



**CONDENSED INTERIM CONSOLIDATED  
FINANCIAL STATEMENT  
MOSTOSTAL CAPITAL GROUP WARSAW**

**for the period 01.07.2020 - 30.09.2020**

**CONSOLIDATED PROFIT AND LOSS ACCOUNT**  
**for the period of 3 months from 01.07.2020 to 30.09.2020**

L.P	CONTINUING OPERATIONS	3 quarters 2020 the period from 01.01.2020 to 30.09.2020	Third quarter of 2020 the period from 01.07.2020 to 30.09.2020	3 quarters 2019 the period from 01.01.2019 to 30.09.2019	Third quarter of 2019 the period from 01.07.2019 to 30.09.2019
<b>I</b>	<b>Revenue from sales</b>	<b>1 021 187</b>	<b>349 512</b>	<b>926 013</b>	<b>331 075</b>
	Revenue from construction contracts	1 015 757	348 340	917 730	329 042
	Revenue from the sale of services	3 700	916	7 511	1 718
	Revenue from sale of goods and materials	1 730	256	772	315
<b>II</b>	<b>Cost of sales</b>	<b>946 921</b>	<b>321 196</b>	<b>887 863</b>	<b>323 951</b>
<b>III</b>	<b>Gross profit / (loss) on sales</b>	<b>74 266</b>	<b>28 316</b>	<b>38 150</b>	<b>7 124</b>
IV	General administration costs	46 514	14 014	46 396	15 788
V	Other operating income	5 086	692	21 100	20 161
VI	Other operating expenses	9 145	5 275	6 226	2 610
<b>VII</b>	<b>Profit / (loss) on operating activities</b>	<b>23 693</b>	<b>9 719</b>	<b>6 628</b>	<b>8 887</b>
VIII	Financial income	3 174	522	1 657	-3 288
IX	Financial costs	20 348	5 374	17 815	10 885
<b>X</b>	<b>Gross profit / (loss)</b>	<b>6 519</b>	<b>4 867</b>	<b>-9 530</b>	<b>-5 286</b>
<b>XI</b>	<b>Income tax</b>	<b>627</b>	<b>-342</b>	<b>3 225</b>	<b>58</b>
	(a) the current part	2 269	375	817	487
	(b) the deferred part	-1 642	-717	2 408	-429
<b>XII</b>	<b>Net profit / (loss) on continued operations</b>	<b>5 892</b>	<b>5 209</b>	<b>-12 755</b>	<b>-5 344</b>
<b>XIII</b>	<b>Net profit / (loss) for the period</b>	<b>5 892</b>	<b>5 209</b>	<b>-12 755</b>	<b>-5 344</b>
XIV	Net profit / (loss) attributable to shareholders of the Parent Company	3 151	3 754	-13 717	-5 742
XV	Net profit / (loss) attributable to non-controlling shareholders	2 741	1 455	962	398
	<b>Net profit / (loss) on continued operations</b>	<b>5 892</b>	<b>5 209</b>	<b>-12 755</b>	<b>-5 344</b>
	Weighted average number of ordinary shares	20 000 000	20 000 000	20 000 000	20 000 000
	Net profit (loss) per ordinary share (in PLN)	0,29	0,26	-0,64	-0,27
	Diluted net profit (loss) per ordinary share (in PLN)	0,29	0,26	-0,64	-0,27
	<b>Net profit / (loss) for the period</b>	<b>5 892</b>	<b>5 209</b>	<b>-12 755</b>	<b>-5 344</b>
	Weighted average number of ordinary shares	20 000 000	20 000 000	20 000 000	20 000 000
	Net profit (loss) per ordinary share (in PLN)	0,29	0,26	-0,64	-0,27
	Diluted net profit (loss) per ordinary share (in PLN)	0,29	0,26	-0,64	-0,27
	<b>Net profit / (loss) attributable to shareholders of the Parent Company</b>	<b>3 151</b>	<b>3 754</b>	<b>-13 717</b>	<b>-5 742</b>
	Weighted average number of ordinary shares	20 000 000	20 000 000	20 000 000	20 000 000
	Net profit (loss) per ordinary share attributable to shareholders of the Parent Company (in PLN)	0,16	0,19	-0,69	-0,29
	Diluted net profit (loss) per ordinary share attributable to shareholders of the Parent Company (in PLN)	0,16	0,19	-0,69	-0,29

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**for the period of 3 months from 01.07.2020 to 30.09.2020**

SPECIFICATION	3 quarters 2020 the period from 01.01.2020 to 30.09.2020	Third quarter of 2020 the period from 01.07.2020 to 30.09.2020	3 quarters 2019 the period from 01.01.2019 to 30.09.2019	Third quarter of 2019 the period from 01.07.2019 to 30.09.2019
Net profit / (loss) on continued operations	5 892	5 209	-12 755	-5 344
Net profit / (loss) for the period from discontinued operations	0	0	0	0
<b>Net profit / (loss) for the period</b>	<b>5 892</b>	<b>5 209</b>	<b>-12 755</b>	<b>-5 344</b>
Foreign exchange differences on translation of a foreign entity	150	53	-113	-105
Other comprehensive income	-29	-29	291	0
<b>Total other comprehensive income after tax</b>	<b>121</b>	<b>24</b>	<b>178</b>	<b>-105</b>
including items which may be reclassified to profit or loss at a later date	121	24	178	-105
Total comprehensive income from continuing operations	6 013	5 233	-12 577	-5 449
<b>Total comprehensive income</b>	<b>6 013</b>	<b>5 233</b>	<b>-12 577</b>	<b>-5 449</b>
attributable to the Shareholders of the Parent Company	3 272	3 778	-13 686	-5 847
attributed to the non-controlling shareholders	2 741	1 455	1 109	398

**CONSOLIDATED STATEMENT OF FINANCIAL SITUATION as at 30.09.2020**

<b>L.P</b>	<b>ASSETS</b>	<b>30.09.2020</b>	<b>30.06.2020</b>	<b>31.12.2019</b>	<b>30.09.2019</b>
<b>I.</b>	<b>Fixed assets (long-term)</b>	<b>123 789</b>	<b>115 217</b>	<b>112 421</b>	<b>113 719</b>
I.1	Intangible assets	1 594	1 731	2 269	2 412
I.2	Perpetual land use	6 381	6 408	6 522	6 569
I.3	Tangible fixed assets	66 890	63 446	61 283	56 892
I.4	Long-term deposits from construction contracts due from customers	13 894	13 643	8 454	9 813
I.5	Investment real estate	0	0	5 073	4 788
I.6	Long-term financial assets	12	12	12	12
I.7	Deferred tax assets	29 138	28 445	27 325	31 844
I.8	Long-term prepayments	5 880	1 532	1 483	1 389
<b>II.</b>	<b>Current assets (short-term)</b>	<b>832 495</b>	<b>840 241</b>	<b>923 463</b>	<b>887 507</b>
II.1	Stocks	22 411	21 202	15 728	20 801
II.2	Trade receivables	339 204	397 579	338 884	377 279
II.3	Other receivables	942	560	1 833	3 963
II.4	Advances for construction work	15 175	8 100	7 376	8 219
II.5	Cash and cash equivalents	135 913	116 205	273 683	112 952
II.6	Short-term financial assets	73	138	0	0
II.7	Assets under construction contracts	312 870	291 310	281 404	359 605
II.8	Other prepayments and accruals	5 907	5 147	4 555	4 688
	<b>A c t i v a t i o n s</b>	<b>956 284</b>	<b>955 458</b>	<b>1 035 884</b>	<b>1 001 226</b>
<b>L.P</b>	<b>LIABILITIES</b>	<b>30.09.2020</b>	<b>30.06.2020</b>	<b>31.12.2019</b>	<b>30.09.2019</b>
<b>I</b>	<b>Equity capital</b> (attributed to shareholders of the Parent Company)	<b>40 332</b>	<b>36 554</b>	<b>40 140</b>	<b>27 130</b>
I.1	Core capital	44 801	44 801	44 801	44 801
I.2	Reserve capital / reserves	131 148	130 736	138 497	138 497
I.3	Reserve capital from loan reclassification	201 815	201 815	201 815	201 815
I.4	Foreign exchange differences on translation of foreign operations	-708	-761	-858	-945
I.5	Retained earnings / (Uncovered losses)	-336 724	-340 037	-344 115	-357 038
	undistributed profit / (uncovered loss)	-339 875	-339 434	-343 321	-343 321
	<b>profit / (loss) for the period</b>	<b>3 151</b>	<b>-603</b>	<b>-794</b>	<b>-13 717</b>
<b>II.</b>	<b>Non-controlling shareholders' capital</b>	<b>13 658</b>	<b>12 202</b>	<b>9 768</b>	<b>9 938</b>
<b>III.</b>	<b>Total equity</b>	<b>53 990</b>	<b>48 756</b>	<b>49 908</b>	<b>37 068</b>
<b>IV.</b>	<b>Long-term liabilities</b>	<b>113 924</b>	<b>96 478</b>	<b>103 567</b>	<b>210 707</b>
IV.1	Interest-bearing bank loans and borrowings	0	0	0	125 702
IV.2	Long-term leasing liabilities	24 505	22 706	21 420	15 534
IV.3	Long-term deposits from construction contracts due to suppliers	47 178	40 240	35 692	32 624
IV.4	Long-term liabilities on account of advances	33 862	24 991	35 416	23 549
IV.5	Deferred income tax liability	0	0	16	17
IV.6	Long-term provisions	8 379	8 541	11 023	13 281
<b>V.</b>	<b>Current liabilities</b>	<b>788 370</b>	<b>810 224</b>	<b>882 409</b>	<b>753 451</b>
V.1	Current portion of interest-bearing bank loans and borrowings	200 267	197 145	253 314	148 911
V.2	Current liabilities under lease	10 136	9 243	8 561	6 864
V.3	Trade payables	206 582	219 838	265 342	255 985
V.4	Income tax	1 773	1 667	0	31
V.5	Other liabilities	34 931	39 760	38 272	50 113
V.6	Advances for construction work	94 361	114 121	97 529	47 395
V.7	Short-term provisions	11 139	13 066	15 461	17 629
V.8	Liabilities under construction contracts	36 995	29 329	39 068	34 850
V.9	Other prepayments and accruals	192 186	186 055	164 862	191 673
<b>VI.</b>	<b>Total liabilities</b>	<b>902 294</b>	<b>906 702</b>	<b>985 976</b>	<b>964 158</b>
	<b>Equity and liabilities</b>	<b>956 284</b>	<b>955 458</b>	<b>1 035 884</b>	<b>1 001 226</b>

**CONSOLIDATED CASH FLOW STATEMENT**  
**for the period of 3 months from 01.07.2020 to 30.09.2020**

L.P	SPECIFICATION	3 quarters 2020 the period from 01.01.2020 to 30.09.2020	Third quarter of 2020 the period from 01.07.2020 to 30.09.2020	3 quarters 2019 the period from 01.01.2019 to 30.09.2019	Third quarter of 2019 the period from 01.07.2019 to 30.09.2019
<b>I</b>	<b>Cash flows from operating activities</b>				
	<b>Gross profit (loss) from continuing operations</b>	6 519	4 867	-9 530	-5 286
I.1	Profit/(loss) before tax (attributable to the shareholders of the Parent Company and non-controlling shareholders)	6 519	4 867	-9 530	-5 286
<b>I.2</b>	<b>Adjustments for items:</b>	<b>-67 668</b>	<b>20 034</b>	<b>-62 371</b>	<b>-8 712</b>
I.2.1	Depreciation	12 271	4 248	11 353	3 669
I.2.2	Exchange rate differences	11 325	2 637	4 372	7 191
I.2.3	Interest and profit-sharing	6 698	2 351	8 247	1 488
I.2.4	Profit/loss on investment activities	-1 333	-213	-19 663	-19 355
I.2.5	Change in receivables and advances for construction work	-12 668	50 666	-60 651	3 267
I.2.6	Change in stocks	-6 683	-1 208	6 011	-2 961
I.2.7	Change in liabilities except for loans and borrowings	-55 337	-22 036	-2 270	-24 702
I.2.8	Change in assets and liabilities due to the execution of construction contracts and prepayments and accruals	-12 134	-12 847	6 004	31 226
I.2.9	Change in provisions	-6 982	-2 089	-7 697	-2 091
I.2.10	Income tax (paid / received)	-274	-51	-798	-320
I.2.11	Others	-2 551	-1 424	-7 279	-6 124
<b>I</b>	<b>Net cash flows from operating activities</b>	<b>-61 149</b>	<b>24 901</b>	<b>-71 901</b>	<b>-13 998</b>
<b>II</b>	<b>Cash flows from investing activities</b>				
II.1	Sales of tangible and intangible assets	7 632	1 137	45 518	45 471
II.2	Acquisition of tangible and intangible assets	-6 509	-2 386	-7 326	-4 652
II.3	Acquisition of financial assets	-1 313	0	0	0
II.4	Interest received	474	1	15	15
II.5	Others	369	369	0	-112
<b>II</b>	<b>Net cash flows from investing activities</b>	<b>653</b>	<b>-879</b>	<b>38 207</b>	<b>40 722</b>
<b>III</b>	<b>Cash flows from financing activities</b>				
III.1	Payment of lease liabilities	-5 755	-2 447	-2 583	-863
III.2	Proceeds from borrowings	5 329	-493	4 566	-9 822
III.3	Repayment of loans / credits	-57 393	-387	-9 000	8 592
III.4	Interest paid	-19 373	-959	-761	-209
III.5	Others	-82	-28	-89	-32
<b>III</b>	<b>Net cash flows from financing activities</b>	<b>-77 274</b>	<b>-4 314</b>	<b>-7 867</b>	<b>-2 334</b>
IV	Net change in cash and cash equivalents	-137 770	19 708	-41 561	24 390
V	Cash and cash equivalents at the beginning of the period	<b>273 683</b>	<b>116 205</b>	<b>154 513</b>	<b>88 562</b>
<b>VI</b>	<b>Cash and cash equivalents at end of period</b>	<b>135 913</b>	<b>135 913</b>	<b>112 952</b>	<b>112 952</b>
	Restricted cash	604	8	427	336

### CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

<b>2020</b> <b>the period from 01.07.2020 to</b> <b>30.09.2020</b>	<b>Capital attributable to shareholders of the Parent Company</b>						Capital attributed to non-controlling shareholders	<b>Total equity</b>
	Core capital	Reserve capital / reserves	Reserve capital from loan reclassification	Foreign exchange differences on translation of foreign branches	Profits retained / uncovered losses	Equity (attributed to shareholders of the Parent Company)		
As of 1 July 2020	44 801	130 736	201 815	-761	-340 037	<b>36 554</b>	12 202	<b>48 756</b>
Profit (loss) for the period	0	0	0	0	3 754	<b>3 754</b>	1 455	<b>5 209</b>
Other comprehensive income	0	0	0	53	-29	<b>24</b>	0	<b>24</b>
<b>Total comprehensive income</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>53</b>	<b>3 725</b>	<b>3 778</b>	<b>1 455</b>	<b>5 233</b>
Distribution of previous years' results	0	412	0	0	-412	<b>0</b>	1	<b>1</b>
<b>As of 30 September 2020</b>	<b>44 801</b>	<b>131 148</b>	<b>201 815</b>	<b>-708</b>	<b>-336 724</b>	<b>40 332</b>	<b>13 658</b>	<b>53 990</b>

<b>2020</b> <b>the period from 01.01.2020 to</b> <b>30.09.2020</b>	<b>Capital attributable to shareholders of the Parent Company</b>						Capital attributed to non-controlling shareholders	<b>Total equity</b>
	Core capital	Reserve capital / reserves	Reserve capital from loan reclassification	Foreign exchange differences on translation of foreign branches	Profits retained / uncovered losses	Equity (attributed to shareholders of the Parent Company)		
As of 1 January 2020	44 801	138 497	201 815	-858	-344 115	<b>40 140</b>	9 768	<b>49 908</b>
Profit (loss) for the period	0	0	0	0	3 151	<b>3 151</b>	2 741	<b>5 892</b>
Other comprehensive income	0	24	0	150	-53	<b>121</b>	0	<b>121</b>
<b>Total comprehensive income</b>	<b>0</b>	<b>24</b>	<b>0</b>	<b>150</b>	<b>3 098</b>	<b>3 272</b>	<b>2 741</b>	<b>6 013</b>
Distribution of previous years' results	0	-7 373	0	0	4 293	<b>-3 080</b>	1 149	<b>-1 931</b>
<b>As of 30 September 2020</b>	<b>44 801</b>	<b>131 148</b>	<b>201 815</b>	<b>-708</b>	<b>-336 724</b>	<b>40 332</b>	<b>13 658</b>	<b>53 990</b>

<b>2019 YEAR the period from 01.01.2019 to 31.12.2019</b>	<b>Capital attributable to shareholders of the Parent Company</b>						Capital attributed to non-controlling shareholders	<b>Total equity</b>
	Core capital	Reserve capital / reserves	Reserve capital from loan reclassification	Foreign exchange differences on translation of foreign branches	Profits retained / uncovered losses	Equity (attributed to shareholders of the Parent Company)		
<b>As at 1 January 2019</b>	44 801	139 707	201 815	-832	-344 675	<b>40 816</b>	8 829	<b>49 645</b>
Profit (loss) for the period	0	0	0	0	-794	<b>-794</b>	791	<b>-3</b>
Other comprehensive income	0	0	0	-26	144	<b>118</b>	148	<b>266</b>
<b>Total comprehensive income</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>-26</b>	<b>-650</b>	<b>-676</b>	<b>939</b>	<b>263</b>
Distribution of previous years' results	0	-1 210	0	0	1 210	<b>0</b>	0	<b>0</b>
<b>As at 31 December 2019</b>	<b>44 801</b>	<b>138 497</b>	<b>201 815</b>	<b>-858</b>	<b>-344 115</b>	<b>40 140</b>	<b>9 768</b>	<b>49 908</b>

<b>2019 YEAR the period from 01.01.2019 to 30.09.2019</b>	<b>Capital attributable to shareholders of the Parent Company</b>						Capital attributed to non-controlling shareholders	<b>Total equity</b>
	Core capital	Reserve capital / reserves	Reserve capital from loan reclassification	Foreign exchange differences on translation of foreign branches	Profits retained / uncovered losses	Equity (attributed to shareholders of the Parent Company)		
<b>As at 1 January 2019</b>	<b>44 801</b>	<b>139 707</b>	<b>201 815</b>	<b>-832</b>	<b>-344 675</b>	<b>40 816</b>	<b>8 829</b>	<b>49 645</b>
Profit (loss) for the period	0	0	0	0	-13 717	<b>-13 717</b>	962	<b>-12 755</b>
Other comprehensive income	0	0	0	-113	144	<b>31</b>	147	<b>178</b>
<b>Total comprehensive income</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>-113</b>	<b>-13 574</b>	<b>-13 687</b>	<b>1 109</b>	<b>-12 578</b>
Distribution of previous years' results	0	-1 210	0	0	1 210	<b>0</b>	0	<b>0</b>
<b>As at 30 September 2019</b>	<b>44 801</b>	<b>138 497</b>	<b>201 815</b>	<b>-945</b>	<b>-357 038</b>	<b>27 130</b>	<b>9 938</b>	<b>37 068</b>

## ADDITIONAL INFORMATION AND EXPLANATIONS

### 1. General information

The Mostostal Warszawa Capital Group consists of the Parent Company Mostostal Warszawa S.A. and its subsidiaries. The condensed interim consolidated financial statement of the Mostostal Warszawa Capital Group for the consolidated profit and loss account covers the period of 9 months of 2020 and the third quarter of 2020 and contains comparable data for the period of 9 months of 2019 and the third quarter of 2019, for the consolidated cash flow statement - the period of 9 months of 2020 and the third quarter of 2020 and contains comparable data for the period of 9 months of 2019 and the third quarter of 2019, and in the case of the consolidated statement of financial position prepared as at 30 September 2020, contains comparable data as at 30 June 2020, 31 December 2019 and 30 September 2019.

Mostostal Warszawa, i.e. the Parent Company is a joint stock company with legal personality under Polish law, registered in the District Court for the Capital City of Warsaw in Warsaw, 13th Commercial Division of the National Court Register under KRS number: 0000008820. The registered office of Mostostal Warszawa S.A. is located in Warsaw, at 12a Konstruktorska Street. The Company's core business is specialist construction work, included in section 4120Z of PKD. The shares of Mostostal Warszawa S.A. are listed on the Warsaw Stock Exchange, sector: construction.

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

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

The ultimate parent undertaking is Acciona S.A.

### 2. Group composition

In Q3 2020, the consolidated Mostostal Warszawa Capital Group is composed of the following members:

N.B.	Name Companies	Headquarters	Subject of activities	Competent court	Participation M. Warsaw S.A. in votes at the company's General Meeting of Shareholders (30.09.2020)	Participation M. Warsaw S.A. in the company's share capital (30.09.2020)
1	Mostostal Warszawa S.A.- Parent Company	Warsaw	Construction	District Court for the Capital City of Warsaw, XIII Commercial Division of the National Court Register under number 0000008820	-	-
2	Mostostal Kielce S.A.	Kielce	Construction	District Court in Kielce 10th Commercial Division of the National Court Register under number 0000037333	100,00%	100,00%
3	AMK Kraków S.A.	Krakow	engineering services, design, construction project management, turnkey construction	District Court for Kraków Śródmieście XI Economic Department of the National Court Register under number 0000053358	100,00%	100,00%
4	Mostostal Płock S.A.	Płock	Construction	District Court for the Capital City of Warsaw, XIV Commercial Division of the National Court Register under number 0000053336	53,10%	48,69%
5	Mostostal Power Development Sp. z o.o.	Warsaw	Construction	District Court for the Capital City of Warsaw, XIII Commercial Division of the National Court Register under number 0000480032	100,00%	100,00%



Subsidiaries are all business entities over which the Group exercises control. The Group controls a company when it is exposed to, or has the right to variable returns on its involvement in that company and has the ability to influence those returns by exercising control over that company. Subsidiaries are fully consolidated from the date of transfer of control to the Group. Consolidation shall be discontinued from the date on which control ceases to exist.

As at 30 September 2020 Mostostal Warszawa S.A. held 907,095 ordinary bearer shares and 66,057 registered preference shares (1 share = 5 votes), which in total provided 48.69% of the capital and 53.10% of the total number of votes of Mostostal Płock S.A. Pursuant to Art. 4 of the Public Offering Act, the fact that Mostostal Warszawa S.A. holds 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 exerting influence on the company's operations, determines the relationship of dominance of Mostostal Warszawa S.A. towards Mostostal Płock S.A., resulting in full consolidation.

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

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

#### **Composition of the Management Board and Supervisory Board of the Parent Company:**

As at 30.09.2020 Mostostal Warszawa S.A.'s Management Board was composed of the following members:

Miguel Angel Heras Llorent - President of the Management Board

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

On 30 July 2020, Alvaro Javier de Rojas Rodriguez resigned as Member of the Management Board of the Parent Company, effective as of 31 July 2020.

On 30 July 2020, the Supervisory Board of Mostostal Warszawa S.A. appointed Mr Carlos Enrique Resino Ruiz to the Management Board of the 8th term of office of the Parent Company, entrusting him with the position of Member of the Management Board. The resolution of the Supervisory Board of Mostostal Warszawa S.A. entered into force on 1 August 2020.

As at 30 September 2020, the Supervisory Board of Mostostal Warszawa S.A. was composed of the following persons:

Antonio Muñoz Garrido - Chairman of the Supervisory Board

José David Márquez Arcos – Vice-Chairman of the Supervisory Board

Javier Lapastora Turpín - Member of the Supervisory Board

Neil Roxburgh Balfour - Member of the Supervisory Board

Ernest Podgórski - Member of the Supervisory Board

Javier Serrada Ouiza - Member of the Supervisory Board.

### 3. Approval of the accounts

The condensed interim consolidated financial statements for Q3 2020 were approved for publication by the Parent's Management Board on 27 November 2020.

### 4. Basis for drawing up the condensed interim consolidated financial statements for Q3 2020 and accounting principles

#### 4.1 Basis of preparation of the report

The condensed interim consolidated financial statements were prepared on the assumption that the Group companies would continue as a going concern in the foreseeable future.

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

In the period from 01.01.2020 to 30.09.2020 The Group generated a gross profit on sales of PLN 74,266 thousand and recorded a net profit for the period of PLN 5,892 thousand. As of September 30th 2020, the Group's total equity was positive and amounted to PLN 53,990 thousand.

In the period from 01.01.2020 to 30.09.2020 The Parent Company repaid two loans, together with interest, granted by its related undertaking Acciona Construcción S.A. in the total amount of PLN 67,066 thousand. In 2020, the Parent Company signed annexes to two loan agreements of the total amount of PLN 126,930 thousand, which postpone their repayment date to April 2021.

The Management Board of Mostostal Warszawa S.A. believes that the effects of the introduction of further restrictions aimed at reducing the Covid-19 epidemic will increasingly affect the condition of the Polish economy, which may also affect the financial situation and operating results of the Parent and the Group in the medium and long term. The Parent's Management Board monitors the situation on an ongoing basis and takes steps to mitigate the impact of the epidemic on the Parent's and the Group's operations and results.

The Management Board of the Parent Company believes that the Parent Company and the Group will have sufficient cash to finance its operations in the period of at least 12 months after the balance sheet date. The cash flow forecast prepared by the Management Board of Mostostal Warszawa S.A. is based on certain assumptions which may not be fulfilled, which in consequence may lead to liquidity problems for the Parent Company, in particular such assumptions are:

- extension of loan agreements granted by Acciona Construcción S.A., a related undertaking, which constitute a material source of financing for the Parent's operations. The loan repayment dates fall between 2020 and 2021.

