

Mostostal

W A R S Z A W A

CONDENSED INTERIM
CONSOLIDATED FINANCIAL STATEMENTS
OF THE MOSTOSTAL WARSZAWA CAPITAL GROUP
FOR THE PERIOD 01.01.2024 - 31.03.2024

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CONSOLIDATED PROFIT AND LOSS ACCOUNT for the 3-month period from 01.01.2024 to 31.03.2024

CONTINUING OPERATIONS	1st quarter 2024 period as of 01.01.2024 until 31.03.2024	1st quarter 2023 period as of 01.01.2023 until 31.03.2023
I Sales revenue	289 647	316 963
Revenue from construction contracts	285 347	313 374
Revenue from sale of services	3 951	3 171
Revenue from sale of goods and materials	349	418
II Own costs of sales	277 567	298 422
III Gross profit / (loss) from sales	12 080	18 541
IV General and administrative expenses	18 042	17 463
V Other operating income	1 561	1 339
VI Other operating expenses	348	960
VII Operating profit / (loss)	-4 749	1 457
VIII Financial income	1 909	3 079
IX Financial costs	2 758	3 807
X Gross profit / (loss)	-5 598	729
XI Income tax	33	417
XII Net profit / (loss) from continuing operations	-5 631	312
XIII Net profit / (loss) from discontinued operations	0	0
XIV Net profit / (loss) for the period	-5 631	312
XV Net profit / (loss) attributable to shareholders of the Parent Company	-3 768	721
XVI Net profit / (loss) attributable to non-controlling shareholders	-1 863	-409

Earnings per share

SPECIFICATION	1st quarter 2024 period as of 01.01.2024 until 31.03.2024	1st quarter 2023 period as of 01.01.2023 until 31.03.2023
Weighted average number of ordinary shares	20 000 000	20 000 000
Net profit (loss) per ordinary share (PLN)	-0,28	0,02
Basic earnings per share from continuing operations	-0,28	0,02
Diluted net profit (loss) per share ordinary (PLN)	-0,28	0,02
Diluted earnings per share from continuing operations	-0,28	0,02

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME for the 3-month period from 01.01.2024 to 31.03.2024

SPECIFICATION	1st quarter 2024 period as of 01.01.2024 until 31.03.2024	1st quarter 2023 period as of 01.01.2023 until 31.03.2023
Net profit / (loss) for the period	-5 631	312
Other comprehensive income, which will be subsequently reclassified to profit or loss when certain conditions are met:	-296	59
Foreign exchange differences on translation of a foreign entity	-296	59
Other comprehensive income before tax	-296	59
Income tax relating to components of other comprehensive income	0	0
Other net comprehensive income	-296	59
Total income	-5 927	371
attributed to:		
Shareholders of the Parent Company	-4 064	780
Non-controlling shareholders	-1 863	-409

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

N	ASSETS	as at 31.03.2024	as at 31.12.2023	as at 31.03.2023
I	Fixed assets (long-term)	291 342	294 158	211 946
I.1	Intangible assets	712	772	1 248
I.2	Rights of use	164 736	153 934	78 880
I.3	Property, plant and equipment	70 247	89 351	82 630
I.4	Long-term deposits under construction contracts due from customers	10 606	9 438	7 545
I.5	Deferred tax assets	38 866	33 622	31 825
I.6	Long-term accruals and deferred income	6 175	7 041	9 818
II.	Current assets (short-term)	748 356	934 346	791 193
II.1	Stocks	62 801	57 654	61 684
II.2	Trade and other receivables	244 929	369 237	364 970
II.3	Income tax receivables	296	0	854
II.4	Cash and cash equivalents	161 193	282 089	84 843
II.5	Short-term financial assets	0	0	6 786
II.6	Advances for construction work	10 804	12 306	20 645
II.7	Assets from the performance of construction contracts	240 342	205 088	233 466
II.8	Other accruals and deferred income	27 991	7 972	17 945
	Total assets	1 039 698	1 228 504	1 003 139

CAPITAL GROUP MOSTOSTAL WARSZAWA

Condensed interim consolidated financial statements for the period 01.01.2024 - 31.03.2024 (in thousands of PLN)

N	LIABILITIES	as at 31.03.2024	as at 31.12.2023	as at 31.03.2023
I	Equity (attributable to shareholders of the Parent Company)	94 313	98 225	77 228
I.1	Core capital	44 801	44 801	44 801
I.2	Share premium	108 406	108 406	108 406
I.3	Other reserves	40 327	40 382	42 335
I.4	Reserve from reclassification of loans	201 815	201 815	201 815
I.5	Exchange rate differences on translation of foreign units/branches	-2 406	-2 110	-404
I.6	Retained earnings / (Uncovered losses)	-298 630	-295 069	-319 725
II	Non-controlling shareholders' equity	10 665	12 528	19 109
III	Total equity	104 978	110 753	96 337
IV	Long-term liabilities	228 722	217 328	196 619
IV.1	Long-term leasing liabilities	79 522	69 308	49 342
IV.2	Long-term deposits under construction contracts due to suppliers	38 858	37 129	30 079
IV.3	Non-current liabilities for construction contracts	74 790	75 300	104 240
IV.4	Long-term provisions	35 552	35 591	12 958
V	Current liabilities	705 998	900 423	710 183
V.1	Current portion of interest-bearing bank loans and borrowings	74 195	128 412	148 347
V.2	Current lease liabilities	45 717	42 252	18 223
V.3	Trade and other payables	250 349	373 454	223 831
V.4	Income tax	445	4 322	175
V.5	Commitments in respect of construction contracts	129 426	145 466	91 850
V.6	Short-term provisions	12 265	16 192	12 301
V.7	Employee benefit obligations	17 395	13 962	13 168
V.8	Other accruals and deferred income	176 206	176 363	202 288
VI	Total liabilities	934 720	1 117 751	906 802
Total equity and liabilities		1 039 698	1 228 504	1 003 139

