

Polish Financial Supervisory Authority
Annual report SA-R 2020

(in accordance with par. 82 section 1 (3) of the Regulation of the Minister of Finance of 19th February 2019, Journal of Laws No 33, item 259)
(for issuers of securities whose business activity embraces manufacture, construction, trade and services)

For the financial year 2020, that is for the period from 01.01.2020 to 31.12.2020
and for the previous financial year 2019 that is for the period from 01.01.2019 to 31.12.2019

publishing date: 23.04.2020

TALEX SA (Full name of the issuer)		
TALEX (Abbreviated name of the issuer)		Informatyka (inf) (sector in accordance with classification of Warsaw Stock Exchange)
61-619 (postal code)	Poznań (city)	
Karpia (street)		27 d (number)
061 827 55 00 (phone no)	061 827 55 99 (fax)	
biuro@talex.pl (e-mail)	www.talex.com.pl (www)	
782-00-21-045 (taxpayer registration number)	004772751 (Company registration number)	

PKF Consult Sp. z o.o. with its registered Office in Warsaw

Entity authorized for examination

The annual report contains:

- Opinion of the Independent Statutory Auditor on the financial statement's audit
- Announcement of the Management Board on reliability of the carried out audit
- Announcement of the Management Board on the Entity authorized for issuing audits of financial statements
- Letter from the President of the Management Board
- Annual financial statement
 - Introduction
 - Balance sheet
 - Profit and loss account
 - Statement of changes in equity
 - Cash-flow statement
 - Additional information
- Report of the Management Board (Statement of Issuer's Activity)
 - Report on the adherence to the principles of corporate governance

SELECTED FINANCIAL DATA	PLN in thds		EUR in thds	
	2020	2019	2020	2019
I. Net revenues from sales of products, goods and materials	96,961	88,814	21,671	20,646
II. Profit (loss) from operation activities	4,670	2,798	1,044	650
III. Gross profit (loss)	4,455	2,863	996	666
IV. Net profit (loss)	3,622	2,404	810	559
V. Net cash flows from operating activities	6,137	8,865	1,372	2,061
VI. Net cash flows from investment	-124	-1 228	-28	-285

activities				
VII. Net cash flows from financial activities	-7,982	-6,696	-1,784	-1,557
VIII. Total net cash flows	-1,969	941	-440	219
IX. Total assets	84,447	83,342	18,299	19,571
X. Liabilities and provisions for liabilities	28,038	28,754	6,076	6,684
XI. Long-term liabilities	3,735	4,318	809	1,014
XII. Short-term liabilities	17,745	18,247	3,845	4,285
XIII. Shareholder's equity	56,409	54,588	12,223	12,819
XIV. Share capital	3,000	3,000	650	704
XV. Number of shares	3,000,092	3,000,092	3,000,092	3,000,092
XVI. Profit (loss) per one common share (PLN/EUR)	1.21	0.80	0.00	0.19
XVII. Book value per share (PLN/EUR)	18.80	18.20	4.07	4.23
XVIII. Declared or paid dividend per share (PLN/Eur)	0.70	0.60	0.16	0.14

Rules for conversion of selected financial data into EUR are described in the introduction to SA-R 2020.

Year 2020:

Average rate in the period4.4742
Minimum rate in the period4.2279
Maximum rate in the period.....4.6330
exchange rate on the last day of the period.....4.6148

Year 2019:

Average rate in the period4.3018
Minimum rate in the period.....4,2406
Maximum rate in the period.....4.3891
exchange rate on the last day of the period.....4.2585

OPINION ON THE EXAMINED ANNUAL FINANCIAL REPORT ISSUED BY ENTITY AUTHORIZED FOR AUDITING FINANCIAL REPORTS

File	Description
Talex_2020_Independent_Auditor's_Report_tlx	

REPORT ON THE EXAMINED ANNUAL FINANCIAL REPORT ISSUED BY ENTITY AUTHORIZED FOR AUDITING FINANCIAL REPORTS

File	Description
Report_on_the_audit_of_the_financial_statement_for_2020_tlx	

STATEMENT ON THE RELIABILITY OF THE FINANCIAL REPORT ISSUED BY THE MANAGEMENT BOARD

File	Description
EN_SA-R-2020_statement_par70_s1p6_tlx	

STATEMENT ON THE ENTITY AUTHORIZED FOR AUDITING FINANCIAL REPORTS ISSUED BY THE MANAGEMENT BOARD

File	Description
EN_SA-R-2020_statement_par70_s1p7_tlx	

STATEMENT OF THE SUPERVISORY BOARD ON THE AUDIT COMMITTEE

File	Description

EN_SA-R-2020_statement_par70_s1p8_tlx	
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LETTER OF THE PRESIDENT OF THE MANAGEMENT BOARD

File	Description
EN_Letter_to_Shareholders_2020_tlx	

ANNUAL FINANCIAL REPORT

INTRODUCTION TO THE FINANCIAL REPORT

File	Description
EN_Introduction_to_Annual_Report_2020_tlx	

BALANCE SHEET

	Notes	PLN in thds	
		2020	2019
ASSETS,			
I. Fixed assets		60,013	63,529
1. Intangible assets including:	1	447	554
2. Tangible fixed assets	2	59,098	62,643
3. Long-term receivables	5	468	332
3.1. Deferred tax assets		424	291
3.2. Other prepayments		44	41
II. Current assets		24,434	19,813
1. Inventories	6	773	1,282
2. Short-term receivables	7,8	17,741	10,837
2.1. From other entities		17,741	10,837
3. Short-term investments		5,294	7,263
3.1. Short-term financial assets	9	5,294	7,263
a) Monetary assets and cash equivalents		5,294	7,263
4. Short-term prepayments and accrued income	10	626	431
Total assets		84,447	83,342
I. Equity		56,409	54,588
1. Share capital		3,000	3,000
2. Reserve capital	14	49,787	49,184
3. Profit (loss) from previous years			0
4. Net Profit (loss)		3,622	2,404

