



**CAPITAL GROUP OF  
INTER CARS S.A.**

*Interim report  
for the period from 1 January 2023 to 30 June 2023*



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## Statement of the members of the Management Board

In compliance with the requirements laid down in the Regulation of the Minister of Finance on current and periodic information to be published by issuers of securities and conditions for recognition as equivalent information required by the law of a non-Member State, dated 29 March 2018, the Management Board of Inter Cars S.A. hereby represents as follows:

- Interim condensed consolidated financial statements and interim condensed separate financial statements drawn up for the period from 01 January 2023 to 30 June 2023 and comparable data were prepared, according to its best knowledge, in accordance with the existing accounting principles, and that they give a true and fair view of the assets and liabilities and financial position of the Inter Cars S.A. Capital Group and Inter Cars S.A., respectively, as well as their financial result.
- The comments to the interim report constituting an interim report on the activities of the Inter Cars S.A. Group gives a true and fair view of the development, achievements and situation of the Inter Cars S.A. Group, including the description of basic threats and risks.
- KPMG Audyt Spółka z ograniczoną odpowiedzialnością spółka komandytowa, an entity authorized to audit financial statements, which reviewed the condensed interim consolidated financial statements of the Inter Cars Group and the condensed interim separate financial statements of Inter Cars S.A. was appointed in accordance with the provisions of law, and that this entity and the statutory auditor that performed the audit met the requirements entitling them to release an objective and independent audit report in compliance with the existing law.

**Maciej Oleksowicz**

President of the Management Board

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**Krzysztof Soszyński**

Vice-President of the Management  
Board

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**Wojciech Twaróg**

Member of the Management Board

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**Piotr Zamora**

Member of the Management Board

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## Selected consolidated financial data of the Inter Cars Group

	for the period of 6 months ended on		for the period of 6 months ended on	
	30/06/2023	30/06/2022	30/06/2023	30/06/2022
	PLN '000	PLN '000	EUR '000	EUR '000
<b>Information on growth and profits</b>				
Sales margin	29.2%	31.0%		
EBITDA (for 12 consecutive months)	1,293,890	1,130,163	280,488	243,428
Net debt / EBITDA	1.69	1.60		
Basic earnings per share (PLN)	25.19	22.93	5.46	4.94
Diluted earnings per share (PLN)	25.19	22.93	5.46	4.94
Operating profit	523,132	444,361	113,404	95,712
<b>Net profit</b>	<b>356,827</b>	<b>324,901</b>	<b>77,353</b>	<b>69,981</b>
<b>Cash flow</b>				
Operating cash flows	106,253	(294,370)	23,033	(63,405)
Investing cash flows	(126,065)	(71,902)	(27,328)	(15,487)
Financing cash flows	(16,766)	382,892	(3,635)	82,472
<b>Employment and number of branches (as at)</b>				
	<b>30/06/2023</b>	<b>30/06/2022</b>		
Employees				
Parent company	951	819		
Subsidiaries	3,494	3,006		
Branches				
Parent company	248	241		
Subsidiaries	379	354		
<b>Consolidated statement of the financial situation</b>				
	<b>As at</b>		<b>As at</b>	
	<b>30/06/2023</b>	<b>31/12/2022</b>	<b>30/06/2023</b>	<b>31/12/2022</b>
	PLN '000	PLN '000	EUR '000	EUR '000
Cash and cash equivalents	320,612	357,190	72,043	76,162
Balance sheet total	9,239,216	8,005,541	2,076,088	1,706,975
Loans, borrowings and finance lease	2,492,780	2,334,223	560,138	497,713
Equity attributable to the shareholders of the parent entity	4,123,789	3,815,725	926,632	813,605

The EBITDA ratio is calculated as the total of the operating profit and depreciation for the reporting period.

The net debt/EBITDA ratio is calculated as net debt (being the sum of loans, borrowings and other leases less cash and cash equivalents) divided by EBITDA. Sub-lease liabilities are not recognized as sub-lease liabilities due to their completely neutral impact.

The sales margin ratio is calculated as gross profit on sales divided by sales revenue.

The following exchange rates were applied to calculate selected financial data in EUR:

- for the statement of financial position items – the National Bank of Poland exchange rate of 30 June 2023 – EUR 1 = PLN 4.4503, and exchange rate of 30 June 2022 – EUR 1 = PLN 4.6806, and of 31 December 2022 - EUR 1 = PLN 4.6899
- for the comprehensive income and cash flow statement items – an exchange rate constituting the average National Bank of Poland exchange rate announced on the last day of each month of the first 6 months of 2023 and 2022, respectively: 1 EUR = 4.6130 PLN and 1 EUR = 4.6427

## INTERIM CONDENSED CONSOLIDATED STATEMENT OF THE FINANCIAL SITUATION

### Condensed consolidated statement of the financial situation

<i>(in thousand PLN)</i>	No. Note s	<u>30/06/2023</u>	<u>31/12/2022</u>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	3.2	616,131	545,271
Right-of-use assets		395,035	392,963
Investment property		3,181	3,311
Intangible assets		189,920	196,074
Investments valued using the equity method	3.3	7,841	3,642
Loans and deposits receivable		36,939	36,456
Financial sub-lease receivables		262,252	250,366
Deferred tax assets		17,839	20,930
Other assets		-	1,228
		<b>1,529,138</b>	<b>1,450,241</b>
<b>Current assets</b>			
Inventory	3.4	4,868,892	4,096,106
Trade and other receivables	3.5	2,439,625	2,021,397
Financial sub-lease receivables	3.5	80,949	80,607
Cash		320,612	357,190
		<b>7,710,078</b>	<b>6,555,300</b>
<b>TOTAL ASSETS</b>		<b>9,239,216</b>	<b>8,005,541</b>
<b>LIABILITIES</b>			
Share capital	3.6	28,336	28,336
Share premium account	3.6	259,530	259,530
Supplementary capital	3.7	2,649,286	2,115,245
Foreign exchange gains /losses in subsidiaries		(33,867)	4,837
Retained earnings		1,220,504	1,407,777
<b>Equity</b>		<b>4,123,789</b>	<b>3,815,725</b>
<b>Long-term liabilities</b>			
Liabilities due to credits, loans	3.8	845,693	728,874
Other lease liabilities		355,855	357,419
Liabilities due to lease transformed into sub-lease		262,252	250,366
Other long-term liabilities		5,294	6,206
Deferred income tax provision		33,245	53,963
		<b>1,502,339</b>	<b>1,396,828</b>
<b>Short-term liabilities</b>			
Trade and other liabilities	3.15	1,952,878	1,191,778
Trade and other liabilities - passed for factoring		132,934	119,969
Liabilities due to credits, loans	3.8	1,197,647	1,158,567
Other lease liabilities		93,585	89,363
Liabilities due to lease transformed into sub-lease		80,949	80,607
Employee benefits		50,548	33,700
Income tax liabilities		104,547	119,004
		<b>3,613,088</b>	<b>2,792,988</b>
<b>TOTAL LIABILITIES</b>		<b>9,239,216</b>	<b>8,005,541</b>

