



STALEXPORT
Autostrady

**CONDENSED SEPARATE
INTERIM FINANCIAL STATEMENTS**

for the three-month period ended
31 March 2019

STALEXPORT AUTOSTRADY S.A.
CONDENSED SEPARATE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2019

These condensed separate interim financial statements are unaudited

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STALEXPORT AUTOSTRADY S.A.
CONDENSED SEPARATE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2019

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

In thousands of PLN, unless stated otherwise

	31 March 2019 <i>(unaudited)</i>	31 March 2018 <i>(unaudited)</i>
Revenue	895	859
Cost of sales	(999)	(954)
Gross loss	(104)	(95)
Other income	42	4
Administrative expenses	(1 143)	(1 099)
Other expenses	(2)	(10)
Operating loss	(1 207)	(1 200)
Finance income	12 018	1 410
Finance expenses	(29)	(1)
Net finance income	11 989	1 409
Profit before income tax	10 782	209
Income tax expense	21	(67)
Profit for the period	10 803	142
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	(155)	31
Income tax on other comprehensive income	30	(6)
Other comprehensive income for the period, net of income tax	(125)	25
Total comprehensive income for the period	10 678	167
Earnings per share		
Basic earnings per share (PLN)	0.04	0.00
Diluted earnings per share (PLN)	0.04	0.00

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

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Condensed separate interim statement of financial position
as at

In thousands of PLN

	31 March 2019 <i>(unaudited)</i>	31 December 2018	31 marca 2018 r. <i>(unaudited)</i>
ASSETS			
Non-current assets			
Property, plant and equipment	335	358	168
Intangible assets	1	1	1
Investment property	6 873	3 765	3 748
Investments in subsidiaries and associates	67 118	67 118	67 118
Other non-current investments	143	143	69
Finance lease receivables	2 975	3 243	3 487
Deferred tax assets	2 647	2 596	3 161
Total non-current assets	80 092	77 224	77 752
Current assets			
Current investments	1 668	1 823	1 435
Finance lease receivables	1 558	1 636	1 875
Trade and other receivables	5 726	5 584	5 876
Cash and cash equivalents	279 059	267 946	333 237
Total current assets	288 011	276 989	342 423
Total assets	368 103	354 213	420 175
EQUITY AND LIABILITIES			
Equity			
Share capital	185 447	185 447	185 447
Share premium reserve	7 430	7 430	7 430
Fair value reserve	282	407	25
Other reserve and supplementary capitals	151 717	151 717	150 215
Retained earnings	15 262	4 459	73 377
Total equity	360 138	349 460	416 494
Liabilities			
Non-current liabilities			
Lease liabilities	3 029	-	-
Employee benefits	358	99	2 414
Total non-current liabilities	3 387	99	2 414
Current liabilities			
Lease liabilities	121	-	-
Trade and other payables	1 249	1 446	1 165
Employee benefits	3 208	3 208	102
Total current liabilities	4 578	4 654	1 267
Total liabilities	7 965	4 753	3 681
Total equity and liabilities	368 103	354 213	420 175

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

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

In thousands of PLN

	31 March 2019 <i>(unaudited)</i>	31 marca 2018 r. <i>(unaudited)</i>
Cash flows from operating activities		
Profit before income tax	10 782	209
Adjustments for		
Depreciation and amortisation	162	133
Interest and dividends	(11 845)	(1 342)
Change in receivables	204	196
Change in trade and other payables	444	521
Net cash used in operating activities	(253)	(283)
Cash flows from investing activities		
Investment proceeds	11 874	6 142
Dividends received	10 908	4 800
Interest received	966	1 342
Investment expenditures	(383)	(8)
Acquisition of intangible assets and property, plant and equipment	(383)	(8)
Net cash from investing activities	11 491	6 134
Cash flows from financing activities		
Financial expenditures	(125)	-
Payment of lease liabilities	(125)	-
Net cash used in financing activities	(125)	-
Total net cash flows	11 113	5 851
Change in cash and cash equivalents	11 113	5 851
Cash and cash equivalents at the beginning of the period	267 946	327 386
Cash and cash equivalents at the end of the period	279 059	333 237

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

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Condensed separate interim statement of changes in equity

In thousands of PLN

<i>(unaudited)</i>	Share capital	Share premium reserve	Fair value reserve	Other reserve and supplementary capitals	Retained earnings	Total equity
As at 1 January 2019	185 447	7 430	407	151 717	4 459	349 460
Profit for the period	-	-	-	-	10 803	10 803
Other comprehensive income	-	-	(125)	-	-	(125)
Change in fair value of equity instruments	-	-	(155)	-	-	(155)
Income tax on other comprehensive income	-	-	30	-	-	30
Total comprehensive income for the period	-	-	(125)	-	10 803	10 678
As at 31 March 2019	185 447	7 430	282	151 717	15 262	360 138