II. Liabilities and provisions for liabilities		28,038	28,754
1. Provisions for liabilities	18	832	813
1.1. Deferred income tax provision		47	134
1.2. Provision for retirement benefits and related obligations		782	675
a) Long-term		255	267
b) Short-term		527	408
1.3. Other provisions		3	4
a) Short-term		3	4
2. Long-term liabilities	19	3,735	4,318
2.1. To other entities		3,735	4,318
3. Short term liabilities	20	17,745	18,247
3.1 To other entities		17,745	18,247
4. Prepayments and accrued income	21	5,726	5,376
4.1. Other long-term prepayments and accrued income		5,726	5,376
a) Long-term		4,780	5,025
b) Short-term		946	351
Total liabilities		84,447	83,342
Book value		56,409	54,588
Number of shares		3,000,092	3,000,092
Book value per share (PLN)	22	18.80	18.20

OFF-BALANCE SHEET ITEMS

	Notes	PLN in thds	
		2020	2019
From other entities (on account of)			
Guarantees and securities granted			
1. Contingent liabilities	23	1,041	300
1.1. To other entities (on account of)		1,041	300

- received guarantees and securities		1,041	300
Off-balance items in total		1,041	300

PROFIT AND LOSS ACCOUNT

	Notes	PLN in thds	
		2020	2019
I. Net income from sales of products, goods and materials, including:		96,961	88,814
1. Net income from sales of products	24	57,561	59,845
2. Net income from sales of goods and materials	25	39,400	28,969
II. Costs of sold products, goods and materials, including:		75,562	68,861
1. Manufacturing cost of sold products	26	40,952	42,817
2. Value of sold goods and materials		34,610	26,044
III. Gross profit (loss) on sales		21,399	19,953
IV. Sales costs	26	5,107	5,010
V. General and administrative costs	26	14,520	13,444
VI. Profit (loss) on sales		1,772	1,499
VII. Remaining operating revenues		3,005	1,563
1. Profit on disposal of non-financial fixed assets		711	372
2. Grants		2,206	953
3. Other operating revenues	27	88	238
VIII. Remaining operating expenses		107	264
1. Revaluation of non-financial assets		28	28
2. Other operating expenses	28	79	236
IX. Profit (loss) on operation activity		4,670	2,798
X. Financial revenues	29	120	597
1. Dividends received and share in profits:		7	572
2. Interest, including:		113	25
XI. Financial costs	30	335	532
1. Interest, including:		332	526
2. Other		3	6

XII. Gross profit (loss)		4,455	2,863
XIII. Income tax	33	833	459
a) current value		1,054	
b) deferred value		-221	459
XIV. Net profit (loss)		3,622	2,404
Net profit (loss) (annual)		3,622	2,404
Weighted average number of common shares		3,000,092	3,000,092
Profit (loss) per common share (PLN)	36	1.21	0.80

STATEMENT OF CHANGES IN EQUITY

	PLN in thds	
	2020	2019
I. Shareholders' equity at the beginning of the period (BO)	54,588	55,113
I.a. Restated equity at the beginning of the period (BO)	54,588	55,113
1. Share capital at the beginning of the period (BO)	3,000	3,000
1.1. Share capital at the end of the period	3,000	3,000
2. Reserve capital at the beginning of the period	49,184	46,509
2.1. Changes in reserve capital	603	2,675
a) increases (on account of)	603	2,675
- from profit distribution (above the statutory minimum value)	603	2,675
2.2. Reserve capital at the end of the period	49,787	49,184
3. Profit (loss) from previous years at the beginning of the period	2,404	5,604
3.1. Profit from previous years at the beginning of the period	2,404	6,575
3.2. Profit from previous years at the beginning of the period	2,404	6,575
a) decrease (on account of)	2,404	6,575
- write-off to supplementary capital	604	2,675
-dividend	1,800	3,900
3.3. Profit from previous years at the end of the period	0	0

3.4. Loss from previous years at the beginning of the period		971
a) adjustments of errors	0	971
3.5. Loss from previous years at the beginning of the period, restated	0	971
- settlement of loss		0
3.6. Loss from previous years at the end of the period		0
3.7. Profit (loss) from previous years at the end of the period	3,622	2,404
4. Net result	3,622	2,404
a) net profit	56,409	54,588
II. Shareholders' equity at the end of the period (BZ)	54,309	52,788
III. Shareholders' equity after proposed profit distribution (loss coverage)	3,000	3,000

CASH FLOW STATEMENT

	PLN in thds	
	2020	2019
A. Cash flows from operating activities		
I. Net profit (loss)	3,622	2,404
II. Total adjustments	2,515	6,461
1. Depreciation	6,338	6,682
2. Interest and profit sharing (dividends)	332	526
3. (Profit) loss on investment activity	-733	-365
4. Changes to reserves	19	-1,811
5. Changes to inventories	509	354
6. Changes to receivables	-6,904	7,064
7. Changes to short-term liabilities, excluding borrowings and bank loans	4,794	-1,203
8. Changes in prepayments	-1,837	-5,739
III. Net cash flows from operating activities (I+/-II) – indirect method	-3	953
I. Inflows	823	2,242
1. Purchase of intangible assets and tangible fixed assets	796	2,144
2. Other investment inflows	27	98

II. Outflows	947	3,470
1. Disposal of intangible assets and tangible fixed assets	920	3,372
2. Other investment outflows	27	98
III. Net cash flow from investment activities (I-II)	-124	-1,228
C. Cash flow from financial activities		
I. Inflows	5,855	6,780
1. Credits and loans	4,000	6,361
2. Other financial inflows	1,855	419
II. Outflows	13,837	13,476
1. Dividend and other payments to shareholders	1,800	3,900
2. Repayment of credits and loans	9,285	6,848
3. Payment of liabilities under financial lease agreements	2,420	2,200
4. Interests	332	528
5. Other financial outflows	-7,982	-6,696
III. Net cash flow from financial activities (I-II)	-1,969	941
D. Total net cash flows (A.III+/-B.III+/-C.III)	-1,969	941
E. Balance sheet change in financial assets, including:	7,263	6,322
F. Monetary assets at the beginning of the period	5,294	7,263
G. Monetary assets at the end of the period (F+/- D), including	636	457
- with limited disposability	-7,982	-6,696

ADDITIONAL INFORMATION AND EXPLANATIONS

A. EXPLANATORY NOTES STATEMENT EXPLANATORY NOTES

Note 1 a

INTANGIBLE ASSETS	PLN in thds	
	2020	2019
a) development costs	13	65
b) concessions, patents, licenses and similar values, including:	425	489
-computer software	425	489
c) prepayments for intangible assets	9	

Total intangible assets	447	554
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Development costs concern a hybrid decision support system, with a depreciation time of 2 years, till March 2021.