Explanatory information is an integral part of interim condensed consolidated financial statements and separate financial statements

**Condensed consolidated statement of comprehensive income**

<i>(in thousand PLN)</i>		<b>for 3 months ended on 30 June</b>		<b>for 6 months ended on 30 June</b>	
	No. note s	2023	2022	2023	2022
Revenues from the sale of products, goods and materials	1.6	4,556,177	3,751,250	8,744,852	6,994,559
Cost of sales		<u>(3,260,336)</u>	<u>(2,591,199)</u>	<u>(6,188,899)</u>	<u>(4,825,341)</u>
<b>Gross profit on sales</b>		<b>1,295,841</b>	<b>1,160,051</b>	<b>2,555,953</b>	<b>2,169,218</b>
Other operating revenue		11,427	15,926	41,282	30,480
Selling cost, general and administrative expenses		(617,403)	(488,219)	(1,198,481)	(934,207)
Costs of distribution service		(437,852)	(381,896)	(842,695)	(714,084)
Other operating expenses		<u>(22,484)</u>	<u>(21,982)</u>	<u>(32,927)</u>	<u>(107,046)</u>
<b>Operating profit</b>		<b>229,529</b>	<b>283,880</b>	<b>523,132</b>	<b>444,361</b>
Financial revenue		6,305	7,045	10,112	13,145
Foreign exchange gains/losses		4,680	(1,131)	5,771	(1,746)
Financial costs		(44,539)	(28,850)	(89,875)	(49,069)
Interest in associates		<u>303</u>	<u>189</u>	<u>303</u>	<u>189</u>
<b>Profit before tax</b>		<b>196,278</b>	<b>261,133</b>	<b>449,443</b>	<b>406,880</b>
Income tax	3.12	(41,341)	(51,994)	(92,616)	(81,979)
<b>Net profit</b>		<b>154,937</b>	<b>209,139</b>	<b>356,827</b>	<b>324,901</b>
Attributable to:					
shareholders of the parent company		<u>154,937</u>	<u>209,139</u>	<u>356,827</u>	<u>324,901</u>
		<b>154,937</b>	<b>209,139</b>	<b>356,827</b>	<b>324,901</b>
<b>OTHER COMPREHENSIVE INCOME</b>					
Other comprehensive income for transfer to Profit and Loss Account					
Foreign exchange gains /losses		(36,238)	940	(38,704)	7,992
Total other comprehensive income, net		<u>(36,238)</u>	<u>940</u>	<u>(38,704)</u>	<u>7,992</u>
<b>COMPREHENSIVE INCOME</b>		<b>118,699</b>	<b>210,079</b>	<b>318,123</b>	<b>332,893</b>
<b>Net profit attributable to:</b>					
- the shareholders of the parent entity		<u>154,937</u>	<u>209,139</u>	<u>356,827</u>	<u>324,901</u>
		<b>154,937</b>	<b>209,139</b>	<b>356,827</b>	<b>324,901</b>
<b>Comprehensive income attributable to:</b>					
- the shareholders of the parent entity		<u>118,699</u>	<u>210,079</u>	<u>318,123</u>	<u>332,893</u>
		<b>118,699</b>	<b>210,079</b>	<b>318,123</b>	<b>332,893</b>
<b>Net profit</b>		<b>154,937</b>	<b>209,139</b>	<b>356,827</b>	<b>324,901</b>
<b>Weighted-average number of ordinary shares (in pieces)</b>		<b>14,168,100</b>	<b>14,168,100</b>	<b>14,168,100</b>	<b>14,168,100</b>
<b>Earnings per ordinary share (in PLN)</b>		<b>10.94</b>	<b>14.76</b>	<b>25.19</b>	<b>22.93</b>
<b>Weighted-average diluted number of ordinary shares (in pieces)</b>		<b>14,168,100</b>	<b>14,168,100</b>	<b>14,168,100</b>	<b>14,168,100</b>
<b>Diluted earnings per ordinary share (in PLN)</b>		<b>10.94</b>	<b>14.76</b>	<b>25.19</b>	<b>22.93</b>

Explanatory information is an integral part of interim condensed consolidated financial statements and separate financial statements

**Interim condensed consolidated financial statements of Inter Cars S.A. Capital Group**  
for the period from 1 January to 30 June 2023

**Condensed consolidated statement of changes in equity**

for the period from 1 January 2023 to 30 June 2023

<i>(in thousand PLN)</i>	Note no.	Share capital	Share premium account	Supplementary capital	Foreign exchange gains /losses in subsidiaries	Retained earnings	Total equity
<b>As at 1 January 2023</b>		<b>28,336</b>	<b>259,530</b>	<b>2,115,245</b>	<b>4,837</b>	<b>1,407,777</b>	<b>3,815,725</b>
Profit in the reporting period		-	-	-	-	356,827	<b>356,827</b>
Foreign exchange gains /losses in subsidiaries		-	-	-	(38,704)	-	<b>(38,704)</b>
Distribution of prior period profit – dividend	3.7	-	-	-	-	(10,059)	<b>(10,059)</b>
Distribution of retained profits - transferred to supplementary capital	3.7	-	-	534,041	-	(534,041)	-
<b>As at 30 June 2023</b>		<b>28,336</b>	<b>259,530</b>	<b>2,649,286</b>	<b>(33,867)</b>	<b>1,220,504</b>	<b>4,123,789</b>

for the period from 1 January 2022 to 30 June 2022

<i>(in thousand PLN)</i>	Note no.	Share capital	Share premium account	Supplementary capital	Foreign exchange gains /losses in subsidiaries	Retained earnings	Total equity
<b>As at 1 January 2022</b>		<b>28,336</b>	<b>259,530</b>	<b>1,615,749</b>	<b>4,375</b>	<b>1,181,694</b>	<b>3,089,684</b>
Profit in the reporting period		-	-	-	-	324,901	<b>324,901</b>
Foreign exchange gains /losses in subsidiaries		-	-	-	7,992	-	<b>7,992</b>
Distribution of prior period profit – dividend		-	-	-	-	(20,119)	<b>(20,119)</b>
Distribution of retained profits - transferred to supplementary capital		-	-	462,043	-	(462,043)	-
<b>As at 30 June 2022</b>		<b>28,336</b>	<b>259,530</b>	<b>2,077,792</b>	<b>12,367</b>	<b>1,024,433</b>	<b>3,402,458</b>

