

Zakłady Urządzeń Komputerowych ELZAB S.A.

The Abbreviated Consolidated Financial
Statements of the ELZAB Group,
including the Financial Statements of ELZAB S.A.
prepared in accordance with IFRS

for the third quarter of 2022.



The ELZAB GROUP
the 3rd quarter of 2022 (in thousand PLN)

Content

I.	Basic information	3
1.	Basic information about ELZAB S.A.	3
2.	Composition of the Management Board and the Supervisory Board of ELZAB S.A.	3
3.	Composition of the ELZAB Group	4
II.	Accounting principles	5
III.	Extract from discontinued activities	6
IV.	Selected financial data of the ELZAB Group and ELZAB S.A.	11
V.	Consolidated Financial Statements of the ELZAB Group	12
	Consolidated statements on the financial situation	12
	Consolidated statements on total income	13
	Consolidated statement on cash flows	14
	Consolidated statements on changes in the equity	15
VI.	Financial statements of ELZAB S.A.	17
	Statements on financial situation	17
	Statements on total incomes	18
	Statements on cash flows	19
	Statements on changes in the equity	20
VII.	Additional information to the consolidated financial statements of ELZAB Group	21
1.	Significant achievements of the ELZAB Group and events affecting the achieved results Revenues - Costs - Financial result	21
2.	Operating segments	23
3.	Seasonality or cyclicity of operations of ELZAB S.A.	24
4.	Important information about changes in estimates	24
5.	Financial instruments	26
6.	Significant transactions with the affiliates and data necessary to prepare the consolidated financial statements	26
7.	Information on non-market transactions concluded between entities of the ELZAB Group	27
8.	Description of unique factors and events significantly impact on the achieved financial results	27
9.	Goodwill from consolidation	27
10.	Shares in the subsidiaries valued using the ownership rights method	27
11.	Fixed assets classified as intended for sale	28
12.	Information on loans, sureties and guarantees granted by ELZAB S.A. or by the subsidiaries	29
13.	Loans, credits and leasing liabilities	30
14.	Contingent and off-balance sheet liabilities and assets	31
15.	Post-balance sheet events	32
16.	Basic financial indicators	34
VIII.	Equities of ELZAB S.A.	34
1.	Ownership structure of capital and changes in the shareholder structure	34
2.	Shares of ELZAB S.A. held by members of the Management Board and the Supervisory Board	35
3.	Shares in the affiliates held by members of the Management Board and the Supervisory Board	35
4.	Own shares	36
5.	Payment of dividend	37
IX.	Information about the issue, redemption and repayment of non-equity and equity securities	37
X.	Position of the Management Board regarding the implementation of published forecasts	37
XI.	Proceedings pending before court, competent arbitration authority or public administration authority	37
XII.	Other information relevant to the assessment of human resources situation, assets, financial situation and financial result and their changes, and information relevant to the assessment of the implementation of liabilities by ELZAB S.A. and the ELZAB Group	37
XIII.	Information on the impact of the spread of the covid-19 coronavirus on the operations of the Company	38
XIV.	Information on the impact of the situation related to the armed aggression of Russia on Ukraine on the company's operations	38
XV.	Description of factors that will influence on the achieved results within at least the next quarter	38
XVI.	Financial risk and capital risk management	39

I. Basic information

1. Basic information about ELZAB S.A.

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Auditor: Mistery Audytor Adviser Spółka z o.o. ul. Wiśniowa 40 lok. 50, Warszawa.

Polish Classification of Activities: 2620Z - production of computers and peripheral devices
REGON [National Register of Economic Units] 270036336
NIP [Tax Identification Number]: 648-000-02-55
BDO: 000003645
KRS [National Court Register Number] 95317: The District Court in Gliwice, the 10th
Commercial Department
Registry of telecommunications operators: no. 12684
Share capital: PLN 22,142,962.40
Paid-up capital: PLN 22,142,962.40

The company has been listed on the WSE since May 13, 1998.

Listing market: basic

Sector: IT

The company joined the Liquidity Support Program in July 2016.

2. Composition of the Management Board and the Supervisory Board of ELZAB S.A.

As at the date of publication of the statements, the Management Board of the Company was composed of:

Bartosz Panek - President of the Management Board

Jerzy Popławski - Vice-President of the Management Board

As at the date of publication of the statements, the Supervisory Board of the Company was composed of:

Grzegorz Należyty - Chairman of the Supervisory Board

Jarosław Wilk - Vice-Chairman of the Supervisory Board

Andrzej Wawer - Secretary of the Supervisory Board

Jerzy Kotkowski - Member of the Supervisory Board

Krzysztof Morawski - Member of the Supervisory Board

Kajetan Wojnicz - Member of the Supervisory Board

In the third quarter of 2022, the composition of the Management Board and the Supervisory Board did not change.

As at the date of publication of the statements, the Audit Committee was composed of:

Kajetan Wojnicz - Chairman of the Audit Committee of the Supervisory Board

Grzegorz Należyty - Member of the Audit Committee of the Supervisory Board

Andrzej Wawer - Member of the Audit Committee of the Supervisory Board

As at the date of publication of the statements, the Strategy Committee was composed of:
Grzegorz Należyty - Chairman of the Strategy Committee of the Supervisory Board
Jarosław Wilk – Member of the Strategy Committee of the Supervisory Board
Jerzy Kotkowski – Member of the Strategy Committee of the Supervisory Board

3. Composition of the ELZAB Group

As at September 30, 2022, the ELZAB Group consisted of the following entities:

- ELZAB S.A. - parent entity,
- ELZAB HELLAS SPV Sp. z o.o. - subsidiary, fully consolidated, share of ELZAB S.A - 67% in the Company's capital and at the GM. The remaining part of shares is held by MONEA V Sp. z o.o.,
- ELZAB HELLAS S.A in Greece - subsidiary, fully consolidated, share of ELZAB HELLAS SPV Sp. z o.o. -100% in the Company's capital and GM,
- COMP CENTRUM INNOWACJI Sp. z o.o. - affiliate, valued based on the ownership right method, share of ELZAB S.A. - 40.99 % in the Company's capital and GM, The remaining part is held by COMP S.A., the parent entity of ELZAB S.A.

*) On March 31, 2022, the Extraordinary General Meeting of Shareholders of COMP CENTRUM INNOWACJA Sp. z o.o. with its registered office in Warsaw was held. Pursuant to Resolution no. 3, it was decided to increase the share capital from PLN 118,322,000 to PLN 143,986,000, i.e. by PLN 25,664,000 by creating 25,644 new, equal and indivisible shares in the Company with a nominal value of PLN 1,000 per share and a total nominal value of PLN 25,664,000.

Pursuant to article 258 (1) of the Commercial Companies Code, the pre-emptive right of the existing partners to take up newly created shares in the increased share capital of the Company was excluded. The increased shares were offered to the company: COMP Spółka Akcyjna with its registered office in Warsaw.

Having registered the capital increase, the share of ELZAB S.A. in the share capital of Comp Centrum Innowacji Sp. o.o. will decrease from 49.88% to 40.99%. On May 16, 2022, the increase was registered in the Register of Entrepreneurs of the National Court Register.

In the third quarter of 2022, there was a change in the structure of ELZAB Group – the shares held in Greenfield Plan Sp. z o.o. were sold.

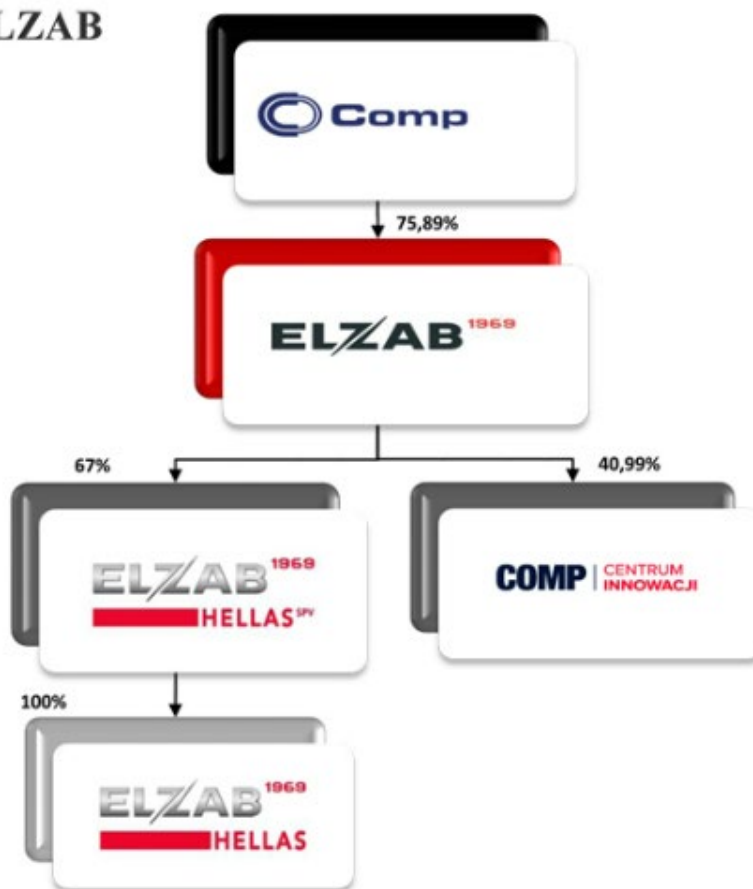
On December 22, 2021, ELZAB S.A. acquired shares in Greenfield Plan Sp. z o.o. At the same time, on the same day, the Extraordinary General Meeting of Greenfield Plan Sp. z o.o. adopted a resolution to increase the share capital from the amount of PLN 5,000 up to the amount of PLN 3,663 thousand. ELZAB S.A. made a declaration on taking up shares and covering them in full with a cash contribution. Considering the cooperation of both parties so far, ELZAB S.A. concluded an agreement with Greenfield Plan Sp. z o.o. regarding the compensation of receivables due to the take-up of shares by ELZAB S.A. with existing receivables due to ELZAB S.A. from Greenfield Plan Sp. z o.o. The aforementioned deductions resulted in full repayment of mutual claims.

In connection with the intended sale of shares in Greenfield Plan Sp. z o.o. the valuation of the shares held was made to the realizable value up to the amount of PLN 2,400 thousand, based on the purchase offers received in 2021.

The entire shareholding in Greenfield Plan Sp. z o.o. was sold on July 28, 2022, at the price of PLN 2,500 thousand. The amount was settled.

Graphic presentation of the organisational structure of the ELZAB Capital Group as at September 30, 2022.

Grupa ELZAB



II. Accounting principles

The subject of the publication is the consolidated statements for the third quarter of 2022, which includes the individual condensed quarterly statements of ELZAB S.A.

The consolidated financial statements and the individual statements of ELZAB S.A. were prepared on the assumption that the business will be continued in the foreseeable future. As at the day of preparing the financial statements, we are not aware of any circumstances indicating a threat to the continuation of business operations by the ELZAB Capital Group and by ELZAB S.A.

The functional and reporting currency of domestic companies is the Polish Zloty (PLN). Functional currency of ELZAB HELLAS S.A. based in Greece is the currency of the European Union (EUR).

Data included in the financial statements are shown in thousand PLN. The cases of including data with greater accuracy can occur.

The consolidated quarterly statements of the ELZAB Group for the reporting period from January 1, 2022 to September 30, 2022 includes:

- Statements of financial position as at September 30, 2022, December 31, 2021, September 30, 2021.
- Statements of comprehensive income for the period from January 1, 2022 to September 30, 2022 and for the comparable period from January 1, 2021 to September 30, 2021.

The ELZAB GROUP
the 3rd quarter of 2022 (in thousand PLN)

- Statements of cash flows for the period from January 1, 2022 to September 30, 2022 and for the comparable period from January 1, 2021 to September 30, 2021.
- Statements of changes in equity for the period from January 1, 2022 to September 30, 2022, for the period from January 1, 2021 to December 31, 2021 and from January 1, 2021 to September 30, 2021.
- Additional information to the extent specified in article 66 (4 and 5) of Regulation of the Minister of Finance of March 29, 2018 and other additional information to the extent specified in article 66 (8, 9, 10) of Regulation of the Minister of Finance of March 29, 2018.

The consolidated financial statements for the third quarter of 2022 and the comparable period of the third quarter of 2021 were prepared considered the principles of IAS/IFRS, which include standards and interpretations approved by the International Accounting Standards Board and the Standing Committee on Interpretation.

The applied accounting principles were published on April 5, 2022 in the Consolidated Annual Statements for 2021.

The presented interim condensed financial statements for the third quarter of 2022 shall be read together with the statements of the ELZAB Group and ELZAB S.A. for 2021 and the first half of 2022, which contains the necessary information and disclosures.