	Share capital	Share premium reserve	Fair value reserve	Other reserve and supplementary capitals	Retained earnings	Total equity
As at 1 January 2018	185 447	7 430	-	150 215	73 235	416 327
Profit for the period	-	-	-	-	4 432	4 432
Other comprehensive income	-	-	406	-	1	407
Change in fair value of equity instruments	-	-	493	-	-	493
Remeasurement of employee benefits	-	-	-	-	1	1
Income tax on other comprehensive income	-	-	(87)	-	-	(87)
Total comprehensive income for the period	-	-	406	-	4 433	4 839
Sale of equity instruments measured at fair value through other comprehensive income	-	-	1	-	(1)	-
Dividends paid	-	-	-	-	(71 706)	(71 706)
Allocation of profit to supplementary capital	-	-	-	1 502	(1 502)	-
As at 31 December 2018	185 447	7 430	407	151 717	4 459	349 460

<i>(unaudited)</i>	Share capital	Share premium reserve	Fair value reserve	Other reserve and supplementary capitals	Retained earnings	Total equity
As at 1 January 2018	185 447	7 430	-	150 215	73 235	416 327
Profit for the period	-	-	-	-	142	142
Other comprehensive income	-	-	25	-	-	25
Change in fair value of equity instruments	-	-	31	-	-	31
Income tax on other comprehensive income	-	-	(6)	-	-	(6)
Total comprehensive income for the period	-	-	25	-	142	167
As at 31 March 2018	185 447	7 430	25	150 215	73 377	416 494

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

STALEXPORT AUTOSTRADY S.A.
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FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2019

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Notes to the condensed separate interim financial statements

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

1. Company overview

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

As at 31 March 2019 the Company's business activity includes management and business advisory, rental of office space and also finance lease services

2. Basis for preparation of condensed separate interim financial statements

2.1. Statement of compliance

These condensed separate interim financial statements have been prepared in accordance with IAS 34 *Interim Financial Reporting* as adopted by the European Union and other regulations in force.

These condensed separate interim financial statements should be analysed together with the separate financial statements prepared as at the day and for the year ended 31 December 2018 and the condensed consolidated interim financial statements prepared as at the day and for the three-month period ended 31 March 2019.

The condensed separate interim financial statements were approved by the Management Board of the Company on 9 May 2019.

2.2. Functional and presentation currency

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

2.3. New standards and interpretations not applied in these condensed separate interim financial statements

New standards, amendments to standards and interpretations, which are effective for annual periods beginning after 1 January 2019, have not been applied in preparation of these condensed separate interim financial statements. Neither of the new standards nor amendments to the already existing standards, are expected to have a significant impact on the separate financial statements of the Company for the period for which they will become effective.

3. Going concern

The condensed separate interim financial statements have been prepared under the assumption that the Company will continue to operate as a going concern for the foreseeable future. As at the date of approval of these condensed separate interim financial statements, there is no evidence indicating that the Company will not be able to operate as a going concern.

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4. Description of significant accounting principles

Except for the changes described below resulting from the introduction of new standards effective for reporting periods beginning on 1 January 2019 or later, the Company while preparing these condensed separate interim financial statements applied accounting principles identical to the ones used for preparation of the separate financial statements as at the day and for the year ended 31 December 2018.

IFRS 16 Leases

The standard sets out the principles for the recognition, measurement, presentation and disclosure of leases, replacing IAS 17 *Leases* and interpretations related to such agreements.

The standard introduces a single lessee accounting model for agreements meeting the definition of lease, i.e. a depreciable right-of-use asset and a lease liability are recognised in statement of financial position. The lease liability is initially measured at the present value of the lease payments payable over the lease term, discounted at the rate implicit in the lease, or if that cannot be readily determined, by using incremental borrowing rate.

Lessors will still distinguish two kinds of lease, i.e. financial lease, if substantially all the risks and rewards incidental to ownership of an underlying asset are transferred, or otherwise an operating lease.

The Company applied IFRS 16 using the modified retrospective approach, with the cumulative effect of the implementation recognised at the date of initial application, i.e. 1 January 2019, as an adjustment to the opening balance of retained earnings at that date. As the result, the comparative information has not been restated.

So far the Company classified perpetual usufruct of land as operating lease, with the payments for perpetual usufruct expensed to profit or loss when incurred. As the result of IFRS 16 introduction the Company recognised a lease liability amounting to the present value of payments for perpetual usufruct that are not yet paid (the perpetual usufruct expires in December 2089), discounted using the Company's incremental borrowing rate (3.67%) as of initial application date. Lease liability related to payments for perpetual usufruct of land amounted to TPLN 3,247 at the date of initial application of IFRS 16. The Company recognised a right-of-use asset measured at the amount equal to the aforementioned liability, as the consequence of which Company's equity were not subject to any changes as at 1 January 2019. Considering that this right-of-use asset meets the definition of investment property, it has been presented as such within the condensed separate interim statement of financial position.