Explanatory information is an integral part of interim condensed consolidated financial statements and separate financial statements



## Condensed consolidated statement of cash flows

<i>(in thousand PLN)</i>	<b>1/01/2023 – 30/06/2023</b>	<b>1/01/2022 – 30/06/2022</b>
<b>Cash flows from operating activities</b>		
Profit before tax	449,443	406,880
Adjustments:		
Amortization and depreciation	88,919	71,008
Foreign exchange gains /losses	(11,696)	3,287
(Profit) /loss on the sale of property, plant and equipment	3,805	8,433
Net interest	78,612	42,267
Other adjustments, net	(912)	2,095
Foreign exchange gains /losses on translation of equity	(38,704)	7,992
Operating profit before changes in the working capital	<b>569,467</b>	<b>541,962</b>
Increase (decrease) in inventories	(772,786)	(1,161,498)
Increase (decrease) in receivables	(410,191)	(381,431)
Change in financial sub-lease receivables	(12,228)	5,711
Change in short-term liabilities	844,463	818,387
Change in liabilities due to lease transformed into sub-lease	12,228	(5,711)
Cash generated by operating activities	<b>230,953</b>	<b>(182,580)</b>
Corporate income tax paid	(124,700)	(111,789)
<b>Net cash from operating activities</b>	<b>106,253</b>	<b>(294,369)</b>
<b>Cash flow from investment activities</b>		
Proceeds from the sale of intangible assets, investment property, property, plant and equipment	1,795	1,226
Acquisition of intangible assets, investment property, and property, plant and equipment	3.2 (122,822)	(71,110)
Expenditure on the acquisition of shares accounted for using the equity method	(1,762)	(896)
Repayment of loans granted	1,151	1,639
Loans granted	(9,671)	(3,119)
Interest received	5,244	358
<b>Net cash from investing activities</b>	<b>(126,065)</b>	<b>(71,902)</b>
<b>Cash flow from financing activities</b>		
Revenues under credits, loans and debt securities	3.8 195,639	523,482
Repayments of credits, loans and debt securities	(28,645)	(29,424)
Payment of lease contracts liabilities	(89,845)	(68,541)
Interest paid	(83,856)	(42,625)
Dividend paid	3.7 (10,059)	-
<b>Net cash from financing activities</b>	<b>(16,766)</b>	<b>382,892</b>
<b>Net change in cash and cash equivalents</b>	<b>(36,578)</b>	<b>16,621</b>
<b>Cash as at the beginning of period</b>	<b>357,190</b>	<b>240,665</b>
<b>Cash as at the end of period</b>	<b>320,612</b>	<b>257,286</b>

Explanatory information is an integral part of interim condensed consolidated financial statements and separate financial statements

**Explanatory notes to the interim condensed financial statements for the period of 6 months ended on 30 June 2023**

**1. Information about the Inter Cars Capital Group**

**Scope of activities**

The principal activities of Grupa Kapitałowa Inter Cars Spółka Akcyjna (hereinafter referred to as “the Group,” “the Inter Cars Capital Group,” the Inter Cars Group”) are import and distribution of spare parts for passenger cars and commercial vehicles.

Registered seat– the parent entity

Inter Cars S.A.

ul. Powsińska 64

02-903 Warszawa

Poland

Central Warehouse:

Europejskie Centrum Logistyczne (European Logistics Centre)

Swobodnia 35

05-170 Zakroczym

**Contact and administrative details**

The Company has been entered into the Register of Companies of the National Court Register kept by the District Court for the capital city of Warsaw, in Warsaw, XII Commercial Department of the National Court Register, under the following number:

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**Supervisory Board (as at the date of approval of the financial statements)**

Andrzej Olszewski, President

Piotr Płoszajski

Tomasz Rusak

Jacek Klimczak

Jacek Podgórski

Radosław Kudła

**Management Board (as at the date of approval of the financial statements)**

Maciej Oleksowicz, President

Krzysztof Soszyński, Vice-President

Wojciech Twaróg

Piotr Zamora

**Statutory auditor**

KPMG Audyt Spółka z ograniczoną odpowiedzialnością sp. K.

Ul. Inflancka 4A; 00-189 Warszawa

### **1.1. Composition of the Capital Group**

The parent company, Inter Cars S.A. (“the Company”) is registered in Poland. The interim consolidated financial statements for the period ended on 30 June 2023 contain information about the company, its subsidiaries referred to as the Inter Cars Capital Group (“the Group”), and about the Group’s share in related entities.

The consolidated financial statements of the Inter Cars Capital Group for the period ended on 31 December 2022 are available at [www.intercars.com.pl](http://www.intercars.com.pl) in Investor Relations tab.

As at 30 June 2023, the following entities comprised the Inter Cars Capital Group: Inter Cars S.A. as the parent entity, and 34 other entities, including:

- 32 subsidiaries of Inter Cars S.A.
- 2 indirect subsidiaries of Inter Cars S.A.

The Group also holds shares in one related entity and two jointly controlled entities.

A detailed table showing the composition of the Inter Cars Group is disclosed in the annual Financial Statements for 2022.

In the first half of 2023, the shares in the subsidiary in Belarus were written off due to its planned closure.

On 15 March 2023, the company “DANXILS sp. z o.o.” was established. It is a jointly controlled entity. The partners are: ILS sp. z o.o. with its registered seat in Swobodnia and DANX GROUP A/S with its registered seat in Ishoj Denmark. The object of its activity will be to build a distribution network in Poland in response to the high demand for fast and overnight logistics solutions in Eastern Europe. ILS sp z o.o. acquired and paid for 35,255 shares with a nominal value of PLN 50 each, for a total amount of PLN 1,762,750, representing 50% of the share capital of DANXILS sp. z o.o.

### **Stock exchange listings**

The shares of Inter Cars S.A., i.e. the parent entity, are listed on the Warsaw Stock Exchange in the continuous trading system.

## **2. Information about the accounting principles applied in the preparation of the condensed interim consolidated financial statements**

### **2.1. Basis of preparation**

The condensed interim consolidated financial statements of the Inter Cars Capital Group were prepared for the period of 3 and 6 months ended on 30 June 2023.

The condensed interim financial statements covering first half of 2023 comply with the requirements of the International Accounting Standard IAS 34 “Interim Financial Reporting” approved by the European Union, related to interim financial statements.

