



STALEXPORT
Autostrady

**CONDENSED CONSOLIDATED INTERIM
FINANCIAL STATEMENTS
OF THE CAPITAL GROUP**

for the nine-month period ended
30 September 2021

**STALEXPORT AUTOSTRADY S.A. CAPITAL GROUP
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2021**

These condensed consolidated interim financial statements are unaudited

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CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2021

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Condensed consolidated interim statement of comprehensive income
for the three and nine-month periods ended

	Note	30 September 2021		30 September 2020	
		3 months (unaudited)	9 months (unaudited)	3 months (unaudited)	9 months (unaudited)
<i>In thousands of PLN, unless stated otherwise</i>					
Revenue	6, 8	107 967	266 814	87 096	215 752
Cost of sales	6, 9	(35 224)	(89 036)	(31 224)	(75 768)
Gross profit		72 743	177 778	55 872	139 984
Other income	10	1 157	3 775	2 621	8 264
Administrative expenses	6, 9	(13 684)	(56 229)	(15 556)	(55 060)
Other expenses	11	(53)	(200)	(38)	(169)
Impairment losses on trade and other receivables		-	(454)	(9)	(34)
Operating profit		60 163	124 670	42 890	92 985
Finance income		142	639	397	3 864
Finance expenses		(661)	(2 047)	(685)	(4 817)
Net finance expense	12	(519)	(1 408)	(288)	(953)
Share of profit/(loss) of equity accounted investees (net of income tax)		16	40	(39)	(254)
Profit before income tax		59 660	123 302	42 563	91 778
Income tax expense		(11 015)	(25 838)	10 951	(3 641)
Profit for the period		48 645	97 464	53 514	88 137
Other comprehensive income					
<i>Items that will never be reclassified to profit or loss for the period</i>					
Change in fair value of equity instruments	18	-	76	83	(219)
Remeasurement of employee benefits		-	41	-	(153)
Income tax on other comprehensive income		-	(22)	(16)	69
		-	95	67	(303)
<i>Items that are or may be reclassified subsequently to profit or loss for the period</i>					
Foreign currency translation differences for foreign operations		-	-	-	28
		-	-	-	28
Other comprehensive income for the period, net of income tax		-	95	67	(275)
Total comprehensive income for the period		48 645	97 559	53 581	87 862
Profit attributable to:					
owners of the Company		47 386	94 499	51 801	84 768
non-controlling interest		1 259	2 965	1 713	3 369
Profit for the period		48 645	97 464	53 514	88 137
Total comprehensive income attributable to:					
owners of the Company		47 387	94 591	51 868	84 536
non-controlling interest		1 258	2 968	1 713	3 326
Total comprehensive income for the period		48 645	97 559	53 581	87 862
Earnings per share					
Basic earnings per share (PLN)		0.19	0.38	0.21	0.34
Diluted earnings per share (PLN)		0.19	0.38	0.21	0.34

The condensed consolidated interim statement of comprehensive income should be analyzed together with notes, which constitute integral part of the condensed consolidated interim financial statements

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Condensed consolidated interim statement of financial position
as at

<i>In thousands of PLN</i>	Note	30 September 2021 <i>(unaudited)</i>	30 June 2021 <i>(unaudited)</i>	31 December 2020	30 September 2020 <i>(unaudited)</i>
ASSETS					
Non-current assets					
Property, plant and equipment	13	31 257	30 396	31 126	30 266
Intangible assets	14	450 243	452 887	483 081	454 477
Investment property	15	5 481	5 620	5 898	6 037
Investments in associates		741	724	700	719
Other non-current investments		461 758	476 471	457 068	398 600
Finance lease receivables		256	-	-	-
Deferred tax assets	16	29 866	30 488	25 929	25 328
Total non-current assets		979 602	996 586	1 003 802	915 427
Current assets					
Inventories		3 512	3 529	3 209	3 352
Current investments		1 136	1 136	181 065	1 037
Income tax receivables		261	745	350	98
Finance lease receivables		72	-	-	-
Trade and other receivables	17	24 142	22 243	13 932	17 329
Cash and cash equivalents		348 470	293 299	229 863	434 069
Total current assets		377 593	320 952	428 419	455 885
Total assets		1 357 195	1 317 538	1 432 221	1 371 312
EQUITY AND LIABILITIES					
Equity					
Share capital	19.1	185 447	185 447	185 447	185 447
Share premium reserve		7 431	7 431	7 431	7 431
Fair value reserve		(142)	(142)	(204)	(246)
Other reserve capitals and supplementary capital		505 940	505 940	509 752	509 752
Retained earnings and uncovered losses		98 694	51 307	158 600	156 124
Total equity attributable to owners of the Company		797 370	749 983	861 026	858 508
Non-controlling interest		3 669	2 411	4 853	4 027
Total equity		801 039	752 394	865 879	862 535
Liabilities					
Non-current liabilities					
Lease liabilities		3 063	3 036	3 102	3 074
Employee benefits		3 947	7 238	6 445	5 729
Deferred income		3 735	3 943	4 359	4 567
Other non-current liabilities	21	18 402	17 398	20 164	19 544
Provisions	20	346 419	342 451	371 303	342 120
Total non-current liabilities		375 566	374 066	405 373	375 034
Current liabilities					
Lease liabilities		123	122	125	123
Income tax liabilities		14 937	10 171	21 619	2 063
Trade and other payables	21	66 582	88 244	67 045	53 820
Employee benefits		4 150	637	640	457
Deferred income		1 231	1 631	832	1 223
Contract liabilities		13 563	7 476	7 978	8 217
Provisions	20	80 004	82 797	62 730	67 840
Total current liabilities		180 590	191 078	160 969	133 743
Total liabilities		556 156	565 144	566 342	508 777
Total equity and liabilities		1 357 195	1 317 538	1 432 221	1 371 312

The condensed consolidated interim statement of financial position should be analyzed together with notes, which constitute integral part of the condensed consolidated interim financial statements

STALEXPORT AUTOSTRADY S.A. CAPITAL GROUP
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2021

These condensed consolidated interim financial statements are unaudited

Condensed consolidated interim statement of cash flows
for the three and nine-month periods ended

In thousands of PLN	Note	30 September 2021		30 September 2020	
		3 months (unaudited)	9 months (unaudited)	3 months (unaudited)	9 months (unaudited)
Cash flows from operating activities					
Profit before income tax		59 660	123 302	42 563	91 778
Adjustments for					
Depreciation and amortisation	9	19 567	59 728	14 674	43 735
Foreign currency translation differences for foreign operations		-	-	-	28
(Gain)/Loss on disposal of intangible assets and property, plant and equipment	10,11	18	9	(10)	13
Interest and dividends		125	(161)	(520)	(4 056)
Share of (profit)/loss of equity accounted investees		(16)	(40)	39	254
Change in receivables		(2 082)	(10 375)	460	9 399
Change in inventories		17	(268)	(305)	(288)
Change in trade and other payables		(27 592)	(4 472)	8 997	(29 707)
Change in provisions		9 620	8 217	11	263
Change in deferred income		(608)	(225)	(600)	(233)
Change in contract liabilities		6 087	5 585	1 071	1 647
Cash generated from operating activities		64 796	181 300	66 380	112 833
Income tax paid		(5 143)	(36 390)	(552)	(24 458)
Net cash from operating activities		59 653	144 910	65 828	88 375
Cash flows from investing activities					
Investment proceeds		334 611	740 380	13 241	23 304
Sale of intangible assets and property, plant and equipment		89	235	65	76
Proceeds from non-current deposits held for investment expenditures		334 501	-	12 627	18 847
Dividends received		-	29	-	-
Interest received		21	116	549	4 381
Sale of financial assets (corporate bonds)		-	740 000	-	-
Investment expenditures		(339 093)	(606 510)	(8 140)	(32 636)
Acquisition of intangible assets and property, plant and equipment		(19 188)	(41 927)	(8 140)	(32 636)
Non-current deposits held for investment expenditures		-	(34 759)	-	-
Acquisition of financial assets (corporate bonds)		(319 905)	(529 824)	-	-
Net cash from/(used in) investing activities		(4 482)	133 870	5 101	(9 332)
Cash flows from financing activities					
Financial expenditures		-	(160 173)	(12 364)	(17 842)
Dividends paid, including attributable to:	19.4	-	(160 047)	(12 363)	(17 716)
owners of the Company		-	(158 247)	(12 363)	(12 363)
non-controlling interest		-	(1 800)	-	(5 353)
Payment of lease liabilities		-	(126)	(1)	(126)
Net cash used in financing activities		-	(160 173)	(12 364)	(17 842)
Total net cash flows		55 171	118 607	58 565	61 201
Change in cash and cash equivalents		55 171	118 607	58 565	61 201
Cash and cash equivalents at the beginning of the period		293 299	229 863	375 504	372 868
Cash and cash equivalents at the end of the period		348 470	348 470	434 069	434 069

The condensed consolidated interim statement of cash flows should be analyzed together with notes, which constitute integral part of the condensed consolidated interim financial statements

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CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2021

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Condensed consolidated interim statement of changes in equity

In thousands of PLN

<i>(unaudited)</i>	<i>Note</i>	Share capital	Share premium reserve	Fair value reserve	Other reserve capitals and supplementary capital	Retained earnings and uncovered losses	Total equity attributable to owners of the Company	Non-controlling interest	Total equity
As at 1 January 2021		185 447	7 431	(204)	509 752	158 600	861 026	4 853	865 879
Profit for the period		-	-	-	-	94 499	94 499	2 965	97 464
Other comprehensive income:		-	-	62	-	30	92	3	95
Remeasurement of employee benefits		-	-	-	-	37	37	4	41
Change in fair value of equity instruments	18	-	-	76	-	-	76	-	76
Income tax on other comprehensive income		-	-	(14)	-	(7)	(21)	(1)	(22)
Total comprehensive income for the period		-	-	62	-	94 529	94 591	2 968	97 559
Coverage of previous years' losses*		-	-	-	(70 606)	70 606	-	-	-
Dividends paid	19.4	-	-	-	-	(158 247)	(158 247)	(4 152)	(162 399)
Allocation of profit to other reserve capitals and supplementary capital		-	-	-	66 794	(66 794)	-	-	-
As at 30 September 2021		185 447	7 431	(142)	505 940	98 694	797 370	3 669	801 039

*Item adjusted by dividends paid in previous years directly from the supplementary and reserve capitals of the subsidiaries.

