AFTER THE BALANCE SHEET DATE AS AT WHICH THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS WERE DRAWN UP AND WHICH MAY HAVE A SIGNIFICANT INFLUENCE ON FUTURE RESULTS

On 12 April 2022 the Company received a set of relevant documents for the Loan Agreements with Acciona Construcción S.A.:

- Annex XVIII to the loan agreement of 27 May 2013 with Acciona Construcción S.A. Under the Annex, the repayment date of the loan in the amount of EUR 13.49 million plus interest has been extended to 1 October 2022. The loan may also be repaid in a shorter period.
- Annex IX to the loan agreement of 5 December 2012 with Acciona Construcción S.A. Under the Annex, the repayment date of the loan in the amount of EUR 14.71 million plus interest has been extended to 15 July 2023. The loan may also be repaid in a shorter period.

In the judgement of 12.04.2022, the Court of Appeal amended the judgement of 9.09.2019 allowing MW's claim for an increase in remuneration due to an extraordinary change in relations during the performance of the contract concerning the works performed by the plaintiffs as part of the implementation of the investment entitled: Extension of the national road No. 8 to the parameters of an expressway on the section of the border of the Mazowieckie/Łódzkie Voivodeship - Radziejowice and upheld only the amount of PLN 72 thousand due to an increase in excise duty and fuel surcharge.

On 9 May 2022 the Regional Court in Gdańsk, IX Economic Department, announced a judgement awarding Mostostal Warszawa S.A. the amount of PLN 26,274 thousand for payment for construction works performed as part of the investment: 20 MWe Power Block in Elbląg with statutory interest from the date of filing the lawsuit to the date of payment, together with costs. The principal receivable results from invoices that were reduced by deductions due to, in Mostostal Warszawa S.A.'s opinion, groundless contractual penalties. The defendant had no right to charge contractual penalties, as the delay occurred due to circumstances for which Mostostal Warszawa S.A. was not responsible.

On 11 May 2022 the Court of Second Instance amended the judgment in the case brought by Mostostal and Unitek Ltd against the North Atlantic Treaty Organisation Investment Facility. A total amount of PLN 1,450 thousand was awarded for

the plaintiffs together with statutory interest from 16.02.2013 to 31.12.2015 and statutory interest for delay from 01.01.2016 to the date of payment.

19. CONTINGENT LIABILITIES

SPECIFICATION		31.03.2022	31.12.2021
1.	Biomatec Sp. z o.o. - claim for remuneration	22 876	22 876
2.	Cestar A.Cebula J.Starski s.j. - claim for remuneration	12 689	12 689
3.	Other	26 429	24 790
Total		61 994	60 355

The nominal value (corresponding to the value of the object of litigation in court proceedings) of contingent liabilities arising from court cases brought against the Company as at 31.03.2022 amounted to PLN 61,994 thousand and increased by PLN 1,639 thousand compared to the end of last year.

20. INFORMATION ON CREDITS AND LOANS CONTRACTED AND TERMINATED

The balance of loan liabilities as at 31.03.2022 amounted to PLN 132,976 thousand (the balance of loan liabilities as at 31.12.2021 amounted to PLN 130,133 thousand). The increase in the balance of loans is due to accrued interest for Q1 2022 and negative valuation as at the balance sheet date.

In the reporting period the Company used an overdraft facility, the value of which as at the balance sheet date amounted to PLN 0 thousand (the balance of loans as at 31.12.2021 amounted to PLN 0 thousand).

Bank	Type of credit	Amount of credit in thousand PLN	Amount used on 31.03.2022 in thousand PLN	Maturity date	Interest rate
Societe Generale S.A. Oddział w Polsce	In current account	10 000	0	29.06.2022	Wibor 1M + bank margin

No loan agreement was terminated in Q1 2022.

21. INFORMATION ON TRANSACTIONS WITH RELATED PARTIES

Transactions entered into with related parties in Q1 2022 were typical and routine transactions and were entered into on an arm's length basis.

Trade receivables from related parties amounted to (in thousand PLN):

COMPANY NAME	31.03.2022	31.12.2021
Mostostal Power Development Sp. z o.o.	9	17
Acciona Construcción S.A.	0	209
Mostostal Kielce S.A.	0	117
Mostostal Plock S.A.	2 384	2 914
Acciona Facility Services Poland Sp. z o.o.	65	66
Acciona Nieruchomości Wilanów Sp. z o.o.	22	2 543
AMK Kraków S.A.	0	10
Acciona Construcción S.A. Oddział w Polsce	0	1
TOTAL	2 480	5 877

Trade payables to related parties (in thousand PLN):

COMPANY NAME	31.03.2022	31.12.2021
Mostostal Power Development Sp. z o.o.	2 500	4 400
Acciona Construcción S.A.	12 119	16 475
Mostostal Kielce S.A.	3	556
Mostostal Plock S.A.	19 996	36 458
Acciona Nieruchomości Wilanów Sp. z o.o.	0	8
AMK Kraków S.A.	0	487
Acciona Construcción S.A. Oddział w Polsce	1 557	1 575
TOTAL	36 175	59 959

Advances for construction works made to related parties (in thousand PLN):

NAZWA SPÓŁKI	31.03.2022	31.12.2021
Mostostal Plock S.A.	6 200	16 839
AMK Kraków S.A.	462	561
TOTAL	6 662	17 400

Sales of products, materials and goods due to mutual transactions amounted to (in thousand PLN):

COMPANY NAME	3 months ended 31.03.2022	3 months ended 31.03.2021
Mostostal Power Development Sp. z o.o.	7	59
Acciona Construcción S.A.	0	0
Mostostal Kielce S.A.	0	0
Mostostal Plock S.A.	6	117
Acciona Facility Services Poland Sp. z o.o.	32	30
Acciona Nieruchomości Wilanów Sp. z o.o.	0	10 439
AMK Kraków S.A.	0	7
Acciona Construcción S.A. Oddział w Polsce	32	9
TOTAL	77	10 661

Purchases of products, goods and materials due to mutual transactions amounted to (in thousand PLN):

COMPANY NAME	3 months ended 31.03.2022	3 months ended 31.03.2021
Mostostal Power Development Sp. z o.o.	236	683
Mostostal Kielce S.A.	2	449
Acciona Nieruchomości Wilanów Sp. z o.o.	16	109
AMK Kraków S.A.	1 485	0
Acciona Construcción S.A. Oddział w Polsce	22	0
TOTAL	1 761	1 241

Interest on loans received (in thousand PLN):

COMPANY NAME	3 months ended 31.03.2022	3 months ended 31.03.2021
Acciona Construcción	1 343	1 761

Transactions with related parties mainly relate to the performance of long-term contracts.

As at 31.03.2022 the Company received from the guarantee limits of Acciona Construcción S.A. bank or insurance guarantees in the total amount of PLN 617,264 thousand (PLN 619,436 thousand as at 31.12.2021).