The condensed interim financial statements of the Group are published together with the condensed standalone interim financial statements. The condensed standalone interim financial statements of the Company should be read together with the condensed interim consolidated financial statements of the Group in order to have a comprehensive view of the financial result and the financial situation of the company.

Preparation of financial statements in accordance with IAS 34 requires application of specific accounting estimates. It also requires from the Management Board to use its own judgement with regard to application of the accounting standards adopted by the Group. The areas that require a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are presented in Note 2.2

Interim condensed consolidated financial statement of Inter Cars S.A. Capital Group prepared for the period of 6 months ended on 30 June 2023 with explanatory notes to interim condensed financial statements and half-year financial information of Inter Cars S.A. for 1H 2023 was approved by the Board of Managers for publication on 07 September 2023. These condensed interim financial statements were prepared by the Inter Cars Capital Group in accordance with the same accounting standards as those applied by the Group to prepare the consolidated financial statements for the period ended on 31 December 2022. In these interim condensed consolidated financial statements for the six months ending 30 June 2023, income tax is calculated using the average effective tax rate, as described in note 3.12.

## Interim condensed consolidated financial statements of Inter Cars S.A. Capital Group

for the period from 1 January to 30 June 2023

(in thousand PLN)

The condensed interim consolidated financial statements were prepared under the assumption that Group will continue as a going concern in the foreseeable future and that there are no circumstances indicating a threat to the continuance of its operations.

All values presented in the condensed interim financial statements are quoted in PLN '000, unless otherwise indicated.

### 2.2. Significant evaluations and estimates

The preparation of the condensed consolidated interim financial statements in conformity with the EU IFRS requires the Company's Management Board to use evaluations and estimates that affect the application of accounting principles and reported amounts of assets and liabilities, income and expenses. Evaluations and estimates are reviewed on an ongoing basis. Revisions to estimates are recognized in the period in which the estimate is revised.

In the reporting period in question there were no important changes in evaluations or estimates described in the annual consolidated financial statements for 2022.

### 2.3. Seasonality

The demand for spare parts is seasonal. Typically the high season is recorded in the second and third quarter of a year, and the beginning and the end of the year usually present weaker demand.

This is directly linked to the seasonal nature of some repairs for which the spare parts are required, and to the smaller number of repairs made by clients during winter.

### 2.4. The functional and the presentation currencies and the principles adopted to translate the financial data.

#### The presentation and the functional currencies

The functional currency of the parent company and the presentation currency of these condensed consolidated interim financial statements is the Polish zloty (PLN). The figures presented in these financial statements are expressed in thousands of PLN, unless indicated otherwise.

#### The principles adopted to translate the financial data

Translation into PLN of the financial statements of the foreign entities for the consolidation purposes:

- assets and liabilities - according to the exchange rate as at the end of the reporting period,
- statement of profit or loss or statement of other comprehensive income, as well as the statement of cash flows - according to the average exchange rate during the reporting period.

Foreign currency gains/losses resulting from the above-mentioned translation are recognized in equity as foreign exchange gains/losses from translation of foreign subsidiaries.

CURRENCY	Average exchange rate during the reporting period				Exchange rate at the end of the reporting period	
	6 months	6 months	3 months	3 months	30/06/2023	31/12/2022
	2023	2022	ended 30/06/2023	ended 30/06/2022		
EUR/PLN	4.6130	4.6427	4.5256	4.6381	4.4503	4.6899
CZK/PLN	0.1951	0.1884	0.1940	0.1880	0.1875	0.1942
HUF/PLN	0.0122	0.0123	0.0122	0.0119	0.0120	0.0117
RON/PLN	0.9332	0.9385	0.9132	0.9377	0.8967	0.9475
BGN/PLN	2.3586	2.3737	2.3139	2.3714	2.2754	2.3979
UAH/PLN	0.1197	0.1449	0.1135	0.1467	0.1117	0.1258
MDL/PLN	0.2326	0.2293	0.2312	0.2324	0.2233	0.2303
BAM/PLN	2.3572	2.3596	2.3096	2.3771	2.2749	2.3937
GBP/PLN	5.2795	5.4971	5.2123	5.4511	5.1796	5.2957
RSD/PLN	0.0394	0.0394	0.0386	0.0397	0.0380	0.0400
NOK/PLN	0.4034	-	-	-	0.3810	0.4461

The average exchange rate during the reporting period is calculated as the average NBP exchange rate applicable on the last day of each month of the first six months of 2023 and 2022.

**Interim condensed consolidated financial statements of Inter Cars S.A. Capital Group**

for the period from 1 January to 30 June 2023

*(in thousand PLN)***2.5. Information on business segments**

The core business of the Inter Cars S.A. Capital Group is the sale of spare parts. In addition, the companies Feber, Lauber, IC Development & Finance, Q-Service Truck, Inter Cars Marketing Services, ILS and Inter Cars Fleet Services Sp. z o.o. are active in other insignificant business segments, such as the manufacture of semi-trailers, remanufacturing of spare parts, real estate development, running repair garages, marketing activities and logistics and management of fleet of motor vehicles in the area of vehicle repairs. This segment is presented as other segments sales.

The Inter Cars Group applies uniform accounting policies to all its business segments and they are also the same as the ones used for preparing this financial statements.

Transactions between particular segments are carried out at arm's length.

**Revenues and financial result by operating segments**

for the period of 6 months ended on 30 June 2023

	<b>Sale of spare parts</b>	<b>Sale of spare parts in Ukraine</b>	<b>Other segments</b>	<b>Eliminations</b>	<b>Total</b>
External sales	7,716,948	301,139	726,765	-	8,744,852
Inter-segment sales	5,799	-	466,707	(472,506)	-
<b>Profit before tax</b>	<b>368,263</b>	<b>26,767</b>	<b>41,430</b>	<b>12,983</b>	<b>449,443</b>

for the period of 6 months ended on 30 June 2022

	<b>Sale of spare parts</b>	<b>Sale of spare parts in Ukraine</b>	<b>Other segments</b>	<b>Eliminations</b>	<b>Total</b>
External sales	6,617,678	189,177	187,704	-	6,994,559
Inter-segment sales	3,070	-	385,233	(388,303)	-
<b>Profit before tax</b>	<b>519,559</b>	<b>(53,804)</b>	<b>24,039</b>	<b>(82,914)</b>	<b>406,880</b>

for the period of 3 months ended on 30 June 2023

	<b>Sale of spare parts</b>	<b>Sale of spare parts in Ukraine</b>	<b>Other segments</b>	<b>Eliminations</b>	<b>Total</b>
External sales	3,815,910	149,507	590,760	-	4,556,177
Inter-segment sales	3,113	-	220,514	(223,627)	-
<b>Profit before tax</b>	<b>154,157</b>	<b>11,663</b>	<b>15,428</b>	<b>15,530</b>	<b>196,778</b>

for the period of 3 months ended on 30 June 2022

	<b>Sale of spare parts</b>	<b>Sale of spare parts in Ukraine</b>	<b>Other segments</b>	<b>Eliminations</b>	<b>Total</b>
External sales	3,558,706	88,962	103,583	-	3,751,251
Inter-segment sales	1,735	-	202,859	(204,594)	-
<b>Profit before tax</b>	<b>265,300</b>	<b>(57,193)</b>	<b>13,992</b>	<b>39,034</b>	<b>261,133</b>

Exclusions apply to transactions of sale of commodities and services between companies that belong to different operation segments.

