

DINO POLSKA S.A.

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023
ALONG WITH THE INDEPENDENT STATUTORY AUDITOR'S AUDIT REPORT

Krotoszyn, 21 March 2024

This document is an unofficial translation of the official Financial Statements of Dino Polska S.A. in 2023, which have been published in the xHTML format and signed by the Management Board Members and Chief Accountant of Dino Polska S.A. using qualified electronic signatures.

DINO POLSKA S.A.
Financial statements for the year ended 31 December 2023
Introduction to the financial statements

Introduction to the financial statements	4
1. General information	4
2. Going concern assumption.....	4
3. Merger of commercial companies	4
4. Adopted accounting principles (policies)	4
4.1. Format and grounds for drawing up the financial statements	4
4.2. The differences in the value of the disclosed data and the material differences pertaining to the accepted accounting standards (policies) between the financial statements drawn up in accordance with Polish Accounting Standards and the financial statements drawn up according to IFRS	4
4.3. Intangible assets	6
4.4. Fixed assets	6
4.5. Fixed assets under construction	7
4.6. Related entities.....	7
4.7. Investments in subordinated entities, capital exposure and other non-current investments.....	7
4.8. Other current investments (excluding cash and financial assets).....	7
4.9. Financial assets	7
4.10. Leases 8	
4.11. Inventories	9
4.12. Short and long-term receivables	9
4.13. Transactions denominated in a foreign currency	9
4.14. Cash and cash equivalents	9
4.15. Deferred revenue	9
4.16. Share capital.....	10
4.17. Provisions	10
4.18. Bank loans, other loans and financial liabilities held for trading	10
4.19. Trade payables	10
4.20. Deferred tax	10
4.21. Recognition of revenues	11
Balance sheet	13
Profit and loss account (comparable version)	15
Statement of changes in equity	16
Statement of cash flows (indirect method).....	17
Financial highlights.....	18
Notes and explanations	19
1. Information about significant events concerning the previous years captured in the financial statements for the financial year.....	19
2. Information about significant events that occurred after the balance sheet date and that have not been captured in the financial statements.....	19
3. Changes in the accounting principles (policies) in the financial year	19
4. Correction of errors.....	19
5. Comparability of the financial data for the previous year and the data from the financial statements for the current financial year	19
6. Intangible assets.....	20
7. Property, plant and equipment	21
8. Investments.....	23
8.1. Non-current investments.....	23
8.2. Current investments	24

DINO POLSKA S.A.
Financial statements for the year ended 31 December 2023
Introduction to the financial statements

9.	Accruals and prepayments	25
10.	Capital.....	25
11.	Interest-bearing bank credit and loans and other financial liabilities.....	26
The table below presents financial liabilities to unrelated entities. Transactions involving obtained loans and other payables to related entities are presented in Note 41.		
12.	Profit distribution.....	26
12.1.	Profit distribution for the previous year	26
12.2.	Profit distribution.....	26
13.	Provisions	26
14.	Impairment losses for receivables.....	27
15.	Non-current liabilities	27
16.	Social assets and liabilities	28
17.	Accruals and deferred revenue.....	28
18.	Liabilities secured on the entity's assets	28
19.	Contingent liabilities, also including the guarantees and sureties extended by the entity, also on bills of exchange	28
20.	Other agreements not incorporated in the balance sheet.....	29
21.	Sales split by nature and territory	29
22.	Impairment losses for fixed assets	29
23.	Interest and FX gains and losses added to the price of buying merchandise or the cost of manufacturing products in the financial year.....	29
24.	Inventories at purchase price	29
25.	Information concerning revenues, expenses and the results of discontinued activity in the financial year or of activity that is expected to be discontinued in the subsequent year	30
26.	Income tax	30
27.	Other operating income	31
28.	Other operating expenses.....	31
29.	Financial income.....	32
30.	Financial expenses.....	32
31.	The value of food given to non-governmental organizations for these organizations to use to discharge the tasks falling within the scope prescribed by art. 2 item 2 of the Act of 19 July 2019 on Mitigating the Waste of Food (journal of laws, item 1980)	32
32.	Cost of manufacturing fixed assets under construction	32
33.	Income and costs of an extraordinary amount or that occurred incidentally	32
34.	Composition of cash in the statement of cash flows	32
35.	Reasons for differences between the balance sheet movements in some line items and the movements following from the statement of cash flows.....	33
36.	Information concerning headcount with a breakdown into occupational groups.....	33
37.	Information on the audit firm's fees	33
38.	Information concerning compensation, including compensation from profit and pension benefits paid or due to persons in the managing and supervising or administering bodies	34
39.	Information about loans and benefits of a similar nature extended to persons in the managing and supervising or administering bodies	34
40.	Information about joint ventures not subject to consolidation	34
41.	Information about the group and transactions with related entities	34
42.	Transactions with other related parties on a non-arm's length basis	40
43.	List of entities in which the company is a shareholder incurring unlimited material liability	40
44.	List of entities in which the company holds capital or votes in the entity's decision-making body	40
45.	Avoidance of preparation of consolidated financial statements.....	41
46.	Merger of commercial companies	41
47.	Financial instruments	41

48.	Events after the reporting period.....	44
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INTRODUCTION TO THE FINANCIAL STATEMENTS

1. GENERAL INFORMATION

Dino Polska S.A. (“Company”) was established by notary deed on 9 November 2007.

The company is entered in the register of commercial undertakings of the National Court Register kept by the District Court, 9th Commercial Division of the National Court Register under file number KRS 0000408273.

The Company has been given the following statistical number: REGON 300820828 and the following taxpayer ID number (NIP): 6211766191.

The Company’s registered office is located at the following address: ul. Ostrowska 122, 63-700 Krotoszyn.

The Company’s duration is unlimited.

According to the Company’s articles of association, the Company’s core business is:

1. 47.11.Z Retail sale in non-specialized stores with food, beverages or tobacco products predominating

These financial statements have been prepared for the year ended 31 December 2023.

2. GOING CONCERN ASSUMPTION

The Company’s financial statements were drawn up under the assumption that the Company remains a going concern for at least 12 months after the balance sheet date, i.e. after 31 December 2023. As at 31 December 2023, the Group presented an excess of current liabilities over current assets, which is typical for the retail industry and its seasonality, where a predominant part of sales is made for cash, inventories are minimized and suppliers offer deferred payment terms. At the same time, the Company intensively develops its network using free cash and funding from bank loans to increase the value of new investments. Covenants related to loan agreements are monitored on an ongoing basis. As at the balance sheet date of 31 December 2023, there was no default on the terms and conditions of credit agreements and the Management Board is of the opinion there is no risk that banks may terminate such agreements within 12 months of the balance sheet date of 31 December 2023. As at the balance sheet date the Company has unused lines of credit for PLN 419 million that can be used to manage the Company’s liquidity. Issues related to liquidity are presented in Note 47.

3. MERGER OF COMMERCIAL COMPANIES

In the financial year for which the financial statements were drawn up, the Company did not merge with a subsidiary, nor did it purchase any organized part of any enterprise.

4. ADOPTED ACCOUNTING PRINCIPLES (POLICIES)

4.1. Format and grounds for drawing up the financial statements

The financial statements were drawn up pursuant to the provisions of the Accounting Act of 29 September 1994 (hereinafter “Accounting Act”).

The financial statements have been prepared under the historical cost convention.

The Company has drawn up its profit and loss account by using the comparative format. The statement of cash flows has been drawn up using the indirect method.

4.2. The differences in the value of the disclosed data and the material differences pertaining to the accepted accounting standards (policies) between the financial statements drawn up in accordance with Polish Accounting Standards and the financial statements drawn up according to IFRS

The Company is the Group’s parent company, which has an obligation to prepare consolidated financial statements according to the IFRS standards endorsed by the EU. The Group in which the Company is the parent company prepared its first annual consolidated financial statements compliant with IFRS endorsed by the EU for the financial year ended 31 December 2013. The Group selected 1 January 2013 as the date of transition to IFRS.

DINO POLSKA S.A.
Financial statements for the year ended 31 December 2023
Introduction to the financial statements

The Company's date of transition to IFRS cannot be determined definitively because the Company has not made a decision on that date, nor has it prepared its first financial statements compliant with IFRS endorsed by the EU. Had the financial statements been prepared in accordance with IFRS, the main differences between the accounting standards accepted for the attached financial statements and IFRS, under the assumption that the date of transition to IFRS is 1 January 2013, would pertain in particular to the following areas:

- Determination of the residual value of fixed assets,
- Separation of components and determination of depreciation charges for the actual periods of use,
- Retraction of the calculated depreciation charges for trademarks as of the date of the Group's transition to IFRS,
- Recognition of fixed assets and lease liabilities under IFRS 16.

The table below depicts the differences as at 31 December 2023:

<i>(in thousands of PLN)</i>	31.12.2023	31.12.2023	31.12.2023
Adjustments	Carrying amount according to PAS	Carrying amount according to IFRS	Value adjustment
Property, plant and equipment	5,245,637	5,197,520	(48,117)
Right-of-use assets	-	166,209	166,209
Intangible assets	15,380	26,957	11,577
Deferred tax assets	105,947	16,972	(88,975)
Total non-current assets	6,122,790	6,163,484	40,694
Total assets	9,626,160	9,666,854	40,694
Equity	4,373,060	4,368,322	(4,738)
Lease liabilities	-	49,954	49,954
Deferred tax liability	90,638	-	(90,638)
Total provisions and non-current liabilities	838,512	797,828	(40,684)
Trade and other payables	4,059,774	3,897,189	(162,585)
Lease liabilities	342	86,458	86,116
Income tax liabilities	-	162,585	162,585
Total provisions and current liabilities	4,414,588	4,500,704	86,116
Total liabilities and equity	9,626,160	9,666,854	40,694

Table depicting the effects of the disclosed differences in net profit and equity:

<i>(in thousands of PLN)</i>	31.12.2023
Equity according to PAS	4,373,060
Adjusted depreciation and amortization on account of residual value	1,399
Adjusted depreciation and amortization on account of the separation of components	(10,094)
Adjustment - amortization of trademarks	9,377
Adjustment - lease of fixed assets (IFRS 16)	(5,420)
Equity according to IFRS	4,368,322
Net profit according to PAS	1,171,050
Adjusted depreciation and amortization on account of residual value	86
Adjusted depreciation and amortization on account of the separation of components	(3,012)
Adjustment - amortization of trademarks	781
Adjustment - lease of fixed assets (IFRS 16)	2,666
Actuarial gains/losses pertaining to employee benefits	3,800
Net profit according to IFRS	1,175,371
Other comprehensive income	(3,800)

The presentation of some line items of the financial statements may differ between Polish Accounting Standards and IFRS. The differences in presentation do not affect the Company's equity and net result. The components of

the various line items of the financial statements and the scope of additional information to the financial statements according to the Polish Accounting Standards and IFRS may differ to a material degree.

The identification and measurement of these differences require the preparation of estimates and assumptions that do affect the disclosed figures. Even though the accepted assumptions and estimates are based on the Company's best knowledge, the actual figures may vary from the anticipated figures. This note identifying the major areas of difference between Polish Accounting Standards and IFRS has been drawn up on the basis of IFRS in force as at 31 December 2023 and under the assumption that the date for transition to IFRS is 1 January 2013. Since work is still in progress on more standards and amending the current standards, it is possible that the standards according to which the Company will prepare its first financial statements complying with IFRS will differ from the standards applicable to the preparation of this note. The assumption concerning the date as of which the values of assets and liabilities would be determined in the Company's financial statements complying with IFRS stems from the option for the Management Board to utilize the exemption contemplated by paragraph 24 of IFRS 1, according to which the Company may accept the values carried in the parent company's consolidated financial statements compliant with IFRS on the basis of the parent company's date of transition to IFRS, i.e. 1 January 2013; however, the Company's Management Board may in any event alter that decision and it may accept its own date for the transition to applying IFRS.

Moreover, according to IFRS, only complete financial statements containing a balance sheet, a statement of comprehensive income and/or a statement of profit or loss, a statement of changes in equity, a statement of cash flows with comparable data and notes may accurately present financial standing, business results and cash flow according to IFRS.

4.3. Intangible assets

Intangible assets are recognized if it is likely that they will precipitate receipt of economic benefits by the Company which may be directly linked to these assets. Intangible assets are initially captured at purchase price or production cost. After the initial capture, intangible assets are carried at purchase price or production cost minus accumulated depreciation and impairment charges. Intangible assets are depreciated by straight-line depreciation over the period corresponding to the estimated period of their useful life.

The anticipated period of useful life is as follows:

Patents, licenses and trademarks	2 - 20 years
Software	2 - 7 years

The estimates of the period of useful life and the depreciation method are reviewed at the end of every financial year to verify whether the applied methods and the depreciation period are consistent with the expected distribution of economic benefits generated by these intangible assets.

As at the balance sheet date, the Company evaluates whether the carrying amount of presented assets does not exceed the value of future expected economic benefits. If there are grounds indicating such a fact, the carrying amount of the assets is reduced to the net sale price level. Impairment losses are posted in other operating expenses.

4.4. Fixed assets

Fixed assets are carried at purchase price or production cost minus accumulated depreciation or impairment charges. In the case of perpetual usufruct right to land, the purchase price is construed as the price of purchase of the right from a third party or surplus of the first fee over the annual fee if the right was acquired for a fee from the municipality. Land is carried at purchase price minus any impairment charges.

