



**STALEXPORT**  
**Autostrady**

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

for the three-month period ended  
31 March 2020

**STALEXPORT AUTOSTRADY S.A. CAPITAL GROUP**  
**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2020**

*These condensed consolidated interim financial statements are unaudited*

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**STALEXPORT AUTOSTRADY S.A. CAPITAL GROUP**  
**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2020**

*These condensed consolidated interim financial statements are unaudited*

**Condensed consolidated interim statement of comprehensive income**  
**for the three-month period ended**

<i>In thousands of PLN, unless stated otherwise</i>	<i>Note</i>	<b>31 March 2020</b> <i>(unaudited)</i>	<b>31 March 2019</b> <i>(unaudited)</i>
Revenue	6, 8	73 210	79 310
Cost of sales	6, 9	(24 038)	(23 287)
<b>Gross profit</b>		<b>49 172</b>	<b>56 023</b>
Other income	10	4 441	1 077
Administrative expenses	6, 9	(12 883)	(43 064)
Other expenses	11	(81)	(249)
Reversal of impairments losses on trade and other receivables	17	1	-
<b>Operating profit</b>		<b>40 650</b>	<b>13 787</b>
Finance income		2 426	3 009
Finance expenses		(2 571)	(4 180)
<b>Net finance expense</b>	12	<b>(145)</b>	<b>(1 171)</b>
<b>Share of profit of equity accounted investees (net of income tax)</b>		<b>-</b>	<b>65</b>
<b>Profit before income tax</b>		<b>40 505</b>	<b>12 681</b>
Income tax expense		(8 515)	(7 650)
<b>Profit for the period</b>		<b>31 990</b>	<b>5 031</b>
<b>Other comprehensive income</b>			
<i>Items that will never be reclassified to profit or loss for the period</i>			
Change in fair value of equity instruments	18	-	(155)
Income tax on other comprehensive income		-	30
		-	<b>(125)</b>
<i>Items that are or may be reclassified subsequently to profit or loss for the period</i>			
Foreign currency translation differences for foreign operations		27	97
Effective portion of changes in fair value of cash flow hedges		-	(48)
Net change in fair value of cash flow hedges reclassified to profit or loss for the period		-	628
Income tax on other comprehensive income		-	(110)
		<b>27</b>	<b>567</b>
<b>Other comprehensive income for the period, net of income tax</b>		<b>27</b>	<b>442</b>
<b>Total comprehensive income for the period</b>		<b>32 017</b>	<b>5 473</b>
<b>Profit attributable to:</b>			
owners of the Company		30 367	3 682
non-controlling interest		1 623	1 349
<b>Profit for the period</b>		<b>31 990</b>	<b>5 031</b>
<b>Total comprehensive income attributable to:</b>			
owners of the Company		30 394	4 124
non-controlling interest		1 623	1 349
<b>Total comprehensive income for the period</b>		<b>32 017</b>	<b>5 473</b>
<b>Earnings per share</b>			
Basic earnings per share (PLN)		0.12	0.01
Diluted earnings per share (PLN)		0.12	0.01

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

**STALEXPORT AUTOSTRADY S.A. CAPITAL GROUP**  
**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2020**

*These condensed consolidated interim financial statements are unaudited*

**Condensed consolidated interim statement of financial position**  
**as at**

<i>In thousands of PLN</i>	<i>Note</i>	<b>31 March 2020</b> <i>(unaudited)</i>	<b>31 December 2019</b>	<b>31 March 2019</b> <i>(unaudited)</i>
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	13	31 513	31 813	32 391
Intangible assets	14	441 725	438 177	444 727
Investment property	15	6 316	6 455	6 873
Investments in associates		973	973	1 135
Other non-current investments		483 944	417 794	418 168
Deferred tax assets	16	25 076	23 033	29 780
<b>Total non-current assets</b>		<b>989 547</b>	<b>918 245</b>	<b>933 074</b>
<b>Current assets</b>				
Inventories		3 038	3 064	2 601
Current investments		1 146	1 574	1 668
Income tax receivables		-	-	15 717
Trade and other receivables		16 748	26 301	20 778
Cash and cash equivalents		304 574	372 868	384 206
<b>Total current assets</b>		<b>325 506</b>	<b>403 807</b>	<b>424 970</b>
<b>Total assets</b>		<b>1 315 053</b>	<b>1 322 052</b>	<b>1 358 044</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Share capital	19.1	185 447	185 447	185 447
Share premium reserve		7 431	7 430	7 430
Fair value reserve		(67)	291	282
Hedging reserve		-	-	(1 939)
Other reserve capitals and supplementary capital		511 718	511 248	434 091
Foreign currency translation reserve		-	143	131
Retained earnings and uncovered losses		112 200	81 776	178 750
<b>Total equity attributable to owners of the Company</b>		<b>816 729</b>	<b>786 335</b>	<b>804 192</b>
Non-controlling interest		2 325	9 429	5 951
<b>Total equity</b>		<b>819 054</b>	<b>795 764</b>	<b>810 143</b>
<b>Liabilities</b>				
<b>Non-current liabilities</b>				
Loans and borrowings		-	-	9 851
Lease liabilities		3 019	3 112	3 029
Employee benefits		4 727	4 452	3 191
Deferred income		4 983	5 191	5 815
Other non-current liabilities		18 356	17 567	18 781
Non-current provisions	20	321 772	314 374	299 181
<b>Total non-current liabilities</b>		<b>352 857</b>	<b>344 696</b>	<b>339 848</b>
<b>Current liabilities</b>				
Loans and borrowings		-	-	45 431
Lease liabilities		121	125	121
Derivative financial instruments		-	-	2 522
Income tax liabilities		28 267	20 555	149
Trade and other payables		35 429	90 307	59 157
Employee benefits		553	857	4 055
Deferred income		2 006	832	1 972
Contract liabilities		7 515	6 570	7 244
Current provisions	20	69 251	62 346	87 402
<b>Total current liabilities</b>		<b>143 142</b>	<b>181 592</b>	<b>208 053</b>
<b>Total liabilities</b>		<b>495 999</b>	<b>526 288</b>	<b>547 901</b>
<b>Total equity and liabilities</b>		<b>1 315 053</b>	<b>1 322 052</b>	<b>1 358 044</b>

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 THREE-MONTH PERIOD ENDED 31 MARCH 2020**

