



Condensed Interim Consolidated Financial Statement

**of the Elektrotim Capital Group for
the period 01.01.2024 r. - 30.09.2024**

including the Condensed Interim Individual Financial Statement of ELEKTROTIM S.A. for
the period 01.01.2024 r. – 30.09.2024 r.

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SELECTED FINANCIAL DATA IN PLN AND IN EUR

Condensed interim consolidated financial statement for the period 01.01. – 30.09.2024 r.

	In thousands of PLN		In thousands of EUR	
	01.01.- 30.09.2024/ 30.09.2024	01.01.- 30.09.2023/ 31.12.2023	01.01.- 30.09.2024/ 30.09.2024	01.01.- 30.09.2023/ 31.12.2023
I. Net revenue from sales of products, goods, and materials	336,032	409,007	78,107	89,356
II. Profit (loss) from operating activities	39,685	37,106	9,224	8,107
III. Gross profit (loss)	52,364	36,174	12,171	7,903
IV. Net profit (loss)	45,461	26,681	10,567	5,829
V. Net cash flows from operating activities	-21,132	-36,658	-4,912	-8,009
VI. Net cash flows from investing activities	-477	953	-111	208
VII. Net cash flows from financing activities	9,708	-6,131	2,257	-1,339
VIII. Net cash flows, total	-11,901	-41,836	-2,766	-9,140
IX. Total assets	296,230	268,603	69,227	61,776
X. Liabilities and provisions for liabilities	170,221	165,433	39,780	38,048
XI. Long-term liabilities	23,751	16,425	5,550	3,778
XII. Short-term liabilities	146,470	149,008	34,229	34,270
XIII. Equity	126,009	103,170	29,448	23,728
XIV. Share capital	9,983	9,983	2,333	2,296
XV. Number of shares (in units)	9,983,009	9,983,009	9,983,009	9,983,009
XVI. Earnings (loss) per ordinary share (in PLN/EUR)	4.55	2.67	1.06	0.58
XVII. Diluted earnings (loss) per ordinary share (in PLN/EUR)	4.55	2.67	1.06	0.58
XVIII. Book value per share (in PLN/EUR)	12.62	10.33	2.95	2.38
XIX. Diluted book value per share (in PLN/EUR)	12.62	10.33	2.95	2.38
XX. Declared or paid dividend per share (in PLN/EUR)	2.50	1.50	0.58	0.34

EXCHANGE RATES USED FOR EUR CONVERSIONS

	30.09.2024	30.09.2023	31.12.2023
Average annual exchange rate	4.3022	4.5773	4.5284
Exchange rate as of the last day of the reporting period	4.2791	4.6356	4.3480

Condensed interim consolidated financial statement for the period 01.01. – 30.09.2024 r.

CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Item description	note	In thousands of PLN	
		30.09.2024	31.12.2023
I. Tangible assets		42,376	31 706
- Non-tangible assets	2.2.	159	187
- Goodwill	2.3.	6,394	6,394
- Tangible fixed assets	2.4.	20,214	13,050
- Investment properties	2.4.	4,890	0
- Other long-term financial assets	2.5.	1,186	1,328
- Deferred tax assets	2.7.	8,111	9,491
- Other long-term non-financial assets		1,422	1,256
II. Current assets		253,854	236,897
- Inventories	2.8.	16,108	2,876
- Trade and other receivables	2.9.	151,462	167,320
- Contract assets	2.10.	65,025	21,632
- Cash and cash equivalents	2.11.	21,259	33,160
Current assets other than assets held for sale		253,854	224,988
Assets held for sale	2.12.	0	11,909
Total assets		296,230	268,603

Item description	note	In thousands of PLN	
		30.09.2024	31.12.2023
I. Equity		126,009	103,170
- Share capital	2.13.	9,983	9,983
- Premium from the issue price above the nominal value of shares		43,440	43,440
- Other equity		-205	-205
- Retained earnings	2.13.	27,114	29,698
- Net profit (loss)		45,461	22,373
- Equity attributable to the parent company shareholders		125,793	105,289
- Non-controlling interests		216	-2,119
II. Liabilities and provisions for liabilities		170,221	165,433
1. Long-term liabilities		23,751	16,425
- Deferred tax liabilities	2.7.	3,502	701
- Long-term provisions	2.14.	10,433	12,884
- Long-term lease liabilities	2.16.	9,816	2,840
2. Short-term liabilities		146,470	149,008
- Short-term provisions	2.14.	14,402	19,647
- Trade and other payables	2.15.	87,526	93,198
- Loans, borrowings, and other debt instruments	2.6.	39,182	61
- Derivative financial instruments	2.6.	493	0
- Short-term lease liabilities	2.16.	3,265	3,150
- Corporate income tax liabilities		1,580	1,689
- Contract liabilities	2.10.	22	4,721
- Short-term liabilities other than held for sale assets		146,470	122,466
- Liabilities related to assets held for sale		0	26,542
Total liabilities		296,230	268,603

CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS

Calculation method, in thousands of PLN	nota	01.07.- 30.09.2024	01.01.- 30.09.2024	01.07.- 30.09.2023	01.01.- 30.09.2023
- Sales revenue		162,478	336,032	183,222	409,007
- Cost of goods sold		132,070	279,545	155,732	346,570
I Gross profit (loss) on sales		30,408	56,487	27,490	62,437
- Selling expenses		2,239	7,747	1,812	6,446
- General administrative expenses		4,828	14,460	3,396	9,980
- Other operating income	2.17.	1,821	9,791	220	1,100
- Other operating expenses	2.17.	2,927	4,953	4,868	7,123
- Profit (loss) from expected credit losses	2.17.	836	567	-2,844	-2,882
II Operating profit (loss)		23,071	39,685	14,790	37,106
- Profit (loss) on loss of control	2.19.	0	18,231	0	0
- Financial income	2.18.	-424	492	268	1,657
- Financial expenses	2.18.	1,915	6,044	960	2,589
- Impairment of goodwill of subsidiaries	2.20.	0	0	0	0
III Gross profit (loss)		20,732	52,364	14,098	36,174
- Income tax		4,347	6,951	5,313	10,717
- Profit (loss) from continuing operations		16,385	45,413	8,785	25,457
- Profit (loss) from discontinued operations		0	0	0	0
IV Net profit (loss)		16,385	45,413	8,785	25,457
- Attributable to shareholders of the parent company		16,366	45,461	9,740	26,681
- Attributable to non-controlling shareholders		19	-48	-955	-1,224

CONDENSED INTERIM CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

In thousands of PLN	01.07.- 30.09.2024	01.01.- 30.09.2024	01.07.- 30.09.2023	01.01.- 30.09.2023
1. Net profit (loss)	16,385	45,413	8,785	25,457
2. Other comprehensive income, which:	0	0	0	0
- will not be reclassified to profit or loss (actuarial gains/losses)	0	0	0	0
- will be reclassified to profit or loss	0	0	0	0
3. Total comprehensive income	16,385	45,413	8,785	25,457
- attributable to shareholders of the parent company	16,366	45,461	9,740	26,681
- attributable to non-controlling shareholders	19	-48	-955	-1 224

CONDENSED INTERIM CONSOLIDATED CASH FLOW STATEMENT

Indirect method, in thousands of PLN	01.01.- 30.09.2024	01.01.- 30.09.2023
I. Cash flows from operating activities		
1. Gross profit (loss)	52,364	36,174
2. Adjustments in total	-70,616	-60,300
- Depreciation	3,191	3,270
- Foreign exchange profit (loss)	0	0
- Interest	1,085	592
- Profit (negative value)/loss (positive value) from investing activities	-17,809	-58
- Change in provisions	-4,896	-3,813
- Change in inventories	-13,231	-2,139
- Change in receivables	-26,856	-50,716
- Change in current liabilities, except for loans and credits	-8,612	-8,073
- Other adjustments	-3,488	637
- Cash flows used in operating activities	-18,252	-24,126
- Income tax paid, recognized as part of operating activities	-2,880	-12,532
3. Net cash flows from operating activities	-21,132	-36,658
II. Cash flows from investing activities		
- Proceeds from the disposal of tangible assets, non-tangible assets (excluding goodwill), investment properties, and other non-current assets	112	61
- Interest	361	1,095
- Other inflows from investing activities (including dividends and interest)	159	1,397
- Acquisition of tangible assets, non-tangible assets (excluding goodwill), investment properties, and other non-current assets	-1,069	-1,600
- Other investment expenditures	-40	0
Net cash flows from investing activities	-477	953

III. Cash flows from financing activities				
-	Net proceeds from share issuance and other equity instruments	0	0	
-	Proceeds from loans and borrowings	39,121	13,617	
-	Other financial inflows (outflows)	0	0	
-	Purchase of treasury shares	0	0	
-	Dividends and other distributions to shareholders	-24,994	-15,425	
-	Repayments of loans and borrowings	0	0	
-	Payments for lease obligations	-3,113	-2,635	
-	Interest	-1,306	-1,688	
	Net cash flows from financing activities	9,708	-6,131	
IV. Net cash flows, total			-11,901	-41,836
-	Effects of exchange rate changes on cash and cash equivalents	0	0	
-	Balance sheet change in cash and cash equivalents, including:	-11,901	-41,836	
	Cash and cash equivalents at the beginning of the period	33,160	56,733	
	Cash and cash equivalents at the end of the period	21,259	14,897	
	Cash and cash equivalents with restricted use	6,310	9,855	

CONDENSED INTERIM STATEMENT OF CHANGES IN CONSOLIDATED EQUITY FOR THE PERIOD 01.01.2024 – 30.09.2024

In thousands of PLN	Share capital	Premium over par value of shares	Other reserves	Retained earnings	Equity attributable to owners of the parent	Non-controlling interests	Total
Balance at the beginning of the period	9,983	43,440	-205	52,071	105,289	-2,119	103,170
Profit for the period	0	0	0	45,461	45,461	-48	45,413
Other comprehensive income for the period	0	0	0	0	0	0	0
Total comprehensive income	0	0	0	45,461	45,461	-48	45,413
Dividend	0	0	0	-24,957	-24,957	-36	-24,993
Other increases (decreases)	0	0	0	0	0	2,419	2,419
Capital increase (decrease)	0	0	0	20,504	20,504	2,335	22,839
Balance at the end of the period	9,983	43,440	-205	72,575	125,793	216	126,009

CONDENSED INTERIM STATEMENT OF CHANGES IN CONSOLIDATED EQUITY FOR THE PERIOD 01.01.2023 – 30.09.2023

In thousands of PLN	Share capital	Premium over par value of shares	Other reserves	Retained earnings	Equity attributable to owners of the parent	Non-controlling interests	Total
Balance at the beginning of the period	9,983	43,440	-46	44,674	98,051	1,069	99,120
Profit for the period	0	0	0	26,681	26,681	-1,223	25,457
Other comprehensive income for the period	0	0	0	0	0	0	0
Total comprehensive income	0	0	0	26,681	26,681	-1,224	25,457
Dividend	0	0	0	-14,976	-14,976	-450	-15,426
Other increases (decreases)	0	0	0	0	0	0	0
Capital increase (decrease)	0	0	0	11,705	11,705	-1,674	10,031
Balance at the end of the period	9,983	43,440	-46	56,379	109,756	-605	109,151

1. ADDITIONAL NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENT

1.1. General information on the parent entity

The parent entity of the ELEKTROTIM Capital Group (hereinafter referred to as the Capital Group or Group) is ELEKTROTIM Spółka Akcyjna (hereinafter referred to as the Company, ELEKTROTIM, or the Issuer).

During the reporting period, there was no change in the Company's name.

Legal form: Joint Stock Company

Country of registration: Poland

The parent company was established by a Notarial Deed dated November 13, 1998.

The parent company is registered in the Register of Entrepreneurs of the National Court Register at the District Court for Wrocław-Fabryczna in Wrocław, 6th Commercial Division of the National Court Register, under KRS number 0000035081. The parent company has been assigned the statistical number REGON 931931108.

Registered office address of the parent company: Stargardzka Street 8, 54-156 Wrocław, Poland

Headquarters: Poland

Primary place of business operations: Poland, Stargardzka Street 8, 54-156 Wrocław

Core business activity: PKD 43.21.Z - Electrical installation works for buildings and structures

The business operations of the Capital Group are not limited in time.

This condensed interim consolidated financial statement for the third quarter of 2024 (including comparative data) was approved for publication by the Management Board of the Parent Company on November 20, 2024.

Composition of the Management Board of the parent company and changes during Q3 2024

Between 01.01.2024 and 30.06.2024, the Management Board of ELEKTROTIM S.A. remained unchanged, consisting of the following members:

- | | | |
|--------------------------|---|------------------------------------|
| 1. Artur Więżnowski | - | President of the Management Board, |
| 2. Dariusz Kozikowski | - | Member of the Management Board, |
| 3. Krzysztof Wójcikowski | - | Member of the Management Board. |

On June 25, 2024, the Supervisory Board expanded the Management Board from three to five members and appointed two new members to the Management Board, Mr. Maciej Posadzy and Mr. Marek Piotrowski, effective from July 1, 2024.

As of September 30, 2024, and as of the date of submission of this condensed interim consolidated financial statement, the composition of the Management Board of ELEKTROTIM S.A. is as follows:

- | | | |
|--------------------------|---|------------------------------------|
| 1. Artur Więżnowski | - | President of the Management Board, |
| 2. Dariusz Kozikowski | - | Member of the Management Board, |
| 3. Marek Piotrowski | - | Member of the Management Board, |
| 4. Maciej Posadzy | - | Member of the Management Board, |
| 5. Krzysztof Wójcikowski | - | Member of the Management Board. |

The joint three-year term of the Management Board will expire on the day of the Ordinary General Meeting of ELEKTROTIM S.A. approving the financial statements for the year 2024.

Composition of the Supervisory Board of the Parent Company and changes that occurred during Q3 2024

From January 1, 2024, to June 25, 2024, the Supervisory Board of ELEKTROTIM S.A. operated with the same composition, namely:

Chairman of the Supervisory Board	-	Maciej Posadzy,
Vice Chairman of the Supervisory Board	-	Krzysztof Kaczmarczyk,
Secretary of the Supervisory Board	-	Leśław Kula,
Member of the Supervisory Board	-	Marek Gabryjelski,
Member of the Supervisory Board	-	Jan Walulik.

On the day of the Ordinary General Meeting of ELEKTROTIM S.A., which approved the financial statements of the Company for the year 2023, held on June 25, 2024, a change occurred in the position of Chairman of the Supervisory Board due to the resignation of Mr. Maciej Posadzy from the aforementioned position and his appointment to the Company's Management Board. Additionally, elections were held for a new Chairman of the Supervisory Board and new Members of the Supervisory Board.

As a result, the Supervisory Board has been operating since June 25, 2024, in the following composition:

Chairman of the Supervisory Board	-	Jan Walulik,
Vice Chairman of the Supervisory Board	-	Krzysztof Kaczmarczyk,
Secretary of the Supervisory Board	-	Leśław Kula,
Member of the Supervisory Board	-	Marek Gabryjelski,
Member of the Supervisory Board	-	Jan Siniarski.

1.2. Basis of preparation, presentation policies

1.2.1. Basis for the preparation of the consolidated financial statement for the third quarter of 2024

The condensed interim consolidated financial statement of the ELEKTROTIM Group covers the 9-month period ending on September 30, 2024. It has been prepared in accordance with IAS 34 Interim Financial Reporting, following the relevant accounting standards applicable to interim financial reporting, as adopted by the European Union, published, and effective at the time of preparing this condensed interim consolidated financial statement.

The condensed interim consolidated financial statement does not include all the information required in an annual consolidated financial statement prepared in accordance with IFRS. This condensed interim consolidated financial statement should be read in conjunction with the consolidated financial statement of the ELEKTROTIM Group for the year ended December 31, 2023.

The reporting currency of this condensed interim consolidated financial statement is the Polish zloty, and all amounts are expressed in thousands of Polish zlotys unless otherwise indicated.

1.2.2. Retrospective application of IAS/IFRS selected by the ELEKTROTIM Group

In cases of retrospective changes in accounting policies, presentation, or error corrections, the Group provides an additional statement of financial position as of the beginning of the comparative period, if these changes are significant to the data presented at the beginning of the comparative period. In such cases, the presentation of notes to the third statement of financial position is not required.

1.2.3. Changes in applied accounting policies

The accounting policies applied in preparing this interim condensed consolidated financial statement are consistent with those applied in the preparation of the Group's financial statement for the year ended December 31, 2023, except for the application of the following amendments to standards and new interpretations effective for annual periods beginning on January 1, 2024:

Changes in standards or interpretations effective and applied by the Group from 2024

The new or amended standards and interpretations effective from January 1, 2024, and their impact on the Group's consolidated financial statements are as follows:

- **Amendment to IAS 1 "Presentation of Financial Statements"**
The IASB clarified the rules for classifying liabilities as current or non-current, focusing primarily on two aspects:
 - The classification depends on the rights the entity has at the reporting date,
 - Management's intentions to accelerate or defer the settlement of liabilities are not considered.
 These amendments are effective for annual periods beginning on or after January 1, 2024. The amendment had no impact on the Group's financial statements.
- **Amendment to IAS 1 "Presentation of Financial Statements"**
This amendment clarifies that, as of the reporting date, an entity does not consider covenants that will need to be met in the future when determining whether liabilities are classified as current or non-current. However, the entity is required to disclose information about these covenants in the notes to the financial statements.

The amendment is effective for annual periods beginning on or after January 1, 2024. The amendment had no impact on the Group's financial statements.

- Amendments to IAS 7 "Statement of Cash Flows" and IFRS 7 "Financial Instruments: Disclosures"
The amendments clarify the characteristics of supplier financing arrangements (so-called reverse factoring agreements) and introduce mandatory disclosure requirements. These include details about the agreements with suppliers, their terms, amounts of related liabilities, payment timelines, and liquidity risk information.
The amendments are effective for annual periods beginning on or after January 1, 2024.
The amendments had no impact on the Group's financial statements.
- Amendment to IFRS 16 "Leases"
The amendment clarifies the requirements for measuring a lease liability arising from a sale-and-leaseback transaction. It aims to prevent the incorrect recognition of gains or losses related to the retained right-of-use portion when lease payments are variable and not based on an index or rate.
The amendment is effective for annual periods beginning on or after January 1, 2024.
The amendment had no impact on the Group's financial statements.