III. Extract from discontinued activities

On June 1, 2022, after the completion of the preparatory phase and as part of the implementation of the strategy of the capital group in which the Company is located, the assumptions of which Comp S.A. informed in its statements no. 8/2022 of May 12, 2022., the Management Board of ELZAB S.A. decided to start the process aimed at optimizing fixed costs and focusing the Company's activities on basic business activities related to modern technologies for the retail sector (retail sector). This activity, as well as the development of the cash register implemented by the Company for a multifunctional device offering a number of additionally paid and independently offered services (VAS or SAAS model) is part of the strategy referred to above. The Management Board of the Company estimates that the cost optimization process should be completed by December 2022, which will be associated with the Company incurring additional costs related to its operation at that time. Considering the above, the Management Board of the Company adopted a resolution on the intention to carry out group redundancies and to start the consultation procedure on group redundancies in accordance with the provisions of the Act of March 13, 2003 on special rules for terminating employment relationships with employees for reasons not related to employees (i.e. the Journal of Laws of 2018, item 1969). The above process is due to the decision taken on June 1, 2022 to cease external (non-fiscal) production for third parties in the mechanical department of the Company, whose functioning and sale of services constituted approx. 7.6% of the Company's revenues for 2021, and at the same time was responsible for approx. 19% of the Company's total fixed costs in 2021.

The Management Board of ELZAB S.A., in accordance with the current statements no. 15/2022, published on August 1, 2022, informed that as part of the next stage of the ongoing process at the Company aimed at optimizing fixed costs and concentrating the Company's activities on basic business activities related to modern technologies for the retail sector (retail sector), which the Management Board of the Company informed in the current statements no. 8/2022 of June 1, 2022, decided to further implement production processes by outsourcing these processes. The above is related to the discontinuation of production in the Company's electronic department, which was responsible for approx. 13.8% of the Company's total

The ELZAB GROUP
the 3rd quarter of 2022 (in thousand PLN)

operating costs in 2021. The purpose of the Company's Management Board is to reduce the amount of fixed costs and change their structure, in such a way as to transfer some of them to variable costs and release additional working funds.

Considering the above, the Management Board of the Company adopted a resolution on the intention to carry out group redundancies and to start the consultation procedure on group redundancies in accordance with the provisions of the Act of March 13, 2003 on special rules for terminating employment relationships with employees for reasons not related to employees (i.e. the Journal of Laws of 2018, item 1969). The intention of the Management Board of the Company as part of the collective redundancy initiated at this stage of the process is to terminate the employment contract with a maximum of 80 people in the period until December 2022.

In connection with the above decisions, in the Statements of comprehensive income, both revenues and costs related to the Mechanical Department, Assembly Department and departments directly servicing production were distinguished, and comparable data were transformed accordingly.

Considering the above, the Company presents the results adjusted for the activities transferred to discontinued operations, they mainly include:

- result on sales of service production of the Faculty of Mechanical Engineering
- in connection with the planned discontinuation of production, the costs of direct production departments and departments supporting production were included, including the costs of severance payments
- results on sale of redundant fixed assets
- costs of revaluation of assets

Some of the aforementioned items, such as severance payments, sale of unnecessary assets and the effects of updating assets, are of a one-off nature.

Currently, the Company is at the stage of reviewing assets: fixed assets, intangible assets, inventories.

It is planned to sell further unnecessary assets in the form of other real estate, machinery and equipment as well as inventory and, consequently, release of cash.

Items that will lose their usefulness in production processes, and it will not be possible to sell them, will be covered by write-offs by the end of the year, i.e. in the fourth quarter of this year.

In connection with the decision taken in August this year, the previously presented data for the first half of 2022 were recalculated.

Discontinued operations (data published in the statements for the first half of 2022)	For the period from 01.01 to 30.06.2022	For the period from 01.01 to 30.06.2021
Revenues form discontinued operations	5,245	5,956
Costs form discontinued operations	-11,002	-9,462
Result of discontinued operations	-5,757	-3,506
Discontinued operations (data re-transformed, the 1st half of 2022)	For the period from 01.01 to 30.06.2022	For the period from 01.01 to 30.06.2021
Revenues form discontinued operations	5,384	6,179
Costs form discontinued operations	-15,200	-14,652
Result of discontinued operations	-9,816	-8,473

The ELZAB GROUP
the 3rd quarter of 2022 (in thousand PLN)

Re-transformation – Statements of comprehensive income of the ELZAB Group (in thousand PLN) for the first half of 2022:

CALCULATION OPTION	For the period from 01.01 to 30.06.2022 published in the statements for the first half of 2022	For the period from 01.01 to 30.06.2022, the transformation of comparable data	For the period from 01.01 to 30.06.2022 transformed data	For the period from 01.01 to 30.06.2021 published in the statements for the first half of 2022	For the period from 01.01 to 30.06.2021, the transformation of comparable data	For the period from 01.01 to 30.06.2021 transformed data
A. Revenues from sale of products, goods and materials	41,880	-139	41,741	103,402	-223	103,179
B. Costs of sold products, goods and materials	31,295	-3,089	28,206	68,627	-4,021	64,606
C. Gross profit/loss from sales (A-B)	10,585	2,950	13,535	34,775	3,798	38,573
D. Sale costs	4,511	0	4,511	6,476	0	6,476
E. General management board costs	7,065	-1,109	5,956	7,632	-1,169	6,463
F. Net profit/loss from sales (C-D-E)	-991	4,059	3,068	20,667	4,967	25,634
G. Other revenues	318	0	318	360	0	360
H. Other costs	263	0	263	216	0	216
I. Profit/loss from operating activities (F+G-H)	-936	4,059	3,123	20,811	4,967	25,778
J. Financial revenues	583	0	583	159	0	159
K. Financial costs	2,193	0	2,193	1,956	0	1,956
L. Share in profits/losses of the affiliates	-3,293	0	-3,293	-5,300	0	-5,300
M. Gross profit/loss (I+J-K+L)	-5,839	4,059	-1,780	13,714	4,967	18,681
N. Income tax	-811	0	-811	3,069	0	3,069
O. Net profit/loss from operating activities (M-N)	-5,028	4,059	-969	10,645	4,967	15,612
P. Profit/loss from discontinued operations	-5,757	-4,059	-9,816	-3,506	-4,967	-8,473
R. Net profit/loss (O+P)	-10,785	0	-10,785	7,139	0	7,139

Transformation – Statement of comprehensive income of ELZAB SA (in thousand PLN) for the first half of 2022:

CALCULATION OPTION	For the period from 01.01 to 30.06.2022 published in the statements for the first half of 2022	For the period from 01.01 to 30.06.2022, the transformation of comparable data	For the period from 01.01 to 30.06.2022 transformed data	For the period from 01.01 to 30.06.2021 published in the statements for the first half of 2022	For the period from 01.01 to 30.06.2021, the transformation of comparable data	For the period from 01.01 to 30.06.2021 transformed data
A. Revenues from sale of products, goods and materials	40,818	-139	40,679	102,042	-223	101,819
B. Costs of sold products, goods and materials	30,862	-3,089	27,773	67,852	-4,021	63,831
C. Gross profit/loss from sales (A-B)	9,956	2,950	12,906	34,190	3,798	37,988
D. Sale costs	4,070	0	4,070	5,988	0	5,988
E. General management board costs	6,605	-1,109	5,496	7,324	-1,169	6,155
F. Net profit/loss from sales (C-D-E)	-719	4,059	3,340	20,878	4,967	25,845
G. Other revenues	318	0	318	360	0	360
H. Other costs	124	0	124	216	0	216
I. Profit/loss from operating activities (F+G-H)	-525	4,059	3,534	21,022	4,967	25,989
J. Financial revenues	659	0	659	58	0	58
K. Financial costs	2,177	0	2,177	2,038	0	2,038
L. Gross profit/loss (I+J-K)	-2,043	4,059	2,016	19,042	4,967	24,009
M. Income tax	-806	0	-806	3,031	0	3,031
N. Net profit/loss from operating activities (L-M)	-1,237	4,059	2,822	16,011	4,967	20,978
O. Profit/loss from discontinued operations	-5,757	-4,059	-9,816	-3,506	-4,967	-8,473
P. Net profit/loss (N+O)	-6,994	0	-6,994	12,505	0	12,505

The ELZAB GROUP
the 3rd quarter of 2022 (in thousand PLN)

The statements for three quarters of 2022 also transformed the previously published data for three quarters of 2021.

Discontinued operations (the statements for the 3rd quarter of 2022)	For the period from 01.01 to 30.09.2022	For the period from 01.01 to 30.09.2021
Revenues from the main activity related to discontinued operations	7,127	8,895
Costs from discontinued operations	-22,183	-21,327
Result on disposal of unnecessary fixed assets	2,466	0
Results from sale of shares *)	50	0
Result of discontinued operations	-12,540	-12,432

*) the result from sale of shares in Greenfield Plan Sp. z o.o. is not related to the consolidation of production processes

Transformation – Statement of comprehensive income of ELZAB Group (in thousand PLN) for three quarters of 2021:

CALCULATION OPTION	For the period from 01.01 to 30.09.2021 Before transformation	For the period from 01.01 to 30.09.2021 the transformation of comparable data	For the period from 01.01 to 30.09.2021 transformed data
A. Revenues from sale of products, goods and materials	135,699	-8,895	126,804
B. Costs of sold products, goods and materials	98,187	-18,867	79,320
C. Gross profit/loss from sales (A-B)	37,512	9,972	47,484
D. Sale costs	8,744	-142	8,602
E. General management board costs	11,603	-2,318	9,285
F. Net profit/loss from sales (C-D-E)	17,165	12,432	29,597
G. Other revenues	572	0	572
H. Other costs	277	0	277
I. Profit/loss from operating activities (F+G-H)	17,460	12,432	29,892
J. Financial revenues	332		332
K. Financial costs	2,036		2,036
L. Share in profits/losses of the affiliates	-6,975		-6,975
M. Gross profit/loss (I+J-K+L)	8,781	12,432	21,213
N. Income tax	3,147		3,147
O. Net profit/loss from operating activities (M-N)	5,634	12,432	18,066
P. Profit/loss from discontinued operations	0	-12,432	-12,432
R. Net profit/loss (O+P)	5,634	0	5,634

Transformation – Statement of comprehensive income of ELZAB SA (in thousand PLN) for three quarters of 2021:

CALCULATION OPTION	For the period from 01.01 to 30.09.2021 Before transformation	For the period from 01.01 to 30.09.2021, the transformation of comparable data	For the period from 01.01 to 30.09.2021 transformed data
A. Revenues from sale of products, goods and materials	133,892	-8,895	124,997
B. Costs of sold products, goods and materials	97,151	-18,867	78,284
C. Gross profit/loss from sales (A-B)	36,741	9,972	46,713
D. Sale costs	7,988	-142	7,846
E. General management board costs	11,100	-2,318	8,782
F. Net profit/loss from sales (C-D-E)	17,653	12,432	30,085
G. Other revenues	572	0	572
H. Other costs	277	0	277
I. Profit/loss from operating activities (F+G-H)	17,948	12,432	30,380
J. Financial revenues	253		253
K. Financial costs	2,060		2,060
L. Gross profit/loss (I+J-K)	16,141	12,432	28,573
M. Income tax	3,095		3,095
N. Net profit/loss from operating activities (L-M)	13,046	12,432	25,478
O. Profit/loss from discontinued operations	0	-12,432	-12,432
P. Net profit/loss (N+O)	13,046	0	13,046

The ELZAB GROUP
the 3rd quarter of 2022 (in thousand PLN)

Transformation – Statement of comprehensive income of ELZAB Group (in thousand PLN) for the third quarter of 2021:

CALCULATION OPTION	For the period from 01.07 to 30.09.2021 Before transformation	For the period from 01.07 to 30.09.2021, the transformation of comparable data	For the period from 01.07 to 30.09.2021 transformed data
A. Revenues from sale of products, goods and materials	26,341	-2,716	23,625
B. Costs of sold products, goods and materials	20,689	-5,975	14,714
C. Gross profit/loss from sales (A-B)	5,652	3,259	8,911
D. Sale costs	2,172	-46	2,126
E. General management board costs	3,476	-654	2,822
F. Net profit/loss from sales (C-D-E)	4	3,959	3,963
G. Other revenues	212	0	212
H. Other costs	61	0	61
I. Profit/loss from operating activities (F+G-H)	155	3,959	4,114
J. Financial revenues	173	0	173
K. Financial costs	80	0	80
L. Share in profits/losses of the affiliates	-1,675	0	-1,675
M. Gross profit/loss (I+J-K+L)	-1,427	3,959	2,532
N. Income tax	78	0	78
O. Net profit/loss from operating activities (M-N)	-1,505	3,959	2,454
P. Profit/loss from discontinued operations	0	-3,959	-3,959
R. Net profit/loss (O+P)	-1,505	0	-1,505

Transformation – Statement of comprehensive income of ELZAB SA (in thousand PLN) for the third quarter of 2021:

CALCULATION OPTION	For the period from 01.07 to 30.09.2021 Before transformation	For the period from 01.07 to 30.09.2021, the transformation of comparable data	For the period from 01.07 to 30.09.2021 transformed data
A. Revenues from sale of products, goods and materials	25,894	-2,716	23,178
B. Costs of sold products, goods and materials	20,428	-5,975	14,453
C. Gross profit/loss from sales (A-B)	5,466	3,259	8,725
D. Sale costs	1,904	-46	1,858
E. General management board costs	3,281	-654	2,627
F. Net profit/loss from sales (C-D-E)	281	3,959	4,240
G. Other revenues	212	0	212
H. Other costs	61	0	61
I. Profit/loss from operating activities (F+G-H)	432	3,959	4,391
J. Financial revenues	195	0	195
K. Financial costs	22	0	22
L. Gross profit/loss (I+J-K)	605	3,959	4,564
M. Income tax	64	0	64
N. Net profit/loss from operating activities (L-M)	541	3,959	4,500
O. Profit/loss from discontinued operations	0	-3,959	-3,959
P. Net profit/loss (N+O)	541	0	541

Due to the fact that the production process will expire until the end of the year and the fixed assets necessary in the process are still in use, all assets and liabilities for discontinued operations have not been reclassified to September 30, 2022.

