



**CONDENSED INTERIM
CONSOLIDATED FINANCIAL STATEMENTS
OF THE MOSTOSTAL WARSZAWA CAPITAL GROUP
FOR THE PERIOD 01.07.2022 - 30.09.2022**

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CONSOLIDATED PROFIT AND LOSS ACCOUNT for the 9-month period from 01.01.2022 to 30.09.2022

CONTINUING OPERATIONS	3 quarters 2022 period as of 01.01.2022 until 30.09.2022	3 quarters 2021 period as of 01.01.2021 until 30.09.2021	Q3 2022 period as of 01.07.2022 until 30.09.2022	Q3 2021 period as of 01.07.2021 until 30.09.2021
I Sales revenue	1 170 564	881 743	454 241	325 474
Revenue from construction contracts	1 159 095	870 175	446 363	322 354
Revenue from sale of services	9 393	2 400	7 716	1 180
Revenue from sale of goods and materials	2 076	9 168	162	1 940
II Own costs of sales	1 089 106	801 317	411 752	301 231
III Gross profit/loss on sales	81 458	80 426	42 489	24 243
IV General and administrative expenses	49 961	46 450	16 292	14 287
V Other operating income	22 560	4 823	41	891
VI Other operating expenses	21 413	9 655	2 220	1 938
VII Operating profit / (loss)	32 644	29 144	24 018	8 909
VIII Financial income	3 040	6 289	882	-3 351
IX Financial costs	19 788	9 737	10 431	4 574
X Gross profit / (loss)	15 896	25 696	14 469	984
XI Income tax	4 203	7 193	3 538	-69
XII Net profit / (loss) from continuing operations	11 693	18 503	10 931	1 053
XIII Net profit / (loss) from discontinued operations	0	0	0	0
XIV Net profit / (loss) for the period	11 693	18 503	10 931	1 053
XV Net profit / (loss) attributable to shareholders of the Parent Company	10 464	11 215	11 073	-954
XVI Net profit attributable to non-controlling shareholders	1 229	7 288	-142	2 007

Earnings per share

SPECIFICATION	3 quarters 2022 period as of 01.01.2022 until 30.09.2022	3 quarters 2021 period as of 01.01.2021 until 30.09.2021	Q3 2022 period as of 01.07.2022 until 30.09.2022	Q3 2021 period as of 01.07.2021 until 30.09.2021
Weighted average number of ordinary shares	20 000 000	20 000 000	20 000 000	20 000 000
Net profit (loss) per ordinary share (PLN)	0,52	0,56	0,55	-0,05
Basic earnings per share from continuing operations	0,52	0,56	0,55	-0,05
Diluted net profit (loss) per ordinary share (in PLN)	0,52	0,56	0,55	-0,05
Diluted earnings per share from continuing operations	0,52	0,56	0,55	-0,05

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the 9-month period from 01.01.2022 to 30.09.2022

SPECIFICATION	3 quarters 2022 period as of 01.01.2022 until 30.09.2022	3 quarters 2021 period as of 01.01.2021 until 30.09.2021	Q3 2022 period as of 01.07.2022 until 30.09.2022	Q3 2021 period as of 01.07.2021 until 30.09.2021
Net profit / (loss) for the period	11 693	18 503	10 931	1 053
Other comprehensive income, which will be subsequently reclassified to profit or loss when certain conditions are met:				
Foreign exchange differences on translation of a foreign entity	445	33	370	-220
Other comprehensive income before tax	444	32	369	-221
Income tax relating to components of other comprehensive income	0	0	0	0
Other net comprehensive income	444	32	369	-221
Total income	12 137	18 535	11 300	832
attributed to:				
Shareholders of the Parent Company	10 908	11 248	11 442	-1 174
Non-controlling shareholders	1 229	7 287	-142	2 006

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

N	ASSETS	as at 30.09.2022	as at 30.06.2022	as at 31.12.2021	as at 30.09.2021
I	Fixed assets (long-term)	166 755	151 352	130 571	131 001
I.1	Intangible assets	1 102	1 055	1 059	1 112
I.2	Rights of use	56 952	49 665	43 438	43 811
I.3	Property, plant and equipment	66 958	58 236	43 748	39 463
I.4	Long-term deposits under construction contracts due from customers	8 959	8 441	8 389	13 898
I.5	Non-current financial assets	0	0	7	12
I.6	Deferred tax assets	27 500	29 737	30 293	27 829
I.7	Long-term accruals and deferred income	5 284	4 218	3 637	4 876
II.	Current assets (short-term)	856 885	797 478	791 580	845 964
II.1	Stocks	43 646	45 775	51 427	54 362
II.2	Trade receivables	405 197	354 009	264 264	293 078
II.3	Other receivables	1 367	1 766	6 751	9 229
II.4	Income tax receivables	3 720	4 998	1 400	1 050
II.5	Advances for construction work	12 815	15 563	12 476	4 349
II.6	Cash and cash equivalents	127 937	115 798	240 761	204 528
II.7	Assets from the performance of construction contracts	253 833	248 555	206 720	271 500
II.8	Other accruals and deferred income	8 370	11 014	7 781	7 868
	Total assets	1 023 640	948 830	922 151	976 965

CAPITAL GROUP MOSTOSTAL WARSZAWA

Condensed interim consolidated financial statements for the period 01.01.2022 - 30.09.2022 (in thousands of PLN)

N	LIABILITIES	as at 30.09.2022	as at 30.06.2022	as at 31.12.2021	as at 30.09.2021
I	Equity (attributable to shareholders of the Parent Company)	69 224	57 790	58 340	54 550
I.1	Core capital	44 801	44 801	44 801	44 801
I.2	Share premium	108 406	108 406	108 406	108 406
I.3	Other reserves	42 335	42 336	33 056	33 056
I.4	Reserve from reclassification of loans	201 815	201 815	201 815	201 815
I.5	Exchange rate differences on translation of foreign units/branches	-156	-526	-601	-619
I.6	Retained earnings / (Uncovered losses)	-327 977	-339 042	-329 137	-332 909
II	Non-controlling shareholders' equity	19 495	19 636	22 371	19 946
III	Total equity	88 719	77 426	80 711	74 496
IV	Long-term liabilities	170 903	158 962	100 406	116 125
IV.1	Interest-bearing bank loans and borrowings	0	69 508	0	0
IV.2	Long-term leasing liabilities	39 550	34 948	27 994	29 204
IV.3	Long-term deposits under construction contracts due to suppliers	35 487	36 534	39 575	36 475
IV.4	Non-current liabilities for construction contracts	82 187	4 037	18 471	39 785
IV.5	Long-term provisions	13 679	13 935	14 366	10 661
V	Current liabilities	764 018	712 442	741 034	786 344
V.1	Current portion of interest-bearing bank loans and borrowings	150 712	76 059	132 150	143 105
V.2	Current lease liabilities	14 306	12 546	10 570	9 869
V.3	Trade payables	190 011	196 016	190 897	199 839
V.4	Other liabilities	78 581	49 016	45 247	37 436
V.5	Current liabilities for construction contracts	102 287	138 661	149 110	194 247
V.6	Short-term provisions	15 247	13 794	16 043	16 880
V.7	Employee benefit obligations	4 723	7 169	4 065	7 408
V.8	Other accruals and deferred income	208 151	219 181	192 952	177 560
VI	Total liabilities	934 921	871 404	841 440	902 469
	Total equity and liabilities	1 023 640	948 830	922 151	976 965

CONSOLIDATED CASH FLOW STATEMENT

for the period of 6 months from 01.01.2022 to 30.06.2022

N	SPECIFICATION	3 quarters 2022 period as of 01.01.2022 until 30.09.2022	3 quarters 2021 period as of 01.01.2021 until 30.09.2021	Q3 2022 period as of 01.07.2022 until 30.09.2022	Q3 2021 period as of 01.07.2021 until 30.09.2021
I	Cash flow from operating activities				
I.1	Gross profit	15 896	25 696	14 469	984
I.2	Adjustments for items:	-88 704	88 362	20 934	62 956
I.2.1	Depreciation	15 474	13 205	5 856	4 443
I.2.2	Exchange rate differences	7 674	-964	5 372	4 085
I.2.3	Interest	6 551	5 255	2 623	-352
I.2.4	Profit/loss on investing activities	-321	-18	-33	226
I.2.5	Change in receivables	-138 778	49 596	-47 280	45 847
I.2.6	Change in stocks	7 781	-33 708	2 128	-12 907
I.2.7	Change in liabilities excluding loans and borrowings	28 360	-12 209	22 513	-69 022
I.2.8	Change in assets and liabilities from construction contracts and accruals	-12 840	67 069	28 280	96 094
I.2.9	Change in provisions	-2 640	-1 379	40	-5 769
I.2.10	Other	35	1 515	1 435	311
I.3	Cash from operating activities	-72 808	114 058	35 403	63 940
	Income tax (paid/received)	-3 807	-11 692	-21	-1 654
I	Net cash from operating activities	-76 615	102 366	35 382	62 286
II	Cash flow from investing activities				
II.1	Sale of property, plant and equipment and intangible assets	495	687	53	221
II.2	Acquisition of property, plant and equipment and intangible assets	-23 479	-5 478	-11 219	-464
II.3	Acquisition of financial assets	0	0	0	0
II.4	Interest received	46	1	0	-487
II.5	Other	0	0	0	0
II	Net cash from investing activities	-22 938	-4 790	-11 166	-730
III	Cash flow from financing activities				
III.1	Repayment of lease liabilities	-13 331	-8 153	-4 996	-3 750
III.2	Proceeds from borrowing/borrowing	12 019	8 841	94	4 354
III.3	Repayment of loans / credits	-2 743	-73 107	-727	-3 710
III.4	Dividends paid to non-controlling shareholders	-4 105	-513	-4 105	-513
III.5	Interest paid	-5 090	-3 314	-2 330	2 583
III.6	Other	-21	-91	-13	-34
III	Net cash from financing activities	-13 271	-76 337	-12 077	-1 070
IV	Change in cash and cash equivalents before exchange differences	-112 824	21 239	12 139	60 486
	Change in cash and cash equivalents due to exchange rate differences	0	0	0	0
V	Change in cash and cash equivalents net of exchange differences	-112 824	21 239	12 139	60 486
VI	Cash and cash equivalents at beginning of period	240 761	183 289	115 798	144 042
VII	Cash and cash equivalents at the end of the period	127 937	204 528	127 937	204 528