The Management Board of the Parent Company expects that, in accordance with the current practice of Acciona

- Construcción S.A., it will agree to extend the loan repayment dates; however, as at the date of this report, the Parent Company has not received any assurance of extension of the loan repayment dates from the lender,
- no significant delays in the execution of key contracts and no significant contractual penalties on ongoing or completed contracts,
  - no significant deviations from the budgeted costs of the guarantee service of completed projects,
  - no significant negative deviations in the level of realised margin on key contracts (possibility to contract and carry out work by subcontractors and purchase materials at budgeted rates, no increase in employees' own salaries above budgeted values),
  - lack of significant negative settlements of disputes in which Mostostal Warszawa S.A. acts as a defendant.

Taking into account the value of Mostostal Warszawa S.A.'s backlog, which amounts to PLN 2,918,250,000 (the Capital Group's portfolio amounts to PLN 3,172,693,000) and at the same time the fact that the Companies of the Capital Group participate in a number of tender procedures, which may translate into winning new orders in the near future, the Management Board of the Parent Company believes that the assumption of continuation of the Parent Company's and Mostostal Warszawa Capital Group's operations in the foreseeable future when drawing up the condensed interim financial statements is reasonable.

However, the assumptions adopted by the Parent Company in preparing the cash flow projection, of which the key one is the assumption of extending the repayment dates of loans granted by Acciona Construcción S.A., are subject to a risk resulting from uncertainty as to their execution, which indicates the existence of material uncertainty which may raise serious doubts as to the ability to continue operations in the foreseeable future.

#### 4.2 Statement of conformity

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard (IAS) 34 Interim Financial Reporting as adopted by the European Union.

The condensed consolidated interim financial statements should be read in conjunction with the audited consolidated financial statements of the Group for the year ended 31 December 2019 and the notes thereto.

Mostostal Warszawa SA and AMK Kraków SA prepare their separate financial statements in accordance with the International Financial Reporting Standards approved by the European Union (IFRS), and the other Group companies maintain their accounting books in accordance with the accounting policy (principles) set forth in the Polish Accountancy Act of September 29th 1994 (the "Act") and the regulations issued thereunder (jointly: "Polish Accounting Standards"). The consolidated financial statements include adjustments not included in the accounting books of the Group companies, which were made in order to bring their financial statements in line with the IFRS.

The condensed interim consolidated financial statements of the Mostostal Warszawa Capital Group have not been reviewed and audited by a certified auditor.

#### 4.3 Accounting principles

Detailed accounting principles adopted by the Capital Group are described in the consolidated financial statements of the Mostostal Warszawa Capital Group for the year ended 31.12.2019.

The accounting principles applied to prepare these condensed interim consolidated financial statements are consistent with those applied to prepare the annual consolidated financial statements of the Mostostal Warszawa Group for the year ended 31 December 2019.

#### **Changes to standards applied for the first time in 2020**

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

- Amendments to IFRS 9 "Financial Instruments", IAS 39 "Financial Instruments: Recognition and Measurement" and IFRS 7 "Financial Instruments: Disclosures" - Reform of the reference interest rate,
- Amendments to IAS 1 "Presentation of financial statements" and IAS 8 "Accounting policies, changes in accounting estimates and errors" - Definition of materiality,
- Amendments to the IFRS Conceptual Framework References.

The above changes to the standards did not have a significant impact on the accounting policy of the Mostostal Warszawa Group.

#### **Standards and amendments to standards adopted by the IASB but not yet approved by the EU**

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

- IFRS 14 "Regulatory Accruals and Deferred Taxes" - in accordance with the decision of the European Commission, the process of approving the standard in its initial version will not be initiated before the publication of the final version of the standard (effective for annual periods beginning on or after 1 January 2016);
- IFRS 17 "Insurance Contracts" (effective for annual periods beginning on or after 1 January 2021);
- Amendments to IFRS 3 "Business Combinations" (effective for annual periods beginning on or after 1 January 2020);
- Amendments to IFRS 10 "Consolidated financial statements" and IAS 28 "Investments in associates and joint ventures" - Transactions of sale or contribution of assets between an investor and its associate or joint venture - the work leading up to the approval of these amendments has been postponed by the EU indefinitely - the effective date has been postponed by the IASB for an unlimited period;
- Amendments to IAS 1 "Presentation of financial statements" - Classification of liabilities as short- or long-term (applicable to annual periods beginning on or after 1 January 2022).

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

#### **4.4 Principles adopted for converting selected financial data into EURO**

The following rules have been adopted for the calculation of selected financial data for Q3 2020 in EUR:

- profit and loss account and cash flow statement items for the three quarters of 2020 were translated at the exchange rate of 4.4420 PLN/EUR, which is the arithmetic mean of the exchange rates published by the National Bank of Poland for the last days of January, February, March, April, May, June, July, August and September 2020.
- individual items of assets and liabilities of the statement of financial position were converted at the exchange rate as at 30 September 2020 of 4.5268 PLN/EUR.

#### 4.5 Currency of financial statements

The condensed interim consolidated financial statements for Q3 2020 are presented in Polish zloty (PLN), and all the figures given are rounded to the nearest whole thousand, unless otherwise stated.

#### 5. Long-term construction contracts

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

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

#### Revenue from construction contracts in progress

SPECIFICATION	30.09.2020	30.06.2020	31.12.2019	30.09.2019
Cumulative estimated revenue from construction contracts in progress	4 327 700	4 150 840	3 721 602	3 760 855
Cumulative invoiced sales on unfinished construction contracts	4 210 372	4 047 406	3 640 942	3 595 225
Assets and liabilities under construction contracts in progress (per balance)	<b>117 328</b>	<b>103 434</b>	<b>80 660</b>	<b>165 630</b>
Advances received for unfinished construction contracts	128 223	139 112	132 945	70 944
<b>Net balance sheet position for construction contracts in progress</b>	<b>-10 895</b>	<b>-35 678</b>	<b>-52 285</b>	<b>94 686</b>
<b>Reconciliation to items in the statement of financial position:</b>				
Assets and liabilities under construction contracts in progress (per balance)	117 328	103 434	80 660	165 630
Assets under construction contracts on completed contracts	158 547	158 547	161 676	165 292
<b>Assets and liabilities under construction contracts (per balance)</b>	<b>275 875</b>	<b>261 981</b>	<b>242 336</b>	<b>330 922</b>

In the course of the performance of construction contracts, mainly in the years 2010-2012, circumstances occurred for which the Parent Company was not responsible and which caused it to record losses not attributable to it (damages, increased unforeseen expenses, etc.). These circumstances included primarily:

- increasing the material scope of works in relation to the design (tender) assumptions submitted to the Company by the ordering parties,
- unforeseeable, extraordinary, price increases: construction materials (including fuels, oil and other materials), transport, equipment rental and construction services,
- the need to execute the contracts for a longer period of time, and therefore incurring higher costs as a result of, among others: the Company's lack of access to the construction site due to unfavourable weather conditions, defects in the design documentation provided by the contracting authority.

In the Parent's opinion, these circumstances resulted in changes to the agreements with the ordering parties (customers) in accordance with the contractual provisions and general legal basis, and the rights to which it is entitled as a result of

the change in the agreement exist and are enforceable (claims made against customers). Consequently, the Company (in accordance with IFRS 15):

- estimated the change in the transaction price resulting from the change in the contract, taking into account all information (historical, current, forecast and legal opinions and expert reports) that was reasonably available to it,
- included in the transaction price a part of the amount of remuneration for the amendment to the agreement to the extent that it is highly probable that a significant part of the amount of previously recognised cumulative revenue will not be reversed when the uncertainty about the amount of remuneration for the amendment to the agreement ceases.

Accordingly, as at September 30th 2020, the Parent recognised assets under completed construction contracts resulting from amendments to contracts with contracting authorities (customers) in the amount of PLN 158,547 thousand.

In its separate statement of financial position, the Parent discloses overdue trade receivables in the amount of PLN 152,560 thousand, for which it did not recognise an impairment loss, and assets under construction contracts completed in the amount of PLN 158,547 thousand, which are mostly the subject of court cases. The value of accrued expenses under invoiced construction work under those contracts is PLN 39,160 thousand. The Parent's Management Board anticipates that in the period of 12 months from the date of these statements, some of these cases may be resolved due to their advancement.

## 6. Significant changes in estimates

Preparation of the interim consolidated financial statements requires judgements, estimates and assumptions from the Management Board, affecting the application of the adopted accounting policies and the presented values of assets, liabilities, income and expenses, whose actual values may differ from the estimated values. The estimates and related assumptions are based on historical experience and other factors considered reasonable under the circumstances, and their results give rise to professional judgement. The Management Board may rely on the opinions of independent experts in making judgements, estimates or assumptions. Estimates and related assumptions are subject to ongoing verification. Changes in accounting estimates are recognised prospectively from the period in which the estimate was changed.

It is important to recognise sales on construction contracts. The companies of the Capital Group recognise revenue from construction contracts performed based on the measurement of outlays, measured by the share of costs incurred from the date of concluding the contract until the date of determining the revenue in the total cost of service provision. Total revenue from long-term construction contracts denominated in a foreign currency is determined on the basis of the invoicing made until the balance-sheet date and the exchange rate applicable on the balance-sheet date. The budgets of individual contracts are subject to a formal process of updating (reviewing) based on current information at least once a quarter. In the event of occurrence of events between official budget revisions which materially affect the contract result, the value of total contract revenue or costs may be updated earlier.

Information on created and released impairment losses is presented in Notes 9 and 10 to these consolidated financial statements.

Information on provisions released and created in the reporting period can be found in note 11 of this report.

Deferred tax assets increased by PLN 693 thousand in the reporting period, and as at September 30th 2020 amounted to PLN 29,138 thousand. The Group recognises a deferred tax asset based on the assumption that a tax profit will be generated in the future allowing for its use. Deterioration of the future tax results could result in all or part of the deferred tax asset not being realised.

#### 7. Seasonality or cyclicity of the Group's operations in Q3 2020.

Mostostal Warszawa Capital Group's operations depend on weather conditions and may be less active in winter than in the other seasons of the year. In Q3 2020, the weather conditions did not have a significant impact on the Group's operations and its results.

8. The amount and type of items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, value or frequency

In Q3 2020, the financial result was significantly affected by the weakening of the Polish currency against the euro as compared to June 30th 2020, which resulted in the recognition by the Parent of negative exchange rate differences on the balance sheet valuation of loans in the amount of PLN 2,813 thousand.

9. Information on write-downs of inventories to net recoverable value and reversal of such write-downs

In Q3 2020, no revaluation write-downs on inventories were made, and a write-down of PLN 239 thousand was used on that account.

10. Information on write-offs for impairment of financial assets, tangible fixed assets, intangible assets or other assets and reversal of such write-offs

In Q3 2020, impairment losses on receivables in the amount of PLN 4,498 thousand were recognised and PLN 350 thousand were used.

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

Specification	Provisions for Awards jubilee and retirement severance pay	Reserve for envisaged Losses on contracts	Reserve for repairs guarantee	Reserve for cases court	Others Reserves	Total
As at 01.01.2020	4 964	2 764	12 425	5 344	987	26 484
Created during the period	174	124	2 120	1 304	275	3 997
Used	-392	-1 114	-2 614	-3 319	-298	-7 737
Solution	-3	0	-2 622	-516	-85	-3 226
<b>As at 30.09.2020</b>	<b>4 743</b>	<b>1 774</b>	<b>9 309</b>	<b>2 813</b>	<b>879</b>	<b>19 518</b>
Long-term to 30.09.2020	2 623	989	4 767	0	0	8 379
Short-term to 30.09.2020	2 120	785	4 542	2 813	879	11 139

## 12. Information on significant transactions of purchase and sale of tangible fixed assets

In Q3 2020, the Group companies did not conclude any material transactions related to property, plant and equipment

## 13. Information on material liabilities arising from the purchase of property, plant and equipment

Due to the lack of material purchases of property, plant and equipment in Q3 2020, no material liabilities arose on that account.

## 14. Information on significant settlements of court cases

In Q3 2020, there were no material settlements due to court cases.

## 15. Corrections of prior period errors

In the reporting period there were no corrections of prior period errors.

## 16. Issue, redemption and repayment of debt and equity securities

In Q3 2020 Mostostal Warszawa S.A. and the Group companies did not issue shares. No repayment of debt and equity securities occurred.

## 17. dividends paid (declared) by the Issuer

In Q3 2020 Mostostal Warszawa S.A. did not pay any dividends.

## 18. Changes in the basic principles of management in the Parent Company and in the Group companies included in consolidation

In the period reported, there were no material changes in the principles of management of the Parent Undertaking and the Group.