The cash flow statement was not transformed. However, the following items were identified as related to discontinued operations in the current period:

	Flows related to discontinued operations 3 quarters 2022
Cash flows from operating activities	
Net profit/loss	-12,540
Profit/loss from investment activity	-1,506
Change in provisions status	1,501
Change in inventories status	750
Change in receivables status	1,682
Tax disclosed in the statements of total income	353
Cash flows from investment activities	
Expenditures for the acquisition of property, plant and equipment and intangible assets	67
Cash flows from financial activities	
Payment of liabilities in respect of finance leasing agreements	74
Paid interests	13

The ELZAB GROUP
the 3rd quarter of 2022 (in thousand PLN)

IV. Selected financial data of the ELZAB Group and ELZAB S.A.

SELECTED FINANCIAL DATA OF THE ELZAB GROUP	in thousand PLN		in thousand EUR	
	3 quarters 2022	3 quarters 2021	3 quarters 2022	3 quarters 2021
Net revenues from sale of products, goods and materials	59,329	126,804	12,656	27,817
Profit (loss) from operating activities	2,922	29,892	623	6,557
Gross profit (loss)	-3,062	21,213	-653	4,654
Net profit (loss) attributable to the shareholders of the parent entity	-13,953	5,768	-2,976	1,265
Net cash flow from operating activities	8,947	23,670	1,837	5,109
Net cash flow from investment activities	3,135	-4,441	644	-959
Net cash flow from financial activities	-7,931	-21,879	-1,629	-4,723
Total net cash flows	4,151	-2,650	852	-572
Annualized profit (loss) per ordinary share (in PLN/EUR)	-1.19	0.38	-0.25	0.08
Annualized profit (loss) per ordinary share excluding own shares (in PLN/EUR)	-1.22	0.39	-0.26	0.09
SELECTED FINANCIAL DATA OF THE ELZAB GROUP	in thousand PLN		in thousand EUR	
	2022-09-30	2020-12-31	2022-09-30	2020-12-31
Total assets	139,478	153,436	28,641	33,360
Long-term liabilities and provisions	2,504	10,477	514	2,278
Short-term liabilities and provisions	78,716	67,636	16,164	14,705
Equity	58,258	75,323	11,963	16,377
Share capital	22,143	22,143	4,547	4,814
Total number of shares	16,137,050	16,137,050	16,137,050	16,137,050
Number of shares adjusted for own shares	15,731,388	15,731,388	15,731,388	15,731,388
Book value per one share (in PLN/EUR)	3.61	4.67	0.74	1.01
Book value per one share, excluding own shares (in PLN/EUR)	3.70	4.79	0.76	1.04

SELECTED FINANCIAL DATA OF ELZAB	in thousand PLN		in thousand EUR	
	3 quarters 2022	3 quarters 2021	3 quarters 2022	3 quarters 2021
Net revenues from sale of products, goods and materials	57,687	124,997	12,305	27,421
Profit (loss) from operating activities	3,677	30,380	784	6,664
Gross profit (loss)	1,794	28,573	383	6,268
Net profit (loss)	-9,424	13,046	-2,010	2,862
Net cash flow from operating activities	9,492	23,671	1,949	5,109
Net cash flow from investment activities	3,234	-4,261	664	-920
Net cash flow from financial activities	-8,627	-21,987	-1,772	-4,746
Total net cash flows	4,099	-2,577	842	-556
Annualized profit (loss) per ordinary share (in PLN/EUR)	-0.78	1.05	-0.17	0.23
Annualized profit (loss) per ordinary share (in PLN/EUR) excluding own shares	-0.80	1.08	-0.17	0.24

SELECTED FINANCIAL DATA OF ELZAB	in thousand PLN		in thousand EUR	
	2022-09-30	2021-12-31	2022-09-30	2021-12-31
Total assets	182,698	189,407	37,517	41,181
Long-term liabilities and provisions	2,459	10,435	505	2,269
Short-term liabilities and provisions	76,724	66,033	15,755	14,357
Equity	103,515	112,939	21,257	24,555
Share capital	22,143	22,143	4,547	4,814
Total number of shares	16,137,050	16,137,050	16,137,050	16,137,050
Number of shares adjusted for own shares	15,731,388	15,731,388	15,731,388	15,731,388
Book value per one share (in PLN/EUR)	6.41	7.00	1.32	1.52
Book value per one share (in PLN/EUR) excluding own shares	6.58	7.18	1.35	1.56

The following EURO exchange rates were used to convert selected financial data:

- for the conversion of asset and liability items as at September 30, 2022 as well as cash flows for three quarters of 2022, the average EURO exchange rate announced by the National Bank of Poland as at September 30, 2022 - 4,8698

- for the conversion of asset and liability items as at December 31, 2021, the average EURO exchange rate announced by the National Bank of Poland as at December 31, 2021 - 4,5994

- for the conversion of asset and liability items as at September 30, 2021 as well as cash flows for three quarters of 2021, the average EURO exchange rate announced by the National Bank of Poland as at September 30, 2021 - 4,6329

- for the conversion of the profit and loss account statements items for three quarters of 2022, the arithmetic average of the average EURO exchange rates announced by the National Bank of Poland on the last day of each month from January to September 2022 - 4,6880

- for the conversion of the profit and loss account statements items for three quarters of 2021, the arithmetic average of the average EURO exchange rates announced by the National Bank of Poland on the last day of each month from January to March 2022 - 4,5585

The ELZAB GROUP
the 3rd quarter of 2022 (in thousand PLN)

V. Consolidated Financial Statements of the ELZAB Group

Consolidated statements on the financial situation

ASSETS	As at 30.09.2022	As at 31.12.2021	As at 30.09.2021
A. Fixed assets (long-term)	75,124	86,492	81,090
1. Tangible fixed assets	16,487	23,932	23,750
2. Investment properties	0	0	0
3. Goodwill	0	0	0
4. Intangible assets	20,315	20,300	20,112
5. Shares in the subsidiaries valued using the ownership rights method	22,310	28,592	36,892
6. Shares in other entities	0	0	0
7. Long-term financial assets	14,270	13,269	0
8. Assets from deferred income tax	1,636	308	268
9. Long-term receivables and accruals	106	91	68
B. Current assets (short-term)	62,980	64,544	84,793
1. Inventories	39,155	34,396	35,305
2. Short-term receivables and accruals	18,259	28,028	46,263
3. Receivables from financial leasing	0	0	0
4. Receivables from income tax	417	0	0
5. Short-term financial assets	27	1,149	1,920
6. Cash and cash equivalents	5,122	971	1,305
C. Assets held for sale	1,374	2,400	
Total assets	139,478	153,436	165,883

LIABILITIES	As at 30.09.2022	As at 31.12.2021	As at 30.09.2021
A. Equity	58,258	75,323	86,842
1. Basic capital	22,143	22,143	22,143
2. Surplus from the sale of shares above their nominal value	11,211	11,211	11,211
3. Own shares	-1,997	-1,997	-1,997
4. Other reserve capitals - own shares	3,315	3,315	3,315
5. Reserve and spare capitals	67,094	58,837	65,049
6. Exchange differences arising on the translation of the subsidiaries	-754	-372	-415
7. Profit/loss from previous years and the current year, including:	-40,214	-15,595	-10,303
7.1. Accumulated profits/losses from previous years	-26,261	-16,072	-16,071
7.2. Profit/loss of the current year	-13,953	477	5,768
8. Minority interests	-2,540	-2,219	-2,161
B. Long-term liabilities	2,504	10,477	7,983
1. Provisions	403	423	344
2. Deferred income tax provisions	0	0	0
3. Long-term bank credits and loans	700	7,559	5,393
4. Long-term liabilities from leasing	1,250	2,298	2,034
5. Long-term financial liabilities	0	0	0
6. Long-term liabilities and accruals	151	197	212
C. Short-term liabilities	78,716	67,636	71,058
1. Provisions	4,003	3,865	4,729
2. Short-term bank credits and loans	49,241	45,145	47,786
3. Short-term liabilities from leasing	780	1,175	1,024
4. Short-term financial liabilities	147	17	16
5. Short-term liabilities and accruals	24,545	16,545	15,492
6. Liabilities from income tax	0	889	2,011
Total equities and liabilities	139,478	153,436	165,883

The ELZAB GROUP
the 3rd quarter of 2022 (in thousand PLN)

Consolidated statements on total income

CALCULATION OPTION	3Q/2022 from July 1, 2022 to September 30, 2022	3 quarters/202 2 from January 1, 2022 to September 30, 2022	3Q/2021 from July 1, 2021 to September 30, 2021 transformed data	3 quarters/202 1 from January 1, 2021 to September 30, 2021 transformed data
A. Revenues from sale of products, goods and materials	17,588	59,329	23,625	126,804
B. Costs of sold products, goods and materials	12,449	40,655	14,714	79,320
C. Gross profit/loss from sales (A-B)	5,139	18,674	8,911	47,484
D. Sale costs	2,268	6,779	2,126	8,602
E. General management board costs	3,187	9,143	2,822	9,285
F. Net profit/loss from sales (C-D-E)	-316	2,752	3,963	29,597
G. Other revenues	167	485	212	572
H. Other costs	52	315	61	277
I. Profit/loss from operating activities (F+G-H)	-201	2,922	4,114	29,892
J. Financial revenues	795	1,378	173	332
K. Financial costs	1,296	3,489	80	2,036
L. Share in profits/losses of the affiliates	-580	-3,873	-1,675	-6,975
M. Gross profit/loss (I+J-K+L)	-1,282	-3,062	2,532	21,213
N. Income tax	-517	-1,328	78	3,147
O. Net profit/loss from operating activities (M-N)	-765	-1,734	2,454	18,066
P. Profit/loss from discontinued operations	-2,724	-12,540	-3,959	-12,432
R. Net profit/loss (O+P)	-3,489	-14,274	-1,505	5,634
Attributable for:				
Shareholders of the parent company	-3,335	-13,953	-1,392	5,768
Profit/loss attributable to non-controlling shares	-154	-321	-113	-134
S. Other total income	-1,763	-2,791	-140	-29
<i>Which will not then be reclassified to profit or loss</i>	0	0	0	0
<i>Which will not be reclassified to profit or loss under certain conditions</i>	-1,763	-2,791	-140	-29
<i>Other total incomes</i>	-1,489	-2,409	0	0
<i>Exchange differences arising on the translation of the subsidiaries</i>	-274	-382	-140	-29
T. Total income (R+S)	-5,252	-17,065	-1,645	5,605
Attributable for:				
Shareholders of the parent company	-5,098	-16,744	-1,532	5,739
Minority interests	-154	-321	-113	-134
Annualized net profit/loss		-19,244		6,186
Annualized profit/loss per share:				
- annualized net profit/net loss		-19,244		6,186
- number of all shares		16,137,050		16,137,050
- number of shares without own shares		15,731,388		15,731,388
- Annualized profit (loss) per ordinary share (in PLN/EUR)		-1.19		0.38
- Annualized profit (loss) per ordinary share (in PLN/EUR) excluding own shares		-1.22		0.39

The ELZAB GROUP
the 3rd quarter of 2022 (in thousand PLN)

Consolidated statement on cash flows

INDIRECT METHOD	3Q/2022 from July 1, 2022 to September 30, 2022	3 quarters/2022 from January 1, 2022 to September 30, 2022	3Q/2021 from July 1, 2021 to September 30, 2021	3 quarters/2021 from January 1, 2021 to September 30, 2021
Cash flows from operating activities				
Net profit/loss	-3,335	-13,953	-1,392	5,768
Adjustments for items:	7,105	22,900	10,093	17,902
Share in net profits/losses of the affiliates and joint ventures settled using the ownership method	580	3,873	1,675	6,975
Non-controlling shares	-154	-321	-113	-134
Depreciation of fixed assets and intangible assets	1,883	5,763	1,606	4,839
Goodwill impairment	0	0	0	0
Profits/losses from foreign exchange differences	-313	-451	-143	-27
Costs and revenues from interests	1,129	2,880	439	1,885
Revenues from dividends	0	0	0	0
Profit/loss from investment activity	-2,053	-1,447	-18	-1
Change in provisions status	563	118	-6,058	276
Change in inventories status	1,462	-4,777	-1,719	1,544
Change in receivables and active accruals	3,151	11,103	29,737	7,172
Change in receivables and passive accruals	1,531	8,072	-14,889	-6,595
Tax disclosed in the statements of total income	-517	-1,328	78	3,147
Paid/returned income tax	-157	-585	-502	-1,179
Other adjustments	0	0	0	0
Net cash flows from operating activities	3,770	8,947	8,701	23,670
Cash flows from investment activities				
Inflows from sale of fixed assets and intangible assets	3,584	3,639	24	28
Net inflows from sale of affiliates and subsidiaries	2,500	2,500	0	0
Inflows from sale of short-term financial assets	0	0	0	0
Inflows from interests	0	127	0	0
Inflows from dividends	0	0	0	0
Repayment of granted loans	0	1,000	0	0
Expenditures for the acquisition of property, plant and equipment and intangible assets	544	4,131	1,625	4,469
Net expenditures for the acquisition of subsidiaries and associates	0	0	0	0
Expenditures for the acquisition of short-term financial assets	0	0	0	0
Granted loans	0	0	0	0
Other	0	0	0	0
Net cash flows from investment activities	5,540	3,135	-1,601	-4,441
Cash flows from financial activities				
Inflows from credits and loans	86	16,259	0	10,960
Net inflows from the issue of shares, bonds, bills of exchange, vouchers	0	0	0	0
Other	0	0	0	0
Credit and loans repayment	3,258	20,275	14,969	30,004
Payment of liabilities in respect of finance leasing agreements	207	748	337	1,270
Dividends paid to shareholders of the Company	0	0	0	0
Dividends paid to minority shareholders	0	0	0	0
Acquisition of own shares	0	0	0	0
Paid interests	1,199	3,167	486	1,565
Other	0	0	0	0
Net cash flows from financial activities	-4,578	-7,931	-15,792	-21,879
Increase/decrease in cash and cash equivalents	4,732	4,151	-8,692	-2,650
Cash and cash equivalents at the beginning of the period	390	971	9,997	3,955
Profits/losses from foreign exchange differences on valuation of cash, cash equivalents	0	0	0	0
Cash and cash equivalents at the end of the period	5,122	5,122	1,305	1,305
- with restricted disposal				
Amount of unused credit limit in a bank account		89		22,000