**Assets by operating segments**

	<b>Status as at 30 June 2023</b>	<b>Status as at 31 December 2022</b>
Sale of spare parts segment	12,339,426	10,825,658
Sale of spare parts segment in Ukraine	131,465	142,630

**Interim condensed consolidated financial statements of Inter Cars S.A. Capital Group**

for the period from 1 January to 30 June 2023

*(in thousand PLN)*

Other segments	737,587	665,227
Eliminations	(3,969,262)	(3,627,974)
	<u>9,239,216</u>	<u>8,005,541</u>

**Liabilities by operating segments**

	<b>Status as at 30 June 2023</b>	<b>Status as at 31 December 2022</b>
Sale of spare parts segment	7,825,917	6,571,140
Sale of spare parts segment in Ukraine	66,621	95,453
Other segments	263,238	221,746
Eliminations	(3,040,349)	(2,698,523)
	<u>5,115,427</u>	<u>4,189,816</u>

Exclusions apply to intercompany receivables, payables and loans, that belong to different operation segments.

**3. Other notes****3.1 Impact of the geopolitical situation in Ukraine on the Capital Group**

In view of the commencement of the military invasion against Ukraine by the Russian Federation on 24 February 2022, the Management Board carries out continuous operational monitoring of the activities of Inter Cars Ukraine. As at the date of approval of the financial statements for publication, 35 of the 40 existing branches are operational. A secure way of delivering goods to the western and central regions of Ukraine has been developed. The existing warehouse infrastructure was used for this and, at the same time, the number of direct deliveries from the central warehouse in Zakroczym, Poland, was increased. The high availability of goods and the wide product range translated into a gradual increase in sales of Inter Cars Ukraine. Inter Cars Ukraine has now recorded a nearly 60% increase in sales compared to the same period a year before. In the first half of 2023, sales of Inter Cars Ukraine amounted to PLN 301 million.

As at the date of approval of the financial statements for publication, Inter Cars Ukraine continues to operate in Ukraine, is actively selling and the Company's operations do not constitute discontinued operations.

The assets of Inter Cars Ukraine as at 30 June 2023 amounted to PLN 131 million, the majority of which are inventories of PLN 87 million and cash of PLN 11 million. The use and transfer of cash in Ukraine is not restricted or subject to any restrictions, therefore the Company's cash is reported under the balance sheet item 'Cash'. The Company's payables amount to PLN 70 million, with trade payables to external suppliers amounting to PLN 3 million and their balance being settled on an ongoing basis.

The Company analysed the estimate of the allowance for expected credit losses in respect of trade receivables from Ukrainian customers and cash held in banks in Ukraine. An increased level of risk was applied in the expected credit loss model in valuation of the assets. As a result of this analysis, no significant change in the value of the tested assets was identified. Furthermore, the impact of the valuation of the examined assets, due to their low share in the Group's assets, is insignificant.

The assets of Inter Cars Ukraine are located primarily in the central and western regions of Ukraine in 37 different locations. The diversification of the location of assets makes it possible to limit the scale of potential damage resulting from Russian aggression in Ukraine and, consequently, to reduce the risk of potential write-downs.

As at 30 June 2023, the Ukrainian company continues to operate and the Group controls the Ukrainian company and consolidates it using the full method in the financial statements. No impairment was identified based on the above mentioned information.

The Group's Management Board is monitoring the Ukrainian company's operations on an ongoing basis and further actions will be taken by the Management Board in accordance with the developments and risks related to the armed conflict.

(in thousand PLN)

### **3.2 Property, plant, equipment and intangible assets**

In 1H of 2023, the Group purchased property plant and equipment as well as intangible assets of a total value of PLN 122,822 thousand, of which Inter Cars' investments accounted for PLN 15,206 thousand.

Whereas in 1H of 2022, the Group purchased property plant and equipment as well as intangible assets of a total value of PLN 71,110 thousand, of which Inter Cars' investments accounted for PLN 29,051 thousand.

In March 2023, ILS sp. z o.o. began construction of a new warehouse building in Zakroczym. Completion of the investment, with a total value of approximately PLN 300 million, is planned for the beginning of the second quarter of 2024, with the company planning to spend in 2023 ca. PLN 150 million on the investment. Thanks to the development, the storage space in Zakroczym is expected to increase from 69,000 sq. m to 107,000 sq. m. As part of the investment, it is also planned to automate and robotise logistics processes in the existing halls. The basic idea behind the development and modernisation of the facility was to streamline the goods warehouse receipt and release process and increase efficiency. To date, the investment costs incurred during the six months of 2023 amounted to PLN 54 000 thousand.

Other expenditures on fixed assets and intangible assets are of a replacement nature.

### **3.3 Investments valued using the equity method**

<b>Investments in entities valued using the equity method as at 31/12/2022</b>	<b>3,642</b>
<b>Increase, including:</b>	<b>4,387</b>
- share in results of InterMeko	303
- increase in capital in OOO Inter Cars AutomobilnaTechnika	188
- increase in share capital in Inter Cars Deutschland GmbH	819
- purchase of shares in DANXILS	1762
- other	86
- transfer from other assets (Partslife and ATR)	1,229
<b>Decrease, including:</b>	<b>(188)</b>
- impairment of shares in OOO Inter Cars AutomobilnaTechnika	(188)
<b>Investments in entities valued using the equity method as at 30/06/2023</b>	<b>7,841</b>

### **3.4 Inventory**

	<b>30/06/2023</b>	<b>31/12/2022</b>
Materials	71,045	83,365
Half-products and work in progress	11,469	7,180
Finished goods	15,779	9,173
Merchandise	4,770,599	3,996,388
	<b>4,868,892</b>	<b>4,096,106</b>
Merchandise	4,782,717	4,008,506
Revaluation write-downs on goods	(12,118)	(12,118)
	<b>4,770,599</b>	<b>3,996,388</b>

A revaluation write-down on goods in the holding entity Inter Cars S.A. as at 30 June 2023 amounted to PLN 3,990 k and did not change compared with 31 December 2022.