The condensed consolidated interim statement of changes in equity should be analyzed together with notes, which constitute integral part of the condensed consolidated interim financial statements

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Condensed consolidated interim statement of changes in equity (continued)

In thousands of PLN

	Note	Share capital	Share premium reserve	Fair value reserve	Other reserve capitals and supplementary capital	Foreign currency translation reserve	Retained earnings and uncovered losses	Total equity attributable to owners of the Company	Non-controlling interest	Total equity
As at 1 January 2020		185 447	7 430	291	511 248	143	81 776	786 335	9 429	795 764
Profit for the period		-	-	-	-	-	87 261	87 261	4 195	91 456
Other comprehensive income:		-	-	(137)	15	(19)	(66)	(207)	(43)	(250)
Remeasurement of employee benefits		-	-	-	-	-	(121)	(121)	(53)	(174)
Change in fair value of equity instruments		-	-	(168)	-	-	-	(168)	-	(168)
Foreign currency translation differences for foreign operations		-	-	-	15	(19)	31	27	-	27
Income tax on other comprehensive income		-	-	31	-	-	24	55	10	65
Total comprehensive income for the period		-	-	(137)	15	(19)	87 195	87 054	4 152	91 206
Liquidation/Redemption of equity instruments measured at fair value through other comprehensive income		-	-	(358)	-	-	358	-	-	-
Dividends paid	19.4	-	-	-	(1 966)	-	(10 397)	(12 363)	(8 728)	(21 091)
Allocation of profit to other reserve capitals and supplementary capital		-	-	-	455	-	(455)	-	-	-
Changes in Capital Group's structure		-	-	-	-	(124)	124	-	-	-
Other		-	1	-	-	-	(1)	-	-	-
As at 31 December 2020		185 447	7 431	(204)	509 752	-	158 600	861 026	4 853	865 879

The condensed consolidated interim statement of changes in equity should be analyzed together with notes, which constitute integral part of the condensed consolidated interim financial statements

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Condensed consolidated interim statement of changes in equity (continued)

In thousands of PLN

<i>(unaudited)</i>	<i>Note</i>	Share capital	Share premium reserve	Fair value reserve	Other reserve capitals and supplementary capital	Foreign currency translation reserve	Retained earnings and uncovered losses	Total equity attributable to owners of the Company	Non-controlling interest	Total equity
As at 1 January 2020		185 447	7 430	291	511 248	143	81 776	786 335	9 429	795 764
Profit for the period		-	-	-	-	-	84 768	84 768	3 369	88 137
Other comprehensive income:		-	-	(179)	15	(19)	(49)	(232)	(43)	(275)
Remeasurement of employee benefits		-	-	-	-	-	(100)	(100)	(53)	(153)
Change in fair value of equity instruments	18	-	-	(219)	-	-	-	(219)	-	(219)
Foreign currency translation differences for foreign operations		-	-	-	15	(19)	32	28	-	28
Income tax on other comprehensive income		-	-	40	-	-	19	59	10	69
Total comprehensive income for the period		-	-	(179)	15	(19)	84 719	84 536	3 326	87 862
Liquidation/Redemption of equity instruments measured at fair value through other comprehensive income		-	-	(358)	-	-	358	-	-	-
Dividends paid	19.4	-	-	-	(1 966)	-	(10 397)	(12 363)	(8 728)	(21 091)
Allocation of profit to other reserve capitals and supplementary capital		-	-	-	455	-	(455)	-	-	-
Changes in Capital Group's structure		-	-	-	-	(124)	124	-	-	-
Other		-	1	-	-	-	(1)	-	-	-
As at 30 September 2020		185 447	7 431	(246)	509 752	-	156 124	858 508	4 027	862 535

The condensed consolidated interim statement of changes in equity should be analyzed together with notes, which constitute integral part of the condensed consolidated interim financial statements

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Notes to the condensed consolidated interim financial statements

(all amounts in PLN thousand (TPLN), unless stated otherwise)

1. Group overview

Stalexport Autostrady S.A. ("the Company") with its seat in Poland, Mysłowice, Piaskowa 20 Street, is a public listed company registered in the National Court Register under registration number KRS 16854.

The Company together with its subsidiaries constitutes Stalexport Autostrady S.A. Capital Group ("Group", "Capital Group").

The business activities of the Group include the following:

- construction of roads and railroads, in particular services related to managing, construction by adapting to the requirements of toll motorway and exploitation of the section of A-4 motorway Katowice-Kraków,
- management and business advisory,
- rental services.

As at 30 September 2021, beside the Company, the Group comprised of the following entities:

Name of the entity	Seat of the entity	Main activities	Status	Ownership interest and voting rights	Date of obtaining control/Date of acquisition	Consolidation method
Stalexport Autostrada Małopolska S.A.	Mysłowice	Construction and operation of motorway	Subsidiary	100%	1998	Full consolidation
VIA4 S.A.*	Mysłowice	Motorway operation	Subsidiary	55%	1998	Full consolidation
Biuro Centrum Sp. z o.o.	Katowice	Real estate administration	Associate	40.63%	1994	Equity method
Petrostal S.A. w likwidacji**	Warszawa	Non-operational	Subsidiary	100%	2005	-

* Assessment of control included the fact, that Company had and still has (currently through subsidiary Stalexport Autostrada Małopolska S.A.) a decisive influence on the definition of the objective and operating model of VIA4 (operator on the section Katowice – Kraków of A-4 motorway subject to the concession – see note 4), including significant operational and financial activities. Furthermore, as the result of the ownership interest held, the decisions regarding VIA4 policy on dividends are at Company's sole discretion.

** This entity is not subject to consolidation due to existing limitations regarding control exercise.

Neither the composition nor the structure of the Group was subject to any changes in the period of 3 quarters 2021.

The condensed consolidated interim financial statements as at the day and for the nine-month period ended 30 September 2021 comprise financial statements of the Company and its subsidiaries and also Group's share in net assets of associates.

The Capital Group is also included within the consolidated financial statements of the higher-level parent entity Atlantia S.p.A. (Italy).

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2. Basis for preparation of condensed consolidated interim financial statements

2.1. Statement of compliance

The condensed consolidated interim financial statements have been prepared in accordance with the International Accounting Standard 34 *Interim Financial Reporting* as adopted by the European Union and other regulations in force.

Condensed consolidated interim financial statements do not include all the information required for yearly financial statements and therefore should be analysed together with the Group's consolidated financial statements as at the day and for the year ended 31 December 2020.

The condensed consolidated interim financial statements were approved by the Management Board of the Company on 8 November 2021.

2.2. Functional and presentation currency

The condensed consolidated interim financial statements are presented in Polish zloty, being the presentation currency of the Group and at the same time the functional currency of the Company, rounded to full thousands.

2.3. Use of estimates and judgments

The preparation of condensed consolidated interim financial statements requires that the Management Board makes judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, equity and liabilities, income and expenses with respect to the Group. The estimates and associated assumptions are based on historical experience and other factors that are believed to be reasonable under the circumstances and the results of which form a basis for professional judgment on carrying values of assets and liabilities that are not readily apparent from other sources. The actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an on-going basis. Revisions of accounting estimates are recognized in the period in which the estimate is revised, if the revision affects only that period or in the period of the revision and future periods, if the revision affects both current and future periods.

Judgments and estimates made by the Management Board, which have significant impact on condensed consolidated interim financial statements, have been disclosed in notes 14, 15, 16, 17 and 20.

2.4. New standards and interpretations not applied in these condensed consolidated interim financial statements

New standards, amendments to standards and interpretations, which are effective for annual periods beginning after 1 January 2021, have not been applied in preparation of these condensed consolidated interim financial statements. Neither of the new standards nor amendments to the already existing standards, are expected to have a significant impact on the consolidated financial statements of the Group for the period for which they will become effective.

3. Going concern

The Group continuously monitors the impact of the COVID-19 epidemic on its operations, including its future financial situation and results.

The financial results of the Group's motorway operations are directly dependent on the level of traffic on the section of the A4 Katowice-Krakow motorway subject to the concession. The significant fluctuations in traffic observed in the period of 3 quarters 2021 and 2020 were mainly caused by the economic and social effect of

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the COVID-19 epidemic, of which the Group provides updates through its published current reports, which present the dynamics of traffic in 2021 on a weekly basis compared to the same periods of 2020. Note 8 presents a comparison of traffic for the respective monthly periods of 2021 and 2020.

Taking into account the overall economic and legal situation of the Group, including expectations regarding traffic level within the 12-month period from the end of current reporting period and in subsequent years, as at the date of approval of these condensed consolidated interim financial statements, no circumstances have been identified that would indicate a material deterioration of the Group's financial position, including as a result of the aforementioned impact of the COVID-19 epidemic on the Group's operations, and therefore the condensed consolidated interim financial statements have been prepared under the assumption that the Group will continue to operate as a going concern for the foreseeable future.

The above-mentioned predictions of traffic were determined based on the changes in traffic observed in the current period, with the assumption of the expected economic growth and the gradual reduction of the impact of the COVID-19 epidemic on traffic. The fulfilment of such predictions involves various types of assumptions and risks of their fulfilment, among which the risks related to the impact of the COVID-19 epidemic on the Group's operations, including on its revenues, have a special role.

4. Information concerning the Concession Agreement

The activities of the Group include primarily business related to the management, construction by transformation to toll motorway and operation of the section Katowice – Kraków of A-4 motorway, performed mainly by the Company's subsidiary Stalexport Autostrada Małopolska S.A. ("Concession Holder", "SAM S.A."). These activities are regulated by the concession agreement ("Concession Agreement").

The subject of the Concession Agreement is completion of construction of the A-4 motorway (by transformation to the toll motorway) on the section from Katowice (junction Murckowska, km 340.2) to Krakow (junction Balice I, km 401.1) and its subsequent operation as well as conducting and completion of the remaining construction works as specified in the Concession Agreement ("Venture").

The Concession Agreement has been concluded for a time equal to the term of the concession i.e. 30 years ending in March 2027.

As specified in the Concession Agreement, toll revenues constitute the principal source of income from the execution of the venture.