As at 31.03.2022 the Company granted a surety to the subsidiary Mostostal Power Development Sp. z o.o. in the amount of PLN 11,659 thousand (as at 31.12.2021: PLN 11,659 thousand).

As at 31.03.2022 the Company received promissory notes from subsidiaries with a total value of PLN 18,655 thousand (PLN 18,654 thousand as at 31.12.2021).

As at 31.03.2022 the Company had loan liabilities to Acciona Construcción S.A., Madrid, in the amount of PLN 132,976 thousand (as at 31.12.2021 the value of the loans was PLN 130,133 thousand).

On 23.12.2013. Mostostal Warszawa S.A. and Acciona Construcción S.A. concluded annexes to 3 loan agreements for the total amount of EUR 48,409 thousand (PLN equivalent of 201,815 thousand), in which the terms of repayment of these loans were established such that the loan repayment term was extended indefinitely and Mostostal Warszawa would decide on their repayment. In accordance with IAS 32 Mostostal Warszawa has presented these loans in equity.

No collateral has been established for liabilities with related parties.



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22. REPORTING BY MARKET SEGMENT

The Company is organised and managed by segments, according to the type of products offered.

The following tables set out for each of the Company's reportable segments the income statement data for the three months ended 31 March 2022.

Continuing operations include the following segments:

1. the "Industry and Energy" segment, which includes activities related to the construction of industrial and energy facilities;
2. the "Infrastructure" segment, which includes road and bridge construction activities;
3. the "General Construction" segment, which includes activities related to the construction of residential buildings and public utilities.

Separate income statement for each reportable segment:

Period ended 31 March 2022	Industry and energy	Infrastructure	General construction	Unallocated revenues, costs	TOTAL
Sales revenues					
Sales to external customers	37 158	64 362	86 243	170	187 933
Inter-segment sales	0	0	0	0	0
Total segment revenues	37 158	64 362	86 243	170	187 933
Segment profit (loss) (including operating income and expenses)	5 358	4 944	6 803	-1 811	15 294
Unallocated expenses (administrative expenses and cost of sales)	-	-	-	11 583	11 583
Profit / (loss) from continuing operations	5 358	4 944	6 803	-13 394	3 711
Financial income	24	544	155	177	900
Financial costs	280	108	760	2 863	4 011
Gross profit (loss)	5 102	5 380	6 198	-16 080	600
Income tax	-	-	-	455	455
Net profit (loss) from continuing operations	5 102	5 380	6 198	-16 535	145
Discontinued operations	0	0	0	0	0
Net profit (loss)	5 102	5 380	6 198	-16 535	145

Period ended 31 March 2021	Industry and energy	Infrastructure	General construction	Unallocated revenues, costs	TOTAL
Sales revenues					
Sales to external customers	7 890	60 423	80 298	175	148 786
Inter-segment sales	0	0	0	0	0
Total segment revenues	7 890	60 423	80 298	175	148 786
Segment profit (loss) (including operating income and expenses)	1 192	3 149	7 137	857	12 335
Unallocated expenses (administrative expenses and cost of sales)	-	-	-	12 683	12 683
Profit / (loss) from continuing operations	1 192	3 149	7 137	-11 826	-348
Financial income	461	1 105	145	822	2 533
Financial costs	514	74	14	1 552	2 154
Gross profit (loss)	1 139	4 180	7 268	-12 556	31
Income tax	-	-	-	7	7
Net profit (loss) from continuing operations	1 139	4 180	7 268	-12 563	24
Discontinued operations	0	0	0	0	0
Net profit (loss)	1 139	4 180	7 268	-12 563	24

The Company's main body (the Management Board) responsible for making operational decisions does not analyse

segment assets and liabilities due to transfers of assets between segments. The allocation of revenues and costs to individual segments is based on the projects undertaken. Assets are analysed at the level of the entire Company. The main measure of segment performance is gross profit on sales adjusted for other operating income and expenses.

In Q1 2022, the Company operated exclusively in the domestic market.

In the reporting period the largest customer for the Company's services was the General Directorate for National Roads and Motorways with a 35% share in sales. Other customers did not exceed the ten per cent share in sales of Mostostal Warszawa S.A.

23. IMPACT OF THE COVID-19 OUTBREAK ON THE COMPANY'S FINANCIAL RESULTS AND OPERATIONS

During the reporting period, the Company did not benefit from assistance under the "Anti-crisis shield" state programme announced by the Polish government. The Company made sales and its business activities were continuous. The Management Board of the Company assesses that there was no risk of significant impairment of assets in connection with COVID-19.

24. WAR IN UKRAINE

Russia's military attack on Ukraine on 24 February 2022, as well as the sanctions imposed on Russia, are already having a negative impact on the global economy and, consequently, on the economy of Poland. However, it is currently difficult to estimate the scale of the effects of these events and their duration. It is also impossible to accurately predict further developments in the international situation. However, it can be expected that the conflict will translate primarily into a further increase in inflation, a slowdown or suspension of decision-making processes in respect of new investments or tender procedures, currency fluctuations, an outflow of workers from the entire eastern market, employed by subcontracting companies, and limited availability and increases in the prices of raw materials such as steel products and fuel. Due to the impact of this conflict on the political and economic situation in Europe and the world, the Company:

- conducted an analysis of potential risks arising from conflicts that may affect the Company's operations; and
- conducted an analysis of the potential impact of the conflict on the Q1 2022 financial statements in the context of assessing the Company's ability to continue as a going concern.

The Company has no direct exposures to entities with operations in Ukraine and Russia. Based on currently available information and analysis, the Company has not identified any material uncertainties regarding events or circumstances that may cast significant doubt about its ability to continue as a going concern. The Company follows and monitors developments related to the armed conflict in Ukraine and analyzes the potential negative consequences of the conflict on the Company's operations in order to take necessary measures to mitigate the potential impact. Given the significant uncertainties arising from further developments in the conflict and the reaction of the international community and their impact on the economy, the long-term effects of the conflict are not determinable at the date of the financial statements.

25. JOINT ACTIONS

Financial data of Mostostal Warszawa S.A. as at 31.03.2022 include values attributable to the Company on account of its 50% share in Mostostal Acciona S19 Tunel s.c., which was appointed to perform the contract "Design and construction of S19 expressway on the section from Rzeszów Południe junction (without junction) to Babica junction (with junction) of approx. 10.3 km". Mostostal Acciona S19 Tunel s.c. is an entity under common control (unanimity of all shareholders in matters relating to operations is required), which according to IFRS 11 is treated as a joint operation (the Company's participation in joint contractual arrangements is recognised as a joint operation when the Company has rights to its share of assets and liabilities).