## 19. Events after the balance sheet date as at which the condensed consolidated interim financial statements were drawn up which may have a significant impact on future performance

On 1 October 2020 Mostostal Warszawa S.A. concluded with Acciona Construcción S.A. ("Acciona" parent company - 62.13% of the total number of votes at the General Meeting) Annex no. XII to the Loan Agreement of 27 May 2013 with Acciona (Current report 29/2013). Under the Annex, Acciona extends the repayment date of the loan of EUR 13.26m (including the principal and capitalized interest, which is equivalent to PLN 59.89m at the average exchange rate quoted by the National Bank of Poland on October 1st 2020 of EUR 1 = PLN 4.5153) plus interest until October 31st 2020. The loan may also be repaid in a shorter term.

On 12 October 2020 Mostostal Warszawa S.A. concluded an agreement under which it purchased a property with an area of 30,851 m<sup>2</sup> located in Urzut for the net price of PLN 5,000 thousand. The purchased property will be used for the Parent's technical base.

On 22 October 2020. Mostostal Warszawa S.A. received a set of relevant documents of Annex No. 5 concluded on 24 September 2020. ("Annex") to the general agreement for insurance guarantees of 18 August 2017, with UNIQA



Towarzystwo Ubezpieczeń Spółka Akcyjna (Current Report 45/2017). The subject of the Annex is to extend the maximum amount limit of PLN 10m granted to the Company from October 8th 2020 to October 7th 2021.

On 10 November 2020, Mostostal Warszawa S.A. concluded with the AGH University of Science and Technology Stanisława Staszica in Kraków ("Ordering Party") a contract for the implementation of the task entitled: "Construction of a multi-functional AGH Sports Hall in Krakow." The contract value is PLN 61,870 gross. Completion date: up to 21 months from the date of delivery of the construction site.

## 20. Changes in granted / received collateral for commercial agreements and liabilities since the end of the last financial year

### 20.1 Contingent liabilities

Specification	30.09.2020	31.12.2019
1. the Centre of Oncology of the Lublin Region - a claim for a penalty for withdrawal from the agreement on reduction of remuneration, additional and security works (description in note 21.1.1)	27 072	27 072
2. Gamma Inwestycje Sp. z o.o. - claim for a penalty related to the construction of the "Zielona Italia" housing estate (description in note 21.1(2))	15 784	15 784
3. Energa Kogeneracja S.A. - construction of a power unit in Elbląg - claim for reduction of remuneration and contractual penalty for failure to meet the parameters (description in note 21.1 point 3)	114 386	114 386
4. University of Białystok - Construction of the Institute of Biology and the Faculty of Mathematics and Computer Science together with the University Computation Centre - claim for a contractual penalty (description in note 21.1(4))	66 718	66 718
5th Town Development Agency S.A. - Construction of the Sports and Entertainment Hall Czyżyny in Kraków - claim for contractual penalty (description in note 21.1(5))	20 822	20 822
6 Biomatec Sp. z o.o. - claim for remuneration (description in note 21.1(6))	22 876	22 876
7 Cestar A.Cebula J.Starski sj a claim for remuneration (description in note 20.1(7))	12 689	12 689
8th University of Białystok - claim for a contractual penalty (description in note 21.1 point 10)	204 967	204 967
9 Waste Disposal Plant in Szczecin - counterclaim (description in note 21.1 point 11)	211 839	211 839
10. other	21 933	22 221
<b>Total</b>	<b>719 086</b>	<b>719 374</b>

As at September 30th 2020, the value of contingent liabilities amounted to PLN 719,086,000 and decreased by PLN 288,000 compared with the end of last year.

### 20.2 Security for commercial contracts

Safeguards granted	30.09.2020	31.12.2019
Bills of exchange issued as security for commercial contracts	65 978	85 263
Guarantees for securing commercial contracts	879 827	702 741
Mortgages	46 100	46 100
Other guarantees	39 355	45 385
<b>Total securities granted</b>	<b>1 031 260</b>	<b>879 489</b>

As at September 30th 2020, the value of security for commercial agreements granted as at September 30th 2010 was PLN 1,031,260 thousand, an increase of PLN 151,771 thousand as compared with the end of last year.

<b>Securities received</b>	<b>30.09.2020</b>	<b>31.12.2019</b>
Guarantees received	98 520	97 045
Bills of exchange received	8 754	1 177
<b>Total securities received</b>	<b>107 274</b>	<b>98 222</b>

As at September 30th 2020, the received security for commercial agreements was PLN 107,274 thousand, which represents an increase by PLN 9,052 thousand over the end of last year.

Collaterals for commercial agreements under promissory note payment guarantees, bank guarantees, issued promissory notes, guarantees under commercial agreements and others are related to long-term construction contracts. Collaterals granted and received also apply to contracts executed in consortia.

The Group has no liabilities related to the necessity to purchase fixed assets.

## 21. Information on significant proceedings pending before a court, arbitration authority or public administration body

In the reporting period, the Group companies participated in proceedings concerning receivables with a total value of PLN 1,130,618 thousand and in proceedings concerning liabilities with a total value of PLN 849,887 thousand.

### 21.1 Proceedings with the highest litigation value (Capital Group companies as defendants)

#### 1. Centre of Oncology of the Lublin Region (Plaintiff)

Date on which the action was brought: 10.09.2015 r.

The value of the dispute: 27,072 thousand PLN

The Plaintiff is claiming payment of a contractual penalty for the Plaintiff's withdrawal from the agreement, claims for a reduction of remuneration, claims for additional and security works performed by the investor. In the opinion of Mostostal Warszawa S.A., the contractual penalties charged are unfounded, the Company also disputes the remaining claims in their entirety. On September 11th 2012, the Company received a statement from St. John of Dukla Oncology Centre of Lublin Land on withdrawal from the contract for the design and execution of construction works for the extension and modernisation of the Lublin Land Oncology Centre ("Contract") and a call for payment of a contractual penalty. The Agreement in question was concluded on January 3rd 2011 between Centrum Onkologii Ziemi Lubelskiej ("the Principal") and a consortium composed of the following members: Mostostal Warszawa S.A. - The leader, Acciona Construcción S.A. - Partner, Richter Med. Sp. z o.o. - Partner ("Contractor"). As the reasons for termination of the Agreement, the Contracting Authority stated that the works were not performed in accordance with the material and financial schedule and the terms of the Agreement resulting in delays in the performance of the Agreement and making it unlikely that the Contractor will be able to complete the subject of the Agreement on the agreed date. At the same time, the Company brought a counterclaim and claims against the Principal in the amount of PLN 32,461 thousand concerning remuneration for additional works performed and reimbursement of unduly calculated and deducted contractual penalties. An expert opinion was drawn up in the case.

2. Gamma Inwestycje S.A. (Plaintiff)

Date on which the action was brought: 29.03.2013 r.

The value of the dispute: 15,784 thousand PLN

The Plaintiff which is the legal successor of Zielona Italia Sp. z o.o. ("Ordering Party") shall claim from Mostostal Warszawa S.A. a contractual penalty for withdrawal from the contract. The Company fully disputes the validity of calculating the penalty because it was the first to withdraw from a contract which included the construction of a complex of multi-family residential buildings with services and underground garages "Zielona Italia". ("the Agreement"). The basis for the Company's withdrawal from the Agreement was that the Ordering Party did not accept the works performed, despite repeated submissions by Mostostal Warszawa S.A.. Due to the withdrawal from the Contract due to the Orderer's fault Mostostal Warszawa S.A. charged a contractual penalty in the amount of PLN 15,784 thousand (not included in revenues). In response, Zielona Italia Sp. z o.o. charged the Company with contractual penalties amounting to PLN 15,784 thousand. Due to the Management Board's position that the penalty was issued without any basis, the amount was not recognised in the measurement of the contract. The dispute concerning the lack of grounds for charging the Company with the contractual penalty is being resolved by the Court. Currently, the case has been referred to mediation.

3. Energa Kogeneracja Sp. z o.o. (Plaintiff)

Date on which the action was brought: 24.07.2017 r.

The value of the dispute: 114,386 thousand PLN.

The Plaintiff is pursuing monetary claims against the Company in connection with the construction of the BB20 biomass unit in Elbląg. The Plaintiff's claims are based on the claims that the BB20 biomass unit in Elbląg, constructed by Mostostal Warszawa S.A. and commissioned in July 2014, has defects, does not achieve guaranteed parameters and needs to be modernised. The amount of the claim covers three groups of claims, i.e: (1) contractual penalties in the amount of PLN 15,170 thousand constituting part of the total amount of contractual penalties, of which PLN 7,378 thousand was paid to the Plaintiff under a bank guarantee and the remaining part is claimed in these proceedings, (2) demand for reduction of the contractual price in the amount of PLN 90,286 thousand and (3) capitalised interest in the amount of PLN 959 thousand. Having analysed the suit, the Company is of the opinion that both Energa's claim for contractual penalties in connection with failure to achieve the guaranteed technical parameters of the Block, and the claim for reduction of the contractual remuneration is unfounded. In particular, the Company indicates that in its opinion, the Plaintiff operated the Block inconsistently with the terms of the Contract and the operation/maintenance instructions, i.e. it burned fuel with parameters inconsistent with the provisions of the Contract, and did not carry out the so-called measurements of guaranteed parameters in a manner consistent with the provisions of the Contract. Mostostal Warszawa S.A. disputes these claims in their entirety and considers them to be unfounded. The statement of claim together with the counterclaim in the amount of PLN 7,378 thousand was submitted by Mostostal Warszawa S.A. on 15 December 2017. The selection of an expert is pending in the case.

4. University of Białystok (Plaintiff)

Date on which the action was brought: 03.02.2015 r.

The value of the dispute: 66,718 thousand PLN

The subject matter of the claim is the Plaintiff's claim for payment of contractual penalties under various titles in connection with the performance of the agreement of 25 January 2011 on the "Construction of the Institute of Biology and the Faculty of Mathematics and Informatics with the University Computation Centre" and the agreement of 25 January 2011 on the "Construction of the Faculty of Physics and the Institute of Chemistry" implemented under the Infrastructure and Environment Operational Programme. Mostostal Warszawa S.A. disputes these claims in their entirety

and deems them unfounded. In the court proceedings, Mostostal Warszawa S.A. shows a number of obstacles which objectively had a significant impact on the execution of the construction works, including the execution date, justifying the lack of grounds for calculating contractual penalties. Mostostal Warszawa S.A. brought a counterclaim against the Plaintiff for the amount of PLN 83,435 thousand on account of overdue remuneration with interest, indirect costs resulting from the extension of the execution date of the agreements and other additional works. The proceedings were covered by consensual talks. At the consensual request of the parties, the proceedings were suspended on April 24th 2019. In connection with failure to conclude a settlement as part of the conducted talks, the proceedings were undertaken by the Court's decision of October 10th 2019. An expert's opinion was commissioned in the case.

5. Agencja Rozwoju Miasta S.A. (Plaintiff)

Date on which the action was brought: 22.07.2016 r.,

The value of the dispute: 20,822 thousand PLN

The Plaintiff demands that the Company pay contractual penalties for delays in the performance of the construction works of the Czyżyny Sports and Entertainment Hall in Kraków - currently TAURON Arena Kraków. After analysing the claim, the Company disputes in its entirety, in principle and in amount, the claims made by the Plaintiff and is of the opinion that there were no grounds for calculating the contractual penalties. As at 14.04.2014. The Contractor in 99% performed the subject of the agreement and the Investor could start the collection. Due to defects in the design documentation, for which the Investor was responsible, the deadline for completion of the acceptance activities went beyond the contractual deadline, but not because of the Contractor. In the period of the alleged delay, the Investor could fully use the object, the object already on 12.05.2014 had a permit for final use and on 30.05.2014 the first commercial event took place, so at the time when the Investor was calculating the Contractor's contractual penalties. The Company also filed a counterclaim against the Plaintiff for claims for additional works and the remaining remuneration to be paid related to the construction of the Performance and Sports Hall Czyżyny in Kraków in the amount of PLN 16,439 thousand. In connection with the failure to conclude an agreement as part of mediation, the case will be continued in court.

6. Biomatec Sp. z o.o. (Plaintiff)

Date on which the action was brought: 26.05.2014 r.

The value of the dispute: 22,876 thousand PLN

The Plaintiff is seeking payment from Mostostal Warszawa S.A. for subcontracting works performed as part of the 20 MWe Biomass Fired Power Unit Construction project at Energa Kogeneracja Sp. z o.o. The basis for the demand for payment is a statement that Mostostal withdrew from the agreement with the Plaintiff in a situation where the Plaintiff was ready to perform it, i.e. there were obstacles in the performance of the aforementioned agreement, but on the side of Mostostal). The Company fully disputes the validity of the Claimant's statements. In response to the statement of claim, Mostostal Warszawa S.A. claimed that the withdrawal from the agreement was caused by the Plaintiff's fault, while the provisions of the agreement between the parties in the event of the situation eliminate the payment of the entire claim to the Plaintiff, except for the costs incurred by the Plaintiff until the date of withdrawal. In addition, pursuant to an agreement concluded with, among others, the Plaintiff, Mostostal Warszawa SA paid all costs incurred by the Plaintiff until the date of withdrawal. An expert opinion and two additional expert opinions were drawn up in the case. The conclusions of all three opinions are unfavourable to the Respondent, therefore Mostostal Warszawa S.A. raised extensive objections to them. On 02.07.2020. The Court dismissed the request of Mostostal Warszawa S.A. to appoint a new expert and closed the hearing. By judgment of 31 July 2020, the court dismissed the claim in its entirety. The judgment is not final. We are waiting for the justification to be prepared.

