



(TRANSLATION ONLY)

Current report No: 5/2022

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Issuer's abbreviated name: TORPOL S.A.

Subject: Information on preliminary financial results for 2021

Legal Grounds:

Article 17(1) of MAR – Confidential Information

Contents of the Report:

The Management Board of TORPOL S.A. (The Company, the Issuer) hereby informs that in connection with the completion of the process of financial data aggregation on the date of 14 February 2022 conducted in order to prepare standalone and consolidated annual reports of the Company and its Group for the year 2021, a decision was made to make public the preliminary results of financial statements for the abovementioned period.

Preliminary financial results of the Issuer's Capital Group and of the Issuer for the fiscal year 2021 or as of 31 December 2021 (figures for the corresponding period of 2020 or as of 31 December 2020 are shown in parentheses):

Preliminary financial results of the Issuer's Capital Group:

- sales revenues: PLN 1,121.4 million (PLN 1,392.2 million)
- gross profit (loss) on sales: PLN 145.5 million (PLN 99.9 million)
- net profit (loss): PLN 77.1 million (PLN 48.6 million)
- cash and cash equivalents: PLN 431.9 million (PLN 404.9 million).

Preliminary financial results of TORPOL S.A.:

- sales revenues: PLN 1,031.1 million (PLN 1,318.1 million)
- gross profit (loss) on sales: PLN 138.0 million (PLN 93.3 million)
- net profit (loss): PLN 75.6 million (PLN 47.0 million)
- cash and cash equivalents: PLN 429.0 million (PLN 403.1 million).

The Issuer's Management Board informs that despite the lack of new significant contracts on the market during 2021 and the consequent lower level of sales last year, the Issuer's Capital Group generated very good financial results for 2021. This was possible mostly due to the implementation of current projects with an average margin on gross sales above the originally planned budgets, inter alia thanks to the avoidance of the materialisation of significant risks included in the original valuations. At the same time, the smooth implementation of construction works, the absence of significant disruptions and delays allowed the Group to generate a record level of cash. In the reporting period, the Group maintained operational continuity and high quality of construction works on all projects in progress.



The Issuer further announces that the audit of the standalone and consolidated financial statements has not yet been completed and that the final financial results for the aforementioned period will be provided in the annual report for 2021, which will be published on 11 March 2022.