CONSOLIDATED CASH FLOW STATEMENT

for the 3-month period from 01.01.2024 to 31.03.2024

N	SPECIFICATION	1st quarter 2024 period as of 01.01.2024 until 31.03.2024	1st quarter 2023 period as of 01.01.2023 until 31.03.2023
I	Cash flow from operating activities		
I.1	Gross profit	-5 598	729
I.2	Adjustments for items:	-48 437	-86 217
I.2.1	Depreciation	20 402	7 574
I.2.2	Exchange rate differences	-381	-422
I.2.3	Interest	1 735	2 391
I.2.4	Profit/loss on investing activities	-429	-258
I.2.5	Increase/decrease in receivables	124 348	-40 863
I.2.6	Increase/decrease in stocks	-5 147	-21 337
I.2.7	Increase/decrease in liabilities, except for loans and borrowings	-119 121	-15 179
I.2.8	Increase/decrease in assets and liabilities from construction contracts and other accruals	-67 678	-16 235
I.2.9	Change in provisions	-3 966	-2 401
I.2.10	Other	1 800	513
I.3	Cash flow from operating activities	-54 035	-85 488
	Income tax (paid/received)	-9 450	-3 745
I	Net cash flow from operating activities	-63 485	-89 233
II	Cash flow from investing activities		
II.1	Sale of property, plant and equipment and intangible assets	13 508	389
II.2	Acquisition of property, plant and equipment and intangible assets	-8 881	-27 238
II.3	Interest received	2	56
II.4	Other	7	-6 000
II	Net cash flow from investing activities	4 636	-32 793
III	Cash flow from financing activities		
III.1	Repayment of lease liabilities	-6 252	-4 932
III.2	Proceeds from borrowing/borrowing	7 547	7 215
III.3	Repayment of loans / credits	-61 889	0
III.4	Dividends paid to non-controlling shareholders	0	0
III.5	Interest paid	-1 449	-1 087
III.6	Other	-4	-1
III	Net cash flow from financing activities	-62 047	1 195
IV	Change in cash and cash equivalents before exchange differences	-120 896	-120 831
	Change in cash and cash equivalents due to exchange rate differences	0	0
V	Change in cash and cash equivalents net of exchange differences	-120 896	-120 831
VI	Cash and cash equivalents at beginning of period	282 089	205 674
VII	Cash and cash equivalents at the end of the period	161 193	84 843

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

1st quarter 2024 period from 01.01.2024 until 31.03.2024	Core capital	Share premium	Other reserves	Reserve from reclassification 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 2024	44 801	108 406	40 382	201 815	-2 110	-295 069	98 225	12 528	110 753
Profit (loss) for the period	0	0	0	0	0	-3 768	-3 768	-1 863	-5 631
Other comprehensive income	0	0	-55	0	-296	55	-296	0	-296
Total comprehensive income	0	0	-55	0	-296	-3 713	-4 064	-1 863	-5 927
Distribution of retained earnings	0	0	0	0	0	152	152	0	152
Change in capital during the period	0	0	-55	0	-296	-3 561	-3 912	-1 863	-5 775
As at 31 March 2024	44 801	108 406	40 327	201 815	-2 406	-298 630	94 313	10 665	104 978

2023 period from 01.01.2023 to 31.12.2023	Core capital	Share premium	Other reserves	Reserve from reclassification 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 2023	44 801	108 406	42 335	201 815	-463	-320 438	76 456	19 518	95 974
Profit (loss) for the period	0	0	0	0	0	23 449	23 449	-6 170	17 279
Other comprehensive income	0	0	0	0	-1 647	0	-1 647	0	-1 647
Total comprehensive income	0	0	0	0	-1 647	23 449	21 802	-6 170	15 632
Distribution of retained earnings	0	0	-1 953	0	0	1 920	-33	-820	-853
Change in capital during the period	0	0	-1 953	0	-1 647	25 369	21 769	-6 990	14 779
As at 31 December 2023	44 801	108 406	40 382	201 815	-2 110	-295 069	98 225	12 528	110 753

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Condensed interim consolidated financial statements for the period 01.01.2024 - 31.03.2024 (in thousands of PLN)

1st quarter 2023 period from 01.01.2023 to 31.03.2023	Core capital	Share premium	Other reserves	Reserve from reclassification 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 2023	44 801	108 406	42 335	201 815	-463	-320 438	76 456	19 518	95 974
Profit (loss) for the period	0	0	0	0	0	721	721	-409	312
Other comprehensive income	0	0	0	0	59	0	59	0	59
Total comprehensive income	0	0	0	0	59	721	780	-409	371
Distribution of retained earnings	0	0	0	0	0	-8	-8	0	-8
Change in capital during the period	0	0	0	0	59	713	772	-409	363
As at 31 March 2023	44 801	108 406	42 335	201 815	-404	-319 725	77 228	19 109	96 337

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 3 months 2024 and contain comparable data for the period of 3 months 2023, for the consolidated cash flow statement the period of 3 months 2024 and contain comparable data for the period of 3 months 2023 in the case of the consolidated statement of financial position prepared as at 31 March 2024, it contains comparable data as at 31 December 2023 and 31 March 2023.

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, XIII Commercial Division of the National Court Register under KRS number: 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.

Country of registered office of Mostostal Warszawa S.A.: Poland.

Principal place of business: Poland, Warsaw (02-673), 12A Konstruktorska Street.

2. Group composition

Lp.	Company name	Head office	Object of activity	Competent court	Mostostal Warszawa S.A.'s share of votes at the company's AGM (31.03.2024)	Mostostal Warszawa S.A.'s share in the company's share capital (31.03.2024)
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 the number 0000008820.	-	-
2	Mostostal Kielce S.A.	Kielce	Construction	District Court in Kielce, 10th Commercial Division of the National Court Register at 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 at 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 the 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 the number 0000480032.	100,00%	100,00%

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Subsidiaries are all business entities over which the Group exercises control. The Group controls 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 performance by exercising authority over that company. Subsidiaries are fully consolidated from the date on which control is obtained by the Group. Consolidation is discontinued from the date that control ceases.

Mostostal Warszawa S.A., as at 31.03.2024, was the holder of 907,095 ordinary bearer shares and 66,057 registered shares preferred 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 Płock S.A. The possession by Mostostal Warszawa S.A. of the majority of votes in the Supervisory Board of Mostostal Płock 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 Płock 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 28.05.2024 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 28.05.2024, the Supervisory Board of Mostostal Warszawa S.A. comprised the following members:

Antonio Muñoz Garrido -	Chairman of the Supervisory Board
Javier Lapuente Sastre -	Vice Chairman of the Supervisory Board
Javier Lapastora Turpín -	Member of the Supervisory Board
Neil Roxburgh Balfour -	Member of the Supervisory Board
Javier Serrada Quiza -	Member of the Supervisory Board
Robert Jędrzejczyk -	Member of the Supervisory Board

4. Approval of the financial statements

These condensed interim consolidated financial statements for Q1 2024 were approved for publication by the Parent's Management Board on 28 May 2024.

