

POLISH FINANCIAL SUPERVISORY AUTHORITY

Quarterly report SA-Q

3 / 2023

quarter /

year

(in accordance with par. 82 section 1 (1) of the Regulation of the Minister of Finance of 19th February 2009, Journal of Laws No. 33, item 259)

(for issuers of securities whose business activity embraces manufacture, construction, trade and services)

For the Third quarter of the financial year 2023, that is for the period from 2023-07-01 to 2023-09-30

publishing date: 2023-11-22

(full name of the issuer) **TALEX SA**

(short name of the issuer) **TALEX**

(sector in accordance with classification of Warsaw Stock Exchange) **Informatyka (inf)**

(postal code) **61-619** (city) **Poznań**

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(taxpayer registration No.) **782-00-21-045**

(company registration No.) **004772751**

| SELECTED FINANCIAL DATA | PLN in thousands | | EUR in thousands | |
|---|---|---|---|---|
| | 3 quarters cumulatively / 2023, from 2023-01-01 to 2023-09-30 | 3 quarters cumulatively / 2022, from 2022-01-01 to 2022-09-30 | 3 quarters cumulatively / 2023, from 2023-01-01 to 2023-09-30 | 3 quarters cumulatively / 2023, from 2023-01-01 to 2023-09-30 |
| I. Net revenues from sales of products, goods and materials | 55,770 | 56,478 | 12,184 | 12,047 |
| II. Profit (loss) from operation activities | -3,293 | -155 | -719 | -33 |
| III. Gross profit (loss) | -3,763 | -378 | -822 | -81 |
| IV. Net profit (loss) | -3,098 | -404 | -677 | -86 |
| V. Net cash flows from operating activities | -5,038 | -2,229 | -1,101 | -475 |
| VI. Net cash flows from investment activities | 551 | -1,624 | 120 | -346 |
| VII. Net cash flows from financial activities | 1,482 | 1,807 | 324 | 385 |
| VIII. Total net cash flows | -3,005 | -2,046 | -657 | -436 |
| IX. Total assets | 71,681 | 76,053 | 15,463 | 16,216 |
| X. Liabilities and provisions for liabilities | 23,694 | 24,968 | 5,111 | 5,324 |
| XI. Long-term liabilities | 2,133 | 2,174 | 460 | 464 |
| XII. Short-term liabilities | 14,852 | 15,571 | 3,204 | 3,320 |
| XIII. Shareholder's equity | 47,987 | 51,085 | 10,352 | 10,893 |
| XIV. Share capital | 3,000 | 3,000 | 647 | 640 |
| 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) | | -1,80 | | -0,38 |
| Diluted profit (loss) per one common share (PLN/EUR) | | | | |
| XVII. Book value per share (PLN/EUR) | | 16,31 | | 3,35 |
| Diluted book value per share (PLN/EUR) | | | | |
| XVIII. Declared or paid dividend per share (PLN/EUR) | | | | |

Principles for converting key items in the financial statements into EURO.
Conversion into euros was made as follows: For items I to VIII and XVI an average exchange rate for the period in question was applied, calculated as the arithmetic mean of the NBP's For items I to VIII and XVI, the average exchange rate for the period was applied, calculated as the arithmetic mean of the exchange rates of the National Bank of Poland (NBP) applicable on the last day of the month in the given period. For items IX to XIV and XVII, the National Bank of Poland exchange rate applicable on the last day of the period was used. EURO rates adopted for the calculation of selected financial data:
3 quarters of 2023:
the average exchange rate in the period 2023-01-01 to 2023-09-30 4.5773
rate on the last day of the period (2023-09-30) 4.6356
Year 2022:
rate on the last day of the period (2022-12-31) 4.6899
3 quarters of 2022:
the average exchange rate in the period 2022-01-01 to 2022-09-30 4.6880
rate on the last day of the period (2023-09-30) 4.8698

The report should be communicated to the Financial Supervision Authority, to the company operating the regulated market and to the public via an information agency in accordance with the provisions of the law.