As at 31 December 2023 the Company had no fixed assets subject to revaluation.

The costs incurred after commencing the usage of a fixed asset, such as the costs of repair, inspections and user fees, affect the financial result of the financial year in which they were incurred. However, if it is possible to prove that these costs increased the expected future economic benefits on account of holding the fixed asset, surpassing the benefits assumed originally, then they increase the initial value of the fixed asset.

Fixed assets, with the exception of land, are depreciated by using the straight-line method corresponding to the expected period of their useful life or over the shorter of the two periods:

Perpetual usufruct right to land	Not depreciated
Buildings, premises, rights to premises and civil and marine engineering facilities	10 - 40 years

Technical equipment and machinery	3 - 12 years
Means of transport	5 - 7 years
Other fixed assets	3 - 12 years

The estimates of the period of useful life and the depreciation method are reviewed at the end of every financial year to verify whether the applied methods and the depreciation period are consistent with the expected distribution of economic benefits generated by that fixed asset over time.

As at the balance sheet date, the Company evaluates whether the carrying amount of presented assets does not exceed the value of future expected economic benefits. If there are grounds indicating such a fact, the carrying amount of the assets is reduced to the net sale price level. Impairment losses are posted in other operating expenses.

4.5. Fixed assets under construction

Fixed assets under construction are carried at the total amount of costs directly related to their purchase or manufacture, including financial expenses, minus impairment charges. Investment materials are also shown in fixed assets under construction. Fixed assets under construction are not depreciated until their construction is completed and they are commissioned.

4.6. Related entities

The Company construes related entities as two or more companies from a group where a group is understood as a parent company together with its subsidiaries.

4.7. Investments in subordinated entities, capital exposure and other non-current investments

Investments in subordinated entities comprise investments in subsidiaries, co-subsidiaries and affiliates. The Company construes subsidiaries as entities controlled by the Company, co-subsidiaries as entities under joint control by the shareholders under a shareholder agreement, and affiliates as entities in which it has capital exposure and on which it has significant influence. At the same time exposure to capital of another entity is understood by the Company as any share in the equity of such other entity that has the nature of a permanent relation. In the case of an affiliate, a permanent relation is present always unless disposal of the share soon after the date of its acquisition, purchase or obtaining in another form is highly probable.

Investments in subsidiaries, co-subsidiaries and affiliates are carried at historical cost minus any impairment.

Other non-current investments (excluding financial assets as described in note 4.8) are carried at historical cost minus any impairment.

Impairment of shares in subordinated entities and other non-current investments is estimated as at every balance sheet date. The carrying amount of such assets is each time reviewed to determine whether or not it exceeds the value of future economic benefits.

4.8. Other current investments (excluding cash and financial assets)

Other current investments, except for cash and financial instruments, are marked to the lower of the market price (value), while current investments for which there is no active market, are carried at fair value.

The effects of reducing the value of current investments measured at market prices (values) are posted as a financial expense in their full amount; while the effects of their growth are posted to financial income up to an amount no higher than the total difference previously written off as financial expenses.

4.9. Financial assets

Financial assets, at the time they are entered in the accounting ledgers, are carried at cost (purchase price) constituting the fair value of the amount paid. Transaction costs are included in the initial value of the financial instruments. Financial assets are posted in the accounting ledgers as at the transaction date.

After the initial recognition, financial assets are classified in one of the four categories and measured as follows:

<i>Category</i>	<i>Valuation method</i>
1. Financial assets held to maturity	At the adjusted purchase price (amortized cost) calculated using the effective interest rate

- | | |
|--|--|
| 2. Loans granted and own receivables | At the adjusted purchase price (amortized cost) calculated using the effective interest rate. Receivables with a short-term maturity, for which no interest rate was defined, are carried at the required payment amount |
| 3. Financial assets held for trading | At fair value and gains/losses on their revaluation are posted to the profit and loss account |
| 4. Financial assets available for sale | At fair value, while gains/losses on their revaluation are recognized in the profit and loss account until the investment is sold or its value is impaired. At that moment, the overall revaluation gain/loss is recorded in the profit and loss account |

The fair value of financial instruments traded on an active market is calculated in reference to the prices quoted on that market as at the balance sheet date. If no market price is quoted, then the fair value is estimated on the basis of a quoted market price of a similar instrument or according to the expected cash flows.

Impairment of financial assets

As at every balance sheet date, the Company evaluates whether there is objective evidence indicating impairment of a financial asset or a group of financial assets. If such evidence exists, the Company determines the asset value that may be estimated to be recoverable and posts an impairment loss in the amount of the difference between the recoverable amount and the carrying amount.

Impairment losses concerning a single financial asset, or a portfolio of similar financial assets are determined:

- 1) for financial assets carried at adjusted purchase price – as the difference between the value of such assets resulting from the accounting ledgers as at the valuation date and the recoverable amount. The recoverable amount is the present value of future cash flows expected by the entity, discounted by the effective interest rate applied hitherto by the entity in its valuation of the financial asset being revalued or the portfolio of similar financial assets being revalued,
- 2) for financial assets carried at fair value – as the difference between the purchase price of the relevant asset and its fair value determined as at the valuation date, where the fair value of debt financial instruments as at the valuation date is construed as the present value of future cash flows expected by the entity, discounted by the current market interest rate applied to similar financial instruments. Accumulated loss captured hitherto in revaluation capital is posted to financial expenses in an amount of no less than the charge minus the part directly posted to financial expenses,
- 3) for other financial assets – as the difference between the value of the relevant asset resulting from the accounting ledgers and the present value of future cash flows expected by the entity, discounted by the current market interest rate applied to similar financial instruments.

4.10. Leases

The Company is a party to leasing agreements pursuant to which it accepts third party fixed assets or intangibles to use them or draw benefits from them against a charge for an agreed period of time.

In the case of lease agreements which transfer generally the entire risk and all benefits resulting from holding the assets subject to the agreement, the leased item is presented as a fixed asset in the balance sheet and at the same time a liability is posted in the amount equal to the present value of minimum lease payments set on the lease commencement date. Leasing fees are allocated to financial expenses and to the reduction of principal debt balance in a manner enabling the achievement of a fixed interest rate on the outstanding liability. Financial expenses are captured directly in the profit and loss account.

Fixed assets subject to a financial lease agreement are depreciated according to the method applied to own fixed assets. However, if there is no control over the moment of transfer of the ownership title to the leased item or certainty whether such transfer has been effected, then fixed assets used under financial lease agreements are depreciated over the shorter of the two following periods: the expected utilization period or the leasing period.

Lease payments for agreements that do not satisfy the conditions of being financial leases are recognized as operating expenses in the statement of profit or loss using the straight-line depreciation method during the term of lease. Depending on the goal of using a leased object, lease payments are treated as operating expenses (including: overhead or sales) or other operating expenses.

4.11. Inventories

Inventories are measured at purchase price, no higher than their net realizable price.

The purchase price or the production cost of an inventory component takes into account the costs of purchase, the costs of conversion and other equipment costs incurred in bringing the inventories to make their present location and condition - both in terms of the current and the previous year - and are determined as follows:

Materials	at purchase price using the “first in, first out” method
Merchandise	at purchase price using the “first in, first out” method

The net realizable price is the estimated sales price that can be achieved in the course of the entity’s normal business, minus discounts, rebates and other similar reductions and the costs of finishing and the estimated costs required to finalize the sale. The costs of transport from the warehouse to the stores are an element of valuation of the inventories and cost of sales at the time of their sale. Moreover, in order to state in real terms the balance of inventories at the end of the reporting period, the Company sets up a provision for expected, though unidentified inventory losses based on the historical statistics for inventory differences identified in commercial facilities. The costs of inventory losses and the provision for expected inventory losses are recognized in the statement of profit or loss in the value of goods and materials sold.

4.12. Short and long-term receivables

Trade receivables are shown as the amount of the required payment minus the impairment losses.

Receivables are revalued taking into account the probability of their payment, by posting an impairment loss. Impairment losses against receivables are carried to other operating expenses or financial expenses, respectively, depending on the type of receivables to which the impairment loss applies.

Receivables that have been forgiven, expired or are uncollectible reduce the impairment loss posted previously.

Receivables that have been forgiven, expired or are uncollectible, for which impairment losses were not posted or where they were posted at a less than full amount, are included in other operating expenses or financial expenses, respectively.

4.13. Transactions denominated in a foreign currency

Transactions denominated in currencies other than the Polish zloty are converted into Polish zloty at the exchange rate applied on the date of the transaction or, if it is impossible to apply such an exchange rate, at the average exchange rate announced for the relevant currency by the National Bank of Poland on the date preceding the date of the transaction.

As at the balance sheet date, the assets and liabilities denominated in currencies other than the Polish zloty are converted into Polish zloty using the average exchange rate in force on that date for the relevant currency as announced by the National Bank of Poland. The foreign exchange gains and losses resulting from such conversion are captured respectively as financial income or financial expense line items or, in the cases defined by the law, are capitalized in the value of assets.

The following exchange rates have been adopted for the purposes of the valuation:

	<i>31 December 2023</i>	<i>31 December 2022</i>
EUR	4.3480	4.6899
USD	3.9350	4.4018

4.14. Cash and cash equivalents

Cash at bank and in hand is valued at par value.

Cash and short-term deposits disclosed in the balance sheet include cash at bank and cash in hand, as well as short-term deposits with an original maturity of up to three months. The balance of cash and cash equivalents presented in the statement of cash flows consists of the aforementioned cash and cash equivalents.

4.15. Deferred revenue

The Company records accruals and prepayments of costs if they apply to future reporting periods. Accruals and pre-paid expenses are made at the amount of the probable liabilities for the current reporting period.

4.16. Share capital

Share capital is captured in the amount stated in the Company's articles of association and entered in the court register. If shares are subscribed for at a price exceeding their par value, the share premium is captured in supplementary capital. The costs incurred for the issue of new shares decrease supplementary capital from the issue of shares above par value to the amount of such capital. Other costs are classified as financial expenses.

Any advances toward the dividend disbursed during the year are presented in the accounting ledgers and in the balance sheet as profit distributions made during the financial year.

4.17. Provisions

Provisions are recognized when the Company has an obligation (legal or constructive) resulting from past events and when it is certain or highly probable that the discharge of this obligation will cause an outflow of funds embodying economic benefits, and when the amount of the obligation may be reliably estimated.

4.18. Bank loans, other loans and financial liabilities held for trading

At the time of initial recognition, bank loans and other loans are carried at cost, corresponding to the value of received cash, taking into account the costs associated with obtaining the loan (transaction costs). Next, all bank loans and other loans, except for liabilities held for trading, are carried at adjusted purchase price (amortized cost) calculated using the effective interest rate.

Financial liabilities held for trading, including derivative instruments, are carried at fair value. Gains or losses on revaluation to fair value are posted to the profit and loss account for the current period.

4.19. Trade payables

Current trade payables are carried at the required payment amount. The Management Board makes a judgment on whether in connection with the utilization of factoring, the nature of the liability materially changes and whether it is necessary to alter its presentation. The Company classifies reverse factoring trade payables as trade payables because, in the Management Board's view, no significant changes have occurred in the nature of these payables in connection with their transfer to factoring, including among other things, the term of payment for payables in reverse factoring does not significantly exceed the terms of payment for payables established with various suppliers.

4.20. Deferred tax

Deferred income tax is calculated by using the method of balance sheet liabilities in relation to all temporary differences as at the balance sheet date between the tax value of assets and liabilities and their carrying amount shown in the financial statements.

The deferred income tax provision is recognized with reference to all positive temporary differences unless the deferred income tax provision is recognized as a result of depreciating goodwill or initial presentation of an asset or liability in a transaction which does not constitute a business combination and at the moment of its execution has no influence on the gross financial result and taxable income or taxable loss.

The deferred income tax provision is recognized with reference to all positive temporary differences ensuing from investments in subsidiaries or associates, and interests in joint ventures, except for situations in which the timing and amounts of the temporary differences being reversed are subject to control or it is probable that the temporary differences will not reverse in the foreseeable future.

The deferred income tax asset is carried, with respect to all negative temporary differences and unused tax losses brought forward to the subsequent years, at such a probable expected taxable income amount as will make it possible to use those differences and losses unless deferred tax assets are created as a result of an initial presentation of an asset or liability component in a transaction that does not constitute a merger of entities and at the moment of its execution it has no influence on the gross financial result, taxable income or taxable loss.

In the case of deductible temporary differences associated with shares in subsidiaries or associates and interests in joint ventures, the related deferred tax asset is recognized in the balance sheet only for the amount of the taxable income, in respect to which it is probable that it can be expected to be generated in the foreseeable future (as a result of the reversal of these temporary differences) which would enable the deductible temporary differences to be offset.

The carrying amount of the deferred income tax asset is verified on every balance sheet date and is gradually reduced by the amount by which the achievement of taxable income sufficient for the deferred income tax asset is partially or fully realized.

Deferred tax assets and deferred tax liabilities are measured using tax rates that will be applied according to the regulations enacted up to the balance sheet date at the time when the asset is realized or the liability is settled.

Uncertainty related to tax settlements

Regulations regarding VAT, corporate income tax and social security contributions are subject to frequent changes. These frequent changes result in there being little point of reference, interpretations not consistent and few established precedents that may be followed. The binding regulations also contain uncertainties resulting in differences in opinions regarding the legal interpretation of tax regulations both between government bodies, and between government bodies and companies.