(in thousand PLN)

### 3.5 Trade and other receivables

	<u>30/06/2023</u>	<u>31/12/2022</u>
Trade receivables	1,514,566	1,345,068
Receivables from suppliers	575,118	427,385
Taxes, subsidies, customs, social security, health insurance and other benefits receivable	256,602	137,974
Loans granted	2,953	2,233
Other	118,681	136,339
<b>Short term trade and other receivables – gross</b>	<b><u>2,467,920</u></b>	<b><u>2,048,999</u></b>
Revaluation write-down on receivables	<b><u>(28,295)</u></b>	<b><u>(27,602)</u></b>
<b>Short-term trade and other receivables – net</b>	<b><u>2,439,625</u></b>	<b><u>2,021,397</u></b>
	<b>1/01/2023 -</b>	<b>1/01/2022 -</b>
	<b>30/06/2023</b>	<b>31/12/2022</b>
<b>Change in impairment loss on trade receivables</b>		
Status as at the beginning of the period	(27,602)	(23,941)
Increase	(693)	(5,664)
Used	-	2,003
Status as at the end of the period	<b><u>(28,295)</u></b>	<b><u>(27,602)</u></b>

Other receivables consist of receivables claimed in court and other receivables.

Compared to 31 December 2022, there were no significant changes to the Group's credit risk management policy.

### 3.6 Equity

Equity includes funds and capital reserves created in accordance with the applicable laws and regulations, i.e. statutory provisions and provisions of the Company's Articles of Association.

The share capital comprises 14,168,100 shares with the total par value of PLN 28,336,200. Its amount remained unchanged in the reporting period. The share premium account is also unchanged at PLN 259,530,475

### 3.7 Dividend

On 13 June 2023, the Ordinary General Shareholders' Meeting of the Company adopted a resolution on the distribution of the profit for the financial year 2022, according to which the profit generated in 202 shall be distributed in such a way that from the net profit generated in 2022 in the amount of PLN 542,598,278.02, the amount of PLN 10,059,351.00, i.e. PLN 0.71 per share, will be paid to shareholders as the dividend, while the remaining part of the profit in the amount of PLN 532,538,927.02 shall be allocated to the reserve capital.

In addition, the Annual General Shareholders' Meeting of the Company set the dividend date at 19 June 2023 and the dividend payment date at 26 June 2023. All 14,168,100 shares of the Company are covered by the dividend.

The dividend was paid out on 26 June 2023.

### 3.8 Liabilities due to borrowings and other debt instruments

	<u>30/06/2023</u>	<u>31/12/2022</u>
<b>Non-current</b>		
Secured bank loans	845,694	728,874
Finance lease liabilities	618,106	607,784
	<b><u>1,463,800</u></b>	<b><u>1,336,658</u></b>
<b>Current</b>		
Secured bank loans	1,197,648	1,158,567
Finance lease liabilities	174,533	169,970
	<b><u>1,372,181</u></b>	<b><u>1,328,537</u></b>



**Interim condensed consolidated financial statements of Inter Cars S.A. Capital Group**

for the period from 1 January to 30 June 2023

*(in thousand PLN)***The syndicated credit facility agreement**

The credit conditions for term loans and revolving credits are described in the annual consolidated financial statements of the Group ended on 31 December 2022.

**Bank credits concluded directly by subsidiary companies**

Conditions of credit facility agreements have been described in consolidated financial statements of the Group.

The credit facility bears interest at a variable rate, depending on WIBOR, ROBOR, EURIBOR, PRIBOR rates, increased by bank margins (determined at arm's length) for each individual interest period.

Source of finance	Interest rate
<b>Syndicated loan agreement</b>	
Bank Pekao S.A	WIBOR 1M / EURIBOR 1M+ bank margin
CaixaBank S.A.	WIBOR 1M / EURIBOR 1M+ bank margin
Bank Handlowy w Warszawie S.A.	WIBOR 1M / EURIBOR 1M+ bank margin
Santander Bank Polska S.A.	WIBOR 1M / EURIBOR 1M+ bank margin
BNP Paribas Bank Polska S.A.	WIBOR 1M / EURIBOR 1M+ bank margin
mBank S.A.	WIBOR 1M / EURIBOR 1M+ bank margin
ING Bank Śląski S.A.	WIBOR 1M / EURIBOR 1M+ bank margin
Source of finance	Interest rate
Raiffeisenbanka.s. Czech	ESTR + bank margin
ING Bank N.V Romania	ROBOR 1M + bank margin
SKB bankad.d. Slovenia	EURIBOR 3M + bank margin
UnicreditBulbank AD Bulgaria	EURIBOR 1M + bank margin
KBC Bank Bulgaria EAD Bulgaria	EURIBOR 1M + bank margin
IntesaSanpaolo Banka d.d. Bosnia	Fixed bank margin

As at the balance sheet date and till the approval of the financial statements there was no breach of covenants stipulated in credit loan agreements concluded by the parent entity and related entities.

The Management Board analysed the impact of the existing situation caused by the ongoing armed conflict in Ukraine on the terms of the syndicated loan agreement. In the opinion of the Board of Directors, at the present time, the operating activities carried out by Inter Cars Ukraine are stable and there are no indications of discontinuation. As at the date of approval for publication of these financial statements, the necessary condition, included in the syndicated loan agreement, regarding the continuation of the operations of Inter Cars Ukraine remains fulfilled.

**Loans and borrowings as at 30/06/2023**

Current loans and borrowings at nominal value	Contractual amount (limit)	Used	Maturity date
<b>Syndicated credit</b>	<b>1,405,374</b>	<b>1,047,588</b>	30/11/2023
<i>Inter Cars S.A.</i>		1,010,532	
<i>Inter Cars SlovenskaRepublikas.r.o.</i>		24,339	
<i>Lauber Sp. z.o.o.</i>		12,717	
<b>ING Bank N.V. (Inter Cars Romania s.r.l.)</b>	<b>62,769</b>	<b>42,497</b>	30/11/2023
<b>Raiffeisen a.s. (Inter Cars Českarepublikas.r.o)</b>	<b>37,500</b>	<b>12,509</b>	28/02/2024
<b>SKB Banka (ICSI - Inter Cars INT D o.o.)</b>	<b>26,702</b>	<b>25,875</b>	07/12/2023
<b>UnicreditBulbank AD (Inter Cars Bulgaria Ltd.)</b>	<b>44,503</b>	<b>42,487</b>	31/07/2023
<b>KBC Bank Bulgaria EAD (Inter Cars Bulgaria Ltd.)</b>	<b>44,503</b>	<b>27,094</b>	31/10/2023
	<b>1,621,351</b>	<b>1,198,050</b>	