Application of standards or interpretations before their effective date

This interim condensed consolidated financial statement does not apply any standards or interpretations before their effective dates on a voluntary basis.

As of the date of preparing this financial statement, the following new or amended standards and interpretations have been published, effective for annual periods after 2023. The list also includes amendments, standards, and interpretations that have not yet been approved for application in the European Union:

- Amendment to IAS 21 "The Effects of Changes in Foreign Exchange Rates"
The amendment clarifies how an entity should assess whether a currency is exchangeable and how it should determine the exchange rate in the absence of exchangeability. It also requires the disclosure of information that enables financial statement users to understand the impact of a currency's non-exchangeability.
The amendment is effective for annual periods starting on or after January 1, 2025.
The Group estimates that the changes will not have an impact on its financial statements.
- Amendments to IFRS 9 "Financial Instruments" and IFRS 7 "Financial Instruments - Disclosures"
The amendments relate to the classification and measurement of financial instruments.
The amendments are effective for annual periods starting on or after January 1, 2026.
The Group is currently assessing the impact of the new regulations on its financial statements.
- Amendments to IFRS 10 "Consolidated Financial Statements" and IAS 28 "Investments in Associates and Joint Ventures"
The amendments concern transactions involving the sale or contribution of assets between an investor and its associate or joint venture.
The process for the approval of these amendments by the EU has been indefinitely postponed, and the effective date has been deferred by the IASB for an unspecified period.
- New IFRS 14 "Regulatory Deferral Accounts"
According to the European Commission's decision, the process of approving the preliminary version of the standard will not be initiated before the release of the final version of the standard.

- New IFRS 18 "Presentation and Disclosures in Financial Statements"
The standard is intended to replace IAS 1 "Presentation of Financial Statements."
The change applies to annual periods beginning on or after January 1, 2027.
The Group is analyzing the impact of the new regulations on its financial statements.
- New IFRS 19 "Subsidiaries without Public Accountability: Disclosure Requirements"
The change applies to annual periods beginning on or after January 1, 2027.
The Group is analyzing the impact of the new regulations on its financial statements.

The Group intends to implement the above regulations within the deadlines specified for application by the standards or interpretations.

As of the approval date of the condensed interim consolidated financial statements, the Group is in the process of assessing the impact of the introduction of the above standards and interpretations on the Group's accounting policies, financial position, operating results, and the scope of information presented in the consolidated financial statements.

1.2.4. Business continuity

These condensed interim consolidated financial statements have been prepared on the assumption that the Group will continue its business operations as a going concern for the foreseeable future.

As of the date of preparation and approval for publication of these condensed interim consolidated financial statements, there are no circumstances indicating any threat to the Group's ability to continue its operations, in a materially unchanged manner, for a period of 12 months from the date of the condensed interim consolidated financial statements.

1.2.5. Entities included in the consolidated financial statements

ELEKTROTIM S.A. prepares condensed interim consolidated financial statements for the third quarter of 2024, covering the following entities:

- ELEKTROTIM S.A. (parent company),
- OSTOYA-DataSystem Sp. z o.o. (subsidiary since 11.01.2017 r.),
- ZEUS S.A. (until 27.03.2024 r.).

On March 27, 2024, all shares held in the share capital of the subsidiary ZEUS S.A. were sold, which resulted in a change in the composition of the Group.

As of the date of approval of this report for publication, the Group consists of 2 entities:

- ELEKTROTIM S.A. (parent company),
- OSTOYA-DataSystem Sp. z o.o. (subsidiary since 11.01.2017 r.).

The aforementioned entities are based in Poland.

1.3. Adopted accounting principles

1.3.1. Consolidation principles

ELEKTROTIM S.A. has been preparing consolidated financial statements since 2007.

The consolidated financial statements of the ELEKTROTIM Group include the parent company, ELEKTROTIM S.A., and the companies under its control. It is assumed that the Group has control if, due to its involvement in an entity in which it has made an investment, it is exposed to variable returns or has rights to variable returns, and has the ability to influence those returns by exercising power over the entity.

The acquisition method is applied when acquiring shares in business entities. Entities acquired or disposed of during the year are included in the consolidated financial statements from the acquisition date or until the date of sale, respectively.

Non-controlling interests are presented as a separate item in equity and represent the portion of the total comprehensive income and net assets of subsidiaries that is attributable to entities other than the Group's companies. The Group allocates the total comprehensive income of subsidiaries between the shareholders of the parent company and the non-controlling entities based on their ownership interests.

Subsidiaries are consolidated using the full consolidation method. Internal balances between Group entities, transactions within the Group, and any unrealized gains or losses arising from these transactions, as well as revenues and expenses of the Group, are eliminated during the preparation of the consolidated financial statements. Unrealized losses are excluded from the consolidated financial statements on the same basis as unrealized gains, until there are indications of impairment.

Goodwill

Goodwill recognized in the balance sheet includes the full amount of goodwill of subsidiaries, which is the excess of the purchase price of the shares of the entity and non-controlling interests (valued in proportion to the share in net assets) over the fair value of acquired net assets.

Detailed information on goodwill is disclosed in note 2.3 to the condensed consolidated interim financial statements.

Goodwill is not amortized; instead, an annual impairment test is conducted in accordance with IAS 36.

1.3.2. Functional currency and presentation currency of the financial statements and the principles adopted for the translation of financial data

Functional currency

The functional currency of the Group and the presentation currency of this condensed interim consolidated financial statement is the Polish złoty (PLN).

Presentation currency

All amounts presented in this condensed interim consolidated financial statement are expressed in thousands of Polish złoty (PLN), unless stated otherwise. Due to the adopted presentation method in the consolidated financial statements in thousands of Polish złoty and the rounding technique used, individual items in the statements may not sum to the total amounts presented (a difference of 1 thousand PLN).

As a general rule, transactions denominated in currencies other than Polish złoty are translated into Polish złoty using the exchange rate prevailing on the transaction date (spot rate). However, if a sale or purchase transaction is preceded by the receipt or payment of an advance in foreign currency, the advance is recognized on the payment date at the exchange rate applicable on that date. Subsequently, when

revenue in foreign currency or the cost of an asset or purchased component is recognized in the profit and loss statement, these transactions are accounted for at the exchange rate on the date the advance was made, rather than at the exchange rate on the date the revenue, cost, or asset is recognized.

At the balance sheet date, monetary items denominated in foreign currencies are translated into Polish zloty using the closing exchange rate prevailing at the end of the reporting period, i.e., the average exchange rate established for that currency by the National Bank of Poland.

Non-monetary items measured at historical cost, expressed in foreign currency, are presented at the historical exchange rate on the transaction date.

Non-monetary items measured at fair value, expressed in foreign currency, are valued at the exchange rate prevailing on the date of determining the fair value, i.e., the average exchange rate set for that currency by the National Bank of Poland.

Currency differences arising from the settlement of transactions or the translation of monetary items other than derivative instruments are recognized in the financial income or expense line, on a net basis, except for currency differences capitalized in the value of assets in cases specified by accounting principles (if applicable, they are presented in the note regarding external financing costs).

1.3.3. Accounting principles

The interim condensed consolidated financial statements have been prepared based on the historical cost principle, except for: derivative financial instruments, equity instruments measured at fair value, with changes recognized in the consolidated income statement, and financial assets held for trading, which have been measured at fair value.

The interim condensed consolidated financial statements have been prepared in accordance with the applicable IFRS/IAS standards.

Subjective assessments and estimation uncertainty

Estimation uncertainty

In preparing the interim condensed consolidated financial statements, the Management Board of the parent company exercises judgment when making numerous estimates and assumptions that impact the accounting policies applied and the values of assets, liabilities, revenues, and expenses presented. Actual results may differ from the estimates made by the Management Board.

The basic assumptions regarding the future and other key sources of uncertainty at the end of the reporting period, which are associated with significant risk of a substantial adjustment to the carrying amounts of assets and liabilities in the next financial year, are as follows:

Construction contracts

In the case of ongoing contracts, the Group applies the provisions of IFRS 15 "Revenue from Contracts with Customers" and recognizes revenue in the income statement based on the measurement of the progress of their completion (determined as the ratio of the costs incurred to date relative to the total estimated costs of the contract). In these cases, there is a risk that the Group may have incorrectly estimated the production costs, leading to changes in the costs during the manufacturing process, errors in project management, or mistakes in technical and technological solutions. Delays or setbacks in the completion of the project may also occur. The consequences of these risks could be a reduction in revenue and/or an increase in costs, resulting in a decrease in the Group's financial result.

Deferred tax asset

The Group recognizes a deferred tax asset based on the assumption that future taxable profits will be achieved, allowing for its utilization. A deterioration in future tax results could cause this assumption to become unjustified.

Impairment of goodwill (value of shares/stocks in subsidiaries)

At the end of each reporting period, the Management Board assesses whether there are indications of impairment of goodwill (the value of shares/stocks in subsidiaries). If there are indications of impairment, the Management Board performs impairment tests and adjusts the carrying value of these assets to their recoverable amount.

The recoverable amount has been determined as the higher of two values: fair value less costs of disposal or value in use of the asset. The value in use was estimated using the DCF method. The DCF method is based on discounted cash flows generated by subsidiaries, taking into account assumed operational schedules and sales revenues. The discount rate reflects the weighted average cost of capital (WACC), which includes both external and equity capital. The recoverable amount of shares/stocks and the level of impairment of shares/stocks is an estimate as of September 30, 2024, and may change depending on future revenues, incurred production costs, project schedules, and the calculation of the discount rate. Actual results may differ from these estimates, which were calculated based on the data available at the time of preparation. This is also related to the uncertainty of properly estimating market conditions in the upcoming years.

Depreciation rates

The depreciation rates are determined based on the expected economic useful life of tangible fixed assets and intangible assets.

During the 12-month period ending September 30, 2024, the Group conducted a review of the initially assumed useful lives of fixed assets and intangible assets and concluded that there was no need to change the estimated useful life periods.

Provisions

Provisions for employee benefits—retirement severance payments—are estimated using actuarial methods. The amount of provisions for employee benefits reported in the interim condensed consolidated financial statements is based on an estimate made by an independent actuary. The level of provisions is influenced by assumptions regarding the discount rate and the wage growth rate.

Income tax

The tax regulations in Poland are subject to frequent changes, leading to significant differences in their interpretation and creating considerable uncertainties in their application. Tax authorities have control instruments that allow them to verify the basis for taxation (in most cases, for the previous 5 fiscal years).

As a result, determining tax liabilities, assets, and deferred tax provisions may require significant judgment, including with respect to transactions that have already occurred. The amounts presented and disclosed in the financial statements may change in the future as a result of tax authority audits.

Lease term

When determining the lease liability, the Group estimates the lease term, which includes:

- The non-cancellable lease term,

- Periods in which there is an option to extend the lease, if it can be reasonably assured that the lessee will exercise this option,
- Periods in which there is an option to terminate the lease, if it can be reasonably assured that the lessee will not exercise this option.

When assessing whether the Group will exercise the option to extend or will not exercise the option to terminate, the Group considers all relevant facts and circumstances that provide an economic incentive to either exercise or not exercise the option.

The lease liability presented in the statement of financial position reflects the best estimates of the lease term. However, changes in circumstances in the future may result in an increase or decrease in the lease liability, with a corresponding adjustment to the right-of-use asset.

2. ADDITIONAL INFORMATION TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENT

2.1. Information on operating segments

Products and services from which the reportable segments derive their revenues

The ELEKTROTIM Group offers its products in the construction and installation works market to public and non-public customers.

The reporting segments identified within the ELEKTROTIM Group represent an aggregation of the Group's organizational structure, where the operational part has been divided into separately managed business entities (plants) grouped into divisions. The criterion for distinguishing the individual plants and divisions were product groups and territorial distribution.

In order to present information that allows for a proper assessment of the nature and financial impact of the business activities conducted by the Group, the operating segments have been divided according to the markets served by the divisions into the following:

- Industry – infrastructure for industrial plants,
- Energy – power generation, energy transmission, energy distribution,
- Local governments – road infrastructure, urban infrastructure, traffic engineering, municipal infrastructure,
- Defense ministries – military, security services, border protection, airports,
- Railway traction – infrastructure for railway traction power supply.

These segments collectively meet the following principles:

- a) The division has been made in accordance with the primary principle of IFRS 8: "presentation of information in a way that allows financial statement users to assess the nature and financial effects of the economic activities in which the entity is engaged, and the economic environment in which it operates."
- b) The segments exhibit similar economic characteristics
- c) The segments are similar in terms of:
 - The type of products and services
 - The type of production processes
 - The type or groups of customers for the products and services
 - The methods used for product distribution or service provision.

The measurement principles for segment information are consistent with the accounting policies of the Group, and their evaluation is based on sales revenue and gross profit (or loss) from sales. The comparative data has been adjusted.

The product groups offered within the operational segments are as follows:

- Power stations
- Security systems
- Airport systems
- Traction power supply
- Electrical installations
- High voltage lines
- Signaling and lighting

- Road traffic engineering
- Municipal networks
- Electrical networks
- Switchgear production
- Service
- Projects.

Revenue and results of segments

Below is an analysis of the Group's revenues and results in the individual segments covered by the financial reporting (comparative data has been restated):

	Business segments	Revenues from external customers	Revenues from and to other segments	Cost of goods sold	Gross profit (loss) from external sales
01.01-30.09.2024	Industry	61,229	3,768	48,558	16,439
	Energy	90,774	-	78,256	12,518
	Local governments	51,317	1,885	47,102	6,100
	Defense ministries	116,233	16	96,073	20,176
	Railway traction	16,479	-	15,225	1,254
01.01-30.09.2023	Industry	41,690	9,042	44,021	6,711
	Energy	181,234	-	154,467	26,767
	Local governments	38,223	542	32,293	6,472
	Defense ministries	80,347	1,505	69,326	12,525
	Railway traction	67,513	-	57,551	9,962

Segment assets

The Group does not analyze segment assets and liabilities in the reports used by the Management of the parent company for operational and analytical purposes, as assets and liabilities are not allocated to specific segments.

Geographical information

The Group operates in only one geographical area – in Poland.

2.2.Intangible assets

Intangible assets

Item description	In thousands of PLN	
	30.09.2024	31.12.2023
Completed development work	0	0
Acquired concessions, patents, licenses, and similar rights	23	29
Other intangible assets and legal rights	136	158
Intangible assets, total	159	187

Changes in intangible assets (by category) for the period 01.01.2024 – 30.09.2024

In thousands of PLN	Development costs	Concessions, patents, licenses and similar assets	Other intangible assets	Total intangible assets
Gross value of intangible assets at the beginning of the period	9	245	5,511	5,765
Increases, due to:	0	0	23	23
- purchase	0	0	23	23
- acquisition of sales	0	0	0	0
Decreases, due to:	0	0	0	0
- sale	0	0	0	0
- liquidation	0	0	0	0
Gross value of intangible assets at the end of the period	9	245	5,534	5,788
Accumulated depreciation (remission) at the beginning of the period	9	216	5,353	5,578
Depreciation for the period, due to:	0	6	45	51
- Planned write-offs	0	6	45	51
- Acquisition of subsidiaries	0	0	0	0
- Decreases	0	0	0	0
Accumulated depreciation (remission) at the end of the period	9	222	5,398	5,629
Write-offs due to permanent impairment at the beginning of the period	0	0	0	0
- increases	0	0	0	0
- decreases	0	0	0	0
Write-offs due to permanent impairment at the end of the period	0	0	0	0
Net value of intangible assets at the end of the period	0	23	136	159

Changes in intangible assets (by category) for the period 01.01.2023 - 31.12.2023

In thousands of PLN	Development costs	Concessions, patents, licenses and similar assets	Other intangible assets	Total intangible assets
Gross value of intangible assets at the beginning of the period	9	245	5,327	5,581
Increases, due to:	0	0	184	184
- purchase	0	0	184	184
- acquisition of sales	0	0	0	0
Decreases, due to:	0	0	0	0
- sale	0	0	0	0
- liquidation	0	0	0	0
Gross value of intangible assets at the end of the period	9	245	5,511	5,765
Accumulated depreciation (remission) at the beginning of the period	9	207	5,222	5,438
Depreciation for the period, due to:	0	9	131	140
- Planned write-offs	0	9	131	140
- Acquisition of subsidiaries	0	0	0	0
- Decreases	0	0	0	0
Accumulated depreciation (remission) at the end of the period	9	216	5,353	5,578
Write-offs due to permanent impairment at the beginning of the period	0	0	0	0
- increases	0	0	0	0
- decreases	0	0	0	0
Write-offs due to permanent impairment at the end of the period	0	0	0	0
Net value of intangible assets at the end of the period	0	29	158	187

Intangible assets (ownership structure)

	In thousands of PLN	
	30.09.2024	31.12.2023
- owned	159	187
- used under lease, rental, or other agreements, including lease agreements	0	0
Intangible assets, total	159	187

2.3. Goodwill

	In thousands of PLN	
	30.09.2024	31.12.2023
- Subsidiaries	3,998	3,998
- Cash-generating units	2,396	2,396
Goodwill of subsidiaries, total	6,394	6,394
Impairment losses due to permanent value reduction	0	0
Carrying amount, total	6,394	6,394

As of December 31, 2023, impairment tests were conducted on the financial assets of cash-generating units (Zakład Stacji Elektroenergetycznych, Zakład Sieci Gliwice and Zakład Systemów Lotniskowych) as well as the shares of the subsidiary.

As of September 30, 2024, no indications were found that would suggest potential impairment of the carrying amount of goodwill, and no impairment adjustments were made.