The ELZAB GROUP
the 3rd quarter of 2022 (in thousand PLN)

Consolidated statements on changes in the equity

	Basic capital	Surplus from the sale of shares above their nominal value	Own shares	Other reserve capitals - own shares	Supplementary capital created from profits	Reserve capital from revaluation of assets	Exchange differences arising on the translation of the subsidiaries	Profit/loss from previous years and the current year, including:	profit/loss from previous years	net profit/loss from current year	Total	Capitals for non-controlling shares	Total equities of the Group
Balance as at 01.01.2022	22,143	11,211	-1,997	3,315	64,421	-5,584	-372	-15,595	-15,595	0	77,542	-2,219	75,323
Changes in the accounting principles											0		0
Balance as at 01.01.2022 after adjustments (after transformation)	22,143	11,211	-1,997	3,315	64,421	-5,584	-372	-15,595	-15,595	0	77,542	-2,219	75,323
Total income	0	0	0	0	9,939	-1,682	-382	-24,619	-10,666	-13,953	-16,744	-321	-17,065
Adjustment from liquidation, sale of fixed assets						727		-727	-727		0		0
Settlement of the financial result for the previous financial year - transfer to the supplementary capital					9,939			-9,939	-9,939		0		0
Exchange differences arising on the translation of the subsidiaries							-382	0			-382		-382
Valuation of shares of Comp S.A. held by the affiliate - CCI Sp. z o.o.						-2,409					-2,409		-2,409
Profit/loss from the financial year								-13,953		-13,953	-13,953	-321	-14,274
Other changes in equity	0	0	0	0	0	0	0	0	0	0	0	0	0
As at 30.09.2022	22,143	11,211	-1,997	3,315	74,360	-7,266	-754	-40,214	-26,261	-13,953	60,798	-2,540	58,258
	Basic capital	Surplus from the sale of shares above their nominal value	Own shares	Other reserve capitals - own shares	Supplementary capital created from profits	Reserve capital from revaluation of assets	Exchange differences arising on the translation of the subsidiaries	Profit/loss from previous years and the current year, including:	profit/loss from previous years	net profit/loss from current year	Total	Capitals for non-controlling shares	Total equities of the Group
Balance as at January 1, 2021	22,143	11,211	-1,997	3,315	58,413	628	-386	-10,063	-10,063	0	83,264	-2,027	81,237
Changes in the accounting principles	0	0	0	0	0	0	0	0	0	0	0	0	0
Balance as at 01.01.2021 after adjustments (after transformation)	22,143	11,211	-1,997	3,315	58,413	628	-386	-10,063	-10,063	0	83,264	-2,027	81,237
Total income	0	0	0	0	6,008	-6,212	14	-5,532	-6,009	477	-5,722	-192	-5,914
Adjustment from liquidation of fixed assets	0	0	0	0	0	1		-1	-1	0	0	0	0
Settlement of the financial result for the previous financial year	0	0	0	0	6,008	0	0	-6,008	-6,008	0	0	0	0
Valuation of shares of Comp S.A. held by the affiliate - CCI Sp. z o.o.	0	0	0	0	0	-6,213	0	0	0	0	-6,213	0	-6,213
Exchange differences arising on the translation of the subsidiaries	0	0	0	0	0	0	14	0	0	0	14	0	14
Profit/loss from the financial year	0	0	0	0	0	0	0	477	0	477	477	-192	285
Other changes in equity	0	0	0	0	0	0	0	0	0	0	0	0	0
Balance as at 31.12.2021	22,143	11,211	-1,997	3,315	64,421	-5,584	-372	-15,595	-16,072	477	77,542	-2,219	75,323

	Basic capital	Surplus from the sale of shares above their nominal value	Own shares	Other reserve capitals - own shares	Supplementary capital created from profits	Reserve capital from revaluation of assets	Exchange differences arising on the translation of	Profit/loss from previous years and the current year, including:	profit/loss from previous years	net profit/loss from current year	Total	Capitals for non-controlling shares	Total equities of the Group
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The ELZAB GROUP
the 3rd quarter of 2022 (in thousand PLN)

	value						the subsidiaries						
Balance as at January 1, 2021	22,143	11,211	-1,997	3,315	58,413	628	-386	-10,063	-10,063	0	83,264	-2,027	81,237
Changes in the accounting principles											0		0
Balance as at January 1, 2021 after adjustments (after transformation)	22,143	11,211	-1,997	3,315	58,413	628	-386	-10,063	-10,063	0	83,264	-2,027	81,237
Total income	0	0	0	0	6,008	0	-29	-240	-6,008	5,768	5,739	-134	5,605
Settlement of the financial result for the previous financial year - transfer to the supplementary capital					6,008			-6,008	-6,008		0		0
Exchange differences arising on the translation of the subsidiaries							-29	0			-29		-29
Profit/loss from the financial year								5,768		5,768	5,768	-134	5,634
Other changes in equity	0	0	0	0	0	0	0	0	0	0	0	0	0
As at 30.09.2021	22,143	11,211	-1,997	3,315	64,421	628	-415	-10,303	-16,071	5,768	89,003	-2,161	86,842

The ELZAB GROUP
the 3rd quarter of 2022 (in thousand PLN)

VI. Financial statements of ELZAB S.A.

Statements on financial situation

ASSETS	As at 30.09.2022	As at 31.12.2021	As at 30.09.2021
A. Fixed assets (long-term)	109,991	115,197	101,580
1. Tangible fixed assets	16,433	23,880	23,716
2. Investment properties		0	0
3. Intangible assets	18,321	18,402	18,266
4. Long-term financial assets	73,295	72,294	59,025
5. Assets from deferred income tax	1,928	606	554
6. Long-term receivables and accruals	14	15	19
B. Current assets (short-term)	71,333	71,810	91,939
1. Inventories	36,778	33,090	33,752
2. Short-term receivables and accruals	25,661	33,479	51,936
3. Receivables from financial leasing	0	0	0
4. Receivables from income tax	417	0	0
5. Short-term financial assets	3,489	4,352	5,132
6. Cash and cash equivalents	4,988	889	1,119
C. Assets held for sale	1,374	2,400	
Total assets	182,698	189,407	193,519
LIABILITIES	As at 30.09.2022	As at 31.12.2021	As at 30.09.2021
A. Equity	103,515	112,939	116,046
1. Basic capital	22,143	22,143	22,143
2. Surplus from the sale of shares above their nominal value	11,211	11,211	11,211
3. Own shares	-1,997	-1,997	-1,997
4. Other reserve capitals - own shares	3,315	3,315	3,315
5. Reserve and spare capitals	75,716	65,050	65,049
6. Profit/loss from previous years and the current year, including:	-6,873	13,217	16,325
6.1. Accumulated profits/losses from previous years	2,551	3,278	3,279
6.2. Profit/loss of the current year	-9,424	9,939	13,046
B. Long-term liabilities	2,459	10,435	7,936
1. Provisions	358	381	297
2. Deferred income tax provisions	0	0	0
3. Long-term bank credits and loans	700	7,559	5,393
4. Long-term liabilities from leasing	1,250	2,298	2,034
5. Long-term financial liabilities	0	0	0
6. Long-term liabilities and accruals	151	197	212
C. Short-term liabilities	76,724	66,033	69,537
1. Provisions	4,003	3,865	4,729
2. Short-term bank credits and loans	47,712	44,361	47,000
3. Short-term liabilities from leasing	780	1,175	1,024
4. Short-term financial liabilities	147	17	16
5. Short-term liabilities and accruals	24,082	15,726	14,757
6. Liabilities from income tax	0	889	2,011
Total equities and liabilities	182,698	189,407	193,519

The ELZAB GROUP
the 3rd quarter of 2022 (in thousand PLN)

Statements on total incomes

CALCULATION OPTION	3Q/2022 from July 1, 2022 to September 30, 2022	3 quarters/2022 from January 1, 2022 to September 30, 2022	3Q/2021 from July 1, 2021 to September 30, 2021 transformed data	3 quarters/2021 from January 1, 2021 to September 30, 2021 transformed data
A. Revenues from sale of products, goods and materials	17,008	57,687	23,178	124,997
B. Costs of sold products, goods and materials	12,059	39,832	14,453	78,284
C. Gross profit/loss from sales (A-B)	4,949	17,855	8,725	46,713
D. Sale costs	2,012	6,082	1,858	7,846
E. General management board costs	2,910	8,406	2,627	8,782
F. Net profit/loss from sales (C-D-E)	27	3,367	4,240	30,085
G. Other revenues	167	485	212	572
H. Other costs	51	175	61	277
I. Profit/loss from operating activities (F+G-H)	143	3,677	4,391	30,380
J. Financial revenues	914	1,573	195	253
K. Financial costs	1,279	3,456	22	2,060
L. Gross profit/loss (I+J-K)	-222	1,794	4,564	28,573
M. Income tax	-516	-1,322	64	3,095
N. Net profit/loss from operating activities (L-M)	294	3,116	4,500	25,478
O. Profit/loss from discontinued operations	-2,724	-12,540	-3,959	-12,432
P. Net profit/loss (N+O)	-2,430	-9,424	541	13,046
R. Other total income	0	0	0	0
S. Total income (P+R)	-2,430	-9,424	541	13,046
Annualized net profit/loss		-12,531		16,964
Profit per share:				
- annualized net profit/loss		-12,531		16,964
- number of all shares		16,137,050		16,137,050
- number of shares without own shares		15,731,388		15,731,388
- annualized profit (loss) per ordinary share (in PLN/EUR)		-0.78		1.05
- annualized profit (loss) per ordinary share (in PLN/EUR) excluding own shares		-0.80		1.08

The ELZAB GROUP
the 3rd quarter of 2022 (in thousand PLN)

Statements on cash flows

INDIRECT METHOD	3Q/2022 from July 1, 2022 to September 30, 2022	3 quarters/2022 from January 1, 2022 to September 30, 2022	3Q/2021 from July 1, 2021 to September 30, 2021	3 quarters/2021 from January 1, 2021 to September 30, 2021
Cash flows from operating activities				
Net profit/loss	-2,430	-9,424	541	13,046
Adjustments for items:	6,179	18,916	8,094	10,625
Depreciation of fixed assets	665	2,245	862	2,521
Depreciation of intangible assets	1,212	3,476	726	2,260
Goodwill impairment	0	0	0	0
Profits/losses from foreign exchange differences	0	0	0	0
Costs and revenues from interests	1,137	2,905	440	1,886
Revenues from dividends	0	0	0	0
Profit/loss from investment activity	-2,053	-1,447	-24	4
Change in provisions status	562	116	-6,059	276
Change in inventories status	1,556	-3,687	-1,422	1,835
Change in receivables and active accruals	2,397	9,129	29,032	4,872
Change in receivables and passive accruals	1,376	8,086	-15,023	-4,945
Tax disclosed in the statements of total income	-516	-1,322	64	3,095
Paid/returned income tax	-157	-585	-502	-1,179
Other adjustments	0	0	0	0
Net cash flows from operating activities	3,749	9,492	8,635	23,671
Cash flows from investment activities				
Inflows from sale of fixed assets and intangible assets	3,584	3,639	24	28
Net inflows from sale of affiliates and subsidiaries	2,500	2,500	0	0
Inflows from sale of short-term financial assets	0	0	0	0
Inflows from interests	0	127	0	0
Inflows from dividends	0	0	0	0
Repayment of granted loans	0	1,000	0	0
Expenditures for the acquisition of property, plant and equipment and intangible assets	515	4,012	1,584	4,289
Net expenditures for the acquisition of subsidiaries and associates	0	0	0	0
Expenditures for the acquisition of short-term financial assets	0	0	0	0
Granted loans	0	20	0	0
Other	0	0	0	0
Net cash flows from investment activities	5,569	3,234	-1,560	-4,261
Cash flows from financial activities				
Inflows from credits and loans	39	15,574	0	10,959
Net inflows from the issue of shares, bonds, bills of exchange, vouchers	0	0	0	0
Other inflows - funding for remunerations	0	0	0	0
Credit and loans repayment	3,258	20,275	14,969	30,004
Payment of liabilities in respect of finance leasing agreements	207	748	337	1,270
Dividends paid to shareholders of the Company	0	0	0	0
Dividends paid to minority shareholders	0	0	0	0
Acquisition of own shares	0	0	0	0
Paid interests	1,202	3,178	485	1,672
Other	0	0	0	0
Net cash flows from financial activities	-4,628	-8,627	-15,791	-21,987
Increase/decrease in cash and cash equivalents	4,690	4,099	-8,716	-2,577
Cash and cash equivalents at the beginning of the period	298	889	9,835	3,696
Cash and cash equivalents at the end of the period	4,988	4,988	1,119	1,119
including:	0	0	0	0
- with restricted disposal				
Amount of unused credit limit in a bank account		89		22,000