Throughout the term of the Concession Agreement, the Concession Holder shall have the right to use and receive profits from the road strip of the motorway. In return the Concession Holder is responsible for the operation and maintenance of the toll motorway until the termination or expiry of the Concession Agreement, which determines detailed range of the Concession Holder's obligations, and is obliged to perform precisely specified construction works.

Furthermore, as determined by the Concession Agreement, after fulfilment of conditions therein defined, the Concession Holder:

- (i) made concession payments to the National Road Fund ("Concession Payments"), constituting so-called subordinate debt (obligation due to loan drawn by State Treasury from the European Bank for Reconstruction and Development for the purpose of financing the construction of A-4 Toll Motorway Katowice-Kraków taken over by the Concession Holder);
- (ii) is obliged to makes payments to the National Road Fund constituting State Treasury's share in profits of the Venture ("Payments to the State Treasury").

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So far completed Phase I included the construction of toll collection system, setting up of the maintenance centre in Brzeczkwice and construction of the communication and motorway traffic management system, including the emergency communication system. Further investment phases (Phase II) in progress or to be carried out include, among others, renovations of bridges, development of junctions, construction of rest areas and works related to environmental protection measures (constructions of noise screens, motorway drainage system, passes for animals).

At the conclusion of the Concession Agreement the right to use and receive profits from all buildings and structures constructed by the Concession Holder will be transferred to the State Treasury.

According to provisions of the Concession Agreement between SAM S.A. and the Minister of Infrastructure Payments to the State Treasury, as well as dividend payments to the shareholder(s) of SAM S.A., are dependent, among others, on completion of specified construction phases, achieving minimum level of debt service ratios and assuring the sufficient coverage of reserve accounts.

The Group recognises the liabilities due to Payments to the State Treasury only after all the underlying conditions for the obligation to make payments, as foreseen in the Concession Agreement, are met. So-called calculation date is considered to be the moment when the aforementioned criteria triggering the payment obligation are met, i.e. the date as of which the assessment of meeting of the criteria, as well as the determination of the amount available for distribution in the period prior to next calculation date, are performed.

In previous years the Group, in accordance with the provisions of Project Loan Agreement (under which the Concession Holder was the borrower) in force until its repayment date, i.e. 30 September 2019, considered 31 March and 30 September as calculation dates. Starting from 2020, in the absence of an explicit regulation of this issue in the Concession Agreement, the Group considers 30 June and 31 December as the calculation dates, therefore the Group recognized the liability due to Payments to the State Treasury in amount of TPLN 20,944 net as at 30 June 2021. As at the 30 June 2020 the Group recognized the liability of TPLN 14,880 net and as at 31 December 2020 of TPLN 29,730 net. The liability recognised as of the end of I semester 2021 remained outstanding as at 30 September 2021, because the Group did not receive the settlement document (invoice) underlying the payment before the end of the current reporting period.

On 20 July 2021 the Concession Holder received an invoice from GDDKiA comprising Payments to the State Treasury determined as at 31 December 2020 amounting to TPLN 29,930 net. As the result of additional explanations provided by the Concession Holder, GDDKiA adjusted the aforementioned invoice to the amount of TPLN 29,730 net. The Concession Holder paid the liability resulting from the said invoice in III quarter 2021.

5. Description of significant accounting policies

Changes resulting from the introduction of amendments to existing standards and interpretations, effective for reporting periods beginning on 1 January 2021 or later, had no significant impact on Group's accounting policies, and as the result, on these condensed consolidated interim financial statements.

With the exception of changes described above, the accounting policies applied by the Group in these condensed consolidated interim financial statements are the same as those described in the consolidated financial statements as at and for the year ended 31 December 2020.

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6. Segment reporting

The Group presents its activity in business segments, which are based on the Group's management and internal reporting structure.

The Group operates in one geographical segment – entire revenue is earned in Poland, where all Group's non-current assets are located (excluding financial instruments).

Business segments

Business segments include:

- management, advisory and rental services,
- management and operation of motorways.

Business segments results

For the three and nine-month periods ended 30 September 2021

	Management, advisory and rental services		Management and operation of motorways		Total	
	3 months	9 months	3 months	9 months	3 months	9 months
Operating revenues						
Revenue from external customers	877	2 606	107 090	264 208	107 967	266 814
Total revenue	877	2 606	107 090	264 208	107 967	266 814
Operating expenses						
Cost of sales to external customers	(1 083)	(3 303)	(34 141)	(85 733)	(35 224)	(89 036)
Total cost of sales	(1 083)	(3 303)	(34 141)	(85 733)	(35 224)	(89 036)
Other income	8	18	1 188	3 800	1 196	3 818
Other expenses	-	-	(92)	(243)	(92)	(243)
Reversal of impairments losses/(Impairment losses) on trade and other receivables	(1)	(454)	1	-	-	(454)
Administrative expenses*	(1 132)	(3 792)	(12 552)	(52 437)	(13 684)	(56 229)
Results from operating activities	(1 331)	(4 925)	61 494	129 595	60 163	124 670
Net finance income/(expense)	(24)	57	(495)	(1 465)	(519)	(1 408)
Share of profit of equity accounted investees (net of income tax)	16	40	-	-	16	40
Income tax expense	550	797	(11 565)	(26 635)	(11 015)	(25 838)
Profit/(Loss) for the period	(789)	(4 031)	49 434	101 495	48 645	97 464
Other comprehensive income, net of income tax					-	95
Total comprehensive income for the period	(789)	(4 031)	49 434	101 495	48 645	97 559
Major non-cash items						
Depreciation and amortisation	(163)	(496)	(19 404)	(59 232)	(19 567)	(59 728)
Reversal of impairments losses/(Impairment losses) on trade and other receivables	(1)	(454)	1	-	-	(454)
Unwinding of discount (including lease interest expense)	(30)	(86)	(628)	(1 857)	(658)	(1 943)

* Expenses related to "Management, advisory and rental services" comprise all administrative expenses of the Company - expenses related to "Management and operation of motorways" include Payments to the State Treasury in amount of TPLN 20,944 (for the period of 3 quarters 2021).

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For the three and nine-month periods ended 30 September 2020

	Management, advisory and rental services		Management and operation of motorways		Total	
	3 months	9 months	3 months	9 months	3 months	9 months
Operating revenues						
Revenue from external customers	833	2 430	86 263	213 322	87 096	215 752
Total revenue	833	2 430	86 263	213 322	87 096	215 752
Operating expenses						
Cost of sales to external customers	(1 053)	(3 038)	(30 171)	(72 730)	(31 224)	(75 768)
Total cost of sales	(1 053)	(3 038)	(30 171)	(72 730)	(31 224)	(75 768)
Other income	12	88	2 614	8 184	2 626	8 272
Other expenses	(1)	(4)	(42)	(173)	(43)	(177)
Impairment losses on trade and other receivables	(2)	(6)	(7)	(28)	(9)	(34)
Administrative expenses*	(997)	(3 477)	(14 559)	(51 583)	(15 556)	(55 060)
Results from operating activities	(1 208)	(4 007)	44 098	96 992	42 890	92 985
Net finance income/(expense)	120	1 218	(408)	(2 171)	(288)	(953)
Share of loss of equity accounted investees (net of income tax)	(39)	(254)	-	-	(39)	(254)
Income tax expense	(548)	(1 194)	11 499	(2 447)	10 951	(3 641)
Profit/(Loss) for the period	(1 675)	(4 237)	55 189	92 374	53 514	88 137
Other comprehensive income, net of income tax					67	(275)
Total comprehensive income for the period	(1 675)	(4 237)	55 189	92 374	53 581	87 862
Major non-cash items						
Depreciation and amortisation	(163)	(489)	(14 511)	(43 246)	(14 674)	(43 735)
Impairment losses on trade and other receivables	(2)	(6)	(7)	(28)	(9)	(34)
Unwinding of discount (including lease interest expense)	(29)	(86)	(656)	(4 427)	(685)	(4 513)

* Expenses related to "Management, advisory and rental services" comprise all administrative expenses of the Company - expenses related to "Management and operation of motorways" include Payments to the State Treasury in amount of TPLN 14,880 (for the period of 3 quarters 2020).

Financial position according to business segments as at

	30 September 2021	30 June 2021	31 December 2020	30 September 2020
Management, advisory and rental services				
Assets of the segment	190 859	192 452	329 868	328 171
Liabilities of the segment	7 544	7 529	7 521	6 037
Management and operation of motorways				
Assets of the segment	1 166 336	1 125 086	1 102 353	1 043 141
Liabilities of the segment	548 612	557 615	558 821	502 740
Total assets	1 357 195	1 317 538	1 432 221	1 371 312
Total liabilities	556 156	565 144	566 342	508 777

7. Periodicity and seasonality of the business

Activity of the "Management and operation of motorways" business segment is influenced by seasonality, due to fluctuations of traffic levels on the A4 motorway section subject to concession between the individual quarterly periods. The highest level of traffic is recorded in third quarter and the lowest in first quarter of each calendar year. Fluctuations of traffic levels in the period of 3 quarters 2021 and 2020 may deviate from trends observed in previous years due to the economic and social effect of COVID-19.

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8. Revenue

	3 quarters 2021			3 quarters 2020		
	Management, advisory and rental services	Management and operation of motorways	Total	Management, advisory and rental services	Management and operation of motorways	Total
Revenue from contracts with customers						
Toll revenue, including:	-	263 692	263 692	-	212 781	212 781
Manual toll collection (cash, bank cards)	-	140 267	140 267	-	119 449	119 449
Fleet cards	-	46 698	46 698	-	43 852	43 852
Electronic toll collection	-	75 728	75 728	-	47 824	47 824
KartA4	-	999	999	-	1 656	1 656
Revenue due to other services rendered	-	5	5	-	6	6
	-	263 697	263 697	-	212 787	212 787
Other revenue						
Revenue from rental of investment property	2 602	-	2 602	2 429	-	2 429
Revenue due to other services rendered	4	-	4	1	-	1
Other revenue	-	511	511	-	535	535
	2 606	511	3 117	2 430	535	2 965
Total	2 606	264 208	266 814	2 430	213 322	215 752

	III quarter 2021			III quarter 2020		
	Management, advisory and rental services	Management and operation of motorways	Total	Management, advisory and rental services	Management and operation of motorways	Total
Revenue from contracts with customers						
Toll revenue, including:	-	106 870	106 870	-	86 078	86 078
Manual toll collection (cash, bank cards)	-	61 130	61 130	-	51 468	51 468
Fleet cards	-	15 977	15 977	-	15 332	15 332
Electronic toll collection	-	29 414	29 414	-	18 778	18 778
KartA4	-	349	349	-	500	500
Revenue due to other services rendered	-	3	3	-	2	2
	-	106 873	106 873	-	86 080	86 080
Other revenue						
Revenue from rental of investment property	877	-	877	834	-	834
Other revenue	-	217	217	-	182	182
	877	217	1 094	834	182	1 016
Total	877	107 090	107 967	834	86 262	87 096

Rental income from investment property is recognised in profit or loss on a straight-line basis over the term of the lease.