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the 9-month period from 01.01.2022 to 30.09.2022

3 quarters 2022 period from 01.01.2022 until 30.09.2022	Core capital	Share premium	Other reserves	Reserve from reclassificatio n of loans	Exchange rate differences on translation of foreign branches	Retained earnings / uncovered losses	Equity (attributable to shareholders of the Parent Company)	Attributable capital to non-controlling shareholders	Equity total
As at 1 January 2022	44 801	108 406	33 056	201 815	-601	-329 137	58 340	22 371	80 711
Profit (loss) for the period	0	0	0	0	0	10 464	10 464	1 229	11 693
Other comprehensive income	0	0	-1	0	445	0	444	0	444
Total comprehensive income	0	0	-1	0	445	10 464	10 908	1 229	12 137
Distribution of retained earnings	0	0	9 280	0	0	-9 304	-24	-4 105	-4 129
Change in capital during the period	0	0	9 279	0	445	1 160	10 884	-2 876	8 008
As at 30 September 2022	44 801	108 406	42 335	201 815	-156	-327 977	69 224	19 495	88 719

2021 period from 01.01.2021 to 31.12.2021	Core capital	Share premium	Other reserves	Reserve from reclassificatio n of loans	Exchange differences on translation of foreign branches	Retained earnings / uncovered losses	Equity (attributable to shareholders of the Parent Company)	Attributable capital to non-controlling shareholders	Equity total
As at 1 January 2021	44 801	108 406	22 742	201 815	-652	-334 021	43 091	13 172	56 263
Profit (loss) for the period	0	0	0	0	0	14 996	14 996	9 712	24 708
Other comprehensive income	0	0	0	0	51	0	51	0	51
Total comprehensive income	0	0	0	0	51	14 996	15 047	9 712	24 759
Distribution of retained earnings	0	0	10 314	0	0	-10 112	202	-513	-311
Change in capital during the period	0	0	10 314	0	51	4 884	15 249	9 199	24 448
As at 31 December 2021	44 801	108 406	33 056	201 815	-601	-329 137	58 340	22 371	80 711

CAPITAL GROUP MOSTOSTAL WARSZAWA

Condensed interim consolidated financial statements for the period 01.01.2022 - 30.09.2022 (in thousands of PLN)

3 quarters 2021 period from 01.01.2021 to 30.09.2021	Core capital	Share premium	Other reserves	Reserve from reclassificatio n of loans	Exchange differences on translation of foreign branches	Retained earnings / uncovered losses	Equity (attributable to shareholders of the Parent Company)	Attributable capital to non-controlling shareholders	Equity total
As at 1 January 2021	44 801	108 406	22 742	201 815	-652	-334 021	43 091	13 172	56 263
Profit (loss) for the period	0	0	0	0	0	11 215	11 215	7 28	18 503
Other comprehensive income	0	0	0	0	33	0	33	-1	32
Total comprehensive income	0	0	0	0	33	11 215	11 248	7 287	18 535
Distribution of retained earnings	0	0	10 314	0	0	-10 103	211	-513	-302
Change in capital during the period	0	0	10 314	0	33	1 112	11 459	6 774	18 233
As at 30 September 2021	44 801	108 406	33 056	201 815	-619	-332 909	54 550	19 946	74 496

ADDITIONAL INFORMATION AND EXPLANATIONS

1. General information

Mostostal Warszawa Capital Group consists of the parent company Mostostal Warszawa S.A. and its subsidiaries. The condensed interim consolidated financial statements of the Mostostal Warszawa Capital Group for the consolidated income statement cover the period of 9 months 2022 and Q3 2022 and include comparative data for the period of 9 months 2021 and Q3 2021, for the consolidated cash flow statement, the period of 9 months 2022 and Q3 2022 and includes comparative data for the period of 9 months 2021 and Q3 2021, and for the consolidated statement of financial position as at 30 September 2022, it includes comparative data as at 30 June 2022, 31 December 2021 and 30 September 2021.

Mostostal Warszawa S.A., i.e. the Parent Company, is a joint-stock company incorporated under the laws of Poland, registered in Poland at the District Court for the Capital City of Warsaw in Warsaw, 13th Commercial Division of the National Court Register under number KRS: 0000008820. The registered office of Mostostal Warszawa S.A. is located in Poland in Warsaw (02-673), at 12a Konstruktorska Street. The core business is specialised construction work included in PKD section 4120Z. Mostostal Warszawa Group operates in Poland and in the European market. Shares of Mostostal Warszawa S.A. are listed on the Warsaw Stock Exchange, industry: construction.

The duration of the Parent Company and the Group companies is indefinite.

There were no changes in the identity of the reporting entity during the reporting period.

The office of Mostostal Warszawa S.A. is registered at Warsaw (02-673), 12a Konstruktorska Street.

The parent company of Mostostal Warszawa S.A. is Acciona Construcción S.A.

The ultimate parent company is Acciona S.A.

2. Group composition

No.	Company name	Headoffice	Object of activity	Competent court	Mostostal Warszawa S.A.'s share of votes at the company's AGM (30.09.2022)	Mostostal Warszawa S.A.'s share in the company's share capital (30.09.2022)
1	Mostostal Warszawa S.A.- Parent Company	Warsaw	Construction	District Court for the Capital City of Warsaw, 13th Commercial Division of the National Court Register under number 0000008820	-	-
2	Mostostal Kielce S.A.	Kielce	Construction	District Court in Kielce, 10th Commercial Division of the National Court Register under number 0000037333	100,00%	100,00%
3	AMK Kraków S.A.	Krakow	engineering services, design, construction project management, execution of facilities "turnkey"	District Court for Kraków Śródmieście XI Economic Division of the National Court Register under number 0000053358	100,00%	100,00%
4	Mostostal Płock S.A.	Plock	Construction	District Court for the Capital City of Warsaw, 14th Commercial Division of the National Court Register under number 0000053336	53,21%	48,69%
5	Mostostal Power Development Ltd.	Warsaw	Construction	District Court for the Capital City of Warsaw, 13th Commercial Division of the National Court Register under number 0000480032	100,00%	100,00%

Subsidiaries are all business entities over which the Group exercises control. The Group exercises control over a company when it is subject to exposure to, or has the right to variable financial performance by virtue of its involvement in that company and has the ability to influence the amount of its performance by exercising authority over that company.

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Subsidiaries are fully consolidated from the date on which control is obtained by the Group. Consolidation is discontinued from the date that control ceases.

As at 30.09.2022, Mostostal Warszawa S.A. was the holder of 907,095 ordinary bearer shares and 66,057 registered preference shares as to voting rights (1 share = 5 votes), providing in total 48.69% share in the capital and 53.21% of the total number of votes of Mostostal Plock S.A. The possession by Mostostal Warszawa S.A. of the majority of votes on the Supervisory Board of Mostostal Plock S.A., which is authorised to appoint and dismiss members of the management body, as well as the fact of exercising influence on the activity of this company, enables Mostostal Warszawa S.A. to exercise control over Mostostal Plock S.A., resulting in consolidation by the full method.

3. Composition of the Management Board and Supervisory Board of the Parent Company

The Management Board of Mostostal Warszawa S.A. as at 30.09.2022 comprised:

Miguel Angel Heras Llorente -	President
Jorge Calabuig Ferre -	Vice-President of the Management Board
Carlos Enrique Resino Ruiz -	Member of the Management Board
Jacek Szymanek -	Member of the Management Board

As at 30.09.2022, the Supervisory Board of Mostostal Warszawa S.A. comprised the following members:

Antonio Muñoz Garrido -	Member of the Supervisory Board
Javier 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

4. Approval of the financial statements

These condensed interim consolidated financial statements for Q3 2022 were approved for publication by the Board of Directors of the Parent Company on 17 November 2022.

5. Significant accounting policies

5.1 Basis for the preparation of the condensed interim consolidated financial statements

The condensed consolidated interim financial statements have been prepared on the assumption that the Parent Company and Group companies will continue as a going concern in the foreseeable future.

The condensed consolidated interim financial statements have been prepared on the historical cost basis.

In the period from 01.01.2022 to 30.09.2022, the Group generated a gross profit on sales of PLN 81,458 thousand and a net profit of PLN 11,693 thousand and recorded negative operating cash flows of PLN 72,615 thousand.

The Group's total equity as at 30.09.2022 amounted to PLN 88,719 thousand.

A significant element of the financing of Mostostal Warszawa S.A.'s operations is the loans granted by its upstream parent company, Acciona Construccion SA. In 2022 and the Parent Company signed annexes to the loan agreements with this entity, which postpone their repayment date to July 2023.

CAPITAL GROUP MOSTOSTAL WARSZAWA

Condensed interim consolidated financial statements for the period 01.01.2022 - 30.09.2022 (in thousands of PLN)

On the basis of the analysis of projected cash flows, the Management Board of the Parent Company assesses that the Capital Group will have sufficient cash to finance its operating activities for at least 12 months after the balance sheet date. The value of Mostostal Warszawa Capital Group's order portfolio as at 30.09.2022 was PLN 3,399,559 thousand. At the same time, Group Companies are participating in a number of tender proceedings that may translate into winning new orders in the near future.

The Management Board of Mostostal Warszawa S.A. states that as at the date of approval of these condensed interim consolidated financial statements there are no circumstances indicating a threat to the continuation of the operations of the Parent Company and the Mostostal Warszawa Capital Group.