2.4. Tangible non-current assets

	In thousands of PLN	
	30.09.2024	31.12.2023
a) Tangible non-current assets, including:	19,544	12,522
- Land	869	869
- buildings, premises, and civil engineering structures	10,936	4,512
- technical equipment and machinery	2,341	2,087
- means of transport	5,225	4,862
- other tangible non-current assets	173	192
b) Tangible non-current assets under construction	670	528
Tangible non-current assets, total	20,214	13,050

Tangible non-current assets (ownership structure)

	In thousands of PLN	
	30.09.2024	31.12.2023
- Owned	5,731	5,643
- used under lease, rental, or other agreements, including lease agreements	13,813	6,879
Tangible non-current assets, total	19,544	12,522

Changes in tangible non-current assets (by category) for the period 01.01.2024 – 30.09.2024

In thousands of PLN	land	buildings, premises, and civil engineering and water facilities	technical equipment and machinery	means of transport	other tangible assets	total tangible assets
Gross value of tangible assets at the beginning of the period	869	10,356	9,520	13,724	2,195	36,664
Increases, due to:	0	7,760	705	1,644	53	10,162
- Purchases/contract modification	0	7,760	705	1,644	53	10,162
- Acquisition of subsidiaries	0	0	0	0	0	0
Decreases, due to:	0	0	18	667	105	790
- Sales and write-offs	0	0	18	667	105	790
Gross value of tangible assets at the end of the period	869	18,116	10,207	14,701	2,143	46,036
Accumulated depreciation (remission) at the beginning of the period	0	5,844	7,433	8,862	2,003	24,142
Depreciation for the period, due to:	0	1,336	433	614	-33	2,350
- Planned write-offs	0	1,336	451	1,281	71	3,139
- Acquisition of subsidiaries	0	0	0	0	0	0
- Sales and liquidation	0	0	18	667	104	789
Accumulated depreciation (remission) at the end of the period	0	7,180	7,866	9,476	1,970	26,492
Write-offs due to permanent impairment at the beginning of the period	0	0	0	0	0	0
- Increases	0	0	0	0	0	0
- Decreases	0	0	0	0	0	0
Write-offs due to permanent impairment at the end of the period	0	0	0	0	0	0
Net book value of tangible assets at the end of the period	869	10,936	2,341	5,225	173	19,544

Changes in tangible non-current assets (by category) for the period 01.01.2023 - 31.12.2023

In thousands of PLN	land	buildings, premises, and civil engineering and water facilities	technical equipment and machinery	means of transport	other tangible assets	total tangible assets
Gross value of tangible assets at the beginning of the period	869	9,425	8,994	12,277	2,102	33,667
Increases, due to:	0	931	795	2,176	128	4,030
- Purchases/contract modification	0	931	795	2,176	128	4,030
- Acquisition of subsidiaries	0	0	0	0	0	0
Decreases, due to:	0	0	269	729	35	1,033
- Sales and write-offs	0	0	269	729	35	1,033
Gross value of tangible assets at the end of the period	869	10,356	9,520	13,724	2,195	36,664
Accumulated depreciation (remission) at the beginning of the period	0	4,272	7,155	8,163	1,932	21,522
Depreciation for the period, due to:	0	1,572	278	699	71	2,620
- Planned write-offs	0	1,572	545	1,428	106	3,651
- Acquisition of subsidiaries	0	0	0	0	0	0
- Sales and liquidation	0	0	267	729	35	1,031
Accumulated depreciation (remission) at the end of the period	0	5,844	7,433	8,862	2,003	24,142
Write-offs due to permanent impairment at the beginning of the period	0	0	0	0	0	0
- Increases	0	0	0	0	0	0
- Decreases	0	0	0	0	0	0
Write-offs due to permanent impairment at the end of the period	0	0	0	0	0	0
Net book value of tangible assets at the end of the period	869	4,512	2,087	4,862	192	12,522

Leasing

The value of the right-of-use assets has been presented in the interim condensed consolidated statement of financial position together with the tangible fixed assets owned by the Group.

The values of the right-of-use assets, in accordance with IFRS 16, are presented in the table titled "Changes in Right-of-Use Assets."

The significant increase in the "buildings, premises, and civil and water engineering structures" group is due to the conclusion of an annex to the lease agreement for the headquarters of the parent company on March 27, 2024. According to the agreed terms, the lease period has been extended until February 28, 2030. The impact of this contract modification on the value of tangible fixed assets amounts to PLN 7,709 thousand and corresponds to the change in long-term lease liabilities.

Changes in right-of-use assets (by group) for the period 01.01.2024 – 30.09.2024

In thousands of PLN	Land	buildings, premises, and civil and water engineering structures	Technical equipment and machinery	Means of transport	Other tangible assets	Total tangible assets
Gross value at the beginning of the period	0	7,430	643	6,488	0	14,561
Increases, due to:	0	7,760	128	1,592	0	9,480
- Conclusion of a leasing agreement	0	0	128	1,592	0	1,720
- Changes resulting from contract modifications	0	7,760	0	0	0	7,760
Decreases, due to:	0	0	0	536	0	536
- Termination of the leasing agreement	0	0	0	119	0	119
- Changes in the profile / buyout	0	0	0	417	0	417
Gross value at the end of the period	0	15,190	771	7,544	0	23,505
Accumulated depreciation (remission) at the beginning of the period	0	5,068	101	2,513	0	7,682
Depreciation for the period, due to:	0	1,275	56	679	0	2,010
- Planned write-offs	0	1,275	56	984	0	2,315
- Changes in the profile / buyout	0	0	0	0	0	0
- Depreciation of terminated leases / returns	0	0	0	0	0	0
- Changes in the profile / buyout	0	0	0	305	0	305
Accumulated depreciation (remission) at the end of the period	0	6,343	157	3,192	0	9,692
Write-downs due to permanent impairment at the beginning of the period	0	0	0	0	0	0
- Increases	0	0	0	0	0	0
- Decreases	0	0	0	0	0	0
Write-downs due to permanent impairment at the end of the period	0	0	0	0	0	0
Net value at the end of the period	0	8,847	614	4,352	0	13,813

Changes in right-of-use assets (by group) for the period 01.01.2023 - 31.12.2023

In thousands of PLN	Land	buildings, premises, and civil and water engineering structures	Technical equipment and machinery	Means of transport	Other tangible assets	Total tangible assets
Gross value at the beginning of the period	0	6,523	643	5,072	0	12,238
Increases, due to:	0	907	0	1,835	0	2,742
- Conclusion of a leasing agreement	0	0	0	1,835	0	1,835
- Changes resulting from contract modifications	0	907	0	0	0	907
Decreases, due to:	0	0	0	419	0	419
- Termination of the leasing agreement	0	0	0	142	0	142
- Changes in the profile / buyout	0	0	0	277	0	277
Gross value at the end of the period	0	7,430	643	6,488	0	14,561
Accumulated depreciation (remission) at the beginning of the period	0	3,578	29	1,793	0	5,400
Depreciation for the period, due to:	0	1,490	72	720	0	2,282
- Planned write-offs	0	1,490	72	1,008	0	2,570
- Changes in the profile / buyout	0	0	0	0	0	0
- Depreciation of terminated leases / returns	0	0	0	142	0	142
- Changes in the profile / buyout	0	0	0	146	0	146
Accumulated depreciation (remission) at the end of the period	0	5,068	101	2,513	0	7,682
Write-downs due to permanent impairment at the beginning of the period	0	0	0	0	0	0
- Increases	0	0	0	0	0	0
- Decreases	0	0	0	0	0	0
Write-downs due to permanent impairment at the end of the period	0	0	0	0	0	0
Net value at the end of the period	0	2,362	542	3,975	0	6,879

Change in investment properties

	In thousands of PLN	
	01.01.2024-30.09.2024	01.01.2023-31.12.2023
opening balance	0	0
increases	4,890	0
decreases	0	0

balance at the end of the period	4,890	0
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In connection with the sale of shares in the subsidiary ZEUS S.A. and the Group's change of use of the property in Pruszcz Gdański, it was reclassified from fixed assets to investment property..

The property in question includes buildings with office, production, and warehouse functions, covering a total usable area of 1,599.40 m², as well as structures. A small portion of the property is subject to a lease agreement.

The valuation of the investment property was carried out at fair value, determined using the comparative method, reflecting recent transactions on similar properties. This value was adjusted for factors related to the property being appraised.

2.5.Financial assets

Other long-term financial assets

	30.09.2024	31.12.2023
		In thousands of PLN
In other entities	1,186	1,328
Shares or stocks	0	0
Other long-term financial assets (including deposits and security deposits)	1,186	1,328
Long-term financial assets, total	1,186	1,328

Changes in long-term financial assets (by categories)

	01.01.2024- 30.09.2024	01.01.2023- 31.12.2023
		In thousands of PLN
State at the beginning of the period	1,328	2,394
Loans granted	0	0
Other long-term financial assets	1,328	2,394
Increases due to:	0	0
Loans granted	0	0
Other long-term financial assets	0	0
Decreases due to:	142	1,066
Loans granted	0	0
Other long-term financial assets	142	1,066
State at the end of the period	1,186	1,328
Loans granted	0	0
Other long-term financial assets	1,186	1,328

2.6. Financial liabilities

Long-term financial liabilities

	In thousands of PLN	
	30.09.2024	31.12.2023
Loans and credits	0	0
Long-term financial liabilities, total	0	0

Short-term financial liabilities

	In thousands of PLN	
	30.09.2024	31.12.2023
Loans, credits, debt securities	39,182	61
Derivative financial instruments (forward contracts)	493	0
Short-term financial liabilities, total	39,675	61

As of September 30, 2024, the parent company had liabilities from an overdraft facility amounting to PLN 39,182 thousand, which resulted from the current financial engagement in the production cycle.

2.7.Deferred tax assets and liabilities

Change in deferred tax assets

		In thousands of PLN	
		01.01.2024- 30.09.2024	01.01.2023- 31.12.2023
1.	Deferred tax assets at the beginning of the period, including:	9,491	4,976
a)	Recognized in the financial result	9,491	4,976
2.	Increases	8,085	9,461
a)	Recognized in profit or loss due to temporary deductible differences, including:	8,085	9,461
-	Impairment allowances for receivables	926	955
-	Impairment allowances for inventory	559	559
-	Unpaid salaries	0	1
-	Provisions for employee benefits	1,365	1,731
-	Provisions for warranty repairs	2,447	2,540
-	Other	2,788	3,675
b)	Recognized in profit or loss due to tax loss	0	0
3.	Decreases	9,465	4,946
a)	Recognized in profit or loss due to temporary deductible differences	9,465	4,946
4.	Deferred tax assets at the end of the period, including:	8,111	9,491
a)	recognized in profit or loss, due to:	8,111	9,491
-	Impairment allowances for receivables	928	957
-	Impairment allowances for inventory	559	559
-	Unpaid salaries	0	1
-	Provisions for employee benefits	1,373	1,738
-	Provisions for warranty repairs	2,464	2,555
-	Other	2,787	3,681
b)	Recognized in profit or loss due to tax loss	0	0
c)	Recognized in equity	0	0
d)	Recognized in goodwill	0	0

Change in the deferred tax liability

		In thousands of PLN	
		01.01.2024- 30.09.2024	01.01.2023- 31.12.2023
1.	Balance of the deferred tax liability at the beginning of the period, including:	859	1,551
a)	Recognized in the financial result	859	1,551
2.	Increases	3,494	685
a)	Recognized in the financial result for the period due to positive temporary differences, including:	3,494	685
-	Valuation of receivables	0	0
-	Valuation of long-term contracts	1,297	0
-	Tangible fixed assets and intangible assets	2,029	670
-	Other	168	15
3.	Decreases	851	1,535
a)	Recognized in the financial result for the period due to positive temporary differences	851	1,535
4.	Balance of the deferred tax liability at the end of the period, total, including	3,502	701
a)	Recognized in the financial result, including:	3,502	701
-	Valuation of receivables	0	0
-	Valuation of long-term contracts	1,297	0
-	Tangible fixed assets and intangible assets	2,034	680
-	Other	171	21
b)	Recognized in equity	0	0
c)	Recognized in goodwill	0	0

2.8. Inventories

		In thousands of PLN	
		30.09.2024	31.12.2023
a)	Materials	13,775	1,242
b)	Work in progress and semi-finished goods	2,333	1,634
c)	Finished goods	0	0
d)	Merchandise	0	0
e)	Advances for deliveries	0	0
Inventories, total		16,108	2,876
Write-downs of inventories		2,942	2,944
Inventories, gross total		19,050	5,820

Change in the provision for inventory write-downs

	In thousands of PLN	
	01.01.2024- 30.09.2024	01.01.2023- 31.12.2023
Opening balance	2,944	3,110
a) Increases	0	21
b) Utilization	0	0
c) Reversal	2	187
Closing balance of write-downs on inventories, including:	2,942	2,944
materials	2,942	2,944

The increase in inventory value as of September 30, 2024, is of a temporary nature and results from the specifics of the contract execution cycle.

In the first three quarters of 2024, the Group did not make any write-downs of inventory value.

2.9. Trade and other receivables

Trade and other receivables

	In thousands of PLN	
	30.09.2024	31.12.2023
- Receivables from other entities	149,969	165,492
- Prepaid expenses	1,493	1,828
Net trade and other receivables, total	151,462	167,320

Short-term receivables

	In thousands of PLN	
	30.09.2024	31.12.2023
a) Receivables from other entities	149,969	165,492
Financial assets (IFRS 9)	143,367	159,982
Receivables from sales and services, with a repayment period:	143,367	159,982
- up to 12 months	141,641	158,598
- over 12 months	1,726	1,384
Financial assets (outside of IFRS 9)	6,602	5,510
Receivables from corporate income tax	0	100
Other receivables, including:	6,602	5,410
- receivables related to taxes, subsidies, customs duties, social and health insurance, and other benefits	1,963	3,680
- other	4,639	1,730
- receivables pursued through legal action	0	0
Net short-term receivables, total	149,969	165,492
b) Allowance for impairment of receivables	6,353	5,825
Gross short-term receivables, total	156,322	171,317

Gross short-term receivables (currency structure after conversion to PLN)

		In thousands of PLN	
		30.09.2024	31.12.2023
a)	in Polish currency	150,147	170,208
b)	in foreign currencies (converted to PLN))	6,175	1,109
Short-term receivables, total		156,322	171,317

Change in the balance of provisions for the impairment of short-term receivables

		In thousands of PLN	
		01.01.2024- 30.09.2024	01.01.2023- 31.12.2023
Balance at the beginning of the period		6,534	5,471
a)	Increases, due to:	796	894
	Provisions for receivables	796	894
b)	Decreases, due to	977	540
	Reversal of provisions after the receivables are settled	977	77
	Write-off of uncollectible receivables	0	463
Balance of provisions for the impairment of short-term receivables at the end of the period		6,353	5,825

Receivables from sales and services (gross) - with the remaining repayment period from the balance sheet date

		In thousands of PLN	
		30.09.2024	31.12.2023
a)	up to 1 month	107,812	29,609
b)	over 1 month to 3 months	22,142	108,430
c)	over 3 months to 6 months	1,241	13,774
d)	over 6 months to 1 year	115	195
e)	over 1 year	2,503	1,741
f)	overdue receivables	14,938	11,797
Receivables from sales and services, total (gross)		148,751	165,546
g)	Allowance for receivables from sales and services	5,384	5,564
Receivables from sales and services, total (net)		143,367	159,982

Receivables from sales and services, overdue (gross) - broken down by receivables not settled within the period

		In thousands of PLN	
		30.09.2024	31.12.2023
a)	up to 1 month	7,455	3,314
b)	over 1 month to 3 months	420	88
c)	over 3 months to 6 months	14	0
d)	over 6 months to 1 year	200	2,335
e)	over 1 year	6,849	6,060
Receivables from sales and services, overdue, total (gross)		14,938	11,797
f)	Allowance for impairment of receivables from sales and services, overdue	4,607	5,283
Receivables from sales and services, overdue, total (net)		10,331	6,514

The increase in overdue receivables within the period up to 1 month resulted from a few days' delay by contractors in making payments amounting to 939 thousand EUR and 2,242 thousand PLN. Payments for these invoices were received in the parent company's bank account after the balance sheet date. This fully explains the increase in overdue receivables, for which no allowance for impairment has been created.

2.10.Contract assets and liabilities
Settlement of assets from contracts in progress (IFRS 15)

		In thousands of PLN	
		30.09.2024	31.12.2023
Services in progress at the end of the previous period		21,612	57,649
Services in progress on the date of control acquisition		0	0
Services in progress at the end of the current period		65,001	21,612
Impact on revenues for the current reporting period		43,389	-36,037
Capitalized costs related to contracts in progress at the end of the previous period		34,427	53,446
Capitalized costs related to contracts in progress on the date of control acquisition		0	0
Capitalized costs related to contracts in progress at the end of the current period		57,875	34,427
Impact on costs for the current reporting period		23,448	-19,019
Impact on financial result per balance		19,941	-17,018

Assets related to contracts concern the estimated revenues from construction and assembly contracts as of September 30, 2024.

Additional information regarding contracts in progress (IFRS 15)

	In thousands of PLN	
	30.09.2024	31.12.2023
Estimated receivables from contracts in progress	65,001	21,612
Estimated payables from contracts in progress	57,875	34,427
Amount of withheld deposits and performance guarantees for completed work	3,067	3,254
Amount of advances received for the execution of deliveries and services	22	4,721

2.11. Cash and cash equivalents

	In thousands of PLN	
	30.09.2024	31.12.2023
Cash and cash equivalents	21,259	33,160
- Cash in hand and at bank accounts	21,259	33,160
- Other cash equivalents	0	0
- Other financial assets	0	0
Short-term financial assets, total	21,259	33,160

The decrease in the Group's cash position is a result of financial engagement in ongoing projects, while simultaneously ensuring the optimization of the financing structure. The seasonality of the production cycle within the Group is characterized by lower cash levels during the analyzed period.

2.12. Assets held for sale

	In thousands of PLN	
	01.01.2024- 30.09.2024	01.01.2023- 31.12.2023
a) Value at the beginning of the period	11,909	28,999
b) Increases, due to reclassification to assets held for sale	0	0
c) Decreases, due to:	11,909	17,090
- sale	11,909	0
- impairment of the asset	0	17,090
Assets held for sale at the end of the period	0	11,909

Assets held for sale at the end of 2023 related to the subsidiary ZEUS S.A., all shares of which were sold by the parent company in Q1 2024.

The data in the table below present the assets and liabilities of the company ZEUS S.A. as of the date of loss of control.