The ELZAB GROUP
the 3rd quarter of 2022 (in thousand PLN)

Statements on changes in the equity

	Basic capital	Surplus from the sale of shares above their nominal value	Own shares	Other reserve capitals - own shares	Supplementary capital created from profits	Reserve capital from revaluation of assets	Profit/loss from previous years and the current year, including:	profit/loss from previous years	net profit/loss from current year	Total
Balance as at 01.01.2022	22,143	11,211	-1,997	3,315	64,421	629	13,217	13,217	0	112,939
Changes in the accounting principles							0			0
Balance as at 01.01.2022 after adjustments (after transformation)	22,143	11,211	-1,997	3,315	64,421	629	13,217	13,217	0	112,939
Total income	0	0	0	0	9,939	727	-20,090	-10,666	-9,424	-9,424
Adjustment from liquidation and sale of fixed assets						727	-727	-727		0
Settlement of the financial result for the previous financial year - transfer to the supplementary capital					9,939		-9,939	-9,939		0
Profit/loss from the financial year							-9,424	0	-9,424	-9,424
Other changes in equity	0	0	0	0	0	0	0	0	0	0
As at 30.09.2022	22,143	11,211	-1,997	3,315	74,360	1,356	-6,873	2,551	-9,424	103,515
	Basic capital	Surplus from the sale of shares above their nominal value	Own shares	Other reserve capitals - own shares	Supplementary capital created from profits	Reserve capital from revaluation of assets	Profit/loss from previous years and the current year, including:	profit/loss from previous years	net profit/loss from current year	Total
Balance as at January 1, 2021	22,143	11,211	-1,997	3,315	58,413	628	9,287	9,287	0	103,000
Changes in the accounting principles										0
Balance as at January 1, 2021 after adjustments (after transformation)	22,143	11,211	-1,997	3,315	58,413	628	9,287	9,287	0	103,000
Total income	0	0	0	0	6,008	1	3,930	-6,009	9,939	9,939
Settlement of the financial result for the previous financial year					6,008		-6,008	-6,008		0
Adjustment from liquidation and sale of fixed assets						1	-1	-1		0
Profit/loss from the financial year							9,939	0	9,939	9,939
Other changes in equity	0	0	0	0	0	0	0	0	0	0
Balance as at 31.12.2021	22,143	11,211	-1,997	3,315	64,421	629	13,217	3,278	9,939	112,939
	Basic capital	Surplus from the sale of shares above their nominal value	Own shares	Other reserve capitals - own shares	Supplementary capital created from profits	Reserve capital from revaluation of assets	Profit/loss from previous years and the current year, including:	profit/loss from previous years	net profit/loss from current year	Total
Balance as at January 1, 2021	22,143	11,211	-1,997	3,315	58,413	628	9,287	9,287	0	103,000
Changes in the accounting principles							0			0
Balance as at January 1, 2021 after adjustments (after transformation)	22,143	11,211	-1,997	3,315	58,413	628	9,287	9,287	0	103,000
Total income	0	0	0	0	6,008	0	7,038	-6,008	13,046	13,046
Revaluation of fixed assets						0	0	0		0
Settlement of the financial result for the previous financial year - transfer to the supplementary capital					6,008		-6,008	-6,008		0
Profit/loss from the financial year							13,046	0	13,046	13,046
Other changes in equity	0	0	0	0	0	0	0	0	0	0
As at 30.09.2021	22,143	11,211	-1,997	3,315	64,421	628	16,325	3,279	13,046	116,046

VII. Additional information to the consolidated financial statements of ELZAB Group

1. Significant achievements of the ELZAB Group and events affecting the achieved results Revenues - Costs - Financial result.

The parent entity of ELZAB S.A. is a producer and supplier of devices and systems supporting retail sales. The company specialises in the design, production and distribution of a wide range of cash registers, cash register equipment and systems, peripheral devices and accessories used to register and manage sales, such as: electronic scales, price checkers, non-fiscal printers, label printers, cash drawers, cash modems and multiplexers. In addition, the offer of ELZAB S.A. includes products such as commercial calculating and labelling scales, platform scales and maintenance services for the aforementioned devices.

Revenues from the sale of own production products and services as well as goods and materials in the third quarter of 2022 amounted to PLN 17,008 thousand, and were by 26.6% lower than the revenues obtained in the corresponding period of 2021, which amounted to PLN 23,178 thousand (transformed data).

Industry segments	the third quarter of 2022	the third quarter of 2021	change
Fiscal devices	9,595	14,006	69%
Non-fiscal products	2,682	2,967	90%
Industrial and non-industrial services	1,709	2,662	64%
Goods and materials	3,022	3,543	85%
Total	17,008	23,178	73%

In the current period, the level of revenues is affected by the effects of the overall economic situation in the country, which is a derivative of the macroeconomic situation caused by, inter alia, Russian aggression on Ukraine.

ELZAB HELLAS SPV Sp. z o.o.

ELZAB HELLAS SPV Sp. z o.o. is an advisory company. In both compared quarters, the Company did not realise revenues.

ELZAB HELLAS S.A.

ELZAB HELLAS S.A. is a distributor of fiscal devices of ELZAB S.A. on the Greek market. Sales revenues generated in the third quarter of 2022 amounted to PLN 904 thousand, and were slightly higher to the revenues generated in the third quarter of 2021, which amounted to PLN 842 thousand.

ELZAB CAPITAL GROUP

The value of sales revenues generated by the ELZAB Group in the third quarter of 2022 amounted to PLN 17,588 thousand and was by 26% lower than the revenues achieved in the comparable quarter of 2021. The determining factor involves lower revenues generated by the parent company ELZAB S.A.

Considering the costs incurred for the production of sold products, the value of sold materials and goods in the third quarter of 2022, the ELZAB Capital Group generated consolidated gross profit on sales of PLN 5,139,000, which was lower by 42% compared to the same period of the previous year (transformed data). The level of profitability was 29.2% for the discussed period and 37.7% for the third quarter of 2021, respectively (transformed data).

The structure and level of sales impacted on the results achieved by the ELZAB Group, which

has directly impacts on the achieved margin.

Having considered the costs of distribution, marketing, promotion and advertising, as well as the general costs of operating and maintaining companies, in the third quarter of 2022, the ELZAB Group generated a net loss on sales of PLN 316 thousand. In the comparable period of the third quarter of 2021, a net profit on sales of PLN 3,963 thousand was obtained.

In the third quarter of 2022, the total cost of sales (excluding the effect of updating receivables) and general management costs incurred by the ELZAB Group amounted to PLN 5,457 thousand, and were by 10% higher than those incurred in the third quarter of 2021.

In the third quarter of 2022, sales costs were higher by 6% (excluding the effects of updating receivables) compared to the third quarter of 2021. In the third quarter of 2021, the effect of updating and writing off receivables improved the result in the amount of PLN 2,000, while in the comparable quarter of last year, it amounted to PLN 15,000, and impacted on the higher result.

Compared to the same period of the previous year, the costs of general management in the third quarter of 2022 were 13% higher and amounted to PLN 3,187 thousand.

In the presented quarter, the result on other operating activities was positive and amounted to PLN 115 thousand. In the third quarter of 2021, the result on other operating activities was also positive and amounted to PLN 151,000. Other operating revenues mainly included revenues from the rental of real estate.

As far as the result on other operating activities is concerned, the ELZAB Group generated operating loss of PLN 201 thousand in the first quarter of 2022. In the same period last year, the ELZAB Group generated operating profit of PLN 4,114 thousand (transformed data).

In the first quarter of 2022, there was a negative balance of financial revenues and costs in the amount of PLN 501 thousand. In the comparative period of the previous year, a recorded positive balance amounted to PLN 93,000. The financial income includes mainly interest accrued to recipients, interest on loans granted, write-offs of interests on receivables and positive exchange rate differences. Financial costs include the costs of financing the company.

In the third quarter of 2022, the financial activities of the ELZAB Group also included a share in losses of associates in the amount of PLN 580,000. In the third quarter of 2021, the share in losses of the associates amounted to PLN 1,675,000.

In the third quarter of 2022, the ELZAB Group generated a gross loss of PLN 1,282,000. In the comparable period of the previous year, the generated gross profit was PLN 2,532 thousand.

Considering the income tax charges in the current and deferred part, the ELZAB Group, in the third quarter of 2022, generated a net loss on continuing operations in the amount of PLN 765 thousand compared to the third quarter of 2021, when the net profit from continuing operations was generated at the level of PLN 2,454 thousand.

In connection with the planned closure of production processes, losses on discontinued operations were separated and amounted to respectively: - PLN 2,724 thousand in the third quarter of 2022 and – PLN 3,959 thousand in the third quarter of 2021.

2. Operating segments

The ELZAB Group generates revenues from sales in one industry segment of electronic devices, which includes fiscal and non-fiscal devices that are products of its own production and goods purchased for resale. Revenue from other sales, i.e. from the sale of materials and goods, supplements the main offer of the Group. The services rendered in the field of guarantee, post-guarantee, training and installation services are closely related to the commercial offer of the Group.

The range offered for sale is characterised by a similar production process, distribution methods used and the scope of rendered services, and is intended for a specific group of recipients. In this situation, there is no need to divide the carrying amounts in terms of assets and liabilities, as they participate in generating the financial result in one segment of the electronics industry.

For management purposes, the gross margin achieved on individual assortments or assortment groups is reported in each entity included in the ELZAB Capital Group.

Sales revenues presented in the consolidated profit and loss account for the third quarter of 2022 include the exclusion of mutual turnover within the ELZAB Capital Group and constitute sales revenues to external clients outside the Group. Production and selling costs are also selling costs to external clients.

The following table presents the percentage share of the offered range in the total value of realised sales revenues in individual companies and in the Capital Group as well as the achieved level of gross margin on sales in the third quarter of 2022 in assortment groups separated as one segment of the electronic market.

Name of the entity	Own-production electronic equipment and services including maintenance	Goods (electronic equipment), materials and accessories	TOTAL REVENUES FROM SALES
ELZAB S.A.	82%	18%	100%
- revenues	13,986	3,022	17,008
ELZAB HELLAS SPV Sp. z o.o.	0%	0%	0%
- revenues	0	0	0
ELZAB HELLAS S.A.	7%	93%	100%
- revenues	59	845	904
REVENUES VALUE for external clients	79%	21%	100%
- revenues	13,974	3,614	17,588
Gross margin on sales achieved in the third quarter of 2022	4,694	445	5,139

Name of the entity	Own-production electronic equipment and services including maintenance	Goods (electronic equipment), materials and accessories	TOTAL REVENUES FROM SALES
ELZAB S.A.	85%	15%	100%
- revenues	19,635	3,543	23,178
ELZAB HELLAS SPV Sp. z o.o.	0%	0%	0%
- revenues	0	0	0
ELZAB HELLAS S.A.	4%	96%	100%
- revenues	30	812	842
REVENUES VALUE for external clients	82%	18%	100%
- revenues	19,297	4,328	23,625
Gross margin on sales achieved in the third quarter of 2021	8,240	671	8,911

In the third quarter of 2022, ELZAB S.A. delivered its products to the market through direct sales to dealers and through sales offices in Warsaw, Wrocław and Suchy Las near Poznań.

The consolidated value of revenues achieved by the ELZAB Capital Group in the comparable periods of the third quarter of 2022 and the third quarter of 2021 and for the periods cumulatively, according to the geographical structure is presented in the table below:

<i>in thousand PLN</i>	the third	% of share	the third	% of share
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The ELZAB GROUP
the 3rd quarter of 2022 (in thousand PLN)

	quarter of 2022		quarter of 2021	
Sales in the territory of the Republic of Poland	15,361	87.3%	21,684	91.8%
Sales on foreign markets	2,227	12.7%	1,941	8.2%
Total	17,588	100.0%	23,625	100.0%

<i>in thousand PLN</i>	3 quarters 2022	% of share	3 quarters 2021	% of share
sales in the territory of the Republic of Poland	52,660	88.8%	121,085	95.5%
sales on foreign markets	6,669	11.2%	5,719	4.5%
total	59,329	100.0%	126,804	100.0%

3. Seasonality or cyclicity of operations of ELZAB S.A.

In the scope of basic products of ELZAB S.A., i.e. fiscal devices, seasonality is associated with the entry into force of ordinances of the Minister of Finance imposing the obligation to install fiscal devices on new groups of taxpayers.