5.2 Statement of compliance

These condensed consolidated interim financial statements for the nine months ended 30 September 2022 have been prepared in accordance with IAS 34 'Interim Financial Reporting' as endorsed by the European Union. The condensed consolidated interim financial statements should be read in conjunction with the audited consolidated financial statements of the Mostostal Warszawa Group for the year ended 31 December 2021 and the related notes.

Mostostal Warszawa S.A. and AMK Kraków S.A. prepare their separate financial statements in accordance with the International Financial Reporting Standards approved by the European Union, while the other companies of the Capital Group apply accounting policies (principles) in accordance with the Accounting Act of 29 September 1994 (the "Act") and the regulations issued on its basis (collectively: "Polish accounting standards").

The consolidated financial statements include adjustments not included in the accounts of Group companies made to bring the financial statements of these companies into conformity with IFRS.

The condensed interim consolidated financial statements of Mostostal Warszawa Capital Group were reviewed by a certified auditor.

5.3 Accounting principles

The detailed accounting policies adopted by Mostostal Warszawa Group are described in the consolidated financial statements for the year ended 31 December 2021.

The accounting policies applied in the preparation of these condensed interim consolidated financial statements are consistent with those applied in the preparation of the annual consolidated financial statements of the Mostostal Warszawa Group for the year ended 31 December 2021.

Amendments to standards applied for the first time in 2022

The Group 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 Group's existing accounting policies.

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

In approving these condensed consolidated interim financial statements, the Group has not applied the following standards and amendments to other standards that have been published and endorsed for application in the EU but are not yet effective:

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Condensed interim consolidated financial statements for the period 01.01.2022 - 30.09.2022 (in thousands of PLN)

- 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).
- 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),
- 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).

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 application:

- 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 effective date (effective for annual periods beginning on or after 1 January 2023).

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

5.4 Currency of financial statements

The condensed interim consolidated financial statements for the third quarter of 2022 are presented in Polish zloty and all values, unless otherwise indicated, have been rounded to the nearest thousand zloty.

6. Long-term construction contracts

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

The cost of construction work also includes the cost of provisions made for anticipated losses on the contracts disclosed in section 10 of these condensed interim consolidated financial statements.

Specification	30.09.2022	30.06.2022	31.12.2021	30.09.2021
Cumulative estimated revenue from uncompleted construction contracts	2 148 780	2 150 302	1 680 291	1 539 392
Cumulative invoiced sales on uncompleted construction contracts	2 031 239	2 026 963	1 641 152	1 438 495
Assets and accruals for construction contracts not completed (per balance)	117 541	123 339	39 139	100 897
Advances received for uncompleted construction contracts	-141 247	-110 547	-123 295	-178 282
Current and non-current assets and liabilities for construction contracts not completed (per balance)	-23 706	12 792	-84 156	-77 385
Reconciliation to items from the consolidated statement of financial position:				
Assets and accruals for construction contracts not completed (per balance)	117 541	123 339	50 820	100 897
Advances received for uncompleted construction contracts	-141 247	-110 547	-123 295	-178 282

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Construction contract assets on completed contracts	93 065	93 065	111 614	114 853
Current and non-current assets and liabilities for construction contracts (per balance)	69 359	105 857	39 139	37 468
of which:				
Assets from the performance of construction contracts	253 833	248 555	206 720	271 500
Non-current liabilities for construction contracts	82 187	4 037	18 471	39 785
Current liabilities for construction contracts	102 287	138 661	149 110	194 247

During the course of construction contracts, unforeseen circumstances may arise that result in losses or deterioration of margins, damages, increased unforeseen expenses, etc.

Circumstances may include, in particular:

- an increase in the material scope of works in relation to the design (tender) assumptions provided to the Group by the contracting authorities,
- unforeseeable, extraordinary, increases in the prices of: construction materials (including fuel, petroleum and other materials), transport, equipment hire and construction services,
- the need to implement contracts for a longer period of time, and therefore incur higher costs, as a result of, among other things: lack of access by Group Companies to the construction site due to adverse weather conditions, defects in the design documentation provided by the client.

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

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

Purchasers may also make claims against the Group, most commonly in the event of delays in contract performance and when defects and faults are identified. Claims against the Capital Group represent the potential amount of the reduction in remuneration to be reimbursed to the contracting authority 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-institutional, it can take many years before a final judgment is pronounced in a case.

In the statement of financial position, the Group reports significant asset balances from construction contracts that are the subject of 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) a portion 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 of the contract modification consideration ceases.

Claims have been grouped according to the following categories:

- Claims subject to litigation:
 - Resulting from closed contracts, which include claims for payment of due remuneration set off against contractual penalties charged by the contracting authority and claims for an increase in remuneration due to unforeseeable

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circumstances,

- Related to contracts that have not been completed - disputes concerning the determination of the amount of remuneration payable to the Group for work performed up to the date of withdrawal from the contract,

- Disputes at the pre-court negotiation stage.

30 September 2022	Construction contract assets recognised in the statement of financial position	Nominal amount of variable remuneration payable to the Company	Nominal value of remuneration to be reimbursed to contracting authorities
Claims subject to litigation:	238 010	801 302	415 540
Contracts completed and accepted by the purchaser Assets from the execution of construction contracts	119 550	637 595	173 488
Contracts terminated before completion of work Assets from construction contracts	118 460	163 707	242 052
Disputes at the stage of pre-court negotiations Assets from the execution of construction contracts	6 145	8 600	12 391

31 December 2021	Construction contract assets recognised in the statement of financial position	Nominal amount of variable remuneration payable to the Company	Nominal value of remuneration to be reimbursed to contracting authorities
Claims subject to litigation:	236 757	812 404	377 260
Contracts completed and accepted by the purchaser Assets from the execution of construction contracts	118 297	656 032	135 208
Contracts terminated before completion of work Assets from construction contracts	118 460	156 372	242 052
Disputes at the stage of pre-court negotiations Assets from the execution of construction contracts	9 057	8 600	12 391

Contract assets relate to the Group's rights to remuneration for work performed but not invoiced at the reporting date in connection with construction contracts. Contract assets have not been impaired. Contract assets are transferred to receivables when the rights become unconditional. This usually occurs when an invoice is issued to a customer.

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

Specification	30.09.2022	30.06.2022	31.12.2021	30.09.2021
Non-current liabilities for construction contracts				
Advances for construction work	82 187	4 037	18 471	39 785
Total	82 187	4 037	18 471	39 785
Current liabilities for construction contracts				
Accruals for the performance of construction contracts	43 227	32 151	44 286	55 750
Advances for construction work	59 060	106 510	104 824	138 497
Total	102 287	138 661	149 110	194 247

Assets due to the performance of construction contracts as at 30.09.2022 amounted to PLN 253,833 thousand and increased by PLN 47,113 thousand compared to the end of last year. Accruals for the performance of construction contracts amounted to PLN 13,968 thousand and decreased by PLN 30,318 thousand compared to the end of 2021.

7. Significant changes in estimates

The preparation of the consolidated 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. Estimates and related assumptions are based on historical experience and other factors that are considered reasonable in the circumstances, and the results of which provide a basis for professional judgement. The Management Board may rely on the opinions of independent experts in making judgements, estimates or assumptions on significant issues. Estimates and related assumptions are subject to ongoing review. 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. Group companies recognise revenue on construction contracts based on the measurement of expenditures, measured by the share of costs incurred from the date of the contract to the date of determining revenue in the total cost of performing the service. Total revenue from long-term construction contracts denominated in a foreign currency is determined on the basis of 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 updating (revision) process based on current information at least quarterly. If events occur between official budget revisions that significantly affect the contract result, the value of total contract revenue or costs may be updated earlier.

Information on impairment losses recognised and reversed can be found in notes 10 and 11 of this consolidated report.

Information on provisions released and created during the reporting period can be found in note 12 of this report.

The Group carried out an analysis of the realisability of deferred tax assets as at the balance sheet date on the basis of projections for subsequent years. This analysis indicates the realisation of deferred tax assets in the amount of PLN 27,500 thousand. Deferred tax assets decreased by PLN 2,793 thousand compared to the end of 2021.

8. Seasonal or cyclical nature of the business

Mostostal Warszawa Group's operations are dependent on weather conditions and may be less active in winter periods than at other times of the year. In Q3 2022, weather conditions did not affect the Group's operations.

9. 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 Q3 2022, the financial result was significantly affected by the weakening of the Polish currency against the euro compared to 30.06.2022, which resulted in the Parent Company recognising negative exchange rate differences on the balance sheet valuation of loans in the amount of PLN 5,371 thousand.

10. Information on write-downs of inventories to net realisable value and reversals of write-downs on this account

No inventory write-downs were created in Q3 2022, and an inventory write-down was released in the amount of PLN 4,000.

11. Information on impairment losses on financial assets, property, plant and equipment, intangible assets or other assets and reversals of such losses

In Q3 2022, allowances for receivables were created in the amount of PLN 681 000, and allowances for receivables in the amount of PLN 1,416 000 were released.

12. Information on the creation, increase, use and release of reserves

Specification	Provisions for awards jubilee, retirement benefits	Reserve for foreseen losses on contracts	Reserve for court cases	Reserve for repairs warranty	Other reserves	Total
As of 01.01.2022	8 130	3 198	3 005	15 345	731	30 409
Created during the period	433	433	2 198	5 769	429	9 262
Used	-2 118	-168	0	-3 069	-30	-5 385
Resolved	-467	-650	0	-4 042	-201	-5 360
As of 30.09.2022	5 978	2 813	5 203	14 003	929	28 926
Long-term as at 30.09.2022	2 715	2 310	0	8 654	0	13 679
Short-term as at 30.09.2022	3 263	503	5 203	5 349	929	15 247

13. Information on significant acquisitions and disposals of property, plant and equipment

In Q3 2022, Capital Group Companies acquired rights to use means of transport with a value of PLN 3,998 thousand and an office in Poznań with a value of PLN 3,036 thousand. The increase in property, plant and equipment in Q3 2022 by the value of PLN 9,812 thousand is mainly related to expenditures on new fixed assets under construction related to road contracts carried out by Group Companies.