Elements of assets reclassified to assets held for sale		In thousands of PLN Date of loss of control
I.	Non-current assets	1,751
-	Tangible non-current assets	1,751
II.	Current assets	8,618
-	Receivables from sales and services and other receivables	8,611
-	Assets from contracts	0
-	Cash and cash equivalents	7
Total assets		10,369

Liabilities reclassified to liabilities related to assets held for sale		In thousands of PLN Date of loss of control
II.	Liabilities and provisions for liabilities	31,019
2.	Short-term liabilities	13,029
-	Short-term provisions	6,202
-	Liabilities from supplies and services and other liabilities	24,817
Total liabilities		31,019

Result on loss of control after sale of shares in the subsidiary ZEUS S.A.

In thousands of PLN	01.01.-30.09.2024
- Revenue from the sale	0*
- Net assets sold at date of loss of control	20,650
- Non-controlling interests of ZEUS S.A.	-2,419
Result on loss of control	18,231

* The revenue from the sale amounted to 1 PLN, and due to rounding to thousand PLN, the presented amount is 0 thousand PLN

2.13. Equity

Share capital

Share capital (structure)	30.09.2024	30.09.2024	30.09.2024	30.09.2024	30.09.2024	30.09.2024	30.09.2024	
a) Nominal value of one share in PLN	1	1	1	1	1	1	1	
b) Series/issue	A	B	C	C	C	C	D	
c) Type of shares	per bearer	per bearer	per bearer	per bearer	per bearer	per bearer	per bearer	
d) Type of preference rights of shares	ordinary	ordinary	ordinary	ordinary	ordinary	ordinary	ordinary	
e) Type of restrictions on share rights	-	-	-	-	-	-	-	
f) Number of shares in thousands of units	5,206	794	91	74	111	24	3,683	
g) Value of the series/issue according to nominal value in thousand PLN	5,206	794	91	74	111	24	3,683	
h) Method of capital coverage	cash	cash	cash	cash	cash	cash	cash	
i) Date of registration	30-11-1998	18-10-2006	27-02-2009	16-03-2010	28-02-2011	11-04-2013	11-05-2007	
j) Right to dividend (from date)	01-01-1999	01-01-2006	01-01-2009	01-01-2010	01-01-2011	01-01-2013	01-01-2007	
Share capital, total in thousand PLN								9,983

Retained earnings and net profit

	In thousands of PLN	
	30.09.2024	31.12.2023
- Other reserve capitals	65,138	49,258
- Retained earnings (loss) from previous years	-38,024	-19,560
- Net profit (loss) attributable to shareholders of the parent company	45,461	22,373
Total retained earnings	72,575	52,071

2.14.Provisions

Change in the balance of other long-term provisions (by title)

		In thousands of PLN	
		01.01.2024- 30.09.2024	01.01.2023- 31.12.2023
a)	Balance at the beginning of the period	12,884	2,626
	Provisions for warranty repairs	12,415	2,265
	Provisions for employee benefits	469	361
	Provisions for contractual penalties	0	0
	Other	0	0
b)	Increases, due to:	345	11,152
	Provisions for warranty repairs	345	11,044
	Provisions for employee benefits	0	108
	Provisions for contractual penalties	0	0
	Other	0	0
c)	Utilization, due to:	8	0
	Provisions for warranty repairs	8	0
	Provisions for employee benefits	0	0
	Provisions for contractual penalties	0	0
	Other	0	0
d)	Reversal, due to:	2,788	894
	Provisions for warranty repairs	2,788	894
	Provisions for employee benefits	0	0
	Provisions for contractual penalties	0	0
	Other	0	0
e)	Balance at the end of the period	10,433	12,884
	Provisions for warranty repairs	9,964	12,415
	Provisions for employee benefits	469	469
	Provisions for contractual penalties	0	0
	Other	0	0

Change in the balance of other short-term provisions (by titles)

		In thousands of PLN	
		01.01.2024- 30.09.2024	01.01.2023- 31.12.2023
a)	Balance at the beginning of the period	19,647	17,374
	Provisions for warranty repairs	1,133	960
	Provisions for employee benefits	9,159	9,139
	Provisions for contractual penalties	9,225	7,274
	Other	130	1
b)	Increases, due to:	10,127	11,403
	Provisions for warranty repairs	2,614	468
	Provisions for employee benefits	6,970	8,705
	Provisions for contractual penalties	543	2,101
	Other	0	129
c)	Utilization, due to:	0	544
	Provisions for warranty repairs	0	35
	Provisions for employee benefits	0	509
	Provisions for contractual penalties	0	0
	Other	0	0
d)	Reversal, due to:	15,372	8,586
	Provisions for warranty repairs	624	260
	Provisions for employee benefits	8,892	8,176
	Provisions for contractual penalties	5,856	150
	Other	0	0
e)	Balance at the end of the period	14,402	19,647
	Provisions for warranty repairs	3,123	1,133
	Provisions for employee benefits	7,237	9,159
	Provisions for contractual penalties	3,912	9,225
	Other	130	130

2.15. Trade payables and other liabilities

	In thousands of PLN	
	30.09.2024	31.12.2023
Financial liabilities (IFRS 9)	79,301	68,857
- from deliveries and services	79,130	68,472
- from the purchase of fixed assets	171	385
Financial liabilities (excluding IFRS 9)	8,225	24,341
- from taxes, duties, insurance, and other contributions	5,712	21,302
- from salaries/wages	2,513	2,865
- other	0	174
- short-term accrued expenses	0	0
Total trade and other payables	87,526	93,198

Trade payables (gross) - before maturity and overdue

	In thousands of PLN	
	30.09.2024	31.12.2023
a) Liabilities before maturity	75,142	63,932
b) Overdue liabilities	3,988	4,540
up to 1 month	3,975	4,205
over 1 month to 3 months	13	305
over 3 months to 6 months	0	13
over 6 months to 1 year	0	13
over 1 year	0	4
Total trade payables (gross)	79,130	68,472

The Group, by building fair business relationships with contractors, systematically and actively undertakes actions to reduce both the number of overdue cases and the level of overdue liabilities.

2.16. Lease liabilities

	In thousands of PLN	
	30.09.2024	31.12.2023
a) Short-term liabilities	3,265	3,150
b) Long-term liabilities	9,816	2,840
Liabilities under leasing agreements, rental agreements, and other similar arrangements, total	13,081	5,990

The remaining future minimum lease payments as of the balance sheet date are:

	Lease payments under lease agreements payable in the period:				In thousands of PLN
	Up to 1 year	From 1 year to 3 years	From 3 years to 5 years	Over 5 years	Total
As of 30.09.2024:					
Lease payments	4,543	6,920	3,511	744	15,718
Financial costs (-)	1,278	1,126	224	9	2,637
Present value	3,265	5,794	3,287	735	13,081
As of 31.12.2023					
Lease payments	3,788	2,892	412	0	7,092
Financial costs (-)	638	440	24	0	1,102
Present value	3,150	2,452	388	0	5,990

Additional information regarding leases (IFRS 16)

	In thousands of PLN	
	01.01.2024-30.09.2024	01.01.2023-31.12.2023
a) interest on leases	933	838
b) cost of short-term leases and leases of low-value assets	157	289
c) value of lease payments (principal repayment)	2,443	2,990
Total	3,533	4,117

The Group does not recognize liabilities for short-term leases and leases for which the underlying asset has a low value. Additionally, the value of lease liabilities does not include contingent lease payments that depend on factors other than an index or rate.

2.17. Other operating income and expenses

Other operating income

	In thousands of PLN	
	01.01.-30.09.2024	01.01.-30.09.2023
- Profit from the disposal of non-financial fixed assets	839	59
- Subsidies	0	0
- Other operating income	8,952	1,041
Other operating income, total	9,791	1,100

The value of PLN 8,952 thousand reported under 'Other operating income' primarily consists of income from the release of provisions for contractual penalties, including in connection with the signing of a settlement with a contractor, compensation received by the Group, and items related to the deconsolidation of the ZEUS S.A. subsidiary.

Other operating expenses

	In thousands of PLN	
	01.01.-30.09.2024	01.01.-30.09.2023
- Loss on disposal of non-financial fixed assets	0	0
- Impairment of non-financial assets	710	376
- Other operating expenses	4,243	6,747
Other operating expenses, total	4,953	7,123

Other operating expenses

	In thousands of PLN	
	01.01.-30.09.2024	01.01.-30.09.2023
a) Created provisions, due to:	576	5,314
other, including anticipated losses on contracts	576	5,314
b) Other, including:	3,667	1,433
written-off receivables	7	0
costs of resold services	185	62
damages from traffic incidents	117	14
court costs	123	95
donations	18	5
contractual penalties and compensations	3,050	1,002
other expenses	167	255
Other operating expenses, total	4,243	6,747

Profit (loss) from expected credit losses

	In thousands of PLN	
	01.01.-30.09.2024	01.01.-30.09.2023
- Reversal of allowances for receivables	977	2
- Creation of an allowance for receivables	-796	-2,884
- Reversal of allowance for loan receivables	386	0
Total gain (loss) on expected credit losses	567	-2,882

2.18. Financial income and expenses

Financial income

	In thousands of PLN	
	01.01.-30.09.2024	01.01.-30.09.2023
- Dividends and profit shares	0	0
- Interest	492	1,401
- Profit on disposal of investments	0	0
- Revaluation of investments	0	0
- Other	0	256
Financial income, total	492	1,657

Financial expenses

	In thousands of PLN	
	01.01.-30.09.2024	01.01.-30.09.2023
- Interest	2,378	2,623
- Loss on disposal of investments	6	0
- Revaluation of investments	526	0
- Other	3,134	-34
Financial expenses, total	6,044	2,589

The amount of PLN 3,134 thousand shown under "Other" mainly relates to the settlement of the deconsolidation of ZEUS S.A. (including PLN 2,500 thousand relating to the outstanding loan and related interest) and foreign exchange differences.

2.19. Profit (loss) on sale of investments in subsidiaries

In the first quarter of 2024, the subsidiary ZEUS S.A. was sold. The gain on the loss of control amounted to PLN 18,231 thousand, and the calculation method is described in Note 2.12.

2.20. Impairment of goodwill of subsidiaries

As of December 31, 2023, the Management Board of ELEKTROTIM S.A. conducted impairment tests on cash-generating units to which goodwill was allocated, by comparing the carrying amount of the unit, including goodwill, with its recoverable amount, based on the following assumptions: cash flow projection period – 5 years, growth rate after the projection period – 3%, discount rate – 11%. It was determined that no impairment occurred for the unit or the corresponding value. Therefore, no impairment loss was recognized.

As of September 30, 2024, no indications of potential impairment of the carrying amount of cash-generating units to which goodwill was allocated were identified, compared to December 31, 2023. Therefore, no impairment losses were recognized in Q3 of the current year.

The sale of the subsidiary ZEUS S.A. in Q1 2024 had no impact on goodwill (the lack of goodwill allocated to the subsidiary results from the full impairment of its value in previous reporting periods).

2.21. Information on financial instruments

During the period covered by the condensed interim consolidated financial statements, the Group made use of hedging deposits with maturities exceeding 12 months.

	In thousands of PLN	
	30.09.2024	31.12.2023
a) Deposits and security deposits with maturities over 12 months	1,186	1,328
b) Loans granted	0	0

Interest income

	In thousands of PLN	
	01.01.2024-30.09.2024	01.01.2023-31.12.2023
a) Interest income from loans granted	141	0

Liabilities under loans

	In thousands of PLN	
	30.09.2024	31.12.2023
a) Long-term loans	0	0
b) Short-term loans	39,182	61

As of September 30, 2024, the parent company had liabilities arising from a current account loan amounting to PLN 39,182 thousand, which resulted from the current financial engagement in the production cycle.

Liabilities arising from derivative financial instruments

	In thousands of PLN	
	30.09.2024	31.12.2023
a) Short-term forward contracts	493	0

The Group uses derivative instruments to hedge future currency payments arising from concluded contracts.

Reclassification of financial assets

During the period covered by the condensed consolidated interim financial statements, no reclassification of financial assets took place.

Financial risk management

Financial risks include risks related to changes in exchange rates, interest rates, loss or reduction of financial liquidity, and credit risk. The companies in the ELEKTROTIM Capital Group are exposed to the above-mentioned risks to a moderate extent.

Currency risk management

The Capital Group is exposed to currency risk, primarily related to the EUR/PLN and USD/PLN exchange rates. The source of transactional exposure to currency risk arises from contracts related to the supply of materials and raw materials, which result in cash flows whose value in the base currency depends on future foreign exchange rates. The Group aims to purchase foreign currencies on terms no worse than those assumed in the implementation budgets and to balance the value of assets and liabilities denominated in a given currency. Exposure to currency

risk changes throughout the year, depending on the volume of transactions conducted in foreign currencies and the amount of currencies accumulated for payment purposes. There is a risk that, despite the use of hedging mechanisms (e.g., forward transactions), the cost of materials and equipment purchased in foreign currencies, when converted to the domestic currency, will be higher than planned in the budget, which may lead to an increase in costs and a decrease in the originally planned margin.

Assets and liabilities of the Group, other than derivative instruments denominated in foreign currencies, translated into PLN at the closing exchange rate as of the balance sheet date:

	Value expressed in currency (in thousands):					Converted value (in thousands of PLN)
	EUR	USD	GBP	CHF	other	
As of 30.09.2024						
Financial assets (+):						
Loans	0	0	0	0	0	0
Receivables from sales and services and other financial receivables	1,443	0	0	0	0	6,175
Other financial assets	0	0	0	0	0	0
Cash and cash equivalents	9	3,538	3	0	1	13,568
Financial liabilities (-):						
Credits, loans, and other debt instruments	0	0	0	0	0	0
Lease liabilities	0	0	0	0	0	0
Payables from sales and services and other financial liabilities	733	7,174	0	0	0	30,535
Total exposure to foreign exchange risk	2,185	10,712	3	0	1	50,278
As of 31.12.2023						
Financial assets (+):						
Loans	0	0	0	0	0	0
Receivables from sales and services and other financial receivables	209	47	0	0	0	1,109
Other financial assets	0	0	0	0	0	0
Cash and cash equivalents	283	54	3	0	1	1,457
Financial liabilities (-):						
Credits, loans, and other debt instruments	0	0	0	0	0	0
Lease liabilities	0	0	0	0	0	0
Payables from sales and services and other financial liabilities	395	0	0	0	0	1,742
Total exposure to foreign exchange risk	887	101	3	0	1	4,308

	Value expressed in currency (in thousands):					Converted value (in thousands of PLN)
	EUR	USD	GBP	CHF	other	
As of 30.09.2024						
Derivatives financial instruments	0	5,500	0	0	0	21,793
Total exposure to foreign exchange risk	0	5,500	0	0	0	21,793
As of 31.12.2023						
Derivatives financial instruments	0	0	0	0	0	0
Total exposure to foreign exchange risk	0	0	0	0	0	0

The settlement date for all of the Group's derivative financial instruments (USD forward contracts) falls in the fourth quarter of 2024 (from October 14, 2024, to December 9, 2024).

Below is a sensitivity analysis of the financial result and equity in relation to the Group's financial assets and liabilities and the fluctuations of the EUR/PLN and USD/PLN exchange rates.

The sensitivity analysis assumes a 5% increase or decrease in the EUR/PLN and USD/PLN exchange rates relative to the closing exchange rate as of the balance sheet date, i.e., September 30, 2024.

	Exchange rate fluctuations	Impact on profit or loss			Impact on equity:		
		EUR	USD	total	EUR	USD	total
As of 30.09.2024							
Increase in exchange rate	5%	468	3,135	3,604	468	3,135	3,604
Decrease in exchange rate	-5%	-468	-3,135	-3,604	-468	-3,135	-3,604
As of 31.12.2023							
Increase in exchange rate	5%	195	20	215	195	20	215
Decrease in exchange rate	-5%	-195	-20	-215	-195	-20	-215

Management of interest rate risk

Interest rate risk arises mainly due to the Group's use of bank loans, borrowings, and leasing services with variable interest rates. The Group manages these risks by maintaining proper monitoring of its debt levels. The management of interest rate risk focuses on optimizing the debt level, making use of trade credit within market conditions, and considering financial costs in management calculations related to contract financing and the margins realized.

Credit risk management

The nature of the construction business means that the Group is exposed to credit risk concentration. The projects undertaken often require significant working capital involvement due to their relatively high value and long execution time. The agreements concluded by the companies within the ELEKTROTIM Group also stipulate the obligation to provide guarantees for the proper and timely performance of the contract, as well as for the removal of defects and deficiencies, in the form of bank or insurance guarantees.

Additionally, the lengthening procedures for the acceptance of completed work, the obligation to settle liabilities towards subcontractors within a specified period, and the payment terms set after the completion of the entire contract, result in significant engagement of funds in ongoing operations. In the event of a potential restriction in the availability of financing sources or the termination of credit and insurance agreements, there is

a risk of reduced business scale due to the decreased ability to submit offers, which could consequently impact revenue and financial results.

To minimize risk, the Group intends to: focus on short-term projects with high margins, manage collateral and guarantees prudently, increase working capital, and diversify sales segments.

The potential credit risk exposure of the Group as of the balance sheet date, 30.09.2024, is determined by the carrying amount of the following financial assets and off-balance sheet liabilities:

Credit risk exposure	In thousands of PLN	
	30.09.2024	31.12.2023
Loans	0	0
Receivables from supplies and services and other receivables	151,462	167,320
Derivative financial instruments	0	0
Debt securities	0	0
Investment fund units	0	0
Other classes of other financial assets	0	0
Cash and cash equivalents	21,259	33,160
Contingent liabilities	259	259
Assets from contracts	64,725	21,632

Credit risk is mainly related to the Group's receivables from customers and financial investments. The Group's main customers are commercial companies, including companies with state ownership. Credit risk is minimized by a trade receivables insurance policy entered into by the Parent Company with Atradius Credit Insurance NV S.A. Branch in Poland.

To mitigate credit risk on receivables, the Group follows a strict policy for selecting contractors and granting credit limits.

The Group continuously monitors customer and creditor arrears and payment performance, analyzing credit risk. In the Management Board's assessment, the above-mentioned financial assets that are not overdue and are covered by impairment for losses in value as of each balance sheet date can be considered assets of good credit quality.

The exposure to credit risk in terms of overdue amounts and the age structure of overdue receivables not covered by impairment is presented in the table below.