There are no future investment liabilities relating to the performance of the contract "Design and construction of the S19 expressway on the section from Rzeszów Południe junction (without junction) to Babica junction (with junction) length of approx. 10.3 km"

OTHER INFORMATION TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

for the period from 01.01.2022 to 31.03.2022

1. SELECTED FINANCIAL DATA FOR 1 QUARTER 2022



Sales revenues
187 933 tys. zł



Gross profit on sales
14 933 tys. zł



Order book
3 221 098 tys. zł



Cash and cash equivalents
119 455 tys. zł



Net profit
145 tys. zł

SELECTED FINANCIAL DATA

SPECIFICATION	First quarter 2022 period from 01.01.2022 to 31.03.2022	First quarter 2021 period from 01.01.2021 to 31.03.2021	First quarter 2022 period from 01.01.2022 to 31.03.2022	First quarter 2021 period from 01.01.2021 to 31.03.2021
	w tys. zł	w tys. zł	w tys. EUR	w tys. EUR
Sales revenues	187 933	148 786	40 440	32 542
Gross profit (loss) from sales	14 993	12 474	3 226	2 728
Profit (loss) from operating activities	3 711	-348	799	-76
Gross profit (loss)	600	31	129	7
Net profit (loss) from continuing operations	145	24	31	5
Net profit (loss)	145	24	31	5
Net cash flows from operating activities	-68 138	-7 907	-14 662	-1 729
Net cash flows from investing activities	-5 495	-1 851	-1 182	-405
Net cash flows from financing activities	-2 386	-71 526	-513	-15 644
Cash and cash equivalents at the end of the period	119 455	76 404	25 675	16 395

SPECIFICATION	31.03.2022	31.12.2021	31.03.2022	31.12.2021
Total assets	753 430	770 916	161 941	165 422
Long-term liabilities	65 763	79 417	14 135	17 041
Current liabilities	660 215	664 192	141 905	142 521
Total liabilities	725 978	743 609	156 040	159 562
Total equity	27 452	27 307	5 900	5 859
Share capital	44 801	44 801	9 629	9 613
Number of shares pcs.	20 000 000	20 000 000	20 000 000	20 000 000

The following rules have been adopted for the calculation of the selected financial figures for Q1 2022 in EUR:

- items of the separate income statement and cash flow statement for the first quarter of 2022 were converted at the exchange rate of 4.6472 PLN/EUR being the arithmetic mean of the exchange rates announced by the National Bank of Poland for the last days of January, February and March 2022.

- individual asset and liability items of the separate statement of financial position were translated at the average NBP rate of 4.6525 PLN/EUR of 31.03.2022.

2. DESCRIPTION OF SIGNIFICANT ACHIEVEMENTS OR FAILURES AND KEY EVENTS AND EVALUATION OF FINANCIAL RESOURCES MANAGEMENT

Revenues from sales in the period from 01.01.2022 to 31.03.2022 amounted to PLN 187,933 thousand and were higher by 26 % compared to the corresponding period in 2021. Gross profit on sales in the reporting period amounted to PLN 14,993 thousand (in the corresponding period of 2021, gross profit on sales amounted to PLN 12,474 thousand). In the first quarter of 2022, the Company recorded a net profit of PLN 145 thousand (in the first quarter of 2021, the net profit amounted to PLN 24 thousand).

Short-term trade and other receivables as at 31.03.2022 amounted to PLN 239,867 thousand and increased by PLN 19,238 thousand compared to 31.12.2021.

The value of assets from the execution of construction contracts as at 31.03.2022 amounted to PLN 225,768 thousand and was higher compared to 31.12.2021 by PLN 29,933 thousand.

The value of cash as at 31.03.2022 amounted to PLN 119,455 thousand and decreased by PLN 76,019 thousand compared to the balance as at 31.12.2021. In Q1 2022 the Company used an overdraft facility and loans, the balance of which as at 31.03.2022 amounted to PLN 132,976 thousand and compared to 31.12.2021 increased by PLN 2,843 thousand.

Long-term liabilities in the first quarter of 2022 increased by PLN 54,805 thousand in comparison with the state as of 31.12.2021 mainly as a result of transferring one of the loans from short-term liabilities in connection with the signed annex extending the term of its repayment. The value of the short-term trade liabilities amounted to PLN 171,529 thousand and in comparison with the balance as at 31.12.2022 they decreased by PLN 4,918 thousand.



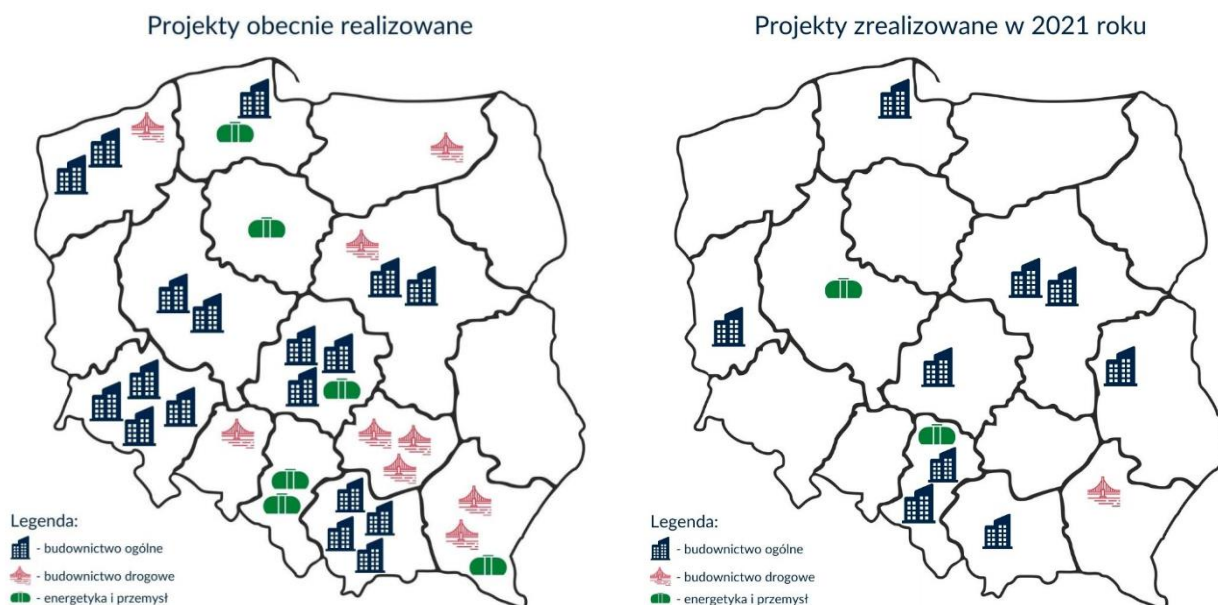
Acciona Wilanów B6

During the reporting period, i.e. from 01.01.2022 to 31.03.2022, the following events significant for Mostostal Warszawa S.A. took place:

- On 3 February 2022 the Company concluded with Spravia Sp. z o.o. ("Employer") two agreements for the implementation of stages II and III within the task entitled: "Construction of a complex of multi-family residential buildings with underground garages, internal installations, including sections outside the buildings, internal traffic system, playgrounds, recreation areas and elements of small architecture" in Krakow at Mysliwska 55A and 55B Street". The total net value of the contracts is PLN 134.80 million. Completion date: until 31.01.2024.
- On 24 February 2022, there was a military attack by Russia on Ukraine. The sanctions imposed on Russia have a negative impact on the global economy and, consequently, on the economy of Poland. However, it is currently difficult to estimate the scale of the effects of these events and their duration. It is also impossible to accurately predict further developments in the international situation. It can, however, be expected that the conflict will translate primarily into a further increase in inflation, a slowdown or suspension of decision-making processes regarding new investments or tender procedures, currency fluctuations, an outflow of workers from the entire eastern market, employed by subcontracting companies, and limited availability and increases in the prices of raw materials such as steel products and fuel.
The Company has no direct exposures to entities with operations in Ukraine and Russia. Based on currently available information and analysis, the Company has not identified material uncertainties relating to events or circumstances that may cast significant doubt about its ability to continue as a going concern. Given the significant uncertainties arising from the further development of the conflict and the reaction of the international community and their impact on the economy, the long-term effects of the conflict are not determinable at the date of the financial statements.
- 18 March 2022 the Court of Appeal changed the verdict of the Court of First Instance and dismissed the Company's claim in the suit against the General Directorate for National Roads and Motorways concerning the shaping of the legal relationship by amending the content of Contract No. 210/RK/110/2009/2010 of 1.09.2010. for execution of works consisting in extension of road S-7 to the parameters of a dual carriageway on the section of Kielce ring road, Kielce (DK 73 Wiśniówka junction) - Chęciny (Chęciny junction) by increasing the remuneration by the gross amount

of PLN 25,537 thousand due to extraordinary increase in the prices of liquid fuels, asphalts and steel.

- On 21 March 2022 the Company received a payment order in the writ of payment procedure amounting to PLN 38 million issued in favour of the State Water Management Company Wody Polskie. The amount of the order results from the issuance of a note for contractual penalties, related to the performance of the contract by Mostostal Warszawa entitled "Revitalization of the Elbląg Canal" with a gross value of PLN 61 million, implemented in 2013-2015, and concerns an alleged delay in the removal of defects. Mostostal Warszawa is of the opinion that the reported defect was not a defect in the subject of the contract and the Company was therefore not obliged to repair (revitalize) such defect. On 04.04.2022. Mostostal filed an objection to the payment order in the writ of payment procedure. In the opinion of the Management Board of the Company, the claim is unfounded.



3. DESCRIPTION OF FACTORS AND EVENTS, IN PARTICULAR NON-RECURRING ONES, AFFECTING FINANCIAL PERFORMANCE

In Q1 2022, the financial result was affected by the weakening of the Polish currency against the euro compared to 31.12.2021, which resulted in the recognition of negative exchange differences on the balance sheet valuation of loans in the amount of PLN 1,500 thousand.

4. DESCRIPTION OF THE GROUP'S ORGANISATION

Mostostal Warszawa S.A. Capital Group consists of the following subsidiaries:

Name of the entity	Percentage of share capital held as at 31.03.2022	Consolidation
Mostostal Kielce S.A.	100,00	yes
AMK Kraków S.A.	100,00	yes
Mostostal Płock S.A.	48,69	yes
Mostostal Power Development Sp. z o.o.	100,00	yes

Mostostal Warszawa S.A. is part of the Acciona S.A. capital group with its registered office in Madrid. Acciona Construcción S.A. owns 62.13% of shares of Mostostal Warszawa S.A. as of 31.03.2022.



Siedziba AMK Kraków S.A



Siedziba Mostostal Kielce S.A



Siedziba Mostostal Płock S.A.

5. PROFIT FORECASTS

The Company has not published financial result forecasts for 2022. On 29 April 2022, the estimated results for Q1 2022 were published.

6. MAJOR SHAREHOLDERS OF THE COMPANY

List of shareholders holding at least 5% of votes at the General Meeting of Shareholders of Mostostal Warszawa S.A., as at 23.05.2022:

Shareholder	Number of shares	Number of votes	Share in the share capital	Share in the total number of votes at the General Meeting
Acciona Construcción S.A.	12.426.388	12.426.388	62,13%	62,13%
Otwarty Fundusz Emerytalny PZU „Złota Jesień”	3.826.194	3.826.194	19,13%	19,13%

7. SHAREHOLDING OF MOSTOSTAL WARSZAWA S.A. BY MEMBERS OF THE MANAGEMENT BOARD AND THE SUPERVISORY BOARD

In the period from 15.04.2022, i.e. the date of publication of the report for 2021, to 23.05.2022, there were no changes in the ownership of the Issuer's shares by the managing and supervising persons.



Hala Lokomotywowni PKP Intercity we Wrocławiu

8. INFORMATION ON SIGNIFICANT PROCEEDINGS PENDING BEFORE A COURT, AN AUTHORITY COMPETENT TO CONDUCT ARBITRATION PROCEEDINGS OR A PUBLIC ADMINISTRATION BODY

The Company participates in proceedings concerning receivables with a total dispute value of PLN 888,620 thousand and in proceedings concerning liabilities with a total value of PLN 583,706 thousand.

8.1 Proceedings with the highest value of litigation (Mostostal Warszawa S.A. as a defendant):

a) Centrum Onkologii Ziemi Lubelskiej (Claimant)

Date of filing the claim: 10.09.2015 r.

Value of the dispute: PLN 27,072 thousand

The Claimant is suing for payment of contractual penalty for withdrawal from the agreement by the Plaintiff, claim for reduction of remuneration, claim for additional and security works performed by the investor. Simultaneously, Mostostal Warszawa S.A. instituted a counterclaim and is pursuing claims from the ordering party in the amount of PLN 32,461,000 relating to remuneration for additional works performed and reimbursement of improperly calculated and deducted contractual penalties. A court expert opinion was drawn up in the case, according to which the Plaintiff had no grounds to withdraw from the contract, and thus charge Mostostal Warszawa with the contractual penalty. The opinion also confirmed the legitimacy of Mostostal Warszawa's claims in the amount of PLN 26,200 thousand. The Company also disputes the remaining claims in their entirety. The parties were provided with a supplementary opinion confirming Mostostal Warszawa's position. The hearing was adjourned until the opinion is accepted.

b) Energa Kogeneracja Sp. z o.o. (Claimant)

Date of filing the claim: 24.07.2017 r.

Value of the dispute: PLN 114,386 thousand.