14. Information on significant commitments for the purchase of property, plant and equipment

Due to the acquisition of rights of use by Group companies in Q3 2022, long- and short-term lease liabilities increased by a total of PLN 6,989 thousand.

15. Information on significant monetary settlements for court cases

There were no significant monetary settlements from litigation during the reporting period.

16. Corrections of prior period errors

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

17. Issue, redemption and repayment of debt and equity securities

There were no share issues in Q3 2022. There were no repayments of debt and equity securities.

18. Dividends paid (declared) by the Issuer

Mostostal Warszawa S.A. did not pay dividends in Q3 2022.

19. Changes to the basic management principles

There were no significant changes in the management principles of the Parent Company and the Group Companies during the reporting period.

20. Events that occurred after the balance sheet date as at which the condensed interim consolidated financial statements were prepared and which may have a significant impact on future results

On 7 November 2022 the Company Mostostal Warszawa S.A. entered into an agreement with the State Treasury - General Director of National Roads and Motorways (the Client) on the performance of the task entitled: "Design and construction of the S19 expressway on the section from the Domaradz junction (without junction) to the Iskrzynia junction (without junction) of approximately 12.5 km." Contract value: PLN 1,063.25 million gross. Completion date: 39 months.

21. Contingent liabilities

	Specification	30.09.2022	31.12.2021
1.	Biomatec Ltd. - claim for remuneration	22 876	22 876
2.	Cestar A.Cebula J.Starski s.j. - claim for remuneration	12 689	12 689
3.	Other	26 093	24 790
	Total	61 658	60 355

The nominal value (corresponding to the value of the subject matter of the litigation) of contingent liabilities arising from lawsuits brought against the Group as at 30.09.2022 amounted to PLN 61,658 thousand and increased by PLN 1,303 thousand compared to the end of last year.

22. Information on credit and loan agreements

SHORT-TERM BANK CREDITS AND LOANS at 30.09.2022

Name of unit, indicating the legal form	Headquarters	Amount of credit/loan according to agreement		Amount of credit/loan outstanding		Repayment period
		thousand.	currency	thousand PLN	currency	
Acciona Construcción S.A.	Madrid	14 714	EURO	139 292	PLN	15.07.2023
Acciona Construcción S.A.	Madrid	13 494	EURO		PLN	15.07.2023
Societe Generale S.A. Branch in Poland	Warsaw	10 000	PLN	0	PLN	31.07.2023
Bank PeKaO S.A.	Kielce	15 000	PLN	11 420	PLN	24.06.2023
Credit Agricole Polska S.A.	Krakow	5 000	PLN	0	PLN	30.06.2023
Bank PeKaO S.A.	Plock	5 000	PLN	0	PLN	30.06.2023
Bank Millennium S.A.	Plock	5 000	PLN	0	PLN	07.03.2023
			TOTAL	150 712		

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No loan agreement was terminated in Q3 2022.

23. Information on related parties

Summary of consolidated total sales revenue and intra-Group turnover for the 3 quarters of 2022.

Specification	Total net sales revenue	Intra-Group sales	Consolidated net sales revenue
Parent Company	929 115	50	929 065
Other Companies	260 455	18 956	241 499
TOTAL	1 189 570	19 006	1 170 546

The total net sales revenue of the fully consolidated companies amounted to PLN 1,118,570 thousand for the three quarters of 2022. Intra-Group turnover amounted to PLN 19,006 thousand, i.e. 1.6% of total net sales revenue without consolidation exclusions.

Transactions with related parties in Q3 2022 were typical and routine transactions and were concluded on an arm's length basis.

The table shows the total amounts of transactions entered into by Group companies with related parties:

Related party of the Group	Date	Sales by Group entities to related parties	Purchases made by related parties in Group companies	Receivables from related parties	Amounts owed to related parties excluding loans
Acciona Construcción S.A. Oddział w Polsce	30.09.2022	211	0	20	685
	31.12.2021	90	3 503	1	1 575
	30.09.2021	26	0	4	2 664
Acciona Construcción S.A.	30.09.2022	0	4 053	0	13 836
	31.12.2021	0	11 565	209	15 280
	30.09.2021	0	8 820	209	19 731
Acciona Nieruchomości Wilanów Sp. z o.o.	30.09.2022	0	39	22	0
	31.12.2021	18 629	542	2 543	8
	30.09.2021	14 870	444	2 355	0
Acciona Facility Services Poland Sp. z o.o.	30.09.2022	121	0	72	0
	31.12.2021	174	0	66	0
	30.09.2021	121	0	41	0
TOTAL	30.09.2022	332	4 092	114	14 521
	31.12.2021	18 893	15 610	2 819	16 863
	30.09.2021	15 017	9 264	2 609	22 395

No collateral has been pledged to related parties.

Transactions with related parties in Q3 2022 mainly relate to the performance of long-term contracts.

As at 30.09.2022 Mostostal Warszawa S.A. received bank or insurance guarantees in the total amount of PLN 612,162 thousand from the guarantee limits to which Acciona Construcción S.A. is entitled. (31.12.2021: PLN 619,436 thousand).

As at 30.09.2022 Mostostal Warszawa S.A. had loan liabilities to Acciona Construcción S.A., Madrid, in the amount of PLN 139,292 thousand (31.12.2021: PLN 130,133 thousand).

At 30.09.2022, interest on loans received from Acciona Construcción S.A. amounted to PLN 4,116 thousand (at 30.09.2021

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it amounted to PLN 4,439 thousand).

23.12.2013 r. Mostostal Warszawa S.A. and Acciona Construcción S.A. concluded annexes to 3 loan agreements for a 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 term of repayment of the loans was extended indefinitely and Mostostal Warszawa S.A. would decide on their repayment. In accordance with IAS 32, Mostostal Warszawa presented these loans in equity.

24. Reporting by market segment

Mostostal Warszawa Group is organised and managed by segment, according to the type of products offered. The Group settles inter-segment transactions as if they related to unrelated parties using current market prices.

The following tables present, for each of the Group's reportable segments, data from the consolidated income statement for the nine months ended 30 September 2022 and 30 September 2021.

The following segments are included in the continuing operations:

1. industry and power industry, which includes activities related to the construction of industrial and power facilities (Mostostal Warszawa S.A., Mostostal Kielce S.A., AMK Kraków S.A., Mostostal Płock S.A., Mostostal Power Development Sp. z o.o.).
2. infrastructure, which includes road and bridge construction activities (Mostostal Warszawa S.A., Mostostal Kielce S.A.).
3. general construction, which includes activities related to the construction of residential and non-residential buildings and public utilities (Mostostal Warszawa S.A.).

Unallocated income and expenses relate to other production and service activities and management expenses.

Consolidated income statement for each reportable segment:

Period of 9 months ended 30 September 2022	Industry and energy	Infrastructure	General construction	Unallocated revenues, costs and consolidation adjustments	Total
Sales revenue					
Sales to external customers	364 972	488 728	312 080	4 784	1 170 564
Sales between segments	0	0	0	0	0
Total segment revenue	364 972	488 728	312 080	4 784	1 170 564
Segment profit (loss) (including operating income and expenses)	39 885	42 070	9 878	-9 228	82 605
Unallocated costs (management costs)	0	0	0	49 961	49 961
Operating profit / (loss)	39 885	42 070	9 878	-59 189	32 644
Financial income	24	-106	176	2 946	3 040
Financial costs	1 295	1 781	2 211	14 501	19 788
Gross profit (loss)	38 615	40 183	7 843	-70 744	15 896
Income tax	0	0	0	4 203	4 203
Net profit (loss) from continuing operations	38 614	40 183	7 843	-74 947	11 693
Net profit (loss)	38 614	40 183	7 843	-74 947	11 693
Net profit (loss) attributable to shareholders of the Parent Company	38 614	40 183	7 843	-76 176	10 464
Net profit (loss) attributable to non-controlling shareholders				1 229	1 229

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Period of 9 months ended 30 September 2021	Industry and energy	Infrastructure	General construction	Unallocated revenues, costs and consolidation adjustments	Total
Sales revenue					
Sales to external customers	210 082	401 147	262 609	7 905	881 743
Sales between segments	0	0	0	0	0
Total segment revenue	210 082	401 147	262 609	7 905	881 743
Segment profit (loss) (including operating income and expenses)	35 163	21 975	29 601	-11 145	75 594
Unallocated costs (management costs)	0	0	0	46 450	46 450
Operating profit / (loss)	35 163	21 975	29 601	-57 595	29 144
Financial income	925	4 527	223	614	6 289
Financial costs	851	528	2 269	6 089	9 737
Gross profit (loss)	35 237	25 974	27 555	-63 070	25 696
Income tax	0	0	0	7 193	7 193
Net profit (loss) from continuing operations	35 237	25 974	27 555	-70 263	18 503
Net profit (loss)	35 237	25 974	27 555	-70 263	18 503
Net profit (loss) attributable to shareholders of the Parent Company	35 237	25 974	27 555	-77 551	11 215
Net profit (loss) attributable to non-controlling shareholders				7 288	7 288

The Management Board of Mostostal Warszawa S.A., which is responsible for making operational decisions, does not analyse assets and liabilities by segment due to the transfers of assets between segments. The allocation of revenues and costs to individual segments is made on the basis of the projects carried out. Assets are analysed at Group-wide level. The main measure of segment performance is gross profit on sales adjusted for other operating income and expenses.

In the reporting period, the largest customer for the services of the Companies of the Mostostal Warszawa Group was the General Directorate for National Roads and Motorways with a 36 % share in sales, PERN S.A. with a 12 % share in sales and Synthos Dwory 7 Sp. z o.o. with a 10 % share in sales.