Gross trade receivables as of 30.09.2024

	In thousands of PLN		
	Provisions for receivables	Receivables	Provisions in %
a) Not overdue	778	133,813	0.58%
b) Overdue up to 1 month	0	7,455	0.00%
c) Overdue from 1 month to 3 months	0	420	0.00%
d) Overdue from 3 months to 6 months	14	14	100.00%
e) Overdue from 6 months to 1 year	200	200	100.00%
f) Overdue for more than 1 year	4,392	6,849	64.13%
Total	5,384	148,751	3.62%

g) Provision for impairment of receivables from sales of goods and services	5,384	5,384
Total	0	143,367

The analysis of total receivables in the age structure presented in note 2.9 indicates that the majority of receivables in the third quarter of 2024 belong to two aging categories with payment due periods: up to 1 month – 72% and between 1 and 3 months – 15%. Receivables with a payment due period of up to one month and between one and three months do not pose a credit risk due to the fact that they are within the payment term. Their collection is continuously monitored by the debt collection department and the Financial Risk Committee, ensuring that appropriate security procedures are implemented, such as requesting guarantees or seeking payment from a reliable investor when the Group companies work for a general contractor. The next significant group of receivables are overdue receivables, which account for 10% of the gross receivables. The largest group of overdue receivables consists of receivables overdue by up to 1 month, which represent 5% of the total gross receivables.

Historically analyzing overdue payments and ultimately lost receivables, the Group concluded that a significant increase in credit risk occurs after 90 days past the original payment due date, which leads to the non-fulfillment of the obligation by the counterparty. In such cases, regardless of the risk of future estimation, the Group applies a 100% write-off to these receivables.

With regard to receivables from supplies and services, exposure to credit risk related to a single significant counterparty or a group of counterparties with similar characteristics is subject to individual analysis as of the balance sheet date. Based on historically observed trends in overdue payments, overdue receivables not covered by a write-off do not show a significant deterioration in quality.

The credit risk of cash and cash equivalents, marketable securities, and derivative financial instruments is considered immaterial due to the high creditworthiness of the counterparties involved in the transactions. Cash and cash equivalents are placed with financial institutions of high financial reliability, primarily consisting of banks.

For loans granted, the Group considers them to have low credit risk, provided they are not overdue on the evaluation date and the borrower has confirmed the outstanding balance of the receivable.

The carrying amount of financial assets reported in the consolidated financial statement, after accounting for impairment losses, represents the maximum credit risk exposure for the Group.

The parent company did not engage in negotiations or make arrangements resulting from a significant increase in credit risk, nor were there changes to payment terms or other modifications affecting the expected cash flows from outstanding receivables and contract assets.

Liquidity risk management

The ELEKTROTIM Capital Group is exposed to temporary disruptions in its ability to settle liabilities on time. This may be caused by sudden changes in market conditions, the form of contract settlement (payment upon project completion), delays in the fulfillment of obligations by customers, customer bankruptcies, and the availability of funding sources.

To effectively manage liquidity risk, the Group optimizes its sources of financing, utilizing options such as bank loans, factoring, and own resources, appropriately adjusting the maturity terms of each to ensure maximum cash flow efficiency.

Liabilities from deliveries and services and leasing (gross) - before due date and overdue

	30.09.2024	31.12.2023
		In thousands of PLN
Liabilities from deliveries and services, total (gross):	79,130	68,472
a) Liabilities before due date	75,142	63,932
b) Overdue liabilities	3,988	4,540
Up to 1 month	3,975	4,205
Over 1 month but up to 3 months	13	305
Over 3 months but up to 6 months	0	13
Over 6 months but up to 1 year	0	13
Over 1 year	0	4
Liabilities from leasing and rights to lease, total (gross):	13,081	5,990
a) Liabilities before due date	13,081	5,990
b) Overdue liabilities	0	0
Total liabilities from deliveries and services and leasing (gross)	92,211	74,462

2.22. Off-balance-sheet items, including contingent liabilities

Contingent liabilities are understood as possible obligations arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more future events that are not entirely under the control of the entity.

Guarantee lines held by the Group and their utilization

As of September 30, 2024, the parent company holds a total of guarantee limits for bid bonds, performance guarantees, warranty and maintenance guarantees, and advances, amounting to PLN 316,400 thousand and EUR 6,000 thousand. The utilization as of September 30, 2024, amounts to PLN 91,200 thousand and EUR 800 thousand.

At the request of ELEKTROTIM S.A., the bank issued a performance guarantee for the contract up to the amount of PLN 259,000 for ZEUS S.A., with the beneficiary being a commercial law company. The guarantee is valid until February 15, 2025.

2.23. Calculation of book value per share and diluted book value per share

The book value per share is the quotient of the book value, i.e., the difference between the total assets and the company's liabilities, and the number of shares.

The diluted book value per share is the quotient of the book value and the number of ordinary shares increased by the potential number of shares the company is obligated to issue.

The detailed values of the indicator as of 30.09.2024 and 31.12.2023 are presented in the table below.

	30.09.2024	31.12.2023
Book value (in thousand PLN)	126,009	103,170
Number of shares (in units)	9,983,009	9,983,009

Book value per share (in PLN)	12.62	10.33
Fully diluted number of shares (in units)	9,983,009	9,983,009
Fully diluted book value per share (in PLN)	12.62	10.33

2.24. Calculation of earnings (loss) per ordinary share and diluted earnings (loss) per ordinary share

Earnings per share is the quotient of the net profit attributable to the shareholders of the parent company from the income statement for the period and the weighted average number of ordinary shares for that period. The weighted average number of ordinary shares is calculated as the quotient of the sum of the number of shares at the end of each month of the period and the number of months in the period.

Diluted earnings per share is the quotient of the net profit from the income statement for the period and the weighted average number of shares for the period, increased by the weighted average potential number of shares to which the entity is committed to issue.

The detailed values of the indicator for the first three quarters of 2024 and 2023 are presented in the table below:

	01.01.-30.09.2024	01.01.-30.09.2023
Zysk (strata) netto (w tys. PLN)	45,461	26,681
Weighted average number of ordinary shares (in units)	9,983,009	9,983,009
Earnings (loss) per ordinary share (in PLN)	4.55	2.67
Weighted average diluted number of ordinary shares (in units)	9,983,009	9,983,009
Diluted earnings (loss) per ordinary share (in PLN)	4.55	2.67

2.25. Information on transactions with related parties that are material and concluded on non-market terms

Transactions with related parties were conducted on market terms, taking into account the prices and conditions prevailing in the market.

In its procurement strategy, the Group follows the principle of selecting the most advantageous market price from those available, through constant monitoring of prices from multiple suppliers and selecting from among the best offers.

2.26. Significant events after the balance sheet date

No significant events that were not reflected in the financial statements occurred after the balance sheet date.

3. CONDENSED INTERIM SEPARATE FINANCIAL STATEMENT FOR THE PERIOD 01.01. – 30.09.2024

SELECTED FINANCIAL DATA IN PLN AND CONVERTED TO EUR

S Condensed interim individual financial statement for the period 01.01. – 30.09.2024

SELECTED FINANCIAL DATA in PLN and converted to EUR	In thousands of PLN		In thousands of EUR	
	01.01.- 30.09.2024/ 30.09.2024	01.01.- 30.09.2023/ 31.12.2023	01.01.- 30.09.2024/ 30.09.2024	01.01.- 30.09.2023/ 31.12.2023
I. Net revenues from the sale of products, goods, and materials	335,631	391,457	78,014	85.521
II. Operating profit (loss)	38,871	43,194	9,035	9.437
III. Gross profit (loss)	36,156	42,731	8,404	9.335
IV. Net profit (loss)	29,309	33,225	6,813	7.259
V. Net cash flows from operating activities	-21,113	-35,289	-4,907	-7.710
VI. Net cash flows from investing activities	-312	1,634	-73	357
VII. Net cash flows from financing activities	9,824	-7,767	2,283	-1.697
VIII. Net cash flows, total	-11,601	-41,422	-2,697	-9.049
IX. Total assets	291,204	256,128	68,053	58.907
X. Liabilities and provisions for liabilities	169,736	139,011	39,666	31.971
XI. Long-term liabilities	23,520	16,320	5,496	3.753
XII. Short-term liabilities	146,216	122,691	34,170	28.218
XIII. Equity	121,468	117,117	28,386	26.936
XIV. Share capital	9,983	9,983	2,333	2.296
XV. Number of shares (in units)	9,983,009	9,983,009	9,983,009	9,983,009
XVI. Earnings (loss) per ordinary share (in PLN/EUR)	2.94	3.33	0.68	0.73
XVII. Diluted earnings (loss) per ordinary share (in PLN/EUR)	2.94	3.33	0.68	0.73
XVIII. Book value per share (in PLN/EUR)	12.17	11.73	2.84	2.70
XIX. Diluted book value per share (in PLN/EUR)	12.17	11.73	2.84	2.70
XX. Declared or paid dividend per share (in PLN/EUR)	2.50	1.50	0.58	0.34

EUR EXCHANGE RATES USED FOR CONVERSION

	30.09.2024	30.09.2023	31.12.2023
average annual rate	4.3022	4.5773	4.5284
exchange rate on the last day of the reporting period	4.2791	4.6356	4.3480

CONDENSED INTERIM SEPARATE FINANCIAL STATEMENT

Item description	note	In thousands of PLN	
		30.09.2024	31.12.2023
I. Fixed assets		38,711	32,799
- Intangible assets	4.2.	136	158
- Goodwill	4.3.	2,396	2,396
- Tangible fixed assets	4.4.	20,041	12,793
- Investment properties	4.4.	4,890	4,890
- Investments in subsidiaries		644	644
- Other long-term financial assets	4.5.	1,186	1,328
- Deferred tax assets	4.7.	8,030	9,456
- Other long-term non-financial assets		1,388	1,134
II. Current assets		252,493	223,329
- Inventories	4.8.	16,108	2,876
- Receivables from sales and services and other receivables	4.9.	151,294	167,157
- Assets from contracts	4.10.	64,701	21,305
- Cash and cash equivalents	4.11.	20,390	31,991
Current assets other than assets held for sale		252,493	223,329
Total assets		291,204	256,128

Item description	note	In thousands of PLN	
		30.09.2024	31.12.2023
I. Equity		121,468	117,117
- Share capital	4.13.	9,983	9,983
- Share premium above nominal value of shares		44,522	44,522
- Other equity		-152	-152
- Retained earnings	4.13.	37,806	22,027
- Net profit (loss)		29,309	40,737
II. Liabilities and provisions for liabilities		169,736	139,011
1. Long-term liabilities		23,520	16,320
- Deferred tax liability	4.7.	3,494	843
- Long-term provisions	4.14.	10,229	12,704
- Long-term lease liabilities	4.16.	9,797	2,773
2. Short-term liabilities		146,216	122,691
- Short-term provisions	4.14.	14,294	19,539
- Trade and other payables	4.15.	87,452	93,634
- Loans, borrowings, and other debt instruments	4.6.	39,182	61
- Derivative financial instruments	4.6.	493	0
- Short-term lease liabilities	4.16.	3,193	3,047
- Income tax liabilities		1,580	1,689
- Liabilities from contracts	4.10.	22	4,721
Other short-term liabilities not related to assets held for sale		146,216	122,691
Total liabilities		291,204	256,128

CONDENSED INTERIM INDIVIDUAL STATEMENT OF PROFIT OR LOSS

cost calculation variant, in PLN thousand		note	01.07.- 30.09.2024	01.01.- 30.09.2024	01.07.- 30.09.2023	01.01.- 30.09.2023
-	Sales revenue		162,684	335,631	177,985	391,457
-	Cost of sales		132,778	280,203	150,783	330,080
I	Gross profit (loss) on sales		29,906	55,428	27,202	61,377
-	Selling expenses		2,239	7,747	1,624	5,704
-	General and administrative expenses		4,452	12,492	2,203	6,361
-	Other operating income	4.17.	1,819	7,327	247	852
-	Other operating expenses	4.17.	2,899	4,211	1,171	3,059
-	Profit (loss) due to expected credit losses	4.17.	835	566	-3,337	-3,911
II	Profit (loss) from operating activities		22,970	38,871	19,114	43,194
-	Financial income	4.18.	-424	656	260	3,385
-	Financial expenses	4.18.	1,905	3,371	922	3,848
III	Profit (loss) before tax		20,641	36,156	18,452	42,731
-	Income tax		4,365	6,847	4,241	9,506
-	Net profit (loss) from continuing operations		16,276	29,309	14,211	33,225
IV	Net profit (loss)		16,276	29,309	14,211	33,225

CONDENSED INTERIM SEPARATE STATEMENT OF OTHER COMPREHENSIVE INCOME

In thousands of PLN		01.07.- 30.09.2024	01.01.- 30.09.2024	01.07.- 30.09.2023	01.01.- 30.09.2023
1.	Net profit (loss)	16,276	29,309	14,211	33,225
2.	Other comprehensive income, including:	0	0	0	0
	Not classified to profit or loss	0	0	0	0
3.	Total comprehensive income	16,276	29,309	14,211	33,225

CONDENSED INTERIM INDIVIDUAL STATEMENT OF CASH FLOWS

Indirect method, in PLN thousand	01.01.- 30.09.2024	01.01.- 30.09.2023
I. Cash flows from operating activities		
1. Profit (loss) before tax	36,156	42,731
2. Adjustments	-54,389	-65,488
- Depreciation	3,089	2,669
- Gain (loss) from exchange rate differences	0	0
- Interest	780	-1,726
- Gain (negative value)/loss (positive value) from investing activities	432	1,813
- Change in provisions	-5,070	-3,269
- Change in inventories	-13,231	-2,139
- Change in receivables	-26,379	-57,519
- Change in short-term liabilities (excluding loans and borrowings)	-9,934	-7,014
- Other adjustments	-4,076	1,697
- Cash flows used in operating activities	-18,233	-22,757
- Income tax paid classified under operating activities	-2,880	-12,532
3. Net cash flows from operating activities	-21,113	-35,289
II. Cash flows from investing activities		
- Proceeds from the sale of tangible non-current assets, intangible assets other than goodwill, investment properties, and other non-current assets	102	62
- Interest	361	1,095
- Other investing inflows (including dividends and interest)	323	2,074
- Purchase of tangible non-current assets, intangible assets other than goodwill, investment properties, and other non-current assets	-1,058	-1,597
- Other investing outflows	-40	0
Net cash flows from investing activities	-312	1,634

III. Cash flows from financing activities				
-	Net proceeds from the issuance of shares and other equity instruments	0	0	
-	Loans and borrowings (proceeds)	39,121	13,617	
-	Other financial inflows (outflows)	0	-2,500	
-	Purchase of own shares (equity interests)	0	0	
-	Dividends and other payments to owners	-24,958	-14,975	
-	Repayment of loans and credits	0	0	
-	Payments of liabilities under lease agreements	-3,033	-2,489	
-	Interest	-1,306	-1,420	
	Net cash flows from financing activities	9,824	-7,767	
IV. Total net cash flows			-11,601	-41,422
	Effects of changes in exchange rates that affect cash	0	0	
	Balance sheet change in cash and cash equivalents, including:	-11,601	-41,422	
	Cash at the beginning of the period	31,991	54,652	
	Cash at the end of the period	20,390	13,230	
	with limited availability	6,307	9,844	

CONDENSED INTERIM SEPARATE STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD 01.01.2024 – 30.09.2024

In thousands of PLN	Share capital	Surplus of issue price over nominal value of shares	Other capital	Retained earnings	Total
Opening balance	9,983	44,522	-152	62,764	117,117
Profit for the period	0	0	0	29,309	29,309
Other comprehensive income for the period	0	0	0	0	0
Total comprehensive income	0	0	0	29,309	29,309
Dividend	0	0	0	-24,958	-24,958
Other increase (decrease)	0	0	0	0	0
Increase (decrease) in capital	0	0	0	4,351	4,351
Closing balance	9,983	44,522	-152	67,115	121,468

CONDENSED INTERIM SEPARATE STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD 01.01.2023 – 30.09.2023

In thousands of PLN	Share capital	Surplus of issue price over nominal value of shares	Other capital	Retained earnings	Total
Opening balance	9,983	44,522	-10	37,002	91,497
Profit for the period	0	0	0	33,225	33,225
Other comprehensive income for the period	0	0	0	0	0
Total comprehensive income	0	0	0	33,225	33,225
Dividend	0	0	0	-14,975	-14,975
Other increase (decrease)	0	0	0	0	0
Increase (decrease) in capital	0	0	0	18,250	18,250
Closing balance	9,983	44,522	-10	55,252	109,747

4. ADDITIONAL INFORMATION TO THE SEPARATE FINANCIAL STATEMENT

4.1. Information on operating segments

Products and services from which reportable segments derive their revenues

ELEKTROTIM offers its products in the construction and installation industry to both public and private customers.

The reportable segments identified within the Company represent an aggregation of its organizational structure, with the operational part divided into separately managed business units (plants) grouped into divisions. The criterion for distinguishing individual plants and divisions was based on product groups and geographical distribution.

After completing the review of strategic options for subsidiaries, divestments, and changes in the organizational structure, a re-segmentation analysis was conducted. As a result, in order to present information in a way that allows for a proper assessment of the nature and financial effects of the economic activities carried out by the Company, the operational segments were divided according to the markets served by the divisions into:

- Industry – infrastructure for industrial plants,
- Energy – energy generation, energy transmission, energy distribution,
- Local governments – road infrastructure, urban infrastructure, traffic engineering, municipal infrastructure,
- Defense ministries – military, security services, border protection, airports,
- Railway traction – railway traction power supply infrastructure.

These segments collectively meet the following principles:

- a) The division was carried out in accordance with the primary principle of IFRS 8: "presenting information in a way that enables users of financial statements to assess the nature and financial impact of the economic activities in which the entity is engaged, as well as the economic environment in which it operates."
- b) The segments exhibit similar economic characteristics
- c) The segments are similar in:
 - the type of products and services
 - the type of production processes
 - the type or groups of customers for the given products and services
 - the methods used for distributing products or providing services.

The measurement principles applied to segment information are consistent with the principles outlined in the Company's accounting policies, and their assessment is based on sales revenue and gross profit (loss) from sales. Comparable data has been adjusted accordingly.

Product groups offered within the operational segments:

- Power substations
- Security systems
- Airport systems
- Traction power supply
- Electrical installations
- High-voltage lines
- Signaling and lighting
- Traffic engineering
- Municipal networks
- Electrical networks
- Switchgear production
- Service
- Projects.