*These condensed consolidated interim financial statements are unaudited*

**Condensed consolidated interim statement of cash flows**  
**for the three-month period ended**

<i>In thousands of PLN</i>	<b>31 March 2020</b> <i>(unaudited)</i>	<b>31 March 2019</b> <i>(unaudited)</i>
<b>Cash flows from operating activities</b>		
<b>Profit before income tax</b>	<b>40 505</b>	<b>12 681</b>
<b>Adjustments for</b>		
Depreciation and amortisation	15 817	14 035
Foreign currency translation differences for foreign operations	27	97
(Gain)/Loss on disposal of intangible assets and property, plant and equipment	18	(47)
Interest and dividends	(2 542)	(1 169)
Share of profit of equity accounted investees	-	(65)
Change in receivables	9 553	16 582
Change in inventories	26	123
Change in trade and other payables	(52 546)	35 514
Change in provisions	4 118	4 938
Change in deferred income	966	933
Change in contract liabilities	945	1 142
<b>Cash generated from operating activities</b>	<b>16 887</b>	<b>84 764</b>
Income tax paid	(2 846)	(5 792)
<b>Net cash from operating activities</b>	<b>14 041</b>	<b>78 972</b>
<b>Cash flows from investing activities</b>		
<b>Investment proceeds</b>	<b>2 818</b>	<b>4 289</b>
Sale of intangible assets and property, plant and equipment	8	28
Interest received	2 810	4 261
<b>Investment expenditures</b>	<b>(85 028)</b>	<b>(8 273)</b>
Acquisition of intangible assets and property, plant and equipment	(18 639)	(7 998)
Non-current deposits held for investment expenditures	(66 389)	(275)
<b>Net cash used in investing activities</b>	<b>(82 210)</b>	<b>(3 984)</b>
<b>Cash flows from financing activities</b>		
<b>Financial expenditures</b>	<b>(125)</b>	<b>(24 523)</b>
Repayment of loans and borrowings	-	(21 702)
Interest paid	-	(2 696)
Payment of lease liabilities	(125)	(125)
<b>Net cash used in financing activities</b>	<b>(125)</b>	<b>(24 523)</b>
<b>Total net cash flows</b>	<b>(68 294)</b>	<b>50 465</b>
<b>Change in cash and cash equivalents</b>	<b>(68 294)</b>	<b>50 465</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>372 868</b>	<b>333 741</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>304 574</b>	<b>384 206</b>

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

**STALEXPORT AUTOSTRADY S.A. CAPITAL GROUP**  
**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2020**

*These condensed consolidated interim financial statements are unaudited*

**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	Hedging 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
<b>As at 1 January 2020</b>		<b>185 447</b>	<b>7 430</b>	<b>291</b>	-	<b>511 248</b>	<b>143</b>	<b>81 776</b>	<b>786 335</b>	<b>9 429</b>	<b>795 764</b>
<b>Profit for the period</b>		-	-	-	-	-	-	<b>30 367</b>	<b>30 367</b>	<b>1 623</b>	<b>31 990</b>
<b>Other comprehensive income:</b>		-	-	-	-	<b>15</b>	<b>(19)</b>	<b>31</b>	<b>27</b>	-	<b>27</b>
Foreign currency translation differences for foreign operations		-	-	-	-	15	(19)	31	27	-	27
<b>Total comprehensive income for the period</b>		-	-	-	-	<b>15</b>	<b>(19)</b>	<b>30 398</b>	<b>30 394</b>	<b>1 623</b>	<b>32 017</b>
Liquidation/Redemption of equity instruments measured at fair value through other comprehensive income		-	-	(358)	-	-	-	358	-	-	-
Dividends paid	19.3	-	-	-	-	-	-	-	-	(8 727)	(8 727)
Allocation of profit to supplementary capital		-	-	-	-	455	-	(455)	-	-	-
Changes in Capital Group's structure	1	-	-	-	-	-	(124)	124	-	-	-
Other		-	1	-	-	-	-	(1)	-	-	-
<b>As at 31 March 2020</b>		<b>185 447</b>	<b>7 431</b>	<b>(67)</b>	-	<b>511 718</b>	-	<b>112 200</b>	<b>816 729</b>	<b>2 325</b>	<b>819 054</b>

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

**STALEXPORT AUTOSTRADY S.A. CAPITAL GROUP**  
**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2020**

*These condensed consolidated interim financial statements are unaudited*

**Condensed consolidated interim statement of changes in equity (continued)**

*In thousands of PLN*

	Note	Share capital	Share premium reserve	Fair value reserve	Hedging 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
<b>As at 1 January 2019</b>		<b>185 447</b>	<b>7 430</b>	<b>407</b>	<b>(2 409)</b>	<b>429 324</b>	<b>132</b>	<b>179 738</b>	<b>800 069</b>	<b>4 602</b>	<b>804 671</b>
<b>Profit for the period</b>		-	-	-	-	-	-	<b>75 526</b>	<b>75 526</b>	<b>4 870</b>	<b>80 396</b>
<b>Other comprehensive income:</b>		-	-	<b>(116)</b>	<b>2 409</b>	<b>(8)</b>	<b>11</b>	<b>(69)</b>	<b>2 227</b>	<b>(43)</b>	<b>2 184</b>
Effective portion of changes in fair value of cash flow hedges		-	-	-	(46)	-	-	-	(46)	-	(46)
Net change in fair value of cash flow hedges reclassified to profit or loss for the period		-	-	-	3 020	-	-	-	3 020	-	3 020
Remeasurement of employee benefits		-	-	-	-	-	-	(183)	(183)	(53)	(236)
Change in fair value of equity instruments		-	-	(219)	-	-	-	-	(219)	-	(219)
Foreign currency translation differences for foreign operations		-	-	-	-	(8)	11	79	82	-	82
Income tax on other comprehensive income		-	-	103	(565)	-	-	35	(427)	10	(417)
<b>Total comprehensive income for the period</b>		-	-	<b>(116)</b>	<b>2 409</b>	<b>(8)</b>	<b>11</b>	<b>75 457</b>	<b>77 753</b>	<b>4 827</b>	<b>82 580</b>
Dividends paid	19.3	-	-	-	-	(91 487)	-	-	(91 487)	-	(91 487)
Allocation of profit to supplementary capital		-	-	-	-	173 419	-	(173 419)	-	-	-
<b>As at 31 December 2019</b>		<b>185 447</b>	<b>7 430</b>	<b>291</b>	-	<b>511 248</b>	<b>143</b>	<b>81 776</b>	<b>786 335</b>	<b>9 429</b>	<b>795 764</b>

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

**STALEXPORT AUTOSTRADY S.A. CAPITAL GROUP**  
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**FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2020**

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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	Hedging 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
<b>As at 1 January 2019</b>		<b>185 447</b>	<b>7 430</b>	<b>407</b>	<b>(2 409)</b>	<b>429 324</b>	<b>132</b>	<b>179 738</b>	<b>800 069</b>	<b>4 602</b>	<b>804 671</b>
<b>Profit for the period</b>		-	-	-	-	-	-	<b>3 682</b>	<b>3 682</b>	<b>1 349</b>	<b>5 031</b>
<b>Other comprehensive income:</b>		-	-	<b>(125)</b>	<b>470</b>	-	<b>(1)</b>	<b>97</b>	<b>441</b>	-	<b>441</b>
Effective portion of changes in fair value of cash flow hedges		-	-	-	(48)	-	-	-	(48)	-	(48)
Net change in fair value of cash flow hedges reclassified to profit or loss for the period		-	-	-	628	-	-	-	628	-	628
Change in fair value of equity instruments		-	-	(155)	-	-	-	-	(155)	-	(155)
Foreign currency translation differences for foreign operations		-	-	-	-	-	(1)	97	96	-	96
Income tax on other comprehensive income		-	-	30	(110)	-	-	-	(80)	-	(80)
<b>Total comprehensive income for the period</b>		-	-	<b>(125)</b>	<b>470</b>	-	<b>(1)</b>	<b>3 779</b>	<b>4 123</b>	<b>1 349</b>	<b>5 472</b>
Allocation of profit to supplementary capital		-	-	-	-	4 767	-	(4 767)	-	-	-
<b>As at 31 March 2019</b>		<b>185 447</b>	<b>7 430</b>	<b>282</b>	<b>(1 939)</b>	<b>434 091</b>	<b>131</b>	<b>178 750</b>	<b>804 192</b>	<b>5 951</b>	<b>810 143</b>

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



**STALEXPORT AUTOSTRADY S.A. CAPITAL GROUP**  
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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”, “the Parent Entity”) with its seat in 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 31 March 2020, 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.