Revenue from motorway operation (toll revenue) is recognised when the customer passes through toll collection plaza as the result of:

- customer paying the motorway toll in cash or by means of bank cards directly at the toll collection plaza; or
- positive identification at the toll collection plaza of customer's right to pass through the motorway (kartA4, electronic toll collection, fleet cards).

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The average daily traffic (ADT) on the section of the A4 Katowice-Krakow motorway subject to the concession for each month of 2021 and 2020 has been presented below.

ADT	January			February			March		
	2021	2020	change	2021	2020	change	2021	2020	change
Light vehicles	24 687	35 682	-30,8%	28 793	36 167	-20,4%	27 348	21 417	27,7%
Heavy vehicles	6 254	6 495	-3,7%	7 344	7 092	3,6%	7 891	6 657	18,5%
Total	30 941	42 177	-26,6%	36 137	43 259	-16,5%	35 239	28 074	25,5%
ADT	April			May			June		
	2021	2020	change	2021	2020	change	2021	2020	change
Light vehicles	27 421	12 513	119,1%	33 500	21 339	57,0%	38 794	30 505	27,2%
Heavy vehicles	7 414	5 208	42,4%	7 495	5 717	31,1%	8 006	6 544	22,3%
Total	34 836	17 721	96,6%	40 995	27 056	51,5%	46 800	37 049	26,3%
ADT	July			August			September		
	2021	2020	change	2021	2020	change	2021	2020	change
Light vehicles	46 202	39 833	16,0%	48 329	42 849	12,8%	41 558	37 067	12,1%
Heavy vehicles	7 994	7 088	12,8%	7 723	6 725	14,8%	8 259	7 504	10,1%
Total	54 196	46 921	15,5%	56 052	49 574	13,1%	49 817	44 571	11,8%

9. Expenses by nature

	30 September 2021		30 September 2020	
	3 months	9 months	3 months	9 months
Depreciation and amortisation	(19 567)	(59 728)	(14 674)	(43 735)
Energy and materials consumption	(1 200)	(4 569)	(911)	(3 135)
Accrual of provision for motorway resurfacing disclosed within cost of sales (external services)*	(9 789)	(10 903)	(10 892)	(15 139)
Other external services	(8 740)	(19 445)	(11 629)	(22 742)
Payments to the State Treasury (net amount)	-	(20 944)	-	(14 880)
Taxes and charges	(718)	(2 203)	(710)	(5 079)
Employee benefit expenses	(8 212)	(25 970)	(7 381)	(24 423)
Other costs	(682)	(1 498)	(581)	(1 688)
Cost of goods and materials sold	-	(5)	(2)	(7)
Total expenses by nature	(48 908)	(145 265)	(46 780)	(130 828)
Cost of sales and administrative expenses	(48 908)	(145 265)	(46 780)	(130 828)

* Including change of estimates related to provisions - see note 20.

9.1. Employee benefit expenses

	30 September 2021		30 September 2020	
	3 months	9 months	3 months	9 months
Wages and salaries	(6 698)	(20 361)	(5 929)	(19 072)
Social security contributions and other benefits	(1 227)	(4 488)	(1 176)	(4 174)
Movement in employee benefits liabilities included in profit and loss:	(287)	(1 121)	(276)	(1 177)
Post-employment benefits	-	(47)	-	(71)
Jubilee bonuses liabilities	-	(123)	-	(279)
Other employee benefits	(287)	(951)	(276)	(827)
Total	(8 212)	(25 970)	(7 381)	(24 423)

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10. Other income

	30 September 2021		30 September 2020	
	3 months	9 months	3 months	9 months
Rental income from passenger service areas	1 043	3 130	1 013	6 339
Compensations, contractual penalties and costs of court proceedings received	14	408	1 499	1 629
Interest from receivables	5	7	4	10
Time-barred liabilities written off	-	-	-	18
Net gain on disposal of property, plant and equipment and intangible assets	-	-	10	-
Other	95	230	95	268
Total	1 157	3 775	2 621	8 264

Rental income from passenger service areas is recognised in profit or loss on a straight-line basis over the term of the lease.

11. Other expenses

	30 September 2021		30 September 2020	
	3 months	9 months	3 months	9 months
Donations granted	(23)	(61)	(7)	(65)
Repair of damages	(2)	(98)	(5)	(22)
Penalties, compensations, fees	(6)	(19)	(4)	(36)
Net loss on disposal of property, plant and equipment and intangible assets	(18)	(9)	-	(13)
Unrecoverable input VAT	(1)	(4)	(18)	(25)
Other	(3)	(9)	(4)	(8)
Total	(53)	(200)	(38)	(169)

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12. Net finance expense

	30 September 2021		30 September 2020	
	3 months	9 months	3 months	9 months
Recognised in profit or loss for the period				
Dividend income:	-	29	-	-
- equity instruments - financial instruments measured at fair value through other comprehensive income (held at the reporting date)	-	29	-	-
Interest income under the effective interest method on:	75	370	355	3 782
- cash and cash equivalents	6	25	355	2 862
- non-current deposits	18	75	-	920
- finance lease receivables	1	1	-	-
- debt instruments (corporate bonds)	50	268	-	-
- other	-	1	-	-
Discount of provisions	-	97	-	-
Net foreign exchange gain	67	143	42	82
Finance income	142	639	397	3 864
Interest expense on liabilities measured at amortised cost, including:	(648)	(2 040)	(682)	(2 138)
- discount of Concession fees	(618)	(1 954)	(653)	(2 052)
- lease interest expense	(30)	(86)	(29)	(86)
Discount of provisions	(10)	-	(3)	(2 375)
Other finance expenses	(3)	(7)	-	(304)
Finance expenses	(661)	(2 047)	(685)	(4 817)
Net finance expense recognised in profit or loss for the period	(519)	(1 408)	(288)	(953)
Recognised in other comprehensive income				
Foreign currency translation differences for foreign operations	-	-	-	28
Change in fair value of equity instruments	-	76	83	(219)
Finance income/(expenses) recognised in other comprehensive income	-	76	83	(191)

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13. Property, plant and equipment

	Buildings and constructions	Plant and equipment	Vehicles	Other	Under construction	Total
Cost as at 1 January 2020	21 167	26 691	18 787	8 506	1 060	76 211
Acquisitions	20	1 558	493	2	2 055	4 128
Transfer from property, plant and equipment under construction	-	2 079	-	-	(2 079)	-
Disposals	-	(126)	(482)	(7)	-	(615)
Cost as at 30 September 2020	21 187	30 202	18 798	8 501	1 036	79 724
Cost as at 1 January 2021	22 036	30 228	19 002	8 579	1 347	81 192
Acquisitions	190	327	3 326	14	2 601	6 458
Transfer from property, plant and equipment under construction	204	116	-	-	(320)	-
Disposals	(49)	(261)	(956)	(7)	(36)	(1 309)
Cost as at 30 September 2021	22 381	30 410	21 372	8 586	3 592	86 341
Depreciation and impairment losses as at 1 January 2020	(15 297)	(13 621)	(10 562)	(4 918)	-	(44 398)
Depreciation for the period	(693)	(2 828)	(1 440)	(625)	-	(5 586)
Disposals	-	114	405	7	-	526
Depreciation and impairment losses as at 30 September 2020	(15 990)	(16 335)	(11 597)	(5 536)	-	(49 458)
Depreciation and impairment losses as at 1 January 2021	(16 204)	(17 264)	(10 866)	(5 732)	-	(50 066)
Depreciation for the period	(721)	(3 074)	(1 471)	(636)	-	(5 902)
Disposals	19	248	611	6	-	884
Depreciation and impairment losses as at 30 September 2021	(16 906)	(20 090)	(11 726)	(6 362)	-	(55 084)
Carrying amounts						
As at 1 January 2020	5 870	13 070	8 225	3 588	1 060	31 813
As at 30 September 2020	5 197	13 867	7 201	2 965	1 036	30 266
As at 1 January 2021	5 832	12 964	8 136	2 847	1 347	31 126
As at 30 September 2021	5 475	10 320	9 646	2 224	3 592	31 257

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Impairment losses

As at 30 September 2021, 31 December 2020 and 30 September 2020 there were no indicators, which would require the Group to test property, plant and equipment for impairment.