Note 1 b

CHANGES IN INTANGIBLE ASSETS (ACCORDING TO TYPE-TYPES OF ITEMS/CATEGORIES)							
PLN in thds							
	a	b	c		d	e	Total intangible assets
	Costs of development work termination	Goodwill	Concessions, patents, licenses and similar values, including:,,	-computer software	Other intangible assets	Advance payment for intangible assets	
a) gross value of intangible assets at the beginning of the period	104		3,978	3,978		0	4,082
b) increases (on account of)			104	104		9	113
- from direct purchase			104	104		9	113
c) decrease (on account of)			1	1			1
- liquidation			1	1			1
d) gross value of intangible assets at the end of the period	104		4,081	4,081		9	4,194
e) accumulated amortization (depreciation) at the beginning of the period	39		3,489	3,489			3,528
f) amortization for the period (on account of)	52		167	167			219
- planned deduction	52		168	168			220
- decrease on account of liquidation			1	1			1
g) accumulated amortization (depreciation) at the end of the period	91		3,656	3,656			3,747

h) write-offs on account of an impairment loss at the beginning of the period							0
- increase							0
- decrease							0
i) write-offs on account of an impairment loss at the end of the period							0
j) net value of intangible assets at the end of the period	13		425	425		9	447

Note 1c

INTANGIBLE ASSETS (PROPERTY STRUCTURE)	PLN in thds	
	2020	2019
a) own	447	554
Total intangible assets	447	554

Note 2a

TANGIBLE FIXED ASSETS	PLN in thds	
	2020	2019
a) fixed assets, including:	58,959	62,603
-land (perpetual usufruct of land)	2,257	2,257
-buildings, premises, civil and water engineering structures	41,291	42,411
-technical equipment and machines	12,850	14,303
-motor vehicles	1,008	1,785
-other tangible fixed assets	1,553	1,847
b) Tangible fixed assets under construction	139	40
Total tangible fixed assets	59,098	62,643

Note 2b

CHANGES IN TANGIBLE FIXED ASSETS (BY TYPE)						
PLN in thds						
	land (perpetual usufruct of land)	buildings, premises, civil and water engineering structures	technical equipment and machines	motor vehicles	other tangible fixed assets	Total tangible fixed assets
a) Gross value of tangible fixed assets at the beginning of the period	2,257	54,438	34,903	3,426	7,035	102,059
b) increases (on account of)		573	1,777	5	181	2,536
-from direct purchase in 2020		227	254		140	621
- lease		346	1,523	0	41	1,910
- repurchase of leased asset		0	0	5	0	5
c) decreases (on account of)		122	604	582	11	1,319
-sales		0	555	55	0	610
-liquidation		122	49	0	11	182
- lease agreement termination		0	0	527	0	527
d) Gross value of tangible fixed assets at the end of the period	2,257	54,889	36,076	2,849	7,205	103,276
e) accumulated amortization (depreciation) at the beginning of the period		12,027	20,600	1,641	5,188	39,456
f) depreciation for the period (on account of)		1,571	2,626	200	464	4,861
-planned depreciation		1,650	3,225	766	475	6,116
-decreases on account of sales		0	555	39	0	594
-decreases on account of liquidation		79	44	0	11	134
- lease agreement termination		0	0	527	0	527
g) accumulated amortization (depreciation) at the end of the period		13,598	23,226	1,841	5,652	44,317
h) write-offs due to permanent loss in value at the beginning of the period						0

-increase						0
-decrease						0
i) write-offs due to permanent loss in value at the end of the period						0
j) net value of fixed assets at the end of the period	2,257	41,291	12,850	1,008	1,553	58,959

Note 2c

BALANCE TANGIBLE FIXED ASSETS (PROPERTY STRUCTURE)	PLN in thds	
	2020	2019
a) proprietary	52,641	55,887
b) used based on tenancy or rental agreement including lease agreement, including:	6,318	6,716
- lease agreements	6,318	6,716
Total balance tangible assets	58,959	62,603

Note 2d

OFF-BALANCE SHEET TANGIBLE FIXED ASSETS	PLN in thds	
	2020	2019
The Company has entered into a number of lease and tenancy agreements for properties used in its business activities, including:		
- a contract for the lease of land with buildings situated in Poznań at ul. Karpia		
- 15 lease agreements for premises used as offices and warehouses in branches of the Company		

Note 3a

LONG-TERM RECEIVABLES	PLN in thds	
	2020	2019
Items not listed		

Note 3b

CHANGES IN RECEIVABLE BALANCE (BY TITLE)	PLN in thds	
	2020	2019
Item not listed.		

Note 3c

CHANGES IN LONG-TERM RECEIVABLES REVALUATION WRITE-OFFS	PLN in thds	
	2020	2019
Item not listed		

Note 3d

LONG-TERM RECEIVABLES	PLN in thds	
	2020	2019

-		
Item not listed		

Note 4a

CHANGES IN IMMOBILITIES (BY TYPE)	PLN in thds	
	2020	2019
Item not listed		

Note 4b

CHANGES IN INTANGIBLE ASSETS (BY TYPE)	PLN in thds	
	2020	2019
Item not listed		

Note 4c

LONG-TERM FINANCIAL ASSETS	PLN in thds	
	2020	2019
Item not listed		

Note 4d

SHARES IN SUBORDINATED ENTITIES APPRAISED BY EQUITY METHOD	PLN in thds	
	2020	2019
Item not listed		

Note 4e

CHANGES IN GOODWILL – RELATED ENTITIES	PLN in thds	
	2020	2019
Item not listed		

Note 4f

CHANGES IN GOODWILL – INTERRELATED ENTITIES	PLN in thds	
	2020	2019
Item not listed		