The condensed consolidated interim financial statements as at the day and for the three-month period ended 31 March 2020 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).

*Changes in the Capital Group’s structure*

On 28 February 2020 the District Court Katowice-Wschód in Katowice, VIII Commercial Division of the National Court Register, made an entry into the register of entrepreneurs of the Company’s cross-border merger with its subsidiary Stalexport Autoroute S.à r.l. with its registered office in Luxembourg.

The cross-border merger of the companies was conducted in accordance with the terms and conditions included in the merger plan agreed and adopted on 30 September 2019 by both Management Boards of merging companies i.e. by taking over all assets and liabilities of Stalexport Autoroute S.à r.l. by the Company without an increase of its share capital, in accordance with Art. 516 (1) in relation to Art. 492 § 1 item 1 and Art. 515 of the Commercial companies code of 15 September 2000 (“CCC”) and Art. 278 of the Luxembourg act of 10 August 1915 on commercial companies.

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***Notes to the condensed consolidated interim financial statements***

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

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According to the Art. 494 § 1 of CCC on the day of the merger i.e. on 28 February 2020 the Company stepped into all the rights and obligations of Stalexport Autoroute S.à r.l., which in accordance with the Luxembourg law was wound up without going into liquidation.

Considering that until the date of the merger Stalexport Autoroute S.à r.l was consolidated by means of full consolidation method, the aforementioned business combination had no impact on these condensed consolidated interim financial statements, except for the reclassification of foreign currency translation differences for foreign operation in amount of TPLN 124 from the dedicated equity item to “Retained earnings and uncovered losses”.

## **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 2019.

The condensed consolidated interim financial statements were approved by the Management Board of the Company on 22 May 2020.

### **2.2. Functional and presentation currency**

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

### **2.3. Use of estimates and judgments**

The preparation of condensed 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, 18 and 20.

**STALEXPORT AUTOSTRADY S.A. CAPITAL GROUP**  
**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2020**

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**Notes to the condensed consolidated interim financial statements**

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

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**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 2020, 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 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. Taking into account the overall economic and legal situation of the Group, including the known negative economic and social impact of the COVID-19 epidemic, as at the date of approval of these condensed consolidated interim financial statements, there is no evidence indicating that the Group will not be able to operate as a going concern.

**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. The right includes among other things the right to demolish and remove the existing buildings, facilities, equipment, trees and plants, subject to any relevant legal provisions. 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 considered 31 March and 30 September as calculation dates (with the liability of TPLN 34,941 recognised as at 31 March 2019 and liability of TPLN 44,444 recognised as at 30 September 2019). Starting from 2020, the Group considers 30 June and 31 December as the calculation dates, therefore the Group did not recognize the liability due to Payments to the State Treasury as at 31 March 2020.

## **5. Description of significant accounting principles**

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 2019.

Changes resulting from the introduction of amendments to existing standards and interpretations, effective for reporting periods beginning on 1 January 2020 or later, had no significant impact on Group's accounting policies, and as the result, on these condensed consolidated interim financial statements.

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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-month period ended 31 March 2020*

	Management, advisory and rental services	Management and operation of motorways	Total
<b>Operating revenues</b>			
Revenue from external customers	860	72 350	<b>73 210</b>
<b>Total revenue</b>	<b>860</b>	<b>72 350</b>	<b>73 210</b>
<b>Operating expenses</b>			
Cost of sales to external customers	(1 056)	(22 982)	<b>(24 038)</b>
<b>Total cost of sales</b>	<b>(1 056)</b>	<b>(22 982)</b>	<b>(24 038)</b>
Other income	55	4 386	<b>4 441</b>
Other expenses	(2)	(79)	<b>(81)</b>
Reversal of impairments losses on trade and other receivables	1	-	<b>1</b>
Administrative expenses*	(1 482)	(11 401)	<b>(12 883)</b>
<b>Operating profit/(loss)</b>	<b>(1 624)</b>	<b>42 274</b>	<b>40 650</b>
Net finance income/(expense)	645	(790)	<b>(145)</b>
Income tax expense	(152)	(8 363)	<b>(8 515)</b>
<b>Profit/(Loss) for the period</b>	<b>(1 131)</b>	<b>33 121</b>	<b>31 990</b>
Other comprehensive income, net of income tax			<b>27</b>
<b>Total comprehensive income for the period</b>			<b>32 017</b>
<b>Major non-cash items</b>			
Depreciation and amortisation	(163)	(15 654)	<b>(15 817)</b>
Reversal of impairments losses on trade and other receivables	1	-	<b>1</b>
Unwinding of discount (including lease interest expense)	-	(2 270)	<b>(2 270)</b>
Time-barred liabilities written off	18	-	<b>18</b>

\* Expenses related to "Management, advisory and rental services" comprise all administrative expenses of the Company.

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*For the three-month period ended 31 March 2019*

	Management, advisory and rental services	Management and operation of motorways	Total
<b>Operating revenues</b>			
Revenue from external customers	844	78 466	<b>79 310</b>
Total revenue	<b>844</b>	<b>78 466</b>	<b>79 310</b>
<b>Operating expenses</b>			
Cost of sales to external customers	(999)	(22 288)	<b>(23 287)</b>
<b>Total cost of sales</b>	<b>(999)</b>	<b>(22 288)</b>	<b>(23 287)</b>
Other income	42	1 035	<b>1 077</b>
Other expenses	(2)	(247)	<b>(249)</b>
Administrative expenses*	(1 296)	(41 768)	<b>(43 064)</b>
<b>Operating profit/(loss)</b>	<b>(1 411)</b>	<b>15 198</b>	<b>13 787</b>
Net finance income/(expense)	952	(2 123)	<b>(1 171)</b>
Share of profit of equity accounted investees (net of income tax)	65	-	<b>65</b>
Income tax expense	(67)	(7 583)	<b>(7 650)</b>
<b>Profit/(Loss) for the period</b>	<b>(461)</b>	<b>5 492</b>	<b>5 031</b>
Other comprehensive income, net of income tax			<b>442</b>
<b>Total comprehensive income for the period</b>			<b>5 473</b>

**Major non-cash items**

Depreciation and amortisation	(162)	(13 873)	<b>(14 035)</b>
Unwinding of discount (including lease interest expense)	-	(2 339)	<b>(2 339)</b>

\* 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 34,941.