The Claimant is pursuing monetary claims against Mostostal Warszawa S.A. in connection with the construction of the BB20 biomass unit in Elbląg. The Claimant's demands are based on claims that the biomass unit built by Mostostal Warszawa S.A. and commissioned in July 2014 has defects, does not achieve the guaranteed parameters and requires modernisation. Having analysed the claim, the Company concludes that both Energa's claims for contractual penalties related to the failure to achieve the guaranteed parameters of the Unit and the claims for reduction of the contractual remuneration are unfounded. In view of the above, MW filed a counterclaim on 20.01.2018 for the amount of PLN 26,274 thousand due to the Client's deduction of the unpaid remuneration. We are awaiting the selection of an expert witness, and in the meantime the parties are attempting to negotiate a settlement.

c) **Agencja Rozwoju Miasta S.A. (Claimant)**

Date of filing the claim: 22.07.2016 r.,

Value of the dispute: PLN 20,822 thousand

The Claimant demands that Mostostal Warszawa S.A. pay contractual penalties for delays in the performance of construction work on the Czyżyny Sports and Entertainment Arena in Krakow - currently TAURON Arena Krakow. Having analysed the statement of claim, the Company disputes in its entirety, both as to the principle and as to the amount, the claims raised by the Plaintiff, and takes the position that there were no grounds for calculating the contractual penalties. The Company also filed a counterclaim against the Claimant for claims for additional works and the remuneration remaining to be paid in relation to the construction of the Entertainment and Sports Hall Czyżyny in Kraków in the amount of PLN 16,439,000, confirmed in the expert opinion prepared by WACETOB for the purposes of mediation. Mediation was unsuccessful and the case will continue in civil proceedings.

d) **Biomatec Sp. z o.o. (Claimant)**

Date of filing the claim: 26.05.2014 r.,

Value of the dispute: PLN 22,876 thousand

The Claimant is seeking from Mostostal Warszawa S.A. payment of remuneration for subcontractor works performed as part of the investment project Construction of a 20 MWe Biomass-fired Power Unit at Energa Kogeneracja Sp. z o.o. The Company disputes the validity of the Claimant's claims in their entirety. An expert opinion and two supplementary expert opinions were prepared in the case. In the verdict of 31.07.2020, the court dismissed the claim in its entirety. Biomatec filed an appeal. In a judgment dated 21.10.2021. Court of Appeal overturned the judgment and sent the case back for reconsideration. We filed new evidence and a position paper in the case.

e) **CESTAR Andrzej Cebula i Jerzy Starski Spółka jawna w restrukturyzacji (Claimant)**

Date of filing: 16.11.2016 and 20.03.2017,

Total value of disputes: PLN 14,667 thousand

The claimant is claiming remuneration from Mostostal Warszawa S.A. for works within the investment project "Canalisation of the area of the Zielonka Forest Landscape Park and surroundings" Contract IX - Wastewater treatment plant basin in Szlachcina - Task 6 - Murowana Goślina Municipality, issued in connection with Task Note No. 23 and Task Note No. 24. Mostostal Warszawa S.A. filed for dismissal of the claim. On 06.09.2019 the Court issued an order to take evidence from an opinion of a research institute. SIDiR (Society of Engineers and Experts) presented its opinion on 17.08.2020. The Opinion is unfavourable for Mostostal Warszawa, but on 8.02.2021 the court granted MW's request to supplement the Opinion, taking into account the objections raised by MW. We are awaiting the date of the hearing.

f) **Rafako S.A. (Claimant)**

Date of filing the claim: 31.03.2017 r.,

Value of the dispute: PLN 16,157 thousand.

Rafako S.A. is claiming payment from Mostostal Warszawa S.A. for the construction work performed by the Claimant pursuant to a subcontractor agreement within the scope of the Construction of a Waste Thermal Treatment Facility for the Szczecin Metropolitan Area project in Szczecin. The Company disputes the amount of the claim, pointing out that the Plaintiff failed to present any evidence to prove the amount of the claim.

An expert opinion was prepared in the case, confirming the validity of Rafako's claims. Mostostal has raised objections to the opinion. We are awaiting a supplementary opinion. In previous years Mostostal Warszawa S.A. created a provision for this claim in the amount of PLN 15,249 thousand.

g) **Wagner Biro Austria Stage Systems GmbH (Claimant)**

Date of filing the claim: 09.10.2014 r.,

Value of the dispute: PLN 10,810 thousand.

The Claimant is claiming from Mostostal Warszawa S.A. payment for deliveries and works carried out by the Plaintiff within the framework of an investment consisting in construction of the National Forum of Music in Wrocław, as well as payment of a contractual penalty and reimbursement of storage costs. The Company disputes the validity of the claim. An expert opinion was prepared, acknowledging the legitimacy of the claim in the amount of PLN 4.4 million. Mostostal disputes the opinion in this respect and has requested a supplementary opinion to be drawn up. In previous years Mostostal Warszawa S.A. created a provision for this claim in the amount of PLN 4,554 thousand.

h) **Zakład Unieszkodliwiania Odpadów Sp. z o.o. z siedzibą w Szczecinie ("ZUO") (counterclaim)**

Date of filing the claim: 24.01.2019 r.

Value of the dispute: PLN 211,839 thousand

As part of the proceedings at the suit of Mostostal Warszawa S.A., the Respondent filed a counterclaim for the amount of

PLN 211,839 thousand. The statement of claim was delivered to Mostostal Warszawa on 24 January 2019. The counterclaim is currently under review. We have challenged the ZUO's claim in its entirety, as it is based on the erroneous assumption that it was the ZUO and not Mostostal Warszawa that effectively withdrew from the contract. A response to the claim was filed on 25.02.2019. Evidentiary proceedings are ongoing in the case and an expert has been appointed. The expert prepared an opinion to which MW S.A. raised objections. The court admitted a supplementary opinion.

i) Gmina Wrocław (Applicant)

Date of action: 05.03.2021

Value of the complaint: PLN 15,941 thousand

In its judgment of 23.12.2020, the arbitration court awarded the amount of PLN 29,036 thousand from the Municipality of Wrocław to Mostostal Warszawa S.A. with interest from 20.01.2013. On 21.01.2021. On 21.01.2021 the Municipality of Wrocław paid the amount of PLN 43,501 thousand to the Company. On 5.03.2021. The Municipality of Wrocław filed a complaint for revoking the arbitration court's verdict in the amount of PLN 15,941 thousand. The Court recognised the complaint in part and repealed the judgement with regard to the amount of PLN 3,141,000. The parties filed cassation appeals against the Court's judgment.

j) Państwowe Gospodarstwo Wodne Wody Polskie (Claimant)

Date of filing: 21.03.2022 r.

Value of the dispute: PLN 38 280 thousand

On 21 March 2022 Mostostal Warszawa S.A. received a payment order in the writ of payment proceedings for the amount of PLN 38,000 thousand issued in favour of the State Water Management Company Wody Polskie. The amount of the order results from the issuance of a note for contractual penalties related to the performance of the contract by Mostostal Warszawa entitled "Revitalisation of the Elbląg Canal" with a gross value of PLN 61,000 thousand, performed in 2013 - 2015 and concerns an alleged delay in the removal of defects. Mostostal Warszawa S.A. is of the opinion that the reported defect was not a defect in the subject of the contract and the Company was therefore not obliged to repair (revitalise) such defect. On 04.04.2022 The Company filed an objection to the payment order in the writ of payment procedure. In the opinion of the Management Board of the Company, the claim is unfounded.

