



Additional information
to the semi-annual report
drawn up for the period from 01.01.2022 to 30.06.2022

TALEX[®] S.A.

1. Field of activity

Talex SA Talex S.A. provides advanced IT services in the field of system integration , hardware implementations, IT projects developments. It also offers IT outsourcing services based on its own Data Processing Center (Data Center). The Company's activity includes also a distribution and service of computer hardware. The offer is directed mainly to the market of financial institutions, banks as well as large and medium-sized enterprises.

TALEX S.A. was entered into the register of entrepreneurs kept by the District Court in Poznan - Nowe Miasto and Wilda in Poznan, VIII Economy Department of National Court Register under No 0000048779 (date of register in the NCR: 3rd October 2001).

TALEX S.A. does not consist of internal organizational units which draw up their own financial statements. As a consequence, the financial statement contains only unitary data.

Due to the structure of sales revenues, in which the sale of goods plays a crucial part, the Central Statistical Office defined, according to the Polish Classification of Activities 2007, as the primary activity of the Company the "wholesale of computers, computer peripheral equipment and software"-46.51.Z

2. Time frames

Talex S.A. operates since 9th April 1998. There are no limited time frames.

3. Periods which the presented financial data concern

First six months of 2022: from 1 January 2022 to 30 June 2022

First six months of 2021: from 1 January 2021 to 30 June 2021

4. The Members of the Management and Supervisory Board

As at 30 June 2022 the Management and Supervisory Board was composed of the following members:

The Management Board:

Janusz Gocałek	- President of the Management Board
Jacek Klauziński	- Vice-President of the Management Board
Andrzej Różga	- Vice-President of the Management Board
Rafał Szalek	- Member of the Management Board
Radosław Wesołowski	- Member of the Management Board

The Supervisory Board:

Bogna Pilarczyk	- President of the Supervisory Board
Witold Hołubowicz	- Member of the Supervisory Board
Andrzej Kurc	- Member of the Supervisory Board
Małgorzata Poprawska	- Member of the Supervisory Board
Jacek Nowak	- Member of the Supervisory Board

5. Information in connection with § 68 section 1 of the Regulation of the Minister of Finance dated 29 March 2021

5.1 Information on the changes in the rules of establishing the value of assets and liabilities as well as determination of financial result

In the first half of 2022 there was a change in the accounting principles (Accounting Policy) in the part of the assessment of the long-term investments. As of 2020, the long-term

investments have been valued according to the market price or other fair value. In the financial statements for the previous periods the long-term investments were not included.

5.2 Accounting principles:

- a. TALEX S.A. draws up the financial statement on the basis of provisions contained in the Accounting Act of 29th September 1994 and Regulation of the Minister of Finance of 29 March 2018 on current and periodic information provided by issuers of securities and on conditions under which information required by legal regulations of a third country may be recognized as equivalent. Due to the fact that the Company does not draw up consolidated financial statements, a separate financial statement according to MSR or US GAAP has not been drawn up. Reliable indication of differences in the value of the revealed data is not possible.
- b. The Company envisages to continue its business activities in the foreseeable future. According to the Management Board and the Supervisory Board of the Company, there are no circumstances indicating any threats to the continuity of the Company's operations.
- c. According to article 3 section 1 point 9 of the Accounting Act, the calendar year is considered the financial year.
- d. According to article 3 section 1 point 8 of the Accounting Act the calendar month is considered the reporting period. A balance of the general ledger accounts is drawn up at the end of every reporting period.
- e. Record and allocation of operating expenses are kept according to kinds on accounts under group 4 and at the same time according to types of activities and functions on accounts under group 5, with further reference to the costs of products sold or the financial result.
- f. Financial statements are drawn up using the profit and loss account by function of expenses.
- g. Cash flow account, in the part concerning operating activity, is drawn up using indirect method, in the part concerning investment and financial activities using the direct method.
 - h. It is assumed that substantial for the assessment of the property and financial situation and the financial result is the event resulting in the change of total assets of more than 1%.
- i. Account books in the Company are kept using the computer technique based on the integrated financial and accounting system Dynamics AX created by Microsoft Ireland Operations Ltd.