**Financial position according to business segments as at**

	31 March 2020	31 December 2019	31 March 2019
<b>Management, advisory and rental services</b>			
Assets of the segment	205 766	205 941	299 396
Liabilities of the segment	6 350	5 851	8 064
<b>Management and operation of motorways</b>			
Assets of the segment	1 109 287	1 116 111	1 058 648
Liabilities of the segment	489 649	520 437	539 837
<b>Total assets</b>	<b>1 315 053</b>	<b>1 322 052</b>	<b>1 358 044</b>
<b>Total liabilities</b>	<b>495 999</b>	<b>526 288</b>	<b>547 901</b>

**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 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**

	<i>I quarter 2020</i>			<i>I quarter 2019</i>		
	<i>Management, advisory and rental services</i>	<i>Management and operation of motorways</i>	<i>Total</i>	<i>Management, advisory and rental services</i>	<i>Management and operation of motorways</i>	<i>Total</i>
<b>Revenue from contracts with customers</b>						
Toll revenue, including:	-	72 146	<b>72 146</b>	-	78 329	<b>78 329</b>
Manual toll collection (cash, bank cards)	-	39 816	<b>39 816</b>	-	48 470	<b>48 470</b>
Fleet cards	-	15 984	<b>15 984</b>	-	16 973	<b>16 973</b>
Electronic toll collection	-	15 671	<b>15 671</b>	-	11 730	<b>11 730</b>
KartA4	-	675	<b>675</b>	-	1 156	<b>1 156</b>
Revenue due to other services rendered	-	2	<b>2</b>	-	1	<b>1</b>
	-	<b>72 148</b>	<b>72 148</b>	-	<b>78 330</b>	<b>78 330</b>
<b>Other revenue</b>						
Revenue from rental of investment property	860	-	<b>860</b>	844	-	<b>844</b>
Other revenue	-	202	<b>202</b>	-	136	<b>136</b>
	<b>860</b>	<b>202</b>	<b>1 062</b>	<b>844</b>	<b>136</b>	<b>980</b>
<b>Total</b>	<b>860</b>	<b>72 350</b>	<b>73 210</b>	<b>844</b>	<b>78 466</b>	<b>79 310</b>

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).

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

**9. Expenses by nature**

	<i>I quarter 2020</i>	<i>I quarter 2019</i>
Depreciation and amortisation	(15 817)	(14 035)
Energy and materials consumption	(1 317)	(1 803)
Accrual of provision for motorway resurfacing disclosed within cost of sales (external services)*	(2 685)	(3 578)
Other external services	(4 368)	(3 604)
Payments to the State Treasury (net amount)	-	(34 941)
Taxes and charges	(3 660)	(318)
Employee benefit expenses	(8 463)	(7 623)
Other costs	(606)	(449)
Cost of goods and materials sold	(5)	-
<b>Total expenses by nature</b>	<b>(36 921)</b>	<b>(66 351)</b>
<b>Cost of sales and administrative expenses</b>	<b>(36 921)</b>	<b>(66 351)</b>

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

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**9.1. Employee benefit expenses**

	<b>I quarter 2020</b>	<b>I quarter 2019</b>
Wages and salaries	(6 582)	(5 853)
Social security contributions and other benefits	(1 606)	(1 477)
Movement in employee benefits liabilities included in profit and loss:		
Other employee benefits	(275)	(293)
<b>Total</b>	<b>(8 463)</b>	<b>(7 623)</b>

**10. Other income**

	<b>I quarter 2020</b>	<b>I quarter 2019</b>
Rental income from passenger service areas	4 311	642
Compensations, contractual penalties and costs of court proceedings received	67	34
Reimbursement of real estate tax paid for previous periods	-	214
Interest from receivables	2	3
Time-barred liabilities written off	18	-
Net gain on disposal of property, plant and equipment and intangible assets	-	47
Other	43	137
<b>Total</b>	<b>4 441</b>	<b>1 077</b>

**11. Other expenses**

	<b>I quarter 2020</b>	<b>I quarter 2019</b>
Donations granted	(36)	(7)
Penalties, compensations, fees	(21)	(22)
Reversal of rental income from passenger service areas for previous periods due to reimbursement of real estate tax paid	-	(214)
Net loss on disposal of property, plant and equipment and intangible assets	(18)	-
Unrecoverable input VAT	(3)	(3)
Other	(3)	(3)
<b>Total</b>	<b>(81)</b>	<b>(249)</b>



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**12. Net finance expense**

	<i>I quarter 2020</i>	<i>I quarter 2019</i>
<b>Recognised in profit or loss for the period</b>		
Interest income under the effective interest method on:	2 396	2 920
- cash and cash equivalents	1 495	1 345
- non-current deposits	901	1 575
Net foreign exchange gain	30	-
Other finance income	-	89
<b>Finance income</b>	<b>2 426</b>	<b>3 009</b>
Interest expense on liabilities measured at amortised cost, including:	(683)	(1 770)
- loans and borrowings, including:	-	(1 058)
- nominal	-	(698)
- other	-	(360)
- discount of Concession fees	(654)	(683)
- lease interest expense	(29)	(29)
Discount of provisions	(1 587)	(1 627)
Net foreign exchange loss	-	(66)
Net change in fair value of cash flow hedges reclassified from other comprehensive income	-	(628)
Other finance expenses	(301)	(89)
<b>Finance expenses</b>	<b>(2 571)</b>	<b>(4 180)</b>
<b>Net finance expense recognised in profit or loss for the period</b>	<b>(145)</b>	<b>(1 171)</b>
<b>Recognised in other comprehensive income</b>		
Foreign currency translation differences for foreign operations	27	97
Effective portion of changes in fair value of cash flow hedges	-	(48)
Net change in fair value of cash flow hedges reclassified to profit or loss for the period	-	628
Change in fair value of equity instruments	-	(155)
<b>Finance income/(expenses) recognised in other comprehensive income</b>	<b>27</b>	<b>522</b>

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**13. Property, plant and equipment**

	Buildings and constructions	Plant and equipment	Vehicles	Other	Under construction	Total
<b>Cost as at 1 January 2019</b>	<b>20 940</b>	<b>23 826</b>	<b>18 686</b>	<b>8 296</b>	<b>401</b>	<b>72 149</b>
Acquisitions	-	223	92	6	19	<b>340</b>
Transfer from property, plant and equipment under construction	-	-	-	91	(91)	-
Disposals	-	(22)	(120)	(28)	-	<b>(170)</b>
<b>Cost as at 31 March 2019</b>	<b>20 940</b>	<b>24 027</b>	<b>18 658</b>	<b>8 365</b>	<b>329</b>	<b>72 319</b>
<b>Cost as at 1 January 2020</b>	<b>21 167</b>	<b>26 691</b>	<b>18 787</b>	<b>8 506</b>	<b>1 060</b>	<b>76 211</b>
Acquisitions	-	89	-	1	1 427	<b>1 517</b>
Transfer from property, plant and equipment under construction	-	1 196	-	-	(1 196)	-
Disposals	-	(8)	(256)	-	-	<b>(264)</b>
<b>Cost as at 31 March 2020</b>	<b>21 167</b>	<b>27 968</b>	<b>18 531</b>	<b>8 507</b>	<b>1 291</b>	<b>77 464</b>
<b>Depreciation and impairment losses as at 1 January 2019</b>	<b>(14 363)</b>	<b>(10 673)</b>	<b>(9 316)</b>	<b>(4 134)</b>	-	<b>(38 486)</b>
Depreciation for the period	(231)	(733)	(464)	(203)	-	<b>(1 631)</b>
Disposals	-	21	140	28	-	<b>189</b>
<b>Depreciation and impairment losses as at 31 March 2019</b>	<b>(14 594)</b>	<b>(11 385)</b>	<b>(9 640)</b>	<b>(4 309)</b>	-	<b>(39 928)</b>
<b>Depreciation and impairment losses as at 1 January 2020</b>	<b>(15 297)</b>	<b>(13 621)</b>	<b>(10 562)</b>	<b>(4 918)</b>	-	<b>(44 398)</b>
Depreciation for the period	(239)	(863)	(481)	(208)	-	<b>(1 791)</b>
Disposals	-	6	232	-	-	<b>238</b>
<b>Depreciation and impairment losses as at 31 March 2020</b>	<b>(15 536)</b>	<b>(14 478)</b>	<b>(10 811)</b>	<b>(5 126)</b>	-	<b>(45 951)</b>
<b>Carrying amounts</b>						
As at 1 January 2019	6 577	13 153	9 370	4 162	401	<b>33 663</b>
As at 31 March 2019	6 346	12 642	9 018	4 056	329	<b>32 391</b>
As at 1 January 2020	5 870	13 070	8 225	3 588	1 060	<b>31 813</b>
As at 31 March 2020	5 631	13 490	7 720	3 381	1 291	<b>31 513</b>

