

**Report of the Supervisory Board of DINO POLSKA Spółka Akcyjna with its registered office in Krotoszyn on the results of examining the Management Board's Report on the Activity of DINO POLSKA S.A. and the Dino Group in 2021, the Company's standalone and consolidated financial statements and the Management Board's motion on the distribution of the Company's profit for the financial year ended 31 December 2021**

**1. Analysis of the standalone financial statements and the Management Board's Report on the Activity of DINO POLSKA S.A. and the DINO POLSKA Group in 2021**

Pursuant to art. 382 § 3 of the Commercial Company Code and § 17 sec. 1 item 2) of the Company's Articles of Association, the Supervisory Board of DINO POLSKA S.A. evaluated and examined the following documents in order to prepare this report:

- 1) Management Board's Report on the Activity of DINO POLSKA S.A. and the Group in the financial year ended 31 December 2021,
- 2) the Company's financial statements for the period from 1 January 2021 to 31 December 2021, consisting of the following:
  - a) introduction to the financial statements,
  - b) balance sheet prepared as at 31 December 2021 with total assets and equity and liabilities of PLN 6,564,444 thousand,
  - c) statement of profit or loss for the financial year from 1 January 2021 to 31 December 2021 showing net profit of PLN 591,217 thousand,
  - d) statement of changes in equity for the financial year from 1 January 2021 to 31 December 2021, showing an increase in equity by PLN 591,217 thousand,
  - e) statement of cash flows for the financial year from 1 January 2021 to 31 December 2021, showing an increase in cash by PLN 43,376 thousand,
  - f) notes and explanations to the financial statements,
- 3) opinion and report on the audit of the Company's financial statements for 2021 issued by the statutory auditor, ERNST & YOUNG Audyt Polska sp. z ograniczoną odpowiedzialnością sp. k. with its registered office in Warsaw.
- 4) the Management Board's proposal regarding the distribution of the 2021 profit.

The Supervisory Board has familiarized itself with the statutory auditor's opinion and report on the audit of the standalone financial statements and conducted an economic and financial analysis of the Company's operations. The statutory auditor acting on behalf of Ernst & Young Audyt Polska Sp. z ograniczoną odpowiedzialnością sp. k. with its registered office in Warsaw issued a positive opinion on the submitted financial statements for 2021, stating that they were prepared, in all material respects, in compliance with the regulations of the Accounting Act of 29 September 1994 and the related interpretations on these standards and based on properly kept accounting ledgers. The financial statements are compliant, in their form and content, with the applicable laws and are a fair and clear presentation of all material information, the economic and financial standing and the financial result of the entity.

The Management Board's Report on the Activity of DINO POLSKA S.A. and the Dino Group in 2021 should be deemed to be complete. This report contains information about the Company's economic and financial standing and describes material events having a significant influence on the Company's activity in the reporting period. The report was prepared in accordance with the Company's ledgers and documents and the facts and contains the necessary composite information about the operations of the Dino Group. The Supervisory Board deems the statements

described above to be a correct reflection of the actual status and a correct presentation of the Company's financial and economic standing in the reporting period. The Supervisory Board deems these financial statements and this report to have been prepared correctly, in compliance with the provisions of law affecting the form and content of financial statements and governing the preparation of financial statements.

## **2. Analysis of the consolidated financial statements of the Dino Group and the Management Board's Report on the Activity of DINO POLSKA S.A. and the Dino Group in 2021**

The Supervisory Board has familiarized itself with the statutory auditor's opinion and report on the audit of the consolidated financial statements and conducted an economic and financial analysis of the Dino Group's operations. The statutory auditor acting on behalf of Ernst & Young Audyt Polska sp. z ograniczoną odpowiedzialnością sp. k. with its registered office in Warsaw issued a positive opinion on the submitted consolidated financial statements for 2021, stating that they were prepared, in all material respects, in compliance with the accounting principles, International Financial Reporting Standards and related interpretations and based on properly kept accounting ledgers and consolidation documentation. The financial statements are compliant, in their form and content, with the applicable laws and are a fair and clear presentation of the economic and financial standing of the Dino Group and the Group's financial result as at 31 December 2021.