Note 4g

CHANGES IN GOODWILL – ASSOCIATED ENTITIES	PLN in thds	
	2020	2019
Item not listed		

Note 4h

CHANGES IN GOODWILL – RELATED ENTITIES	PLN in thds	
	2020	2019
Item not listed		

Note 4i

CHANGES IN THE NEGATIVE GOODWILL – INTERRELATED ENTITIES	PLN in thds	
	2020	2019
Item not listed		

Note 4j

CHANGES IN THE NEGATIVE GOODWILL – ASSOCIATED ENTITIES	PLN in thds	
	2020	2019
Item not listed		

Note 4k

CHANGES IN LONG-TERM FINANCIAL ASSETS (BY TYPE)	PLN in thds	
	2020	2019
Item not listed		

Note 4l

SHARES IN SUBORDINATED ENTITIES												
Order number	PLN in thds											
	a	b	c	d	e	f	g	h	i	j	k	l
	Name (company) of the entity with the indication of its legal status	location	Type of activity (company's main activity/function)	Type of connection (subsidiary, co-subsidiary, affiliate, with the details of direct and indirect relations	Applied consolidation method/ Equity or proportionate method appraisal or indication that the entity is not subject to consolidation/equity or proportionate method of appraisal)	Date of control seizure/shared -control seizure/obtaining significant influence	Value of shares according to purchase price	Revaluation adjustments (total)	Balance value of shares	Percentage of owned share capital	Number of the total votes in the General Meeting of Shareholders	Indication of a different type of control/shared-control/significant influence than indicated in points j) and k)
Item not listed												

Note 4m

SHARES IN SUBORDINATED ENTITIES								
	PLN in thds							
	a	m	n	o	p	r	s	t
		Equity including:	Liabilities and provisions for liabilities, including:	Receivables, including:	Total assets	Sales revenues	Value of shares in the unit unpaid by issuer	Dividends from the unit for the previous financial year received or accrued

		-share capital	- reserve capital	Remaining equity, including		-long-term liabilities	-short-term liabilities	-long-term receivables	-short-term receivables				
				Profit (loss) from the previous years	Net profit (loss)								
Item not listed													

Note 4n

SHARES IN REMAINING ENTITIES										
PLN in thds										
a	b	c	d	e	f	g	h	j		
Name (company) of the unit with the indication of its legal status	location	Type of activity (company's main activity/function)	Balance value of shares	Equity including:		Percentage of owned share capital	Number of the total votes in the General Meeting of Shareholders	Value of shares in the unit unpaid by issuer	Dividends from the entity for the previous financial year received or accrued	
				-share capital						
Item not listed										

Note 4o

SECURITIES, SHARES AND OTHER LONG-TERM FINANCIAL ASSETS (CURRENCY STRUCTURE)	entity	currency	PLN in thds	
			2020	2019
B1. in currency				
Item not listed				

Note 4p

SECURITIES, SHARES AND OTHER LONG-TERM FINANCIAL ASSETS (ACCORDING TO MARKETABILITY)	PLN in thds	
	2020	2019
Item not listed		

Note 4q

GRANTED LONG-TERM LOANS (CURRENCY STRUCTURE)	PLN in thds	
	2020	2019
Item not listed		

Note 4r

OTHER LONG-TERM INVESTMENTS (BY TYPE)	PLN in thds	
	2020	2019
Item not listed		

Note 4s

CHANGES IN THE BLANACE OF OTHER LONG-TERM INVESTMENTS (BY TYPE)	PLN in thds	
	2020	2019
Item not listed		

Note 5a

CHANGE IN THE BLANACE OF ASSETS DUE TO DEFERRED INCOME TAX	PLN in thds	
	2020	2019
1. Balance of assets due to deferred income tax at the beginning of the period, including:	291	767
a) attributed to the financial result	291	767
2. Increases	715	1,211
a) attributed to the financial result of the period with regard to negative temporary differences (on account of)	715	1,211
-unpaid remunerations	21	11
- provision for employees benefits	20	2
- creation of other provision for costs	1	1
- invoiced and paid-up services in the future periods	186	23
- creation of revaluation write-off of inventories	6	5
- tax loss occurrence	481	1,166
- entry in the accounts of unnotified interest	0	3
- differences in tax depreciation		
3. Decreases	582	1,687
a) attributed to the financial result of the period with regard to negative temporary differences (on account of)	582	1,687
- payment of remuneration for previous periods	27	336
- execution of deliveries of goods and services	72	153
- update of valuation of IRS transaction	1	3
- termination of the provision for unused holiday leaves		19
- use or dissolution of remaining reserves	1	1
- difference in tax depreciation		5
- payment of overdue interest		4
- tax loss decrease	481	1,166
4. Total deferred income tax assets at the end of the period, including:	424	291

a) attributed to the financial result	424	291
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Note 5b

OTHER ACCRUALS	PLN in thds	
	2020	2019
a) deferred expenditures; prepaid expenses	44	41
- trademark fee, service assistance fee	44	41
Other accruals in total	44	41

Note 6a

INVENTORIES	PLN in thds	
	2020	2019
a) materials	384	437
b) semi-finished products and production in progress	2	3
c) goods	357	809
d) advances on deliveries and services	30	33
Total inventories	773	1,282

In accordance with the National Accounting Standard No. 4: "Impairment of Assets" the real value of stock inventory in Service Magazine has been evaluated. As a result, the revaluation of inventories of service materials has been written-off as at 31.12.2020 in the amount of PLN 244 thousand. In the above Note, the value of materials has been demonstrated in the net amount including the write-off.