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**Impairment losses**

As at 31 March 2020, 31 December 2019 and 31 March 2019 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
<b>Cost as at 1 January 2019</b>	<b>938 183</b>	<b>12 643</b>	<b>970</b>	<b>125</b>	<b>951 921</b>
Acquisitions	-	31	-	766	797
Revaluation of concession intangible assets	6 273	-	-	-	6 273
Disposals	-	(53)	-	-	(53)
<b>Cost as at 31 March 2019</b>	<b>944 456</b>	<b>12 621</b>	<b>970</b>	<b>891</b>	<b>958 938</b>
<b>Cost as at 1 January 2020</b>	<b>969 262</b>	<b>12 647</b>	<b>2 798</b>	<b>5 201</b>	<b>989 908</b>
Acquisitions	-	2	-	1 021	1 023
Transfer from intangible assets not ready for use	-	971	-	(971)	-
Revaluation of concession intangible assets	16 412	-	-	-	16 412
<b>Cost as at 31 March 2020</b>	<b>985 674</b>	<b>13 620</b>	<b>2 798</b>	<b>5 251</b>	<b>1 007 343</b>
<b>Amortisation and impairment losses as at 1 January 2019</b>	<b>(496 718)</b>	<b>(4 311)</b>	<b>(970)</b>	<b>-</b>	<b>(501 999)</b>
Amortisation for the period	(11 908)	(357)	-	-	(12 265)
Disposals	-	53	-	-	53
<b>Amortisation and impairment losses as at 31 March 2019</b>	<b>(508 626)</b>	<b>(4 615)</b>	<b>(970)</b>	<b>-</b>	<b>(514 211)</b>
<b>Amortisation and impairment losses as at 1 January 2020</b>	<b>(545 051)</b>	<b>(5 710)</b>	<b>(970)</b>	<b>-</b>	<b>(551 731)</b>
Amortisation for the period	(13 424)	(463)	-	-	(13 887)
<b>Amortisation and impairment losses as at 31 March 2020</b>	<b>(558 475)</b>	<b>(6 173)</b>	<b>(970)</b>	<b>-</b>	<b>(565 618)</b>
<b>Carrying amounts</b>					
As at 1 January 2019	441 465	8 332	-	125	449 922
As at 31 March 2019	435 830	8 006	-	891	444 727
As at 1 January 2020	424 211	6 937	1 828	5 201	438 177
As at 31 March 2020	427 199	7 447	1 828	5 251	441 725

During the current period the Group revalued concession intangible assets recognized in relation to estimated costs of Phase II:

- (i) due to changes of discount rates used for valuation of provision for capital expenditures (see note 20), which resulted in their increase by TPLN 6,453 (I quarter 2019: increase of TPLN 830); and
- (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 the increase of concession intangible assets by TPLN 9,959 (I quarter 2019: increase of TPLN 5,443).

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.

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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 quarterly period equalled 12.66% in I quarter 2020 (I quarter 2019: 10.79%). According to current amortization schedule, based on updated estimates of traffic increase, the proportion of annual amortization costs to the carrying value of intangible asset as at 31 March 2020 will range from 10.06% to 15.72% during the concession period.

As at 31 March 2020, 31 December 2019 and 31 March 2019 there were no indicators, which would require the Group to test concession and other intangible assets for impairment.

**15. Investment property**

	Right-of-use assets	Other investment property	Total
Cost as at 1 January 2019	3 247	30 879	34 126
Cost as at 31 March 2019	3 247	30 879	34 126
Cost as at 1 January 2020	3 247	30 879	34 126
Cost as at 31 March 2020	3 247	30 879	34 126
Depreciation and impairment losses as at 1 January 2019	-	(27 114)	(27 114)
Depreciation for the period	(11)	(128)	(139)
Depreciation and impairment losses as at 31 March 2019	(11)	(27 242)	(27 253)
Depreciation and impairment losses as at 1 January 2020	(46)	(27 625)	(27 671)
Depreciation for the period	(11)	(128)	(139)
Depreciation and impairment losses as at 31 March 2020	(57)	(27 753)	(27 810)
Carrying amounts			
As at 1 January 2019	3 247	3 765	7 012
As at 31 March 2019	3 236	3 637	6 873
As at 1 January 2020	3 201	3 254	6 455
As at 31 March 2020	3 190	3 126	6 316

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

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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 and estimates regarding tax losses carried forward utilization.

Changes of deferred tax assets / liabilities for three-month periods ended 31 March 2020 and 31 March 2019 were following:

	1 January 2020	Change of deferred tax on temporary differences recognised in		31 March 2020
		profit or loss for the period	other comprehensive income	
Concession intangible assets	(78 879)	(626)	-	(79 505)
Property, plant and equipment and other intangible assets	32 924	(507)	-	32 417
Investment property	(503)	4	-	(499)
Other non-current investments	(72)	45	-	(27)
Trade and other receivables	209	-	-	209
Inventories	7	-	-	7
Current investments	284	-	-	284
Cash and cash equivalents	(81)	35	-	(46)
Lease liabilities	615	(18)	-	597
Other non-current liabilities	2 159	765	-	2 924
Deferred income	1 144	184	-	1 328
Contract liabilities	1 248	180	-	1 428
Employee benefits	1 355	44	-	1 399
Provisions	71 578	2 716	-	74 294
Trade and other payables	861	(566)	-	295
Tax loss carry-forwards	1 782	31	-	1 813
Valuation adjustment	(11 598)	(244)	-	(11 842)
<b>Total</b>	<b>23 033</b>	<b>2 043</b>	<b>-</b>	<b>25 076</b>