CONDENSED BALANCE REPORT

BALANCE SHEET

| | PLN in thousands | | | |
|--|---|--|---|---|
| | as of 2023-09-30 end of quarter / 2023 | as of 2023-06-30 end of previous quarter / 2023 | as of 2022-12-31 end of previous year / 2022 | as of 2022-09-30 end of quarter / 2022 |
| ASSETS | | | | |
| I. Fixed assets | 60,290 | 61,110 | 61,565 | 62,421 |
| 1. Intangible assets including: | 307 | 355 | 355 | 399 |
| 2. Tangible fixed assets | 51,925 | 52,862 | 54,293 | 54,947 |
| 3. Long-term investments | 6,186 | 6,186 | 5,967 | 5,696 |
| 3.1. Real estate | 6,186 | 6,186 | 5,967 | 5,696 |
| 4. Long-term accruals | 1,872 | 1,707 | 950 | 1,379 |
| 4.1. Deferred tax assets | 1,854 | 1,685 | 924 | 1,348 |
| 4.2. Other accruals | 18 | 22 | 26 | 31 |
| II. Current assets | 11,391 | 12,127 | 14,488 | 10,567 |
| 1. Inventories | 470 | 620 | 876 | 484 |
| 2. Short-term receivables | 7,100 | 7,512 | 7,954 | 6,548 |
| 2.1. From other entities | 7,100 | 7,512 | 7,954 | 6,548 |
| 3. Short-term investments | 2,156 | 1,898 | 5,149 | 2,841 |
| 3.1. Short-term financial assets | 2,144 | 1,898 | 5,149 | 2,841 |
| a) Cash and cash equivalents | 2,144 | 1,873 | 5,149 | 2,841 |
| 3.2. Other short-term investments | 12 | 25 | | |
| 4. Short-term accruals | 1,665 | 2,097 | 509 | 694 |
| Total assets | 71,681 | 73,237 | 76,053 | 72,988 |
| LIABILITIES | | | | |
| I. Equity | 47,987 | 49,108 | 51,085 | 48,933 |
| 1. Share capital | 3,000 | 3,000 | 3,000 | 3,000 |
| 2. Reserve capital | 48,085 | 48,085 | 46,337 | 46,337 |
| 3. Net profit (loss) | -3,098 | -1,977 | 1,748 | -404 |
| II. Liabilities and provisions for liabilities | 23,694 | 24,129 | 24,968 | 24,055 |
| 1. Provisions for liabilities | 2,310 | 2,342 | 2,060 | 1,894 |
| 1.1. Deferred income tax liability | 1,504 | 1,537 | 1,240 | 1,124 |

| | | | | |
|--|---------------|---------------|---------------|---------------|
| 1.2. Provision for retirement and similar benefits | 806 | 805 | 805 | 770 |
| a) Long-term | 312 | 312 | 308 | 254 |
| b) Short-term | 493 | 493 | 497 | 516 |
| 1.3. Other reserves | 0 | 0 | 15 | 0 |
| a) Short-term | 0 | 0 | 15 | |
| 2. Long-term liabilities | 2,133 | 2,133 | 2,174 | 2,505 |
| 2.1. To other entities | 2,133 | 2,133 | 2,174 | 2,505 |
| 3. Short-term liabilities | 14,852 | 15,209 | 15,571 | 15,059 |
| 3.1. To other entities | 14,852 | 15,209 | 15,571 | 15,059 |
| 4. Accruals | 4,399 | 4,445 | 5,163 | 4,597 |
| 4.1. Other accruals | 4,399 | 4,445 | 5,163 | 4,597 |
| a) Long-term | 4,154 | 4,200 | 4,354 | 4,352 |
| b) Short-term | 245 | 245 | 809 | 245 |
| Total liabilities | 71,681 | 73,237 | 76,053 | 72,988 |

| | | | | |
|----------------------------|-----------|-----------|-----------|-----------|
| Book value | 47,987 | 49,108 | 51,085 | 48,933 |
| Number of shares | 3,000,092 | 3,000,092 | 3,000,092 | 3,000,092 |
| Book value per share (PLN) | 16.00 | 16.37 | 17.03 | 16.31 |

Note! In case of reports for the first quarter of the financial year, only the first column (data for the end of the first quarter of the current financial year), the third column (data for the end of the previous financial year) and the fourth column (data for the end of the first quarter of the previous financial year) should be filled in.