The last change that caused a significant increase in revenues/production was the amendment to the Act on Value Added Tax and the Act - Measures Law, which entered into force on May 1, 2019, and introduced the obligation to have online cash registers by specific groups of taxpayers:

- from January 1, 2020, for taxpayers selling fuel and providing vehicle mechanics and tire replacement services,
- due to the current situation caused by the coronavirus pandemic, for entities providing services related to gastronomy (also seasonally), hotel and coal sales, the obligation to replace the existing cash registers with online cash registers was postponed from July 1, 2020 to January 1, 2021.
- due to the current situation caused by the coronavirus pandemic, for taxpayers providing hairdressing, cosmetic, construction, legal services, medical care provided by doctors and dentists and from the fitness industry (in terms of admission), the obligation to replace previously held cash registers with online cash registers was postponed from January 1, 2021 to July 1, 2021.

In 2022, no significant obligations were imposed on entities obliged to register sales using a fiscal device.

Seasonality does not apply to the replacement market, where decisions on the purchase of fiscal devices are made after the fiscal module is full.

Seasonality in sales on foreign markets applies, as on the domestic market, to the primary market and involves the implementation by the relevant administrative authorities of a given country of regulations regarding taxpayer groups covered by the obligation to install fiscal devices.

Seasonality of sales directly impact on the seasonality of production.

4. Important information about changes in estimates

In the third quarter of 2022, in ELZAB S.A. and its subsidiaries, the following changes occurred in items of impairment write-off, provisions and accrued expenses (in thousand PLN):

1. The impairment write-offs on receivables and interest on late payments in the third quarter of 2022 decreased by PLN 14 thousand compared to June 30, 2022 and amounts to PLN 679 thousand.
2. In the third quarter of 2022, the value of sold products, goods and materials was increased by the effect of revaluation of inventories in the amount of PLN 312,000.
3. Other changes in provisions and passive accruals (in thousand PLN):

The ELZAB GROUP
the 3rd quarter of 2022 (in thousand PLN)

	As at 30.09.2022	As at 30.06.2022	Change
Provision for retirement and pension benefits	403	409	-6
Provision for unused employee leaves	328	508	-180
Provision for quarterly / annual bonus	1,827	1,616	211
Provision for costs of dismissed employees	1,501	935	566
Provision for review and audit of financial statements	31	71	-40
Provision for the guarantee fund	192	195	-3
Other	155	180	-25
Total provisions and passive accruals	4,437	3,914	523

Provisions were included respectively in production costs, selling costs and general costs. Provision for costs of dismissed employees was recognized in the Statement of Comprehensive Income for discontinued operations.

4. Assets from deferred income tax as at September 30, 2022 was PLN 2,634 thousand, and as compared to December 31, 2022, it shows the following changes in individual titles (in thousand PLN):

	As at 30.09.2022	As at 30.06.2022	Change
Retirement and pension benefits	68	69	-1
Unused leaves	62	96	-34
Accrued costs	665	532	133
Suspended margin on inventories	20	19	1
Promotional and advertising fund, commissions	0	0	0
Guarantee fund	37	37	0
Interest on loans received by ELZAB S.A.	544	451	93
Updating the value of shares held for sale	0	240	-240
Deductible tax loss	1,238	776	462
Assets from deferred income tax	2,634	2,220	414

Provisions for deferred income tax, as at September 30, 2022, decreased by PLN 103 thousand, and, at the end of the third quarter of 2022, amounted to PLN 998 thousand. The main amount is the provision for differences between the carrying and tax value of fixed assets and financial assets (bonds and loans).

As at September 30, 2022, assets were offset with deferred tax liabilities at the level of separate statements of the subsidiaries.

Compensation of assets with deferred tax liabilities	September 30, 2022
Assets from deferred income tax	2,634
Deferred income tax provisions	998
Balance of assets from deferred income tax	1,636

5. Financial instruments

As at September 30, 2022, there were no open forward transactions in the ELZAB Group.

As at September 30, 2022, the ELZAB Group had receivables from loans granted in the amount of PLN 14,297 thousand (including accrued interest).

6. Significant transactions with the affiliates and data necessary to prepare the consolidated financial statements

<i>Settlements with the subsidiaries</i>	<i>Receivables of the ELZAB Group from the subsidiaries</i>	<i>Receivables of the ELZAB Group from the affiliates from granted loans</i>	<i>Liabilities of ELZAB for the affiliates</i>	<i>Liabilities of ELZAB to the affiliates from granted loans</i>
The HELLAS Group	8,682	3,489	33	0
MICRA METRIPOND KFT	340	0	9	0
COMP S.A.	272	0	862	23,288
INSOFT Sp. z o.o.	0	0	182	0
JNJ LIMITED	0	14,270	0	0
COMP CENTRUM INNOWACJI Sp. z o.o.	1,860	0	0	0
POLSKI SYSTEM KORZYŚCI Sp. z o.o.	21	0	0	0

<i>Transactions with the subsidiaries</i>	<i>Sale of the ELZAB Group to the affiliates</i>	<i>Purchases of the ELZAB Group from the affiliates</i>	<i>Balance of revenues/ financial costs</i>
The HELLAS Group	1,432	153	49
MICRA METRIPOND KFT	1,495	17	0
COMP S.A.	1,052	1,709	-1,194
INSOFT Sp. z o.o.	0	229	0
ENIGMA	31	0	0
JNJ Limited	0	0	214
POLSKI SYSTEM KORZYŚCI Sp. z o.o.	19	0	0

The above tables include the turnover for three quarters of 2022 and the balance of liabilities and receivables as at September 30, 2022.

As at September 30, 2022, inventories of ELZAB S.A. products in the subsidiaries' warehouses amounted to PLN 1,201 thousand. The realised margin on inventories resulted in decreased net financial result of the ELZAB Group for three quarters of 2022 by PLN 5 thousand.

Significant agreements concluded with the affiliates

The presented financial statements for the third quarter of 2022 shall be read together with the statements of the ELZAB Group and ELZAB S.A. for 2021, and the Group's statements for the first half of 2022, which contain the necessary information and disclosures regarding significant contracts in the Company's operations.

In the period from December 31, 2021 to the date of publication of the statements for the third quarter of 2022, the Company did not conclude significant agreements with the affiliates.

7. Information on non-market transactions concluded between entities of the ELZAB Group

In the statements period, transactions that would be concluded on terms other than market terms did not occur between ELZAB S.A. and the affiliates.

8. Description of unique factors and events significantly impact on the achieved financial results

In the third quarter of 2022, apart from the ongoing process of transferring production to another location and the decisions taken to discontinue non-fiscal production (point III Separation of discontinued operations), there were no unusual events that would have a significant impact on the financial results achieved.

The impact of the coronavirus pandemic situation on the ELZAB Group is described point: Information on the impact of the spread of the covid-19 coronavirus on the operations of the Company.

The impact of the situation related to aggression of Russia on Ukraine on the ELZAB Group is presented in point: Information on the impact of the situation related to the armed aggression of Russia on Ukraine on the company's operations

9. Goodwill from consolidation

As at September 30, 2022, goodwill on consolidation is PLN 0.

ELZAB HELLAS SPV Sp. z o.o. - The company has been included in the consolidation since August 2016.

Goodwill on consolidation arose on the purchase of shares PLN 1,000

Goodwill as at September 30, 2022 PLN 0,000

ELZAB HELLAS S.A. - the company included in consolidation since September 2016. Goodwill does not occur due to the establishment of the company.

Compared to the end of 2021, the net goodwill on the company consolidation did not change.

10. Shares in the subsidiaries valued using the ownership rights method

Name of the affiliate	Basic operations	Place of registration and operation	Percentage of shares and voting rights held by the Group	
			As at 30.09.2022	As at 31.12.2021
COMP Centrum Innowacji Sp. z o.o.	activities related to IT consulting	Poland	40.99%	49.88%

Name of the affiliate	Cost	Cumulative share in profits/losses of the affiliates	As at 30.09.2022
			Net value
COMP Centrum Innowacji Sp. z o.o.	59,021	-36,711	22,310
Total investments in the affiliates	59,021	-36,711	22,310

Comp Innovation Centre Group	As at 30.09.2022
Current assets	12,751
Fixed assets	179,615
Short-term liabilities	13,161
Long-term liabilities	102,239

The ELZAB GROUP
the 3rd quarter of 2022 (in thousand PLN)

Comp Innovation Centre Group	For the period from 01.01.2022 to 30.09.2022
Balance amount of the Group's shares in COMP INNOVATION CENTRE at the beginning of the period	28,592
<i>Change in equities of the Comp Centrum Innowacji Group</i>	-16,292
<i>Percentage share of the Group in the shares of Comp Centrum Innowacji</i>	40.99%
Equities of the Comp Centrum Innowacji Group attributable to the ELZAB Group	-6,282
Balance amount of the Group's shares in COMP INNOVATION CENTRE at the end of the period	22,310

Equity of the Comp Innovation Centre Group attributable to the ELZAB Group for 3 quarters of 2022.	-6,282
- related to the financial result	-3,873
- related to the revaluation of the reserve capital	-2,409

11. Fixed assets classified as intended for sale

Type of asset held for sale	As at 30.09.2022	As at 30.06.2022	As at 31.12.2021
Assets related to the Company, held for sale	0	2,400	2,400
Shares in Greenfield Plan Sp. z o.o.	0	2,400	2,400
Tangible fixed assets	1,374	2,836	0
Tangible fixed assets	1,374	2,836	0
Total	1,374	5,236	2,400

On December 22, 2021, ELZAB S.A. acquired shares in Greenfield Plan Sp. z o.o. At the same time, on the same day, the Extraordinary General Meeting of Greenfield Plan Sp. z o.o. adopted a resolution to increase the share capital from the amount of PLN 5,000 up to the amount of PLN 3,663 thousand, ELZAB S.A. made a declaration on taking up shares and covering them in full with a cash contribution. Considering the cooperation of both parties so far, ELZAB S.A. concluded an agreement with Greenfield Plan Sp. z o.o. regarding the compensation of receivables due to the take-up of shares by ELZAB S.A. with existing receivables due to ELZAB S.A. from Greenfield Plan Sp. z o.o. The aforementioned deductions resulted in full repayment of mutual claims.

Greenfield Plan Sp. z o.o. is intended for sale in the next 12 months. In connection with the intended sale of shares in Greenfield Plan Sp. z o.o. the valuation of the shares held was made to the realizable value up to the amount of PLN 2,400 thousand, based on the purchase offers received.

On July 28, 2022, ELZAB S.A. sold 100% shares in Greenfield Plan Sp. z o.o. The sales price amounted to PLN 2,500 thousand.

As of June 30, 2022, the Company presented tangible fixed assets related to the planned sale of the property of the assembly building for sale. The property was sold in the third quarter of 2022. Result on sale of real estate was allocated to discontinued operations.

As at September 30, 2022, the Company presents some machines and equipment as assets to be disposed of (those on which production processes have already ended). The value of the assets were adjusted to obtainable prices on the secondary market. The effect of the asset revaluation was related to discontinued operations. These assets are intended for disposal within the next 12 months.

12. Information on loans, sureties and guarantees granted by ELZAB S.A. or by the subsidiaries

Granted loans

As at September 30, 2022, the following loans exist within the group:

Borrower	Year of conclusion of the agreement	Interest rate	Total amounts of granted loans	Loan amount repaid in the third quarter of 2022	Loan amount to be repaid as at September 30, 2022
private individual	for 2016	EURIBOR 1M + margin	150 thousand EUR*)	0 thousand EUR	150 thousand EUR
private individual	for 2020	EURIBOR 1M + margin	5 thousand EUR	0 thousand EUR	5 thousand EUR
ELZAB HELLAS SPV	for 2016	EURIBOR 1M + margin	400 thousand EUR	0 thousand EUR	328 thousand EUR
ELZAB HELLAS SPV	for 2022	WIBOR 1M + margin	20 thousand PLN	0 thousand PLN	20 thousand PLN
ELZAB HELLAS S.A	**2019 (consolidation of previous loans)	EURIBOR 1M + margin	324 thousand EUR	0 thousand EUR	324 thousand EUR
JNJ Limited	for 2021	EURIBOR 3M + margin	2,885 thousand EUR	0 thousand EUR	2,885 thousand EUR

Loans granted to ELZAB HELLAS SPV Sp. z o. o. and ELZAB HELLAS S.A. are excluded in the consolidated statements.

*) loan subject to write-off in 2021.

**) In December 2019, ELZAB S.A. and ELZAB HELLAS S.A. concluded an agreement under which 11 loans granted by ELZAB S.A. were consolidated for ELZAB HELLAS S.A. As a result of the agreement, the amount of accrued interest as at December 31, 2019 in the amount of EUR 26 thousand together with the original amounts of loans granted in the total amount of EUR 298 thousand were consolidated into one loan of EUR 324 thousand.