Other customers did not exceed the ten per cent share threshold in Mostostal Warszawa Group's sales.

Companies in the Mostostal Warszawa Group operate in the domestic and foreign markets.

Export revenue for the three quarters of 2022 amounted to PLN 43,354 thousand, representing approximately 3.7% of sales revenue.

25. Participation in joint activities

The financial data of Mostostal Warszawa S.A. as at 30.09.2022 include values attributable to the Parent Company on account of its 50% share in Mostostal Acciona S19 Tunel s.c., which was established to perform the contract "Design and construction of the S19 expressway on the section from Rzeszów Południe junction (without junction) to Babica junction (with junction) of approximately 10.3 km". Mostostal Acciona S19 Tunel s.c. is an entity under common control (unanimity of all shareholders is required in matters relating to operations), which is treated as a joint operation under IFRS 11 (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 obligations 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) of approx. 10.3 km".

26. 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 Polish economy. However, it is currently difficult to estimate the scale of the impact of these events and their duration. It is also impossible to accurately predict further international developments. However, it can be expected that the conflict will primarily translate into a further increase in inflation, a slowdown or suspension of decision-making processes for new investments or tendering procedures, currency fluctuations, an exodus 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 Group:

- conducted an analysis of the potential risks arising from the conflict that may affect the Group's operations, and
- conducted an analysis of the potential impact of the conflict on the H1 2022 financial statements in the context of assessing the Parent Company's and Group's ability to continue as a going concern.

The Group has no direct exposures to entities operating in Ukraine and Russia. Based on the information currently available and the analyses performed, the Group has not identified any material uncertainties regarding events or circumstances that could raise serious doubts about its ability to continue as a going concern. The Parent Company's management follows and monitors developments related to the armed conflict in Ukraine and analyses the potential negative consequences of the conflict on the Group's operations in order to take the necessary measures to mitigate the potential impact. Given the significant uncertainties arising from the further development of the conflict and the reactions of the international community and their impact on the economy, as at the date of the condensed interim consolidated financial statements, the long-term effects of the conflict are impossible to determine.

OTHER INFORMATION TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

for the period from 01.07.2022 to 30.09.2022

1. Selected financial data for the 3 quarters of 2022



Sales revenue
PLN 1 170 564 thousand



Gross profit on sales
PLN 81 458 thousand



Order book
PLN 3 399 559 thousand



Cash
PLN 127 937 thousand



Net profit
PLN 11 693 thousand

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Condensed interim consolidated financial statements for the period 01.01.2022 - 30.09.2022 (in thousands of PLN)

SELECTED FINANCIAL DATA

SPECIFICATION	3 quarters 2022 period as of 01.01.2022 until 30.09.2022	3 quarters 2021 period as of 01.01.2021 until 30.09.2021	3 quarters 2022 period as of 01.01.2022 until 30.09.2022	3 quarters 2021 period as of 01.01.2021 until 30.09.2021
	in PLN 000	in PLN 000	in EUR thousand	in EUR thousand
Sales revenue	1 170 564	881 743	249 694	193 428
Gross profit (loss) from sales	81 458	80 426	17 376	17 643
Operating profit (loss)	32 644	29 144	6 963	6 393
Gross profit (loss)	15 896	25 696	3 391	5 637
Net profit (loss) from continuing operations	11 693	18 503	2 494	4 059
Net profit (loss) from discontinued operations	0	0	0	0
Net profit (loss)	11 693	18 503	2 494	4 059
attributable to shareholders of the Parent Company	10 464	11 215	2 232	2 460
attributable to non-controlling shareholders	1 229	7 288	262	1 599
Net cash flow from operating activities	-76 615	102 366	-16 343	22 456
Net cash flow from investing activities	-22 938	-4 790	-4 893	-1 051
Net cash from financing activities	-13 271	-76 337	-2 831	-16 746
Cash and cash equivalents at the end of the period	127 937	204 528	26 272	44 147
Net profit / (loss)	11 693	18 503	2 494	4 059
Weighted average number of ordinary shares	20 000 000	20 000 000	20 000 000	20 000 000
Net profit / (loss) per ordinary share in PLN	0,58	0,93	0,12	0,20
SPECIFICATION	as at 30.09.2022	as at 31.12.2021	as at 30.09.2022	as at 31.12.2021
Total assets	1 023 640	922 151	210 202	200 494
Long-term liabilities	170 903	100 406	35 094	21 830
Current liabilities	764 018	741 034	156 889	161 115
Total liabilities	934 921	841 440	191 983	182 946
Equity (attributable to shareholders of the Parent Company)	69 224	58 340	14 215	12 684
Total equity	88 719	80 711	18 218	17 548
Core capital	44 801	44 801	9 200	9 741
Number of shares in pcs.	20 000 000	20 000 000	20 000 000	20 000 000

The following rules have been adopted to calculate the selected financial data for the 3 quarters of 2022 in EUR:

- items of the consolidated income statement and statement of cash flows for the 3 quarters of 2022 were converted at the rate of 4.6880 PLN/EUR being the arithmetic mean of the exchange rates announced by the National Bank of Poland for the last days of January, February, March, April, May, June, July, August, September 2022.
- the individual asset and liability items of the consolidated statement of financial position were translated at the average NBP exchange rate of 4.8698 PLN/EUR of 30.09.2022.

2. Description of significant achievements or failures and key events and evaluation of the management of financial resources

Consolidated sales revenue for Q3 2022 amounted to PLN 454,241 thousand and was 40% higher than in the corresponding period of 2021. Gross profit on sales amounted to PLN 42,489 thousand (in the corresponding period of 2021, gross profit on sales amounted to PLN 24,243 thousand). In Q3 2022, the Group recorded a net profit of PLN 10,931 thousand (Q3 2021: net profit of PLN 1,053 thousand). The significant increase in sales is the result of entering the implementation phase of a number of contracts acquired under the design and build formula. The result in Q3 was also influenced by valorisation annexes to ongoing contracts signed by the Parent Company.

Short-term trade receivables as at 30.09.2022 amounted to PLN 405,197 thousand and increased by PLN 140,933 thousand compared to 31.12.2021.

The value of assets from the execution of construction contracts as at 30.09.2022 amounted to PLN 253,833 thousand and was higher by PLN 47,113 thousand compared to 31.12.2021.

Cash as at 30.09.2022 amounted to PLN 127,937 thousand and decreased by PLN 112,824 thousand compared to 31.12.2021. In Q3 2022, the Group used overdrafts and loans, the balance of which as at 30.09.2022 amounted to PLN 150,712 thousand and increased by PLN 18,562 thousand compared to 31.12.2021.

The value of long-term liabilities as at 30.09.2022 amounted to PLN 170,903 thousand.

The value of short-term trade payables as at 30.09.2022 amounted to PLN 190,011 thousand.



Equipment and transport base of Mostostal Warszawa in Urzut

During the reporting period, i.e. from 01.07.2022 to 30.09.2022, the following events, significant for the Mostostal Warsaw Group, took place:

- On 22 July 2022, the consortium of companies: Mostostal Warszawa S.A. (Partner - share in the consortium 44.86%) and GE Hydro France S.A.S. (Leader - share in the consortium 55.14%), concluded an agreement with PGE Energia Odnawialna S.A. for the execution of the modernisation of the technological part of ESP Porąbka-

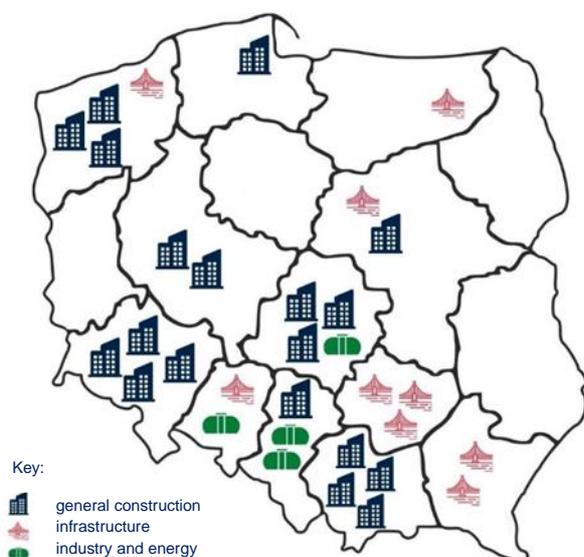
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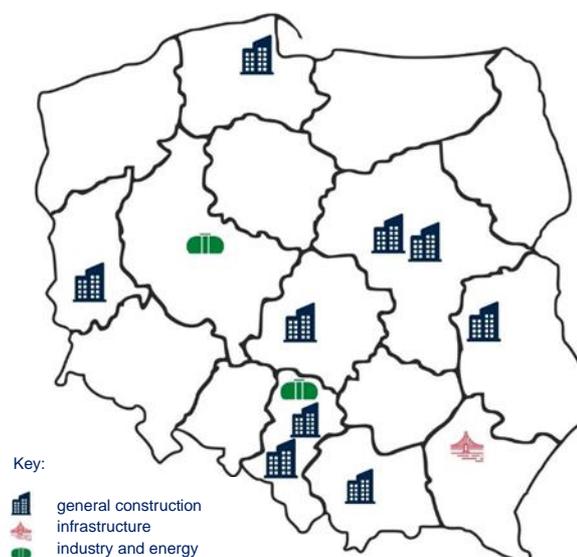
Żar in the mode of general contractor of the investment. Under the agreement, the modernisation of the technological part of the power plant includes the modernisation of four hydro-complexes together with auxiliary installations, the power output system from the generator, the installation of a frequency start-up (SFC), the modernisation of 30kV, 6.3kV, low-voltage power supply systems, control-measurement and automation equipment systems, concrete structures of the engine-generator casing, the evacuation gallery, ventilation and air-conditioning systems. The contractual remuneration is PLN 1,126.61 million gross. Completion date: 66 months.