Tax settlements and other areas of activity (e.g. customs or foreign currency related issues) may be subject to inspection by administrative bodies authorized to impose high penalties and fines, and any additional taxation liabilities calculated as a result must be paid together with high interest.

Accordingly, the amounts presented and disclosed in the financial statements may change in the future as a result of a final decision of tax audit authorities.

Effective 15 July 2016, the Polish Tax Code was amended for the General Anti-Abuse Rule (GAAR) provisions. GAAR is intended to prevent the creation and use of artificial legal arrangements to avoid payment of tax in Poland.

GAAR defines tax avoidance as an act carried out primarily in order to achieve a tax benefit, contrary in the circumstances to the object and goal of a provision of a tax act. Pursuant to GAAR, such an act does not result in a tax benefit, if the mode of action was not genuine. All unjustified (i) split of operations, (ii) involvement of intermediary entities without any economic or business justification, (iii) elements that compensate or exclude each other and (iv) other actions with a similar effect to the previously mentioned, may be considered as prerequisites of artificial activities subject to GAAR. The new regulation will require significantly more judgment in assessment of the tax consequences of individual transactions.

The GAAR clause is effective with respect to transactions executed following its entry into force and transactions that were carried out before, but the benefits were / are being derived after the date of its entry into force. Implementation of the above provisions will enable the Polish tax authorities to challenge legal arrangements used by the taxpayers such as group restructurings and reorganizations.

Deferred tax assets and deferred tax provisions are presented separately in the balance sheet.

4.21. Recognition of revenues

Revenues are recognized in the amount to which it is probable that the Company will obtain the economic benefits which may be valued credibly.

4.21.1. Sales of merchandise and products

Revenues are captured when the significant risk and benefits arising from the title to the merchandise or products are transferred to the buyer. Revenues include due or obtained amounts from sales minus value added tax.

Revenues on sales of services are presented as revenues on sales of products. These revenues are recognized at the time of completion of the service. Revenues related to the benefits from the sale of services to suppliers of goods (e.g. marketing services), the Group presents as a deduction in cost of goods purchased from such vendors.

Settlement of revenue under contracts with suppliers

The Company enters into contracts with suppliers on whose basis rebates, discounts and additional remuneration and fees are awarded to the Company, hinging, among other things, on the volume of purchases and related to promotions and marketing. The Company recognizes the benefits derived from these contracts by subtracting them from the purchase price of merchandise from suppliers and accordingly a reduction in the cost of goods sold presented in the statement of profit or loss as cost of sales at the time of sale of the merchandise. At the end of the reporting period the Company estimates the value of the benefits due but not settled under supplier agreements based on the sales achieved and the trading conditions with suppliers. The justified portion of the benefits received is allocated to unsold merchandise as at the balance sheet date as a reduction in the value thereof.

4.21.2. Interest

Interest income is recognized at the time it is accrued (using the effective interest rate) if its receipt is not doubtful.

4.21.3. Dividends

Dividends due are posted as financial income as at the date of adoption of the resolution, by the Shareholder Meeting of the company in which the entity has invested, to distribute the profit by way of a dividend unless the resolution specifies another dividend right day.

4.21.4. Social assets and liabilities of the Company Social Benefit Fund (ZFŚS)

Pursuant to the Company Social Benefit Fund Act of 4 March 1994 (as amended), the Company Social Benefit Fund must be established by employers employing at least 50 employees on an FTE basis. The Company does not charge and does not have funds for the Social Fund in accordance with paragraph 15 of the Remuneration Bylaws (consolidated text of 31 October 2013, as amended).

DINO POLSKA S.A.
Financial statements for the year ended 31 December 2023
Balance sheet

BALANCE SHEET

Assets

<i>(in thousands of PLN)</i>		<i>Note</i>	<i>As at 31.12.2023</i>	<i>As at 31.12.2022</i>
A.	Non-current assets		6,122,790	5,454,529
I.	Intangible assets	6	15,380	18,880
3.	Other intangible assets		15,380	18,880
II.	Property, plant and equipment	7	5,245,637	4,590,202
1.	Fixed assets		4,941,401	4,281,185
a)	land (including the perpetual usufruct right to land)		992,001	849,728
b)	buildings, premises, rights to premises and civil and marine engineering facilities		2,778,389	2,384,046
c)	technical equipment and machinery		680,404	599,239
d)	means of transport		137,511	144,738
e)	other fixed assets		353,096	303,434
2.	Fixed assets under construction		296,318	303,374
3.	Advances towards fixed assets under construction		7,918	5,643
III.	Non-current receivables		-	-
IV.	Non-current investments		755,826	755,831
3.	Long-term financial assets		755,826	755,831
a)	In related entities	8.1	755,826	755,831
	- ownership interests or shares		755,826	755,831
	- other securities		-	-
V.	Non-current deferred revenue		105,947	89,616
1.	Deferred tax assets	26	105,947	89,616
2.	Other deferred revenue		-	-
B.	Current assets		3,503,370	2,847,282
I.	Inventories	24	2,560,418	1,918,269
1.	Materials		36,946	42,160
2.	Semi-finished goods and work in progress		-	-
3.	Finished products		-	-
4.	Merchandise		2,523,472	1,876,109
II.	Current receivables		396,163	335,969
1.	Receivables from related entities	41	39,464	33,801
a)	for goods and services with a term of payment:		35,788	32,993
	- up to 12 months		35,788	32,993
	b) other		3,676	808
2.	Receivables from entities to which the company has equity exposure		-	-
3.	Receivables from other entities		356,699	302,168
a)	for goods and services with a term of payment:		143,420	128,176
	- up to 12 months		143,420	128,176
b)	on taxes, subsidies, customs duties, social security and health insurance or other public dues		41,719	39,477
c)	other		171,560	134,515
III.	Current investments		541,686	587,673
1.	Current financial assets		541,686	587,673
a)	In related entities	41	364,560	245,644
	- other securities		-	-
	- loans granted	8.2	364,560	241,876
	- other current financial assets	8.2	-	3,768
b)	in other entities		-	-
c)	cash and other cash assets	34	177,126	342,029
	- cash on hand and on accounts		129,208	87,792
	- other cash		47,918	254,237
IV.	Current deferred revenue	9	5,103	5,371
C.	Contributions due to share capital		-	-
D.	Treasury stock		-	-
Total assets			9,626,160	8,301,811

The balance sheet should be analyzed together with the notes and explanations, which constitute an integral part of the financial statements

DINO POLSKA S.A.
Financial statements for the year ended 31 December 2023
Balance sheet

Equity and liabilities

(in thousands of PLN)

	Note	As at 31.12.2023	As at 31.12.2022
A. Equity		4,373,060	3,202,010
I. Share capital	10	9,804	9,804
II. Supplementary capital		3,161,858	2,267,272
III. Revaluation reserve (fund)		-	-
IV. Other reserve capital (fund)		-	-
V. Profit (loss) brought forward		-	-
VI. Net profit (loss)		1,171,050	894,586
VII. Other items of equity		30,348	30,348
VIII. Charges to net profit during the financial year (negative figure)		-	-
B. Liabilities and provisions for liabilities		5,253,100	5,099,801
I. Provisions for liabilities	13	101,923	98,665
1. Deferred tax liability	26	90,638	92,555
2. Provision for pension and similar benefits		11,285	6,110
- non-current		9,956	5,240
- current		1,329	870
II. Non-current liabilities		737,918	911,067
1. To related entities		-	-
2. To other entities in which the company has equity exposure		-	-
3. To other entities	11	737,918	911,067
a) loans and borrowings		367,918	540,707
b) for issue of debt securities		370,000	370,000
c) other financial liabilities		-	360
III. Current liabilities		4,295,044	4,011,985
1. Liabilities to related entities	41	1,037,491	959,190
a) for goods and services with a term of being due and payable:		617,588	587,375
- up to 12 months		617,588	587,375
b) other		419,903	371,815
2. Liabilities to other entities in which the company has equity exposure		-	-
3. Liabilities to other entities		3,257,553	3,052,795
a) loans and borrowings	11	230,144	298,846
b) for issue of debt securities	11	4,784	260,947
c) other financial liabilities	11	342	2,720
d) for goods and services with a term of being due and payable:		2,495,793	2,101,120
- up to 12 months		2,495,793	2,101,120
e) advances received for supplies and services		-	-
f) liabilities for bills of exchange		-	-
g) on taxes, customs duties, social security and health insurance or other public dues		317,286	220,843
h) payroll		167,408	133,591
i) other		41,796	34,728
IV. Accruals and deferred revenue		118,215	78,084
1. Negative goodwill		-	-
2. Other deferred revenue	17	118,215	78,084
- non-current		-	-
- current		118,215	78,084
Total liabilities and equity		9,626,160	8,301,811

The balance sheet should be analyzed together with the notes and explanations, which constitute an integral part of the financial statements

DINO POLSKA S.A.
Financial statements for the year ended 31 December 2023
Profit and loss account

PROFIT AND LOSS ACCOUNT (COMPARABLE VERSION)

(in thousands of PLN)

	Note	01.01.2023- 31.12.2023	01.01.2022- 31.12.2022
A. Net revenues on sales and equivalents	21	25,658,552	19,764,769
- from related entities		81,136	37,175
I. Net revenue on sales of products and services		132,998	75,320
IV. Net revenue on sales of goods and materials		25,525,554	19,689,449
B. Operating expenses		24,085,999	18,492,312
I. Depreciation and amortization		277,692	232,248
II. Consumption of materials and energy		452,790	344,555
III. External services		975,311	834,104
IV. Taxes and fees		443,041	339,055
V. Employee benefits		2,095,340	1,582,184
VI. Social security and other benefits, of which:		480,146	375,133
- pension		199,737	137,475
VII. Other costs by nature		110,458	76,214
VIII. Cost of goods and materials sold		19,251,221	14,708,819
C. Sales profit (loss) (A – B)		1,572,553	1,272,457
D. Other operating income	27	11,347	14,262
I. Profit on disposal of non-financial non-current assets		-	-
II. Grants		-	-
III. Revaluation of non-financial assets		-	-
IV. Other operating income		11,347	14,262
E. Other operating expenses	28	10,223	15,453
I. Loss on disposal of non-financial non-current assets		6,574	13,511
II. Revaluation of non-financial assets		-	-
III. Other operating expenses		3,649	1,942
F. Operating profit (loss) (C+D-E)		1,573,677	1,271,266
G. Financial income	29	36,409	9,979
I. Dividends i profit sharing		-	-
II. Interest, including:		31,607	4,349
- from related entities		26,199	1,729
III. Profit on disposal of financial assets		-	-
IV. Revaluation of financial assets		-	-
V. Other		4,802	5,630
H. Financial expenses	30	162,287	175,008
I. Interest, including:		149,640	120,537
- to related entities		20,492	2,714
II. Loss on disposal of financial assets, including:		-	-
III. Revaluation of financial assets		-	-
IV. Other		12,647	54,471
I. Profit / (loss) before tax (F + G - H)		1,447,799	1,106,237
J. Income tax	26	276,749	211,651
K. Other mandatory decreases of profit (increases of loss)		-	-
L. Net profit (loss) (I – J – K)		1,171,050	894,586

The profit and loss account should be analyzed together with the notes and explanations, which constitute an integral part of the financial statements

DINO POLSKA S.A.
Financial statements for the year ended 31 December 2023
Statement of changes in equity

STATEMENT OF CHANGES IN EQUITY

(in thousands of PLN)

	Note	<u>01.01.2023- 31.12.2023</u>	<u>01.01.2022- 31.12.2022</u>
I. Equity at the beginning of the period (OB)		3,202,010	2,307,424
I.a. Equity at the beginning of the period (OB), adjusted		3,202,010	2,307,424
1. Share capital at the beginning of the period		9,804	9,804
1.1. Movement in share capital		-	-
1.2. Share capital at the end of the period	10	9,804	9,804
2. Supplementary capital at the beginning of the period		2,267,272	1,676,055
2.1. Changes to supplementary capital		894,586	591,217
(i) increase		894,586	591,217
- profit distribution	12.1	894,586	591,217
b) decrease		-	-
2.2. Balance of supplementary capital at the end of the period		3,161,858	2,267,272
3. Revaluation reserve at the beginning of the period		-	-
3.1. Changes in the revaluation reserve		-	-
3.2. Revaluation reserve at the end of the period		-	-
4. Other reserve capital at the beginning of the period		-	-
4.1. Change in other reserve capital		-	-
4.2. Other reserve capital at the end of the period		-	-
5. Profit (loss) brought forward at the beginning of the period		894,586	591,217
5.1. Profit brought forward at the beginning of the period		894,586	591,217
5.2. Profit brought forward at the beginning of the period, adjusted		894,586	591,217
(i) increase		-	-
b) decrease		(894,586)	(591,217)
- profit distribution - transfer to supplementary capital	12.1	(894,586)	(591,217)
5.3. Profit brought forward at the end of the period		-	-
5.4. Loss brought forward at the beginning of the period		-	-
5.5. Loss brought forward at the beginning of the period, adjusted		-	-
(i) increase		-	-
b) decrease		-	-
5.6. Losses brought forward at the end of the period		-	-
5.7. Profit (loss) brought forward at the end of the period		-	-
6. Net result		1,171,050	894,586
a) net profit		1,171,050	894,586
b) net loss		-	-
c) charges to profit		-	-
7. Other items of equity at the beginning of the period		30,348	30,348
7. Other items of equity at the end of the period		30,348	30,348
8. Charges to net profit during the financial year (negative figure)		-	-
II. Equity at the end of the period (CB)		4,373,060	3,202,010
III. Equity after considering the proposed distribution of profits (coverage of losses)		4,373,060	3,202,010