On December 31, 2021, the Company concluded an agreement with JNJ Limited with its registered office in Dubai, a subsidiary of the affiliate - Comp Centrum Innowacji Sp. z o.o., in the amount of EUR 2,885 thousand. The loan is to be repaid in three installments: the first installment in the amount of EUR 1,000 thousand by 31 August 2022; the second installment in the amount of EUR 1,000 thousand by August 31, 2023; third installment in the amount of EUR 885 thousand by December 31, 2024. Interests will be paid with the repayment of the third loan installment. On March 11, 2022, an annex to the loan agreement was concluded, according to which new deadlines for the payment of loan installments were established: the first installment in the amount of EUR 500 thousand by 31 December 2023; the second installment in the amount of EUR 1,000 thousand by 31 December 2024; and the third installment in the amount of EUR 1,385 thousand by 31 December 2025.

At the same time, from the received loan amount, referred to above, JNJ Limited based in Dubai paid the trade receivables due to the company in the total amount of EUR 2,885 thousand. As a result of the above operations, total debt of JNJ Limited towards ELZAB S.A. did not change.

Sureties

The subsidiaries did not grant loans, sureties and guarantees as at September 30, 2022.

13. Loads, credits and leasing liabilities

Liabilities from credits, loans and leasing	As at 30.09.2022	As at 31.12.2021
Long-term liabilities	1,950	9,857
Long-term bank credits and loans	700	7,559
Other long-term financial liabilities (leasing)	1,250	2,298
Short-term liabilities	50,021	46,320
Short-term bank credits and loans	49,241	45,145
Other short-term financial liabilities (leasing)	780	1,175

Bank credits as at September 30, 2022, include:

- ING Multi-Product Agreement - investment credit and non-revolving credit - the amount remaining to be paid is PLN 4,694 thousand.
- ING Multi-Product Agreement - investment credit - the amount remaining to be paid is PLN 9,500 thousand.
- Overdrafts

Credit on the current account as at 30.09.2022	limit	used amount	remaining amount to be used
mBank S.A.	6,000	5,911	89
total	6,000	5,911	89

- factoring in ING Commercial Finance Polska SA The liability value was PLN 3,797 thousand. The limit of the amount available is PLN 6,000 thousand.

ELZAB HELLAS S.A. uses the contract to finance suppliers, the liability for this at the end of the third quarter of 2022 is EUR 141 thousand (PLN 686 thousand).

On April 6, 2022, annex no. 10 to the Multiproduct Agreement was concluded with ING Bank Śląski S.A. with its registered office in Katowice, reducing the credit limit of the Multiproduct Agreement from the amount of PLN 32,900,000.00 to the amount of PLN 24,400,000.00, starting from April 6, 2022, with the repayment date until November 6, 2023. At the same time, on the basis of the annex, an additional sublimit was made available for use: - under the working capital loan in the revolving credit account in the amount of PLN 9,500,000.00 from April 6, 2022 to March 30, 2023, - under the working capital loan in the bank account in the amount of PLN 9,500,000.00 from July 1, 2022 to March 30, 2023, while the total use within the aforementioned sublimits may not exceed PLN 9,500,000.00. In addition, the Annex introduces a change in the scope of hedging the repayment of the Multi-Product Agreement. The mortgage established to secure the Bank's receivables, in addition to the previously secured receivables, will additionally secure the Bank's receivables due to granting the Company working credits in a revolving credit account and in a bank account, in total up to PLN 9,500,000.00. At the same time, transactions of repurchase of reverse receivables were excluded from the secured receivables, due to the Bank ceasing to carry out such transactions under the Multiproduct Agreement at the request of the Company. Other terms, in particular the financial terms of the agreement do not differ from those commonly used in agreements of this type.

In the third quarter of 2022, the Company repaid the overdraft limit at Bank Millennium S.A. and closed the credit account.

On July 6, 2015, ELZAB S.A. concluded a PLN loan agreement with mBank S.A. in the amount of PLN 4,000 thousand for the purpose of financing the current business activities of the Company. The financial terms of the agreement do not differ from those commonly used in agreements of this type. On August 20, 2015, the Company concluded Annex No. 1 to the PLN loan agreement with mBank regarding the increase of the limit from PLN 4,000

thousand up to PLN 6,000 thousand. Other terms remained unchanged. On June 27, 2022, annex no. 8 was signed, which extended the loan repayment date until June 29, 2023.

On September 16, 2022, the Company received from ING Commercial Finance Polska Spółka Akcyjna with its registered office in Warsaw Annex No. 10 to the agreement of March 16, 2018, signed by both parties, for the provision of factoring services, under which the factor purchases, records, collects and settles receivables related to the sale of goods and services due to the Company. Pursuant to the concluded Annex, the exposure limit was reduced to PLN 6,000,000.00 (in words: six million zlotys, 00/100). In the remaining scope, the terms of the agreement for the provision of factoring services did not change. The financial terms of the agreement do not differ from those typical for such transactions on the market.

As at September 30, 2022, loans include:

- Provincial Fund for Environmental Protection and Water Management - the amount of PLN 522,000,
- loan of ELZAB HELLAS SPV Sp. z o.o. from MONEA V Sp. z o.o. - amount of PLN 843 thousand
- loans of ELZAB S.A. from COMP S.A. - amount of PLN 23,228 thousand,
- loan of ELZAB S.A. from Multis Sp. z o.o. - amount of PLN 700,000

Liabilities from financial leasing and similar:

- at ELZAB S.A. - for financing the purchase of production and non-production equipment and cars, as well as for recognising in the books of assets and liabilities resulting from the equalisation of lease agreements and similar agreements with leasing (IFRS 16) - value of liabilities in this respect is PLN 2,030 thousand.

14. Contingent and off-balance sheet liabilities and assets

Contingent liabilities:

- as at September 30, 2022:

- promissory note collateral for operating leasing agreements (on balance sheet finance leasing) concluded with ING Lease (Polska) Sp. z o.o. in Warsaw to finance the purchase of production and non-production equipment and cars. The total value of the leasing subject was PLN 1,438 thousand.
- promissory note collateral for a loan agreement in mBank SA - the loan limit is PLN 6,000 thousand, ING Commercial Finance Polska S.A. - the credit limit is PLN 6,000 thousand; Contingent liability for security limits for the bank guarantees of ING S.A. - liability amount of PLN 535 thousand

- as at December 31, 2021:

- promissory note collateral for operating leasing agreements (on balance sheet finance leasing) concluded with ING Lease (Polska) Sp. z o.o. in Warsaw to finance the purchase of production and non-production equipment and cars. The total value of the leasing subject was PLN 2,305 thousand.
- promissory note collateral for the credit agreement in the Millennium S.A. current account - the credit limit is PLN 6,000 thousand, mBank S.A. - the credit limit is PLN 6,000 thousand, ING Commercial Finance Polska S.A. - the credit limit is PLN 12,000 thousand; Contingent liability for security limits for the bank guarantees of ING S.A. - the amount of the liability is PLN 535 thousand; contingent liability for the guarantee by Bank Gospodarstwa Krajowego PLN 5,6 million in the value of loan of PLN 7 million in ING Bank Śląski S.A.; contingent liability from the guarantee provided by Bank Gospodarstwa Krajowego is PLN 4,8 million in value of loan of PLN 6 million in Bank Millennium S.A.

Contingent assets:

Loan collateral in the amount of EUR 150,000 granted by ELZAB S.A. to a natural person involves a registered pledge on all shares of MONEA V Sp. z o. o. to the highest collateral amount of EUR 300,000, and a surety of up to EUR 300,000 granted by MONEA V Sp. z o.o. to a natural person, as well as a registered pledge on shares constituting 33% of the share capital of ELZAB HELLAS SPV Sp. o.o., which MONEA V Sp. o.o. has in ELZAB HELLAS SPV Sp. z o.o. up to the highest collateral amount of EUR 300,000.

15. Post-balance sheet events

On November 21, 2022, the Management Board of the Company published the current statements no. 19/2022 on the summary of the stage of activities aimed at optimizing costs and forecasting results for 2023, which reads as follows:

The Management Board of the Company operating under the name Zakłady Urządzeń Komputerowych "ELZAB" Spółka Akcyjna with its registered office in Zabrze ("Company") with reference to the current statements no. 8/2022 of June 1, 2022 and no. 15/2022 of August 1, 2022, hereby announces that it summarizes the stage of activities aimed at optimizing the costs of the Company's operations and reclassifying part of the operations as discontinued operations, and adopted estimates of results for 2023.

The company adapts to the market trend, in which fiscal electronics products are characterized by increased functionality (e.g. remote data transmission, payment infrastructure, e-receipts). In line with this trend, the share of IT solutions in the final product increases. This creates conditions for outsourcing activities that do not include IT competences.

The Company focuses on high-margin activities (creating new on-line products and cash registers in the form of software, as well as offering added services and sales management). The Company introduces an external model of electronic production (while maintaining a small internal production of the non-fiscal part of the assortment related to the retail sector).

The Company will further develop, market and distribute fiscal equipment under its own brand and using its own knowledge and experience from this market, which is a competitive advantage of the Company. At the same time, the Company will further develop the production and sale of products from the electric car charger sector (electrical mobility).

The actions taken significantly change the structure of operating costs, especially from February 2023. As part of the process reported by the Company in the current reports, the number of employees of the Company has changed. The total number of employees that will remain in the Company from February 2023 will amount to approximately 120 work places (a reduction by approximately 160 work places compared to January 1, 2022). These will be mainly employees of the R&D department (computer science, research and development), sales department, service department and employees of the departments supporting the main activities of the Company.

In addition, the Company is in the process of selling unnecessary assets – both movable and immovable, which, in addition to generating revenues and a cash position (contribution to the Company's revenues in the amount of approximately PLN 6.6 million until the date of publication of this report in 2022), will allow for further reduction of the Company's fixed costs in 2023 (e.g. no need to incur fees for perpetual usufruct, current costs of maintaining real estate and machinery). The next stage of the cost reduction process, which will be carried out from December 2022, will be the optimization of the back-office costs by adapting them

to the new business model and taking actions aimed at reducing variable costs (including optimization of supply chains).

As a result of the actions taken, the Management Board of the Company estimates a decrease in the total fixed expenses of the Company by approximately 50% in 2023 (compared to 2022), which will translate into an improvement in the Company's cash position (cash flow).

In addition, the Company ceased production activities for third parties and withdrew from the production of devices that do not constitute the basic assortment of the Company. The estimated total result on discontinued operations for the whole year 2022 (which will be included in a separate item in the statement of comprehensive income for 2022) should not exceed (considering the possible revaluation described below) the amount of approximately PLN 23.5 million. At the same time, the Company continues the process of selling products from the abandoned production warehouse (with a book value of approximately PLN 7 million), and in the event of failure of this process until December 31, 2022. The Company intends to revalue this warehouse so that discontinued operations are fully included in the financial statements for 2022 and have no negative impact on the results in future periods.

The Management Board of the Company estimates (with cautious assumptions including, inter alia, the lack of changes in the prices of the Company's products and the absence of an impulse in the form of additional taxpayer groups in 2023) that starting from March 2023, every month the Company will generate a positive result on sales and increase cash positions. This will result from the fact that the Company has appropriate security in the form of finished products and components for fiscal production in its warehouse (the book value of the fiscal warehouse as at October 31, 2022 is approximately PLN 17 million) and a commercial warehouse related to continued operations (the book value of this warehouse as at October 31, 2022 is approximately PLN 12 million). In addition to the necessary complementary purchases of components for current production, a decision on a significant replenishment of the state of warehouses can be expected only in the second half of 2023.

Considering the above, the Management Board of the Company estimates that the estimated consolidated EBITDA for 2023 will amount to approximately PLN 12.2 million (while the estimated consolidated EBITDA for the entire year 2022, having considered discontinued operations, should amount to approximately PLN 8.6 million), while according to the latest full annual data, i.e. for the financial year 2021 (the Company's record year of sale), the consolidated EBITDA amounted to PLN 22.8 million (and having considered discontinued operations approximately PLN 37 million). At the same time, the Management Board of the Company emphasizes that the estimated EBITDA result for 2023 will not have a negative result on discontinued operations, which will be fully recognised in the financial statements for 2022. These EBITDA figures do not consider the significant impact of activities related to the production and sale of chargers for electric vehicles (electro-mobility).

At the same time, the Management Board forecasts that the level of the Company's financial debt at the end of 2023 will decrease in relation to the level occurring in the third quarter of 2022.

At the same time, the Management Board of the Company informs that the financial information presented in this current statements in the form of EBITDA is not defined in the applicable accounting standards and in the opinion of the Management Board of the Issuer may constitute Alternative Performance Measurements (hereinafter "APM") within the meaning of ESMA/2015/1415 guidelines.

The ELZAB GROUP
the 3rd quarter of 2022 (in thousand PLN)

The definitions of the APM index used by the Company in this statements in the form of the estimated consolidated EBITDA result is: the estimated value of profit (loss) from operating activities (item I. Profit/loss from operating activities - included in the Consolidated Statement of comprehensive income in the Consolidated Financial Statements of the Group for a given financial year) increased by depreciation (information included in the Consolidated Statement of cash flows from operating activities in the item "Depreciation of fixed assets" and "Depreciation of intangible assets" in the Consolidated Financial Statements of the Group for a given financial year).

The selection of the APM presented above was preceded by an analysis of its usefulness in terms of providing investors with valuable and useful information on the current and future financial and operational situation of the Company. EBITDA is a measure of the Company's ability to generate cash from its core business. EBITDA is a measure commonly used in financial analysis that allows for a synthetic assessment of the condition of a given company, but it should be noted that the method of its calculation by various entities may differ.