14. Intangible assets

	Concession intangible assets	Other concessions, licences, software and other	Other intangible assets	Intangible assets not ready for use	Total
Cost as at 1 January 2020	969 262	12 647	2 798	5 201	989 908
Acquisitions	-	34	-	3 117	3 151
Transfer from intangible assets not ready for use	-	981	-	(981)	-
Revaluation of concession intangible assets	50 880	-	-	-	50 880
Disposals	-	(1)	-	-	(1)
Other reclassifications	-	1 828	(1 828)	-	-
Cost as at 30 September 2020	1 020 142	15 489	970	7 337	1 043 938
Cost as at 1 January 2021	1 061 380	18 301	970	4 880	1 085 531
Acquisitions	-	255	-	650	905
Transfer from intangible assets not ready for use	-	3 287	-	(3 287)	-
Revaluation of concession intangible assets	19 666	-	-	-	19 666
Disposals	-	(6)	-	-	(6)
Cost as at 30 September 2021	1 081 046	21 837	970	2 243	1 106 096
Amortisation and impairment losses as at 1 January 2020	(545 051)	(5 710)	(970)	-	(551 731)
Amortisation for the period	(36 279)	(1 452)	-	-	(37 731)
Disposals	-	1	-	-	1
Amortisation and impairment losses as at 30 September 2020	(581 330)	(7 161)	(970)	-	(589 461)
Amortisation and impairment losses as at 1 January 2021	(593 696)	(7 784)	(970)	-	(602 450)
Amortisation for the period	(51 157)	(2 252)	-	-	(53 409)
Disposals	-	6	-	-	6
Amortisation and impairment losses as at 30 September 2021	(644 853)	(10 030)	(970)	-	(655 853)
Carrying amounts					
As at 1 January 2020	424 211	6 937	1 828	5 201	438 177
As at 30 September 2020	438 812	8 328	-	7 337	454 477
As at 1 January 2021	467 684	10 517	-	4 880	483 081
As at 30 September 2021	436 193	11 807	-	2 243	450 243

During the current reporting period the Group revalued concession intangible assets recognized in relation to estimated costs of Phase II and liabilities due to Concession fees:

- (i) due to changes of discount rates used for valuation of provision for capital expenditures (see note 20), which resulted in their decrease by TPLN 4,319, out of which by TPLN 2,164 in III quarter (3 quarters 2020: increase of TPLN 13,529, III quarter 2020: increase of TPLN 1,451);
- (ii) due to changes of estimates regarding construction works schedule and capital expenditures, which according to the Concession Agreement are to be executed by the Group before the end of the concession period (see note 20), resulting in an increase of concession intangible assets by TPLN 23,639, out of which

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by TPLN 16,619 in III quarter (3 quarters 2020: increase of TPLN 36,889, III quarter 2020: increase of TPLN 4,404);

(iii) due to remeasurement of Concession fees (indexation), which resulted in their increase by TPLN 346 (3 quarters 2020: increase of TPLN 462).

The amortization charge on concession intangible assets is recognized in cost of sales. The amortization charge on other intangible assets is recognized in administrative expenses.

The annual amortization rate calculated based on estimated traffic increase during the concession period in relation to present net value of intangible asset at the beginning of the period equalled 14.58% in III quarter 2021 (III quarter 2020: 10,89%). According to the amortisation schedule drawn up as at 30 September 2021, based on updated estimates of traffic growth, the ratio of annual amortisation costs to the carrying net value of intangible asset will range from 16.06% to 18.97% during the concession period.

As at 30 September 2021, 31 December 2020 and 30 September 2020 there were no indicators, which would require the Group to test intangible assets for impairment.

15. Investment property

	Right-of-use assets	Other investment property	Total
Cost as at 1 January 2020	3 247	30 879	34 126
Cost as at 30 September 2020	3 247	30 879	34 126
Cost as at 1 January 2021	3 247	30 879	34 126
Cost as at 30 September 2021	3 247	30 879	34 126
Depreciation and impairment losses as at 1 January 2020	(46)	(27 625)	(27 671)
Depreciation for the period	(34)	(384)	(418)
Depreciation and impairment losses as at 30 September 2020	(80)	(28 009)	(28 089)
Depreciation and impairment losses as at 1 January 2021	(92)	(28 136)	(28 228)
Depreciation for the period	(34)	(383)	(417)
Depreciation and impairment losses as at 30 September 2021	(126)	(28 519)	(28 645)
Carrying amounts			
As at 1 January 2020	3 201	3 254	6 455
As at 30 September 2020	3 167	2 870	6 037
As at 1 January 2021	3 155	2 743	5 898
As at 30 September 2021	3 121	2 360	5 481

Investment property held by the Group as right-of-use assets is measured according to IFRS 16, i.e. at cost less any accumulated depreciation and impairment losses, taking into account adjustments resulting from revaluation of lease liabilities, with which these assets were initially recognised.

Other investment property is measured at cost less accumulated depreciation and impairment losses.

Investment property comprises the Group-owned part of the building property at Mickiewicza St. in Katowice including the land (subject to perpetual usufruct) on which the office building and the adjacent parking lot are situated, as well as the parking lot property at Sokolska St. in Katowice, consisting of land (subject to perpetual usufruct) on which parking lot and garages are situated.

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16. Deferred tax

Deferred tax assets have not been recognised in full amount of excess of negative temporary differences and tax losses over positive temporary differences, due to uncertainty of some temporary differences utilization (particularly in respect of property, plant and equipment, as well as provisions for capital expenditures) and estimates regarding tax losses carried forward utilization.

Change in temporary differences during 9-month periods ended 30 September 2021 and 30 September 2020

	1 January 2021	Change of deferred tax on temporary differences recognised in		30 September 2021
		profit or loss for the period	other comprehensive income	
Concession intangible assets	(87 376)	5 805	-	(81 571)
Property, plant and equipment and other intangible assets	32 136	1 994	-	34 130
Investment property	(489)	10	-	(479)
Other non-current investments	(7)	(10)	(5)	(22)
Trade and other receivables	205	12	-	217
Inventories	7	-	-	7
Current investments	283	12	(9)	286
Cash and cash equivalents	(4)	4	-	-
Lease liabilities	613	(8)	-	605
Other non-current liabilities	2 708	(653)	-	2 055
Deferred income	986	(42)	-	944
Contract liabilities	1 516	1 061	-	2 577
Employee benefits	1 650	190	(8)	1 832
Provisions	82 466	(1 446)	-	81 020
Trade and other payables	6 030	(1 016)	-	5 014
Tax loss carry-forwards	2 135	577	-	2 712
Valuation adjustment	(16 930)	(2 531)	-	(19 461)
Total	25 929	3 959	(22)	29 866

	1 January 2020	Change of deferred tax on temporary differences recognised in		30 September 2020
		profit or loss for the period	other comprehensive income	
Concession intangible assets	(78 879)	(2 951)	-	(81 830)
Property, plant and equipment and other intangible assets	32 924	(1 542)	-	31 382
Investment property	(503)	11	-	(492)
Other non-current investments	(72)	44	21	(7)
Trade and other receivables	209	1	-	210
Inventories	7	-	-	7
Current investments	284	1	19	304
Cash and cash equivalents	(81)	70	-	(11)
Lease liabilities	615	(7)	-	608
Other non-current liabilities	2 159	70	-	2 229
Deferred income	1 144	(44)	-	1 100
Contract liabilities	1 248	313	-	1 561
Employee benefits	1 355	41	29	1 425
Provisions	71 578	6 314	-	77 892
Trade and other payables	861	2 932	-	3 793
Tax loss carry-forwards	1 782	178	-	1 960
Valuation adjustment	(11 598)	(3 205)	-	(14 803)
Total	23 033	2 226	69	25 328

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Change in temporary differences during 3-month periods ended 30 September 2021 and 30 September 2020

	Change of deferred tax on temporary differences recognised in			30 September 2021
	1 July 2021	profit or loss		
		for the period	other comprehensive income	
Concession intangible assets	(81 936)	365	-	(81 571)
Property, plant and equipment and other intangible assets	31 389	2 741	-	34 130
Investment property	(482)	3	-	(479)
Other non-current investments	(12)	(10)	-	(22)
Trade and other receivables	279	(62)	-	217
Inventories	7	-	-	7
Current investments	286	-	-	286
Lease liabilities	600	5	-	605
Other non-current liabilities	2 660	(605)	-	2 055
Deferred income	1 059	(115)	-	944
Contract liabilities	1 421	1 156	-	2 577
Employee benefits	1 760	72	-	1 832
Provisions	80 797	223	-	81 020
Trade and other payables	9 933	(4 919)	-	5 014
Tax loss carry-forwards	2 593	119	-	2 712
Valuation adjustment	(19 866)	405	-	(19 461)
Total	30 488	(622)	-	29 866

	Change of deferred tax on temporary differences recognised in			30 September 2020
	1 July 2020	profit or loss		
		for the period	other comprehensive income	
Concession intangible assets	(82 391)	561	-	(81 830)
Property, plant and equipment and other intangible assets	31 944	(562)	-	31 382
Investment property	(496)	4	-	(492)
Other non-current investments	(7)	-	-	(7)
Trade and other receivables	210	-	-	210
Inventories	7	-	-	7
Current investments	320	-	(16)	304
Cash and cash equivalents	(48)	37	-	(11)
Lease liabilities	601	7	-	608
Other non-current liabilities	2 134	95	-	2 229
Deferred income	1 214	(114)	-	1 100
Contract liabilities	1 358	203	-	1 561
Employee benefits	1 217	208	-	1 425
Provisions	77 807	85	-	77 892
Trade and other payables	978	2 815	-	3 793
Tax loss carry-forwards	1 837	123	-	1 960
Valuation adjustment	(14 077)	(726)	-	(14 803)
Total	22 608	2 736	(16)	25 328

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17. Trade and other receivables

	30 September 2021	30 June 2021	31 December 2020	30 September 2020
Trade receivables from related parties	3 426	2 640	2 042	2 596
Trade receivables from other parties	18 937	16 690	10 788	13 101
Receivables from taxes, duties, social and health insurances and other benefits	230	348	493	-
Other receivables from related parties	-	-	-	2
Other receivables from other parties	1 549	2 565	609	1 630
Total	24 142	22 243	13 932	17 329

The movement in loss allowances in respect of trade and other receivables and other was as follows:

	3 quarters 2021	3 quarters 2020
Balance as at 1 January	(91 557)	(91 558)
Net remeasurement of loss allowance	(454)	(34)
Amounts written off	3	14
Reclassifications	-	(4)
Balance as at 30 September	(92 008)	(91 582)

	III quarter 2021	III quarter 2020
Balance as at 1 July	(92 011)	(91 578)
Net remeasurement of loss allowance	-	(9)
Amounts written off	3	6
Reclassifications	-	(1)
Balance as at 30 September	(92 008)	(91 582)

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18. Financial instruments

18.1. Classification and fair value of financial instruments

The following table shows the carrying amounts and fair values of financial assets and liabilities, including their levels on the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