The statement of changes in equity should be analyzed together with the notes and explanations, which constitute an integral part of the financial statements

DINO POLSKA S.A.
Financial statements for the year ended 31 December 2023
Statement of cash flows

STATEMENT OF CASH FLOWS (INDIRECT METHOD)

(in thousands of PLN)

	Note	01.01.2023- 31.12.2023	01.01.2022- 31.12.2022
A. Cash flow from operating activities			
I. Net profit (loss)		1,171,050	894,586
II. Total adjustments		295,235	128,059
1. Depreciation and amortization		277,692	232,248
2. Gains (losses) arising from changes in foreign currency exchange rates		-	-
3. Interest and profit sharing (dividends)	35	126,517	169,566
4. Profit (loss) on investing activity		6,574	13,511
5. Movement in provisions		3,258	31,011
6. Movement in inventories		(642,149)	(573,966)
7. Movement in receivables	35	(57,249)	(150,536)
8. Movement in current liabilities, except for loans and borrowings	35	556,524	407,396
9. Movement in prepayments, accruals and deferred revenue		24,068	(1,171)
III. Net cash flow from operating activities (I±II)		1,466,285	1,022,645
B. Cash flow from investing activities			
I. Inflows		369,202	458,737
1. Sale of intangible assets and property, plant and equipment		2,279	20,268
2. Sale of investments in real property and intangible assets		-	-
3. From financial assets, of which:		366,923	438,469
a) in related entities		361,515	435,850
b) in other entities		5,408	2,619
- interest		5,408	2,619
II. Outflows		(1,386,163)	(1,794,818)
1. Purchase of intangible assets and property, plant and equipment		(924,451)	(1,273,215)
2. Investments in real property and intangible assets		-	-
3. Towards financial assets, of which:		(461,712)	(521,603)
a) in related entities		(461,712)	(521,603)
III. Net cash flow from investing activities (I+II)		(1,016,961)	(1,336,081)
C. Cash flow from financing activities			
I. Inflows		362,799	899,812
1. Net inflows on the delivery of shares (share issue) and other equity instruments and capital contributions		-	-
2. Loans and borrowings		359,379	729,812
3. Issue of debt securities		-	170,000
4. Other financial proceeds		3,420	-
II. Outflows		(977,026)	(624,616)
1. Purchase of treasury shares		-	-
2. Dividends and other distributions to owners		-	-
3. Profit-sharing expenditures other than distributions to owners		-	-
4. Repayment of loans and borrowings		(531,870)	(296,638)
5. Redemption of debt securities		(250,000)	(170,000)
6. On account of other financial liabilities		-	-
7. Payment of finance lease liabilities		(1,457)	(18,600)
8. Interest		(153,750)	(110,697)
9. Other financial expenditures		(39,949)	(28,681)
III. Net cash from financing activities (I+II)		(614,227)	275,196
D. Total net cash flow (A.III±B.III±C.III)		(164,903)	(38,240)
E. Balance sheet movement in cash, including		(164,903)	(38,240)
- movement in cash arising from changes in foreign currency exchange rates		-	-
F. Cash at the beginning of the period		342,029	380,269
G. Cash at the end of the period (F±D), including	34	177,126	342,029
- restricted cash		88	26

The statement of cash flows should be analyzed together with notes and explanations, which constitute an integral part of the financial statements

DINO POLSKA S.A.
Financial statements for the year ended 31 December 2023
Notes and explanations

FINANCIAL HIGHLIGHTS

	<i>PLN 000s</i>		<i>EUR 000s*</i>	
	<i>01.01.2023- 31.12.2023</i>	<i>01.01.2022- 31.12.2022</i>	<i>01.01.2023- 31.12.2023</i>	<i>01.01.2022- 31.12.2022</i>
Sales revenue	25,658,552	19,764,769	5,666,141	4,215,765
Operating profit	1,573,677	1,271,266	347,513	271,157
Profit before tax	1,447,799	1,106,237	319,715	235,957
Net profit	1,171,050	894,586	258,601	190,812
Number of shares	98,040,000	98,040,000	98,040,000	98,040,000
Basic / diluted earnings per share in PLN, EUR	11.94	9.12	2.64	1.95
Cash flow from operating activities	1,466,285	1,022,645	323,798	218,127
Cash flow from investing activities	(1,016,961)	(1,336,081)	(224,574)	(284,982)
Cash flow from financing activities	(614,227)	275,196	(135,639)	58,698
Net change in cash and cash equivalents	(164,903)	(38,240)	(36,415)	(8,156)

*In the case of data in EUR, the arithmetic mean of the EUR/PLN exchange rates published by the National Bank of Poland on the last day of every month in a given reporting period was used:

- NBP's average exchange rate in 2023: PLN 4.5284/EUR
- NBP's average exchange rate in 2022: PLN 4.6883/EUR

	<i>PLN 000s</i>		<i>EUR 000s*</i>	
	<i>as at 31 December 2023</i>	<i>as at 31 December 2022</i>	<i>as at 31 December 2023</i>	<i>as at 31 December 2022</i>
Total assets	9,626,160	8,301,811	2,213,928	1,770,147
Total non-current assets	6,122,790	5,454,529	1,408,185	1,163,037
Total current assets	3,503,370	2,847,282	805,743	607,109
Equity	4,373,060	3,202,010	1,005,764	682,746
Share capital	9,804	9,804	2,255	2,090
Non-current liabilities	737,918	911,067	169,714	194,261
Current liabilities	4,295,044	4,011,985	987,821	855,452

* In the case of data in EUR, the average EUR/PLN exchange rates in the period, as published by the National Bank of Poland, were used:

- NBP's average exchange rate as at 31 December 2023: 4.3480 PLN/EUR
- NBP's average exchange rate as at 31 December 2022: 4.6899 PLN/EUR

NOTES AND EXPLANATIONS

1. INFORMATION ABOUT SIGNIFICANT EVENTS CONCERNING THE PREVIOUS YEARS CAPTURED IN THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR

Up to the date of preparing the financial statements for the financial year, no significant events occurred during previous years that should be captured in the financial year's financial statements.

2. INFORMATION ABOUT SIGNIFICANT EVENTS THAT OCCURRED AFTER THE BALANCE SHEET DATE AND THAT HAVE NOT BEEN CAPTURED IN THE FINANCIAL STATEMENTS

After the balance sheet date and up to the date of drawing up the financial statements for the financial year, no significant events other than described in Note 48 occurred that were not captured in the financial year's financial statements.

3. CHANGES IN THE ACCOUNTING PRINCIPLES (POLICIES) IN THE FINANCIAL YEAR

Financial statements for the current and previous financial year have been prepared using the same accounting principles (policies).

4. CORRECTION OF ERRORS

During the financial year there were no corrections of errors which could have impact on comparability of the financial data for the previous year and the data from the financial statements for the current financial year.

5. COMPARABILITY OF THE FINANCIAL DATA FOR THE PREVIOUS YEAR AND THE DATA FROM THE FINANCIAL STATEMENTS FOR THE CURRENT FINANCIAL YEAR

In the current year the Company did not make any changes to the accounting policies or correct any errors and consequently it was not obligated to present figures ensuring comparability of the financial statements for the previous financial year with the financial statements for the current financial year.

DINO POLSKA S.A.
Financial statements for the year ended 31 December 2023
Notes and explanations

6. INTANGIBLE ASSETS

Year ended 31 December 2023

<i>(in thousands of PLN)</i>	<i>Costs of completed development work</i>	<i>Goodwill</i>	<i>Other intangible assets</i>	<i>Advance payments towards intangible assets</i>	<i>Total</i>
<u>Initial value</u>					
Opening balance	-	-	60,618	-	60,618
Increases, including:	-	-	3,151	-	3,151
Purchase	-	-	3,151	-	3,151
Decreases	-	-	-	-	-
Closing balance	-	-	63,769	-	63,769
<u>Depreciation</u>					
Opening balance	-	-	41,738	-	41,738
Increases, including:	-	-	6,651	-	6,651
Depreciation in the period	-	-	6,651	-	6,651
Decreases	-	-	-	-	-
Closing balance	-	-	48,389	-	48,389
<u>Net value</u>					
Opening balance	-	-	18,880	-	18,880
Closing balance	-	-	15,380	-	15,380

Year ended 31 December 2022

<i>(in thousands of PLN)</i>	<i>Costs of completed development work</i>	<i>Goodwill</i>	<i>Other intangible assets</i>	<i>Advance payments towards intangible assets</i>	<i>Total</i>
<u>Initial value</u>					
Opening balance	-	-	56,774	-	56,774
Increases, including:	-	-	3,844	-	3,844
Purchase	-	-	3,844	-	3,844
Decreases	-	-	-	-	-
Closing balance	-	-	60,618	-	60,618
<u>Depreciation</u>					
Opening balance	-	-	35,288	-	35,288
Increases, including:	-	-	6,450	-	6,450
Depreciation in the period	-	-	6,450	-	6,450
Decreases	-	-	-	-	-
Closing balance	-	-	41,738	-	41,738
<u>Net value</u>					
Opening balance	-	-	21,486	-	21,486
Closing balance	-	-	18,880	-	18,880

DINO POLSKA S.A.
Financial statements for the year ended 31 December 2023
Notes and explanations

7. PROPERTY, PLANT AND EQUIPMENT

Year ended 31 December 2023

<i>(in thousands of PLN)</i>	<i>Land</i>	<i>including: perpetual usufruct right to land</i>	<i>Buildings, premises, rights to premises and civil and marine engineering facilities</i>	<i>Technical equipment and machinery</i>	<i>Means of transport</i>	<i>Other fixed assets</i>	<i>Fixed assets under construction</i>	<i>Advances towards fixed assets under construction</i>	<i>Total</i>
Gross value as at 1 January	849,728	35,437	2,559,537	935,999	208,227	550,932	303,374	5,643	5,413,440
Purchases	-	-	-	-	-	-	934,748	3,678	938,426
Sales and liquidation	(11)	-	(1,565)	(10,013)	(245)	(3,516)	(5,056)	-	(20,406)
Transformation of the right of perpetual usufruct to land into the right of ownership	-	(1,276)	-	-	-	-	-	-	-
Transfer from fixed assets under construction	142,284	1,149	468,281	189,081	11,685	123,669	(936,748)	(1,403)	(3,151)
Gross value as at 31 December	992,001	35,310	3,026,253	1,115,067	219,667	671,085	296,318	7,918	6,328,309
Accumulated depreciation and impairment losses as at 1 January	-	-	175,491	336,760	63,489	247,498	-	-	823,238
Depreciation charge for the period	-	-	72,476	106,277	18,905	73,383	-	-	271,041
Sales and liquidation	-	-	(103)	(8,374)	(238)	(2,892)	-	-	(11,607)
Accumulated depreciation and impairment losses as at 31 December	-	-	247,864	434,663	82,156	317,989	-	-	1,082,672
Net value as at 1 January	849,728	35,437	2,384,046	599,239	144,738	303,434	303,374	5,643	4,590,202
Net value as at 31 December	992,001	35,310	2,778,389	680,404	137,511	353,096	296,318	7,918	5,245,637

DINO POLSKA S.A.
Financial statements for the year ended 31 December 2023
Notes and explanations

Year ended 31 December 2022

<i>(in thousands of PLN)</i>	<i>Land</i>	<i>- including perpetual usufruct right to land</i>	<i>Buildings, premises, rights to premises and civil and marine engineering facilities</i>	<i>Technical equipment and machinery</i>	<i>Means of transport</i>	<i>Other fixed assets</i>	<i>Fixed assets under construction</i>	<i>Advances towards fixed assets under construction</i>	<i>Total</i>
Gross value as at 1 January	705,731	34,801	1,981,308	717,639	145,930	433,250	267,648	2,123	4,253,629
Purchases	-	-	-	-	-	-	1,189,831	3,520	1,193,351
Sales and liquidation	(283)	-	(2,601)	(9,730)	(4,170)	(8,368)	(13,114)	-	(38,266)
Transformation of the right of perpetual usufruct to land into the right of ownership	8,570	(8,570)	-	-	-	-	-	-	8,570
Transfer from fixed assets under construction	135,710	9,206	580,830	228,090	66,467	126,050	(1,140,991)	-	(3,844)
Gross value as at 31 December	849,728	35,437	2,559,537	935,999	208,227	550,932	303,374	5,643	5,413,440
Accumulated depreciation and impairment losses as at 1 January	-	-	117,082	256,124	49,105	193,402	-	-	615,713
Depreciation charge for the period	-	-	58,788	88,716	16,114	62,180	-	-	225,798
Sales and liquidation	-	-	(379)	(8,080)	(1,730)	(8,084)	-	-	(18,273)
Accumulated depreciation and impairment losses as at 31 December	-	-	175,491	336,760	63,489	247,498	-	-	823,238
Net value as at 1 January	705,731	34,801	1,864,226	461,515	96,825	239,848	267,648	2,123	3,637,916
Net value as at 31 December	849,728	35,437	2,384,046	599,239	144,738	303,434	303,374	5,643	4,590,202

DINO POLSKA S.A.
Financial statements for the year ended 31 December 2023
Notes and explanations

As at 31 December 2023, the value of land in perpetual usufruct was PLN 35,310 thousand (PLN 35,437 thousand as at 31 December 2022).

