



(TRANSLATION ONLY)

Current report No: 37/2022

Prepared on: 2022-10-24

Issuer's abbreviated name: TORPOL S.A.

Subject: Information on consolidated and unconsolidated preliminary financial results for Q3 2022

Legal Grounds:

Article 17(1) of MAR – Confidential Information

Contents of the Report:

Management Board of TORPOL S.A. ["Company, Issuer"] informs that due to completion on 24 October 2022 of the process of financial data aggregation, carried out for the needs of preparation of the extended consolidated report of the Company and the Issuer's Capital Group for the period of 9 months ended on 30 September 2022, a decision was made to publish preliminary financial results for the aforementioned period.

Preliminary financial results of the Issuer's Capital Group and of the Issuer's alone for the first nine months of the year 2022 [in brackets, the data for the analogous period in 2020 is shown]:

Preliminary financial results of the Issuer's Capital Group:

- net sales revenues: PLN 731.8 million (PLN 772.7 million),
- gross profit (loss) on sales: PLN 149.4 million (PLN 72.1 million),
- net profit (loss): PLN 105.8 million (PLN 36.0 million),
- cash and cash equivalents: PLN 387.1 million as of 30 September 2022 (PLN 431.9 million as of 31 December 2021).

Preliminary financial results of TORPOL S.A.:

- net sales revenues: PLN 682.1 million (PLN 701.8 million),
- gross profit (loss) on sales: PLN 144.9 million (PLN 66.5 million),
- net profit (loss): PLN 106.3 million (PLN 34.5 million),
- cash and cash equivalents: PLN 385.9 million as of 30 September 2022 (PLN 429.0 million as of 31 December 2020).

The Issuer's Management Board informs that despite obtaining a lower level of sales in the reporting period y-o-y, the Issuer's Capital Group generated very good financial results in the reporting period. The aforementioned results have been mainly achieved due to the implementation of current projects in the final stage of implementation, which will be completed by the end of 2022, as well as contracts already completed in 2022, with an average profitability on gross sales above the originally planned budgets, inter alia due to the lack of materialization of significant risks included in the original valuations. Owing to the involvement of the engineering staff as well as the adequate technical resources in the form of machinery stock and the generated financial resources, the Group maintained operational continuity and high quality of construction works on all its projects in the reporting period.



The Issuer further announces that the final financial results will be published upon completion of the review of the Group's interim reports for the aforementioned period on 18 November 2022.