30 September 2021

	Carrying amount			Fair value			
	Financial instruments measured at fair value through other comprehensive income	Financial instruments measured at amortised cost	Total	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value							
Equity instruments*	1 229	-	1 229	-	-	1 229	1 229
	1 229	-	1 229				
Aktywa finansowe niewyceniane wg wartość godziwej							
Debt instruments (corporate bonds)	-	319 955	319 955				
Finance lease receivables	-	328	328				
Trade and other receivables**	-	23 912	23 912				
Bank deposits (non-current investments)	-	141 710	141 710				
Cash and cash equivalents	-	348 470	348 470				
	-	834 375	834 375				
Financial liabilities not measured at fair value							
Lease liabilities	-	(3 186)	(3 186)				
Liabilities due to Concession fees	-	(14 364)	(14 364)				
Payments to the State Treasury	-	(20 944)	(20 944)				
Trade and other payables**	-	(37 777)	(37 777)				
	-	(76 271)	(76 271)				

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30 June 2021

	Carrying amount			Fair value			
	Financial instruments measured at fair value through other comprehensive income	Financial instruments measured at amortised cost	Total	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value							
Equity instruments*	1 229	-	1 229	-	-	1 229	1 229
	1 229	-	1 229				
Financial assets not measured at fair value							
Trade and other receivables**	-	21 895	21 895				
Bank deposits (non-current investments)	-	476 378	476 378				
Cash and cash equivalents	-	293 299	293 299				
	-	791 572	791 572				
Financial liabilities not measured at fair value							
Lease liabilities	-	(3 158)	(3 158)				
Liabilities due to Concession fees	-	(13 747)	(13 747)				
Payments to the State Treasury	-	(50 674)	(50 674)				
Trade and other payables**	-	(29 498)	(29 498)				
	-	(97 077)	(97 077)				

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31 December 2020

	Carrying amount			Fair value			
	Financial instruments measured at fair value through other comprehensive income	Financial instruments measured at amortised cost	Total	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value							
Equity instruments*	1 152	-	1 152	-	-	1 152	1 152
	1 152	-	1 152				
Financial assets not measured at fair value							
Debt instruments (corporate bonds)		529 863	529 863				
Trade and other receivables**	-	13 439	13 439				
Bank deposits (non-current investments)	-	107 118	107 118				
Cash and cash equivalents	-	229 863	229 863				
	-	880 283	880 283				
Financial liabilities not measured at fair value							
Lease liabilities	-	(3 227)	(3 227)				
Liabilities due to Concession fees	-	(14 003)	(14 003)				
Payments to the State Treasury	-	(29 730)	(29 730)				
Trade and other payables**	-	(36 943)	(36 943)				
	-	(83 903)	(83 903)				

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30 September 2020

	Carrying amount			Fair value			
	Financial instruments measured at fair value through other comprehensive income	Financial instruments measured at amortised cost	Total	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value							
Equity instruments*	1 102	-	1 102	-	-	1 102	1 102
	1 102	-	1 102				
Financial assets not measured at fair value							
Trade and other receivables**	-	17 329	17 329				
Bank deposits (non-current investments)	-	398 535	398 535				
Cash and cash equivalents	-	434 069	434 069				
	-	849 933	849 933				
Financial liabilities not measured at fair value							
Lease liabilities	-	(3 197)	(3 197)				
Liabilities due to Concession fees	-	(15 196)	(15 196)				
Payments to the State Treasury	-	(14 880)	(14 880)				
Trade and other payables**	-	(33 884)	(33 884)				
	-	(67 157)	(67 157)				

* Equity instruments belonging to the Group are not listed on financial markets, the Group has also no information on recent observable arm's length transactions in these instruments. Considering the above, the fair value of the equity instruments determined based on the Group's share in net assets of their issuers as at the end of the last reporting period for which the Group has adequate financial data. In the period of 3 quarters 2021 the Group recorded profit due to valuation of aforementioned equity instruments amounting to TPLN 76 (3 quarters 2020: loss of TPLN 219), presented within item "Change in fair value of equity instruments" of the consolidated statement of comprehensive income.

** Without consideration of receivables due to VAT/payables due to taxes, duties, social and health insurance and other benefits, payroll liabilities, liabilities due to Concession fees and Payments to the State Treasury.

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18.2. Hierarchy of financial instruments carried at fair value

Financial instruments carried at fair value can be classified according to the following valuation methods:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities,
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly,
- Level 3: inputs that are not based on observable market data (unobservable inputs).

19. Equity

19.1. Share capital

	30 September 2021	30 June 2021	31 December 2020	30 September 2020
Number of shares at the beginning of the period	247 262 023	247 262 023	247 262 023	247 262 023
Number of shares at the end of the period (fully paid)	247 262 023	247 262 023	247 262 023	247 262 023
Nominal value of 1 share (PLN)	0.75	0.75	0.75	0.75
Nominal value of A-series issue	6 256	6 256	6 256	6 256
Nominal value of B-series issue	370	370	370	370
Nominal value of D-series issue	3 000	3 000	3 000	3 000
Nominal value of E-series issue	71 196	71 196	71 196	71 196
Nominal value of F-series issue	37 500	37 500	37 500	37 500
Nominal value of G-series issue	67 125	67 125	67 125	67 125
Total	185 447	185 447	185 447	185 447

19.2. Fair value reserve

All gains and losses from valuation of investments in equity instruments measured at fair value through other comprehensive income are attributed to this equity item.

19.3. Other reserve capitals and supplementary capital

Other reserve capitals may be created by the General Meeting from a part or total of approved profits of the companies constituting the Group. The General Meeting may also define a particular aim to which such resources should be assigned

19.4. Dividends

3 quarters 2021

On 31 March 2021 the Ordinary General Meeting of the Company decided to pay out the dividend in amount of TPLN 158,247, i.e. PLN 0.64 per share. The dividend date was set for 9 April 2021 and the dividend payment date for 20 April 2021.

On 25 March 2021 the Ordinary General Meeting of VIA4 S.A. decided to pay out dividend amounting to TPLN 9,226, out of which TPLN 4,152 was attributed to non-controlling interest.

3 quarters 2020

On 19 June 2020 the Ordinary General Meeting of the Company decided to pay out the dividend in amount of TPLN 12,363, i.e. PLN 0.05 per share. The dividend date was set for 26 June 2020 and the dividend payment date for 6 July 2020.

On 24 March 2020 the Ordinary General Meeting of VIA4 S.A. decided to pay out dividend amounting to TPLN 19,395, out of which TPLN 8,728 was attributed to non-controlling interest.

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20. Provisions

For nine-month periods ended 30 September 2021 and 30 September 2020

	Provisions for motorway resurfacing	Provisions for capital expenditures (Phase II)	Total
Non-current provisions			
Balance at 1 January 2020	-	314 374	314 374
Additions, including:	-	1 973	1 973
- <i>due to discounting</i>	-	1 973	1 973
Change of estimates	785	73 025	73 810
Reclassifications	-	(48 037)	(48 037)
Balance at 30 September 2020	785	341 335	342 120
Balance at 1 January 2021	-	371 303	371 303
Decreases, including:	-	(83)	(83)
- <i>due to discounting</i>	-	(83)	(83)
Change of estimates	-	8 752	8 752
Reclassifications	-	(33 553)	(33 553)
Balance at 30 September 2021	-	346 419	346 419
Current provisions			
Balance at 1 January 2020	14 001	48 345	62 346
Additions, including:	7 889	310	8 199
- <i>due to discounting</i>	92	310	402
Change of estimates	6 557	(22 607)	(16 050)
Utilisation	(16 789)	(17 903)	(34 692)
Reclassifications	-	48 037	48 037
Wartość na dzień 30 września 2020 r.	11 658	56 182	67 840
Balance at 1 January 2021	8 390	54 340	62 730
Additions/(Decreases), including:	1 344	(12)	1 332
- <i>due to discounting</i>	(2)	(12)	(14)
Change of estimates	9 557	10 568	20 125
Utilisation	(2 705)	(35 031)	(37 736)
Reclassifications	-	33 553	33 553
Balance at 30 September 2021	16 586	63 418	80 004

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For three-month periods ended 30 September 2021 and 30 September 2020

	Provisions for motorway resurfacing	Provisions for capital expenditures (Phase II)	Total
Non-current provisions			
Balance at 1 July 2020	-	329 269	329 269
Additions, including:	-	3	3
- <i>due to discounting</i>	-	3	3
Change of estimates	785	24 929	25 714
Reclassifications	-	(12 866)	(12 866)
Balance at 30 September 2020	785	341 335	342 120
Balance at 1 July 2021	-	342 451	342 451
Additions, including:	-	8	8
- <i>due to discounting</i>	-	8	8
Change of estimates	-	8 519	8 519
Reclassifications	-	(4 559)	(4 559)
Balance at 30 September 2021	-	346 419	346 419
Current provisions			
Balance at 1 July 2020	11 973	68 268	80 241
Additions, including:	2 564	-	2 564
- <i>due to discounting</i>	-	-	-
Change of estimates	7 543	(19 075)	(11 532)
Utilisation	(10 422)	(5 877)	(16 299)
Reclassifications	-	12 866	12 866
Balance at 30 September 2020	11 658	56 182	67 840
Balance at 1 July 2021	6 976	75 821	82 797
Additions, including:	392	2	394
- <i>due to discounting</i>	-	2	2
Change of estimates	9 397	5 936	15 333
Utilisation	(179)	(22 900)	(23 079)
Reclassifications	-	4 559	4 559
Balance at 30 September 2021	16 586	63 418	80 004

Provision for capital expenditures constitutes the present value of future construction costs to be incurred in relation to section Katowice-Kraków of A4 motorway (Phase II), due to obligations undertaken by Concession Holder under the Concession Agreement (see note 4).

As at 30 September 2021 the Group changed estimates regarding discount rates used for calculation of the present value of provisions for resurfacing and provision for capital expenditures of Phase II (in both cases as at 31 December 2020 the rates ranged from -0.11% to 1.81%, currently from 0.05% to 3.03%). As result of these changes the provision for resurfacing decreased by TPLN 61 (out of which by TPLN 55 in III quarter), which in line with IAS 37 was recognized as a decrease of operating expenses for the period. At the same time the provision for capital expenditures (Phase II) decreased by TPLN 4,319 (out of which by TPLN 2,164 in III quarter), which was recognized as a decrease of concession intangible assets.