As at 31 December 2023, fixed assets with a net value of PLN 1,520 thousand were used on the basis of financial lease agreements (PLN 10,092 thousand as at 31 December 2022).

As at 31 December 2023, based on operational lease, rental, tenancy and other agreements (except for financial lease agreements), the Company used fixed assets with a value of approximately PLN 1,181,682 thousand (PLN 1,074,261 thousand as at 31 December 2022).

Capital expenditures carried out in the current financial year were PLN 938,426 thousand (PLN 1,193,351 thousand in 2022). In 2023 the capital expenditures for environmental protection totaled PLN 51 million (in 2022: PLN 83 million). Planned capital expenditures, including capital expenditures related to environmental protection total roughly PLN 936 million in 2024.

As at 31 December 2023 and 31 December 2022, the Company did not have any liabilities towards the state budget or local government units by virtue of obtaining the ownership right to buildings and structures or cost of service (including exchange gains and losses) of liabilities incurred to finance fixed assets under construction captured in manufacturing cost (purchase price).

8. INVESTMENTS

8.1. Non-current investments

Year ended 31 December 2023

(in thousands of PLN)

	<i>Real estate</i>	<i>Intangible assets</i>	<i>Long-term financial assets in related entities</i>	<i>Total</i>
Opening balance, including:	-	-	755,831	755,831
Gross value	-	-	755,831	755,831
Increases	-	-	-	-
Decreases, including:	-	-	(5)	(5)
Other	-	-	(5)	(5)
Closing balance, including:	-	-	755,826	755,826
Gross value	-	-	755,826	755,826

The subsidiary Dino Pólnoc sp. z o.o. in liquidation was struck from the National Court Register on 8 December 2023 under the decision rendered by the Poznań – Nowe Miasto and Wilda Regional Court in Poznań.

On 17 October 2023 the Management Board of DINO POLSKA SA (Company) entered into a Preliminary Conditional Share Purchase Agreement and Shareholder Agreement (“Agreement”) with the company doing business as eZebra.pl sp. z o.o. with its registered office in Lublin (“eZebra”) and its shareholders (“Founders”). Pursuant to the Agreement, by acquiring secondary shares from the Founders and following the registration of a share capital increase in eZebra in which the Company will subscribe for newly-created shares the Company will ultimately be the owner of a 75% equity stake in eZebra (“Shares”).

eZebra runs an internet drug store at the ezebra.pl website. It offers an extensive array of cosmetics and perfumes and accessories in the beauty, health, personal hygiene and house and home categories.

The Company’s intention is to cooperate with the Founders and the eZebra management to further the business development of the eZebra.pl drug store and jointly build competences in e-commerce. The Founders will continue to serve in the eZebra Management Board to oversee the execution of its growth strategy.

According to the Agreement, the Company will assume control over eZebra and its subsidiaries, i.e.: 3Boom sp. z o.o. with its registered office in Lublin (“3BOOM”) and JTG Polska sp. z o.o. with its registered office in Lublin (“JTG”) which has its own warehouse and renders warehousing and shipping services.

The Company will purchase the Shares (“Closing Date”) provided that the following conditions precedent are satisfied by 31 March 2024:

- the consent of the President of the Office of Competition and Consumer Protection to acquire the Shares is secured,
- the Founders obtain the consent of JTG’s banking lender to execute the aforementioned transaction and perform the other actions required by the agreements with this bank.

DINO POLSKA S.A.
Financial statements for the year ended 31 December 2023
Notes and explanations

The Price for the Shares will be approximately PLN 61 million (“Sales Price”), with PLN 11.5 million forming a contribution to eZebra made by the Company subscribing for new shares in eZebra’s share capital to support its ongoing development, while approximately PLN 49.5 million will constitute the payment made by the Company to the Founders for the secondary shares. The Sales Price will be adjusted by net debt and the difference in the share capital of eZebra, JTG and 3BOOM on the Closing Date.

Pursuant to the Agreement, the Founders have granted a call option (Call Option) to the Company to acquire the remaining 25% equity stake in eZebra, and the Founders have a put option (Put Option) to sell it to the Company. The Call and Put Options will be in force for 6 months following the elapse of 5 years and 6 months (for the Call Option) and 5 years and 9 months (for the Put Option) from the Closing Date.

The Price for the shares under these options has been set as 25% of the product of eZebra’s EBITDA in the year preceding the execution of the option and the multiplier of 9 under the Call Option and 8 under the Put Option. In both cases eZebra’s net debt will be subtracted from this amount.

The Company received the consent of the President of the Office of Competition and Consumer Protection to acquire the shares on 6 November 2023, and it learned on 19 December 2023 that the Founders had obtained the consent of JTG’s banking lender to execute the transaction and perform the other actions required by the agreements with this bank, whereby the conditions precedent facilitating the execution of the transaction were satisfied.

On 21 November 2023 the Company learned from eZebra’s shareholders that the First Civil Division of the District Court in Lublin had issued a decision on 20 November 2023 in which it granted a temporary injunction for the applicant’s claim regarding the recognition that the Agreement is ineffective with respect to the applicant. The court’s foregoing decision precipitated a delay in the execution of the share purchase agreement and the Company’s subscription for shares in eZebra. The Company and the shareholders of eZebra did not concur with the foregoing decision at all and took legal steps that led to the dismissal in 2024 of the application for a temporary injunction.

Year ended 31 December 2022

(in thousands of PLN)

	<i>Real estate</i>	<i>Intangible assets</i>	<i>Long-term financial assets in related entities</i>	<i>Total</i>
Opening balance, including:	-	-	755,831	755,831
Gross value	-	-	755,831	755,831
Increases	-	-	-	-
Decreases	-	-	-	-
Closing balance, including:	-	-	755,831	755,831
Gross value	-	-	755,831	755,831

8.2. Current investments

Current investments, net of cash and other cash assets involve the following:

Year ended 31 December 2023

(in thousands of PLN)

	<i>Ownership interests and shares</i>	<i>Loans granted</i>	<i>Other - mortgage sureties</i>	<i>Total</i>
Opening balance, including:	-	241,876	3,768	245,644
Gross value	-	241,876	3,768	245,644
Increases, including:	-	484,199	-	484,199
Purchase	-	484,199	-	484,199
Decreases, including:	-	(361,515)	(3,768)	(365,283)
Other - repayments	-	(361,515)	(3,768)	(365,283)
Closing balance, including:	-	364,560	-	364,560
Gross value	-	364,560	-	364,560

DINO POLSKA S.A.
Financial statements for the year ended 31 December 2023
Notes and explanations

Year ended 31 December 2022

<i>(in thousands of PLN)</i>	<i>Ownership interests and shares</i>	<i>Loans granted</i>	<i>Other - mortgage sureties</i>	<i>Total</i>
Opening balance, including:	-	154,393	453	154,846
Gross value	-	154,393	453	154,846
Increases, including:	-	521,674	5,542	527,216
Purchase	-	521,674	5,542	527,216
Decreases, including:	-	(434,191)	(2,227)	(436,418)
Other - repayments	-	(434,191)	(2,227)	(436,418)
Closing balance, including:	-	241,876	3,768	245,644
Gross value	-	241,876	3,768	245,644

9. ACCRUALS AND PREPAYMENTS

<i>(in thousands of PLN)</i>	<i>31.12.2023</i>	<i>31.12.2022</i>
Deferred tax assets	105,947	89,616
Total non-current	105,947	89,616
Costs of rental-related fees	997	1,444
Insurance costs	606	1,275
Other	3,500	2,652
Total current	5,103	5,371

10. CAPITAL

As at 31 December 2023 the Company's share capital was PLN 9,804 thousand and was divided into 98,040,000 shares with a nominal value of PLN 0.10 each.

As at 31 December 2022 the Company's share capital was PLN 9,804 thousand and was divided into 98,040,000 shares with a nominal value of PLN 0.10 each.

There are no shares in the Company with special control powers attached. Nor are there any restrictions on the exercise of voting rights or transferability of legal title to Dino shares.

As at the balance sheet date, the ownership structure of the Company's share capital was as follows:

31 December 2023

<i>Shareholder</i>	<i>Number of shares</i>	<i>Percentage of share capital</i>	<i>Percentage of votes at the Shareholder Meeting</i>
Tomasz Biernacki with a subsidiary	50,160,000	51.16%	51.16%
Other shareholders	47,880,000	48.84%	48.84%
Total	98,040,000	100.00%	100.00%

31 December 2022

<i>Shareholder</i>	<i>Number of shares</i>	<i>Percentage of share capital</i>	<i>Percentage of votes at the Shareholder Meeting</i>
Tomasz Biernacki with a subsidiary	50,160,000	51.16%	51.16%
Other shareholders	47,880,000	48.84%	48.84%
Total	98,040,000	100.00%	100.00%

11. INTEREST-BEARING BANK CREDIT AND LOANS AND OTHER FINANCIAL LIABILITIES

The table below presents financial liabilities to unrelated entities. Transactions involving obtained loans and other payables to related entities are presented in Note 41.

<i>(in thousands of PLN)</i>	<u>31.12.2023</u>	<u>31.12.2022</u>
<i>Current</i>		
Liabilities under finance lease agreements and hire-purchase agreements	342	2,720
Current account overdrafts	15,764	546
Investment loans	214,380	298,300
Bonds	4,784	260,947
Total current	<u>235,270</u>	<u>562,513</u>
<i>Non-current</i>		
Liabilities under finance lease agreements and hire-purchase agreements	-	360
Investment loans	367,918	540,707
Bonds	370,000	370,000
Total non-current	<u>737,918</u>	<u>911,067</u>

12. PROFIT DISTRIBUTION

12.1. Profit distribution for the previous year

The Ordinary Shareholder Meeting held on 26 June 2023 adopted a resolution to allocate the profit for the previous year to supplementary capital.

12.2. Profit distribution

The financial statements were prepared prior to the adoption of the resolution to distribute profit for the current year. The Company's Management Board will propose to allocate the profit for the year to the Company's supplementary capital.

13. PROVISIONS

The following movements in provisions transpired in the reporting periods covered by the financial statements:

Year ended 31 December 2023

<i>(in thousands of PLN)</i>	<i>Deferred tax liability</i>	<i>Provision for pension and similar benefits</i>	<i>Total</i>
As at 1 January 2023	92,555	6,110	98,665
Increases	-	5,175	5,175
Reversal	(1,917)	-	(1,917)
As at 31 December 2023, including:	<u>90,638</u>	<u>11,285</u>	<u>101,923</u>
Non-current	90,638	9,956	100,594
Current	-	1,329	1,329

DINO POLSKA S.A.
Financial statements for the year ended 31 December 2023
Notes and explanations

Year ended 31 December 2022

<i>(in thousands of PLN)</i>	<i>Deferred tax liability</i>	<i>Provision for pension and similar benefits</i>	<i>Total</i>
As at 1 January 2022	61,372	6,282	67,654
Increases	31,183	-	31,183
Reversal	-	(172)	(172)
As at 31 December 2022, including:	92,555	6,110	98,665
Non-current	92,555	5,240	97,795
Current	-	870	870

14. IMPAIRMENT LOSSES FOR RECEIVABLES

Year ended 31 December 2023

<i>(in thousands of PLN)</i>	<i>Impairment losses for non-current receivables</i>	<i>Impairment losses for current receivables</i>
As at 1 January 2023	-	1,534
Increases	-	586
Utilization	-	(617)
Reversal	-	(86)
As at 31 December 2023	-	1,417

Year ended 31 December 2022

<i>(in thousands of PLN)</i>	<i>Impairment losses for non-current receivables</i>	<i>Impairment losses for current receivables</i>
As at 1 January 2022	-	1,109
Increases	-	517
Utilization	-	(56)
Reversal	-	(36)
As at 31 December 2022	-	1,534

15. NON-CURRENT LIABILITIES

Structure of the due and payable date of non-current liabilities:

Year ended 31 December 2023

<i>(in thousands of PLN)</i>	<i>up to 1 year</i>	<i>1 - 3 years</i>	<i>3 - 5 years</i>	<i>more than 5 years</i>	<i>Total</i>
Non-current liabilities to related entities	-	-	-	-	-
To other entities in which the company has equity exposure	-	-	-	-	-
Non-current liabilities to related entities, including:	235,270	664,139	55,922	17,857	973,188
a) bank loans and borrowings	230,144	294,139	55,922	17,857	598,062
b) for issue of debt securities	4,784	370,000	-	-	374,784
d) for finance leases	342	-	-	-	342
Non-current liabilities, total as at 31 December 2023	235,270	664,139	55,922	17,857	973,188

DINO POLSKA S.A.
Financial statements for the year ended 31 December 2023
Notes and explanations

Year ended 31 December 2022

<i>(in thousands of PLN)</i>	<i>up to 1 year</i>	<i>1 - 3 years</i>	<i>3 - 5 years</i>	<i>more than 5 years</i>	<i>Total</i>
Non-current liabilities to related entities	-	-	-	-	-
To other entities in which the company has equity exposure	-	-	-	-	-
Non-current liabilities to related entities, including:	562,513	781,491	97,433	32,143	1,473,580
a) bank loans and borrowings	298,846	411,131	97,433	32,143	839,553
b) for issue of debt securities	260,947	370,000	-	-	630,947
d) for finance leases	2,720	360	-	-	3,080
Non-current liabilities, total as at 31 December 2022	562,513	781,491	97,433	32,143	1,473,580

16. SOCIAL ASSETS AND LIABILITIES

The Act on the Company Social Benefits Fund of 4 March 1994, as amended requires companies employing 50 or more people to establish and run a company social benefits fund.