**Interim condensed consolidated financial statements of Inter Cars S.A. Capital Group**

for the period from 1 January to 30 June 2023

(in thousand PLN)

<b>Non-current loans and borrowings at nominal value</b>	<b>Contractual amount (limit)</b>	<b>Used</b>	<b>Maturity date</b>
<b>Syndicated credit</b>	838,814	838,814	30/11/2025
<b>Intesa Sanpaolo Banka d.d. (Inter Cars d o.o. Bosnia and Herzegovina)</b>	13,649	11,435	30/04/2026
<b>SKB Banka (ICSI - Inter Cars INT D o.o.)</b>	5,785	5,289	01/08/2025
	<b>858,248</b>	<b>855,538</b>	
<b>Loans and borrowings as at 31/12/2022</b>			
<b>Current loans and borrowings at nominal value</b>	<b>Contractual amount (limit)</b>	<b>Used</b>	<b>Maturity date</b>
<b>Syndicated credit</b>	<b>1,305,374</b>	<b>979,781</b>	30/11/2023
Inter Cars S.A.		932,767	
Inter Cars SlovenskaRepublikas.r.o.		34,541	
Lauber Sp. z.o.o.		12,473	
<b>ING Bank N.V. (Inter Cars Romania s.r.l.)</b>	<b>66,325</b>	<b>49,446</b>	30/11/2023
<b>Raiffeisen a.s. (Inter Cars Českarepublikas.r.o)</b>	<b>38,840</b>	<b>27,594</b>	28/02/2023
<b>SKB Banka (ICSI - Inter Cars INT D o.o.)</b>	<b>28,139</b>	<b>13,976</b>	08/12/2022
<b>UnicreditBulbank AD (Inter Cars Bulgaria Ltd.)</b>	<b>46,899</b>	<b>46,289</b>	31/07/2023
<b>KBC Bank Bulgaria EAD (Inter Cars Bulgaria Ltd.)</b>	<b>46,899</b>	<b>42,359</b>	31/10/2023
	<b>1,532,476</b>	<b>1,159,445</b>	
<b>Non-current loans and borrowings at nominal value</b>	<b>Contractual amount (limit)</b>	<b>Used</b>	<b>Maturity date</b>
<b>Syndicated credit</b>	838,814	721,814	30/11/2025
<b>Intesa Sanpaolo Banka d.d. (Inter Cars d o.o. Bosnia and Herzegovina)</b>	9,575	12,679	15/04/2024
<b>SKB Banka (ICSI - Inter Cars INT D o.o.)</b>	6,097	5,574	01/08/2025
	<b>854,486</b>	<b>740,067</b>	

**3.9 Cash flow hedges**

As at 30 June 2023, the Group did not have any open futures contracts serving as cash flow hedges.

**3.10 Contingent liabilities, security and future liabilities (including those resulting from short-term rental contracts)**

Contingent liabilities, security and future liabilities, including those resulting from short-term rental contracts, did not change significantly compared to those described in the financial statements prepared as at 31 December 2022.

The table below shows the changes in sureties and guaranties granted by the Group to external companies and bank guarantees of payment for the lease of warehouses.

**Changes in sureties and guaranties**

Status as at 31 December 2022	<b>10,571</b>
Increases (resulting from newly concluded guaranties)	-
Decreases (completed contracts)	-
Exchange differences	(481)
Status as at 30 June 2023	<b>10,090</b>

**Interim condensed consolidated financial statements of Inter Cars S.A. Capital Group**

for the period from 1 January to 30 June 2023

*(in thousand PLN)***3.11 Transactions with related entities**

All transactions with related entities are executed at arm's length. The parent entity transacts with entities related to the members of the Supervisory Board and the Management Board and their family members.

Spółka P.H. AUTO CZĘŚCI Krzysztof Pietrzak is a company linked to the Vice-President of the Management Board of Inter Cars S. A., Krzysztof Soszyński, while shares in FF-SPORT Sp. z o.o. are owned by the President of the Management Board, Maciej Oleksowicz.

Moreover, Mr Krzysztof Oleksowicz, holding the position of Advisor of the Management Board, who is affiliated with Maciej Oleksowicz, – received in first half of 2023 remuneration amounting to PLN 480 thousand.

The table below sets forth the value of the transactions.

	<b>for 3 months ended on 30 June</b>		<b>for 6 months ended on 30 June</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
	<b>Sale to related entities</b>		<b>Sale to related entities</b>	
Affiliated entities	20	40	64	64
Other related entities of Inter Cars S.A.	32	44	62	128
	<b>for 3 months ended on 30 June</b>		<b>for 6 months ended on 30 June</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
	<b>Purchase from related entities</b>		<b>Purchase from related entities</b>	
Affiliated entities	291	418	1,078	759
Other related entities of Inter Cars S.A.	395	221	696	418
	<b>30/06/2023</b>	<b>31/12/2022</b>	<b>30/06/2023</b>	<b>31/12/2022</b>
	<b>Receivables from related entities</b>		<b>Payables to related entities</b>	
Affiliated entities	23	29	161	-
Other related entities of Inter Cars S.A.	22	19	8	-

The remuneration of the Key Management Personnel presented in this note includes the amounts paid and due during the reporting period.

The Group's Key Management Personnel include members of Board of Directors and the Supervisory Board of the Parent entity, as well as members of the Key Management Personnel.

The Key Personnel are persons with authority and responsibility for planning, directing and controlling the Group's activities directly or indirectly.

	<b>1/01/2023- 30/06/2023</b>	<b>1/01/2022- 30/06/2022</b>
Remuneration of the members of the Supervisory Board	503	312
Remuneration of the members of the Management Board	8,819	7,529
Remuneration of the other Members of the Key Management Personnel	931	832
<b>Total</b>	<b>10,253</b>	<b>8,673</b>

In the first half of 2023 and 2022, the members of the key management personnel of the Parent Company as well as the subsidiaries of the Inter Cars Group did not enter into any loan or guarantee transactions with the Group.

### **3.12 Income tax**

Income tax expense is recognised at an amount determined by multiplying profit before tax for the interim reporting period by the estimated weighted average annual income tax rate expected for the full financial year, adjusted for the tax effect of certain items recognised in full in the interim period. Accordingly, the effective tax rate in the interim financial statements may differ from management's estimate of the effective tax rate in the annual financial statements.