Revenue and results of segments

Below is an analysis of the Company's revenues and results for the individual segments covered by the reporting (data for the comparable period has been restated):

	Business segments	Revenues from external customers	Revenues from and to other segments	Cost of goods sold	Gross profit (loss) from external sales
01.01-30.09.2024	Industry	61,229	3,768	48,558	16,439
	Energy	90,774	-	78,256	12,518
	Local governments	51,317	1,885	47,102	6,100
	Defense ministries	115,832	16	96,731	19,117
	Railway traction	16,479	-	15,225	1,254
01.01-30.09.2023	Industry	41,690	9,042	44,021	6,711
	Energy	169,198		141,723	27,475
	Local governments	38,223	542	32,293	6,472
	Defense ministries	74,833	1,505	65,581	10,757
	Railway traction	67,513		57,551	9,962

Segment assets

The Company does not analyze the assets and liabilities of the segments in the financial statements used by the management of ELEKTROTIM for operational and analytical purposes, as assets and liabilities are not allocated to segments.

Geographical information

The Company operates in only one geographical area – within Poland.

4.2. Intangible assets

Intangible assets

Item description	In thousands of PLN	
	30.09.2024	31.12.2023
Completed development works	0	0
Acquired concessions, patents, licenses, and similar assets	0	0
Other intangible assets	136	158
Intangible assets, total	136	158

Changes in intangible assets (by category) for the period 01.01.2024 – 30.09.2024

In thousands of PLN	Development costs	Concessions, patents, licenses, and similar values	Other intangible assets	Total intangible assets
Gross value of intangible assets at the beginning of the period	9	0	5,078	5,087
Increases due to:	0	0	23	23
- purchase	0	0	23	23
- acquisition of subsidiaries	0	0	0	0
Decreases due to:	0	0	0	0
- sale	0	0	0	0
- liquidation	0	0	0	0
Gross value of intangible assets at the end of the period	9	0	5,101	5,110
Accumulated depreciation (remission) at the beginning of the period	9	0	4,920	4,929
Depreciation for the period, due to:	0	0	45	45
- Planned write-offs	0	0	45	45
- Acquisition of subsidiaries	0	0	0	0
- Decreases	0	0	0	0
Accumulated depreciation (remission) at the end of the period	9	0	4,965	4,974
Impairment write-offs at the beginning of the period	0	0	0	0
- Increases	0	0	0	0
- Decreases	0	0	0	0
Impairment write-offs at the end of the period	0	0	0	0
Net value of intangible assets at the end of the period	0	0	136	136

Changes in intangible assets (by category) for the period 01.01.2023 - 31.12.2023

In thousands of PLN	Development costs	Concessions, patents, licenses, and similar values	Other intangible assets	Total intangible assets
Gross value of intangible assets at the beginning of the period	9	0	4,894	4,903
Increases due to:	0	0	184	184
- purchase	0	0	184	184
- acquisition of subsidiaries	0	0	0	0
Decreases due to:	0	0	0	0
- sale	0	0	0	0
- liquidation	0	0	0	0
Gross value of intangible assets at the end of the period	9	0	5,078	5,087
Accumulated depreciation (remission) at the beginning of the period	9	0	4,789	4,798
Depreciation for the period, due to:	0	0	131	131
- Planned write-offs	0	0	131	131
- Acquisition of subsidiaries	0	0	0	0
- Decreases	0	0	0	0
Accumulated depreciation (remission) at the end of the period	9	0	4,920	4,929
Impairment write-offs at the beginning of the period	0	0	0	0
- Increases	0	0	0	0
- Decreases	0	0	0	0
Impairment write-offs at the end of the period	0	0	0	0
Net value of intangible assets at the end of the period	0	0	158	158

Intangible assets (ownership structure)

	In thousands of PLN	
	30.09.2024	31.12.2023
- Owned	136	158
- Used under a lease, rental, or other agreement, including lease agreements	0	0
Intangible assets, total	136	158

4.3. Goodwill

	In thousands of PLN	
	30.09.2024	31.12.2023
- Cash-generating units	2,396	2,396
Goodwill, total	2,396	2,396
Impairment losses	0	0
Carrying amount, total	2,396	2,396

Changes in goodwill

	In thousands of PLN	
	01.01.2024- 30.09.2024	01.01.2023- 31.12.2023
Balance at the beginning of the period	2,396	2,396
- Increases	0	0
- Decreases	0	0
Balance at the end of the period	2,396	2,396

As of December 31, 2023, impairment tests were conducted on the financial assets of cash-generating units (Zakład Stacji Elektroenergetycznych, Zakład Sieci Gliwice and Zakład Systemów Lotniskowych) as well as on the shares of the subsidiary.

The impairment test conducted on the assets did not indicate the need for any impairment of goodwill. This test was carried out assuming a 5-year forecast period for cash flows, with a discount rate of 11% and a growth rate of 3% after the forecast period.

As of September 30, 2024, there were no indications of potential impairment of the carrying value of goodwill. Therefore, no impairment adjustment was made in the third quarter of 2024.

4.4. Tangible non-current assets

	In thousands of PLN	
	30.09.2024	31.12.2023
a) Tangible fixed assets, including:	19,371	12,265
- Land	869	869
- Buildings, premises, and civil engineering structures	10,936	4,512
- Technical devices and machinery	2,293	2,028
- Means of transport	5,114	4,682
- Other tangible fixed assets	159	174
b) Tangible fixed assets under construction	670	528
Total tangible fixed assets	20,041	12,793

Balance sheet tangible fixed assets (ownership structure)

	30.09.2024	31.12.2023
- Owned	5,621	5,502
- Used under lease, lease agreements, or other contracts, including leasing agreements	13,750	6,763
Total tangible fixed assets	19,371	12,265

Changes in tangible fixed assets (by category) for the period 01.01.2024 – 30.09.2024

In thousands of PLN	Land	Buildings, premises, and civil engineering structures	Technical equipment and machinery	Means of transport	Other tangible fixed assets	Total tangible fixed assets
Gross value of tangible fixed assets at the beginning of the period	869	10,356	9,267	13,432	2,004	35,928
Increases, due to:	0	7,760	694	1,644	53	10,151
- Purchase/modification of contract	0	7,760	694	1,644	53	10,151
- Acquisition of subsidiary	0	0	0	0	0	0
Decreases, due to:	0	0	18	667	9	694
- Sale and liquidation	0	0	18	667	9	694
Gross value of tangible fixed assets at the end of the period	869	18,116	9,943	14,409	2,048	45,385
Accumulated depreciation (remission) at the beginning of the period	0	5,844	7,239	8,750	1,830	23,663
Depreciation for the period, due to:	0	1,336	411	545	59	2,351
- Planned write-offs	0	1,336	429	1,212	67	3,044
- Acquisition of subsidiary	0	0	0	0	0	0
- Sale and liquidation	0	0	18	667	8	693
Accumulated depreciation (remission) at the end of the period	0	7,180	7,650	9,295	1,889	26,014
Impairment losses at the beginning of the period	0	0	0	0	0	0
- Increases	0	0	0	0	0	0
- Decreases	0	0	0	0	0	0
Impairment losses at the end of the period	0	0	0	0	0	0
Net value of tangible fixed assets at the end of the period	869	10,936	2,293	5,114	159	19,371

Changes in tangible fixed assets (by category) for the period 01.01.2023 - 31.12.2023

In thousands of PLN	Land	Buildings, premises, and civil engineering structures	Technical equipment and machinery	Means of transport	Other tangible fixed assets	Total tangible fixed assets
Gross value of tangible fixed assets at the beginning of the period	869	9,425	8,743	11,980	1,906	32,923
Increases, due to:	0	931	788	2,137	125	3,981
- Purchase/modification of contract	0	931	788	2,137	125	3,981
- Acquisition of subsidiary	0	0	0	0	0	0
Decreases, due to:	0	0	264	685	27	976
- Sale and liquidation	0	0	264	685	27	976
Gross value of tangible fixed assets at the end of the period	869	10,356	9,267	13,432	2,004	35,928
Accumulated depreciation (remission) at the beginning of the period	0	4,272	6,993	8,094	1,763	21,122
Depreciation for the period, due to:	0	1,572	246	656	67	2,541
- Planned write-offs	0	1,572	508	1,341	94	3,515
- Acquisition of subsidiary	0	0	0	0	0	0
- Sale and liquidation	0	0	262	685	27	974
Accumulated depreciation (remission) at the end of the period	0	5,844	7,239	8,750	1,830	23,663
Impairment losses at the beginning of the period	0	0	0	0	0	0
- Increases	0	0	0	0	0	0
- Decreases	0	0	0	0	0	0
Impairment losses at the end of the period	0	0	0	0	0	0
Net value of tangible fixed assets at the end of the period	869	4,512	2,028	4,682	174	12,265

Leasing

The value of assets related to the right-of-use has been presented in the interim condensed separate statement of financial position together with the tangible fixed assets owned by the Company.

The values of the right-of-use assets, in accordance with IFRS 16, are presented in the table "Changes in right-of-use assets."

The significant increase in the "buildings, premises, and civil engineering and water structures" category is due to the conclusion of an annex to the lease agreement for the Company's headquarters on March 27, 2024. According to the agreed terms, the lease period has been extended until February 28, 2030. The impact of this modification on the value of tangible fixed assets is PLN 7,709 thousand and corresponds to the change in the value of long-term lease liabilities.

Changes in right-of-use assets (by category) for the period 01.01.2024 – 30.09.2024

In thousands of PLN	Land	buildings, premises, and civil engineering and water structures	Technical equipment and machinery	Means of transportation	Other tangible assets	Total tangible assets
Gross value at the beginning of the period	0	7,430	643	6,292	0	14,365
Increases, due to:	0	7,760	128	1,592	0	9,480
- Signing of lease agreement	0	0	128	1,592	0	1,720
- Changes resulting from contract modifications	0	7,760	0	0	0	7,760
Decreases, due to:	0	0	0	536	0	536
- Termination of lease agreement	0	0	0	119	0	119
- Changes in profile / buyout	0	0	0	417	0	417
Value at the end of the period	0	15,190	771	7,348	0	23,309
Accumulated depreciation (remission) at the beginning of the period	0	5,068	101	2,433	0	7,602
Depreciation for the period, due to:	0	1,275	56	626	0	1,957
- Planned write-offs	0	1,275	56	931	0	2,262
- Changes in profile / buyout	0	0	0	0	0	0
- Depreciation of terminated lease / return	0	0	0	0	0	0
- Changes in profile / buyout	0	0	0	305	0	305
Accumulated depreciation (remission) at the end of the period	0	6,343	157	3,059	0	9,559
Impairment losses at the beginning of the period	0	0	0	0	0	0
- Increases	0	0	0	0	0	0
- Decreases	0	0	0	0	0	0
Impairment losses at the end of the period	0	0	0	0	0	0
Net value at the end of the period	0	8,847	614	4,289	0	13,750

Changes in right-of-use assets (by category) for the period 01.01.2023 - 31.12.2023

In thousands of PLN	Land	buildings, premises, and civil engineering and water structures	Technical equipment and machinery	Means of transportation	Other tangible assets	Total tangible assets
Gross value at the beginning of the period	0	6,523	643	4,915	0	12,081
Increases, due to:	0	907	0	1,796	0	2,703
- Signing of lease agreement	0	0	0	1,796	0	1,796
- Changes resulting from contract modifications	0	907	0	0	0	907
Decreases, due to:	0	0	0	419	0	419
- Termination of lease agreement	0	0	0	142	0	142
- Changes in profile / buyout	0	0	0	277	0	277
Value at the end of the period	0	7,430	643	6,292	0	14,365
Accumulated depreciation (remission) at the beginning of the period	0	3,578	29	1,778	0	5,385
Depreciation for the period, due to:	0	1,490	72	655	0	2,217
- Planned write-offs	0	1,490	72	943	0	2,505
- Changes in profile / buyout	0	0	0	0	0	0
- Depreciation of terminated lease / return	0	0	0	142	0	142
- Changes in profile / buyout	0	0	0	146	0	146
Accumulated depreciation (remission) at the end of the period	0	5,068	101	2,433	0	7,602
Impairment losses at the beginning of the period	0	0	0	0	0	0
- Increases	0	0	0	0	0	0
- Decreases	0	0	0	0	0	0
Impairment losses at the end of the period	0	0	0	0	0	0
Net value at the end of the period	0	2,362	542	3,859	0	6,763

Change in investment property

	In thousands of PLN	
	30.09.2024	31.12.2023
a) State at the beginning of the period	4,890	4,058
b) Increases, due to:	0	832
Revaluation to fair value	0	832
d) State at the end of the period	4,890	4,890
Investment properties	4,890	4,890

4.5. Financial assets

Other long-term financial assets

	In thousands of PLN	
	30.09.2024	31.12.2023
in related entities	644	644
shares or stocks	644	644
in other entities	1,186	1,328
shares or stocks	0	0
other long-term financial assets (including deposits and guarantees)	1,186	1,328
Total long-term financial assets	1,830	1,972

Change in the balance of long-term financial assets (by category)

	In thousands of PLN	
	01.01.2024- 30.09.2024	01.01.2023- 31.12.2023
Balance at the beginning of the period	1,972	3,038
Shares or stocks	644	644
Loans granted	0	0
Other long-term financial assets	1,328	2,394
Increases	0	0
Shares or stocks (capital increase)	0	0
Loans granted	0	0
Other long-term financial assets	0	0
Decreases	142	1,066
Shares or stocks (revaluation)	0	0
Loans granted	0	0
Other long-term financial assets	142	1,066
Balance at the end of the period	1,830	1,972
Shares or stocks	644	644
Loans granted	0	0

Other long-term financial assets	1,186	1,328
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Receivables

For the purpose of presentation in the interim condensed standalone statement of financial position, the Company distinguishes a separate class of receivables. In the long-term portion, receivables are presented in the statement of financial position under a single line item.

4.6. Financial liabilities

Long-term financial liabilities

	In thousands of PLN	
	30.09.2024	31.12.2023
Credits and loans	0	0
Long-term financial liabilities, total	0	0

Short-term financial liabilities

	In thousands of PLN	
	30.09.2024	31.12.2023
Loans, borrowings, and debt securities	39,182	61
Derivative financial instruments (forward contracts)	493	0
Short-term financial liabilities, total	39,675	61

As of September 30, 2024, the Company had liabilities from an overdraft facility amounting to PLN 39,182 thousand, which resulted from the current financial commitments within the production cycle.

4.7. Deferred tax assets and liabilities

Change in deferred tax assets

	In thousands of PLN	
	01.01.2024- 30.09.2024	01.01.2023- 31.12.2023
1. Balance of deferred tax assets at the beginning of the period, including:	9,456	4,900
a) Recognized in profit or loss	9,456	4,900
2. Increases	8,030	9,456
a) Recognized in profit or loss during the period due to deductible temporary differences:	8,030	9,456
- Allowances for receivables	926	955
- Allowances for inventories	559	559
- Accrued unpaid wages	0	0
- Provision for employee benefits	1,365	1,730
- Provision for warranty repairs	2,445	2,538
- Other	2,735	3,674
b) Recognized in profit or loss during the period due to tax losses carried forward	0	0
3. Decreases	9,456	4,900

a)	Recognized in profit or loss during the period due to deductible temporary differences	9,456	4,900
4.	Balance of deferred tax assets at the end of the period, total, including:	8,030	9,456
a)	Recognized in profit or loss:	8,030	9,456
-	Allowances for receivables	926	955
-	Allowances for inventories	559	559
-	Accrued unpaid wages	0	0
-	Provision for employee benefits	1,365	1,730
-	Provision for warranty repairs	2,445	2,538
-	Other	2,735	3,674
b)	Recognized to the financial result of the period in connection with tax loss	0	0
c)	Recognized in equity	0	0
d)	Recognized in goodwill	0	0

The Management Board has decided not to recognize a deferred tax asset for the loss generated from the sale of ZEUS S.A. shares, due to the absence of plans that would enable its future utilization. The situation will be monitored in subsequent reporting periods, and if indications arise that allow the loss to be utilized, the asset will be recognized or the loss will be accounted for.

Changes in deferred tax liability

		In thousands of PLN	
		01.01.2024- 30.09.2024	01.01.2023- 31.12.2023
1.	Deferred tax liability at the beginning of the period, including:	843	1,532
a)	recognized in financial result	843	1,532
2.	Increases	3,494	843
a)	recognized in financial result for the period due to positive temporary differences:	3,494	843
-	valuation of receivables	0	0
-	valuation of long-term contracts	1,297	0
-	fixed assets and intangible assets	2,029	670
-	other	168	173
3.	Decreases	843	1,532
a)	recognized in financial result for the period due to positive temporary differences	843	1,532
4.	Deferred tax liability at the end of the period, total	3,494	843
a)	recognized in financial result:	3,494	843
-	valuation of receivables	0	0
-	valuation of long-term contracts	1,297	0
-	fixed assets and intangible assets	2,029	670
-	other	168	173
b)	Recognized in equity	0	0
c)	Recognized in goodwill	0	0

4.8. Inventories

	In thousands of PLN	
	30.09.2024	31.12.2023
a) materials	13,775	1,242
b) semi-finished products and work in progress	2,333	1,634
c) finished products	0	0
d) goods	0	0
e) advances for deliveries	0	0
Inventories, total	16,108	2,876
Inventory write-downs	2,942	2,944
Inventories, total gross	19,050	5,820

The increase in inventory value as of September 30, 2024, is temporary and results from the nature of the contract execution cycle.

Change in the allowance for inventory write-downs

	In thousands of PLN	
	01.01.2024- 30.09.2024	01.01.2023- 31.12.2023
Opening balance	2,944	3,110
a) Increases	0	21
b) Utilization	0	0
c) Reversal	2	187
Closing balance of inventory write-downs, including:	2,942	2,944
materials	2,942	2,944

In the first three quarters of 2024, the Company did not perform any inventory value adjustments. However, a reversal of write-downs amounting to PLN 2 thousand was made.