5.3 Methods of assets and liabilities valuation;

- a. **Fixed assets and intangible assets** are covered by the analytical quantity and value register. They are valued according to acquisition prices or manufacturing cost decreased by depreciation and amortization write-offs in proportion to the period of their utilization, and also by the permanent impairment write-offs. Equipment with the value of less than PLN 250 is not entered in the fixed assets register but is only included in the cost of materials. In justified cases, assets with the value of less than PLN 250 can be entered in the fixed assets register by the decision of the Management Board.
Fixed assets and intangible assets with the initial value of more than PLN 250 are amortized using the straight-line method, starting from the month following the month in which they were put into use. In determining the amortization period and the annual amortization rate the economic useful life of the asset is taken into account.
Fixed assets used under finance lease are depreciated at the rate resulting from the term of the agreement, if the lease term constitutes at least 40% of the standard depreciation period.
In other cases, fixed assets under finance leases are depreciated over their economic useful lives.
Sale-and-lease-back in the books of Talex S.A. functions as financial lease, with the difference that Talex was at the same time the supplier of the leased asset.
- b. **Fixed assets under construction** are valued according to real costs incurred for the construction, assembly, adjustment and improvement of future fixed assets, decreased by the permanent impairment write-offs.
- c. **Long term investments** are valued according to acquisition prices decreased by the permanent impairment write-offs.

- d. **Reserves** covering materials, commodities, finished products and production in progress are appraised as follows:
- **materials and commodities**
 Yearly consumption is appraised as follows:
 - commodities identified by serial numbers according to their price of purchase
 - commodities and materials not identified by a serial number according to the FIFO principle "First in, first out".
 - **ready products** – do not occur
 - **production in progress** is appraised according to real, absolute production cost of a particular order.
- e. **Domestic receivables** are valued according to the nominal value set at their beginning. Receivables in foreign currencies at balancing date are valued at the average exchange rate set for a given currency by the National Bank of Poland. At balancing date the receivables and claims are indicated in the value corrected by revaluation write-offs in the following cases:
- receivables from entities in liquidation – 100% write-off;
 - receivables that have been overdue for over half a year - 100% write-off.
- f. **Short-term financial assets** are valued according to market value. The results of the differences between the the priced value at the balancing day and the acquisition price regard revenues or financial costs. Domestic cash is valued at nominal value. Cash in foreign currencies at the balancing day is valued at the average exchange rate set for a given currency by the National Bank of Poland.
- g. **Primary capital (share capital)** is valued at the nominal value, in accordance with the entry in the National Court Register.
- h. **Supplementary capital** is priced at the nominal value resulting from capital increases and decreases.
- i. **Kapitał Revaluation capital** is valued at nominal value resulting from capital increases and decreases.
- j. **Provisions for liabilities** include:
- **provisions for retirement benefit benefits** valued at the balancing day according to the following formula:
 the number of employees without the settled right to retirement at the balancing day x average monthly salary in the company x likelihood indicator of retirement severance payment, differentiated by the employee's age:

up to 25 years	5%
26-30 years	10%
31-35 years	20%
36-40 years	35%
41-45 years	50%
46-50 years	70%
51-55 years	80%
56-60 years	90%
over 60 years	100%
 - **provision for unused holiday leaves:** created at the end of the year as the product of the statutory daily remuneration and the number of days of unused holiday leave
 - **provision for deferred income tax** created to the amount of income tax payable in the future in relation to the occurrence of positive transient differences between the book value and the tax value of assets and liabilities. The amount of income tax resulting from negative transient differences is shown **in the prepayments and accrued income on account of deferred income tax.**
 - **other provisions** include the costs of future solutions for business transactions for which revenues had been accrued before the balance sheet date and the provision for the VAT with due interests.
- k. **Domestic liabilities are estimated in the amount requiring payment.** Liabilities in foreign currencies at the balancing day are valued at the average rate set for a given currency by the National Bank of Poland. Liabilities due to leasing agreements are disclosed in the amount resulting from the sum of capital installments that require payment. Liabilities due to bank loans are disclosed in the accounting books at their nominal value (in the amount of debt) increased by interest due as at the balance sheet date.