7. CESTAR Andrzej Cebula and Jerzy Starski Spółka jawna in restructuring (Plaintiff)

Date on which the action was brought: 16.11.2016 and 20.03.2017,

Total value of disputes: 14,667 thousand PLN

The Plaintiff claims remuneration from Mostostal Warszawa S.A. for works within the framework of the investment "Sewerage of the Zielonka Forest and its surroundings Landscape Park Area" Contract IX - the Basin of the Sewage Treatment Plant in Szlachcin - Task 6 - Murowana Goślina Commune, issued in connection with PSP No 23 and PSP No 24. Mostostal Warszawa S.A. requested that the claim be dismissed due to the fact that the claims asserted by the Plaintiff were deducted in full from Mostostal Warszawa S.A.'s receivables from the Plaintiff on account of invoices issued for substitute works and contractual penalties imposed. Evidence is pending in both cases.

8. Rafako S.A. (Plaintiff)

Date on which the action was brought: 31.03.2017 r.,

The value of the dispute: 16,157 thousand PLN.

Rafako S.A. claims payment from the Company for the construction work performed by the Plaintiff on the basis of a sub-contractor agreement as part of the project entitled Construction of a Waste Disposal Facility for the Szczecin Metropolitan Area in Szczecin. The Company disputes the amount of the claim, indicating that the Plaintiff has not provided any evidence of the amount of the claim, in particular in the form of a joint inventory (no protocol signed by both parties confirming the performance of the works), and the quality of the works performed. An expert opinion was drawn up in the case, which confirms the legitimacy of Rafako's claims. Mostostal has submitted reservations to the opinion.

9. Waagner Biro Sp. z o.o. (Plaintiff)

Date on which the action was brought: 09.10.2014 r.,

The value of the dispute: 10,810 thousand PLN

The Plaintiff shall claim payment from the Company for deliveries and works performed by the Plaintiff as part 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 challenges the legitimacy of the claim because, to the best of the Company's knowledge, the Plaintiff has sold, to a new contractor of the National Forum of Music, a significant part of the supplies and works for which it claims payment. An expert opinion has been prepared, acknowledging the legitimacy of the claim in the amount of PLN 4.4 million. Mostostal questions the opinion in this respect and requested a supplementary opinion.

10. University of Białystok (Plaintiff)

Date on which the action was brought: 05.02.2018 r.

The value of the dispute: 204,967 thousand PLN

On 16 January 2018, the University of Białystok filed a lawsuit against Mostostal Warszawa S.A. for the payment of PLN 204,967,000 together with statutory interest for delay from 12 January 2018 to the date of payment, as contractual penalties for delay in removal by Mostostal Warszawa S.A. 449 defects resulting from the performance of contracts concerning the construction of the Institute of Biology, Faculty of Mathematics and Informatics, University Computation Centre, as well as Faculty of Physics and Institute of Chemistry within the University of Białystok Campus. After analysing the content of the claim, Mostostal Warszawa S.A. disputes the validity of the claims submitted by the Plaintiff. The response to the statement of claim was submitted by the Company on 26 May 2018. Due to the fact that the proceedings were covered by negotiation talks, the parties requested suspension of the proceedings, which took place on

14 November 2018. In connection with the failure to conclude a settlement as part of the conducted talks, the proceedings were initiated by the Court's decision of 11 September 2019. Evidence is being taken in the case.

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

Date on which the action was brought: 24.01.2019 r.

The value of the object of the dispute: 211,839 thousand PLN

As part of the proceedings under the MW claim, the Respondent filed a counterclaim for the amount of PLN 211,839 thousand. The statement of claim was delivered to MW on 24 January 2019. The counterclaim is currently under analysis. The counterclaim was challenged by us in its entirety, as it is based on the erroneous assumption that it was the ZUO and not Mostostal that effectively withdrew from the contract. The counterclaim was filed on 25.02.2019. The case is subject to evidence.

12. Gamma Inwestycje S.A. (legal successor of Zielona Italia Sp. z o.o.) (Plaintiff)

Date on which the action was brought: 28.12.2018 r.

The value of the object of the dispute: 40,483 thousand PLN

On 28 December 2019. Gamma Inwestycje filed a lawsuit against MW for payment of approximately PLN 40.5 million, consisting of: a) approximately PLN 9.1 million for the costs incurred by Gamma Inwestycje for the removal of defects and faults in buildings C and D constructed by MW, b) approximately PLN 8 million for the additional encumbrance of the bank guarantee of payment granted by MW, c) approximately PLN 8 million for the additional encumbrance of the bank guarantee of payment granted by MW. PLN 12.8 million as reimbursement of remuneration paid by Gamma Inwestycje to MW's subcontractors, and d) ca. PLN 10.5 million as compensation for the damage suffered by Gamma Inwestycje as it had to withdraw from the agreement with MW and entrust the work not completed to another entity, i.e. Eiffage Budownictwo Mitex S.A, at a price 10.5 million PLN higher than MW's remuneration. MW submitted a response to the claim on 11.12.2019. The case has now been referred to mediation.

13. Sarens Polska Sp. z o.o. (Plaintiff )

Date on which the action was brought: 31.08.2017 r.,

The value of the dispute: 23,625 thousand PLN.

Sarens Polska Sp. z o.o. (Reason) sued Mostostal Power Development Sp. z o.o. (Defendant) for payment of remuneration for the work performed and for payment of the equivalent of the amount collected from the Plaintiff's performance bond. The Respondent considers the Plaintiff's claim to be unfounded because the claimant's claim has been partially deducted from the contractual penalty due to the Respondent, the remaining part of that remuneration is undue and the amount collected by the Respondent from the Plaintiff's performance bond has been credited towards the contractual penalty due to the Respondent.

## **21.2 Proceedings with the highest value of the dispute (Group companies as the claimant)**

1. State Treasury General Director of National Roads and Motorways (Defendant)

Date of bringing the action 03.06.2012

The value of the dispute: 36,961 thousand PLN

Proceedings brought by Mostostal Warszawa S.A. and the other members of the consortium against the Defendant for shaping the contract "Design and construction of the Stryków-Konotopa A-2 motorway at the section from km 394 + 500 to km 411 + 465.8". The Plaintiffs demand that the remuneration payable under the agreement be increased by PLN 36,961 thousand, including PLN 18,850 thousand for Mostostal Warszawa S.A., in connection with an extraordinary

increase in the prices of liquid fuels and asphalt, and that the above amount be paid. 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 the judgment of 16 March 2017 The Court of Appeal in Warsaw overturned the judgment of the Regional Court and referred the case back to it for reconsideration. The proceedings are pending again before the court of first instance. An expert opinion was drawn up in the case. Part of the amount claimed by the court is presented in assets due to the performance of construction contracts. An expert's opinion has been drawn up in the case.

2. State Treasury - General Director of National Roads and Motorways (Defendant)

Date of bringing the action 09.09.2013

Value of dispute 61,857 thousand PLN

Proceedings brought by Mostostal Warszawa S.A. and Acciona against the Defendant for the compensation of the damage suffered, reimbursement of the unduly calculated contractual penalties and payment of the overdue remuneration by the Defendant in connection with the performance of the Agreement for the construction of a bridge over the Oder River together with access flyovers on the section from km 18+174 to 19+960 within the Wrocław Motorway Ring Road A8. The proceedings are conducted before the District Court in Warsaw. An expert opinion has been prepared in the case. Part of the amount claimed in court is presented in the assets under construction contracts.

3. Gamma Inwestycje S.A. (legal successor of Zielona Italia Sp. z o.o.) (Defendant)

Date of bringing the action 29.03.2013

Value of the dispute PLN 15,785 thousand

The Company's proceedings to determine the non-existence of the defendant's right to demand payment from a bank guarantee - a performance bond for the construction of the "Zielona Italia" housing estate in Warsaw, transformed into a case for payment - reimbursement of the equivalent of the amount paid by the bank under the bank guarantee as an undue performance. The Company withdrew from the agreement for reasons attributable to the Respondent, so there were no prerequisites for satisfying the Ordering Party with a performance bond. The proceedings in the case were discontinued by the Court. Mostostal appealed against the decision to discontinue the proceedings. The Company created a write-down for this receivable.

4. State Treasury Ministry of National Defence (Defendant)

Date of bringing the action 23.06.2010

Value of the dispute PLN 19,093 thousand

Claims of the Mostostal Warszawa S.A. consortium - Unitek Ltd for additional remuneration and reimbursement of costs incurred in connection with the execution of the contract for the execution of the Investment Package CP 2A0022 projects, under which the consortium acted as a substitute investor. During the execution of the contract, for reasons beyond the control of the claimants, there were changes in the scope and shape of the investment, which resulted in additional costs, which the claimants demanded to be returned. On 10.10.2016 The court awarded the claimants the amount of PLN 7,142 thousand plus interest from 3 August 2010. It dismissed the remainder of the claim. The claimants appealed against the above judgment. On 8 November 2018, the claimant dismissed the judgment. The Court of Appeals in Warsaw amended the judgment of the Court of First Instance by dismissing the claim for the amount of PLN 6,085 thousand. As a consequence of the judgment, the judgment of the Court of First Instance became final and binding as regards the amount of PLN 1,057 thousand plus accrued interest. On February 15th 2019. Mostostal Warszawa S.A. filed a cassation appeal against the judgment of the Court of Appeals. On 8 November 2019, Mostostal Warszawa S.A. The Court accepted the complaint for consideration. We await the appointment of the cassation hearing before the Supreme Court.

5. State Treasury General Director of National Roads and Motorways (Defendant)

Date of bringing the action 30.05.2012

Value of the dispute PLN 212,105 thousand

Together with the consortium member, the Company filed a lawsuit against the Defendant with the Regional Court of Warsaw to shape the legal relationship by amending the content of agreement No. 2811/3/2010 of February 26th 2010 on the performance of work on the Tarnów-Rzeszów A-4 motorway, in the section from the Rzeszów Centralny junction to the Rzeszów Wschód km. junction, approx. 574+300 to approx. 581+250 by increasing the gross remuneration by PLN 77,345 thousand. On August 23rd 2012. The Company extended the claim in such a way that, in addition to the hitherto demand to shape the agreement, it applied for (i) determination pursuant to Art. 189 of the Civil Code, that the Respondent is not entitled to demand from the Company a contractual penalty for exceeding the Time for Completion of works in connection with the execution of the section of the A4 motorway covered by the Agreement, and (2) for an award from the General Directorate for National Roads and Motorways (GDDKiA) in favour of the Company, of the amount of PLN 11,368 thousand with statutory interest on account of unjustified deduction of the contractual penalty for exceeding the Time for Completion with remuneration due for the execution of construction works. On April 15th 2013, a second extension of the claim was filed, in which the value was updated: (i) the amount by which the claimants request the Court to increase the remuneration - to PLN 195,723 thousand gross, and (ii) the claimed payment of the remuneration due, withheld as a contractual penalty - to PLN 13,243 thousand. The value of the dispute is currently PLN 207,530 thousand. By judgment of August 4th 2016. The Regional Court in Warsaw ordered the Respondent to pay the total amount of PLN 11,298 thousand together with statutory interest for delay to the Company and Accion, and dismissed the remainder of the claim. On 20 December 2016, the claimants filed an appeal in which the said judgment was appealed against in the part dismissing the claim and charging the claimants with the costs of the proceedings. The respondent also filed an appeal against the said judgment, challenging it in the part upholding the claim and ordering the respondent to pay the costs of the proceedings. Currently, an appeal procedure is under way, in the framework of which an expert was appointed in the scope of MW's claim for payment of due remuneration deducted as a contractual penalty for the defendant. Some of the amounts claimed in court are presented by the Company under trade and other receivables in the group of overdue receivables, for which no revaluation write-downs have been made, and under assets under construction contracts. An expert opinion was prepared in the matter in the scope of reasons for exceeding the time for Completion.

6. State Treasury General Director of National Roads and Motorways (Defendant)

Date of bringing the action 02.07.2013

Value of the dispute PLN 25,537 thousand

The Company and its consortium member filed a lawsuit against the Defendant with the Regional Court in Warsaw to shape the legal relationship by amending the content of agreement No. 210/RK/110/2009/2010 of 1 September 2010. to perform works consisting in the extension of the S-7 road to the parameters of a two-lane road on a section of the ring road between Kielce, Kielce (DK 73 Wiśniówka interchange) and Chęciny (Chęciny interchange) by increasing the remuneration by the amount of PLN 25,537 thousand gross in connection with an extraordinary increase in prices of liquid fuels, asphalt and steel. Part of the amount claimed in court is presented under assets under construction contracts. A court expert's opinion was prepared in the case.