Note 7a

SHORT-TERM RECIVABLES	PLN in thds	
	2020	2019
a) receivables from remaining entities	17,741	10,837
-on account of deliveries and services with a repayment period of:	17,589	10,376
-no more than 12 months	17,589	10,376
-on account of taxes, grants, customs, social and health insurances and other public (law) liabilities	54	370
-other	98	91
Total net short-term receivables	17,741	10,837

b) receivables revaluation write-offs	1,118	1,106
Total gross short-term receivables	18,859	11,943

Note 7b

SHORT-TERM RECEIVABLES FROM RELATED ENTITIES	PLN in thds	
	2020	2019
Item not listed		

Note 7c

SHORT-TERM RECEIVABLES FROM REMAINING ENTITIES, IN WHICH THE ISSUER HOLDS SHARES IN CAPITAL	PLN in thds	
	2020	2019
Item not listed		

Note 7d

SHORT-TERM RECEIVABLES FROM REMAINING ENTITIES	PLN in thds	
	2020	2019
a) on account of deliveries and services, including:	17,589	10,376
- from other entities	17,589	10,376
b) –on account of taxes, grants, customs, social and health insurances and other public (law) liabilities	53	370
c) other, including:	98	91
- from other entities	98	91
Total net short-term receivables	17,741	10,837
b) receivables revaluation write-offs	1,118	1,106
Total gross short-term receivables	18,859	11,943

Note 7e

CHANGES IN REVALUATION WRITE-OFFS TO SHORT-TERM RECEIVABLES	PLN in thds	
	2020	2019
At the beginning of the period	1,106	1,252
a) increases on account of	12	13
- foreign exchange differences	12	13

b) decreases on account of		159
- expiry of the period of prescription of claims		139
- foreign exchange differences		17
- payments		3
SHORT-TERM RECEIVABLES WRITE-OFFS AT THE END OF THE PERIOD	1,118	1,106

Note 7f

GROSS SHORT-TERM RECEIVABLES (CURRENCY STRUCTURE)	unit	currency	PLN in thds	
			2020	2019
a) in Polish currency			15,937	10,367
b) in foreign currencies			2,922	1,576
b1. In currency	In thds	EUR	484	369
recalculated into thousands of PLN			2,233	1,571
b2. In currency	In thds	USD	183	1
recalculated into thousands of PLN			689	5
Total short-term receivables			18,859	11,943

Note 7g

RECEIVABLES ON ACCOUNT OF DELIVERIES AND SERVICES (GROSS)-WITH REPAYMENT PERIOD OF:	PLN in thds	
	2020	2019
a) no more than 1 month from the day of publishing the balance sheet	14,248	8,098
b) between 1 and 3 months from the day of publishing the balance sheet	2,848	1,436
c) overdue payments	1,611	1,948
Total (gross) receivables on account of deliveries and services	18,707	11,482
d) Receivables revaluation write-offs on account of deliveries and services.	1,118	1,106
Total (net) receivables on account of deliveries and services	17,589	10,376

Note 7h

RECEIVABLES (GROSS) ON ACCOUNT OF DELIVERIES	PLN in thds
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AND SERVICES, OVERDUE PAYMENTS – DIVIDED BY RECEIVABLES UNPAID WITHIN:	2020	2019
a) no more than 1 month	380	748
b) between 1 and 3 months	114	68
c) more than 1 year		26
Total gross receivables on account of deliveries and services, overdue payments	1,117	1,106
d) Receivables revaluation write-offs on account of deliveries and services, overdue.	1,611	1,948
Total net receivables on account of deliveries and services, overdue payments	1,118	1,106

Note 8a

<p>DISPUTED AND OVERDUE RECEIVABLES Disputed receivables – do not occur Overdue receivables occur only on account of deliveries and services and have been shown in Note 7h.</p>

File	Description

Note 9a

SHORT TERM FINANCIAL ASSETS	PLN in thds	
	2020	2019
a) cash and other financial assets	5,294	7,263
-in cash and in bank accounts	5,294	7,263
Total short term financial assets	5,294	7,263

Note 9b

SECURITIES, SHARES AND OTHER SHORT-TERM FINANCIAL ASSETS (CURRENCY STRUCTURE)	entity	currency	PLN in thds	
			2020	2019
-				

Item not listed

Note 9c

SECURITIES, SHARES AND OTHER SHORT-TERM FINANCIAL ASSETS (BY MARKETABILITY)	PLN in thds	
	2020	2019
Item not listed		

Note 9d

GRANTED SHORT-TERM LOANS (CURRENCY STRUCTURE)	entity	currency	PLN in thds	
			2020	2019
Other currencies in PLN thds.				
Items not listed				

Note 9e

CASH AND FINANCIAL ASSETS (CURRENCY STRUCTURE)	entity	currency	PLN in thds	
			2020	2019
a) in Polish currency			4,840	7,120
b) in foreign currencies (by currencies; recalculated into PLN)			453	143
b1. In currency	in thds	USD	1,136	34
recalculated into PLN thds			42	1
b2. In currency	in thds	EUR	89	33
recalculated into PLN thds			411	142
Total cash and other financial assets			5,293	7,263

Note 9f

SHORT-TERM INVESTMENTS (BY TYPE)	entity	currency	PLN in thds	
			2020	2019
Item not listed				

Note 9g

SHORT-TERM INVESTMENTS (CURRENCY STRUCTURE)	entity	currency	PLN in thds	
			2020	2019
B1. In currency				
Item not listed				

Note 10a

SHORT-TERM PREPAYMENTS AND ACCRUED INCOME	PLN in thds	
	2020	2019
a) active short-term prepayments and accrued income, including:	626	431
-insurances	338	231
-software maintenance and partnership payments	200	119
-subscriptions	6	6
-connections and access to the Internet	4	43
- prepayment to job advertisements	4	15
- prepayment to training services	11	17
- purchase of ecologic services	33	
- purchase of other services realized in the future periods	30	
Total short-term prepayments and accrued income	626	431

Note 11a

OWN SHARES				
PLN in thds				
Amount	Value of purchase price	The carrying amount	The purpose of purchase	destination
Item not listed				

Note 11b

ISSUER'S SHARES OWNED BY SUBORDINATED ENTITIES			
PLN in thds			
Entity name (company),	amount	Value of purchase price	The carrying amount

headquarters			
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Note 12a

In accordance with the provisions of the National Accounting Standard No. 4: "Impairment of Assets" the real value of warehouse stocks in the Service Warehouse was assessed, which resulted in revaluation write-downs on inventory of service materials. As at 31.12.2020 the write-down amounted to PLN -215 thousand.