In 2021, the Dino Group generated sales revenue of PLN 13,362,012 thousand (+32%). The Group generated operating profit of PLN 1,023,993 thousand and net profit of PLN 805,303 thousand. The balance sheet of the Dino Group as at 31 December 2021 carried total assets and total equity and liabilities of PLN 7,168,531 thousand. The total balance sheet value climbed PLN 1,598,021 thousand compared to its value as at 31 December 2020. The development of the sales network led to growth in property, plant and equipment of PLN 1,161,873 thousand and inventories of PLN 498,316 thousand.

On the equity and liabilities side of the balance sheet, the Dino Group's liabilities climbed PLN 794,394 thousand.

The activity report of the Dino Group in 2021 should be deemed to be complete. The report contains information about the Group's economic and financial standing and describes material events having a significant influence on its activity in the reporting period. The report has been prepared in accordance with the Company's ledgers and documents and the facts and contains the necessary composite information about the Group's operations. The Supervisory Board deems the statements to be an accurate reflection of the facts and a presentation of the Group's standing in the reporting period.

### **Conclusions from the analysis of the financial statements and recommendations to the Shareholder Meeting**

To recapitulate 2021, the Supervisory Board has determined that the activity conducted by DINO POLSKA S.A. generated very good business results thereby strengthening the position of the Company and the overall Group on the financial and business market and grew the value of its assets.

The strategy of the Dino Group calls for the consistent expansion of the sales network and opening new stores, carefully selected in terms of their expected profitability and rate of return.

In 2021, the Dino Group maintained its high pace of expansion by opening 343 new stores and thereby strengthening its position on the retail market in Poland. In 2021, effective expansion translated into growing retail space. Retail space grew by 23.9% compared to the previous year totaling 710,433 thousand square meters as at 31 December 2021.

Having regard for ensuring the Company's ongoing stable development, the Supervisory Board asserts that the chosen directions of development are being pursued properly and steadily by the Management Board. The economic and financial results presented in the financial statements and their analysis by the Supervisory Board make it possible to

endorse the Company's operations in 2021 and hold the work done by the Management Board in high regard. Having analyzed the submitted financial statements and the results of DINO POLSKA S.A. and the Dino Group in 2021, the Supervisory Board, acting in accordance with the principles set forth in the Best Practices of WSE Listed Companies, hereby issues a positive opinion about the Company's activity and financial standing in the period from 1 January to 31 December 2021. The Supervisory Board believes that there are no threats to the continuing operation of DINO POLSKA S.A. and the Dino Group as a going concern and the actions being taken secure the Company's further development in the future. The Supervisory Board hereby accepts the proposal put forward by the DINO POLSKA S.A. Management Board in respect to the distribution of profit for 2021 and the standalone and consolidated financial statements for 2021 and moves to the Shareholder Meeting to approve them.

Accordingly, having conducted this evaluation, the Supervisory Board resolves to issue a positive opinion for the Ordinary Shareholder Meeting to adopt the following resolutions:

1. approve the standalone financial statements and the Management Board's Report on the Activity of DINO POLSKA S.A. in the financial year ended 31 December 2021;
2. approve the consolidated financial statements of the Dino Group and the Management Board's Report on the Activity of DINO POLSKA S.A. and the Dino Group in the financial year ended 31 December 2021;
3. distribute the profit earned by DINO POLSKA S.A. in the financial year ended 31 December 2021 in such a way that the entire net profit of PLN 591,217 thousand is allocated to supplementary capital;
4. grant a discharge to the Company's Management Board on the performance of its duties in 2021.

DINO POLSKA S.A. Supervisory Board

Tomasz Biernacki \_\_\_\_\_

Eryk Bajer \_\_\_\_\_

Maciej Polanowski \_\_\_\_\_

Piotr Nowjalis \_\_\_\_\_

Sławomir Jakszuk \_\_\_\_\_