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	1 January 2019	Change of deferred tax on temporary differences recognised in		31 March 2019
		profit or loss for the period	other comprehensive income	
Concession intangible assets	<b>(81 918)</b>	1 010	-	<b>(80 908)</b>
Property, plant and equipment and other intangible assets	<b>38 431</b>	(2 303)	-	<b>36 128</b>
Investment property	<b>99</b>	(612)	-	<b>(513)</b>
Other non-current investments	<b>(304)</b>	275	-	<b>(29)</b>
Trade and other receivables	<b>(422)</b>	17	-	<b>(405)</b>
Inventories	<b>7</b>	-	-	<b>7</b>
Current investments	<b>175</b>	-	30	<b>205</b>
Cash and cash equivalents	<b>(285)</b>	39	-	<b>(246)</b>
Loans and borrowings	<b>319</b>	(274)	-	<b>45</b>
Lease liabilities	-	599	-	<b>599</b>
Other non-current liabilities	<b>2 895</b>	(499)	-	<b>2 396</b>
Deferred income	<b>1 302</b>	178	-	<b>1 480</b>
Contract liabilities	<b>1 159</b>	217	-	<b>1 376</b>
Employee benefits	<b>1 588</b>	75	-	<b>1 663</b>
Provisions	<b>71 489</b>	1 962	-	<b>73 451</b>
Trade and other payables	<b>334</b>	593	-	<b>927</b>
Derivative financial instruments	<b>587</b>	-	(110)	<b>477</b>
Tax loss carry-forwards	<b>1 923</b>	(101)	-	<b>1 822</b>
Valuation adjustment	<b>(8 797)</b>	102	-	<b>(8 695)</b>
<b>Total</b>	<b>28 582</b>	<b>1 278</b>	<b>(80)</b>	<b>29 780</b>

**17. Allowances for expected credit losses**

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

	<i>I quarter 2020</i>	<i>I quarter 2019</i>
Balance as at 1 January	(91 558)	(91 553)
Net remeasurement of loss allowance	1	-
Reclassifications	(1)	-
<b>Balance as at 31 March</b>	<b>(91 558)</b>	<b>(91 553)</b>

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**18. Financial instruments**

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.

**31 March 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
<b>Financial assets measured at fair value</b>							
Equity instruments*	1 319	-	<b>1 319</b>	-	-	1 319	<b>1 319</b>
	<b>1 319</b>	-	<b>1 319</b>				
<b>Financial assets not measured at fair value</b>							
Trade and other receivables**	-	16 599	<b>16 599</b>				
Bank deposits (non-current investments)	-	483 771	<b>483 771</b>				
Cash and cash equivalents	-	304 574	<b>304 574</b>				
	-	<b>804 944</b>	<b>804 944</b>				
<b>Financial liabilities not measured at fair value</b>							
Lease liabilities	-	(3 140)	<b>(3 140)</b>				
Liabilities due to Concession fees	-	(15 225)	<b>(15 225)</b>				
Trade and other payables**	-	(27 594)	<b>(27 594)</b>				
	-	<b>(45 959)</b>	<b>(45 959)</b>				

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**31 December 2019**

	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
<b>Financial assets measured at fair value</b>							
Equity instruments*	1 747	-	<b>1 747</b>	-	-	1 747	<b>1 747</b>
	<b>1 747</b>	-	<b>1 747</b>				
<b>Financial assets not measured at fair value</b>							
Trade and other receivables**	-	15 708	<b>15 708</b>				
Bank deposits (non-current investments)	-	417 621	<b>417 621</b>				
Cash and cash equivalents	-	372 868	<b>372 868</b>				
	-	<b>806 197</b>	<b>806 197</b>				
<b>Financial liabilities not measured at fair value</b>							
Lease liabilities	-	(3 237)	<b>(3 237)</b>				
Liabilities due to Concession fees	-	(14 570)	<b>(14 570)</b>				
Payments to the State Treasury	-	(54 667)	<b>(54 667)</b>				
Trade and other payables**	-	(32 544)	<b>(32 544)</b>				
	-	<b>(105 018)</b>	<b>(105 018)</b>				



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**31 March 2019**

	Carrying amount			Total	Fair value			Total
	Financial instruments measured at fair value through other comprehensive income	Hedge derivatives measured at fair value	Financial instruments measured at amortised cost		Level 1	Level 2	Level 3	
<b>Financial assets measured at fair value</b>								
Equity instruments*	1 811	-	-	<b>1 811</b>	-	-	1 811	<b>1 811</b>
	<b>1 811</b>	-	-	<b>1 811</b>				
<b>Financial assets not measured at fair value</b>								
Trade and other receivables**	-	-	18 378	<b>18 378</b>				
Bank deposits (non-current investments)	-	-	418 025	<b>418 025</b>				
Cash and cash equivalents	-	-	384 206	<b>384 206</b>				
	-	-	<b>820 609</b>	<b>820 609</b>				
<b>Financial liabilities measured at fair value</b>								
Interest rate swaps used for hedging***	-	(2 522)	-	<b>(2 522)</b>	-	(2 522)	-	<b>(2 522)</b>
	-	<b>(2 522)</b>	-	<b>(2 522)</b>				
<b>Financial liabilities not measured at fair value</b>								
Loans and borrowings	-	-	(55 282)	<b>(55 282)</b>				
Lease liabilities	-	-	(3 150)	<b>(3 150)</b>				
Liabilities due to Concession fees	-	-	(15 918)	<b>(15 918)</b>				
Payments to the State Treasury	-	-	(34 941)	<b>(34 941)</b>				
Trade and other payables**	-	-	(14 452)	<b>(14 452)</b>				
	-	-	<b>(123 743)</b>	<b>(123 743)</b>				

\* 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 I quarter 2020 the valuation of aforementioned equity instruments remained unchanged (I quarter 2019: loss of TPLN 155 was recorded).

\*\* 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.

\*\*\* Fair value of hedge derivatives (interest rate SWAP) was based on discounted future cash flows for undersigned transactions, constituting a difference between cash flows based on floating interest rate (6M WIBOR) and cash flows based on fixed interest rate. The fair value estimate includes a credit risk adjustment that reflects the credit risk of the Group and of the counterparty.

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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**

	<b>31 March 2020</b>	<b>31 December 2019</b>	<b>31 March 2019</b>
Number of shares at the beginning of the period	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
Nominal value of 1 share (PLN)	0.75	0.75	0.75
Nominal value of A-series issue	6 256	6 256	6 256
Nominal value of B-series issue	370	370	370
Nominal value of D-series issue	3 000	3 000	3 000
Nominal value of E-series issue	71 196	71 196	71 196
Nominal value of F-series issue	37 500	37 500	37 500
Nominal value of G-series issue	67 125	67 125	67 125
<b>Total</b>	<b>185 447</b>	<b>185 447</b>	<b>185 447</b>

**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. Dividends**

*1 quarter 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 8,727 was attributed to non-controlling interest.

*1 quarter 2019*

On 3 April 2019 the Ordinary General Meeting of the Company decided to pay out the dividend in amount of TPLN 91,487, i.e. PLN 0.37 per share. The dividend date was set for 18 April 2019 and the dividend payment date for 20 May 2019.

On 21 March 2019 the Ordinary General Meeting of VIA4 S.A. decided to pay out dividend amounting to TPLN 3,045 (the amount was paid in full in 2018 as interim dividend), out of which TPLN 1,370 was attributed to non-controlling interest.