5. Significant accounting policies

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

The condensed interim consolidated 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 interim consolidated financial statements have been prepared in accordance with the historical cost principle.

In the period from 01.01.2024 to 31.03.2024, the Group generated a gross profit on sales of PLN 12,080 thousand and incurred a net loss of PLN 5,631 thousand and recorded negative operating cash flows of PLN 63,485 thousand.

The Group's total equity as at 31.03.2024 amounted to PLN 104,978 thousand.

A significant element of the financing of Mostostal Warszawa S.A.'s operations are loans granted by its senior parent,

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Acciona Construcción SA. In 2024, the Parent Company repaid one of the loans with interest in the total amount of PLN 60,373 thousand, which at the time of repayment was equivalent to EUR 13,801 thousand.

On 11 April 2024, Mostostal Warszawa S.A. signed an annex to the loan agreements with this entity, which postpones the loan repayment date to 2025.

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 the order portfolio of the Mostostal Warszawa Capital Group as at 31.03.2024 was PLN 3,341,833 thousand. At the same time, Group Companies are participating in a number of tender proceedings which may translate into winning new orders in the near future. In assessing the going concern assumption, the Parent Company's Management Board took into account the risks and uncertainties arising from claims with customers and pending litigation, as well as the expected timing of cash flows from litigation amounts.

Taking into account the above factors, the Management Board of Mostostal Warszawa S.A. concludes 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 of the Capital Group for the three months ended 31 March 2024 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 Mostostal Warszawa Capital Group for the year ended 31 December 2023 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 the Mostostal Warszawa Group for Q1 2024 were not subject to review and audit by a statutory 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 2023.

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 2023.

Amendments to standards applied for the first time in 2024

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

- Amendments to IAS 1 "Presentation of financial statements". - Classification of Liabilities as Short- or Long-Term, Classification of Liabilities as Short- or Long-Term - Deferral of Effective Date and Long-Term Liabilities for Contracts Containing Covenants (effective for annual periods beginning on or after 1 January 2024),

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- Amendments to IFRS 16 'Leases' - Lease commitment under sale and leaseback (effective for annual periods beginning on or after 1 January 2024).

The above amendments to the standards did not have a significant impact on the accounting policies applied to date by the Companies of the Mostostal Warszawa Group.

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

IFRS as endorsed by the EU does 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 the consolidated financial statements, have not yet been adopted for application:

- IFRS 18 'Presentation and disclosure principles in financial statements', effective for annual periods beginning on or after 1 January 2027),
- IFRS 14 'Regulatory Accruals' - in accordance with the European Commission's decision, the endorsement process for the preliminary version of the standard will not be initiated until the final version is issued (effective for annual periods beginning on or after 1 January 2016),
- Amendments to IFRS 10 'Consolidated Financial Statements' and IAS 28 'Investments in Associates and Joint Ventures'.
- Transactions for the sale or contribution of assets between an investor and its associate or joint venture - the work leading to the approval of these amendments has been postponed indefinitely by the EU - the effective date has been postponed indefinitely by the IASB,
- Amendments to IAS 7 Statement of Cash Flows and IFRS 7 Financial Instruments: Disclosures: - Financing arrangements for liabilities to suppliers (Effective for annual periods beginning on or after 1 January 2024,
- Amendments to IAS 21 The Effects of Changes in Foreign Exchange Rates: Non-convertibility (effective for annual periods beginning on or after 1 January 2025, early application permitted).

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 first quarter of 2024 are presented in Polish zloty (PLN) and all values, unless otherwise indicated, have been rounded off to the nearest thousand.

6. Long-term construction contracts

Specification	31.03.2024	31.03.2023
Revenue from construction contracts	285 347	313 374
Revenue from sale of services	3 951	3 171
Revenue from sale of goods and materials	349	418
Total sales revenue	289 647	316 963

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 12 of these condensed interim consolidated financial statements.

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Cumulative revenue from construction contracts not completed at the balance sheet date:

Specification	31.03.2024	31.12.2023	31.03.2023
Cumulative estimated revenue from uncompleted construction contracts	3 051 942	2 797 100	2 407 826
Cumulative invoiced sales on uncompleted construction contracts	2 921 940	2 707 968	2 272 597
Assets and accruals for construction contracts not completed (per balance)	130 002	89 132	135 229
Advances received for uncompleted construction contracts	-166 241	-178 527	-177 363
Current and non-current assets and liabilities for construction contracts not completed (per balance)	-36 239	-89 395	-42 134
Reconciliation to items from the consolidated statement of financial position:			
Assets and accruals for construction contracts not completed (per balance)	125 141	85 623	135 229
Advances received for uncompleted construction contracts	77 226	77 226	-177 363
Construction contract assets on completed contracts	-166 241	-178 527	79 510
Current and non-current assets and liabilities for construction contracts (per balance)	36 126	-15 678	37 376
of which:			
Assets from the performance of construction contracts	240 342	205 088	233 466
Non-current liabilities for construction contracts	74 790	75 300	104 240
Current liabilities for construction contracts	129 426	145 466	91 850

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

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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 contract amendment 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 uncertainty about the contract modification consideration ceases.

The table below shows the total value of litigation with investors, with a breakdown of the nominal value of the variable remuneration to which the Group will be entitled in the event of a favourable outcome of the litigation, including the value of assets from the performance of construction contracts related to claims recognised in the consolidated statement of financial position, and the nominal value of liabilities from the performance of contracts that will be returned to the ordering parties in the event of an unfavourable outcome of the litigation pending against the Group.