16. Basic financial indicators

	The ELZAB GROUP	1.01-30.09.2022	1.01-30.09.2021
1	Gross sales profitability ratio %	31.48	37.45
2	Net profit margin ratio %	4.64	23.34
3	Return on equity ROE %	4.09	35.22
4	Return on total assets ROA %	1.87	16.97
5	Current fluidity ratio	0.93	1.24
6	High liquidity ratio	0.39	0.74
7	Total debt ratio	54.23	51.83

	ELZAB S.A.	1.01-30.09.2022	1.01-30.09.2021
1	Gross sales profitability ratio %	30.95	37.37
2	Net profit margin ratio %	6.37	24.30
3	Return on equity ROE %	3.40	27.74
4	Return on total assets ROA %	1.98	15.31
5	Current fluidity ratio	1.08	1.36
6	High liquidity ratio	0.55	0.87
7	Total debt ratio	41.83	44.80

1 gross profit on sales / net revenues from sales %

2 net profit / net revenues from sales %

3 net profit / equity %*

4 net profit / total assets %*

5 current assets* / short-term liabilities (excluding provisions and accruals)*

6 current assets - inventories - prepayments*/short-term liabilities*

7 liabilities and provisions for liabilities* / total assets*

* (as at the beginning of the period + as at the end of the period)/2

VIII. Equities of ELZAB S.A.

1. Ownership structure of capital and changes in the shareholder structure

The structure of shareholders holding directly or indirectly through subsidiaries at least 5% of the total number of votes at the General Meeting as at September 30, 2022, and as at the date of publication of the statements, according to the knowledge of the Company, is as follows:

The ELZAB GROUP
the 3rd quarter of 2022 (in thousand PLN)

Full name (Company)	Number of ordinary shares	Number of preference shares	Total number of shares	Total number of votes	% of votes at the GM	Share in the share capital
COMP S.A.*	12,228,189	18,450	12,246,639	12,320,439	75.66	75.89
ELZAB S.A. (own shares)	405,662	0	405,662	405,662	2.49	2.51
Other shareholders	3,466,729	18,020	3,484,749	3,556,829	21.84	21.59
TOTAL	16,100,580	36,470	16,137,050	16,282,930	100.00	100.00

* COMP. S.A. with its registered office in Warsaw holds a total of 12,652,301 shares of ELZAB S.A. which represents 78.41% of the share capital (directly - 12,228,189 ordinary shares, which is 75.78% of the share capital; directly - 18,450 preference shares, which is 0.11% of the share capital, indirectly - 405,662 own shares of ELZAB SA, which is 2.51% share in the share capital). Total number of votes from shares held by COMP S.A. amounts to 12,726,101, representing 78.16% of the total number of votes (directly 12,322,439 votes, representing 75.66% of the total number of votes; indirectly - 405,662 votes arising from own shares of ELZAB, representing 2.49% share in the total number of votes).

Total:

Share capital	22.142.962.40 PLN
total number of shares	16,137,050
total number of votes	16,282,930
number of shares in public trading	16,137,050
number of shares on the stock exchange	16,100,580

2. Shares of ELZAB S.A. held by members of the Management Board and the Supervisory Board

The number of shares held by the Management Board of ELZAB S.A., according to the knowledge of the Company, as at the date of submitting the statements, is as follows (number):

Bartosz Panek	President of the Management Board	1,000
Jerzy Popławski	Vice-President of the Management Board	0
Total		1,000

Members of the Supervisory Board of ELZAB S.A., according to the knowledge of the Company as at the date of submitting the statements, do not own any shares of ELZAB S.A.

The number of shares held directly and indirectly by members of the Management Board since the publication of the statements for the first half of 2022, according to the knowledge of the Company, has not changed.

3. Shares in the affiliates held by members of the Management Board and the Supervisory Board

According to the best knowledge of the Company, members of the Management Board and the Supervisory Board do not hold shares in the subsidiaries of ELZAB S.A.

President of the Management Board of ELZAB S.A. Mr. Bartosz Panek, has 37 shares of COMP S.A.

Members of the Management Board of ELZAB SA do not hold shares in other affiliates.

Shares and stakes in other affiliates held by members of the Supervisory Board of ELZAB S.A. (pcs):

- as at September 30, 2022 and as at the date of publication of the financial statements:

		COMP S.A.
Grzegorz Należyty	Chairman of the Supervisory Board	0
Jarosław Wilk	Vice-Chairman of the Supervisory Board	0
Andrzej Wawer	Secretary of the Supervisory Board	1,780
Jerzy Kotkowski	Member of the Supervisory Board	0

The ELZAB GROUP
the 3rd quarter of 2022 (in thousand PLN)

Kajetan Wojnicz	Member of the Supervisory Board	0
Krzysztof Morawski	Member of the Supervisory Board	0

In addition, as at September 30, 2022, Mr. Jerzy Popławski held 37,800 shares with a total value of PLN 1,890,000.00, representing 15.12% votes at the shareholders meeting in CE Management Group Sp. z o.o., which holds 302,719 shares of Comp S.A.

As at the date of publication of the financial statements, Mr. Jerzy Popławski holds 37,800 shares with a total value of PLN 1,890,000.00, constituting 15.12% votes at the shareholders meeting in CE Management Group Sp.z o.o., which holds 302,719 shares of Comp S.A.

In addition, as at September 30, 2022, Mr. Bartosz Panek held 2,000 shares with a total value of PLN 100,000.00, representing 0.80% votes at the shareholders meeting in CE Management Group Sp. z o.o., which holds 302,719 shares of Comp S.A.

As at the date of publication of the financial statements, Mr. Jerzy Popławski holds 2,000 shares with a total value of PLN 100,000.00, constituting 0.80% votes at the shareholders meeting in CE Management Group sp.z o.o., which holds 302,719 shares of Comp S.A.

In addition, members of the Supervisory Board had an indirect share in COMP S.A. by CE Management Group Sp.z o.o.:

- as at September 30, 2022:

- Mr. Andrzej Wawer held 16,883 shares with a total value of PLN 844,150.00, constituting 6.75% votes at the shareholders meeting in CE Management Group Sp.z o.o. with its registered office in Warsaw, which holds 302,719 shares of Comp S.A.;

- Mr. Krzysztof Morawski held 15,957 shares with a total value of PLN 797,850.00, constituting 6.38% votes at the shareholders meeting in CE Management Group Sp.z o.o. with its registered office in Warsaw, which holds 302,719 shares of Comp S.A.;

- Mr. Jarosław Wilk held 8,883 shares with a total value of PLN 444,150.00, constituting 3.55% votes at the shareholders meeting in CE Management Group Sp.z o.o. with its registered office in Warsaw, which holds 302,719 shares of Comp S.A.;

- as at the date of publication of the financial statements:

- Mr. Andrzej Wawer held 16,883 shares with a total value of PLN 844,150.00, constituting 6.75% votes at the shareholders meeting in CE Management Group Sp.z o.o. with its registered office in Warsaw, which holds 302,719 shares of Comp S.A.;

- Mr. Krzysztof Morawski held 15,957 shares with a total value of PLN 797,850.00, constituting 6.38% votes at the shareholders meeting in CE Management Group Sp.z o.o. with its registered office in Warsaw, which holds 302,719 shares of Comp S.A.;

- Mr. Jarosław Wilk held 8,883 shares with a total value of PLN 444,150.00, constituting 3.55% votes at the shareholders meeting in CE Management Group Sp.z o.o. with its registered office in Warsaw, which holds 302,719 shares of Comp S.A.;

CE Management Group Sp. z o.o. is not under the control of any of the aforementioned persons (together they have a minority share).

The number of shares held by members of the Management Board and by members of the Supervisory Board in other affiliates has not changed since the publication of the statements for the first half of 2022.

4. Own shares

ELZAB SA - OWN SHARES	year	number of shares	purchase price	value of shares at the purchase price	% of the share capital	% votes at the GSM	nominal value of the purchased shares	value of the purchased shares
<i>ELZAB S.A. - own shares acquired for redemption</i>	2008	405,662	4.91	1,993	2.51%	2.49%	552	1,997

The ELZAB GROUP
the 3rd quarter of 2022 (in thousand PLN)

TOTAL	X	405,662	4.91	1,993	2.51%	2.49%	552	1,997
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The purchased shares are recognised in the equity of ELZAB S.A. and in the equity of the ELZAB Group with a negative sign.

5. Payment of dividend

Not applicable.

IX. Information about the issue, redemption and repayment of non-equity and equity securities

During 9 months of 2022, there were no such transactions.

X. Position of the Management Board regarding the implementation of published forecasts

The Management Board of ELZAB S.A. did not publish a forecast for 2022 regarding the financial results of the ELZAB Capital Group and the parent entity of ELZAB S.A.

XI. Proceedings pending before court, competent arbitration authority or public administration authority

Within 9 months of 2022, there were no proceedings regarding liabilities or receivables of the ELZAB Group companies that could have a significant impact on the financial situation or profitability of the Group.

XII. Other information relevant to the assessment of human resources situation, assets, financial situation and financial result and their changes, and information relevant to the assessment of the implementation of liabilities by ELZAB S.A. and the ELZAB Group

ELZAB notes temporary problems with the handling of commercial liabilities. This is due to reduced revenue from sales resulting from the economic situation in the country and maintaining a high level of stocks.

In addition, in reference to the published announcements of the Company, talking about the adopted strategy in the Comp Group and, successively, about the cessation of production at the mechanical department and then at the assembly department, it was necessary and will be necessary in the near future to incur expenses related to the closure of individual departments as well as due to limiting employment in other departments of the Company. The whole process is related to the consolidation of production resources within the comp Capital Group, which will contribute to the reduction of fixed costs throughout the group.

XIII. Information on the impact of the spread of the covid-19 coronavirus on the operations of the Company

The ELZAB Group, like most enterprises, continued to operate in the environment of negative effects resulting from successive waves of the SARS-CoV-2 and COVID-19 coronavirus pandemic.

Difficulties with access to some materials, mainly electronics, are still observed, and some suppliers are postponing delivery times and increasing prices in isolation from the foundations. The company is in constant contact with all suppliers, and the search for replacements is in progress, as well.

Another noticeable effect of the prolonged pandemic and the supply crisis on the energy market is inflation and an increase in exchange rates, which directly affect the prices of purchased services, materials or energy carriers.

Increases in interest rates in connection with the use of the Group of external sources of financing will also not be without effect.

The Company notes that it is not able to fully estimate the potential effects of the SARS-CoV-2 and COVID-19 coronavirus-related pandemic on the future results of the Company and the ELZAB GROUP, as many factors are currently beyond the control of the Company and the Group and are heavily dependent on development situation in the country and in the world, as well as decisions taken by state organs.

XIV. Information on the impact of the situation related to the armed aggression of Russia on Ukraine on the company's operations

As at the date of preparation of the financial statements, the ELZAB Group did not identify any direct impact on the presented financial statements. The ELZAB Group does not have trade flows with either Ukraine or Russia. In addition, it does not employ persons from these countries.

The ongoing war, combined with a prolonged pandemic, may adversely affect the economic situation around the world through turmoil in the currency markets, further rise in inflation and higher interest rates. A further increase in the prices of raw materials, services and energy carriers is possible.

XV. Description of factors that will influence on the achieved results within at least the next quarter

Macroeconomic and Company-independent factors:

- a) size of the replacement market for fiscal devices,
- b) economic situation and possible changes in law affecting the demand for fiscal devices exported by ELZAB S.A. (including Hungary, Greece, Kenya),
- c) The situation related to the SARS-CoV-2 coronavirus pandemic and the incidence of COVID-19,
- d) the current political situation and its unpredictable consequences related to the armed attack by the Russian Federation on Ukraine.
- e) currency turmoil, further increases in inflation and interest rates, further increases in the prices of raw materials, services and energy products.

Market and Company-dependent factors:

- a) increasing the market share of ELZAB on the market of fiscal devices by introducing new functions of fiscal devices into the offer and developing the [mojakasa.online](https://www.mojakasa.online)

system in order to enable flexible building and management of many own and external services, e.g. e-receipt system, accounting systems, integration with customers and service providers and accompanying services, as well as development of own sales software offered, among others, in the subscription model,

- b) ability to quickly adapt the offer to new market requirements,
- c) increase in the share on the non-fiscal market through the development of sales of proprietary and distributed solutions in the field of electronic scales, price checkers, automatic identification devices, cash drawers, POS elements and sales management software, charging stations for electric vehicles.

XVI. Financial risk and capital risk management

Activities carried out by the ELZAB Group and ELZAB S.A. are exposed to various types of financial and capital risk.

Risk management aims at minimising the potential adverse effects of this risk on the financial result.

Financial risk management

Financial risk factors to which the activities of ELZAB S.A. and the subsidiaries are exposed to a greater or lesser extent include:

- Credit risk,
- Liquidity risk,
- Market risk, which consists of: price risk, interest rate risk and exchange rate risk.

Capital risk management

The purpose of capital risk management is to protect the capabilities of ELZAB S.A. and the ELZAB Group to continue operations so that it is possible to realise returns for shareholders and maintain an optimal capital structure in order to reduce its cost.

Information on financial and capital risk management is presented in the Consolidated semi-annual statements for the first half of 2022.