Note 13a

EQUITY (STRUCTURE)								
PLN in thds								
Series/Issue	Share type	Type of share preference	Type of limitation of rights to shares	Number of shares	Value of series/issue by nominal value	Type of capital cover	Registration date	Dividend eligibility (from date)
A series shares	Registered, preference	Voting preference: 5 votes per each share		102,000	102	Non-financial contribution	09.04.1998	01.01.1998
B series shares	Common registered			849,000	849	Non-financial contribution	10.06.1998	01.01.1998
C series shares	Common bearer			450,000	450	Financial contribution	10.06.1998	09.04.1998
D series shares	Common registered			889,092	889	Non-financial contribution	21.09.1998	01.01.1999
E series shares	Common bearer			710,000	710	Financial contribution	17.10.2000	01.01.2000
Total number of shares				3,000,092				
Total equity					3,000			
Nominal value of share		1.00						

Note 14a

RESERVER CAPITAL	PLN in thds	
	2020	2019
a) from selling shares above their nominal value	19,880	19,880

b) established statutorily	1,000	1,000
c) established according to the statute/agreement, above the (minimal) value required by law	28,791	28,188
d) other (by type)	116	116
- revaluation of tangible fixed assets	60	60
- sale of own shares at a price higher than their purchase price	56	56
Total reserve capital	49,787	49,184

Note 15a

REVALUATION RESERVE CAPITAL	PLN in thds	
	2020	2019
Item not listed		

Note 16a

REMAINING RESERVE CAPITAL (BY ALLOCATION)	PLN in thds	
	2020	2019
Item not listed		

Note 17a

NET PROFIT WRITE-OFFS DURING THE FINANCIAL YEAR (ON ACCOUNT OF)	PLN in thds	
	2020	2019
Item not listed		

Note 18a

CHANGES IN PROVISIONS ON ACCOUNT OF DEFERRED INCOME TAX	PLN in thds	
	2020	2019
1.Provision on account of deferred income tax at the beginning of the period, including:	134	151
a) referred to financial results	134	151
- on account of tax-deductible cost of ST liquidation (fencing)	24	13
- due to positive difference in tax depreciation p .lease	15	36
- on account of write-off of revenues due	95	102
2. Increases	88	263

a) referred to financial results from the period on account of temporary difference (on account of)	88	263
- positive difference in tax depreciation	8	20
-deferred income	80	243
3. Decreases	175	280
a) referred to financial results from the period on account of temporary difference (on account of)	175	280
- use of reserves on account of tax amortization	30	31
- execution of accrued revenues	145	249
4. Total provisions on account of deferred income tax at the end of the period	47	134
a) referred to financial result	47	134

Note 18b

CHANGES IN LONG-TERM PROVISIONS FOR RETIREMENT BENEFITS AND RELATED OBLIGATIONS (BY TITLE)	PLN in thds	
	2020	2019
a) at the beginning of the period	267	229
b) increases (on account of)	23	44
- increase in employment and remunerations	23	44
c) dissolution of (on account of)	35	6
- transfer to short-term reserve	35	6
d) at the end of the period	255	267

Note 18c

CHANGES IN SHORT-TERM PROVISIONS FOR RETIREMENT BENEFITS AND RELATED OBLIGATIONS (BY TITLE)	PLN in thds	
	2020	2019
a) at the beginning of the period	408	536
b) increase (on account of)	127	6
- transfer from long-term reserve	35	6
- creation of provision for unused holiday leaves	92	

c) use (on account of)	8	134
- payment of retirement benefit	8	32
- use of unused holiday leaves		102
d) at the end of the period	527	408

Note 18d

CHANGES IN REMAINING LONG-TERM PROVISIONS (BY TITLE)	PLN in thds	
	2020	2019
Item not listed.		

Note 18e

CHANGES IN REMAINING SHORT-TERM PROVISIONS (BY TITLE)	PLN in thds	
	2020	2019
a) at the beginning of the period	4	1,708
b) increases (on account of)	3	4
- costs of unpaid media delivery	3	4
c) use (on account of)	4	1,708
- receipt of invoices for the media	4	5
d) dissolution (on account of)		1,703
e) at the end of the period		0

Note 19a

LONG-TERM LIABILITIES	PLN in thds	
	2020	2019
cc) towards other entities	3,735	4,318
- other financial liabilities, including:	3,735	4,318
-financial lease agreements	3,735	4,318
Total long-term liabilities	3,735	4,318

Note 19b

LONG-TERM LIABILITIES OF A REPAYMENT DATE REMAINING FROM THE BALANCE SHEET DATE:	PLN in thds	
	2020	2019
a) between 1 year and 3 years	3,212	4,246
b) between 3 years and 5 years	523	72
Total long-term liabilities	3,735	4,318

Note 19c

LONG-TERM LIABILITIES (CURRENCY STRUCTURE)	PLN in thds	
	2020	2019
a) in Polish currency	3,735	4,318
Total long-term liabilities	3,735	4,318

Note 19d

LONG-TERM LIABILITIES ON ACCOUNT OF CREDITS AND LOANS													
PLN in thds													
Name (company) of the entity with the indication of its legal status	location	Loan/credit according to agreement				Remaining loan/credit				Interest rate	Repayment date	Securities	Other
		PLN in thds	In currency	entity	currency	PLN in thds	In currency	entity	currency				
Item not listed.													

Note 19e

LONG-TERM LIABILITIES ON ACCOUNT OF ISSUED DEBT FINANCIAL INSTRUMENTS							
PLN in thds							
Debt financial instruments by type	Nominal value	Interest rate	Repurchase term	Guarantees/securities	Additional rights	Quotation market	Other
Item not listed.							