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

31 March 2024	Assets recognised in the statement of financial position that relate to the performance of construction contracts*	Value of claims representing potential nominal variable remuneration payable to the Group**	The value of claims representing potential nominal remuneration to be reimbursed to contracting authorities
Claims subject to litigation:	207 244	708 506	526 395
Contracts completed and accepted by the contracting authority <i>Assets from the performance of construction contracts</i>	84 860	527 392	263 878
Contracts terminated before completion of work <i>Assets from the performance of construction contracts</i>	122 384	181 114	262 517
31 December 2023	Assets recognised in the statement of financial position that relate to the performance of construction contracts*	Value of claims representing potential nominal variable remuneration payable to the Group**	The value of claims representing potential nominal remuneration to be reimbursed to contracting authorities
Claims subject to litigation:	246 553	752 296	526 395
Contracts completed and accepted by the contracting authority <i>Assets from the performance of construction contracts</i>	124 169	571 182	263 878
Contracts terminated before completion of work <i>Assets from the performance of construction contracts</i>	122 384	181 114	262 517

* The assets presented, included in the consolidated statement of financial position, relate to the performance of construction contracts and are classified as current (short-term), as the Group expects to realise these assets in the course of the normal operating cycle. As at the balance sheet date, the Group expects assets of approximately PLN 200 million to be settled more than 12 months after the balance sheet date.

** The value of claims representing potential nominal variable remuneration payable to the Group takes into account the amounts shown in the Assets column of the statement of financial position, which relate to the performance of construction contracts.

A description of the legal cases giving rise to the above amounts is in the Other information to the condensed interim consolidated financial statements for the period Of 01.01.2024 to 31.03.2024.

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 where the invoiced cumulative value of sales and advances received for construction contracts in progress is higher than sales by degree of performance.

Assets from the performance of construction contracts as at 31.03.2024 amounted to PLN 240,342 thousand and increased by PLN 35,254 thousand compared with the end of last year. Liabilities due to the performance of construction contracts (total non-current and current) amounted to PLN 204,216 thousand and decreased by PLN 16,550 thousand compared to the end of 2023.

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. The estimates and related assumptions are based on historical experience and other factors that are considered reasonable under the circumstances and the results 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.

Deferred tax assets increased by PLN 5,244 thousand compared to the end of 2023.

8. Seasonal or cyclical nature of the business

Mostostal Warsaw Group's operations are dependent on weather conditions and may be less active in winter periods than at other times of the year. In Q1 2024, 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 Q1 2024, there were no items affecting assets, liabilities, equity, net income or cash flows that are unusual due to their nature, value or frequency.

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

In Q1 2024, no inventory write-downs were created, and a write-down was released in the amount of PLN 12,000.

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

In Q1 2024, no allowances were created for receivables, and allowances of PLN 667 thousand were released.

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

Specification	Provisions for awards jubilee, retirement benefits	Provisions for foreseen losses on contracts	Provisions for court cases	Provisions for repairs warranty	Other provisions	Total
As of 01.01.2024	3 640	18 507	16 631	12 741	264	51 783
Created during the period	0	0	0	0	1	1
Used	-142	-2 588	0	-1 139	-98	-3 967
Resolved	0	0	0	0	0	0
As of 31.03.2024	3 498	15 919	16 631	11 602	167	47 817
Long-term as at 31.03.2024	3 112	12 387	12 002	8 051	0	35 552
Short-term as at 31.03.2024	386	3 532	4 629	3 551	167	12 265

13. Information on significant purchases and sales of property, plant and equipment and rights of use

Q1 2024, the Group Companies did not enter into any material transactions related to property, plant and equipment.

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

plant and equipment

In Q1 2024, the Group entered into new lease agreements with a total value of PLN 20,039 thousand, which had the effect of increasing the balance of lease liabilities.

15. Information on significant monetary settlements for court cases

On 15.01.2024, the Court dismissed the appeal of Energa Kogeneracja Sp. z o.o. and thus the judgment of the court of first instance awarding the amount of PLN 26,274 thousand with interest to Mostostal Warszawa S.A. became final. In connection with the settlement of the dispute, the amount of PLN 39,297 thousand was received by the Parent Company on 24.01.2024.

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 Q1 2024. 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 Q1 2024.

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 which 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 12 April 2024, Mostostal Warszawa S.A. received a set of relevant documents to the Loan Agreement with Acciona Construcción S.A. Pursuant to the Annex, Acciona extends to the Parent the repayment date of the loan in the amount of EUR 14.71 million (equivalent to PLN 62.74 million) plus interest until 15 July 2025. The loan may also be repaid over a shorter period.

On May 23, 2024, the Ordinary General Meeting of Mostostal Warszawa S.A. dismissed from the Supervisory Board of Mostostal Warszawa S.A. Mr. Ernest Podgórski and appointed to the Supervisory Board of Mostostal Warszawa S.A. Mr. Robert Jędrzejczyk.

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21. Contingent liabilities

	Specification	31.03.2024	31.12.2023
1.	Biomatec Sp. z o.o. - claim for remuneration	22 876	22 876
2.	Cestar A.Cebula J.Starski s.j. - claim for remuneration	12 615	12 689
3.	Partner Bud S.A.	5 255	5 255
4.	CTU Cleen Technology Universe AG	5 101	5 101
5.	Other	10 411	10 152
	Total	56 258	56 073

The nominal value (corresponding to the value of the subject matter of litigation) of contingent liabilities arising from lawsuits brought against the Group as at 31.03.2024 amounted to PLN 56,258 thousand and increased by PLN 185 thousand compared with the end of last year.

The contingent liabilities presented in the table above result from ongoing litigation with parties other than investors, where the risk of an unfavourable outcome for the Company has been determined to be negligible.

22. Information on contracted and terminated credit and loan agreements**SHORT-TERM BANK CREDITS AND LOANS at 31.03.2024**

Name of unit, indicating the legal form	Head office	Amount of credit/loan according to agreement		Amount of credit/loan outstanding		Repayment period
		thousand.	currenc y	thousand PLN	currenc y	
Acciona Construcción S.A.	Madrid	14 714	EURO	64 554	PLN	15.07.2024
Societe Generale S.A. Branch in Poland	Warsaw	10 000	PLN	0	PLN	31.07.2024
Bank PeKaO S.A.	Kielce	20 000	PLN	5 121	PLN	24.06.2025
Credit Agricole Polska S.A.	Krakow	5 000	PLN	0	PLN	31.07.2024
Credit Agricole Polska S.A.	Krakow	2 500	PLN	1 051	PLN	31.07.2024
Bank PeKaO S.A.	Plock	5 000	PLN	1 078	PLN	24.06.2026
Bank Millennium S.A.	Plock	2 500	PLN	2 391	PLN	21.02.2025
			TOTAL	74 195		

No loan agreement was terminated in Q1 2024.