OFF-BALANCE SHEET ITEMS

| | PLN in thousands | | | |
|--|---|--|---|---|
| | as of 2023-09-30 end of quarter / 2023 | as of 2023-06-30 end of previous quarter / 2023 | as of 2022-12-31 end of previous year / 2022 | as of 2022-09-30 end of quarter / 2022 |
| From other entities (on account of) | | | | |
| received guarantees and securities | | | | |
| 1. Contingent liabilities | 170 | 394 | 401 | 229 |
| From other entities in which the Issuer has an interest (on account of) | | | | |
| guarantees and sureties received | | | | |
| 1.1. To other entities (on account of) | 170 | 394 | 401 | 229 |
| - guarantees and sureties granted | 170 | 394 | 401 | 229 |
| Off-balance items in total | 170 | 394 | 401 | 229 |

Note! In case of reports for the first quarter of the financial year, only the first column (data for the end of the first quarter of the current financial year), the third column (data for the end of the previous financial year) and the fourth column (data for the end of the first quarter of the previous financial year) should be filled in.

PROFIT AND LOSS ACCOUNT

| | PLN in thousands | | | |
|---|---|---|---|---|
| | quarter 3 / 2023 from 2023-07-01 to 2023-09-30 | 3 quarters cumulatively / 2023, from 2023-01-01 to 2023-09-30 | quarter 3 / 2022 from 2023-07-01 to 2023-09-30 | 3 quarters cumulatively / 2022, from 2022-01-01 to 2022-09-30 |
| I. Net income from sales of products, goods and materials, including: | 17,909 | 55,770 | 19,465 | 56,487 |
| 1. Net income from sales of products | 15,753 | 48,692 | 14,662 | 40,072 |
| 2. Net income from sales of goods and materials | 2,156 | 7,078 | 4,803 | 16,406 |
| II. Costs of sold products, goods and materials, including: | 15,657 | 46,919 | 16,857 | 48,594 |
| 1. Manufacturing cost of sold products | 13,752 | 40,708 | 12,794 | 34,335 |
| 2. Value of sold goods and materials | 1,905 | 6,211 | 4,063 | 14,259 |
| III. Gross profit (loss) on sales | 2,252 | 8,851 | 2,608 | 7,884 |
| IV. Sales costs | 1,034 | 3,192 | 1,319 | 3,587 |
| V. General and administrative costs | 3,079 | 10,182 | 3,261 | 10,024 |
| VI. Profit (loss) on sales | -1,861 | -4,523 | -1,972 | -5,727 |
| VII. Other operating revenues | 758 | 1,248 | 101 | 5,574 |
| 1. Profit on disposal of non-financial fixed assets | 663 | 814 | 34 | 111 |
| 2. Subsidies | 45 | 136 | 62 | 184 |
| 3. Revaluation of non-financial assets | -13 | 205 | -14 | 5,238 |
| 4. Other operating revenues | 63 | 93 | 19 | 41 |
| VIII. Remaining operating expenses | 18 | 18 | -6 | 2 |
| 1. Other operating expenses | 18 | 18 | -6 | 2 |
| IX. Profit (loss) on operation activity | -1,121 | -3,293 | -1,865 | -155 |
| X. Financial revenues | 6 | 6 | 17 | 82 |
| 1. Interest, including: | 1 | 1 | 0 | 3 |
| 2. Other | 5 | 5 | 17 | 79 |
| XI. Financial costs | 207 | 476 | 149 | 305 |
| 1. Interest, including | 210 | 476 | 149 | 304 |
| 2. Other | -3 | 0 | 0 | 1 |
| XII. Gross profit (loss) | -1,322 | -3,763 | -1,997 | -378 |
| XIII. Income tax | -201 | -665 | -338 | 26 |
| a) Deferred value | -201 | -665 | -338 | 26 |
| XIV. Net profit (loss) | -1,121 | -3,096 | -1,659 | -404 |