5.3.1 Information on significant changes in the estimates;

In the reporting period an undeveloped property, which constitutes a plot of land, was transferred from fixed assets to long-term investments. The value of the investment was assumed on the basis of a current appraisal report.

Value of property at purchase price: PLN 450 thousand.

Value of the property presented in the long-term investments according to the current appraisal: PLN 5,696 thousand.

5.3.2 Information on creation, increase, use and i dissolution of revaluation write-downs (in PLN thds);

Title of the write-down	State as at 01.01.2022	Creation of the provision	Use of the provision	Dissolution of the provision	State as at 31.06.2022
- for doubtful receivables	1,118	-	97	-	1,021
- for the value of stock inventories	162	-	-	-	162
total	1,280	-	97	-	1,183

5.4 Additional information:

5.4.1 A concise description of important achievements or failures of the issuer during the period which this report concerns, including the list of the most important events regarding the issuer;

Information have been included in the report for the first half of 2022.

5.4.2 A description of factors and events, particularly of untypical ones, having a significant influence on the financial results achieved

The results achieved by the Company are particularly influenced by the economic activity in a given period. The military conflict beyond the eastern border and the rapidly rising energy costs have significantly affected the Company's operations. For more information, see the Semi-Annual Report on Issuer's Activity of Talex S.A. for the first half of 2022.

5.4.3 Explanations concerning the seasonality or periodicity of the issuer's activity in the presented period;

The Company normally records the highest sales in the last quarter of the year, which is related to the execution of the budgets of the Company's greatest clients at the end of the year.

5.4.4 Information on write-downs revaluing the supplies to the obtainable net value and on reversal of such write-downs;

In the first half of 2022 the Company did not recognized a revaluation write-down on the inventories.

5.4.5 Information on the write-downs for impairment of financial assets, tangible fixed assets and fixed assets, intangible assets or other assets, and on reversal of such write-downs;

The Company did not make the above described write-downs.

5.4.6 Information on the creation, increase, use, and dissolution of the provisions (in PLN thds);

Title of the provision	State as at 01.01.2022	Increase of the provision	Use of the provision	Dissolution of the provision	State as at 30.06.2022
1. For retirement and similar benefits	770	0	0	0	770
- for retirement severance pay	297	-	-	-	297
- for unused holiday leaves	473	-	-	-	473
2. Remaining provisions	12	0	12	0	0
- for the remuneration costs of the past period	0	-	-	-	0
- for future costs	12	-	12	-	0
Total	782	0	12	0	770

5.4.7 Information on the provisions and assets due to deferred income tax (in PLN thds);

Title of the assets	State as at 01.01.2022	Creation of the provision	Use of the provision	Dissolution of the provision	State as at 30.06.2022
- due to costs of long-term investments	0	1	0	0	1
- due to difference in tax depreciation and balance sheet depreciation	16	0	5	0	11
- due to unpaid remunerations	34	11	13	0	32
- due to write-offs to doubtful accounts	24	0	0	0	24
- due to provisions for retirement severance pay	56	0	0	0	56
- due to provisions for unused holiday leaves	90	0	0	0	90
- due to invoicing of future periods services	78	0	77	0	1
- due to invoicing of advance payments for deliveries	0	0	0	0	0
- due to the costs of remaining provisions	0	0	0	0	0
- due to write-offs of inventories	31	0	0	0	31
- due to the valuation of IRS transaction	0	752	0	0	752
- due to tax loss	329	764	95	0	998
Total assets	0	1	0	0	1
Title of provision					
- due to the increase of the long-term investment value	0	997			997
- due to positive difference in tax depreciation	79	41	5	0	115
- due to accrued discounts	0	0	0	0	0
Total provision	79	1,038	5	0	1,112

5.4.8 Information on significant transactions of the purchase and sales of fixed assets;

In the first half of 2022 there were no significant transactions of the purchase and sales of fixed assets.