Social assets and liabilities did not occur in the year ended 31 December 2023 and 31 December 2022. The Company does not assess or carry any assets in the Company Social Benefits Fund in accordance with paragraph 15 of the Remuneration Bylaws (consolidated text of 31 October 2013, as amended).

17. ACCRUALS AND DEFERRED REVENUE

<i>(in thousands of PLN)</i>	<i>31.12.2023</i>	<i>31.12.2022</i>
1. Negative goodwill	-	-
2a. Total other non-current deferred revenue	-	-
2b. Total other current deferred revenue	118,215	78,084
Other, including:	118,215	78,084
- provision for unused holiday leave	117,982	77,864
- provision for auditing the financial statements	229	215
- other	4	5
Deferred revenue – total	118,215	78,084

18. LIABILITIES SECURED ON THE ENTITY'S ASSETS

Collateral in the form of a joint mortgage, an assignment of rights under an insurance policy and bills of exchange was established on its assets in connection with the bank loans and lease liabilities taken down by the Company.

19. CONTINGENT LIABILITIES, ALSO INCLUDING THE GUARANTEES AND SURETIES EXTENDED BY THE ENTITY, ALSO ON BILLS OF EXCHANGE

As at 31 December 2023 the Company had the following contingent liabilities:

1. surety for amortization of an overdraft agreement drawn down by Agro-Rydzyna sp. z o.o., agreement of 13 November 2018 entered into with BGŻ BNP Paribas SA for the amount of PLN 35,000 thousand. The loan has a floating interest rate. The final date of repayment is 31 March 2024. The surety covers the principal, interest on the principal and other costs.

2. surety for amortization of an investment loan drawn down by Centrum Wynajmu Nieruchomości sp. z o.o., agreement of 14 December 2021 entered into with PKO BP SA for the amount of PLN 91,000 thousand. The loan has a floating interest rate. The final date of repayment is 2 July 2025. The surety covers the principal, interest on the principal and other costs.

3. surety for amortization of an investment loan drawn down by Centrum Wynajmu Nieruchomości 1 SA, agreement of 14 December 2021 entered into with PKO BP SA for the amount of PLN 91,000 thousand. The loan has a floating interest rate. The final date of repayment is 2 July 2025. The surety covers the principal, interest on the principal and other costs.

As at 31 December 2022 the Company had the following contingent liabilities:

1. surety for amortization of an overdraft agreement drawn down by Agro-Rydzyna sp. z o.o., agreement of 13 November 2018 entered into with BGŻ BNP Paribas SA for the amount of PLN 35,000 thousand. The loan has a

floating interest rate. The final date of repayment is 31 March 2023. The surety covers the principal, interest on the principal and other costs.

2. surety for amortization of an investment loan drawn down by Centrum Wynajmu Nieruchomości sp. z o.o., agreement of 2 January 2020 entered into with PKO BP SA for the amount of PLN 50,000 thousand. The loan has a floating interest rate. The final date of repayment is 2 April 2023. The surety covers the principal, interest on the principal and other costs.

3. surety for amortization of an investment loan drawn down by Centrum Wynajmu Nieruchomości 4 S.A., agreement of 5 June 2020 entered into with PKO BP SA for the amount of PLN 50,000 thousand. The loan has a floating interest rate. The final date of repayment is 5 September 2023. The surety covers the principal, interest on the principal and other costs.

4. surety for amortization of an investment loan drawn down by Centrum Wynajmu Nieruchomości sp. z o.o., agreement of 14 December 2021 entered into with PKO BP SA for the amount of PLN 91,000 thousand. The loan has a floating interest rate. The final date of repayment is 2 July 2025. The surety covers the principal, interest on the principal and other costs.

5. surety for amortization of an investment loan drawn down by Centrum Wynajmu Nieruchomości 1 SA, agreement of 14 December 2021 entered into with PKO BP SA for the amount of PLN 91,000 thousand. The loan has a floating interest rate. The final date of repayment is 2 July 2025. The surety covers the principal, interest on the principal and other costs.

6. surety for amortization of an investment loan drawn down by Centrum Wynajmu Nieruchomości sp. z o.o., agreement of 23 June 2022 entered into with PEKAO S.A. for the amount of PLN 15,554 thousand. The loan has a floating interest rate. The final date of repayment is 23 March 2023. The surety covers the principal, interest on the principal and other costs.

20. OTHER AGREEMENTS NOT INCORPORATED IN THE BALANCE SHEET

In the presented reporting period, liabilities on account of purchases of property, plant and equipment included purchases related to the further expansion of the Dino Group store network and expansion of warehouse space. As at 31 December 2023 the Company had off-balance sheet liabilities arising from concluded preliminary agreements in the amount of PLN 720,253 thousand.

21. SALES SPLIT BY NATURE AND TERRITORY

The sales revenue split by nature in 2023 and 2022 was as follows:

<i>Type of activity (in thousands of PLN)</i>	<u>01.01.2023-31.12.2023</u>	<u>01.01.2022-31.12.2022</u>
1. Sales of services	132,998	75,320
2. Sales of merchandise	25,525,554	19,689,449
Net sales revenue, total	25,658,552	19,764,769

All the sales revenues in the current and previous financial year were generated domestically.

22. IMPAIRMENT LOSSES FOR FIXED ASSETS

The Company did not take any impairment losses for fixed assets.

23. INTEREST AND FX GAINS AND LOSSES ADDED TO THE PRICE OF BUYING MERCHANDISE OR THE COST OF MANUFACTURING PRODUCTS IN THE FINANCIAL YEAR

In the financial year ending 31 December 2023 and in the previous year the Company did not add interest or FX gains and losses to the price of buying merchandise or the cost of manufacturing products.

24. INVENTORIES AT PURCHASE PRICE

<i>(in thousands of PLN)</i>	<u>31.12.2023</u>	<u>31.12.2022</u>
1. Materials	36,946	42,160
2. Merchandise	2,582,098	1,928,912
Total inventories at purchase price	2,619,044	1,971,072
Impairments for inventories	(58,626)	(52,803)
Total inventories at net value	2,560,418	1,918,269

25. INFORMATION CONCERNING REVENUES, EXPENSES AND THE RESULTS OF DISCONTINUED ACTIVITY IN THE FINANCIAL YEAR OR OF ACTIVITY THAT IS EXPECTED TO BE DISCONTINUED IN THE SUBSEQUENT YEAR

The Company did not discontinue any activity in the financial year, nor does it intend to discontinue any type of activity in the following year.

26. INCOME TAX

The reconciliation of profit before tax to taxable income is as follows:

<i>(in thousands of PLN)</i>	<u>01.01.2023-</u> <u>31.12.2023</u>	<u>01.01.2022-</u> <u>31.12.2022</u>
Gross profit (loss) for the year	1,447,799	1,106,237
Tax exempt revenues (permanent differences between profit/loss for accounting purposes and the profit/loss for taxation purposes) including:	-	-
Revenues not subject to taxation in the current year, including:	71,961	(87,083)
- accrued interest	(22,569)	(1,945)
- foreign exchange gains	(146)	(37)
- inventory adjustment at purchase price	1,470	2,149
- deferred income	89,932	(88,082)
- discount of trade payables	-	832
- other income	3,274	-
Revenues subject to taxation in the current year, recognized in the accounting ledgers of previous years, including:	1,511	1,070
- interest on loan agreements / accrued interest	1,474	83
- foreign exchange gains	37	310
- other (derecognized provisions)	-	677
Expenses not constituting tax-deductible expenses (permanent differences between profit/loss for accounting purposes and the profit/loss for taxation purposes), including:	3,918	8,326
- other (including interest, donations, other costs)	3,918	8,326
Expenses not recognized as tax-deductible expenses in the current year, including:	125,131	115,624
- differences between depreciation for tax purposes and for balance sheet purposes	(57,285)	(62,869)
- provision for unused holiday leave and other employee benefits (including salaries / bonuses)	55,294	34,066
- social security contributions, payroll for November - December	44	56,399
- mandate contracts paid in the subsequent year	1,373	1,041
- finance leases / operation leases in the balance sheet	(1,832)	(10,977)
- provision for other expenses (including security services, energy costs, liabilities requiring safety deposits)	119,084	81,570
- accrued interest, foreign exchange gains and losses	8,453	16,394
Expenses recognized as tax-deductible expenses in the current year, recognized in the accounting ledgers of previous years, including:	(97,560)	(67,260)
- provision for employee benefits / bonuses	(11,000)	(8,000)
- social security contributions, payroll for November - December	(56,355)	(42,134)
- mandate contracts paid in the subsequent year	(696)	(937)
- provision for other costs (including energy)	(15,411)	(8,814)
- other (including interest, foreign exchange gains and losses)	(14,098)	(7,375)
Taxable income	1,552,760	1,076,914
Income deductions	144	481
Taxable income	1,552,616	1,076,433
Income tax	294,997	204,522
Other changes	-	761
Movement in the provision / deferred tax asset	(18,248)	6,368
Total income tax	276,749	211,651

Regulations regarding VAT, corporate and personal income tax and social security contributions are subject to frequent changes. As a result, there is frequently no reference to entrenched regulations or legal precedents. The binding regulations also contain uncertainties resulting in differences in opinions regarding the legal interpretation

DINO POLSKA S.A.
Financial statements for the year ended 31 December 2023
Notes and explanations

of tax regulations between government authorities and between government authorities and companies. Tax settlements and others (e.g. customs or foreign currency related issues) may be subject to inspection by administrative authorities authorized to impose high penalties, and any additional liabilities assessed as a result of such an inspection must be paid together plus high interest. These conditions mean that the tax risk in Poland is higher than usually exists in countries with a more mature fiscal system. Tax settlements may be subject to inspection for five years. As a result, the amounts carried in the financial statements may be subject to change at a later date after they are ultimately determined by the tax authorities.

Differences by virtue of the following form part of the provision / deferred tax asset:

<i>(in thousands of PLN)</i>	<i>Balance sheet</i>		<i>Statement of profit or loss for the year ended</i>	
	<i>31.12.2023</i>	<i>31.12.2022</i>	<i>31.12.2023</i>	<i>31.12.2022</i>
Temporary difference in the value of fixed assets	64,464	53,338	11,126	14,281
Accrued interest as at the balance sheet date	4,438	422	4,016	354
Income for uninvoiced services	21,708	38,795	(17,087)	16,736
Other (including foreign exchange gains)	28	-	28	(188)
Deferred tax liability	90,638	92,555	(1,917)	31,183
Provisions for retirement severance benefits	2,144	1,161	983	(33)
Provision for unused holiday leave	22,416	14,794	7,622	4,415
Provision for employee benefits / bonuses	1,900	2,090	(190)	570
Mandate contracts paid in the subsequent year	103	101	2	(21)
Social security contributions	-	10,707	(10,707)	2,705
Difference in measurement of inventories	74,442	52,539	21,903	15,481
Provision for auditing the financial statements	43	41	2	2
Accrued interest as at the balance sheet date	3,080	4,443	(1,363)	1,962
Provision for other costs	1,819	3,740	(1,921)	(266)
Deferred tax assets	105,947	89,616	16,331	24,815
Deferred tax expense			(18,248)	6,368

27. OTHER OPERATING INCOME

<i>(in thousands of PLN)</i>	<i>01.01.2023-31.12.2023</i>	<i>01.01.2022-31.12.2022</i>
Other operating income, including:	11,347	14,262
- reversal of impairment losses for receivables	86	36
- received payments for damages	1,674	828
- income for making timely payments (0.3%)	459	219
- revenue related to the service of payment cards	5,289	3,209
- other	3,839	9,970
Other operating income, total	11,347	14,262

28. OTHER OPERATING EXPENSES

<i>(in thousands of PLN)</i>	<i>01.01.2023-31.12.2023</i>	<i>01.01.2022-31.12.2022</i>
Loss on disposal of non-financial non-current assets, including:	6,574	13,511
- loss on the disposal of fixed assets and intangible assets	6,574	13,511
Other operating expenses, including:	3,649	1,942
- donations	1,002	830
- debit notes	1,316	-
- other	745	595
- written off receivables	586	517
Other operating expenses, total	10,223	15,453

DINO POLSKA S.A.
Financial statements for the year ended 31 December 2023
Notes and explanations

29. FINANCIAL INCOME

<i>(in thousands of PLN)</i>	<i>01.01.2023-31.12.2023</i>	<i>01.01.2022-31.12.2022</i>
Interest, including:	31,607	4,349
- interest on loans extended to related parties	26,199	1,729
- bank interest	5,408	2,620
Other, including:	4,802	5,630
- foreign exchange gains and losses	1,381	-
- mortgage collateral	3,421	5,630
Financial income, total	36,409	9,979

30. FINANCIAL EXPENSES

<i>(in thousands of PLN)</i>	<i>01.01.2023-31.12.2023</i>	<i>01.01.2022-31.12.2022</i>
Interest, including:	149,640	120,537
- interest paid to related companies	20,492	2,714
- interest on payables subject to reverse factoring	19,584	15,523
- bank interest	64,049	60,310
- interest on lease agreements	132	1,094
- interest on bonds	44,976	40,282
- other interest	407	614
Other, including:	12,647	54,471
- other financial expenses (commissions, sureties)	12,647	54,471
Financial expenses, total	162,287	175,008

31. THE VALUE OF FOOD GIVEN TO NON-GOVERNMENTAL ORGANIZATIONS FOR THESE ORGANIZATIONS TO USE TO DISCHARGE THE TASKS FALLING WITHIN THE SCOPE PRESCRIBED BY ART. 2 ITEM 2 OF THE ACT OF 19 JULY 2019 ON MITIGATING THE WASTE OF FOOD (JOURNAL OF LAWS, ITEM 1980)

The value of food given to non-governmental organizations in 2023 was PLN 4,261 thousand (in 2022: PLN 3,306 thousand) and was recognized in the financial statements as an operating expense.