7. State Treasury General Director of National Roads and Motorways (Defendant)

Date of bringing the action 23.05.2014

Value of the dispute PLN 103,644 thousand



Proceedings brought by the Company and other members of the consortium against the Defendant are conducted before the Regional Court in Warsaw. The case concerns compensation for the damage suffered by the claimants as a result of incorrect description of the Ordering Party's Requirements concerning ten Engineering Facilities and a Bridge over the Rawka River, which the contractor was obliged to perform under the contract "Design and construction of the A-2 Stryków-Konotopa motorway from km 394 + 500 to km 411 + 465.8". The Plaintiffs requested that the defendant be ordered to pay to the Plaintiffs the amount of PLN 103,644 thousand, including PLN 81,824 thousand for the Company. Part of the amount claimed in court is presented under assets under construction contracts. An expert's opinion was commissioned in the case.

8. Gamma Inwestycje S.A. (formerly Zielona Italia Sp. z o.o.) (Defendant)

Date of bringing the action 09.05.2013

The value of the dispute: 52,344 thousand PLN

The Company claims payment of amounts resulting from the settlement of the investment and for additional works performed. The key issue in this case is to examine the statement on withdrawal from the agreement due to the fault of Zielona Italia sp. z o.o. ( on March 6th 2013). If the Court accepts the statement on withdrawal from the agreement by Mostostal Warszawa S.A. through the fault of Zielona Italia sp. z o.o., the validity of the Company's claims is ensured. The case is currently pending before the District Court in Warsaw. The Company has taken a write-down of assets related to the case. Currently, the case has been referred to mediation.

9. Municipality of Wrocław (Defendant)

Date of bringing the action 13.11.2012

The value of the dispute: 71,439 thousand PLN

Case brought by the consortium of Mostostal Warszawa S.A., ACCIONA CONSTRUCCIÓN S.A., WPBP No. 2 "Wrobis" S.A., Marek Izmańłowicz PH-U IWA (Cause) for payment of PLN 71,439 thousand (after modifications). Originally, the claim concerned establishing the non-existence of the right of the Municipality of Wrocław to demand payment from a bank guarantee - a guarantee of proper execution of the investment. The claim was modified and the case is pending for payment on account of the final settlement of the investment in connection with withdrawal from contract no. 7/2009/NFM of 22 December 2009 for the construction of the National Music Forum in Wrocław ("Contract"). . In a preliminary ruling, the Court of Arbitration determined that the Executive Consortium (Mostostal Warszawa S.A.-Lider, Acciona Construcción S.A., Marek Izmańłowicz - IWA, WPBP Wrobis S.A.) effectively withdrew from the Contract on October 5th 2012. However, the case is still being examined by the same Court of Arbitration in line with the position of Mostostal. Part of the amount claimed by the court is presented in assets related to the performance of construction contracts. An expert's opinion was prepared in the case together with a supplementary opinion.

10. Centre of Oncology of the Lublin Region (Defendant)

Date of bringing the action 03.10.2014

The value of the dispute: 32,461 thousand PLN

In the proceedings brought against the Defendant, Mostostal Warszawa S.A., together with its consortium members, claims for payment in connection with the construction of the Lublin Land Oncology Centre. The case is pending before the District Court in Lublin. The aforementioned amount of the lawsuit consists of claims for payment: (i) payment for work undisputedly performed, (ii) interest for late payment in the course of contract execution, (iii) return of improperly calculated and deducted contractual penalties, (iv) other claims in which plaintiffs demand payment for materials purchased and left for incorporation, guarantee maintenance costs and lost profits. In the course of the proceedings in

question, the Respondent has filed a counterclaim, under which it demands that the Plaintiff pay the total amount of PLN 27,072 thousand in respect of the claimant: (i) contractual penalty for withdrawal from the contract, (ii) reimbursement of costs and (iii) payments to subcontractors. The case is currently at the stage of evidence proceedings. Part of the amount claimed in court is presented by the Company under trade and other receivables in the group of overdue receivables, for which no revaluation write-downs have been made, and under assets under construction contracts. An expert opinion was prepared in the matter.

11. University of Białystok (Defendant)

Date of bringing the action 29.04.2015.

Value of dispute: PLN 83,435 thousand

Mostostal Warszawa S.A. as a mutual reason, claims payment for basic and additional and replacement works, payment of overdue remuneration with interest, indirect costs resulting from the extension of the work schedule and other additional works in connection with the performance of the agreement of 25.01.2011 concerning "Construction of the Institute of Biology and the Faculty of Mathematics and Informatics with the University Computation Centre" and the agreement of 25.01.2011 concerning "Construction of the Faculty of Physics and the Institute of Chemistry" implemented under the Infrastructure and Environment Operational Programme. Part of the amount claimed in court is presented by the Company under trade and other receivables in the group of overdue receivables, for which no revaluation write-downs were made. The proceedings were covered by conciliatory talks. At the consensual request of the parties, the proceedings were suspended on 24.04.2019. In connection with the failure to conclude a settlement as part of the talks, the proceedings were initiated by virtue of the Court's decision of October 10th 2019. Evidence is being carried out in the case. An expert's opinion was commissioned.

12. City Development Agency (Defendant)

Date of bringing the action 28.04.2017.

Value of the dispute PLN 23,017 thousand

Mostostal Warszawa S.A. has filed a counterclaim against the Defendant for payment of the amount for additional works related to the construction of the "Czyżyny" sports and entertainment hall in Kraków. The case is at the stage of mediation proceedings as part of which a private opinion was drawn up. A part of the amount claimed in court is presented by the Company under trade receivables and other receivables in the group of overdue receivables for which no revaluation write-downs have been made and in assets due to execution of construction contracts. In connection with the failure to conclude a contract as part of mediation, the case will be continued before the court.

13. Gamma Inwestycje S.A. (formerly Zielona Italia Sp. z o.o.) (Defendant)

Date of bringing the action 07.06.2013

Value of the dispute PLN 9,963 thousand

Mostostal Warszawa S.A. demands that the infringement of the copyrights to the multi-branch executive design of the "Zielona Italia" housing estate be stopped and that the respondent be ordered to pay to the claimant an amount equal to three times the market value of the executive design. The proceedings in this case were discontinued by the Court. Mostostal challenged the decision to discontinue the proceedings.

14. Waste Disposal Plant Sp. z o.o. (Defendant)

Date of bringing the action 10.02.2017.

Value of dispute 33,770 thousand PLN

Dispute over payment for unjustified enrichment in connection with the defendant's performance of the bank guarantee for proper performance of the contract, granted to the defendant on behalf of Mostostal Warszawa S.A. as part of the project entitled Construction of a Waste Disposal Facility for the Szczecin Metropolitan Area in Szczecin. On 29 March 2018. The Regional Court in Szczecin awarded Mostostal Warszawa S.A. the amount of PLN 33,770 thousand plus interest. On 30 May 2018. The respondent appealed against the judgment. The Court of Appeal dismissed the Respondent's appeal in its ruling of 4 December 2018. MW initiated enforcement proceedings against the Defendant. 5.02.2019 r. The Respondent filed a cassation appeal together with a motion to suspend execution of judgments. The Court of Appeal granted the defendant's motion to suspend execution of judgments until the Supreme Court decides the cassation complaint. In connection with the Court of Appeal's decision, the enforcement proceedings against the Defendant were suspended. On 25 October 2019. The Supreme Court admitted the cassation appeal for consideration. We are currently awaiting the appointment of the cassation hearing before the Supreme Court. The amount collected in court is presented by the Company under trade receivables and other receivables in the group of overdue receivables for which no revaluation write-downs were made.

15. State Treasury - General Director of National Roads and Motorways (Defendant)

Date of bringing the action 17.05.2017.

Value of the dispute PLN 29,063 thousand

Mostostal Warszawa S.A. and its consortium member demand payment for additional costs arising under contract no. 122/2010 of 31.08.2010 concluded with the Defendant for the execution of works consisting in "Extension of national road no. 8 to the parameters of the expressway on the section of the border of Mazowieckie/Łódzkie Voivodeship - Radziejowice". The proceedings are conducted before the District Court in Warsaw. The selection of an expert is currently being carried out. Part of the amount claimed by the court is presented in the assets due to execution of construction contracts.

16. State Treasury - General Director of National Roads and Motorways (Defendant)

Date of bringing the action 03.07.2017

Value of the dispute PLN 20,614 thousand

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

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

Date on which the action was brought: 20.01.2018 r.

The value of the dispute: 26,274 thousand PLN

Mostostal Warszawa S.A. applied for payment of PLN 26,274,000 together with statutory interest from the date of filing the suit to the date of payment together with costs. Mostostal Warszawa S.A. is claiming payment for the construction works carried out under the investment: 20 MWe power unit in Elbląg. The value of the subject matter of the dispute includes the main receivable - PLN 19,948 thousand and interest capitalized as of the day preceding the filing of the

statement of claim - PLN 6,326 thousand. The defendant paid the Plaintiff only a part of the receivables due for the work performed. The main receivable results from invoices, which were deducted from the title, unjustifiably in the opinion of Mostostal Warszawa S.A., of the accrued contractual penalties. The Respondent was not entitled to charge contractual penalties, as the delay occurred due to circumstances for which Mostostal Warszawa S.A. was not responsible. The contractual penalty calculated by the Defendant is grossly exorbitant. Mostostal Warszawa S.A. also applied for a payment order in the proceedings by writ of payment. On 2 February 2018. On 2 February 2018, the Regional Court in Gdańsk, IX Commercial Division issued a payment order by writ of payment. On 23 February 2018. The defendant filed an objection against the order for payment. On 10 April 2018. Mostostal Warszawa S.A. submitted a reply to the statement of opposition to the order for payment. The evidence proceedings are pending. The selection of an expert is currently under way.

18. Waste Disposal Plant Sp. z o.o. (Respondent)

Date of bringing the action 15.01.2018.

Value of the dispute PLN 90,141 thousand

Mostostal Warszawa S.A. applied for payment of PLN 90,141,000 plus statutory interest for the delay from 28 November 2016 to the payment date. With the said statement of claim Mostostal Warszawa S.A. claims payment from the Defendant for works, deliveries, designs and other services provided to the Defendant until the date of withdrawal by Mostostal Warszawa S.A. from the contract for the construction of Zakład Termiczny Unieszkodliwiania Odpadów w Szczecinie, i.e. until 14 June 2016, for which Mostostal Warszawa S.A. did not receive remuneration under the interim payment certificates issued monthly. The response to the Defendant's suit was received by the Company on 24 May 2018. On 24 January 2019. MW received a counterclaim for the amount of PLN 211,839 thousand in the Company's opinion unfounded. Settlement of the case will be subject to the assessment of a court expert. Evidence is pending in the case. A part of the amount claimed in court is presented by the Company under trade and other receivables in the group of overdue receivables, for which no revaluation write-downs were made.

19. State Treasury General Director of National Roads and Motorways (Defendant)

Date on which the action was brought: 24.01.2018 r.

Dispute value 98,585 thousand PLN

Mostostal Warszawa S.A. filed with its consortium member with the Regional Court in Warsaw a lawsuit against the Defendant for the payment of PLN 98,585 thousand with statutory interest from 31 December 2014 to 31 December 2015 and with statutory interest for delay from 1 January 2016 to the payment date. Mostostal Warszawa S.A. is claiming from the Defendant claims arising from the construction in 2010-2012 of the section of the A-4 motorway Tarnów-Rzeszów Wschód resulting from obstacles encountered by the contractor in the course of construction for which the Defendant is responsible (e.g. unforeseeable physical conditions), as well as additional costs related to the extension of the contract execution time. A part of the amount claimed in court is presented in assets due to the performance of construction contracts. On 28.05.2020. The court reviewing the case decided to reject the Defendant's motion to dismiss the claim. The Defendant challenged the said decision. The first hearing date was set in the case.

20. Energa Kogeneracja Sp. z o.o. with its registered office in Elbląg ("Energa") (Defendant)

Date on which the action was brought: 15.12.2017

Value of the dispute PLN 7,753 thousand

Subject of the counterclaim by Mostostal against Energa Kogeneracja Sp. z o.o. (Energa) is a demand for payment (return) of contractual penalties, which were calculated and paid by Energa from a bank guarantee issued in connection with the

contract EKO/86/2011 of 25 March 2011 for the construction of a 20 MWe biomass-fired power unit in Elbląg. The Investor (Energia) maintains that the contract was improperly performed, design and execution errors were made, as a result of which the unit does not achieve the guaranteed parameters, on which account Energia was entitled to contractual penalties. In Mostostal's opinion the cause of malfunctioning of the Block and failure to achieve the guaranteed parameters is mainly exploitation of the Block with the use of fuel not meeting the contractual requirements. The selection of an expert in this case is being carried out. The amount collected in court is presented by the Company under trade receivables and other receivables in the group of overdue receivables, for which no revaluation write-downs were made.