5.4.9 Information on significant liability due to the purchase of tangible fixed assets;

In the reporting period there were no significant liabilities due to the purchase of tangible fixed assets.

5.4.10 Information on significant settlements under court proceedings;

In the reporting period there were no significant settlements under court proceedings.

5.4.11 Indication of errors adjustment of the previous periods;

In the reporting period there was no adjustment to the fundamental errors.

5.4.12 Information on the changes in the economic situation and conditions of conducting business activity, significantly influencing the fair market value of financial assets and financial liabilities of the entity, whether the assets and liabilities are recognized in the fair market value or corrected purchase price (amortized cost);

In the opinion of the Company the economic situation in the first half of 2022 and the conditions, in which the Company conducted its activity, including in particular the military conflict beyond the eastern border, did not influenced the fair value of financial liabilities.

5.4.13 Information on non-repayment of the credit or loan or violating significant provisions of the credit or loan agreement, in relation to which no corrective measured were undertaken until the end of the reporting period;

As at the day of the report compilation, the Company is not in arrears with the repayment of the credit or loan and has in no way infringed any provisions of the credit or loan agreement.

5.4.14 Information on conclusion of one or many transactions between an issuer and the entity dependent, if they are significant and were concluded on the terms other than market ones;

The Company did not make the aforementioned transaction.
The Company is not an affiliated entity.

5.4.15 In case of financial instruments evaluated in their fair value - information concerning a change in a manner (method) of its valuation;

In the reporting period the Company did not use any financial instruments.

5.4.16 Information on the change of classification of financial assets as a result of changing the purpose or use of those assets;

On 15 February 2022 the Management Board of Talex S.A. adopted resolution on the change of the classification of the Company's asset constituting an undeveloped property located in Poznan at ul. Karpia 28 and the allocation of the described property for sale. In the report for the first half of 2022 the above mentioned asset has been presented in the long-term investments at the current market value estimated according to the current appraisal report.

5.4.17 Information on the issue, redemption and repayment of non-equity or equity securities;

In the period reported, the Company did not conduct any transactions of issuance, redemption or repayment of equity or debt securities.

5.4.18 Information on the paid (or declared) dividend, jointly and calculated per one share, including the division into ordinary and preference shares;

The Ordinary General Meeting of Shareholders held on 7 June 2022 did not make a decision on the payment of dividend.

5.4.19 Indication of events, which took place after the day for which the abridged quarterly financial statement was drawn up, not included in this statement, but which could substantially influence the future financial results of the issuer;

After the date this report has been done, that is after of 30 June 2022, there were no events that could significantly influence the future financial results of the Company.

5.4.20 Information concerning changes in contingent liabilities or assets, which have taken place since the end of the last financial year;

As at 30.06.2022 the value of the liabilities issued by the banks at the request of Talex S.A. in relation to performed agreements was estimated at PLN 400 thousand. Contingent liabilities included performance bonds, bonds on account of warranty and guarantee and payment guarantees.

Title of contingent liability	State as at 01.01.2022	Increase of liability	Expiration of liability	State as at 30.06.2022
- due to guarantee and warranty	0	0	0	0
- due to performance bonds	276	0	0	276
- guarantees on advance payments	0	0	0	0
- payment guarantees	122	2	0	124
Total	398	2	0	400

Poznań, September 2022

Signature of the person maintaining book accounts

Dorota Wójcik _____

Janusz Gocąlek - President of the Management Board

Jacek Klauziński - Vice-President of the Management Board

Andrzej Różga - Vice-President of the Management Board

Rafał Szalek - Member of the Management Board

Radosław Wesołowski - Member of the Management Board