As at 30 September 2021 the Group also remeasured the provision for resurfacing and provision for capital expenditures of Phase II following the change of estimates regarding expected expenditures and future construction works schedule. As result of these changes the provision for resurfacing increased by TPLN 9,618 (out of which by TPLN 9,452 in III quarter), which in line with IAS 37 was recognised as an increase of operating expenses for the period. At the same time the provision for capital expenditures (Phase II) increased by TPLN 23,639 (out of which by TPLN 16,619 in III quarter), which was recognized as an increase of concession intangible assets.

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21. Trade and other payables

	30 September 2021	30 June 2021	31 December 2020	30 September 2020
Non-current				
Liabilities due to Concession fees	10 811	10 346	10 688	11 735
Other payables to related parties	6 976	6 359	8 789	7 128
Other payables to other parties	615	693	687	681
Total	18 402	17 398	20 164	19 544
Current				
Trade payables to related parties	11 009	3 831	11 593	8 964
Trade payables to other parties	7 049	6 740	8 901	5 304
Amounts due to taxes, duties, social and health insurance and other benefits	7 957	7 982	2 400	5 925
Payroll liabilities	2 223	1 803	2 691	2 143
Dividends payable	2 352	2 352	-	3 375
Liabilities due to Concession fees	3 553	3 401	3 315	3 461
Payments to the State Treasury	20 944	50 674	29 730	14 880
Other payables and accruals to related parties	6 788	6 546	4 081	5 365
Other payables and accruals to other parties	4 707	4 915	4 334	4 403
Total	66 582	88 244	67 045	53 820

The changes in the balance of the liabilities due to Payments to the State Treasury recorded in period of 3 quarter 2021 and 2020 are shown below.

	3 quarters 2021	3 quarters 2020
Payments to the State Treasury at the beginning of the reporting period	29 730	54 667
<i>including VAT</i>	-	10 223
Recognition of net liability as at calculation date	20 944	14 880
Recognition of VAT	6 838	-
Payment of the liability	36 568	54 667
Payments to the State Treasury at the end of the reporting period	20 944	14 880
<i>including VAT</i>	-	-
	III quarter 2021	III quarter 2020
Payments to the State Treasury at the beginning of the reporting period	50 674	14 880
<i>including VAT</i>	-	-
Recognition of net liability as at calculation date	-	-
Recognition of VAT	6 838	-
Payment of the liability	36 568	-
Payments to the State Treasury at the end of the reporting period	20 944	14 880
<i>including VAT</i>	-	-

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22. Capital expenditure commitments

The most significant contracts of the motorway business that generate capital expenditure, which have been carried out in the period of 3 quarters 2021, are set out below.

On 4 February 2019 SAM S.A. and Pavimental Polska Sp. z o.o. signed the contract HM-4-2019 „Resurfacing 2019-2020” for the resurfacing of motorway sections with a total length of 42.4 km, resurfacing of bridges and the partial reconstruction of linear drainage within the motorway median. The current value of the contract amounts to TPLN 69,669 (including change orders). As at 30 September 2021 the financial progress of the project (value of works recorded) amounted to TPLN 61,576 (88% of the contract value), out of which TPLN 6,633 was recorded in 2021.

On 9 July 2019 SAM S.A. and Pavimental Polska Sp. z o.o. signed the contract F2b-10-2018 “Reconstruction of A-4 motorway drainage – part III” including reconstruction of drainage for one catchment in Małopolskie voivodeship. The value of the contract amounts to TPLN 16,828 (including change orders). As at 30 September 2021 the financial progress of the project (value of works recorded) amounted to TPLN 15,435 (92% of the contract value), out of which TPLN 3,623 was recorded in 2021.

On 29 January 2020 SAM S.A. and Pavimental Polska Sp. z o.o. signed a contract MPA12-2019 “Modernisation of 12 culverts located in section of the A4 motorway Katowice – Kraków subject to the concession” amounting to TPLN 7,305. As at 30 September 2021 the financial progress of the project (value of works recorded) amounted to TPLN 6,990 (96% of the contract value), out of which TPLN 3,807 was recorded in 2021.

On 25 June 2020 SAM S.A. and Pavimental Polska Sp. z o.o. signed the contract F2b-12-2020 “Reconstruction of A-4 motorway drainage – part IV” including reconstruction of drainage for 13 catchments in Małopolskie voivodeship. The value of the contract amounts to TPLN 73,527 (including change order). As at 30 September 2021 the financial progress of the project (value of works recorded) amounted to TPLN 24,302 (33% of the contract value), out of which TPLN 21,352 was recorded in 2021.

On 9 March 2021 SAM S.A. and WOMAR signed a contract for the renovation of noise screen 28 (II stage) located on the section of the A4 Katowice - Kraków motorway subject to the concession amounting to TPLN 629. As at 30 September 2021 the financial progress of the project (value of works recorded) amounted to TPLN 629 (100% of the contract value).

On 10 March 2021 SAM S.A. and Zakład Handlowo-Uslugowy BIESZCZADY signed a contract for renovation of noise screens no. 5, 7a, and 9 located on the section of the A4 Katowice - Kraków motorway subject to the concession amounting to TPLN 1,339. As at 30 September 2021 the financial progress of the project (value of works recorded) amounted to TPLN 1,339 (100% of the contract value).

On 26 April 2021 SAM S.A. and KRYMEX signed a contract for running repairs of road surface on the section of the A4 Katowice - Kraków motorway subject to the concession amounting to TPLN 894. As at 30 September 2021 the financial progress of the project (value of works recorded) amounted to TPLN 894 (100% of the contract value).

On 29 June 2021 SAM S.A. and Zakład Handlowo-Uslugowy BIESZCZADY signed a contract for the repair of elements of the road lane drainage system on the section of the A4 Katowice - Kraków motorway subject to the concession amounting to TPLN 1,968. As at 30 September 2021 the financial progress of the project (value of works recorded) amounted to TPLN 417 (21% of the contract value).

On 30 June 2021 SAM S.A. and KRYMEX signed a contract for the repair and modernisation of elements of the road lane drainage system on the section of the A4 Katowice - Kraków motorway subject to the concession amounting to TPLN 947. As at 30 September 2021 no capital expenditures had yet been incurred in relation to the contract.

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On 30 July 2021 SAM S.A. and Saferoad Grawil Sp. z o.o. signed a contract for renewal of motorway horizontal markings amounting approximately to TPLN 785 (cost calculation based on works measurement). As at 30 September 2021 the works were finalized - the contract is currently in the settlement phase.

On 7 September 2021 SAM S.A. and Saferoad Grawil Sp. z o.o. signed a contract for the replacement of road safety barriers located in the median strip of the section of the A4 Katowice - Kraków motorway subject to the concession amounting approximately to TPLN 1,271 (cost calculation based on works measurement). As at 30 September 2021 no capital expenditures had yet been incurred in relation to the contract.

On 7 September 2021 SAM S.A. and WASKO S.A. signed a contract for the modernisation of the system of 5 weather stations amounting to TPLN 535. As at 30 September 2021 no capital expenditures had yet been incurred in relation to the contract.

On 30 November 2018 SAM S.A., VIA4 S.A. and Autostrade Tech S.p.A signed a Software Service Agreement pursuant to which SAM S.A. is entitled to commission investment projects related to the development of the toll collection system. During the period of 3 quarters 2021, under the said agreement, works were carried out, among others, on the implementation of variable message signs. The value of capital expenditures for projects commissioned under the Software Maintenance Agreement amounted to TPLN 2,675 in the period of 3 quarters 2021.

On 14 August 2019 SAM S.A. and Future Processing Sp. z o.o. signed a software support and development agreement under which a new e-commerce system was implemented to replace the existing Internet Customer Service. In the period of 3 quarters 2021 the works had been finalised with the capital expenditures of TPLN 30 incurred during that period.

23. Collateral established on Group's property

As at 30 September 2021, 30 June 2021, 31 December 2020 and 30 September 2020 there was no collateral established on Group's property.

24. Contingent liabilities

As at 30 September 2021, 30 June 2021, 31 December 2020 and 30 September 2020 the Group had no contingent liabilities.

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25. Related party transactions

25.1. Intragroup receivables and liabilities

30 September 2021	Trade and other receivables	Finance lease receivables	Trade and other payables	Guarantees and suspended amounts
Biuro Centrum Sp. z o.o.	2	188	11	-
Associates	2	188	11	-
Pavimental S.p.A. S.A. Oddział w Polsce	-	-	-	3 112
Pavimental Polska Sp. z o.o.	9	-	10 150	10 652
Telepass S.p.A.	3 415	-	-	-
Autostrade Tech S.p.A.	-	-	848	-
Other related entities	3 424	-	10 998	13 764
Total	3 426	188	11 009	13 764

30 June 2021	Trade and other receivables	Trade and other payables	Guarantees and suspended amounts
Biuro Centrum Sp. z o.o.	1	11	-
Jednostki stowarzyszone	1	11	-
Pavimental S.p.A. S.A. Oddział w Polsce	-	-	3 112
Pavimental Polska Sp. z o.o.	33	3 090	9 793
Telepass S.p.A.	2 605	-	-
Autostrade Tech S.p.A.	1	730	-
Other related entities	2 639	3 820	12 905
Total	2 640	3 831	12 905

31 December 2020	Trade and other receivables	Trade and other payables	Guarantees and suspended amounts
Biuro Centrum Sp. z o.o.	1	340	-
Associates	1	340	-
Pavimental S.p.A. S.A. Oddział w Polsce	-	-	3 386
Pavimental Polska Sp. z o.o.	6	10 677	9 484
Telepass S.p.A.	2 035	-	-
Autostrade Tech S.p.A.	-	576	-
Other related entities	2 041	11 253	12 870
Total	2 042	11 593	12 870

30 September 2020	Trade and other receivables	Trade and other payables	Guarantees and suspended amounts
Biuro Centrum Sp. z o.o.	2	8	-
Associates	2	8	-
Pavimental S.p.A. S.A. Oddział w Polsce	-	-	3 378
Pavimental Polska Sp. z o.o.	10	8 385	9 115
Telepass S.p.A.	2 581	-	-
Autostrade Tech S.p.A.	5	571	-
Other related entities	2 596	8 956	12 493
Total	2 598	8 964	12 493

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25.2. Related party transactions amounts