8.2 Proceedings with the highest value of litigation (Mostostal Warszawa S.A. as plaintiff):

a) Skarb Państwa Generalny Dyrektor Dróg Krajowych i Autostrad (Respondent)

Date of action 3.06.2012

Value of the dispute: PLN 36,961 thousand

Action brought by Mostostal Warszawa S.A. and other consortium members against the Defendant in respect of the agreement for the "Design and construction of the A-2 Stryków-Konotopa motorway, section from km 394+500 to km 411+465.8". The plaintiffs are demanding an increase in the remuneration payable under the agreement by PLN 36,961 thousand, including PLN 18,850 thousand in favour of Mostostal Warszawa S.A., due to an extraordinary increase in the prices of liquid fuels and asphalts, and payment of the aforementioned amount. The proceedings were originally conducted before the Regional Court in Warsaw, which dismissed the claim in its entirety. As a result of the claimants' appeal, in the judgment of 16.03.2017. The Court of Appeal in Warsaw repealed the judgment of the Regional Court and referred the case back to it for re-examination. In the case, an expert opinion was drawn up and then a new opinion of an institute was prepared to determine the fuel intensity of the works.

b) Skarb Państwa - Generalny Dyrektor Dróg Krajowych i Autostrad (Respondent)

Date of action 09.09.2013

Value of the dispute PLN 61,857 thousand

Proceedings brought by Mostostal Warszawa S.A. and Acciona against the Respondent for compensation for damage sustained, reimbursement of improperly calculated contractual penalties and payment of outstanding remuneration by the Respondent in connection with the performance of the Contract for the Construction of a Bridge Over the Oder River with Access Viaducts along the section from km 18+174 to 19+960 within the Wrocław A8 Motorway Bypass. The proceedings are conducted before the District Court in Warsaw. An expert opinion (Poznan University of Technology) has been drawn up in the case, which is favourable for Mostostal. Part of the amount claimed in court is presented by the Company in assets due to realization of construction contracts.

c) Skarb Państwa Ministerstwo Obrony Narodowej (Respondent)

Date of action 23.06.2010

Value of litigation 19,093 thousand PLN

Claims of consortium Mostostal Warszawa S.A. - Unitek Ltd for additional remuneration and reimbursement of costs incurred in relation to the performance of an agreement concerning the execution of the projects of Investment Package CP 2A0022, under which the consortium acted as a substitute investor. During the execution of the contract, for reasons beyond the control of the claimants, there were changes in the scope and shape of the investment, which resulted in additional costs. On 10.10.2016. The Court awarded the claimants the amount of PLN 7,142,000 with interest from 3.08.2010. It dismissed the claim in the remaining scope. The plaintiffs appealed against the above judgment. On 8 November 2018. Court of Appeal in Warsaw amended the judgment of the Court of First Instance in such a way that it dismissed the claim as regards the amount of PLN 6,085 thousand. As a consequence of the judgment, the judgment of the Court of First Instance became final as regards the amount of PLN 1,057 thousand together with due interest. On 15.02.2019. Mostostal Warszawa S.A. filed a cassation appeal against the judgment of the Court of Appeal. On 8.11.2019.

Supreme Court accepted the complaint for examination. In a judgment dated 30.03.2021. SN revoked the judgment of the Court of Appeal in its entirety and remitted the case to the Court of Appeal for examination. Part of the amounts claimed in court is presented by the Company in assets due to the execution of construction contracts.

d) Skarb Państwa Generalny Dyrektor Dróg Krajowych i Autostrad (Respondent)

Date of action 30.05.2012

Value of litigation 194.196 thousand PLN

Mostostal Warszawa S.A. together with the consortium member filed a statement of claim with the Regional Court in Warsaw against the Respondent for the amendment of the agreement no. 2811/3/2010 of 26.02.2010 regarding performance of works on construction of the A-4 Tarnów-Rzeszów motorway along the section from the Rzeszów Central interchange to the Rzeszów Wschód interchange, km. 574+300 to approx. 581+250, by increasing the fee to PLN 194,196 thousand gross (after a few updates), and (ii) the claimed payment of the due remuneration deducted as contractual penalty - to PLN 13,244 thousand. As a result of a partial verdict of the Court of Appeal of 30.04.2021, the amount of PLN 13,244 thousand was awarded to the Company, together with interest in the amount of PLN 9,822 thousand. The judgment is final and has been paid by the Respondent. With regard to the remaining amount (i.e. PLN 194,196,000), proceedings in the second instance are pending. Part of the amounts claimed in court is presented by the Company in assets due to the realisation of construction contracts.

e) Skarb Państwa Generalny Dyrektor Dróg Krajowych i Autostrad (Respondent)

Date of action 02.07.2013

Value of the dispute PLN 25,537 thousand

Mostostal Warszawa S.A. and its consortium members filed a lawsuit with the Regional Court in Warsaw against the Defendant for modification of the legal relationship by amending Contract No. 210/RK/110/2009/2010 of 1.09.2010 for execution of works consisting in extension of road S-7 to the parameters of a dual carriageway within the section of Kielce bypass, Kielce (DK 73 Wiśniówka junction) - Chęciny (Chęciny junction) by way of increasing the remuneration by the gross amount of PLN 25,537 thousand due to extraordinary increase in the prices of liquid fuels, asphalts and steel. A court expert opinion was prepared in the case. The Regional Court, in its verdict of 22.12.2020, increased the remuneration of Mostostal Warszawa and Acciona by PLN 13,580 thousand. The Company filed an appeal on 18.03.2021. The claim was dismissed in its entirety by the Court of Appeal on 18.03.2022.

f) Skarb Państwa Generalny Dyrektor Dróg Krajowych i Autostrad (Respondent)

Date of action 23.05.2014.

Value of the dispute PLN 103,644 thousand

The action brought by Mostostal Warszawa S.A. and other consortium members against the Respondent is pending before the Regional Court in Warsaw. The case concerns making good the damage suffered by the plaintiffs as a result of the improper description of the Ordering Party's Requirements regarding ten Engineering Objects and the Bridge over the River Rawka, which the contractor was obliged to carry out under the agreement "Design and Construction of the A-2 Motorway Stryków-Konotopa within the section from km 394 + 500 to km 411 + 465.8". The claimants requested that the amount of PLN 103,644 thousand be adjudged against the defendant in favour of the claimants, including the amount of PLN 81,824 thousand in favour of the Company. An expert opinion was prepared in the case. The Court ordered a supplementary opinion.

g) Centrum Onkologii Ziemi Lubelskiej (Respondent)

Date of action 03.10.2014.