23. Information on transactions with related parties

Summary of consolidated total sales revenue and intra-Group turnover for the Q1 2024.

Specification	Total net sales revenue	Intra-Group sales	Consolidated net sales revenue
Parent Company	229 759	553	229 206
Other Companies	60 618	20 384	40 234
TOTAL	290 377	20 937	269 440

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The total net sales revenue of the fully consolidated companies for Q1 2024 amounted to PLN 290,377 thousand. Intra-Group turnover amounted to PLN 20,937 thousand, i.e. 7% of total net sales revenue without consolidation exclusions.

Transactions with related parties in Q1 2024 were typical and routine transactions and were concluded on an arm's length basis.

The table shows the total amounts of transactions concluded 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
	31.03.2024	3 182*	29	1 260**	0
Acciona Construcción S.A. Branch in Poland	31.12.2023	26 088	20 382	1 109	5 450
	31.03.2023	2 485	66	4 423	1 300
	31.03.2024	0	1 810	231	13 929
Acciona Construcción S.A.	31.12.2023	220	8 247	223	12 487
	31.03.2023	0	0	0	14 050
Acciona Nieruchomości Wilanów Sp. z o.o.	31.03.2024	0	0	22	0
	31.12.2023	0	0	22	0
	31.03.2023	0	8	22	0
Acciona Facility Services Poland Sp. z o.o.	31.03.2024	3	0	3	0
	31.12.2023	116	0	3	0
	31.03.2023	62	0	70	0
TOTAL	31.03.2024	3 185	1 839	1 516	13 929
	31.12.2023	26 424	28 629	1 357	17 937
	31.03.2023	2 547	74	4 515	15 350

* Including sales of PLN 3,055 thousand (PLN 2,363 thousand in the comparative period) included in the income statement of Acciona Construcción S.A. Branch in Poland, which directly results from the sale to Mostostal Acciona S19 Tunel s.c.

** As at 31.03.2024, receivables in the amount of PLN 1,235 thousand (as at 31.12.2023 in the amount of PLN 1,042 thousand) included in the balance sheet of Acciona Construcción S.A. Branch in Poland, which directly result, from settlements with Mostostal Acciona S19 Tunel s.c.

Transactions with related parties in Q1 2024 mainly relate to the performance of long-term contracts.

In connection with the contract concluded with Acciona Construcción S.A., as at 31.03.2024 and 31.12.2023, Mostostal Warszawa S.A. recognised rights to use a tunnel boring machine with an initial value of PLN 51,474 thousand. The value of the liability (long- and short-term) for the lease of this machine amounted to PLN 46,328 thousand as at the balance sheet date (PLN 48,063 thousand as at 31.12.2023).

As at 31.03.2024, Mostostal Warszawa S.A. received bank or insurance guarantees from the guarantee limits accruing to Acciona Construcción S.A. in the total amount of PLN 641,980 thousand. (31.12.2023: PLN 640,660 thousand).

As at 31.03.2024, Mostostal Warszawa S.A. had loan liabilities to Acciona Construcción S.A., Madrid, in the amount of PLN 64,554 thousand (31.12.2023: the value of the loans amounted to PLN 123,475 thousand).

At 31.03.2024, interest on loans received from Acciona Construcción S.A. amounted to PLN 824 thousand (at 31.03.2023 it amounted to PLN 1,359 thousand).

On 23.12.2013, Mostostal Warszawa S.A. and Acciona Construcción S.A. concluded annexes to 3 loan agreements for a

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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 3 months 2024 ended 31 March 2024 and the 3 months 2023 ended 31 March 2023.

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 3 months ended 31 March 2024	Industry and energy	Infrastructure	General construction	Unallocated revenues, costs and consolidation adjustments	Total
Sales revenue					
Sales to external customers	54 937	149 714	83 492	1 504	289 647
Sales between segments	0	0	0	0	0
Total segment revenue	54 937	149 714	83 492	1 504	289 647
Segment profit (loss) (including operating income and expenses)	-240	10 973	7 861	-5 301	13 293
Unallocated costs (management costs)	0	0	0	18 042	18 042
Operating profit / (loss)	-240	10 973	7 861	-23 343	-4 749
Financial income	-93	386	0	1 616	1 909
Financial costs	0	529	25	2 204	2 758
Gross profit (loss)	-333	10 830	7 836	-23 931	-5 598
Income tax	0	0	0	33	33
Net profit (loss) from continuing operations	-333	10 830	7 836	-23 964	-5 631
Net profit (loss)	-333	10 830	7 836	-23 964	-5 631
Net profit (loss) attributable to shareholders of the Parent Company	-333	10 830	7 836	-22 101	-3 768
Net profit (loss) attributable to non- controlling shareholders	0	0	0	-1 863	-1 863

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Period of 3 months ended 31 March 2023	Industry and energy	Infrastructure	General construction	Unallocated revenues, costs and consolidation adjustments	Total
Sales revenue					
Sales to external customers	71 502	143 772	99 836	1 853	316 963
Sales between segments	0	0	0	0	0
Total segment revenue	71 502	143 772	99 836	1 853	316 963
Segment profit (loss) (including operating income and expenses)	3 829	11 661	5 737	-2 307	18 920
Unallocated costs (management costs)	0	0	0	17 463	17 463
Operating profit / (loss)	3 829	11 661	5 737	-19 770	1 457
Financial income	23	153	1 176	1 727	3 079
Financial costs	0	552	956	2 299	3 807
Gross profit (loss)	3 852	11 262	5 957	-20 342	729
Income tax	0	0	0	417	417
Net profit (loss) from continuing operations	3 852	11 262	5 957	-20 759	312
Net profit (loss)	3 852	11 262	5 957	-20 759	312
Net profit (loss) attributable to shareholders of the Parent Company	3 852	11 262	5 957	-20 350	721
Net profit (loss) attributable to non- controlling shareholders	0	0	0	-409	-409

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 Mostostal Warsaw Group companies was the General Directorate for National Roads and Motorways with a 37 % 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 Q1 2024 amounted to PLN 15,958 thousand, which accounted for approximately 5.5 per cent of sales revenue.