3 quarters 2021	Revenue	Other income	Finance income (other)	Cost of acquired goods and services	Capital expenditures and resurfacing works
Biuro Centrum Sp. z o.o.	164	-	1	(2 682)	-
Associates	164	-	1	(2 682)	-
Pavimental Polska Sp. z o.o.	68	11	-	59	(35 489)
Telepass S.p.A.	11 914	-	-	-	-
Autostrade Tech S.p.A.	-	10	-	(1 754)	(2 435)
Other related entities	11 982	21	-	(1 695)	(37 924)
Total	12 146	21	1	(4 377)	(37 924)

3 quarters 2020	Revenue	Other income	Finance income (other)	Cost of acquired goods and services	Capital expenditures and resurfacing works
Atlantia S.p.A.	-	18	-	-	-
Parent entities	-	18	-	-	-
Biuro Centrum Sp. z o.o.	161	-	-	(2 425)	-
Associates	161	-	-	(2 425)	-
Pavimental S.p.A. S.A. Oddział w Polsce	-	-	-	(2 261)	(2 720)
Pavimental Polska Sp. z o.o.	138	9	-	(2 946)	(28 450)
Telepass S.p.A.	8 620	-	-	-	-
Autostrade Tech S.p.A.	-	8	-	(1 597)	(4 677)
Other related entities	8 758	17	-	(6 804)	(35 847)
Total	8 919	35	-	(9 229)	(35 847)

III quarter 2021	Revenue	Other income	Finance income (other)	Cost of acquired goods and services	Capital expenditures and resurfacing works
Biuro Centrum Sp. z o.o.	56	-	1	(875)	-
Associates	56	-	1	(875)	-
Pavimental Polska Sp. z o.o.	2	(2)	-	74	(22 195)
Telepass S.p.A.	4 055	-	-	-	-
Autostrade Tech S.p.A.	-	2	-	(685)	(1 236)
Other related entities	4 057	-	-	(611)	(23 431)
Total	4 113	-	1	(1 486)	(23 431)

III quarter 2020	Revenue	Other income	Finance income (other)	Cost of acquired goods and services	Capital expenditures and resurfacing works
Biuro Centrum Sp. z o.o.	54	-	-	(848)	-
Associates	54	-	-	(848)	-
Pavimental S.p.A. S.A. Oddział w Polsce	-	-	-	(1 043)	(385)
Pavimental Polska Sp. z o.o.	36	-	-	(2 772)	(14 545)
Telepass S.p.A.	3 116	-	-	-	-
Autostrade Tech S.p.A.	-	4	-	(518)	(676)
Other related entities	3 152	4	-	(4 333)	(15 606)
Total	3 206	4	-	(5 181)	(15 606)

25.3. Information on transactions concluded by the Parent Entity or its subsidiaries with related entities under terms different than arm's length

All transactions concluded by the Parent Entity or its subsidiaries with related entities were concluded at arm's length.

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25.4. Transactions with key personnel

The remuneration cost of the managing and supervising personnel of the Group was as follows:

	30 September 2021		30 September 2020	
	3 months	9 months	3 months	9 months
the Company				
Management Board	511	1 485	423	1 366
Salaries	317	631	171	623
Movement in employee benefits liabilities	194	854	252	743
Supervisory Board	45	137	43	73
Salaries	45	137	43	73
Subsidiaries				
Management Boards	686	1 908	934	1 841
Salaries	645	1 775	908	1 760
Movement in employee benefits liabilities	41	133	26	81
Supervisory Boards	1	3	-	1
Salaries	1	3	-	1
Total	1 243	3 533	1 400	3 281

In the period of 3 quarters 2021 and 2020 the Group did not grant any loans to the members of Management Board or Supervisory Board Members of the companies constituting the Group. The Group also did not grant any advance payments or guarantees to the above-mentioned individuals.

26. Financial results of the Capital Group and its Parent Entity for the III quarter 2021

26.1. Financial results of Stalexport Autostrady S.A.

In III quarter 2021 the Company generated revenue on sales amounting to TPLN 928, so at similar level as in II quarter 2021 (TPLN 933) and 5% higher than incomparable quarterly period of 2020 (TPLN 884). The increase of revenue in comparison to III quarter 2020 resulted mainly from greater revenue due to rental of office space.

The Company suffered a loss from operating activities for III quarter 2021 of TPLN 1,286 – for similar period of 2020 a loss amounting to TPLN 1,164 was incurred. The cumulative operating loss for 3 quarters 2021 amounted to TPLN 4,795 (3 quarters 2020: loss of TPLN 3,876). The aforementioned negative variation is mainly the consequence of higher impairment losses on trade and other receivables (increase of TPLN 448), as well as higher employee benefit expenses and external services expenses recorded in the period of 3 quarters 2021 (accordingly by TPLN 294 and TPLN 158 in relation to 3 quarter 2020).

The financial activity of Stalexport Autostrady S.A. resulted in a profit of TPLN 2 for III quarter 2021 (III quarter 2020: net profit of TPLN 138).

As the result, Stalexport Autostrady S.A. suffered a net loss for the III quarter 2021 amounting to TPLN 666 (3 quarters 2021: net profit of TPLN 1,265), comparing to TPLN 1,584 net loss for III quarter 2020 (3 quarters 2020: net profit of TPLN 138,084).

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26.2. Financial results of motorway business

The motorway activity, consisting mainly of exploitation, toll collecting and execution of motorway investments on section Katowice – Kraków of A4 motorway, has the biggest impact on Group's consolidated financial results. The activity is performed mainly by two related entities: Stalexport Autostrada Małopolska S.A. and VIA4 S.A. SAM S.A. organizes and supervises motorway investments and has the right to receive profits from the motorway, while VIA4 S.A. is responsible for motorway operation and on behalf of SAM S.A. collects tolls for vehicle passage.

Financial results of Group's motorway business in III quarter 2021 were significantly impacted by the change in traffic levels due to social and economic effect of COVID-19.

Consolidated revenue on sales generated by motorway activity for III quarter 2021 amounted to TPLN 107,090, increasing by 24.1% in relation to revenue for III quarter 2020 (TPLN 86,263) and increasing by 26.2% in relation to revenue for II quarter 2021 (TPLN 84,882).

The aforementioned variation in relation to III quarter 2020 was mainly the consequence of:

- (i) 13.5% increase of traffic level in relation to III quarter 2020, resulting from 13.7% increase of traffic level for light vehicles and 12.5% increase of traffic level for heavy vehicles;
- (ii) increase of toll rates for category 1 vehicles from PLN 10 to PLN 12 since 1 October 2020 (preferential toll rate for this category increased from PLN 7 to PLN 8).

The variation in relation to II quarter 2021 was mainly the consequence of 30.6% increase of traffic level, which comprised of 36.6% increase of traffic level for light vehicles and 4.6% increase of traffic level for heavy vehicles.

Operating expenses incurred in relation to motorway activity amounted to TPLN 46,785 for III quarter 2021, increasing by 4% in relation to III quarter 2020 (TPLN 44,772).

The above resulted mainly from the increase of depreciation/amortisation costs by TPLN 4,893 (dominantly due to higher amortisation of concession intangible assets – increase of TPLN 4,574), increasing employee benefits expenses (by TPLN 718), as well as the decrease of other services costs by TPLN 2,978 and accrued cost of provision for motorway resurfacing by the amount of TPLN 1,101.

The financial activity of motorway segment for III quarter 2021 resulted in a loss amounting to TPLN 495, comparing to a loss of TPLN 408 for III quarter 2020.

As the result of all the above, the Group's motorway activity generated a net profit of TPLN 49,434 for III quarter 2021 (3 quarters 2021: profit of TPLN 101,495), comparing to net profit of TPLN 55,189 for III quarter 2020 (3 quarters 2020: profit of TPLN 92,374).

27. Other important events within the Stalexport Autostrady S.A. Capital Group during the period from 1 July to 30 September 2021

- On 9 August 2021 a change order was issued in relation to the contract F2b-12-2020 "Reconstruction of A-4 motorway drainage – part IV" under which SAM S.A. is the employer. The additional works commissioned to the contractor, i.e. Pavimental Polska Sp. z o.o., under the said change order concerned the modernisation of 11 reinforced concrete culverts located under the main route of the motorway, the cost of which amounted to TPLN 8,797.

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- In September 2021, a decision was made to introduce the following changes to toll rates for the section of the A4 Katowice-Kraków motorway subject to concession and preferential rates for automatic payments (A4Go, Telepass and video-tolling) from 1 October 2021:
 - reduction of the discount applied to the toll rates for vehicle category 2 and 3 from PLN 15 to PLN 13;
 - 2021 removal of the preferential toll rates for the passage with vehicle categories 2, 3, 4 and 5 with the use of automatic payments (A4Go, Telepass and video-tolling);
 - change of the preferential toll rate for the passage with category 1 vehicles (excluding motorcycles) with the use of automatic payments (A4Go, Telepass and video-tolling) from PLN 8 to PLN 9.

28. Shareholders holding directly or indirectly via their subsidiaries at least 5% of total number of votes at the Annual General Meeting of the Parent Entity at quarterly report's date

List of Shareholders holding more than 5% of total number of votes eligible for Annual General Meeting of Stalexport Autostrady S.A.:

Shareholder	Number of ordinary shares held*	Share in share capital (%)	Number of votes at AGM	Share in total number of votes at AGM (%)
Atlantia S.p.A.	151,323,463	61.20%	151,323,463	61.20%
TFI PZU S.A.	12,406,475	5.02%	12,406,475	5.02%

*Based on notifications received by the Company according to article 69 and 69a in connection with article 87 of the Act on Public Offering and conditions of introducing the financial instruments to public trading and on public companies.

29. Parent Entity's shares held by managing and supervising personnel at quarterly report's date

The President of the Management Board of the Parent Entity Emil Wąsacz held 59,000 shares at report's issue date. There were no changes in the number of Parent Entity's shares held by managing and supervising personnel since the previous report's issue date.

30. Subsequent events

There were no significant subsequent events, which should be disclosed in the condensed consolidated interim financial statements for the 9-month period ended 30 September 2021.

Explanation

This document constitutes a translation of the condensed consolidated interim financial statements of Stalexport Autostrady S.A. Capital Group, which were originally issued in Polish. In case of ambiguities in interpretation of terminology, the original Polish terminology should be treated as binding.