



**Information in accordance with par. 66 section 8
of the Regulation of the Minister of Finance of 29 March 2018
(Dz. U. [Journal of Laws] of 2018, item 757)
to the quarter report for the third quarter of 2021
including the period from 01.07.2021 to 30.09.2021**

TALEX[®] S.A.

1) Selected financial data also converted into euro, containing basic items of the abridged financial report presenting data cumulatively for all full quarters of a given and previous financial year, and in case of the balance sheet - at the end of the current quarter and the end of the previous financial year;

SELECTED FINANCIAL DATA	PLN in thds		EUR in thds	
	3 quarters of 2021	3 quarters of 2020	3 quarters of 2021	3 quarters of 2020
I. Net revenues from sales of products, goods and materials	54,647	68,357	11,988	15,389
II. Profit (loss) from operation activities	-4,410	-454	-967	-102
III. Gross profit (loss)	-4,555	-635	-999	-143
IV. Net profit (loss)	-4,747	-557	-1,041	-125
V. Net cash flows from operating activities	2,175	3,809	477	857
VI. Net cash flows from investment activities	-30	-232	-7	-52
VII. Net cash flows from financial activities	-3,844	-4,349	-843	-979
VIII. Total net cash flows	-1,699	-773	-373	-174
IX. Total assets	71,930	84,447	15,526	18,299
X. Liabilities and provisions for liabilities	22,367	28,038	4,828	6,076
XI. Long-term liabilities	3,867	3,735	835	809
XII. Short-term liabilities	12,803	17,745	2,763	3,845
XIII. Shareholder's equity	49,563	56,409	10,698	12,223
XIV. Share capital	3,000	3,000	648	650
XV. Number of shares (pcs)	3,000,092	3,000,092	3,000,092	3,000,092
XVI. Profit (loss) per one common share (PLN/EUR)	-0.19	0.75	-0.04	0.17
XVII. Book value per share (PLN/EUR)	16.52	18.8	3.57	4.07
XVIII. Declared or paid dividend per share (PLN/EUR)	0.70	0.6	0.15	0.14

Rules of converting basic elements of financial report into EUR.

Conversion into EURO has been carried out in the following way:

For items I to VIII and for item XVI the mid-rate for a given period was applied; the mid-rate is calculated as an arithmetic mean of the NBP exchange rates effective on the last day of the month in the given period.

For items IX to XIV and XVII the NBP exchange rate for the last day of the period was used.

Euro exchange rate has been adopted for the calculation of selected financial data:

	Mid-rate during the period	Minimal exchange rate during the period	Maximal exchange rate during the period	Exchange rate of the last day of the period
1 quarter of 2020	4.5585	4.4541	4.6603	4.6329
1 quarter of 2020	4.4420	4.2279	4.6044	4.5268
2020	4.4742	4.2279	4.6330	4.6148

2) A concise description of significant achievements or failures of the issuer during the period covered by the report, including the most important events related to the issuer;

In the reported period sales revenues amounted to PLN 18,502 thousand and were lower by

over 28% in comparison to the revenues in the comparable period in 2020. Revenues from the sale of services increased slightly by 0.2%, but the revenues from the sale of goods and materials decreased by almost 55%.

The return on the sale of goods and materials amounted to 13.7% (14.4% for the 3rd quarter of 2020). The return on the sale of products increased from 18.1% to 21.6%.

In the past quarter the share of the revenues from the sale of products (services) in the total sales comprised 67% (48% in the comparable period).

Despite the increase in profitability of the sales of products, the Company incurred a loss in the third quarter of 2021 in the amount of PLN 1,120 thousand. In the analogous period of last year, the loss on sales amounted to PLN 784 thousand. The drop in sales of products and not high sale of services affected the Company's net result, which totalled PLN -4,747 thousand after 3 quarters of 2021. The loss for the same period of the last year amounted to PLN 1.041 thousand.