4.9. Trade and other receivables

Trade and other receivables

	In thousands of PLN	
	30.09.2024	31.12.2023
- Receivables from related entities	0	102
- Receivables from other entities	149,923	165,368
- Prepaid expenses	1,371	1,687
Trade and other net receivables, total	151,294	167,157

Short-term receivables

		In thousands of PLN	
		30.09.2024	31.12.2023
a)	Receivables from related entities	0	102
	Receivables from deliveries and services, with a repayment period of:	0	102
-	up to 12 months	0	102
-	over 12 months	0	0
	Other receivables	0	0
b)	Receivables from other entities	149,923	165,368
	Financial assets (IFRS 9)	143,353	159,962
	Receivables from deliveries and services, with a repayment period of:	143,353	159,962
-	up to 12 months	141,627	158,578
-	over 12 months	1,726	1,384
	Financial assets (excluding IFRS 9)	6,570	5,406
	Corporate income tax receivables	0	0
	Other receivables, including:	6,570	5,406
-	Taxes, grants, customs, social security, health insurance, and other benefits	1,963	3,680
-	Surplus from the Company Social Benefits Fund (ZFŚS)	0	0
-	Other	4,607	1,726
-	Pursued through legal proceedings	0	0
	Short-term receivables, net, total	149,923	165,470
c)	Allowance for impairment of receivables	6,332	6,512
	Short-term receivables, gross, total	156,255	171,982

Short-term receivables, gross (currency structure after conversion to PLN)

		In thousands of PLN	
		30.09.2024	31.12.2023
a)	in Polish currency	150,080	170,873
b)	In foreign currencies (after conversion to PLN)	6,175	1,109
	Total short-term receivables	156,255	171,982

Change in the allowance for the impairment of short-term receivables

		In thousands of PLN	
		01.01.2024- 30.09.2024	01.01.2023- 31.12.2023
	Opening balance	6,512	5,214
a)	Increases, due to:	796	1,539
	allowances for past due and impaired receivables	796	1,539
b)	Decreases, due to:	976	241
	Reversal of allowances after debt repayment	976	76
	Write-offs for irrecoverable receivables	0	165
	Closing balance of the allowance for the impairment of short-term receivables	6,332	6,512

Trade receivables (gross) - with repayment period remaining from the balance sheet date

		In thousands of PLN	
		30.09.2024	31.12.2023
a)	up to 1 month	107,798	30,406
b)	over 1 month to 3 months	22,142	108,430
c)	over 3 months to 6 months	1,241	13,774
d)	over 6 months to 1 year	115	195
e)	over 1 year	2,503	1,741
f)	overdue receivables	14,917	11,060
Total trade receivables (gross)		148,716	165,606
g)	impairment losses on trade receivables	5,363	5,542
Total trade receivables (net)		143,353	160,064

Trade receivables, past due (gross) - broken down by receivables outstanding during the period

		In thousands of PLN	
		30.09.2024	31.12.2023
a)	up to 1 month	7,455	3,314
b)	over 1 month to 3 months	420	82
c)	over 3 months to 6 months	14	0
d)	over 6 months to 1 year	200	1,626
e)	over 1 year	6,828	6,038
Trade receivables, past due, total (gross)		14,917	11,060
f)	Allowances for trade receivables, past due	4,586	5,261
Trade receivables, past due, total (net)		10,331	5,799

4.10. Contract assets and liabilities

Settlement of assets from contracts in progress (IFRS 15)

	In thousands of PLN	
	30.09.2024	31.12.2023
Services in progress at the end of the previous period	21,305	57,645
Services in progress at the acquisition of control date	0	0
Services in progress at the end of the current period	64,701	21,305
Impact on revenue for the current reporting period	43,396	-36,340
Activated costs related to contracts in progress at the end of the previous period	34,120	53,442
Activated costs related to contracts in progress at the acquisition of control date	0	0
Activated costs related to contracts in progress at the end of the current period	57,875	34,120
Impact on cost of production for the current reporting period	23,755	-19,322
Impact on financial result on a net basis	19,641	-17,018

Assets related to contracts concern estimated revenue from construction and assembly contracts as of September 30, 2024.

Additional information regarding contracts in progress (IFRS 15)

	In thousands of PLN	
	30.09.2024	31.12.2023
Estimated amount of receivables from contracts in progress	64,701	21,305
Estimated amount of liabilities from contracts in progress	57,875	34,120
Amount of retained deposits and performance guarantees for work performed	3,067	3,254
Amount of advances received for the performance of deliveries and services	22	4,721

4.11. Cash and cash equivalents

	In thousands of PLN	
	30.09.2024	31.12.2023
Cash and cash equivalents	20,390	31,991
- Cash in hand and on bank accounts	20,390	31,991
- Other cash equivalents	0	0
- Other cash assets	0	0
Short-term financial assets, total	20,390	31,991

The decrease in cash is the result of financial engagement in ongoing projects, while simultaneously optimizing the financing structure. The seasonality of the Company's production cycle is characterized by lower cash levels during the analyzed period.

4.12. Assets held for sale

	In thousands of PLN	
	01.01.2024- 30.09.2024	01.01.2023- 31.12.2023
a) Balance at the beginning of the period	0	1,872
b) Increases due to reclassification to assets held for sale	0	0
c) Decreases due to:	0	1,872
- Revaluation of the asset	0	1,872
- Sale	0	0
Assets held for sale at the end of the period	0	0

As a result of the sale of all shares in ZEUS S.A. in the first quarter of 2024, as of September 30, 2024, there are no assets held for sale.

As of December 31, 2023, the value of assets held for sale amounted to PLN 0 thousand, due to the impairment of the shares in ZEUS S.A.

4.13. Equity

Share capital

Share capital (structure)	30.09.2024	30.09.2024	30.09.2024	30.09.2024	30.09.2024	30.09.2024	30.09.2024
a) Nominal value of one share in PLN	1	1	1	1	1	1	1
b) Series/issue	A	B	C	C	C	C	D
c) Type of shares	per bearer	per bearer	per bearer	per bearer	per bearer	per bearer	per bearer
d) Type of preference of shares	ordinary	ordinary	ordinary	ordinary	ordinary	ordinary	ordinary
e) Type of restrictions on rights to shares	-	-	-	-	-	-	-
f) Number of shares (in thousand pieces)	5,206	794	91	74	111	24	3,683
g) Value of series/issue according to nominal value (in thousand PLN)	5,206	794	91	74	111	24	3,683
h) Method of covering the capital	cash	cash	cash	cash	cash	cash	cash
i) Date of registration	30-11-1998	18-10-2006	27-02-2009	16-03-2010	28-02-2011	11-04-2013	11-05-2007
j) Dividend rights (from date)	01-01-1999	01-01-2006	01-01-2009	01-01-2010	01-01-2011	01-01-2013	01-01-2007
Total share capital (in thousands of PLN)							9,983

Retained earnings and net income

	In thousands of PLN	
	30.09.2024	31.12.2023
- Other reserve capitals	56,115	40,336
- Retained earnings (loss) from previous years	-18,309	-18,309
- Net profit (loss)	29,309	40,737
Retained earnings, total	67,115	62,764

4.14.Provisions

Change in other long-term provisions (by title)

		In thousands of PLN	
		01.01.2024- 30.09.2024	01.01.2023- 31.12.2023
a)	Balance at the beginning of the period	12,704	2,459
	Provisions for warranty repairs	12,235	2,098
	Provisions for employee benefits	469	361
	Provisions for contractual penalties	0	0
	Other	0	0
b)	Increases, due to:	313	11,097
	Provisions for warranty repairs	313	10,989
	Provisions for employee benefits	0	108
	Provisions for contractual penalties	0	0
	Other	0	0
c)	Utilization, due to:	0	0
	Provisions for warranty repairs	0	0
	Provisions for employee benefits	0	0
	Provisions for contractual penalties	0	0
	Other	0	0
d)	Reversal, due to:	2,788	852
	Provisions for warranty repairs	2,788	852
	Provisions for employee benefits	0	0
	Provisions for contractual penalties	0	0
	Other	0	0
e)	Balance at the end of the period	10,229	12,704
	Provisions for warranty repairs	9,760	12,235
	Provisions for employee benefits	469	469
	Provisions for contractual penalties	0	0
	Other	0	0

Change in other short-term provisions (by title)

		In thousands of PLN	
		01.01.2024- 30.09.2024	01.01.2023- 31.12.2023
a)	Balance at the beginning of the period	19,539	16,786
	Provisions for warranty repairs	1,120	955
	Provisions for employee benefits	9,065	8,557
	Provisions for contractual penalties	9,225	7,274
	Other	129	0
b)	Increases, due to:	10,127	11,339
	Provisions for warranty repairs	2,614	425
	Provisions for employee benefits	6,970	8,684
	Provisions for contractual penalties	543	2,101
	Other	0	129
c)	Utilization, due to:	0	0
	Provisions for warranty repairs	0	0
	Provisions for employee benefits	0	0
	Provisions for contractual penalties	0	0
	Other	0	0
d)	Reversal, due to:	15,372	8,586
	Provisions for warranty repairs	624	260
	Provisions for employee benefits	8,892	8,176
	Provisions for contractual penalties	5,856	150
	Other	0	0
e)	Balance at the end of the period	14,294	19,539
	Provisions for warranty repairs	3,110	1,120
	Provisions for employee benefits	7,143	9,065
	Provisions for contractual penalties	3,912	9,225
	Other	129	129

4.15. Trade payables and other liabilities

	In thousands of PLN	
	30.09.2024	31.12.2023
Financial liabilities (IFRS 9)	79,202	69,372
- to related parties	0	522
- for supplies and services	79,125	68,465
- for the purchase of fixed assets	77	385
Financial liabilities (excluding IFRS 9)	8,250	24,262
- for taxes, customs duties, insurance, and other benefits	5,651	21,250
- for salaries and wages	2,513	2,849
- other	86	163
- short-term accrued expenses	0	0
Accounts payable and other liabilities, total	87,452	93,634

Trade payables (gross) - before due date and overdue

	In thousands of PLN	
	30.09.2024	31.12.2023
a) Liabilities before due date	75,137	64,449
b) Overdue liabilities	3,987	4,538
up to 1 month	3,974	4,205
over 1 month to 3 months	13	305
over 3 months to 6 months	0	11
over 6 months to 1 year	0	13
over 1 year	0	4
Gross trade payable, total	79,124	68,987

The Group, by building fair business relationships with contractors, carries out systematic and proactive actions to limit both the number of cases and the level of overdue liabilities.

4.16. Lease liabilities

	In thousands of PLN	
	30.09.2024	31.12.2023
a) Short-term liabilities	3,193	3,047
b) Long-term liabilities	9,797	2,773
Liabilities from lease agreements, rental agreements, and other similar agreements, total	12,990	5,820

The remaining future minimum lease payments as of the balance sheet date are as follows:

	Lease payments due in the period:				In thousands of PLN
	Up to 1 year	From 1 year to 3 years	From 3 to 5 years	Over 5 years	Total
As of 30.09.2024					
Lease payments	4,457	6,896	3,511	744	15,608
Financial costs (-)	1,264	1,121	224	9	2,618
Current value	3,193	5,775	3,287	735	12,990
As of 31.12.2023					
Lease payments	3,647	2,805	412	0	6,864
Financial costs (-)	600	420	24	0	1,044
Current value	3,047	2,385	388	0	5,820

Additional information regarding leases (IFRS 16)

	In thousands of PLN	
	30.09.2024	31.12.2023
a) Interest on leases	903	798
b) Cost of short-term leases and leases of low-value assets	157	289
c) Lease payments (capital repayment)	2,394	2,925

The Company does not recognize liabilities for short-term leases and leases for which the underlying asset has a low value. Additionally, the value of lease liabilities does not include contingent lease payments dependent on factors other than an index or rate.

4.17. Other operating income and expenses

Other operating income

	In thousands of PLN	
	01.01.-30.09.2024	01.01.-30.09.2023
- Profit from the sale of non-financial fixed assets	101	60
- Grants	0	0
- Other operating income	7,226	792
Other operating income, total	7,327	852

The value of PLN 7,226 thousand reported under "Other operating income" mainly consists of income from the reversal of a provision for contractual penalties, including in connection with the conclusion of a settlement with a contractor, as well as compensation received by the Company.

Other operating expenses

	In thousands of PLN	
	01.01.-30.09.2024	01.01.-30.09.2023
- Loss on the disposal of non-financial fixed assets	0	0
- Impairment of non-financial assets	1	111
- Other operating expenses	4,210	2,948
Other operating expenses, total	4,211	3,059

Other operating expenses

	In thousands of PLN	
	01.01.-30.09.2024	01.01.-30.09.2023
a) Provisions created, due to:	543	1,515
Other, including anticipated losses on contracts	543	1,515
b) Other provisions, including:	3,667	1,433
Write-off of receivables	7	0
Costs of resold services	185	62
Damages due to traffic incidents	117	14
Legal costs	123	95
Donations	18	5
Contractual penalties and compensation	3,050	1,002
Other costs	167	255
Other operating expenses, total	4,210	2,948

Profit (loss) from expected credit losses

	In thousands of PLN	
	01.01.-30.09.2024	01.01.-30.09.2023
- Reversal of impairment losses on receivables	976	2
- Creation of impairment losses on receivables	-796	-1,413
- Creation of impairment loss on receivables from loans	0	-2,500
- Reversal of impairment loss on receivables from loans	386	0
Total profit (loss) from expected credit losses	566	-3,911

4.18. Financial income and expenses

Financial income

	In thousands of PLN	
	01.01.-30.09.2024	01.01.-30.09.2023
- Dividends and shares in profit	164	2 050
- Interest	492	1 096
- Other	0	239
Financial income, total	656	3 385

Financial expenses

	In thousands of PLN	
	01.01.-30.09.2024	01.01.-30.09.2023
- Interest	2,237	2,050
- Loss on disposal of investments	40	0
- Revaluation of investments	492	1,872
- Other	602	-74
Financial expenses, total	3,371	3,848

The amount of PLN 602 thousand presented in the "Other" category mainly consists of exchange rate differences.

4.19. Profit (loss) on sale of investments in subsidiaries

In the first quarter of 2024, the sale of the subsidiary ZEUS S.A. took place. Due to impairment losses recognized in previous periods, the individual loss on the sale of shares amounted to PLN 40 thousand.

4.20. Impairment of goodwill

As of December 31, 2023, the Management Board of ELEKTROTIM S.A. conducted impairment tests on the cash-generating units to which goodwill was allocated. This was done by comparing the carrying amount of the unit, including the goodwill, with its recoverable amount, based on the following assumptions: a cash flow projection period of 5 years, a growth rate of 3% after the forecast period, and a discount rate of 11%. The test concluded that no impairment occurred for the unit and the related goodwill. Therefore, no impairment loss was recognized.

As of September 30, 2024, no indications of potential impairment of the carrying amount of goodwill were identified. Therefore, no impairment loss was recognized in the third quarter of 2024.

4.21. Information on financial instruments

In the period covered by the interim condensed individual financial statement, the Company used deposits securing deposits for periods longer than 12 months.

	In thousands of PLN	
	30.09.2024	31.12.2023
a) Deposits and collateral securing for periods longer than 12 months	1,186	1,328
b) Loans granted	0	0

Interest income

	In thousands of PLN	
	01.01.2024-30.09.2024	01.01.2023-30.09.2023
a) from loans granted	141	0

Liabilities from loans

	In thousands of PLN	
	30.09.2024	31.12.2023
a) Long-term loans	0	0
b) Short-term loans	39,182	61

As of September 30, 2024, the Company had liabilities under a current account credit in the amount of PLN 39,182 thousand, which resulted from the current engagement of financial resources in the production cycle.

Liabilities from derivative instruments

	In thousands of PLN	
	30.09.2024	31.12.2023
a) Short-term forward contracts	493	0

The company utilizes derivative instruments to hedge future foreign currency payments arising from signed contracts (USD forward contracts). The settlement dates are scheduled for the fourth quarter of 2024 (from October 14, 2024, to December 9, 2024).

Reclassification of financial assets

During the period covered by the interim condensed individual financial statement, no reclassification of financial assets was made.

Risk management

Due to the dominant position of ELEKTROTIM S.A. within the Group, the risks identified at the individual level are the same as those described in the interim condensed consolidated financial statement in Note 2.21 of this report.

The exposure to credit risk and liquidity risk, in terms of overdue amounts and the aging structure of overdue receivables not covered by impairment, as well as the aging structure of overdue liabilities of the Company, are presented in the tables below.

Gross trade receivables as of 30.09.2024

		Allowances for accounts	Receivables	In thousands of PLN Allowances in %
a)	not overdue	778	133,799	0.58%
b)	overdue up to 1 month	0	7,455	0.00%
c)	overdue from 1 month to 3 months	0	420	0.00%
d)	overdue from 3 months to 6 months	14	14	100.00%
e)	overdue from 6 months to 1 year	200	200	100.00%
f)	overdue over 1 year	4,371	6,828	64.02%
Total		5,363	148,716	3.61%
g)	allowances for doubtful receivables from sales and services	5,363	5,363	
Total		0	143,353	

Trade and service payables and leasing liabilities (gross) - before due date and overdue

		In thousands of PLN	
		30.09.2024	31.12.2023
Trade and service payables, total (gross):		79,124	68,987
a)	Payables before due date	75,137	64,449
b)	Overdue payables	3,987	4,538
	up to 1 month	3,974	4,205
	over 1 month to 3 months	13	305
	over 3 months to 6 months	0	11
	over 6 months to 1 year	0	13
	over 1 year	0	4
Lease and rental liabilities, total (gross):		12,990	5,820
a)	Liabilities before due date	12,990	5,820
b)	Overdue liabilities	0	0
Total trade and service payables and lease liabilities (gross)		92,114	74,807

4.22. Off-balance-sheet items, including contingent liabilities

Conditional liabilities are understood as potential obligations arising from past events, the existence of which will only be confirmed by the occurrence or non-occurrence of one or more future events that are not entirely under the control of the entity.

Guarantee lines held by the Company and their use

The Company has, as of September 30, 2024, total limits for bid bonds, performance guarantees, warranty and guarantee periods, and advances amounting to PLN 316,400 thousand and EUR 6,000 thousand. The utilization as of September 30, 2024, is PLN 91,200 thousand and EUR 800 thousand.

At the request of ELEKTROTIM, the bank issued a performance bond for the amount of PLN 259 thousand for ZEUS S.A., with the beneficiary being a commercial law company. The guarantee is valid until February 15, 2025.