- On 25 August 2022 Mostostal Warszawa S.A. entered into an agreement with the Pomeranian Dukes' Castle in Szczecin (the 'Employer') entitled 'Execution of the design and works in the 'design and build' formula for the task Comprehensive development of terraces and reconstruction of the north wing of the ZKP in Szczecin'. Contract value: PLN 84.99 million gross. Completion date: 30 months counting from the date of signing the contract.
- On 29 August 2022 the subsidiary Mostostal Płock S.A. signed as a Subcontractor with the Consortium of companies, which includes: a company under the business name PORR S.A. with its registered office in Warsaw (Consortium Leader) and a company under the name of TGE Gas Engineering GmbH with its registered office in Bonn (Germany, Consortium Partner) Agreement for complete and comprehensive prefabrication and assembly of pipelines, including their anti-corrosion protection, assembly of fittings, instrumentation, supports, valves and technological equipment as part of the investment task entitled "Expansion of the onshore part of the Liquefied Natural Gas Regasification Terminal in Świnoujście." The date of completion of the entire service: July 16, 2023. Value of the contract: PLN 58,897,000.00 net.
- On 15 September 2022, Mostostal Warszawa S.A. entered into Annex XIX to the Loan Agreement of 27 May 2013 with Acciona Construcción S.A. ("Acciona" the parent company of the Company - 62.13% in the total number of votes at the General Meeting). Pursuant to the Annex, Acciona extends to Mostostal Warszawa S.A. the repayment date of the loan in the amount of EUR 13.49 million (equivalent to PLN 63.65 million according to the average exchange rate of the National Bank of Poland of 15 September 2022 of EUR 1 = PLN 4.7164) until 15 July 2023. The loan may also be repaid over a shorter period.

Current projects



Projects completed in 2021



3. Description of factors and events, in particular of an untypical nature, affecting the financial results achieved

The invasion of Ukraine and the resulting disruption to supply chains and the energy market, the increase in material and labour prices in the Polish construction sector lead to a negative macroeconomic environment. The Group updated the budgets of ongoing projects to adjust their costs to the new situation. On 24 May 2022, the Council of Ministers decided to increase the financial limit of the National Roads Construction Programme by PLN 2.6 billion and the Programme for the Construction of 100 bypasses by PLN 115 million. The decision also includes an increase to 10 per cent of the valorisation limit for contracts for which it was previously at a lower level. In Q3 2022, Mostostal Warszawa S.A. signed further annexes increasing remuneration on ongoing contracts for the General Directorate for National Roads and Motorways.

4. Market position of the Capital Group

In Q3 2022, the consolidated Mostostal Warszawa Group comprised the following companies:

- Parent Company: Mostostal Warszawa S.A.
- Subsidiaries: Mostostal Kielce S.A., AMK Kraków S.A., Mostostal Płock S.A., Mostostal Power Development Sp. z o.o.

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 the shares in Mostostal Warszawa S.A. as at 30.09.2022 .



Headoffice of AMK Kraków S.A.



Headoffice of Mostostal Kielce S.A.



Headoffice of Mostostal Płock S.A.

5. Performance forecast

Mostostal Warszawa Group did not publish financial result forecasts for 2022.

On 17 November 2022, the estimated results for Q3 2022 were reported.

6. Major shareholders of the parent company Mostostal Warszawa S.A.

List of shareholders holding at least 5% of votes at the General Meeting of Mostostal Warszawa S.A., as at 17.11.2022:

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%
PZU "Złota Jesień" Open Pension Fund	3.826.194	3.826.194	19,13%	19,13%

7. Ownership of shares in Mostostal Warszawa S.A. by managing and supervising persons and changes in that ownership

In the period from 26.09.2022, i.e. the date of publication of the report for the first half of 2022, to 17.11.2022, there were no changes in the shareholding of Mostostal Warszawa S.A. by persons managing and supervising.

8. Information on significant proceedings pending before a court, an authority competent for arbitration proceedings or a public administration body

In the reporting period, the Group Companies participated in proceedings concerning receivables with a total value of PLN 841,308 thousand and in proceedings concerning liabilities with a total value of PLN 584,760 thousand.

1.1 Proceedings with the highest value of litigation (Companies of the Capital Group, as respondent)

1. Lublin Oncology Centre (Claimant)

Date of the lawsuit: 10.09.2015 r.

Value of dispute: PLN 27,072 thousand

The Claimant is suing for payment of contractual penalty on account of the Claimant's withdrawal from the agreement, a claim for reduction of remuneration, a claim for additional and security works performed by the investor. At the same time, Mostostal Warszawa S.A. brought a counterclaim and is pursuing claims from the ordering party in the amount of PLN 32,461 thousand concerning remuneration for additional works performed and reimbursement of contractual penalties unduly charged and deducted. An expert opinion was drawn up in the case, according to which the Claimant had no grounds for withdrawing from the contract and thus charging 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. A supplementary opinion confirming Mostostal Warszawa S.A.'s position was provided to the parties. The hearing was adjourned pending acceptance of the opinion.

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

Date of the lawsuit: 24.07.2017 r.

Value of the dispute: PLN 114,386 thousand.

The Claimant is pursuing monetary claims against Mostostal Warszawa S.A. in relation to the construction of the BB20 biomass unit in Elbląg. The Claimant's demands are based on claims that the BB20 biomass unit in Elbląg, constructed by Mostostal Warszawa S.A. and commissioned in July 2014, has defects, does not achieve the guaranteed parameters and requires modernisation. Having analysed the lawsuit, the Company is of the opinion that both Energa's claim for contractual penalties in connection with the failure to achieve the guaranteed technical parameters of the Unit and the claim for a reduction of the contractual remuneration are unfounded. Therefore, 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.

3. City Development Agency S.A. (Claimant)

Date of lawsuit: 22.07.2016 r.,

Value of dispute: PLN 20,822 thousand

The Claimant is demanding payment of contractual penalties from Mostostal Warszawa S.A. for delays in the performance of construction works of the Czysta Sports and Entertainment Hall in Kraków - currently TAURON Arena Kraków. Having analysed the statement of claim, the Company disputes in its entirety, both in principle and in amount, the claims raised by the Plaintiff and takes the position that there were no grounds for imposing contractual penalties. The Company has also filed a counterclaim against the Claimant for claims for additional works and outstanding remuneration related to the

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construction of the Czyżyny Sports and Entertainment Hall in Krakow in the amount of PLN 16,439 thousand. confirmed in an expert opinion prepared by WACETOB for the purpose of mediation. Mediation was unsuccessful and the case will continue in civil proceedings.

4. Biomatec Sp. z o.o. (Claimant)

Date of lawsuit: 26.05.2014 r.,

Value of dispute: PLN 22,876 thousand

The Claimant is claiming payment from Mostostal Warszawa S.A. for the remuneration for the subcontracted works performed as part of the investment 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 a judgment dated 31.07.2020, the court dismissed the claim in its entirety. Biomatec filed an appeal. In a judgment of 21.10.2021 the Court of Appeal overturned the judgment and remitted the case for reconsideration. We filed new evidence and a position paper in the case and the court appointed an expert witness.

5. CESTAR Andrzej Cebula and Jerzy Starski Spółka jawna w restrukturyzacji (Claimant)

Date of the lawsuit: 16.11.2016 and 20.03.2017,

Total value of disputes: PLN 14,667 thousand

The plaintiff is claiming remuneration from Mostostal Warszawa S.A. for works under the investment project "Canalisation of the Area of the Landscape Park Puszcza Zielonka and the Surrounding Area" Contract IX - Catchment Area of the Sewage Treatment Plant in Szlachcin - Task 6 - Municipality of Murowana Goślina, issued in connection with PŚP No. 23 and PŚP 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 a research institute. SIDiR (Society of Engineers and Experts) submitted its opinion on 17.08.2020. The Opinion is unfavourable to 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.

6. Wagner Biro Austria Stage Systems GmbH (Claimant)

Date of lawsuit: 09.10.2014 r.,

Value of dispute: PLN 10,810 thousand.

The Claimant is claiming payment from Mostostal Warszawa S.A. for deliveries and works carried out by the Claimant within the framework of the investment consisting in the 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 has been 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. Mostostal Warszawa S.A. in previous years created a provision for this claim in the amount of PLN 4,554 thousand.

7. Zakład Unieszkodliwiania Odpadów Sp. z o.o. with its registered office in Szczecin ("ZUO") (counterclaim)

Date of the lawsuit: 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 served on 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 selected. The expert has drawn up an opinion to which Mostostal Warszawa S.A. has raised objections. The court admitted a supplementary opinion, which was received by the parties on 03 October 2022.

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8. Municipality of Wrocław (Applicant)

Date of action: 05.03.2021.

Value of complaint: PLN 15,941 thousand

In an award dated 23.12.2020, the arbitration court awarded the amount of PLN 29,036 thousand from the Municipality of Wrocław to Mostostal Warszawa S.A., together with interest from 20.01.2013. On 21.01.2021 Municipality of Wrocław paid to the Parent the amount of PLN 43,501 thousand. On 5.03.2021 Municipality of Wrocław filed a complaint for revocation of the arbitration court's verdict in the amount of PLN 15,941 thousand. The Court recognised the complaint in part and set aside the judgment as regards the amount of PLN 3,141 thousand. The parties filed cassation appeals against the Court's judgment.

9. Państwowe Gospodarstwo Wodne Wody Polskie (Polish Water Management Authority) (Claimant)

Date of action: 21.03.2022.

Value of complaint: PLN 38,280 thousand

On 21 March 2022, Mostostal Warszawa S.A. received a payment order in a writ of payment procedure 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, implemented 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 a defect. On 04.04.2022 the Company filed an objection to the order for payment by writ of payment. In the opinion of the Company's Management Board, the claim is unfounded.