5. Segment reporting

The Company's business activity includes management and business advisory and also rental of office space and its revenue is earned exclusively in Poland.

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

6. Investments in subsidiaries and associates

Investments in subsidiaries and associates relate to the following companies:

	Cost	Impairment loss	Carrying amount	Ownership
31 March 2019				
Petrostal S.A. w likwidacji	1 727	(1 727)	-	100.00%
Stalexport Autoroute S.a r.l	67 086	-	67 086	100.00%
Biuro Centrum Sp. z o.o.	32	-	32	40,63%
Total	68 845	(1 727)	67 118	
31 December 2018				
Petrostal S.A. w likwidacji	1 727	(1 727)	-	100.00%
Stalexport Autoroute S.a r.l	67 086	-	67 086	100.00%
Biuro Centrum Sp. z o.o.	32	-	32	40.63%
Total	68 845	(1 727)	67 118	
31 March 2018				
Petrostal S.A. w likwidacji	1 727	(1 727)	-	100.00%
Stalexport Autoroute S.a r.l	67 086	-	67 086	100.00%
Biuro Centrum Sp. z o.o.	32	-	32	40.63%
Total	68 845	(1 727)	67 118	

Company's investments in subsidiaries and associates weren't subject to any changes in the 3-month period ended 31 March 2019.

7. Contingent liabilities

Contingent liabilities amounting to TPLN 23,378 (31 December 2018: TPLN 23,668, 31 March 2018: TPLN 21,950) constitute guarantees granted to related entities.

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Notes to the condensed separate interim financial statements

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8. Related party transactions

8.1. Intragroup receivables and liabilities

31 March 2019

Atlantia SpA	-	-	17
Parent entities	-	-	17
Stalexport Autostrada Małopolska S.A.	-	-	3
VIA4 S.A.	21	4 533	-
Subsidiaries	21	4 533	3
Biuro Centrum Sp. z o.o.	2	-	21
Associates	2	-	21
Autogrill Polska Sp. z o.o.	-	-	10
Other related entities	-	-	10
Total	23	4 533	51

Trade and other receivables	Finance lease receivables	Trade and other payables
-	-	17
-	-	17
-	-	3
21	4 533	-
21	4 533	3
2	-	21
2	-	21
-	-	10
-	-	10
23	4 533	51

31 December 2018

Atlantia SpA	-	-	17
Parent entities	-	-	17
Stalexport Autostrada Małopolska S.A.	-	-	3
VIA4 S.A.	155	4 879	-
Subsidiaries	155	4 879	3
Biuro Centrum Sp. z o.o.	2	-	629
Associates	2	-	629
Autogrill Polska Sp. z o.o.	-	-	10
Other related entities	-	-	10
Total	157	4 879	659

Trade and other receivables	Finance lease receivables	Trade and other payables
-	-	17
-	-	17
-	-	3
155	4 879	-
155	4 879	3
2	-	629
2	-	629
-	-	10
-	-	10
157	4 879	659

31 March 2018

Atlantia SpA	-	-	17
Parent entities	-	-	17
Stalexport Autostrada Małopolska S.A.	-	-	3
VIA4 S.A.	18	5 362	-
Subsidiaries	18	5 362	3
Biuro Centrum Sp. z o.o.	2	-	8
Associates	2	-	8
Autogrill Polska Sp. z o.o.	-	-	10
Other related entities	-	-	10
Total	20	5 362	38

Trade and other receivables	Finance lease receivables	Trade and other payables
-	-	17
-	-	17
-	-	3
18	5 362	-
18	5 362	3
2	-	8
2	-	8
-	-	10
-	-	10
20	5 362	38

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8.2. Related party transactions amounts

I quarter 2019

Stalexport Autostrada Małopolska S.A.

VIA4 S.A.

Stalexport Autoroute S.a.r.l

Subsidiaries

Biuro Centrum Sp. z o.o.

Associates

Autogrill Polska Sp. z o.o.

Other related entities

Total

Revenue	Finance income (dividends)	Finance income (other)	Cost of sales
-	-	-	(7)
51	-	49	-
-	10 908	-	-
51	10 908	49	(7)
54	-	-	(789)
54	-	-	(789)
3	-	-	-
3	-	-	-
108	10 908	49	(796)

I quarter 2018

Stalexport Autostrada Małopolska S.A.

VIA4 S.A.

Subsidiaries

Biuro Centrum Sp. z o.o.

Associates

Autogrill Polska Sp. z o.o.

Other related entities

Total

Revenue	Finance income (dividends)	Finance income (other)	Cost of sales
-	-	-	(7)
45	-	62	-
45	-	62	(7)
52	-	-	(730)
52	-	-	(730)
18	-	-	-
18	-	-	-
115	-	63	(737)

9. Subsequent events

There were no significant subsequent events, which should be disclosed in the condensed separate interim financial statements for the 3-month period ended 31 March 2019.

Explanation

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