32. COST OF MANUFACTURING FIXED ASSETS UNDER CONSTRUCTION

<i>(in thousands of PLN)</i>	<i>Year ended 31.12.2023</i>	<i>Year ended 31.12.2022</i>
Cost of manufacturing fixed assets under construction, including:	23,567	29,369
- costs of the investment department	23,567	29,369

33. INCOME AND COSTS OF AN EXTRAORDINARY AMOUNT OR THAT OCCURRED INCIDENTALLY

In the financial year ending 31 December 2023 and in the previous year there were no extraordinary revenue or costs or that occurred incidentally.

34. COMPOSITION OF CASH IN THE STATEMENT OF CASH FLOWS

<i>(in thousands of PLN)</i>	<i>31.12.2023</i>	<i>31.12.2022</i>
Cash in the bank	47,997	38,956
- current accounts	47,997	38,956
Cash on hand	81,211	48,836
Other cash	47,918	254,237
- current deposits	12,410	210,487
- cash <i>en route</i>	35,508	43,750
Cash, total	177,126	342,029

DINO POLSKA S.A.
Financial statements for the year ended 31 December 2023
Notes and explanations

The cash on VAT accounts is restricted cash. As at 31 December 2023 the amount of this cash was PLN 88 thousand (PLN 26 thousand in 2022).

35. REASONS FOR DIFFERENCES BETWEEN THE BALANCE SHEET MOVEMENTS IN SOME LINE ITEMS AND THE MOVEMENTS FOLLOWING FROM THE STATEMENT OF CASH FLOWS

<i>Interest and profit sharing (in thousands of PLN)</i>	<i>01.01.2023-31.12.2023</i>	<i>01.01.2022-31.12.2022</i>
Result on financing activity for interest	118,033	116,188
Financial expenses - commissions and sureties received	8,479	53,378
Liquidation of shares	5	-
Interest and profit sharing in the statement of cash flows	126,517	169,566

<i>Receivables (in thousands of PLN)</i>	<i>01.01.2023-31.12.2023</i>	<i>01.01.2022-31.12.2022</i>
Balance sheet movement in net non-current and current receivables	(60,194)	(136,739)
Movement in receivables on the sale of fixed assets	(4,358)	(13,797)
Movement in loans	3,711	-
Movement in receivables for the fees for sureties, collateral received	3,592	-
Movement in receivables in the statement of cash flows	(57,249)	(150,536)

<i>Liabilities (in thousands of PLN)</i>	<i>01.01.2023-31.12.2023</i>	<i>01.01.2022-31.12.2022</i>
Balance sheet movement of current and non-current liabilities	109,910	788,517
Balance sheet movement of current and non-current loans and borrowings	(170,767)	(433,174)
Movement in finance lease liabilities	2,738	18,600
Movement in liabilities for the fees for received sureties	27,897	(28,547)
Movement in settlements on the purchase of fixed assets	(10,951)	71,305
Movement in bonds	256,163	(9,305)
Movement in liabilities in the statement of cash flows	556,524	407,396

36. INFORMATION CONCERNING HEADCOUNT WITH A BREAKDOWN INTO OCCUPATIONAL GROUPS

<i>Group of employees</i>	<i>Year ended 31.12.2023</i>	<i>Year ended 31.12.2022</i>
Management Board	3	3
White-collar employees	3,118	2,693
Blue-collar employees	36,502	32,703
Headcount, total	39,623	35,399

37. INFORMATION ON THE AUDIT FIRM'S FEES

The table below presents the fee charged by the entity authorized to audit the financial statements paid or due for the year ended 31 December 2023 and 31 December 2022 split by the types of services:

<i>Type of services</i>	<i>Year ended 31.12.2023</i>	<i>Year ended 31.12.2022</i>
Obligatory audit of the annual financial statements	330	309
Review of the interim financial statements	123	116
Other services	20	14
Tax advisory services	-	-
Total, including:	473	439
- due as at the balance sheet date	249	215
- paid as at the balance sheet date	224	224

38. INFORMATION CONCERNING COMPENSATION, INCLUDING COMPENSATION FROM PROFIT AND PENSION BENEFITS PAID OR DUE TO PERSONS IN THE MANAGING AND SUPERVISING OR ADMINISTERING BODIES

The compensation of the persons in the Company's managing and supervising or administering bodies was as follows:

<i>Employee benefits (in thousands of PLN)</i>	<i>Year ended 31.12.2023</i>	<i>Year ended 31.12.2022</i>
Company's Management Board	3,144	2,450
Supervisory Board	346	346
Compensation, total	3,490	2,796

39. INFORMATION ABOUT LOANS AND BENEFITS OF A SIMILAR NATURE EXTENDED TO PERSONS IN THE MANAGING AND SUPERVISING OR ADMINISTERING BODIES

In the financial year ending 31 December 2023 and in the previous year the Company did not extend any loans or benefits of a similar nature to persons in the managing and supervising or administering bodies.

40. INFORMATION ABOUT JOINT VENTURES NOT SUBJECT TO CONSOLIDATION

The Company did not undertake any joint ventures not subject to consolidation.

41. INFORMATION ABOUT THE GROUP AND TRANSACTIONS WITH RELATED ENTITIES

a) Group

The Company functions within the Dino Polska Group.

The Company prepares consolidated financial statements for the group in which it is the parent company.

b) Transactions with other related parties, including parties along with the Company that are under the parent company's joint control

The size of transactions with subsidiaries and associates was as follows:

"Agro-Rydzyna" spółka z ograniczoną odpowiedzialnością

<i>(in thousands of PLN)</i>	<i>Year ended 31.12.2023</i>	<i>Year ended 31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Purchases	3,161,582	2,369,047
Sales	99,042	45,980
Sales - sureties	743	1,863
Other sales	52	649
	<i>31.12.2023</i>	<i>31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Receivables on account of goods, work and services	33,903	31,309
Payables on account of goods, work and services	509,165	478,601
Other receivables	-	795
Other payables	-	3,175
Receivables for mortgage sureties	743	1,718

DINO POLSKA S.A.
Financial statements for the year ended 31 December 2023
Notes and explanations

Centrum Wynajmu Nieruchomości spółka z ograniczoną odpowiedzialnością

<i>(in thousands of PLN)</i>	<i>Year ended</i>	<i>Year ended</i>
	<i>31.12.2023</i>	<i>31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Purchases	82,735	72,628
Sales	2,272	1,907
Sales - sureties	1,284	1,745
Other sales	350	-
Interest – financial income	20,785	1,479

<i>(in thousands of PLN)</i>	<i>31.12.2023</i>	<i>31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Receivables on account of goods, work and services	1,041	694
Payables on account of goods, work and services	27,862	17,963
Loans granted	261,575	201,794
Receivables for mortgage sureties	1,457	1,091
Other payables	1,641	9,746

Centrum Wynajmu Nieruchomości 1 S.A.

<i>(in thousands of PLN)</i>	<i>Year ended</i>	<i>Year ended</i>
	<i>31.12.2023</i>	<i>31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Purchases	45,127	44,278
Sales	97	28
Other sales	6	-
Sales - sureties	933	1,044
Interest - financial expenses	6,946	1,141
Interest – financial income	-	2

<i>(in thousands of PLN)</i>	<i>31.12.2023</i>	<i>31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Receivables on account of goods, work and services	3	4
Payables on account of goods, work and services	2,818	11,303
Loans received	85,604	77,027
Receivables for mortgage sureties	933	430
Other receivables	82	-
Other payables	774	6,160

Centrum Wynajmu Nieruchomości 2 S.A.

<i>(in thousands of PLN)</i>	<i>Year ended</i>	<i>Year ended</i>
	<i>31.12.2023</i>	<i>31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Purchases	21,993	21,780
Sales	30	35
Other sales	12	-
Interest - financial expenses	2,280	574

<i>(in thousands of PLN)</i>	<i>31.12.2023</i>	<i>31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Receivables on account of goods, work and services	9	7
Payables on account of goods, work and services	6,432	4,833
Loans received	40,221	25,089
Other payables	1,393	3,192

DINO POLSKA S.A.
Financial statements for the year ended 31 December 2023
Notes and explanations

Centrum Wynajmu Nieruchomości 3 S.A.

	<i>Year ended</i>	<i>Year ended</i>
	<i>31.12.2023</i>	<i>31.12.2022</i>
<i>(in thousands of PLN)</i>	<i>Total</i>	<i>Total</i>
Purchases	19,707	19,218
Sales	22	14
Other sales	8	-
Interest - financial expenses	3,629	94
	<i>31.12.2023</i>	<i>31.12.2022</i>
<i>(in thousands of PLN)</i>	<i>Total</i>	<i>Total</i>
Receivables on account of goods, work and services	4	4
Payables on account of goods, work and services	5,792	4,333
Loans received	55,335	40,094
Other payables	1,311	2,301

Centrum Wynajmu Nieruchomości 4 S.A.

	<i>Year ended</i>	<i>Year ended</i>
	<i>31.12.2023</i>	<i>31.12.2022</i>
<i>(in thousands of PLN)</i>	<i>Total</i>	<i>Total</i>
Purchases	39,404	37,943
Sales	37	21
Sales - sureties	259	521
Other sales	4	-
Interest - financial expenses	485	227
Interest – financial income	1,784	-
	<i>31.12.2023</i>	<i>31.12.2022</i>
<i>(in thousands of PLN)</i>	<i>Total</i>	<i>Total</i>
Receivables on account of goods, work and services	14	12
Payables on account of goods, work and services	6,339	9,577
Loans granted	75,596	-
Loans received	-	8,027
Receivables for mortgage sureties	259	72
Other payables	1,511	5,162

Centrum Wynajmu Nieruchomości 5 S.A.

	<i>Year ended</i>	<i>Year ended</i>
	<i>31.12.2023</i>	<i>31.12.2022</i>
<i>(in thousands of PLN)</i>	<i>Total</i>	<i>Total</i>
Purchases	17,303	17,959
Sales	56	17
Other sales	6	-
Interest - financial expenses	4,251	176
	<i>31.12.2023</i>	<i>31.12.2022</i>
<i>(in thousands of PLN)</i>	<i>Total</i>	<i>Total</i>
Receivables on account of goods, work and services	10	8
Payables on account of goods, work and services	5,026	3,929
Loans received	65,297	47,120
Other payables	1,218	2,831

DINO POLSKA S.A.
Financial statements for the year ended 31 December 2023
Notes and explanations

Centrum Wynajmu Nieruchomości 6 S.A.