In the current report dated 2 July 2021, the Company informed about conclusion of the agreement with Powszechna Kasa Oszczędności Bank Polski S.A. with its registered office in Warsaw (Bank). The agreement was concluded for a period of 3 years. The subject of the agreement is the provision of technical and maintenance services for IT hardware and software used in organizational units of the Bank, Bank Agencies, and selected units of the Bank's Capital Group in Poland. The total estimated gross value of services provided under the agreement within 3 years (the value of the agreement) amounts to PLN 14.3 million. The total actual value of the agreement depends on the number of services ordered on the basis of the agreement.

In the current report dated 19 July 2021, the Company informed about conclusion of the agreement with Toyota Motor Poland Limited Sp. z o.o. with its seat in Warsaw. The subject of the agreement is provision of IT services with the use of Talex Data Center infrastructure. The agreement was concluded for the period of 5 years with the possibility of its extension for an indefinite term. The estimated net value of the agreement in the period of 5 years is EUR 2.06 million.

In the past quarter of 2021, the Company continued to provide services to strategic customers from banking and financial, and in particular:

- in the period from 11 December 2020 (publication of the current report No. 21/2020) to the day of the issue of the report on 16 July 2021, the Company obtained a number of further orders from Santander Bank Polska S.A. with its seat in Warsaw. The total net value of the received orders is PLN 6.44 million.

3) Indication of factors and events, including untypical ones, having a significant impact on the condensed financial statements;

In the first months of 2020, a state of pandemic was introduced in Poland in connection with the spread of the COVID-19 coronavirus, which has been maintained until now.

In the reported period, as in the previous months, the Management Board of Talex has constantly monitored the impact of the COVID-19 coronavirus pandemic on the operations of the Company, including the provision of services by the Company to its Clients. The Management Board of the Company, guided by the principles of responsibility for the functioning of the Company, and in particular with a view to minimising the risk of infecting the Company's employees and persons with whom the employees could come into contact in the performance of their duties, decided that as of 10 March 2020 the maximum possible number of employees should be sent to work remotely. The adopted mode of work did not significantly interfere with the functioning of the Company and allowed to ensure continuity of the provision of most services to its customers.

At the same time, the Company recorded a decrease in investments in IT products and services among the Company's customers, and thus a decrease in the number of orders to the Company.

The Company's Management Board points out that due to the untypical nature of the situation

related to COVID-19 pandemic, as well as its dynamic development, including the introduction of legal regulatory rules, it is currently impossible to determine the actual impact of the situation on the future functioning of the market, including on the functioning of the Company itself and on its future financial results.

4) Organization of the capital group of the issuer with the indication of the units subject to consolidation; Description of changes in the organization of the Issuer's capital group, including as a result of units merger, acquisitions or loss of control over subsidiaries and long-term investments, as well as division, restructuring or discontinuation of operations, and indication of the entities to be consolidated, and in the case of an issuer which is a parent company and which is not or may not be required to prepare consolidated financial statements under the applicable regulations - additionally indication of the reason and legal basis for the lack of consolidation;

The Company is not a member of the capital group.

5) Opinion of the Management Board on the feasibility of executing the forecasted results published earlier for a given year in the light of the results presented in the quarterly report in reference to the forecasted results;

The Board of the Company did not publish the forecast of the financial results for the year 2021.

6) Shareholders holding, directly or indirectly, through controlled entities, at least 5% of the total votes in the General Meeting of Shareholders as of the day of publishing the report, including the number of shares held, their percentage share in the share capital, the number of votes the shares carry and their percentage share in the total votes in the General Meeting of Shareholders as well as the changes in the ownership structure of major blocks of shares of the issuer since the previous quarterly report was published;

The following persons hold at least 5% of the total number of votes in the General Meeting of Shareholders:

- Janusz Gocałek - holding 894,793 votes, which constitute 26.25% of the total number of votes
- Jacek Klauziński - holding 894,793 votes, which constitute 26.25% of the total number of votes
- Andrzej Rózga - holding 894,793 votes, which constitute 26.25% of the total number of votes

The shareholders listed above hold the following numbers of shares of the Company:

- Janusz Gocałek - holding 758,793 shares of the Company, which constitute 25.29 % of the total number of shares
- Jacek Klauziński - holding 758,793 shares of the Company, which constitute 25.29 % of the total number of shares
- Andrzej Rózga - holding 758,793 shares of the Company, which constitute 25.29 % of the total number of shares

7) List of shares of the issuer or rights to shares of the issuer (options) held by persons managing and supervising the issuer, as on the day of publishing the quarterly report along with the indicated changes of the state of ownership in the period following the publication of the previous report, separately for each person;

Overview of the shares of the Company shared by the Management Board and Board members:

- Janusz Gocałek - holding 758,793 shares of the Company,
- Jacek Klauziński - holding 758,793 shares of the Company,
- Andrzej Różga - holding 758,793 shares of the Company,
- Rafał Szalek - holding 889 shares of the Company,
- Andrzej Kurc - holding 3,036 shares of the Company.

The remaining Members of the Management Board and Members of the Supervisory Board do not hold any shares of the Company.

To the best of the Management Board's knowledge, since the day of publishing the previous quarterly report, there were no changes in the ownership state of the issuer's shares or rights to them by the persons supervising the issuer.

8) Pending proceedings before courts, arbitration or public administration authorities, concerning liabilities or debts of the Issuer or its subsidiaries, including the subject of the proceedings, value of the object of the dispute, date of instigation and parties to the proceedings;

During the past quarter the Company did not commence and it was not a side in any court proceedings or public administration proceedings in relation to any liabilities of the total value constituting more than 10% of its equity capital.

9) Information on conclusion of one or many transactions with related entities by the Issuer or its subsidiary, if individually or collectively they are significant and have been concluded on other than market conditions, together with an indication of their value;

The Company is not an affiliated entity.

10) Information on credit and loans sureties or guarantees granted by the Issuer or its subsidiary, to one entity in total or to its subsidiary, if the total value of existing sureties or guarantees is equal to at least 10% of the equity capital of the Issuer;

In the presented period, the Company did not grant any sureties, credit, guarantees or loans of significant value.

11) Other information which, in the opinion of the Issuer, is important for assessing its headcount, assets, financial standing and results, as well as movements therein, and information important to evaluate the fulfillment of the commitments the Issuer made;

In the reporting period there were no other events than those described in the report important for the assessment of the headcount, assets, financial standing and results as well as the possibility of implementation of commitments by the Company.

12) Factors which, in the opinion of the Issuer, will influence the results of the Issuer at least in the next quarter;

Factors affecting the Company's results over at least the next quarter include mostly execution of the agreements with regular, long-term customers of the Company.

In the past quarter and during the current year the Company continued its activities related to the development and promotion of software offered by the Company. At the same time, the Company is making intensive efforts to obtain further large and permanent

recipients of IT infrastructure maintenance and support services offered by the Company.

In the Company's opinion, the sanitary and epidemiological situation related to the coronavirus COVID-19 pandemic both in Poland and abroad may significantly affect the overall market situation. All kinds of restrictions related primarily to the movement of people and goods in cross-border traffic will have an impact on the functioning of the economy. The Company is continuously fulfilling its obligations towards its customers using previously developed, regardless of the current situation, business continuity plans. The Company's ongoing and undisturbed operation is possible, inter alia, through the provision of means of communication for remote work, without prejudice to safety standards. Moreover, the Company's activities, with special regard to services, are carried out using fully redundant, two independent Data Centers located in Poznan and Wroclaw. In the Company's opinion, due to the atypical situation related to the COVID-19 pandemic and a very wide geographical area affected, it is currently difficult to predict how this situation will affect the economic condition and future business decisions of the Company's customers and the market. Still, with regard to the functioning of the Company itself, it should be emphasized that a significant part of its revenues comes from long-term IT outsourcing contracts, which significantly affects the stability of the Company's operations.

The abridged financial statement has not been examined or reviewed by an entity entitled to examination of financial statements.