4.23. Calculation of book value per share and diluted book value per share

The book value per share is the quotient of the book value, i.e. the difference between the sum of assets and the company's liabilities, and the number of shares.

The diluted book value per share is the quotient of the book value and the number of ordinary shares, increased by the potential number of shares the company is committed to issuing.

Detailed values of the indicator as of September 30, 2024, and December 31, 2023, are presented in the table below.

	30.09.2024	31.12.2023
Book value (in thousand PLN)	121,468	117,117
Number of shares (in units)	9,983,009	9,983,009
Book value per share (in PLN)	12.17	11.73
Diluted number of shares (in units)	9,983,009	9,983,009
Diluted book value per share (in PLN)	12.17	11.73

4.24. Calculation of profit (loss) per ordinary share and diluted profit (loss) per ordinary share

Earnings per share is the ratio of net profit from the income statement for a given period to the weighted average number of common shares during that period. The weighted average number of common shares is calculated as the ratio of the sum of the number of shares at the end of each month of the period to the number of months in the period.

Diluted earnings per share is the ratio of net profit from the income statement for a given period to the weighted average number of shares during that period, adjusted by the weighted average potential number of shares that the company is obligated to issue.

The detailed values of this indicator for the first three quarters of 2024 and the corresponding period of 2023 are presented in the table below.

	01.01-30.09.2024	01.01-30.09.2023
Net profit (loss) (in thousand PLN)	29,309	33,225
Weighted average number of ordinary shares (in units)	9,983,009	9,983,009
Profit (loss) per share (in PLN)	2.94	3.33
Weighted average diluted number of ordinary shares (in units)	9,983,009	9,983,009
Diluted profit (loss) per share (in PLN)	2.94	3.33

4.25. Information on transactions with related parties that are material and concluded on non-market terms

Transactions with related parties were conducted on market terms, taking into account the prices and conditions prevailing in the market.

In its purchasing strategy, the Company focuses on selecting the most favorable market price available by constantly monitoring prices from multiple suppliers and choosing from the most advantageous offers.

01.01.-30.09.2024	Subsidiaries	Key management	Other related parties
Purchase of goods and services	-	-	1 615
Sale of goods and services	-	-	74
Rental income	-	-	0
Financial income	-	-	164
Sale of fixed assets	-	-	0
Receivables	-	-	0
Liabilities	-	-	0

01.01.-31.12.2023	Subsidiaries	Key management	Other related parties
Purchase of goods and services	-	-	7 234
Sale of goods and services	-	-	2
Rental income	-	-	498
Financial income	-	-	11
Sale of fixed assets	-	-	0
Receivables	-	-	102
Liabilities	-	-	522

4.26. Significant events after the balance sheet date

After the balance sheet date, there were no significant events not included in the financial statements.

5. OTHER INFORMATION REQUIRED BY LAW

5.1. Amount and type of items affecting assets, liabilities, equity, net profit or cash flows that are unusual due to their nature, value or frequency

In the period from July 1, 2024, to September 30, 2024, neither ELEKTROTIM S.A. nor the Capital Group experienced any unusual items, due to their nature, value, or frequency, that impacted assets, liabilities, equity, net profit, or cash flows.

5.2. Explanations regarding the seasonality or cyclicity of the issuer's operations in the reported period

The results of the Company and the consolidated results of the ELEKTROTIM Capital Group are characterized by seasonality. A recurring trend has been observed – in the first quarter, there were losses or small profits, along with relatively low sales profitability, which steadily increased in the following quarters, reaching the highest values in the third and fourth quarters. This is mainly due to the seasonality of construction works and the impact of weather conditions. Additionally, the seasonality is modified depending on the nature of the contracts being executed.

5.3. Information about significant settlements related to court cases

There were no significant settlements related to court cases.

5.4. Information on changes in the economic situation and business conditions that have a significant impact on the fair value of financial assets and liabilities, regardless of whether these assets and liabilities are measured at fair value or amortized cost

No changes have occurred that would have a significant impact on the fair value of the entity's financial assets and liabilities.

5.5. Information on the non-repayment of a loan or credit or breach of significant provisions of a credit or loan agreement, for which no corrective actions were taken by the end of the reporting period

In the third quarter of 2024, there was no non-repayment of a loan or breach of significant provisions of any credit agreements for which corrective actions had not been taken before the end of the reporting period.

5.6. Information regarding the dividend paid (or declared), both in total and per share, divided into ordinary and preferred shares

On June 25, 2024, the Ordinary General Meeting of Shareholders of the Company allocated a total amount of PLN 24,957,522.50 for the payment of dividends to shareholders, which equals PLN 2.50 per share of ELEKTROTIM S.A., representing approximately 62% of ELEKTROTIM S.A.'s net profit for the year 2023.

The dividend was paid on September 4, 2024, and the shareholders entitled to receive it were those who held shares of the Company on August 12, 2024.

5.7. Other information that may significantly affect the assessment of the issuer's financial position, financial performance, and results

Positive and negative factors that may significantly affect the assessment of the Company's financial position, financial performance, and results have been described in detail in point 5.15.

5.8. A brief description of significant achievements or failures of the issuer during the period covered by the report, along with a list of the most important events concerning the issuer and factors and events, including those of an unusual nature, having a significant impact on the interim condensed financial statements

The most important contracts concluded in the third quarter of 2024

The company entered into an agreement on September 4, 2024, with Polskie Sieci Elektroenergetyczne S.A. The subject of the contract is the execution of the project titled "Expansion and modernization of the 220 kV switchgear at the 400/220/110 kV Pątnów substation – Stage 1: Expansion of the 220 kV switchgear at the 400/220/110 kV Pątnów substation for the connection of the Mieczysławów energy storage and the Bochlewo photovoltaic farm." The maximum net remuneration for the execution of the contract, including the option right, is PLN 19.2 million, i.e., gross PLN 23.5 million.

Contracts signed after the balance sheet date

On October 18, 2024, the company received notification of the selection of the offer by ELEKTROTIM S.A. from STRABAG Infrastruktura Południe Sp. z o.o. based in Wrocław for the execution of navigational lighting as part of the project titled "Construction and reconstruction of airport surfaces at Wrocław Airport" carried out for Wrocław Airport. The value of the offer submitted by ELEKTROTIM S.A. is PLN 26,408,100.00 gross; PLN 21,470,000.00 net.

On October 21, 2024, the company received an order from Mercedes-Benz Manufacturing Poland Sp. z o.o. based in Jawor. The subject of the order is the implementation by the company of a high/medium voltage (HV/MV) substation along with a 110 kV power supply line (Package F) as part of the investment project "Construction of the Mercedes-Benz VANS car factory in Jawor." The net value of the order is PLN 50.3 million, i.e. PLN 61.8 million gross.

On October 22, 2024, the company entered into an agreement with KGHM Polska Miedź S.A., based in Lubin – Lubin Ore Enrichment Plant Division. The subject of the agreement is the replacement of switchboards R-1.2 6kV, R-12.1 6kV, and R-12.2, with a net value of PLN 21.5 million, i.e., PLN 26.4 million gross.

On October 28 and 29, 2024, the company received notifications regarding the selection of two offers submitted by the consortium as the most advantageous in the tender process conducted by Tramwaje Warszawskie Sp. z o.o. based in Warsaw. The subject of the tender is the reconstruction of the buildings of the traction substations "Jasna" (offer no. 1) and "Okęcie" (offer no. 2), along with the modernization of electrical equipment (offers no. 1 and 2). The total value of the offers is PLN 24,971,543.96 gross, PLN 20,302,068.26 net (in words: twenty million three hundred two thousand sixty-eight zlotys 26/100).

5.9. Management's position regarding the possibility of achieving previously published financial forecasts for the year, in light of the results presented in the quarterly report compared to the forecasted results

The Company's Management has not published forecasts for the individual and consolidated financial results of ELEKTROTIM S.A. and the ELEKTROTIM Capital Group. In the opinion of the Management, the existing uncertainties prevent the presentation of forecasts with an acceptable level of accuracy.

5.10. Identification of shareholders holding directly or indirectly through subsidiaries at least 5% of the total number of votes at the General Meeting of the issuer as of the date of submission of the quarterly report, along with the number of shares held by such entities, their percentage share in the share capital, the number of votes they represent, their percentage share in the total number of votes at the General Meeting, and an indication of changes in the ownership structure of significant shareholdings in the issuer during the period since the previous periodic report

Shares of ELEKTROTIM S.A. are not privileged in terms of voting rights—each share entitles the holder to one vote. The list of shareholders of the Parent Company, i.e., ELEKTROTIM S.A., holding at least 5% of the total number of votes at the General Meeting, based on information available to the Company as of the date of publication of this periodic report, is as follows:

Shareholder	Number of shares	Share in share capital	Number of votes at the AGM	Share in the total number of votes at the AGM
Fundacja Rodzinna VESPER	1,319,534	13.22%	1,319,534	13.22%
Krzysztof and Ewa Folta	1,040,000	10.42%	1,040,000	10.42%
PTE Allianz Polska S.A.	979,236	9.81%	979,236	9.81%
Futuro Fundacja Rodzinna	600,000	6.01%	600,000	6.01%
Nationale Nederlanden PTE S.A.	584,244	5.85%	584,244	5.85%

The list of shareholders has been prepared based on their shares in the Company's share capital, which amounts to PLN 9,983,009.00.

There were no changes in the ownership structure of significant blocks of the Issuer's shares between the issuance of the report for the first half of 2024 and this reporting period.

5.11. Summary of the shareholding or rights to shares of the Issuer held by managing and supervisory personnel as of the date of the submission of the periodic report, including indications of changes in shareholding since the submission of the previous periodic report, presented separately for each individual

Summary of shareholding by the managing and supervisory personnel of ELEKTROTIM S.A. as of the date of the submission of the periodic report.

Name and surname and position	No. of shares of ELEKTROTIM S.A.	Percentage share of the Company's share capital (and votes at the AGM)
Dariusz Kozikowski – Member of the Management Board	4,980	0.05%
Maciej Posadzy – Member of the Management Board	36,000	0.36%

Persons supervising the ELEKTROTIM S.A. Company

Name and surname and position	No. of shares of ELEKTROTIM S.A.	Percentage share of the Company's share capital (and votes at the AGM)
Jan Walulik – Chairman of the Supervisory Board	410,000	4.110%
Jan Siniarski – Member of the Supervisory Board	350	0.004%

In the period since the submission of the report for the first half of 2024, there have been no changes in the ownership of the Issuer's shares by management and supervisory personnel.

5.12. Indication of significant proceedings pending before a court, a competent authority for arbitration proceedings or a public administration body

During the period covered by this periodic report for the Issuer and the entire Group, no proceedings were initiated before a court, an authority competent to conduct arbitration proceedings or a public administration body, concerning liabilities or receivables whose value constitutes at least 10% of the Company's equity.

5.13. Information on the provision of credit or loan guarantees by the issuer or by a subsidiary of the issuer, or the provision of guarantees – in total to one entity or a subsidiary of that entity, if the total value of existing guarantees or warranties equals at least 10% of the issuer's equity

In the third quarter of 2024, neither the Company nor its subsidiary provided any credit or loan guarantees, or guarantees amounting to at least 10% of the Issuer's equity.

5.14. Other information that the issuer considers important for assessing its personnel, asset, financial situation, financial performance, and changes thereof, as well as information that is important for evaluating the issuer's ability to meet its obligations

EXPANSION OF THE MANAGEMENT BOARD

Due to the dynamic growth of the Company and the change in the scale of operations, it was necessary to strengthen the existing composition of the Management Board to five members.

As of July 1, 2024, two new members have joined the Management Board: Mr. Maciej Posadzy and Mr. Marek Piotrowski.

ACQUIRED ORDERS/ORDER BACKLOG

In the third quarter of 2024, ELEKTROTIM S.A. concluded the period with an order backlog of PLN 589,316 thousand, compared to PLN 473,457 thousand net as of September 30, 2023, which represents a 24% year-on-year increase in the order backlog.

In the last 12 months, i.e. from October 1, 2023, to September 30, 2024, the Company secured orders totaling PLN 538,953 thousand net, compared to PLN 384,965 thousand net in the period from October 1, 2022, to September 30, 2023. This indicates a 40% year-on-year increase in the total value of acquired contracts.

This is another quarter in which ELEKTROTIM S.A. confirms an increase in the value of acquired contracts compared to the previous reported period. In line with the strategy, the Company acquires contracts whose value and level of expertise allow it to maintain a satisfactory margin.

The ELEKTROTIM Group secured orders worth PLN 539,128 thousand in the period from October 1, 2023, to September 30, 2024 (excluding orders from ZEUS S.A.), compared to PLN 385,085 thousand (excluding orders from ZEUS S.A.) in the period from October 1, 2022, to September 30, 2023. In comparable terms, without including orders acquired by PROCOM SYSTEM S.A. and ZEUS S.A., a 40% year-on-year increase was recorded.

In the current structure of the ELEKTROTIM Capital Group, the value of orders acquired in 2023-2024 mainly consists of orders from ELEKTROTIM S.A. This is due to the joint participation of ELEKTROTIM S.A. and OSTOYA-DataSystem Sp. z o.o. in two contracts executed for the Border Guard, where the proposed security system solutions are based on proprietary products of OSTOYA-DataSystem Sp. z o.o.

As of September 30, 2024, the ELEKTROTIM Group has an order portfolio worth PLN 589,621 thousand, compared to PLN 473,800 thousand as of September 30, 2023 (excluding ZEUS S.A.), representing a 24% increase compared to the end of the third quarter of the previous year.

As of September 30, 2024, the order portfolio of ELEKTROTIM S.A. has been strengthened in the last quarter mainly by small and medium-sized contracts, which significantly mitigate execution risks. In tenders of such volume, the Company is able to be more efficient than the largest entities, and is also able to win by leveraging its resources (references, qualifications) over smaller competitors.

In the third quarter, the Company secured another order in the tender conducted by Polskie Sieci Elektroenergetyczne S.A. for the expansion and modernization of the 400/220/110 kV Pątnów substation, worth PLN 19.2 million. The experience gained in managing projects involving the highest voltage levels aligns with the Company's Strategy for 2023-2025 and enhances its expertise as a contractor participating in the energy transformation.

ACQUIRED FINANCING

In 2024, the Company entered into agreements with banks:

- PKO BP S.A. – multi-purpose loan of PLN 10 million and a guarantee limit of PLN 15 million, signed on February 19, 2024,
- Santander Bank Polska S.A. – current account loan of PLN 25 million, signed on May 27, 2024, and an annex increasing the guarantee limit to PLN 23.5 million, signed on July 31, 2024,
- mBank S.A. – revolving loan of PLN 10 million and an increase in the guarantee limit by PLN 15 million, signed on July 19, 2024.

5.15. Identification of factors that, in the issuer's opinion, will affect its results in the perspective of at least the next quarter

According to the Management Board of ELEKTROTIM S.A., the following factors may influence the results of the Company and the Capital Group in the upcoming quarters:

- Timely execution of signed contracts according to schedules and budgets, particularly the largest agreements from recent months, with entities such as: with the Border Guard, Polskie Sieci Energetyczne S.A., Centrum Zasobów Cyberprzestrzeni Sił Zbrojnych, Port Lotniczy Szczecin-Goleniów Sp. z o.o., Mercedes-Benz Manufacturing Poland Sp. z o.o., or KGHM Polska Miedź S.A.
- Efficient implementation of the remaining approximately 166 active projects in which ELEKTROTIM is involved
- Dynamics of construction material costs and labor costs
- Effective adaptation of internal structure and resources to changing market needs and conditions
- Efficient management of external financing and securing foreign exchange rates
- Acquisition of new orders in the areas of ELEKTROTIM S.A.'s business activities, including: (i) cooperation with local governments in connection with the availability of funds from the National Reconstruction Plan (KPO), (ii) the direct current sector (traction and energy storage), and (iii) energy networks and distribution. Key to the upcoming quarters will be completing the order portfolio for the second half of 2025 and the following years – in this regard, the changes occurring in the markets where ELEKTROTIM operates will have a decisive impact.

POSITIVE CHANGE FACTORS

1. Launch of EU grants for the implementation of the cohesion policy 2021-2027 amounting to EUR 72 billion.
2. EUR 58 billion in grants and loans for investments under the National Recovery Plan (KPO).
3. Start of planned mega-investments, including: nuclear power plants, offshore wind farms, Centralny Port Komunikacyjny (the Central Communication Port) and Kolejka Dużych Prędkości (High-Speed Rail).

4. Continuation of the National Road Construction Program and the 100 Bypasses Construction Program. In 2025, GDDKiA plans to allocate PLN 23 billion and PLN 2.1 billion for these programs, respectively. The total value of the Government Road Construction Program until 2030 is approximately PLN 192 billion.
5. Implementation of the National Railway Program, with planned investment expenditures up to 2030 amounting to PLN 169 billion.
6. Planned investment expenditures for the energy transformation up to 2040 amounting to PLN 1,076 billion.
7. Increase in defense sector spending. Poland plans to allocate a record PLN 186.6 billion for defense in 2025. The Ministry of National Defense's capital expenditure budget for 2025 is PLN 52 billion.
8. Implementation of the new local government program "Brightening Poland" with a budget of PLN 1 billion.
9. ELEKTROTIM S.A. joining the sWIG80 index, and the company's upward trend, translating into increased brand recognition among both investors and potential clients.

NEGATIVE CHANGE FACTORS

1. High interest rates, the downturn in the global economy, and general uncertainty arising from armed conflicts in Ukraine and the Middle East do not favor the initiation of new projects by private investors.
2. A downturn in the construction industry, with data from the Central Statistical Office (GUS) showing that in the period from January to September 2024, construction production decreased by 7.0% (after adjusting for inflation).
3. Along with the inflow of EU funds into Poland and the increasing demand for construction services, there is a risk of significant price increases for construction materials and services, as well as difficulties in recruiting skilled personnel.
4. The failure of investors to account for the risk of rising costs in their investment budgets.
5. Problems in recruiting specialized personnel and wage pressure.

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Prepared by:

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MANAGEMENT BOARD OF ELEKTROTIM S.A.

President of the Management Board – Artur Więznowski	
Member of the Management Board – Dariusz Kozikowski	
Member of the Management Board – Marek Piotrowski	
Member of the Management Board – Maciej Posadzy	
Member of the Management Board – Krzysztof Wójcikowski	