Note 20a

SHORT-TERM LIABILITIES	PLN in thds	
	2020	2019
cc) towards other entities	17,745	18,247
- credits and loans	3,000	8,285
- long-term during repayments		1,924
- other financial liabilities, including	2,201	2,129
- on account of lease agreement	2,201	2,126
- on account of IRS transaction		3
- on account of deliveries and services in due period:	7,930	3,784

- no more than 12 months	7,899	3,784
- advance payments on deliveries and services	31	
- on account of taxes, grants, social and health insurances and other public (law) liabilities	264	423
- on account of remunerations	4,067	3,182
- other (by type)	229	255
- remaining liabilities towards employees	54	189
- liabilities due to purchase of fixed assets	9	9
- on account of insurances	23	125
- other	7	45
Total short-term liabilities	15	10

Note 20b

LONG-TERM LIABILITIES (CURRENCY STRUCTURE)			PLN in thds	
			2020	2019
a) in Polish currency			15,443	17,146
b) in foreign currencies (by currency and recalculated into PLN thds)			2,302	1,101
b1. In currency	in thds	EUR	357	258
recalculated into PLN thds			1,645	1,101
b1. In currency			175	
recalculated into PLN thds			657	
Total short-term liabilities			17,745	18,247

Note 20c

SHORT-TERM LIABILITIES ON ACCOUNT OF CREDITS AND LOANS													
PLN in thds													
Name (company) of the entity with the indication of its legal status	location	Loan/credit according to agreement				Remaining loan/credit				Interest rate	Repayment date	Securities	Other
		PLN in thds	In currency	entity	currency	PLN in thds	In currency	entity	currency				
Santander Bank Polska	Rynek 4 Wrocław	3,000		In thds	PLN	3,000		In thds	PLN	WIBOR rate + margin	31.03.2020	joint-stock mortgage on the Company's real estate	

Note 20d

LONG-TERM LIABILITIES ON ACCOUNT OF ISSUED DEBT FINANCIAL INSTRUMENTS						
PLN in thds						
Debt financial instruments by type	Nominal value	Interest rate	Repurchase term	Guarantees/securities	Additional rights	Other
Item not listed						

Note 21a

CHANGES IN NEGATIVE GOODWILL	PLN in thds	
	2020	2019
Item not listed		

Note 21b

OTHER PREPAYMENTS AND ACCURED INCOME	PLN in thds

	2020	2019
a) accrued income	5,726	5,376
- long-term (by title)	4,780	5,025
- subsidy on fixed assets to server room	337	349
- subsidy to "IT Centre" building project	4,443	4,676
-short-term (by title)	946	351
- subsidy on fixed assets to server room	12	36
- subsidy to "IT Center" building project	233	315
- invoiced, unrealized services	701	
Other prepayments and accrued income in total	5,726	5,376

Note 22a

<p>Book value per share is equal to the quotient of book value and number of shares: Book value:PLN 56,409 thousand Number of shares.....3,000 thousand Book value per share.....PLN 18.80 (56,409/3000) Diluted book value is not counted due to not expected changes in the number of shares.</p>	
File	Description

OFF-BALANCE ITEMS-EXPLANATORY NOTES

Note 23a

CONTINGENT LIABILITIES FROM RELATED ENTITIES (ON ACCOUNT OF)	PLN in thds	
	2020	2020
Item not listed.		

Note 23b

CONTINGENT LIABILITIES (ON ACCOUNT OF)	PLN in thds	
	2020	2019
a) remaining (on account of)	1,041	300
- to other entities	1,041	300

Total contingent liabilities	1,041	300
------------------------------	-------	-----

This should include contingent liabilities secured on the assets of the issuer / affiliates / other entities in which the issuer holds shares in the capital / partner of a co-subsiary / significant investor (indicating the type of collateral).

PROFIT AND LOSS-EXPLANATORY NOTES

Note 24a

NET REVENUES FROM SALES OF PRODUCTS	PLN in thds	
	2020	2019
- from remaining entities	57,561	59,844
- installation and IT environment maintenance services	18,116	19,255
- Data Center services	13,689	12,698
- software services	11,571	13,068
- outsourcing of IT services	8,810	11,258
- IT integration	5,058	3,136
- other	317	429
Total net revenues from sales of products	57,561	59,844

Note 24b

NET REVENUES FROM SALES OF PRODUCTS (TERRITORIAL STRUCTURE)	PLN in thds	
	2020	2019
a) Poland	57,561	59,844
from the remaining entities	57,561	59,844
Total net revenues from sales of products, together	57,561	59,844
- from the remaining entities	57,561	59,844

Note 25a

NET REVENUES FROM SALES OF GOODS AND MATERIALS (SALES REVENUES BY ITEM/CATEGORY-TYPES OF ACTIVITY)	PLN in thds	
	2020	2019
- wholesale of computers and peripheral equipment	39,383	28,957
- remaining retail wholesale	17	12
Total net revenues from sales of goods and materials	39,400	28,969
- from the remaining entities	39,400	28,969

Note 25b

NET REVENUES FROM SALES OF GOODS AND MATERIALS (TERRITORIAL STRUCTURE)	PLN in thds	
	2020	2019
a) Poland	37,977	28,969
- from remaining entities	37,977	28,969
b) export	1,423	
- from remaining entities	1,423	
Total net revenues from sales of goods and materials	39,400	28,969

Note 26a

COSTS BY TYPE	PLN in thds	
	2020	2019
a) amortization	6,338	6,682
b) consumption of materials and energy	6,938	6,531
c) external services	10,686	10,229
d) taxes and fees	778	752
e) remunerations	28,254	29,616
f) social insurances and other services, including retirement	6,593	6,482
g) remaining prime costs (on account of)	992	1,077
- business travel	186	357
- advertisement and representational costs	185	182
- asset insurance	621	538
Total costs by type	60,579	61,369
Manufacturing cost of products for internal purposes (negative value)		104
Costs of sales (negative value)	5,107	5,009
General management costs (negative value)	14,520	13,440
Manufacturing cost of the sold products	40,952	42,816

Note 27a

OTHER OPERATIONAL REVENUES	PLN in thds	
	2020	2019
a) remaining, including:	88	238
-remuneration of a taxpayer	7	9
- cash bonus	26	8
-transport accidents compensations	26	81
- compensations for damages in current assets		1
- compensation for the property loss	23	134
- payment of written-off receivables		3
- charges for using officials cars for private purposes	6	
- others		2
Other operational revenues in total	88	238

Note 28a

OTHER OPERATIONAL COSTS	PLN in thds	
	2020	2019
a) remaining, including:	88	238
- compensations and contractual penalties	7	9
- liquidation of inventories	26	8
- liquidation of fixed assets	26	81
- legal and enforcement costs		1
- removal costs of damages to vehicles	23	134
- faultless shortages and damages in current assets		3
- revaluation of write-down of receivables in Euro	6	
- removal costs of damages in the company's assets		2
- donations on current assets	88	238
- other	88	238
Other operating costs, total	7	9

Note 29a

FINANCIAL REVENUES ON ACCOUNT OF DIVIDENDS AND SHARES IN PROFIT	PLN in thds	
	2020	2019
Item not listed.		