25. Participation in joint activities

As at 31.03.2024 and 31.12.2023, the Group's financial figures include values attributable to the Parent Company on account of its 50% share in Mostostal Acciona S19 Tunel Spółka Cywilna, which was established on 2 July 2020 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".

Due to the establishment of a separate entity under joint contractual arrangements, it is treated as a joint operation. Mostostal Acciona S19 Tunel s.c. was established in the form of a civil partnership, which has no legal personality, hence the legal form guarantees the parties' rights to the assets and obligations under the liabilities, the share of which is indicated

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in the contract between the parties. In addition, Mostostal Acciona S19 Tunel s.c. is an entity under common control (unanimity of all shareholders is required on matters relating to the business), which is treated as a joint operation under IFRS 11.

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".

OTHER INFORMATION TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

for the period from 01.01.2024 to 31.03.2024

1. Selected financial data for Q1 2024



Sales revenue
PLN 289 647 thousand



Gross profit on sales
PLN 12 080 thousand



Order book
PLN 3 341 833 thousand



Cash
PLN 161,193 thousand



Net loss
PLN 5,631 thousand

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SELECTED FINANCIAL DATA

SPECIFICATION	1st quarter 2024 period as of 01.01.2024 until 31.03.2024	1st quarter 2023 period as of 01.01.2023 until 31.03.2023	1st quarter 2024 period as of 01.01.2024 until 31.03.2024	1st quarter 2023 period as of 01.01.2023 until 31.03.2023
	in PLN 000	in PLN 000	in EUR thousand	in EUR thousand
Sales revenue	289 647	316 963	67 031	67 432
Gross profit (loss) from sales	12 080	18 541	2 796	3 944
Operating profit (loss)	-4 749	1 457	-1 099	310
Gross profit (loss)	-5 598	729	-1 296	155
Net profit (loss) from continuing operations	-5 631	312	-1 303	66
Net profit (loss) from discontinued operations	0	0	0	0
Net profit (loss)	-5 631	312	-1 303	66
attributable to shareholders of the Parent Company	-3 768	721	-872	153
attributable to non-controlling shareholders	-1 863	-409	-431	-87
Net cash flow from operating activities	-63 485	-89 233	-14 692	-18 984
Net cash flow from investing activities	4 636	-32 793	1 073	-6 976
Net cash flow from financing activities	-62 047	1 195	-14 359	254
Cash and cash equivalents at the end of the period	161 193	84 843	37 479	18 146
Net profit / (loss)	-5 631	312	-1 303	66
Weighted average number of ordinary shares	20 000 000	20 000 000	20 000 000	20 000 000
Net profit / (loss) per share ordinary in PLN	-0,28	0,02	-0,07	0,00
SPECIFICATION	as at 31.03.2024	as at 31.12.2023	as at 31.03.2024	as at 31.12.2023
Total assets	1 039 698	1 228 504	241 740	282 545
Long-term liabilities	228 722	217 328	53 180	49 983
Current liabilities	705 998	900 423	164 151	207 089
Total liabilities	934 720	1 117 751	217 331	257 072
Equity (attributable to shareholders of the Parent Company)	94 313	98 225	21 929	22 591
Total equity	104 978	110 753	24 408	25 472
Core capital	44 801	44 801	10 417	10 304
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 first quarters of 2024 in EUR:

- items of the consolidated income statement and statement of cash flows for Q1 2024 were translated at the exchange rate of PLN 4.3211/EUR, being the arithmetic mean of the exchange rates announced by the National Bank of Poland for the last days of January, February and March 2024.

- individual items of assets and liabilities in the consolidated statement of financial position were translated at the average NBP exchange rate of PLN 4.3009/EUR of 31.03.2024.

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

Consolidated sales revenue in the period from 01.01.2024 to 31.03.2024 amounted to PLN 289,647 thousand and was 9% lower than in the corresponding period of 2023. Gross profit on sales amounted to PLN 12,080 thousand (in the corresponding period of 2023, gross profit on sales amounted to PLN 18,541 thousand). In Q1 2024, the Group recorded a net loss of PLN 5,631 thousand (Q1 2023: net profit of PLN 312 thousand). The reduction in the profitability of sales is a result of an increase in the prices of subcontractor services and materials, which was not fully compensated for by valorisation of the value of performed contracts.

Short-term trade and other receivables as at 31.03.2024 amounted to PLN 244,929 thousand and decreased by PLN 124,308 thousand compared to 31.12.2023.

The value of assets from the execution of construction contracts as at 31.03.2024 amounted to PLN 240,342 thousand and was higher by PLN 35,254 thousand compared to 31.12.2023.

Cash as at 31.03.2024 amounted to PLN 161,193 thousand and decreased by PLN 120,896 thousand compared to 31.12.2023 mainly as a result of repayment of trade liabilities. In the first quarter of 2024, the Group used overdrafts and loans, whose balance as at 31.03.2024 amounted to PLN 74,195 thousand and decreased by PLN 54,217 thousand compared to 31.03.2024 as a result of repayment of the loan with interest.

Non-current liabilities in the first quarter of 2024 increased by PLN 11,394 thousand compared to 31.12.2023, due to an increase in lease liabilities due to the conclusion of new contracts.

The value of short-term trade and other liabilities as at 31.03.2024 amounted to PLN 250,349 thousand and compared to 31.12.2023 was lower by PLN 123,105 thousand.

During the reporting period, i.e. from 01.03.2024 to 31.03.2024, the following events significant for the Mostostal Warsaw Group took place:

- On 15 January 2024, Mostostal Warszawa S.A. became aware that the Court of Appeal in Gdańsk had issued a judgment dismissing the appeal filed by Energa Kogeneracja Sp. z o.o. ("Respondent") concerning the judgment of the Regional Court in Gdańsk, 9th Commercial Division, dated 09.05.2022, awarding from the Respondent to Mostostal Warszawa S.A. the amount of PLN 26,274 thousand for payment for construction works together with the amount of PLN 26,274 thousand. PLN 26,274 thousand on account of payment for construction works together with statutory interest from the date of filing the statement of claim to the date of payment, which as at 15 January 2024 amounted to PLN 12,758 thousand and costs of litigation in connection with the performance of the contract entitled: 'Construction of a 20 MWe biomass-fired power unit at ENERGA Kogeneracja Sp. z o.o.'. As the appeal was dismissed, Energa Kogeneracja Sp. z o.o. realised the judgment and transferred the awarded amounts to Mostostal Warszawa S.A.
- On 25 January 2024, Mostostal Warszawa S.A. repaid the loan of EUR 13.49 million granted by Acciona Construcción S.A. on 27 May 2013.
- On 27 March 2024, Mostostal Warszawa S.A. entered into an Agreement with Vastint Poland Sp. z o.o., with its registered office in Warsaw, for the execution of the contract entitled Construction of Portowo Poznań residential buildings. The value of the Agreement: EUR 48.85 million net. Completion date: to 30.09.2026.