Value of the dispute: PLN 32,461 thousand

In a case brought against the Respondent, Mostostal Warszawa S.A., together with consortium members, is pursuing claims for payment in connection with the construction of the Lublin Oncology Centre. The case is pending before the Regional Court in Lublin. The aforementioned lawsuit amount consists of claims for: (i) payment for undisputedly performed works, (ii) interest for delays in payments during contract performance, (iii) reimbursement of improperly calculated and deducted contractual penalties, (iv) other claims in which the plaintiffs seek payment for materials purchased and left for incorporation, costs of maintaining warranties and lost profits. In the proceedings in question, the Respondent filed a counterclaim in which it requests the Claimant to pay the total amount of PLN 27,072 thousand. Part of the amount claimed in court is presented by the Company in the item of trade and other receivables in the group of overdue receivables for which no revaluation allowances were created and in assets due to the performance of construction contracts. On 17.02.2020 an expert opinion was prepared (WACETOB), according to which the Ordering Party had no grounds to terminate the contract and at the same time confirmed the amount of Mostostal's claims in the amount of PLN 26,200 thousand. A supplementary opinion is currently being prepared. The parties received the supplementary opinion and commented on it in writing.

h) Agencja Rozwoju Miasta S.A. (Respondent)

Date of action 28.04.2017.

Value of the dispute PLN 23,017 thousand

Mostostal Warszawa S.A. brought a counterclaim against the Defendant for payment of an amount for additional works connected with the construction of a sports and entertainment hall "Czyżyny" in Kraków. Based on expert opinions, part of the amount claimed in court is presented by the Company in the item of trade receivables and other receivables in the group of overdue receivables for which no revaluation write-offs were created and in assets resulting from the performance of construction contracts. Due to the failure to reach an agreement in mediation, the case is continued before the court.

i) Zakład Unieszkodliwiania Odpadów Sp. z o.o. (Respondent)

Date of action 10.02.2017.

Value of litigation 33,770 thousand PLN

A dispute for payment by way of unjust enrichment in connection with the performance by the Respondent of a bank performance bond granted to the Respondent at the request of Mostostal Warszawa S.A. as part of an investment project entitled Construction of a Thermal Waste Neutralisation Facility for the Szczecin Metropolitan Area in Szczecin. On 29 March 2018 the Regional Court in Szczecin awarded Mostostal Warszawa S.A. the amount of PLN 33,770 thousand with interest. On 30 May 2018 the Respondent filed an appeal against the judgment. The Court of Appeal in its judgment of 4.12.2018 dismissed the Respondent's appeal in its entirety. Mostostal Warszawa initiated enforcement proceedings against the Respondent. On 5.02.2019 r. the Respondent filed a cassation appeal together with a request to suspend the execution of the judgments. The Court of Appeal granted the Respondent's request to suspend the execution of the judgments until the cassation appeal was resolved by the Supreme Court. In connection with the Court of Appeal's decision, enforcement proceedings against the Respondent were suspended. The amount claimed in court is presented by the Company in the item of trade and other receivables in the group of overdue receivables, for which no revaluation allowances have been created. On 29.06.2021 the Supreme Court overturned the judgment of the Court of Appeal and remitted the case for reconsideration. We are waiting for the date of the appeal hearing to be set.

j) Skarb Państwa - Generalny Dyrektor Dróg Krajowych i Autostrad (Respondent)

Date of action 17.05.2017.

Value of the dispute PLN 29,063 thousand

Mostostal Warszawa S.A. and its consortium are demanding payment for additional costs arising from the performance of Contract No. 122/2010 of 31.08.2010 concluded with the Respondent for the execution of works consisting in "Extension of National Road No. 8 to the parameters of an expressway within the section from the border of the Mazowieckie/Łódzkie Voivodeship to Radziejowice". The proceedings are pending before the Regional Court in Warsaw. At present, the expert is being selected. Part of the amount claimed in court is presented by the Company under assets resulting from construction contracts.

k) Skarb Państwa - Generalny Dyrektor Dróg Krajowych i Autostrad (Respondent)

Date of action 03.07.2017.

Value of the dispute PLN 20,614 thousand

Mostostal Warszawa S.A. and its consortium filed a lawsuit against the Defendant with the Regional Court in Warsaw, claiming jointly and severally an amount of PLN 20,614 thousand with statutory interest for delay from the day of filing the lawsuit until the day of payment. The object of the dispute is the reimbursement from the Defendant to the Plaintiff of the costs of carrying out works on the extension of the S-7 road to the section of the Kielce bypass, contract no. 210/RK/110/2009/2010 of 01.09.2010 for the performance of works consisting in the extension of the S-7 road to the parameters of a dual carriageway road on the section of the Kielce bypass, Kielce (DK 73 Wiśniówka junction) - Chęciny (Chęciny junction) in the extended time for completion. Part of the amount claimed in court is presented by the Company under assets due to the performance of construction contracts. An expert opinion was commissioned in the case. On 14.05.2021, we received a partially favourable expert opinion.

l) Energa Kogeneracja Sp. z o.o. (Respondent)

Date of filing the claim: 20.01.2018 r.

Value of the dispute: PLN 26,274 thousand

Mostostal Warszawa S.A. filed a claim for payment of PLN 26,274 thousand with statutory interest from the date of filing the claim to the date of payment, together with costs. Mostostal Warszawa S.A. is claiming payment for construction works performed as part of the investment: 20 MWe Power Block in Elbląg. The Respondent paid the Claimant only part of the amount due for the works performed. The main receivables arise from invoices that have been reduced by deductions due to, according to Mostostal Warszawa S.A., unjustifiably charged contractual penalties. The Respondent had no right to charge contractual penalties, as the delay occurred due to circumstances for which Mostostal Warszawa S.A. was not responsible. The contractual penalty charged by the Respondent is grossly excessive. On 2 February 2018 the Regional Court in Gdańsk, 9th Commercial Department issued a payment order in the writ of payment procedure. On 23 February 2018 the Respondent filed an objection to the order for payment. On 10 April 2018. Mostostal Warszawa S.A. filed a reply to the objection to the order for payment. A court expert has been selected to prepare an opinion in the case. On 05.07.2021 we received a positive opinion from the expert, which confirms that the delay was not caused by the Contractor. On 09.05.2022 the Regional Court in Gdańsk, IX Economic Department, announced a judgement awarding Mostostal Warszawa S.A. the amount of PLN 26,274 thousand for payment for construction works with statutory interest from the date of filing the lawsuit to the date of payment, together with costs.

m) Zakład Unieszkodliwiania Odpadów Sp. z o.o. (Respondent)

Date of action 15.01.2018.

The value of the dispute is PLN 90,141 thousand.