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**20. Provisions**

For three-month periods ended 31 March 2020 and 31 March 2019

	Provisions for motorway resurfacing	Provisions for capital expenditures (Phase II)	Total
<b>Non-current provisions</b>			
<b>Balance at 1 January 2019</b>	<b>2 460</b>	<b>294 903</b>	<b>297 363</b>
Additions, including:	2 699	1 275	<b>3 974</b>
- due to discounting	11	1 275	<b>1 286</b>
Change of estimates	824	17 914	<b>18 738</b>
Reclassifications	-	(20 894)	<b>(20 894)</b>
<b>Balance at 31 March 2019</b>	<b>5 983</b>	<b>293 198</b>	<b>299 181</b>
<b>Balance at 1 January 2020</b>	-	<b>314 374</b>	<b>314 374</b>
Additions, including:	-	1 324	<b>1 324</b>
- due to discounting	-	1 324	<b>1 324</b>
Change of estimates	-	18 179	<b>18 179</b>
Reclassifications	-	(12 105)	<b>(12 105)</b>
<b>Balance at 31 March 2020</b>	-	<b>321 772</b>	<b>321 772</b>
<b>Current provisions</b>			
<b>Balance at 1 January 2019</b>	<b>27 614</b>	<b>51 280</b>	<b>78 894</b>
Additions, including:	119	222	<b>341</b>
- due to discounting	119	222	<b>341</b>
Change of estimates	66	(11 641)	<b>(11 575)</b>
Utilisation	(267)	(885)	<b>(1 152)</b>
Reclassifications	-	20 894	<b>20 894</b>
<b>Balance at 31 March 2019</b>	<b>27 532</b>	<b>59 870</b>	<b>87 402</b>
<b>Balance at 1 January 2020</b>	<b>14 001</b>	<b>48 345</b>	<b>62 346</b>
Additions, including:	2 687	204	<b>2 891</b>
- due to discounting	59	204	<b>263</b>
Change of estimates	57	(1 767)	<b>(1 710)</b>
Utilisation	(154)	(6 227)	<b>(6 381)</b>
Reclassifications	-	12 105	<b>12 105</b>
<b>Balance at 31 March 2020</b>	<b>16 591</b>	<b>52 660</b>	<b>69 251</b>

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 31 March 2020 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 2019 the rates ranged from 1.69% to 1.98%, currently from 0.81% to 2.48%). As result of those changes the provision for resurfacing increased by TPLN 118 (I quarter 2019: decrease of TPLN 7), which in line with IAS 37 was recognized as an increase of operating expenses for the period. At the same time the provision for capital expenditures (Phase II) increased by TPLN 6,453 (I quarter 2019: increase of TPLN 830), which was recognized as an increase of concession intangible assets.

As at 31 March 2020 the Group made also a revaluation of 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 those changes the provision for resurfacing decreased by TPLN 61 (I quarter 2019: increase of TPLN 897), which in line with IAS 37 was recognised as a decrease of operating

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expenses for the period. At the same time the provision for capital expenditures (Phase II) increased by TPLN 9,959 (I quarter 2019: increase of TPLN 5,443), which was recognized as an increase of concession intangible assets.

## 21. Contingent liabilities

Both as at 31 March 2020 and 31 December 2019 the Group had no contingent liabilities.

As at 31 March 2019 the contingent liabilities related to guarantees given to related entities amounting to TPLN 23,378.

## 22. Related party transactions

### 22.1. Intragroup receivables and liabilities

	Trade and other receivables	Trade and other payables	Guarantees and suspended amounts
<b>31 March 2020</b>			
Biuro Centrum Sp. z o.o.	260	220	-
<b>Associates</b>	<b>260</b>	<b>220</b>	-
Pavimental S.p.A. S.A. Oddział w Polsce	-	-	3 225
Pavimental Polska Sp. z o.o.	6	-	7 437
Telepass S.p.A.	1 267	-	-
Autostrade Tech S.p.A.	-	1 659	-
<b>Other related entities</b>	<b>1 273</b>	<b>1 659</b>	<b>10 662</b>
<b>Total</b>	<b>1 533</b>	<b>1 879</b>	<b>10 662</b>

	Trade and other receivables	Trade and other payables	Guarantees and suspended amounts
<b>31 December 2019</b>			
Atlantia S.p.A.	-	17	-
<b>Parent entities</b>	-	<b>17</b>	-
Biuro Centrum Sp. z o.o.	2	112	-
<b>Associates</b>	<b>2</b>	<b>112</b>	-
Pavimental S.p.A. S.A. Oddział w Polsce	-	589	3 202
Pavimental Polska Sp. z o.o.	15	5 842	6 969
Telepass S.p.A.	1 086	-	-
Autostrade Tech S.p.A.	-	7 212	-
<b>Other related entities</b>	<b>1 101</b>	<b>13 643</b>	<b>10 171</b>
<b>Total</b>	<b>1 103</b>	<b>13 772</b>	<b>10 171</b>

	Trade and other receivables	Trade and other payables	Guarantees and suspended amounts
<b>31 March 2019</b>			
Atlantia S.p.A.	-	17	-
<b>Parent entities</b>	-	<b>17</b>	-
Biuro Centrum Sp. z o.o.	2	22	-
<b>Associates</b>	<b>2</b>	<b>22</b>	-
Pavimental S.p.A. S.A. Oddział w Polsce	-	-	3 455
Pavimental Polska Sp. z o.o.	7	-	3 693
Telepass S.p.A.	1 148	-	-
Autostrade Tech S.p.A.	-	895	176
Autogrill Polska Sp. z o.o.	-	-	10
<b>Other related entities</b>	<b>1 155</b>	<b>895</b>	<b>7 334</b>
<b>Total</b>	<b>1 157</b>	<b>934</b>	<b>7 334</b>

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**22.2. Related party transactions amounts**

	Revenue	Other income	Cost of acquired goods and services	Capital expenditures and resurfacing works
<b>I quarter 2020</b>				
Atlantia S.p.A.	-	18	-	-
<b>Parent entities</b>	-	<b>18</b>	-	-
Biuro Centrum Sp. z o.o.	53	-	(853)	-
<b>Associates</b>	<b>53</b>	-	<b>(853)</b>	-
Pavimental S.p.A. S.A. Oddział w Polsce	-	-	(227)	-
Pavimental Polska Sp. z o.o.	34	6	(45)	(5 627)
Telepass S.p.A.	2 885	-	-	-
Autostrade Tech S.p.A.	-	3	(573)	(1 806)
<b>Other related entities</b>	<b>2 919</b>	<b>9</b>	<b>(845)</b>	<b>(7 433)</b>
<b>Total</b>	<b>2 972</b>	<b>27</b>	<b>(1 698)</b>	<b>(7 433)</b>
	Revenue	Other income	Cost of acquired goods and services	Capital expenditures and resurfacing works
<b>I quarter 2019</b>				
Biuro Centrum Sp. z o.o.	54	-	(790)	-
<b>Associates</b>	<b>54</b>	-	<b>(790)</b>	-
Pavimental Polska Sp. z o.o.	12	7	(67)	-
Autogrill Polska Sp. z o.o.	3	-	-	-
Telepass S.p.A.	2 287	-	-	-
Autostrade Tech S.p.A.	-	1	(431)	(950)
<b>Other related entities</b>	<b>2 302</b>	<b>8</b>	<b>(498)</b>	<b>(950)</b>
<b>Total</b>	<b>2 356</b>	<b>8</b>	<b>(1 288)</b>	<b>(950)</b>

**22.3. 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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**23. Financial results of the Capital Group and its Parent Entity for the I quarter 2020**

**23.1. Financial results of Stalexport Autostrady S.A.**

In I quarter 2020 the Company generated revenue on sales amounting to TPLN 911, i.e. 1,8% higher than in comparable quarterly period of 2019 (TPLN 895). The increase of revenue in comparison to I quarter 2019 resulted mainly from greater revenue due to rental of office space.