10. Sarens Polska Sp. z o.o. (Claimant)

Date of filing the lawsuit: 31.08.2017 r.,

Value of the dispute: PLN 23,625 thousand.

Sarens Polska Sp. z o.o. (Claimant) sued Mostostal Power Development Sp. z o.o. (Respondent) for payment of remuneration for the works performed and for payment of the equivalent of the amount collected from the Complainant's performance bond. The Respondent considers the Claimant's claim to be unfounded, as the claimed remuneration has been partially set off against the contractual penalty payable to the Respondent, the remainder of that remuneration is undue, and the amount collected by the Respondent from the Claimant's performance bond has been credited against the contractual penalty payable to the Respondent. At the end of 2021, the court issued a decision to secure the Claimant's claims up to the amount of PLN 11,660 thousand. Mostostal Power Development Sp. z o.o. provided cash for the security. In previous years, the Respondent created a provision for these claims in the amount of PLN 11,403 thousand.

1.2 Proceedings with the highest value of litigation (Companies on the Capital Group, as plaintiff)

1. State Treasury General Director for National Roads and Motorways (Respondent)

Date of action 3.06.2012.

Value of dispute: PLN 36,961 thousand

Proceedings brought by Mostostal Warszawa S.A. and other consortium members against the Respondent for shaping the contract "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 contract by the amount of PLN 36,961 thousand, including PLN 18,850 thousand in favour of Mostostal Warszawa S.A., due to the extraordinary increase in the prices of liquid fuels and asphalts, and payment of the aforementioned amount. The proceedings were originally conducted before the District Court in Warsaw, which dismissed the claim in its entirety. As a result of the plaintiffs' appeal, in a judgment of 16.03.2017 the Court of Appeal in Warsaw annulled the judgment of the Regional Court and referred the case back to it for re-examination. A court expert opinion was drawn up in the case, followed by a new opinion from an institute to determine the fuel intensity of the works.

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2. State Treasury - General Director of National Roads and Motorways (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 suffered, reimbursement of unduly accrued contractual penalties and payment of outstanding remuneration by the Respondent in connection with the performance of the Agreement for the construction of a bridge over the Oder River with access flyovers on the section from km 18+174 to 19+960 within the Wrocław A8 Motorway Bypass. The proceedings are pending before the Regional Court in Warsaw. An expert opinion (Poznan University of Technology) has been drawn up in the case, which is favourable to Mostostal. Part of the amount claimed in court is presented by the Group in assets from the performance of construction contracts.

3. State Treasury Ministry of Defence (Respondent)

Date of action 23.06.2010.

Value of the dispute PLN 19,093 thousand

Claims of the consortium Mostostal Warszawa S.A. - Unitek Ltd for additional remuneration and reimbursement of costs incurred in connection with the performance of the agreement concerning the implementation of the projects of Investment Package CP 2A0022, on the basis of which the consortium acted as a substitute investor. During the execution of the contract, for reasons beyond the control of the plaintiffs, there were changes in the scope and shape of the investment, resulting in additional costs. On 10.10.2016 the court awarded the plaintiffs the amount of PLN 7,142 thousand with interest from 3.08.2010. It dismissed the claim to the remaining extent. 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 to the amount of PLN 6,085 thousand. As a consequence of the judgment, the verdict 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 the Supreme Court accepted the complaint for examination. In a judgment of 30.03.2021 the Supreme Court overturned the judgment of the Court of Appeal in its entirety and referred the case back to the Court of Appeal. On 26.05.2022 Court of Appeal amended the judgment and dismissed the claim in its entirety. Mostostal Warszawa S.A. filed a cassation appeal against this judgment. The Parent Company wrote off the assets related to this case.

4. State Treasury General Director for National Roads and Motorways (Respondent)

Date of action 30.05.2012.

Value of the dispute PLN 194,196 thousand

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 shaping of the legal relationship by amending the content of agreement no. 2811/3/2010 of 26.02.2010 on the performance of works consisting in the construction of the A-4 Tarnów-Rzeszów motorway on the section from the Rzeszów Central interchange to the Rzeszów Wschód interchange, km. approx. 574+300 to approx. 581+250 by increasing the remuneration to PLN 194,196 thousand gross (after several updates), and (ii) the claimed payment of the remuneration deducted as a contractual penalty - to PLN 13,244 thousand. As a result of the partial judgment 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 thousand), proceedings in the second instance are pending. Part of the amounts claimed in court is presented by the Group in assets from the performance of construction contracts.

5. State Treasury General Director for National Roads and Motorways (Respondent)

Date of action 02.07.2013.

Value of the dispute PLN 25,537 thousand

Mostostal Warszawa S.A., together with a consortium member, filed a statement of claim with the Regional Court in

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Warsaw against the Respondent for shaping the legal relationship by amending the content of contract No. 210/RK/110/2009/2010 of 1.09.2010 for the performance of works consisting in the extension of road S-7 to the parameters of a dual carriageway on the section of Kielce bypass, Kielce (DK 73 Wiśniówka junction) - Chęciny (Chęciny junction) by increasing the remuneration by the gross amount of PLN 25,537 thousand due to an extraordinary increase in the prices of liquid fuels, asphalts and steel. A court expert opinion was drawn up in the case. The District Court, in a judgment 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. The Parent Company wrote off the assets related to this case.

6. State Treasury General Director for National Roads and Motorways (Respondent)

Date of action 23.05.2014.

Value of the dispute PLN 103,644 thousand

Proceedings brought by Mostostal Warszawa S.A. and other members of the consortium against the Respondent are pending before the Regional Court in Warsaw. The case concerns rectification of the damage suffered by the plaintiffs as a result of the improper description of the Ordering Party's Requirements concerning ten Engineering Facilities and the Bridge over the River Rawka, which the contractor was obliged to perform under the agreement "Design and Construction of the A-2 Stryków-Konotopa Motorway along the section from km 394 + 500 to km 411 + 465.8". The plaintiffs requested that the amount of PLN 103,644 thousand be awarded against the defendant in favour of the plaintiffs, of which PLN 81,824 thousand is due to the Parent Company. An expert opinion was drawn up in the case. The court ordered a supplementary opinion.

7. Lublin Oncology Centre (Defendant)

Date of action 03.10.2014.

Value of dispute: PLN 32,461 thousand

In a lawsuit brought against the Respondent, Mostostal Warszawa S.A., together with its 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 works undisputedly performed, (ii) interest for delays in payments during the course of the contract, (iii) reimbursement of improperly accrued and deducted contractual penalties, (iv) other claims in which the plaintiffs seek payment for materials purchased and left to be built, costs of maintaining guarantees and lost profits. In the present lawsuit, the Respondent filed a counterclaim in which it demands payment from the Claimant of a total amount of PLN 27,072 thousand. Part of the amount claimed in court is presented by the Group in the item of trade and other receivables in the group of overdue receivables, for which no revaluation allowances were created, and in assets from the performance of construction contracts. On 17.02.2020, an expert opinion was drawn up (WACETOB), according to which the Ordering Party had no grounds for terminating 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 drawn up. The parties have received the supplementary opinion and have responded to it in writing.

8. City Development Agency S.A. (Respondent)

Date of action 28.04.2017.

Value of the dispute PLN 23,017 thousand

Mostostal Warszawa S.A. filed a counterclaim against the Respondent for payment of an amount for additional works related to the construction of the "Czyżyny" entertainment and sports hall in Kraków. Based on expert opinions held, part of the amount claimed in court is presented by the Group in the item of trade and other receivables in the group of overdue receivables for which no revaluation allowances were created and in assets from the performance of construction contracts. Due to the failure to reach an agreement in mediation, the case continues in court.

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

Date of action 10.02.2017.

Value of the dispute PLN 33,770 thousand

Dispute for payment by virtue 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 the investment project entitled Construction of a Thermal Waste Neutralisation Plant for the Szczecin Metropolitan Area in Szczecin. On 29 March 2018 Regional Court in Szczecin awarded Mostostal Warszawa S.A. the amount of PLN 33,770 thousand plus interest. On 30 May 2018 the Respondent filed an appeal against the judgment. The Court of Appeal, in a judgment of 4.12.2018, dismissed the Respondent's appeal in its entirety. Mostostal Warszawa initiated enforcement proceedings against the Respondent. 5.02.2019 r. The Respondent filed a cassation appeal together with a request to stay the enforcement of the judgments. The Court of Appeal granted the Respondent's request to stay the enforcement of the judgments until the cassation appeal was resolved by the Supreme Court. As a result of the Court of Appeal's decision, enforcement proceedings against the Respondent were suspended. The amount claimed in court is presented by the Group under trade and other receivables in the group of overdue receivables for which no allowances have been made. On 29.06.2021, the Supreme Court overturned the judgment of the Court of Appeal and remitted the case for reconsideration. On 18.10.2022 the Court of Appeal overturned the first-instance judgment and the case returned for reconsideration.

10. State Treasury - General Director of National Roads and Motorways (Respondent)

Date of action 17.05.2017.

Value of the dispute PLN 29,063 thousand

Mostostal Warszawa S. A. together with a consortium member are demanding payment for additional costs incurred in the performance of contract No. 122/2010 of 31.08.2010 concluded with the Respondent for the execution of works consisting in the "Extension of the national road No. 8 to the parameters of an expressway within the section of the border of the Mazowieckie/Łódzkie Voivodeship - Radziejowice". The proceedings are pending before the Regional Court in Warsaw. On 11 October 2022. The parties received an expert opinion to respond to it. Part of the amount claimed in court is presented by the Group in assets from the performance of construction contracts.

11. State Treasury - General Director of National Roads and Motorways (Respondent)

Date of action 03.07.2017.