Mostostal Warszawa S.A. brought a claim for payment of PLN 90,141 thousand with statutory interest for delay from 28 November 2016 to the date of payment. By the said statement of claim Mostostal Warszawa S.A. seeks from the Respondent payment of remuneration for works, deliveries, projects and other services performed for the Respondent until the date of withdrawal by Mostostal Warszawa S.A. from the contract for the construction of the Thermal Waste Neutralisation Plant in Szczecin, i.e. until 14 June 2016, for which Mostostal Warszawa S.A. did not receive remuneration within the interim payment certificates issued every month. The Respondent's response to the statement of claim was

received on 24 May 2018. On 24.01.2019. Mostostal Warszawa S.A. received a counterclaim for the amount of PLN 211,839 thousand, in the opinion of the Company, unfounded. The resolution of the case will be subject to the assessment of a court expert. Evidentiary proceedings are pending in the case and an expert witness has been appointed. Part of the amount claimed in court is presented by the Company in the item of trade and other receivables in the group of overdue receivables for which no revaluation allowances were created. The expert prepared an opinion in part favourable to the Plaintiff. The Court admitted a supplementary opinion.

n) Skarb Państwa Generalny Dyrektor Dróg Krajowych i Autostrad (Respondent)

Date of action: 24.01.2018 r.

Value of litigation 98.585 thousand PLN

Mostostal Warszawa S.A. filed a lawsuit with the Consortium to the Regional Court in Warsaw against the Respondent for the payment of PLN 98,585 thousand with statutory interest from 31 December 2014 to 31 December 2015 and with statutory interest for delay from 1 January 2016 to the date of payment. By means of the Statement of Claim, Mostostal Warszawa S.A. is pursuing claims against the Respondent arising in the course of construction in 2010-2012 of the Tarnów-Rzeszów Wschód section of the A-4 motorway resulting from obstacles encountered by the contractor in the course of construction for which the Respondent is responsible (e.g. unpredictable physical conditions), as well as additional costs related to the extension of the contract execution time. Part of the amount claimed in court is presented by the Company in assets from the execution of construction contracts. On 28.05.2020. The Court hearing the case decided to dismiss the Respondent's motion to dismiss the claim. The Respondent appealed against the said decision. Evidence proceedings are pending.

o) Energa Kogeneracja Sp. z o.o. z siedzibą w Elblągu ("Energa") (Respondent)

Date of action: 15.12.2017 r.

Value of the dispute PLN 7,753 thousand

The subject matter of the action brought by Mostostal Warszawa S.A. against Energa Kogeneracja Sp. z o.o. (Energa) is a claim for payment (return) of contractual penalties that were calculated and paid by Energa from a bank guarantee issued in connection with Contract EKO/86/2011 of 25 March 2011 for the construction of a 20 MWe biomass-fired power unit in Elbląg. The Investor (Energa) claims that the contract was performed improperly, there were design and workmanship errors as a result of which the unit does not reach guaranteed parameters, and Energa was entitled to contractual penalties for this. According to Mostostal, the reason for the malfunction of the Unit and the failure to achieve the guaranteed parameters is mainly due to the operation of the Unit with fuel that does not meet the contractual requirements. An expert is being selected in the case. The amount claimed in court is presented by the Company in the item of trade and other receivables in the group of overdue receivables for which no revaluation write-downs have been created.

p) Miejskie Przedsiębiorstwo Wodociągów i Kanalizacji m.st. Warszawa S.A. („MPWiK”) (Respondent)

Date of action: 4.03.2019 r.

Dispute value: PLN 9,438 thousand

Lawsuit for payment for the amount paid by MPWiK - without factual and legal basis - from the contract performance guarantee. On 12.03.2019 the Court issued a payment order in the writ of payment procedure in favour of Mostostal Warszawa. The respondent filed an objection to the payment order. In it, he indicated that he had executed the performance bond in connection with the corrosion of technological pipelines. On 09.08.2019. Mostostal filed a reply to the objection, in which it indicated that as at the date of the bank's call for payment of the amount of the guarantee, the defendant was not entitled to a specific, e.g. as to the amount, due claim included in the improper performance or non-performance of the contract. Evidentiary proceedings are in progress. The amount claimed in court is presented by the Company in the item of trade and other receivables in the group of overdue receivables for which no revaluation write-downs have been created.

q) PERN S.A. (Respondent)

Date of action: 31.03.2021 r.

On 31.03.2021 the Consortium of the companies Mostostal Płock S.A. - Consortium Leader (58.3% share in the Consortium) and Mostostal Warszawa S.A. - Consortium Partner (41.7% share in the Consortium) hereinafter referred to as "Plaintiff", filed a statement of claim against PERN S.A. with the Court of Arbitration at the Confederation of Leviathan, in which the Parties seek compensation for payment of unduly set-off contractual penalties in the amount of PLN 3,521,000, compensation for the amount of PLN 1,154,000 for additional works and establishment that PERN S.A. is not entitled to claim payment of contractual penalties by the Claimant in the total amount of PLN 11,934,000. The parties negotiated the terms of the settlement. The assumptions adopted for its conclusion were included in the financial result of the Company for 2021. The settlement was concluded on 20 April 2022.

Part of the claims from the above court cases were recognised by the Company in contract budgets and included in revenue of previous years. Details are described in Note 4 of the Additional information and explanations to the condensed interim separate financial statements for the period 01.01.2022 - 31.03.2022.

9. INFORMATION ON TRANSACTIONS WITH RELATED PARTIES

The Company entered into transactions with related parties on an arm's length basis. Information on transactions with related parties is presented in Note 21 of the Additional information and explanations to the condensed interim separate financial statements for the period 01.01.2022 - 31.03.2022.



Centrum rekreacyjne

10. INFORMATION ON SURETIES GRANTED BY MOSTOSTAL WARSZAWA S.A. SURETIES FOR LOANS OR BORROWINGS OR GUARANTEES GRANTED

During the reporting period, the Company did not provide sureties for loans or borrowings or guarantees to a single entity of significant value.

11. OTHER INFORMATION RELEVANT TO THE ASSESSMENT OF THE COMPANY'S SITUATION

In the opinion of the Management Board, there is no other information relevant to the assessment of the Company's position other than that listed in the notes to the condensed separate financial statements for the period 01.01.2022 - 31.03.2022 and the other paragraphs to the other information to the condensed separate financial statements for the period 01.01.2022 - 31.03.2022.



Dom studencki BaseCamp w Katowicach

12. FACTORS THAT WILL AFFECT THE RESULTS TO BE ACHIEVED OVER AT LEAST THE NEXT QUARTER

Factors that may affect the Company's performance over the next quarter are:

- the risk of changes in the prices of construction materials and subcontractor services,
- exchange rate risk, which has an impact on the valuation of loan commitments,
- strong competition on the construction and installation services market,
- protracted procedures for the awarding of public tenders associated with numerous protests by tenderers,
- slowing down investment processes,
- the consequences of the armed conflict caused by Russia on Ukrainian territory.

Warsaw 23.05.2022 roku

Name	Position	Signatures
Carlos Resino Ruiz	Member of the Management Board	
Jarosław Reszka	Proxy	

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