The Company suffered a loss from operating activities for I quarter 2020 of TPLN 1,580 – loss for comparable period of 2019 amounted to TPLN 1,366. The above resulted mainly from higher costs of external services (increase of TPLN 247, i.e. 29%), mainly due costs of advisory services related to the Company's cross-border merger with its subsidiary incurred in I quarter 2020.

The financial activity of Stalexport Autostrady S.A. generated a profit of TPLN 142,534 for I quarter 2020 – I quarter 2019 brought a profit of TPLN 1,101. Dividends amounting to TPLN 141,828 (I quarter 2019: none) and interest on bank deposits amounting to TPLN 708 (I quarter 2019: TPLN 1,076) constituted the main items of financial income in I quarter 2020.

As the consequence of all the above Stalexport Autostrady S.A. generated a net profit for I quarter 2020 amounting to TPLN 140,811, comparing to TPLN 308 net loss for I quarter 2019.

**23.2. 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 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 I quarter 2020 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 I quarter 2020 amounted to TPLN 72,350 decreasing by 7.8% in relation to revenue for I quarter 2019 (TPLN 78,466).

The aforementioned variation was mainly the consequence of:

- (i) 10.2% decrease of traffic level in relation to I quarter 2019, resulting from 11.2% decrease of traffic level for light vehicles and 5.1% decrease of traffic level for heavy vehicles, dominantly due to restrictions related to COVID-19 introduced in Poland in March 2020. The average daily traffic (ADT) for each month of 2020 and 2019 is presented below.

ADT	January			February			March		
	2020	2019	change	2020	2019	change	2020	2019	change
light vehicles	35 682	33 408	6,8%	36 167	36 507	-0,9%	21 417	34 910	-38,6%
heavy vehicles	6 495	6 794	-4,4%	7 092	7 251	-2,2%	6 657	7 269	-8,4%
<b>total</b>	<b>42 177</b>	<b>40 202</b>	<b>4,9%</b>	<b>43 260</b>	<b>43 759</b>	<b>-1,1%</b>	<b>28 074</b>	<b>42 178</b>	<b>-33,4%</b>

- (ii) increase of toll rates since 1 March 2019 respectively for:

- a) the passage of heavy vehicles category 2 and 3 from PLN 18.00 to PLN 20.00,  
b) the passage of heavy vehicles category 4 and 5 from PLN 30.00 to PLN 35.00.

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(iii) the introduction of preferential toll rates for automatic payments (A4Go, Autopay, Telepass) from 1 January 2020:

- a) for vehicles category 1 (other than the motorcycles) – PLN 7.00 instead of PLN 10.00,
- b) for vehicles category 2 and 3 – PLN 17.00 instead of PLN 20.00,
- c) for vehicles category 4 and 5 – PLN 30.00 instead of PLN 35.00.

Cost of sales and administrative expenses incurred in relation to motorway activity amounted to TPLN 34,383, decreasing by 46% in relation to I quarter 2019 (TPLN 64,056). The above resulted mainly from the recognition of liability due to Payments to the State Treasury in amount of TPLN 34,941 as at 31 March 2019. As the Group, starting from 2020, considers 30 June and 31 December as the calculation dates (see note 4), the liability due to these payments was not recognised as at 31 March 2020. At the same time the increase of depreciation/amortisation costs by TPLN 1,781 (out of which TPLN 1,516 was attributed to concession intangible assets) and the increase of taxes and charges by TPLN 3,347 were recorded (out of which TPLN 3,368 concerned real estate tax).

The financial activity of motorway segment for I quarter 2020 resulted in a loss amounting to TPLN 790, comparing to a loss of TPLN 2,123 for I quarter 2019. This positive variation was mainly the consequence of expenses related to the Project Loan Agreement (TPLN 1,058) and expenses resulting from the reclassification of net change in fair value of cash flow hedges recorded in I quarter 2019 – these costs did not occur in I quarter 2020 due to full prepayment of the above mentioned credit agreement and early settlement of transactions securing interest payments resulting from it.

As the consequence of all the above, the Group's motorway activity generated a net profit of TPLN 33,121 for I quarter 2020, comparing to net profit of TPLN 5,492 for I quarter 2019.

**23.3. Information on construction contracts involving Stalexport Autostrada Małopolska S.A.**

On 4 July 2017 SAM S.A. employed Pavimental Polska Sp. z o.o. for the contract ROM48 "Renovation of M48 bridge supports" currently amounting to TPLN 22,169 (including change orders). As at 31 March 2020 the financial progress of the project (value of works recorded) amounted to TPLN 22,169 (100% of the contract value), out of which TPLN 12 was recorded in 2020.

On 21 November 2018 SAM S.A. and consortium of Pavimental S.p.A. and Pavimental Polska Sp. z o.o. signed a contract ROM09-54 "Renovation of bridges M09L and M09P and also replacement of expansion joints on the bridge M54P" amounting currently to TPLN 10,812 (including change orders). As at 31 March 2020 the financial progress of the project (value of works recorded) amounted to TPLN 7,084 (66% of the contract value), out of which TPLN 227 was recorded in 2020.

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 55,012 (including change orders). As at 31 March 2020 the financial progress of the project (value of works recorded) amounted to TPLN 30,086 (55% of the contract value), out of which TPLN 2,694 was recorded in 2020.

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 15,033. As at 31 March 2020 the financial progress of the project (value of works recorded) amounted to TPLN 3,694 (25% of the contract value), out of which TPLN 2,965 was recorded in 2020.

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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. In 2020, under the said agreement, works were carried out, among others, on the implementation of integration module and automation of dedicated lanes. The value of capital expenditures for projects commissioned under the Software Maintenance Agreement amounted to TPLN 1,901 in 2020.

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 will be implemented to replace the existing Internet Customer Service. In 2020 capital expenditures amounting to TPLN 515 were incurred under the aforementioned agreement.

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 31 March 2020 no capital expenditures have yet been incurred in relation to the contract.

**24. Other important events within the Stalexport Autostrady S.A. Capital Group during the period from 1 January to 31 March 2020.**

On 20 March 2020 the Management Board of the Company, due to the epidemic situation in the country, decided to cancel the Ordinary General Meeting scheduled for 27 March 2020.

On 24 March 2020 the Ordinary General Meeting of VIA4 S.A. adopted a resolution in accordance with which the net profit for 2019 in amount of TPLN 10,821, increased by the amount of TPLN 8,669 accumulated on the reserve capital for future dividend payments, i.e. total amount of PLN 19,490 was assigned to cover previous years' losses in amount of TPLN 95 and to pay dividends in amount TPLN 19,395.

On 27 March 2020 the Ordinary General Meeting of SAM S.A. decided to distribute the net profit for 2019 in amount of TPLN 70,646, with the amount of TPLN 3,524 assigned to cover previous years' losses, the amount of TPLN 455 transferred to supplementary capital and the amount of TPLN 66,667 allocated to dividend payment. The Meeting also adopted a resolution on the payment of dividend in the amount of TPLN 131,161, consisting of TPLN 66,667 from the net profit for 2019 and TPLN 64,494 from the reserve capital for future payments to shareholders.

**25. 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%

\*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.



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**26. 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 Mr 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.

**27. Subsequent events**

There were no significant subsequent events, which should be disclosed in the condensed consolidated interim financial statements for the 3-month period ended 31 March 2020.

**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.*