21. Miejskie Przedsiębiorstwo Wodociągów i Kanalizacji m.st. Warszawa S.A. ("MPWiK") (Defendant)

Date on which the action was brought: 4.03.2019 r.

Value of dispute: PLN 9,438 thousand

A lawsuit for payment of the amount paid by MPWiK - without any factual or legal basis - from a guarantee of proper performance of the contract. On 12.03.2019. The court issued an order for payment to Mostostal in the proceedings by writ of payment. The defendant objected to the order for payment. He indicated in it that he fulfilled the contract performance bond due to corrosion of technological pipelines. The causes of the corrosion were to be, on the one hand, the use of the wrong type of steel, and on the other hand, manufacturing errors in the welding process. On 09.08.2019. Mostostal submitted a reply to the objection, in which it pointed out that as at the date of the bank's request for payment, the defendant was not entitled to a specific, among other things, as to the amount, due and payable claim that is part of the improper performance or non-performance of the contract. Evidence is pending. The amount collected in court is presented by the Company under trade and other receivables in the group of overdue receivables for which no revaluation write-downs were made.

The Parent Company recognised some of the claims from the above court cases in contract budgets and recognised them in retained earnings. Details are described in Note 4 to the Additional Information and Notes to the Condensed Interim Consolidated Financial Statements for July 1st - September 30th 2020.

22. information on loans and borrowings taken out and terminated in Q3 2020

In the reporting period, the companies of the Mostostal Warszawa Capital Group used loans and borrowings, whose total value as at 30 September 2020 was PLN 200,267,000.

As at September 30th 2020, the balance of loan liabilities was PLN 195,937 thousand (as at December 31st 2019, the balance of loan liabilities was PLN 243,341 thousand). The decrease in the balance of loans resulted from their partial repayment.

Current portion of interest-bearing bank loans and borrowings as at 30 September 2020:

Name Bank / Lender	Amount of credit/loan granted	Amount used in <b>thousand PLN</b>	Interest terms and conditions	Deadline for repayment
Acciona Construcción S.A.	EUR 15 147 000	195 937	WIBOR 1R + margin	01.04.2021
Acciona Construcción S.A.	EUR 14 175 000		WIBOR 1R + margin	01.04.2021
Acciona Construcción S.A.	EUR 13 265 000		WIBOR 1R + margin	31.10.2020
Societe General S.A. Branch in Poland	PLN 10 000 thousand	0	WIBOR 1m + bank margin	29.06.2021
Bank PeKaO S.A.	PLN 10 000 thousand	4 330	WIBOR 1m + bank margin	30.06.2021

Bank PeKaO S.A.	PLN 6 800 thousand	0	WIBOR 1m + bank margin	30.11.2020
Credit Agricole	PLN 5 000 thousand	0	WIBOR 1m + bank margin	31.10.2020
	<b>TOTAL</b>	<b>200 267</b>		

In the third quarter of 2020, no credit agreement was terminated.

### 23. Information on transactions with related parties

Statement of consolidated total sales revenue and intra-Group turnover for the 3 quarters of 2020.

Group companies	Total net revenue from sales	Sales made within the Group	Consolidated net revenue from sales
Parent company	813 466	884	812 582
Other companies	213 096	4 491	208 605
<b>TOTAL</b>	<b>1 026 562</b>	<b>5 375</b>	<b>1 021 187</b>

The total net revenue from the sale of companies consolidated under the full method amounted to PLN 1,026,562,000 for 3 quarters of 2020. Intragroup turnover amounted to PLN 5,375,000, i.e. 1 % of total net sales revenue without consolidation exclusions.

All transactions concluded with related parties in Q3 2020 were typical and routine transactions and were concluded on market terms.

Total amounts of transactions concluded by the Group companies with related parties:

Other related parties The Capital Group		Sales made by the Group's entities to related parties	Purchases made by related parties in Group companies	Receivables from related parties	Liabilities to related parties, excluding loans
Acciona Construcción S.A. Branch in Poland	<b>30.09.2020</b>	<b>26</b>	<b>0</b>	<b>7</b>	<b>3 374</b>
	31.12.2019	176	0	0	3 891
	30.09.2019	23	0	0	4 187
Acciona Construcción S.A.	<b>30.09.2020</b>	<b>225</b>	<b>3 774</b>	<b>489</b>	<b>25 065</b>
	31.12.2019	34	8 523	365	21 654
	30.09.2019	0	7 913	184	21 044
Acciona Nieruchomości Wilanów Sp. z o.o.	<b>30.09.2020</b>	<b>35 654</b>	<b>356</b>	<b>9 916</b>	<b>10</b>
	31.12.2019	34 337	95	1 761	40
	30.09.2019	22 922	70	3 969	8
Acciona Facility Services Poland Sp. z o.o.	<b>30.09.2020</b>	<b>135</b>	<b>0</b>	<b>46</b>	<b>0</b>
	31.12.2019	160	0	31	0
	30.09.2019	119	0	131	0
<b>TOTAL</b>	<b>30.09.2020</b>	<b>36 040</b>	<b>4 130</b>	<b>10 458</b>	<b>28 449</b>
	<b>31.12.2019</b>	<b>34 707</b>	<b>8 618</b>	<b>2 157</b>	<b>25 585</b>
	<b>30.09.2019</b>	<b>23 064</b>	<b>7 983</b>	<b>4 284</b>	<b>25 239</b>

As at 30 September 2020, Mostostal Warszawa had liabilities under loans to Acciona Construcción S.A. with its registered office in Madrid in the amount of PLN 195,937 thousand (as at 31 December 2019, the value of loans was PLN 243,341 thousand).

As of 30 September 2020, Mostostal Warszawa received bank or insurance guarantees from the guarantee limits of Acciona Construcción S.A. in the total amount of PLN 665,477 thousand (as of 31 December 2019: PLN 326,752 thousand).

As of September 30th 2020, interest on loans received from Acciona Construcción S.A. amounted to PLN 6,167 thousand (as of September 30th 2019, it was PLN 7,426 thousand).

For companies: Acciony Construcción S.A. Branch in Poland, Acciona Construcción S.A., Acciona Nieruchomości Wilanów Sp. z o.o. and Acciona Facility Services Poland Sp. z o.o. The party to the agreements and mutual settlements (listed in the table above) is Mostostal Warszawa S.A.

## 24. Reporting by market segment

The organisation and management of the Mostostal Warszawa Capital Group is divided into segments according to the type of products offered. The Capital Group settles inter-segment transactions as if they related to unrelated entities using current market prices.

The tables below present data from the consolidated profit and loss account for the nine months ended September 30th 2020 for the individual reporting segments of the Group.

The following segments are included in the continuing operations:

1. The "Industry and Energy" segment 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" segment, which includes activities related to the construction of roads and bridges (Mostostal Warszawa S.A., Mostostal Kielce S.A.)
3. General Construction" segment, which includes activities related to the construction of residential and non-residential buildings and public utility buildings (Mostostal Warszawa S.A., MPB Mielec S.A. in liquidation).

Unallocated revenues and expenses relate to other manufacturing and service activities and management costs.

### Consolidated profit and loss account for each reportable segment:

Period of 9 months ended 30 September 2020	Industry and energy	Infrastructure	General construction	Unallocated revenues and expenses and consolidation adjustments	TOTAL
<b>Revenue from sales</b>					
Sales to external customers	265 006	255 041	491 891	9 249	1 021 187
Sales between segments	0	0	0	0	0
<b>Total segment revenue</b>	<b>265 006</b>	<b>255 041</b>	<b>491 891</b>	<b>9 249</b>	<b>1 021 187</b>
<b>The result</b>					
Segment profit (loss) (including other operating revenues and expenses)	43 498	14 449	20 378	-8 118	70 207
Unallocated costs (management costs)	0	0	0	46 514	46 514
<b>Profit (loss) on operating activities</b>	<b>43 498</b>	<b>14 449</b>	<b>20 378</b>	<b>-54 632</b>	<b>23 693</b>
Financial income	1 052	923	0	1 199	3 174
Financial costs	2 335	172	50	17 791	20 348

<b>Profit (loss) before tax</b>	<b>42 215</b>	<b>15 200</b>	<b>20 328</b>	<b>-71 224</b>	<b>6 519</b>
Income tax	0	0	0	627	627
<b>Net profit (loss) on continued operations</b>	<b>42 215</b>	<b>15 200</b>	<b>20 328</b>	<b>-71 851</b>	<b>5 892</b>
<b>Net profit / (loss) for the period</b>	<b>42 215</b>	<b>15 200</b>	<b>20 328</b>	<b>-71 851</b>	<b>5 892</b>
Net profit (loss) attributable to shareholders of the Parent Company	42 215	15 200	20 328	-74 592	3 151
Net profit (loss) attributable to non-controlling shareholders				2 741	2 741

Period of 9 months ended 30 September 2019	Industry and energy	Infrastructure	General construction	Unallocated revenues and expenses and consolidation adjustments	TOTAL
<b>Revenue from sales</b>					
Sales to external customers	275 081	175 901	468 845	6 186	926 013
Sales between segments	0	0	0	0	0
<b>Total segment revenue</b>	<b>275 081</b>	<b>175 901</b>	<b>468 845</b>	<b>6 186</b>	<b>926 013</b>
<b>The result</b>					
Segment profit (loss) (including other operating revenues and expenses)	38 398	6 706	-273	8 193	53 024
Unallocated costs (management costs)	0	0	0	46 396	46 396
<b>Profit (loss) on operating activities</b>	<b>38 398</b>	<b>6 706</b>	<b>-273</b>	<b>-38 203</b>	<b>6 628</b>
Financial income	1 487	225	5	-60	1 657
Financial costs	4 327	81	336	13 071	17 815
<b>Profit (loss) before tax</b>	<b>35 558</b>	<b>6 850</b>	<b>-604</b>	<b>-51 334</b>	<b>-9 530</b>
Income tax	0	0	0	3 225	3 225
<b>Net profit (loss) on continued operations</b>	<b>35 558</b>	<b>6 850</b>	<b>-604</b>	<b>-54 559</b>	<b>-12 755</b>
<b>Net profit / (loss) for the period</b>	<b>35 558</b>	<b>6 850</b>	<b>-604</b>	<b>-54 559</b>	<b>-12 755</b>
Net profit (loss) attributable to shareholders of the Parent Company	35 558	6 850	-604	-55 521	-13 717
Net profit (loss) attributable to non-controlling shareholders				962	962

The Management Board of Mostostal Warszawa S.A., responsible for making operational decisions, does not analyse assets and liabilities by segments, due to transfers of assets between segments. Allocation of revenues and costs to individual segments is based on the projects underway. Assets are analysed at the level of the entire Group. The main measure of segment performance is gross profit on sales adjusted for other operating income and costs.

In the reporting period, no customer exceeded the 10% share threshold in the sales of the Mostostal Warszawa Group.

Mostostal Warszawa Capital Group companies operate on the domestic and foreign markets.

Revenue on export amounted to PLN 11,331 thousand, which accounted for approx. 1.1% of revenue on sales.



## 25. The impact of the COVID-19 epidemic on the financial results and operations of the Parent Company and Mostostal Warszawa Capital Group in Q3 2020.

In the period reported, the Parent Company and Mostostal Warszawa Capital Group companies did not benefit from any assistance under the "Anti-Crisis Shield" programme announced by the Polish government.

As at the date of signing of these condensed interim consolidated financial statements, the Group had not recorded any disturbing signs related to the going concern. The companies of the Capital Group were engaged in sales and their business activities were continuous.

In order to ensure continuity of business activity and liquidity of the Parent Company and the Mostostal Warszawa Capital Group, the Management Board of the Parent Company has implemented measures which include in particular:

- a remote work programme for a large group of office workers;
- the workers employed on the construction sites have been trained to comply with very strict safety standards, including the need to keep a distance from their immediate surroundings;
- additional personal protective equipment (portable washers, disinfectants, thermometers, etc.);
- temperature measurements are carried out;
- information boards are hung about precautionary measures introduced on construction sites;
- communications are made to subcontractors and employees to recommend precautionary measures.

The Management Board of the Parent Company believes that there is no risk of significant impairment of assets in connection with COVID-19.

The Management Board of the Parent Company believes that the effects of introducing further restrictions aimed at limiting the spread of coronavirus will increasingly affect the condition of the Polish economy. In addition, the identified cases of Covid-19 infection among the Group's employees, which as at the date of signing of these condensed interim consolidated financial statements were noted 51, may have a medium and long-term impact on the Parent's and the Group's financial standing and operating results. The Management Boards of the Capital Group companies monitor the situation on an ongoing basis and take measures to mitigate the impact of the epidemic on the Parent's and the Capital Group's operations and results.

