



(TRANSLATION ONLY)

Current report No: 14/2022

Prepared on: 2022-05-05

Issuer's abbreviated name: TORPOL S.A.

Subject: Information on consolidated and separate preliminary financial results for 1Q 2022

Legal Grounds:

Article 17(1) of MAR – Confidential Information

Contents of the Report:

The Management Board of TORPOL S.A. (the Issuer, the Company) hereby informs that, in connection with the completion of the aggregation process of financial data conducted for the preparation of the consolidated semiannual report of the Company and its Group for the period of three months ended on 31 March 2022, a decision was made to make public the preliminary results of financial statements for the above mentioned period on 5 May 2022.

Preliminary financial results of the Issuer's Capital Group and of the Issuer's alone for the first quarter of the year 2022 (in brackets, the data for the analogous period in 2021 is shown):

Preliminary financial results of the Issuer's Capital Group:

- sales revenues: PLN 208.4 million (PLN 219.5 million)
- gross profit/loss on sales: PLN 31.0 million (PLN 16.5 million)
- net profit (loss): PLN 20.3 million (PLN 6.5 million)
- cash and cash equivalents: PLN 475.1 million as of 31 March 2022 (PLN 431.9 million as of 31 December 2021).

Preliminary financial results of TORPOL S.A.:

- sales revenues: PLN 202.3 million (PLN 204.5 million)
- gross profit/loss on sales: PLN 30.5 million (PLN 15.3 million)
- net profit/loss: PLN 21.1 million (PLN 6.7 million)
- cash and cash equivalents: PLN 470.8 million as of 31 March 2022 (PLN 429.0 million as of 31 December 2021).

The Issuer's Management Board informs that owing to the performance of current projects, which are currently at their final stages of implementation, with an average yield on gross sales above the originally planned budgets – inter alia due to the lack of materialization of significant risks included in the original valuations – the Issuer's Capital Group generated very good financial results for the first quarter of 2022, despite obtaining a lower level of sales in the reporting period y-o-y. At the same time, the steady execution of construction works, the absence of significant disruptions and delays allowed the Group to generate cash position, which is at a high record level. In the reporting period, the Group maintained operational continuity and high quality of construction works on all its projects.



The Issuer further announces that the final financial results for the aforementioned period will be reported in the quarterly report for the first quarter of 2022, which will be published on 20 May 2022.