Value of the dispute PLN 20,614 thousand

Mostostal Warszawa S.A. and a consortium member filed a statement of claim with the Regional Court in Warsaw against the Respondent for an amount of PLN 20,614 thousand jointly and severally in favour of the Claimants, with statutory interest for delay from the date of filing the statement of claim to the date of payment. The object of the dispute is the reimbursement from the Respondent to the Claimant of the costs of performing works on the extension of the S-7 road on 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 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 Capital Group in assets from the performance of construction contracts. An expert opinion has been commissioned in the case. On 14.05.2021, we received the expert's opinion in part favourable.

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

Date of the lawsuit: 20.01.2018 r.

Value of 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 on account of 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 principal receivable arises from invoices which were reduced by

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the deduction of contractual penalties, unjustifiably, in the opinion of Mostostal Warszawa S.A., charged. 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 Division, issued an order for payment in proceedings by writ of payment. On 23 February 2018 the Respondent filed an objection to the order for payment. On 10 April 2018 Mostostal Warszawa S.A. filed a response to the objection to the order for payment. An expert witness was selected to prepare an opinion in the case. On 05.07.2021, we received a positive expert opinion, which confirmed that the delay was not caused by the Contractor. On 09.05.2022 the Regional Court in Gdańsk, 9th Commercial Division, announced a verdict 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 suit until the date of payment, together with costs. As a result of the positive verdict, the Parent Company recognised a partial asset in its books on this account in the amount of PLN 18,521 thousand.

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

Date of action 15.01.2018.

The value of the dispute PLN 90,141 thousand.

Mostostal Warszawa S.A. filed 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 statement of claim in question, Mostostal Warszawa S.A. seeks payment from the Respondent of remuneration for works, deliveries, projects and other services performed for the benefit of the Respondent up to 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. up to 14 June 2016, for which Mostostal Warszawa S.A. did not receive remuneration under the interim payment certificates issued on a monthly basis. 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, which is unfounded. The resolution of the case will be subject to the assessment of a court expert. Evidence proceedings are underway in the case and an expert witness has been selected. Part of the amount claimed in court is presented by the Group in the item of trade and other receivables in the group of overdue receivables for which no allowances have been made. The expert drew up an opinion partly favourable to the Claimant. The court admitted a supplementary opinion, which was received by the parties on 03 October 2022.

14. State Treasury General Director for National Roads and Motorways (Respondent)

Date of the lawsuit: 24.01.2018 r.

Value of the dispute PLN 98,585 thousand

Mostostal Warszawa S.A. filed a statement of claim with the Consortium to the Regional Court in Warsaw against the Respondent for 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. In the statement of claim, Mostostal Warszawa S.A. is pursuing claims against the Respondent arising in the course of the 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 Group in assets from construction contracts. On 28.05.2020 the court hearing the case decided to dismiss the Respondent's motion to dismiss the lawsuit. The Respondent has appealed this order. Evidentiary proceedings are pending.

15. Energa Kogeneracja Sp. z o.o. with its registered office in Elbląg ("Energa") (Respondent)

Date of the lawsuit: 15.12.2017 r.

Value of dispute PLN 7,753 thousand

The subject matter of the counterclaim by Mostostal Warszawa S.A. against Energa Kogeneracja Sp. z o.o. (Energa) is a

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claim for payment (reimbursement) of contractual penalties that were accrued 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) maintains that the contract was performed improperly, there were design and workmanship errors as a result of which the unit does not reach guaranteed parameters, for which Energa was entitled to contractual penalties. According to Mostostal, the reason for the malfunction of the Block and the failure to achieve the guaranteed parameters is mainly due to the operation of the Block 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 Group under trade and other receivables in the group of overdue receivables for which no allowances have been made.

16. Miejskie Przedsiębiorstwo Wodociągów i Kanalizacji m.st. Warszawa S.A. ("MPWiK") (Respondent)

Date of the lawsuit: 4.03.2019 r.

Value of the dispute: PLN 9,438 thousand.

Lawsuit for payment for the amount paid by MPWiK - without factual or legal basis - from the contract performance bond. On 12.03.2019. Court issued a payment order in favour of Mostostal Warszawa in the writ of payment procedure. 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 the process pipelines. On 09.08.2019. Mostostal filed a response to the objection, in which it indicated that, as at the date of the bank's demand for payment of the amount of the guarantee, the defendant was not entitled to a claim concretised, inter alia, in amount, that was due and payable, which was part of the improper performance or non-performance of the contract. Evidence proceedings are ongoing. The amount claimed in court is presented by the Group under trade and other receivables in the group of overdue receivables for which no allowances have been made.

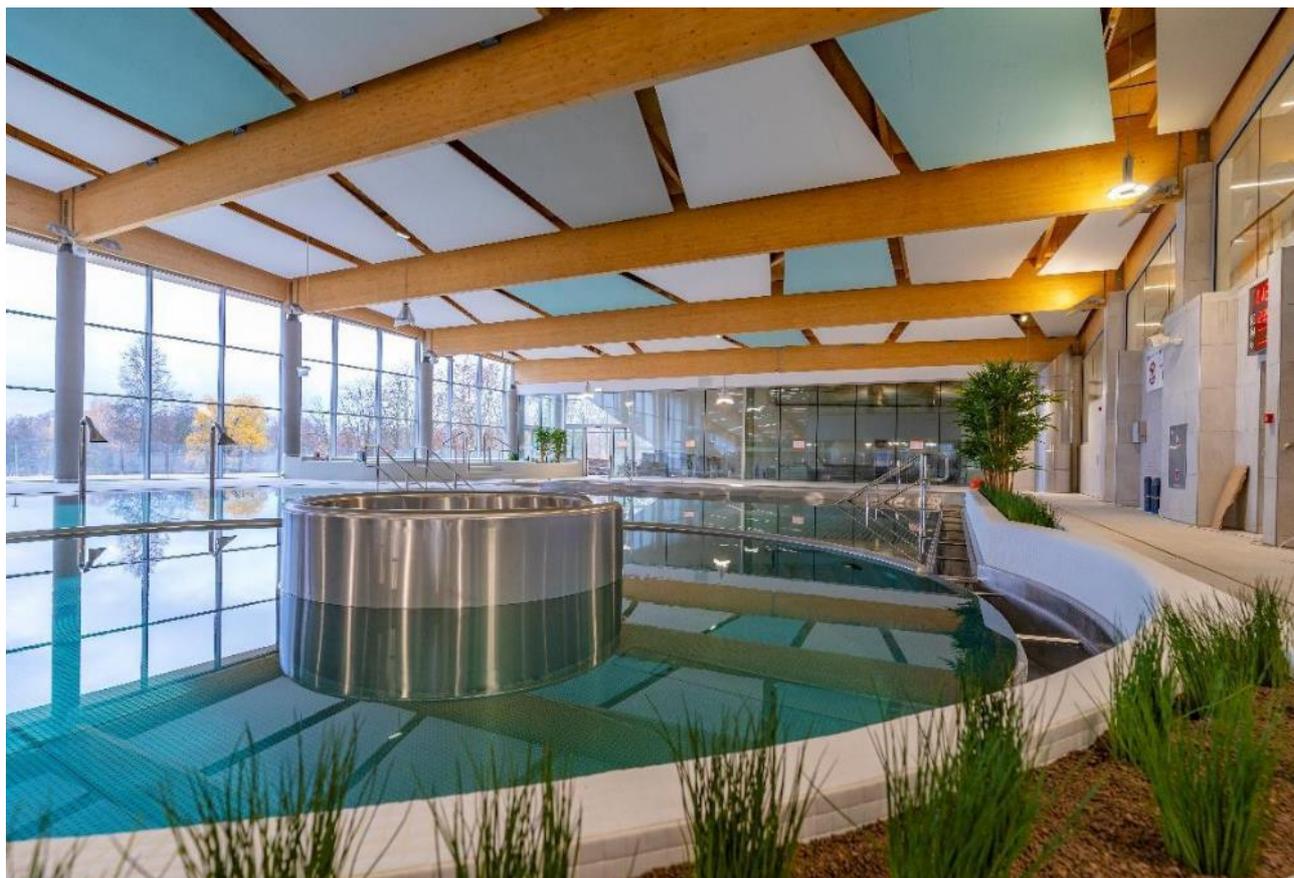
The Group recognised some of the claims from the aforementioned lawsuits in contract budgets and included them in income of previous years. Details are described in Note 6 of the Notes to the condensed interim consolidated financial statements for the period 01.01.2022 - 30.09.2022.

9. Information on transactions with related parties

Summary of consolidated total sales revenue and intra-Group turnover for Q3 2022.

Group companies	Total net sales revenue	Intra-Group sales	Consolidated net sales revenue
Parent Company	929 115	50	929 065
Other Companies	260 455	18 956	241 499
TOTAL	1 189 570	19 006	1 170 564

The total net sales revenue of the fully consolidated companies amounted to PLN 1,189,570 thousand for the three quarters of 2022. Intra-Group turnover amounted to PLN 19,006 thousand, i.e. 1.6 per cent of total net sales revenue without consolidation exclusions.



Leisure centre

10. Information on sureties for loans or credits or the provision of guarantees

In the reporting period, the Group Companies 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 Group's situation

In the opinion of the Parent Company's Management Board, there is no other information relevant to the assessment of the Group's situation other than that listed in the notes to the condensed interim consolidated financial statements for the period 01.07.2022 - 30.09.2022 and the other sections of the "Other information to the condensed interim consolidated financial statements for the period 01.07.2022 - 30.09.2022".



Student residence BaseCamp in Katowice

12. Factors that will influence performance over at least the next quarter

Factors that may affect the Group's performance in the outlook for the next quarter are:

- the risk of changes in the price of construction materials and subcontractor services,
- exchange rate risk, which affects the valuation of loan commitments,
- strong competition in the construction and installation market,
- protracted procedures for the awarding of public tenders due to numerous protests by the participating entities,
- a slowdown in investment processes,
- the consequences of the armed conflict caused by Russia within Ukraine.

Warsaw, 17.11.2022

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

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