<i>(in thousands of PLN)</i>	<i>Year ended</i>	<i>Year ended</i>
	<i>31.12.2023</i>	<i>31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Purchases	19,817	19,980
Sales	20	14
Other sales	11	-
Interest - financial expenses	1,989	52
	<i>31.12.2023</i>	<i>31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Receivables on account of goods, work and services	4	4
Payables on account of goods, work and services	5,855	4,411
Loans received	30,178	22,052
Other payables	1,324	2,709

PIK Finanse spółka z ograniczoną odpowiedzialnością

<i>(in thousands of PLN)</i>	<i>Year ended</i>	<i>Year ended</i>
	<i>31.12.2023</i>	<i>31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Purchases	30	111
Sales	15	14
Other sales	-	3
	<i>31.12.2023</i>	<i>31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Receivables on account of goods, work and services	6	5
Loans received	4,775	7,775
Other receivables	-	3

Dino Krotoszyn spółka z ograniczoną odpowiedzialnością

<i>(in thousands of PLN)</i>	<i>Year ended</i>	<i>Year ended</i>
	<i>31.12.2023</i>	<i>31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Purchases	22,593	24,173
Sales	98	85
Sales - sureties	200	457
Other sales	66	-
Interest - financial expenses	912	450
	<i>31.12.2023</i>	<i>31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Receivables on account of goods, work and services	102	25
Payables on account of goods, work and services	7,695	10,289
Loans received	23,089	10,038
Receivables for mortgage sureties	200	457
Other payables	-	1,790

DINO POLSKA S.A.
Financial statements for the year ended 31 December 2023
Notes and explanations

Dino Oil spółka z ograniczoną odpowiedzialnością

<i>(in thousands of PLN)</i>	<i>Year ended 31.12.2023</i>	<i>Year ended 31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Sales	68	9
Other sales	7	8
Interest – financial income	515	166
	<i>31.12.2023</i>	<i>31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Receivables on account of goods, work and services	33	2
Payables on account of goods, work and services	108	569
Loans granted	6,243	5,000
Other receivables	-	8

Dino Południe spółka z ograniczoną odpowiedzialnością

<i>(in thousands of PLN)</i>	<i>Year ended 31.12.2023</i>	<i>Year ended 31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Purchases	76,927	68,205
Sales	245	150
Other sales	5	11
Interest – financial income	3,115	82
	<i>31.12.2023</i>	<i>31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Receivables on account of goods, work and services	104	50
Payables on account of goods, work and services	23,666	34,301
Loans granted	21,146	35,082
Other receivables	1	2
Other payables	-	15

Dino Najbliżej Ciebie Foundation

<i>(in thousands of PLN)</i>	<i>Year ended 31.12.2023</i>	<i>Year ended 31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Sales	1	2
	<i>31.12.2023</i>	<i>31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Receivables on account of goods, work and services	-	1

The amount of transactions with other parties related through people was:

Agrofirma Spółdzielcza

<i>(in thousands of PLN)</i>	<i>Year ended 31.12.2023</i>	<i>Year ended 31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Purchases	268	219
Sales	20	15
	<i>31.12.2023</i>	<i>31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Payables on account of goods, work and services	10	5

DINO POLSKA S.A.
Financial statements for the year ended 31 December 2023
Notes and explanations

TBE spółka z ograniczoną odpowiedzialnością

<i>(in thousands of PLN)</i>	<i>Year ended 31.12.2023</i>	<i>Year ended 31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Sales	5	5
	<i>31.12.2023</i>	<i>31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Receivables on account of goods, work and services	-	1

Zakłady Mięsne "Biernacki" Tomasz Biernacki

<i>(in thousands of PLN)</i>	<i>Year ended 31.12.2023</i>	<i>Year ended 31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Purchases	382	396
Sales	31	40
	<i>31.12.2023</i>	<i>31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Receivables on account of goods, work and services	-	4
Payables on account of goods, work and services	18	33

Krot Invest KR Inżynieria sp. z o.o. SKA

<i>(in thousands of PLN)</i>	<i>Year ended 31.12.2023</i>	<i>Year ended 31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Purchases	435,619	580,829
Sales	1,302	1,409
Other sales	5	108
	<i>31.12.2023</i>	<i>31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Receivables on account of goods, work and services	554	862
Payables on account of goods, work and services	2,996	31
Other receivables	1	-
Other payables	105,042	96,780

Krot Invest 2 KR Inżynieria sp. z o.o. sp.k.

<i>(in thousands of PLN)</i>	<i>Year ended 31.12.2023</i>	<i>Year ended 31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Purchases	64,243	48,529
Sales	12	8
	<i>31.12.2023</i>	<i>31.12.2022</i>
	<i>Total</i>	<i>Total</i>
Receivables on account of goods, work and services	1	1
Payables on account of goods, work and services	13,806	7,197
Other payables	1,190	732

42. TRANSACTIONS WITH OTHER RELATED PARTIES ON A NON-ARM'S LENGTH BASIS

Transactions concluded by the Company with its related entities in the year ended 31 December 2023 and in the preceding year were concluded on an arm's length basis.

43. LIST OF ENTITIES IN WHICH THE COMPANY IS A SHAREHOLDER INCURRING UNLIMITED MATERIAL LIABILITY

In the financial year ended 31 December 2023 and in the previous year the Company was not a shareholder incurring unlimited material liability in any entity.

44. LIST OF ENTITIES IN WHICH THE COMPANY HOLDS CAPITAL OR VOTES IN THE ENTITY'S DECISION-MAKING BODY

31 December 2023

Name of the entity	Registered office	Carrying value of the ownership interest / shares	Share in equity (%)	Net profit (loss) for the year ended	Equity as at
				31 December 2023	31 December 2023
"Agro-Rydzyzna" sp. z o.o.	Poland, Kłoda	99,771	100%	104,422	545,865
Centrum Wynajmu Nieruchomości sp. z o.o.	Poland, Krotoszyn	28,451	100%	14,888	126,614
Dino Krotoszyn sp. z o.o.	Poland, Krotoszyn	4,000	100%	4,963	61,401
Dino Najbliżej Ciebie Foundation*	Poland, Krotoszyn	10	100%	-	-
Dino Oil sp. z o.o.*	Poland, Krotoszyn	5	100%	(382)	618
Dino Południe sp. z o.o.	Poland, Krotoszyn	10,005	100%	8,600	65,282
Centrum Wynajmu Nieruchomości 1 S.A.	Poland, Krotoszyn	139,061	99%	24,097	243,142
Centrum Wynajmu Nieruchomości 2 S.A.	Poland, Krotoszyn	91,195	99%	14,801	174,852
Centrum Wynajmu Nieruchomości 3 S.A.	Poland, Krotoszyn	90,147	99%	14,527	168,908
Centrum Wynajmu Nieruchomości 4 S.A.	Poland, Krotoszyn	99,944	99%	17,349	193,189
Centrum Wynajmu Nieruchomości 5 S.A.	Poland, Krotoszyn	98,198	99%	14,245	174,583
Centrum Wynajmu Nieruchomości 6 S.A.	Poland, Krotoszyn	94,839	99%	13,482	170,065
PIK Finanse sp. z o.o.*	Poland, Krotoszyn	200	100%	4,482	18,414

31 December 2022

Name of the entity	Registered office	Carrying value of the ownership interest / shares	Share in equity (%)	Net profit (loss) for the year ended	Equity as at
				31 December 2022	31 December 2022
"Agro-Rydzyzna" sp. z o.o.	Poland, Kłoda	99,771	100%	105,473	441,443
Centrum Wynajmu Nieruchomości sp. z o.o.	Poland, Krotoszyn	28,451	100%	23,330	111,726
Dino Krotoszyn sp. z o.o.	Poland, Krotoszyn	4,000	100%	6,290	56,437
Dino Najbliżej Ciebie Foundation*	Poland, Krotoszyn	10	100%	-	-
Dino Oil sp. z o.o.*	Poland, Krotoszyn	5	100%	247	1,000
Dino Południe sp. z o.o.	Poland, Krotoszyn	10,005	100%	9,015	56,682
Dino Północ sp. z o.o. in liquidation*	Poland, Krotoszyn	5	100%	(3)	1
Centrum Wynajmu Nieruchomości 1 S.A.	Poland, Krotoszyn	139,061	99%	23,535	219,045
Centrum Wynajmu Nieruchomości 2 S.A.	Poland, Krotoszyn	91,195	99%	14,866	160,051
Centrum Wynajmu Nieruchomości 3 S.A.	Poland, Krotoszyn	90,147	99%	13,848	154,381
Centrum Wynajmu Nieruchomości 4 S.A.	Poland, Krotoszyn	99,944	99%	19,643	175,839
Centrum Wynajmu Nieruchomości 5 S.A.	Poland, Krotoszyn	98,198	99%	13,620	160,337
Centrum Wynajmu Nieruchomości 6 S.A.	Poland, Krotoszyn	94,839	99%	13,489	156,583
PIK Finanse sp. z o.o.*	Poland, Krotoszyn	200	100%	2,185	13,931

* Company not subject to audit by a statutory auditor

The percentage of voting rights corresponds to the shareholding in the share capital.

45. AVOIDANCE OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS

The Company prepares consolidated financial statements.

46. MERGER OF COMMERCIAL COMPANIES

The company did not merge with other entities during the financial year ending 31 December 2023 and the previous year.

47. FINANCIAL INSTRUMENTS

Objectives and principles of managing financial risk

The Company is exposed to market risk, which encompasses mostly the risk of changing interest rates, but is not exposed to foreign exchange rate fluctuation risk. The Company does not hold and does not issue any financial derivatives held for trading.

The Company has guidelines and recommendations in place for managing financial risk, which define its comprehensive operating strategies, risk tolerance level and the overall risk management philosophy.

Liquidity risk

The Company monitors liquidity risk using a periodic liquidity planning tool. The tool takes into account the maturities of both investments and financial assets (e.g. the amount of receivables, other financial assets) and projected cash flows from operating activities.

The Company aims to maintain a balance between continuity and flexibility of financing by using different financing sources, such as overdrafts, bank loans, other loans, bond issues, lease contracts and reverse factoring. The Company utilizes reverse factoring agreements in reference to its liabilities to manage liquidity whereby it submits invoices for purchases from selected suppliers for the purpose of factoring. The Company mitigates the liquidity risk ensuing from the usage of reverse factoring agreements by collaborating with several factors and maintaining unused factoring limits. As at 31 December 2023 the factoring limit was PLN 1,585 million, with the unused limit totaling PLN 604 million (as at 31 December 2022 the respective limits were PLN 1,304 million and PLN 510 million). The reverse factoring payables at the end of the reporting period were PLN 1,013 million, while at the end of the prior reporting period they were PLN 794 million.

Interest rate risk

The Company's exposure to market risk caused by volatility of interest rates concerns primarily received loans and concluded lease contracts. The Company does not hedge its investment portfolio using financial derivatives.

Foreign exchange risk

Since a predominant part of the revenues and costs is on Polish zloty, the Company is not exposed to any material foreign exchange risk on account of its transactions.

Credit risk

Due to the nature of the Company (predominant part of the turnover is in cash) credit risk is insignificant. The Company does not use and hedging against credit risk. Potential credit risk pertains to trade receivables and granted loans, including loans granted to subsidiaries which, as at 31 December 2023, amount to PLN 364,560 thousand.

Interest income and costs following from concluded contracts

The table below presents the interest income and costs following from concluded contracts and pertaining to all of the Company's financial instruments, which were in the financial statements.

Year ended 31 December 2023

Financial asset / liability category (in thousands of PLN)	Realized interest	Accrued interest (unrealized)		
		up to 3 months	from 3 to 12 months	over 12 months
Granted loans and own receivables	9,038	22,569	-	-
Liabilities held for trading	19,584	-	-	-
Other current financial liabilities	113,840	16,216	-	-

DINO POLSKA S.A.
 Financial statements for the year ended 31 December 2023
 Notes and explanations

Year ended 31 December 2022

<i>Financial asset / liability category (in thousands of PLN)</i>	<i>Realized interest</i>	<i>Accrued interest (unrealized)</i>		
		<i>up to 3 months</i>	<i>from 3 to 12 months</i>	<i>over 12 months</i>
Granted loans and own receivables	2,404	1,945	-	-
Liabilities held for trading	15,523	-	-	-
Other current financial liabilities	88,685	16,329	-	-

DINO POLSKA S.A.
Financial statements for the year ended 31 December 2023
Notes and explanations

Description of financial instruments

31 December 2023

	<i>Financial assets held to maturity</i>	<i>Granted loans and own receivables</i>	<i>Financial assets held for trading</i>	<i>Financial assets available for sale</i>	<i>Other financial liabilities</i>
Quantity of financial instruments	2	11	-	-	15
Value of financial instruments	12,410	364,560	-	-	973,188
Material terms and dates, which may influence the size, time distribution and certainty of future cash flows	Current bank term deposits	Loans granted for up to one year, fixed interest rate		Current financing loans received from related entities for up to 4 years, fixed interest rate. Operating and financial lease agreements entered into with ING Leasing - agreements concluded for a term ranging from 2 to 5 years. Loan agreements (notes 11, 18). Outstanding bonds bearing interest at a floating-rate plus margin.	

31 December 2022

	<i>Financial assets held to maturity</i>	<i>Granted loans and own receivables</i>	<i>Financial assets held for trading</i>	<i>Financial assets available for sale</i>	<i>Other financial liabilities</i>
Quantity of financial instruments	8	10	-	-	65
Value of financial instruments	210,487	241,876	-	-	1,473,580
Material terms and dates, which may influence the size, time distribution and certainty of future cash flows	Current bank term deposits	Loans granted for up to one year, fixed interest rate		Current financing loans received from related entities for up to 4 years, fixed interest rate. Operating and financial lease agreements entered into with, among others, ING Leasing and Santander Leasing - agreements concluded for a term ranging from 2 to 5 years. Loan agreements (notes 11, 18). Outstanding bonds bearing interest at a floating-rate plus margin.	

DINO POLSKA S.A.
Financial statements for the year ended 31 December 2023
Notes and explanations

Fair value

The Company believes that the carrying amounts of all the financial instruments presented in the financial statements are no different from their fair values.

<i>(in thousands of PLN)</i>	<i>Carrying amount</i>	
	<i>31.12.2023</i>	<i>31.12.2022</i>
Cash	177,126	342,029
Trade receivables	179,208	161,169
Other financial assets (non-current)	755,826	755,831
Total financial assets	1,112,160	1,259,029
Trade payables	2,100,756	1,894,524
Trade payables subject to reverse factoring	1,012,625	793,971
Liabilities under finance lease agreements and hire-purchase agreements	342	3,080
Loans and borrowings based on a floating interest rate	598,062	839,553
Bonds	374,784	630,947
Total financial liabilities	4,086,569	4,162,075

48. EVENTS AFTER THE REPORTING PERIOD

In the opinion of the Management Board, there were no material events, other than mentioned in Note 8.1, after the balance sheet date requiring disclosure in the financial statements.