Note 29b

FINANCIAL REVENUES ON ACCOUNT OF INTEREST	PLN in thds	
	2020	2019
a) remaining interest	7	572
from remaining entities	7	572
Total financial revenues on account of interest	7	572

Note 29c

OTHER FINANCIAL REVENUES	PLN in thds	
	2020	2019
a) positive exchange rate differences	110	6
-realised	663	7
- foreign exchange gains realised	103	46
- foreign exchange losses realised	-593	-39
- unrealised	-603	0
- foreign exchange gains not realized		7
--negative exchange rate differences not realized		-7
b) remaining, including:	3	19
- valuation of IRS transaction	3	19
Other financial revenues in total	113	25

Note 30a

FINANCIAL COSTS ON ACCOUNT OF INTEREST	PLN in thds	
	2020	2019

a) from credits and loans	85	241
- to other entities	85	241
b) remaining interest	247	285
- for other entities, including:	247	285
Total financial costs on account of interest	332	526

Note 30b

OTHER FINANCIAL COSTS	PLN in thds	
	2020	2019
a) remaining, including:	3	6
- remaining lease costs	3	6
Other financial costs in total	3	6

Note 31a

A SHARE IN THE NET PROFIT (LOSS) OF THE SUBSIDIARIES MEASURED BY EQUITY METHOD	PLN in thds	
	2020	2019
Item not listed.		

Note 32a

PROFIT (LOSS) ON THE SALE OF A PART OR TOTAL HOLDINGS IN SUBSIDIARIES AND ASSOCIATES
Item not listed.

Note 33a

CURRENT INCOME TAX	PLN in thds	
	2020	2019
1. Gross profit (loss)	4,455	2,863
2. Differences between gross profit (loss) and income tax base (by title)	1,381	2,612
- permanent	218	95

- temporary	1,163	2,517
- minus discount on R&D activity	-290	-251
3. Basic income tax taxation	5,545	0
4. Income tax of 19%	1,054	0
5. Increases, abandonments, exemptions, deductions and reductions of tax		0
6. Current income tax included (shown) in the declaration, including:	1,054	0
- shown in the profit and loss account	1,054	0

Note 33b

DEFERRED TAX PRESENTED IN PROFIT AND LOSS ACCOUNT	PLN in thds	
	2020	2019
-decreases (increases) on account of occurring and diverting temporary differences	-221	459
-Total deferred income tax	-221	459

Note 33c

DEFERED TAX IN TOTAL	PLN in thds	
	2020	2019
Item not listed		

Note 33d

INCOME TAX PRESENTED IN PROFIT AND LOSS ACCOUNT REGARDING	PLN in thds	
	2020	2019
Item not listed		

Note 34a

REMAINING, OBLIGATORY DECREASES OF PROFIT (INCREASES OF LOSS) ON ACCOUNT OF:	PLN in thds	
	2020	2019
Item not listed		

Note 35a

The Management Board of Talex S.A. will propose the payment of dividend for 2020 in the amount of PLN 0.70 per share and allocation of remaining part of the profit to the supplementary capital.

Note 36a

Book value per share is equal to the quotient of book value and number of shares:

Net profit for 2020: PLN 3,622 thousand

Number of shares PLN 3,000 thousand

Profit per share..... PLN 1.21

File	Description

EXPLANATORY NOTES TO CASH FLOW STATEMENT

File	Description
EN_Explanatory_note_to_the_cash_flow_statement_EN_SA-R-2020_tlx	

CASH FLOWS FROM OPERATING ACTIVITIES (DIRECT METHOD)	PLN in thds	
	2020	2019
I. Net profit (loss)	3,622	2,404
II. Total adjustments	2,515	6,461
1. Depreciation	6,338	6,682
2. Interest and profit sharing (dividends)	332	526
3. (Profit) loss on investment activity	-733	-365
4. Changes to reserves	19	-1,811
5. Changes to inventories	509	354

6. Changes to receivables	-6,904	7,064
7. Changes to short-term liabilities, excluding borrowings and bank loans	4,794	-1,203
8. Changes in prepayments	-1,837	-5,739
9. Other corrections		953
10. VAT refund from the Tax Inspection Office (UKS)		971
11. Revaluation of IRS transaction	-3	-18
III. Net cash flows from operating activities (I+/-II) – indirect method	6,137	8,865

B. ADDITIONAL EXPLANATORY NOTES

File	Description
EN_Additional_notes_to_AnnualReport_2020_tlx	

SIGNATURES

SIGNATURES OF ALL BOARD OF DIRECTORS MEMBERS			
Date	Name and last name	Function	Signature
2021-04-23	Janusz Goczałek	President of the Management Board	
2021-04-23	Jacek Klauziński	Vice-president of the Management Board	
2021-04-23	Andrzej Rózga	Vice-president of the Management Board	
2021-04-23	Rafał Szalek	Member of the Management Board	
2021-04-23	Radosław Wesółowski	Member of the Management Board	

Signature of the person entrusted with keeping the accounting books			
Date	Name and last name	Function	Signature
2021-04-23	Dorota Wójcik	Chief accountant	

THE REPORT OF BOARD OF DIRECTORS (REPORT ON ISSUER'S ACTIVITY)

File	Description
EN_Report_of_Management_Board_2020_tlx	

THE CORPORATE GOVERNANCE STATEMENT

EN_Report_adherence_corporate_governance_2020_tlx	
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**THE ASSESSMENT OF THE SUPERVISORY BOARD ON THE COMPANY'S
MANAGEMENT REPORT AND THE FINANCIAL STATEMENTS OF THE
COMPANY**

File	Description
EN_SA-R 2020_assesment_70_slp14_tlx	