| | | | | |
|--|--|-----------|--|-----------|
| Net profit (loss) (annualised) | | -974 | | -5,410 |
| Weighted average number of common shares | | 3,000,092 | | 3,000,092 |
| Profit (loss) per common share (PLN) | | -0.32 | | -1.80 |

STATEMENT OF CHANGES IN EQUITY

| | PLN in thousands | | | |
|--|---|---|---|---|
| | quarter 3 / 2023 from 2023-07-01 to 2023-09-30 | 3 quarters cumulatively / 2023, from 2023-01-01 to 2023-09-30 | quarter 3 / 2022 from 2023-07-01 to 2023-09-30 | 3 quarters cumulatively / 2022, from 2022-01-01 to 2022-09-30 |
| I. Shareholders' equity at the beginning of the period (B/D) | 49,108 | 51,085 | 50,592 | 49,337 |
| I.a. Restated equity at the beginning of the period (B/D) | 49,108 | 51,085 | 50,592 | 49,337 |
| 1. Share capital at the beginning of the period | 3,000 | 3,000 | 3,000 | 3,000 |
| 1.1. Share capital at the end of the period | 3,000 | 3,000 | 3,000 | 3,000 |
| 2. Supplementary capital at the beginning of the period | 48,085 | 46,337 | 46,337 | 51,309 |
| 2.1. Changes in supplementary capital | | 1,747 | | -4,972 |
| a) increase (on account of) | | 1,747 | | |
| - distribution of profit (above the statutory minimum) | | 1,747 | | |
| b) decrease (on account of) | | | | 4,972 |
| - loss coverage | | | | 4,972 |
| 2.2. Supplementary capital at the end of the period | 48,085 | 48,085 | 46,337 | 46,337 |
| 3. Profit (loss) from previous years at the beginning of the period | -1,977 | 1,747 | 1,255 | -4,972 |
| 3.1. Profit from previous years at the beginning of the period | | 1,747 | 1,255 | |
| a) decrease (on account of) | | 1,747 | | |
| - write-down to supplementary capital | | 1,747 | | |
| - dividend | | | | |
| 3.2. Profit from previous years at the end of the period | 0 | 0 | 1,255 | |
| 3.3. Loss from previous years at the beginning of the period | 1,977 | | | 4,972 |
| 3.4. Loss from previous years at the beginning of the period after reconciliation to comparable data | 1,977 | | | 4,972 |
| a) decrease (on account of) | | | | 4,972 |
| - | | | | 4,972 |
| 3.5. Loss from previous years at the end of the period | | | | 0 |
| 3.6. Profit (loss) from previous years at the end of the period | -1,977 | 0 | 1,25 | 0 |
| 4. Net result | -1,121 | -3,098 | -1,659 | -404 |
| a) Net loss | 1,121 | 3,098 | 1,659 | 404 |
| II. Shareholders' equity at the end of the period (C/D) | 47,987 | 47,987 | 48,933 | 48,933 |
| III. Shareholders' equity after proposed distribution of profit (coverage of loss) | 47,987 | 47,987 | 48,933 | 48,933 |

In the first column presenting data for the 3rd quarter of 2023, the opening profit/loss is presented as the opening loss at the beginning of the 3rd quarter.