## 26. Joint actions

The financial data of Mostostal Warszawa S.A. as at September 30th 2020 include values attributable to the Parent Company on account of its 50% share in Mostostal Acciona S19 Tunel Spółka Cywilna, which was appointed to perform the contract "Design and construction of the S19 expressway on the section from the Rzeszów Południe junction (without the junction) to the Babica junction (with the junction), approx. 10.3 km long". Mostostal Acciona S19 Tunel s.c. is an entity under common control (unanimity of all shareholders is required in matters concerning its operations), which under IFRS 11 is treated as a joint operation (the Parent Undertaking's share in joint contractual arrangements is recognised as a joint operation when Mostostal Warszawa S.A. has rights to its share of assets and liabilities).

There are no future investment obligations concerning the execution of the contract "Design and construction of the S19 expressway on the section from the Rzeszów Południe junction (without the junction) to the Babica junction (with the junction), approx. 10.3 km long".

## Other information

to the condensed interim consolidated financial statements  
for the period 01.07.2020 - 30.09.2020

### 1. Selected financial data

SELECTED FINANCIAL DATA	in thousand PLN		in EUR '000	
	3 quarters 2020 the period from 01.01.2020 to 30.09.2020	3 quarters 2019 the period from 01.01.2019 to 30.09.2019	3 quarters 2020 the period from 01.01.2020 to 30.09.2020	3 quarters 2019 the period from 01.01.2019 to 30.09.2019
Revenue from sales	1 021 187	926 013	229 894	214 922
Gross profit (loss) on sales	74 266	38 150	16 719	8 854
Profit (loss) on operating activities	23 693	6 628	5 334	1 538
Profit (loss) before tax	6 519	-9 530	1 468	-2 212
Net profit (loss) on continued operations	5 892	-12 755	1 326	-2 960
Net profit (loss) on discontinued operations	0	0	0	0
Net profit (loss)	5 892	-12 755	1 326	-2 960
attributed to shareholders of the Parent Company	3 151	-13 717	709	-3 184
attributed to non-controlling shareholders	2 741	962	617	223
Net cash flows from operating activities	-61 149	-71 901	-13 766	-16 688
Net cash flows from investing activities	653	38 207	147	8 868
Net cash flows from financing activities	-77 274	-7 867	-17 396	-1 826
Cash and cash equivalents at end of period	135 913	112 952	30 024	26 524
Net profit (loss) attributable to shareholders of the Parent Company	3 151	-13 717	709	-3 184
Weighted average number of ordinary shares	20 000 000	20 000 000	20 000 000	20 000 000
Net profit (loss) per ordinary share attributable to shareholders of the Parent Company (in PLN/EUR)	0,16	-0,69	0,04	-0,16
	<b>30.09.2020</b>	<b>31.12.2019</b>	<b>30.09.2020</b>	<b>31.12.2019</b>
Total assets	956 284	1 035 884	211 249	243 251
Long-term liabilities	113 924	103 567	25 167	24 320
Current liabilities	788 370	882 409	174 156	207 211
Total liabilities	902 294	985 976	199 323	231 531
Equity (attributed to shareholders of the Parent Company)	40 332	40 140	8 910	9 426
Total equity	53 990	49 908	11 927	11 720
Core capital	44 801	44 801	9 897	10 520
Number of shares in units	20 000 000	20 000 000	20 000 000	20 000 000

## 2. Description of significant achievements or failures and key events in Q3 2020 and assessment of financial resources management

In Q3 2020, consolidated sales revenue amounted to PLN 349,512,000 and increased by PLN 18,437,000 compared with Q3 2019. Gross profit on sales was PLN 28,316,000 (in the analogous period of 2019, gross profit on sales was PLN 7,124,000). In Q3 2020, the Group recorded a net profit of PLN 5,209 thousand (in Q3 2019, the net loss was PLN 5,344 thousand). The Company's results were materially affected by the weakening of the Polish zloty against the euro, which resulted in the Group's recognition in Q3 2020 of an excess of negative exchange rate differences over positive ones of a total of PLN 2,813 thousand.

As at September 30th 2020, short-term trade receivables amounted to PLN 339,204,000 and decreased by PLN 58,375,000 as compared with December 31st 2019.

As at September 30th 2020, the value of assets under construction contracts was PLN 312,870,000 and was PLN 21,560,000 higher than as at June 30th 2020.

The value of cash as at September 30th 2020 was PLN 135,913,000 and increased by PLN 19,708,000 compared to June 30th 2020. In Q3 2020, the Capital Group used overdraft facilities and short- and long-term loans, whose balance as of 30 September 2020 was PLN 200,267,000 and increased by PLN 3,122,000 compared to 30 June 2020.

Long-term liabilities in Q3 2020 increased by PLN 17,446,000 compared with 30 June 2020. As at 30 September 2020, the value of short-term trade liabilities amounted to PLN 206,582,000 and was lower by PLN 13,256,000 compared to 30 June 2020.

In the reporting period, i.e. from 01.07.2020 to 30.09.2020, the following events material to the Mostostal Warszawa Capital Group took place:

On 1 July 2020 Mostostal Warszawa S.A. concluded with Acciona Construcción S.A. ("Acciona", the Company's parent company - 62.13% of the total number of votes at the General Meeting) Annex IX to the Loan Agreement of 27 May 2013 with Acciona. Under the Annex, Acciona extends the repayment date of the loan of EUR 13.13m (comprising the principal and capitalized interest, which is equivalent to PLN 58.62m at the average exchange rate quoted by the National Bank of Poland for June 30th 2020 of EUR 1 = PLN 4.4660) plus interest until July 31st 2020. The loan may also be repaid in a shorter term.

On 9 July 2020 Mostostal Warszawa S.A. concluded a contract with the General Directorate for National Roads and Motorways (GDDKiA) for the execution of the task entitled: "Design and construction of the S7 expressway on the section Płońsk-Czosnów, Section II from the "Załużski" interchange (with node) to "Modlin" node (without a node)". Contract value: PLN 635,060 thousand gross. Completion date: 45 months; winter periods (i.e. from December 15th to March 15th) are included in the project duration; winter periods are not included in the project duration (i.e. from December 15th to March 15th).

On 10 July 2020 Mostostal Warszawa S.A. and Acciona Construcción S.A. (the Company's parent company - 62.13% of the total number of votes at the General Meeting; both entities jointly referred to as the "Contractor") concluded an agreement for the execution of the task entitled "General Directorate for National Roads and Motorways"

(GDDKiA). Design and construction of the S19 expressway on the section from the Rzeszów Południe junction (without the junction) to the Babica junction (with the junction), approx. 10.3 km long". Contract value: PLN 2,230,170 thousand gross. Completion date: 54 months; the project duration includes winter periods (i.e. from December 1st to March 31st); the project duration does not include winter periods (i.e. from December 1st to March 31st) calculated as four months.

On 23 July 2020 Mostostal Warszawa S.A. signed with Société Générale Spółka Akcyjna Branch in Poland ("Bank") a framework agreement and a short-term loan agreement.

1) Framework agreement

On the basis of the agreement, the Bank grants the Company a limit for use in the maximum amount of PLN 40 million. The limit was granted for the period from 30 June 2020 to 29 June 2021. The other terms and conditions of the loan agreement do not differ from those generally applied in such agreements.

2) Short-term loan agreement.

Under the agreement, the Bank grants the Parent Undertaking a short-term revolving credit facility of PLN 10m. The loan was granted for the period from June 30th 2020 to June 29th 2021. The other terms and conditions of the credit facility agreement do not differ from those commonly applied for this type of agreements.

On 31 July 2020 Mostostal Warszawa S.A. concluded with Acciona Construcción S.A. ("Acciona", the Company's parent company - 62.13% of the total number of votes at the General Meeting) Annex X to the Loan Agreement of 27 May 2013 with Acciona. Under the Annex, Acciona extends the repayment date of the loan of EUR 13.17m (comprising the principal and capitalized interest, which is equivalent to PLN 58.08m at the average exchange rate quoted by the National Bank of Poland for July 30th 2020 of EUR 1 = PLN 4.4090) plus interest until August 31st 2020. The loan may also be repaid in a shorter term.

On 31 August 2020 Mostostal Warszawa S.A. concluded with Acciona Construcción S.A. ("Acciona", the Company's parent company - 62.13% of the total number of votes at the General Meeting) Annex no. XI to the Loan Agreement of 27 May 2013 with Acciona. Under the Annex, Acciona extends the repayment date of the loan of EUR 13.22m (comprising the principal and capitalized interest, which is equivalent to PLN 58.13m at the average exchange rate quoted by the National Bank of Poland on August 31st 2020 of EUR 1 = PLN 4.3969) plus interest until September 30th 2020. The loan may also be repaid in a shorter term.

On September 23rd 2020, Mostostal Płock S.A., a subsidiary of Mostostal Płock S.A., as a member of the consortium of Mostostal Płock S.A. of Płock (Consortium Leader) and SpecRem S.A. of Płock (Consortium Partner), signed a contract with Polski Koncern Naftowy ORLEN S.A. of Płock for an EPC overhaul for M2 group (mechanical sector) on the installation of Olefins Plant 2. Completion date: August 7th 2021. Value of the contract is 40.500 thousand PLN net.

On 30 September 2020. Mostostal Warszawa S.A. concluded with "PKP Intercity" S. A. ("Ordering Party") with its registered office in Warsaw, a contract for the implementation of the task entitled: "Design and build an automatic car wash together with equipment and accompanying infrastructure in Wrocław". Contract value: PLN 34,180 thousand gross. Completion date: 36 months from the date of signing the agreement.

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

In the third quarter of 2020, the financial result was affected:

weakening of the Polish currency against the EURO as compared to 30 June 2020, which resulted in the Parent Company recording negative exchange rate differences from the balance sheet valuation of loans from Acciona Construcción S.A. in the amount of PLN 2,813 thousand.

#### 4. Market position of the Capital Group.

In Q3 2020, the consolidated Mostostal Warszawa Capital Group included 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 based in Madrid.

Acciona Construcción S.A. owns 62.13% of Mostostal Warszawa S.A. shares as of 30 September 2020.

#### 5. Performance forecasts.

The Mostostal Warszawa Group has not published forecasts for 2020.

#### 6. Main shareholders of the Parent Company Mostostal Warszawa S.A.

List of shareholders holding at least 5% of votes at the General Meeting of Shareholders of Mostostal Warszawa S.A. as at 20 November 2020:

Entity	Number of shares	Number of votes	% Capital	% of votes
Acciona Construcción SA	12 426 388	12 426 388	62,13%	62,13%
PZU "Złota Jesień" Open Pension Fund	3 826 194	3 826 194	19,13%	19,13%

#### 7. The shareholding of Mostostal Warszawa S.A. by managing and supervising persons and changes in that holding.

In the period from 28 September 2020, i.e. the date of publication of the report for the first half of 2020 to 20 November 2020, there were no changes in the ownership of Mostostal Warszawa S.A. shares by managing and supervising persons. Members of the Management Board and Supervisory Board of Mostostal Warszawa S.A. do not hold any shares of the Parent Company.

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

In the reporting period, the Group companies participated in proceedings concerning receivables with a total value of PLN 1,130,618 thousand and in proceedings concerning liabilities with a total value of PLN 849,887 thousand.

Information on material proceedings has been presented in Note 21 to the Condensed Interim Consolidated Financial Statements for the period July 1st - September 30th 2020.

## 9. Information on transactions with related parties

Statement of consolidated total sales revenue and intra-Group turnover for 3 quarters of 2020.

Group companies	Total net revenue from sales	Sales made within the Group	Consolidated net revenue from sales
Parent company	813 466	884	812 582
Other companies	213 096	4 491	208 605
<b>TOTAL</b>	<b>1 026 562</b>	<b>5 375</b>	<b>1 021 187</b>

The total net revenue from the sale of companies consolidated under the full method amounted to PLN 1,026,562,000 for 3 quarters of 2020. Intragroup turnover amounted to PLN 5,375,000, i.e. 1 % of total net sales revenue without consolidation exclusions.

All transactions concluded with related parties in Q3 2020 were typical and routine transactions and were concluded on market terms.

Information on transactions with related parties is presented in Note 23 of the Additional Information and Notes to the Condensed Interim Consolidated Financial Statements for July 1st - September 30th 2020.

## 10. Information on granted sureties for loans or borrowings or guarantees.

In the reporting period, the Group companies did not grant any 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 Management Board of the Parent Company, there is no information other than that specified in the notes to the condensed consolidated financial statements for the period from 01.07.2020 to 30.09.2020 and other points to other information to the condensed consolidated financial statements for the period from 01.07.2020 to 30.09.2020.

## 12. Factors that will affect results in the perspective of at least the next quarter

Factors which may affect the Group's results in the next quarter are the following:

- the risk of changes in the prices of building materials and subcontractors' services,
- the exchange rate risk that affects the valuation of loan liabilities,
- high competition on the construction and assembly services market,
- slowing down investment processes,
- the coronavirus pandemic and the related declaration of an epidemiological emergency in the Republic of Poland.

Warsaw, 20.11.2020

First and last name	Position	Signatures
Carlos Enrique Resino Ruiz	Member of the Management Board	
Jarosław Reszka	Proxy	