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

There were no unusual factors or events affecting the condensed interim consolidated financial statements in Q1 2024.

4. Group market position

In Q1 2024, 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 31.03.2024 .



AMK Kraków S.A. Head office



Mostostal Kielce S.A. Head office



Mostostal Płock S.A. Head office

5. Performance forecast

Mostostal Warszawa Group did not publish financial result forecasts for 2024.

On 16 May 2024, the estimated results of Mostostal Warszawa S.A. and the Mostostal Warszawa Group for Q1 2024 were communicated.

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 28.05.2024:

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	3.827.053	3.827.053	19,14%	19,14%

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

In the period from 26.04.2024, i.e. the date of publication of the 2023 report, to 28.05.2024, there were no changes in the shareholding of Mostostal Warszawa S.A. by o managing and supervising persons.

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

In the reporting period, Group companies were involved in proceedings concerning receivables with a total value of PLN 754,717 thousand and proceedings concerning liabilities with a total value of PLN 648,669 thousand.

8.1 Proceedings with the highest value of litigation (Group Companies, as defendant)

a) Lublin Oncology Centre (Claimant)

Date of the lawsuit: 10.09.2015

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 the position of Mostostal Warszawa S.A. was provided to the parties. A supplementary opinion answering the questions of the parties was received. The hearing was adjourned.

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

Date of the lawsuit: 24.07.2017

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 appointment of an expert witness and, in the meantime, the parties are attempting to negotiate a settlement. The court proceedings have been suspended due to pending criminal proceedings concerning the infliction of material damage of significant size through the abuse of power and failure to fulfil obligations in connection with the investment. In 2023, Mostostal Warszawa S.A. created a provision for this claim in the amount of PLN 8,038 thousand. The court suspended the proceedings due to the ongoing proceedings in the District Prosecutor's Office in Gdańsk concerning this investment.

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

Date of lawsuit: 22.07.2016

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 Czyżyny 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

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also filed a counterclaim against the Claimant for claims for additional works and outstanding remuneration related to the construction of the Czyżyny Sports and Entertainment Hall in Kraków 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.

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

Date of lawsuit: 26.05.2014

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. On 21.02.2023 Mostostal received an expert opinion which confirmed that the Claimant was so far behind schedule that it would not have been able to complete the works on time. The expert also established that Mostostal was to blame for part of the delay. The parties raised objections to the expert's opinion. On 01.09.2023, the Court served the parties with a supplementary opinion with an obligation to respond. On 25.03.2024, the Court issued a judgment dismissing the Biomatec claim.

e) 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 Claimant 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 (Interim Payment Certificate) 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. Another expert opinion will be prepared in the case.

f) Wagner Biro Austria Stage Systems GmbH (Claimant)

Date of lawsuit: 09.10.2014

Value of the 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.

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

Date of the lawsuit: 24.01.2019

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

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

h) 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 the Municipality of Wrocław paid to the Company the amount of PLN 43,501 thousand. On 5.03.2021 the 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. The complaints were accepted for examination by the Supreme Court, but the cassation proceedings were suspended due to the death of one of the consortium members.

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

Date of action: 21.03.2022.

Value of the lawsuit: 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 38,280 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.

j) Miejskie Przedsiębiorstwo Wodociągów i Kanalizacji w m. st. Warszawie Spółka Akcyjna (Claimant)

Date of the lawsuit: 30.12.2022

Value of the dispute: PLN 83,356 thousand.

On 24 March 2023, the Company received a lawsuit for payment filed by Miejskie Przedsiębiorstwo Wodociągów i Kanalizacji w m. st. Warszawie Spółka Akcyjna ("Claimant", "MPWiK"). The claim covered by the lawsuit was directed against three entities including the Company, jointly forming an executive consortium (the "Consortium") under a contract for the implementation of the task: "Modernisation of Technology at the Central Waterworks - Indirect Ozonation and Filtration on Activated Carbon" concluded on 7 August 2007 ("the Contract"). The Claimant seeks joint and several payment of damages from each of the three entities forming the Consortium in the amount of PLN 83,356 thousand with statutory interest calculated from 4 January 2023 on account of improper performance of the Contract, manifested by the occurrence of corrosion in the pipelines transporting drinking water in the Central Water Supply Plant at the "Filtrary" Water Treatment Station. According to the Company's legal assessment, the claim covered by the statement of claim is completely unfounded, as MPWiK was responsible for the selection of materials from which the pipeline was made. Moreover, the scope involving the construction of the pipeline was the responsibility of another consortium partner. The Company disputes in its entirety and considers the claim submitted by the Claimant to be unfounded. Following the filing of the statement of defence, the Court will first consider the arbitration plea. The Court, at a closed session on 7 February 2024,

rejected MPWiK's claim due to the arbitration plea.

k) Municipality of Wrocław (Claimant)

Date of filing of the lawsuit: 29.12.2023

Value of the dispute: PLN 7,207 thousand

The Claimant is claiming from Mostostal Warszawa S.A. and Acciona Construcción S.A. the amount of PLN 7,207 thousand as reimbursement of remuneration for materials and equipment, which the Claimant paid in execution of the award of the Court of Arbitration at the National Chamber of Commerce in the case ref. SA 258/12. The Municipality of Wrocław, in December 2023, partially withdrew from the agreement (concerning the National Forum of Music investment) claiming that the Respondents had not released the equipment and materials to it despite the summons. On 15.02.2024, the Claimants filed a response to the statement of claim, requesting that the claim be dismissed in its entirety. The Respondents raised a number of allegations, inter alia, that on 5.10.2012, the Respondents withdrew from the Agreement for reasons attributable to the Municipality of Wrocław and called upon the Municipality of Wrocław to account for and collect the equipment and materials. The Municipality of Wrocław deliberately and knowingly failed to collect the materials and equipment, doing so at its own risk.