CASH FLOW STATEMENT

| | PLN in thousands | | | |
|---|---|---|---|---|
| | quarter 3 / 2023 from 2023-07-01 to 2023-09-30 | 3 quarters cumulatively / 2023, from 2023-01-01 to 2023-09-30 | quarter 3 / 2022 from 2023-07-01 to 2023-09-30 | 3 quarters cumulatively / 2022, from 2022-01-01 to 2022-09-30 |
| A. Cash flows from operating activities | | | | |
| I. Net profit (loss) | -1,121 | -3,098 | -1,659 | -404 |
| II. Total adjustments | 395 | 1,940 | 2,582 | -1,825 |
| 1. Amortization | 987 | 2,993 | 1,411 | 4,213 |
| 2. Interest and profit-sharing (dividends) | 210 | 476 | 148 | 304 |
| 3. Profit (loss) on investment activity | -676 | -1,038 | -35 | -5360 |
| 4. Changes to reserves | -32 | 250 | 12 | 1033 |
| 5. Changes to inventories | 150 | 406 | 417 | 369 |
| 6. Changes to receivables | 411 | 854 | 1,841 | -249 |
| 7. Changes to short-term liabilities, excluding borrowings and bank loans | -877 | -3,039 | -976 | -432 |
| 8. Changes to prepayments and accruals | 222 | -2,842 | -236 | -1,703 |
| III. Net cash flows from operating activities (I+/-II) - indirect method | -726 | -5,083 | 923 | -2,229 |
| B. Cash flows from investment activities | | | | |
| I. Inflows | 701 | 877 | 37 | 121 |
| 1. Disposal of intangible assets and tangible fixed assets | 688 | 839 | 37 | 121 |
| 2. Other investment inflows | 13 | 38 | | |
| II. Outflows | 32 | 326 | 1,237 | 1,745 |
| 1. Purchase of intangible assets and tangible fixed assets | 23 | 266 | 1,237 | 1,745 |
| 2. Other investment outflows | 9 | 60 | | |
| III. Net cash flows from investment activities | 669 | 551 | -1,200 | -1,624 |
| C. Cash flows from financial activities | | | | |
| I. Inflows | 4,331 | 20,034 | 8,603 | 10,723 |
| 1. Credits and loans | 4,331 | 20,034 | 8,603 | 10,723 |
| II. Outflows | 4,003 | 18,552 | 7,540 | 8,916 |
| 1. Dividends and other payments to owners | | | 0 | |
| 2. Repayments of credits and loans | 3,350 | 16,415 | 6,730 | 6,730 |
| 3. Payments of obligations under financial leases | 443 | 1,661 | 661 | 1,882 |
| 4. Interests | 210 | 476 | 149 | 304 |
| III. Net cash flows from financial activities (I-II) | 328 | 1,482 | 1,063 | 1,807 |
| D. Total net cash flows (A.III+/-B.III+/-C.III) | 271 | -3,005 | 786 | -2,064 |
| E. Balance sheet change in financial assets, including: | 271 | -3,005 | 786 | -2,064 |
| F. Monetary assets at the beginning of the period | 1,873 | 5,149 | 2,055 | 4,887 |
| G. Monetary assets at the end of the period (F+/-D), including: | 2,144 | 2,144 | 2,841 | 2,841 |
| - restricted cash | 80 | 80 | 253 | 253 |

ADDITIONAL INFORMATION

| File | Description |
|---|-------------|
| Information in accordance with par. 66 section 4 and 5 SAQ 3 2023_tlx.pdf | |
| TLX_JEMITENT_2023_0_20231120.BES.xades.xml | |

OTHER INFORMATION

| File | Description |
|---|-------------|
| Information in accordance with par. 66 section 8 SAQ 3 2023_tlx.pdf | |

| SIGNATURES OF PERSONS REPRESENTING THE COMPANY | | | |
|--|---------------------|--|-----------|
| Date | Name and Surname | Position / Function | Signature |
| 2023-11-20 | Janusz Gocałek | President of the Management Board | |
| 2023-11-20 | Jacek Klauziński | Vice-President of the Management Board | |
| 2023-11-20 | Andrzej Rózga | Vice-President of the Management Board | |
| 2023-11-20 | Rafał Szalek | Member of the Management Board | |
| 2023-11-20 | Radosław Wesółowski | Member of the Management Board | |