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

Date of the lawsuit: 31.08.2017

Value of 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 work 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 unjustified, as the claimed remuneration was partially set off against the contractual penalty due to the Respondent, the remaining part of this remuneration is undue, and the amount collected by the Respondent from the Claimant's performance bond was credited against the contractual penalty due 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 as security. In previous years, the Respondent created a provision for these claims in the amount of PLN 11,403 thousand.

8.2 Proceedings with the highest value of litigation (Group Companies, as plaintiff)

a) 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 revoked 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 and then a new institute opinion was drawn up to determine the fuel intensity of the works.

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

Date of action 09.09.2013.

Value of the dispute PLN 61,857 thousand

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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 Company in assets from the performance of construction contracts. The parties have expressed their willingness to attempt settlement discussions in the case.

c) 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 the 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 the 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 Company wrote off the assets related to this case in 2022.

d) 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 due remuneration deducted as a contractual penalty - to PLN 13,244 thousand. As a result of the partial verdict of the Court of Appeal of 30.04.2021, the amount of PLN 13,244 thousand with interest in the amount of PLN 9,822 thousand was awarded to the Company. 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 Company in assets from the performance of construction contracts.

e) 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 Warsaw against the Respondent for shaping the legal relationship by amending the content of contract No.

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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 Company filed a cassation appeal. The Supreme Court overturned the judgment unfavourable to the company and referred the case back to the Court of Appeal in Warsaw. The company wrote off the assets related to the case in 2022. An appeal hearing has been set for 27.05.2024.

f) Lublin Oncology Centre (Respondent)

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 calculated 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 Company in the item of trade and other receivables in the group of overdue receivables for which no revaluation allowances were created and in assets from the performance of construction contracts. On 17.02.2020, an expert opinion (WACETOB) was prepared, 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. The parties received a supplementary opinion and responded to it in writing. Another supplementary opinion answering the parties' questions was received. The parties were informed of the change of judge.

g) 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 in its possession, part of the amount claimed in court is presented by the Company in the item of trade and other receivables in the group of overdue receivables for which no revaluation allowances were created and in assets from the performance of construction contracts. Due to the failure to reach an agreement in mediation, the case continues before the court.

h) 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. within the framework of the investment 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

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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 Company 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. On 22 December 2023, the Regional Court in Szczecin handed down its judgment in the case, recognising Mostostal's claim in its entirety, i.e. awarding it the sum of PLN 33,770 thousand with statutory interest for delay.

i) 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 Company in assets from the performance of construction contracts.

j) 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 Company 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 opinion in part favourable. On 16.12.2022, the court awarded the Company PLN 1.68 million. The Company has filed an appeal.

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

Date of the lawsuit: 20.01.2018

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 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 reply to the objection to the order for payment. On 05.07.2021, we received a positive expert opinion, which

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confirmed that the delay was not caused by the Contractor. On 09.05.2022 the Regional Court in Gdańsk, 9th Commercial Division, announced a judgment 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. The defendant filed an appeal. In 2022, as a result of the positive judgment, the Company recognised an asset in its books on this account in the amount of PLN 26,274 thousand. On 15.01.2024, the Court dismissed the defendant's appeal and thus the judgment of the court of first instance awarding the amount of PLN 26,274 thousand with interest to Mostostal Warszawa S.A. is final. In connection with the settlement of the dispute, the amount of PLN 39,297 thousand was received by the Company on 24.01.2024. The respondent filed a cassation appeal with the Supreme Court.

l) 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 Company in the item of trade and other receivables in the group of overdue receivables for which no allowances have been made. The expert prepared an opinion in part favourable to the Claimant. The court admitted a supplementary opinion, which was received by the parties on 3 October 2022. The court asked additional questions of the expert. In the subsequent supplementary opinion, the expert maintained the position of the previous opinions and did not answer the questions asked. The court considered admitting evidence of another expert opinion for the unanswered questions. The court admitted a new expert and gave him a deadline of 31.01.2025 for his opinion.

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

Date of the lawsuit: 24.01.2018

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 Company in assets from the performance of 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 ongoing. The judge in the case has been changed. A trial date has been set for 09.07.2024.

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

Date of the lawsuit: 15.12.2017

Value of dispute PLN 7,753 thousand

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The subject matter of the counterclaim by Mostostal Warszawa S.A. against Energa Kogeneracja Sp. z o.o. (Energa) is a 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 Company under trade and other receivables in the group of overdue receivables for which no allowance has been made. The court has suspended the proceedings due to the ongoing proceedings in the District Prosecutor's Office in Gdańsk concerning the Investment.

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

Date of the lawsuit: 4.03.2019

Value of the dispute: PLN 9,438 thousand.

Suit for payment for the amount paid by MPWiK - without factual or legal basis - from the contract performance bond. On 12.03.2019 the 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 as to amount, that was due and payable, which was part of the improper performance or non-performance of the contract. On 17 February 2023, the Court dismissed Mostostal Warszawa S.A.'s claim. The company appealed against the judgment.

The amount claimed in court is presented by the Capital Group under trade and other receivables in the group of overdue receivables for which no allowance has 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 01.01.2024 - 31.03.2024.

9. Information on transactions with related parties

Summary of consolidated total sales revenue and intra-Group turnover for Q1 2024.

Group companies	Total net sales revenue	Intra-Group sales	Consolidated net sales revenue
Parent Company	229 759	553	229 206
Other Companies	60 618	20 384	40 234
TOTAL	290 377	20 937	269 440

The total net sales revenue of the fully consolidated companies for Q1 2024 amounted to PLN 290,377 thousand. Intra-Group turnover amounted to PLN 20,937 thousand, i.e. 7% of total net sales revenue without consolidation exclusions.

Transactions with related parties in Q1 2024 were typical and routine transactions and were concluded on an arm's length basis.

10. Information on sureties for credit, loans or guarantees granted

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 01.01.2024 - 30.03.2024 and the remaining sections of the "Other information to the condensed interim consolidated financial statements for the period 01.01.2024 - 31.03.2024".

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, 28.05.2024

Name	Position
Jorge Calabuig Ferre	Vice-President of the Management Board
Carlos Enrique Resino Ruiz	Member of the Management Board
Jarosław Reszka	Chief Accountant

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