The Group's average effective tax rate on a continued activities assumption basis for the six months ended 30 June 2023 was 20.6%, compared to 20.2% for the six months ended 30 June 2022. There were no significant fluctuations between the periods.

### **3.13 Events subsequent to the balance sheet day as at which the report was prepared which may have a material bearing on the Company's future financial results**

On 29 August 2023, a new subsidiary ILS Adriatic d.o.o. was established. The share capital of EUR 2,500 was paid up. The company is based in Vukovina, Croatia, and will provide logistics services.

### **3.14 Fair value**

In the opinion of the Management Board, the carrying amounts of financial assets and liabilities recognised in the financial statements approximate their fair value.

For loans measured at amortised cost, the fair value calculated using market interest rates at the date the financial statements were approved for publication does not differ materially from the carrying amount recognised in the financial statements.

### **3.15 Trade and other liabilities**

Trade payables as at 31 December 2022 were PLN 1,192k and as at 30 June 2023 were PLN 1,953k, due to higher stock purchases.

**Warsaw, 07 September 2023**

**Maciej Oleksowicz**

President of the Management Board

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**Krzysztof Soszyński**

Vice-President of the Management  
Board

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**Wojciech Twaróg**

Member of the Management Board

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**Piotr Zamora**

Member of the Management Board

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**Julita Pałyska**

Chief Accountant

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## **MANAGEMENT BOARD'S REPORT ON THE ACTIVITIES OF THE CAPITAL GROUP**

### **1. Organizational structure of the Inter Cars Group, including entities subject to consolidation**

The parent company, Inter Cars S.A. (hereinafter referred to as “the Company” / “the parent entity”) is registered in Poland. The abridged interim consolidated financial statements of the Inter Cars S.A. Capital Group for the period from 1 January to 30 June 2023 contain the details of the parent entity and its subsidiaries referred to as the Inter Cars S.A. Capital Group (hereinafter referred to as “the Group”) and the Group’s interest in related and jointly controlled entities.

The financial statements of the following entities were subject to consolidation (“the Capital Group”):

- the parent entity: Inter Cars S.A., with its registered seat in Warsaw,
- subsidiaries: Inter Cars Ukraine LLC seated in Chmielnicki in Ukraine (100% held by Inter Cars S.A.), Lauber Sp. z o.o. seated in Słupsk (100%), Q-Service Sp. z o.o. seated in Częstokw Mazowiecki (100%), Inter Cars ČeskáRepublika seated in Prague (100%), Feber Sp. z o.o. seated in Warsaw (100%), Inter Cars SlovenskaRepublika seated in Bratislava (100%), Inter Cars Lietuva UAB seated in Vilnius (100%), IC Development & Finance Sp. z o.o. seated in Warsaw (100%), Armatus Sp. z o.o. seated in Warsaw (100%), Inter Cars HungáriaKft seated in Budapest (100%), Inter Cars Belgium NV (former JCAuto S.A. (Belgium)) seated in Hasslt (100%), Inter Cars d.o.o. seated in Zagreb (100%), Aurelia Auto d.o.o. seated in Vinkovci (100%), Inter Cars Italia s.r.l. seated in Pero (100%), Inter Cars Romania s.r.l. seated in Cluj-Napoca (100%), Inter Cars Cyprus Limited seated in Nicosia (100%), Inter Cars Latvija SIA seated in Mārupesnov., Mārupe (100%), Inter Cars Bułgaria seated in Sophia (100%), CleverlogAutoteile GmbH seated in Berlin (100%), Inter Cars Marketing Services Sp. z o.o. seated in Częstokw Mazowiecki (100%), ILS Sp. z o.o. seated in Swobodnia (municipality Zakroczym) (100%), Inter Cars Malta Holding Limited seated in Birkirkara (100%), Inter Cars Malta Limited seated in Birkirkara (99,98%), Q-service Truck Sp. z o.o. seated in Warsaw (100%), Inter Cars INT Trgovina z rezervnimi deli in opremo za motornavozilad.o.o. Inter Cars INT d.o.o. seated in Ljubljana (100%), Inter Cars Eesti OÜ seated in Tallinn (100%), Inter Cars Moldavia seated in Kishiniow (100%), Inter Cars Greece seated in IlioupoliAttiki (100%), Inter Cars d.o.o. seated in Sarajevo (100%), Inter Cars United Kingdom - automotive technology Ltd. seated in Tipton (100%), Inter Cars d.o.o. Beograd-Rakovica seated in Belgrade-Rakovica (100%), Inter Cars Fleet Services Sp. z o.o. seated in Warsaw (100%) i Inter Cars Norge AS seated in Oslo (100%) and Inter Cars Deutschland GmbH seated in Berlin (100%).

### **2. Basis of preparing the condensed interim consolidated financial statements**

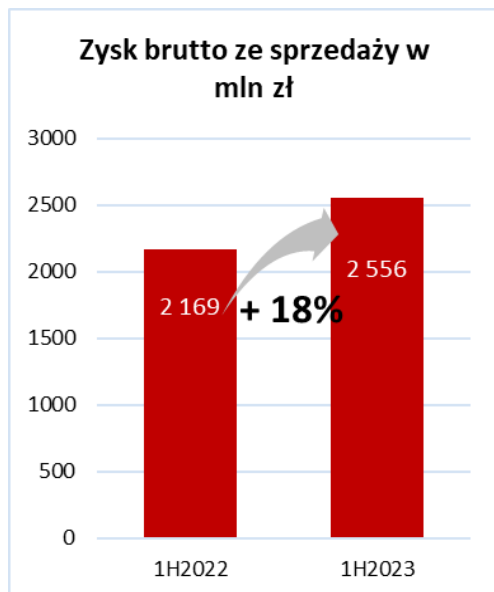
The condensed interim consolidated financial statements of the Inter Cars Capital Group were prepared for the period of 6 months ended on 30 June 2023.

The condensed interim financial statements comply with the requirements of the International Accounting Standard IAS 34 “Interim Financial Reporting” related to interim financial statements, and do not contain all the information required for annual financial statements. These condensed interim financial statements should be read together with the annual consolidated financial statements.

In these interim condensed consolidated financial statements for the six-month period ending 30 June 2023.

### 3. Overview of the Group's operations on consolidated and separate basis for the period from 1 January 2023 – 30 June 2023.

#### Overview of the financial results of the Inter Cars Group for the first and half of 2023



- The consolidated revenues on the Group's sales in the 1H2023 increased by 25% compared to the same period of 2022. The high sales dynamics were the result of continued high demand and high production costs, which resulted in automatic price increases, as well as the development of sales in foreign markets.
- Export sales understood as direct sales (from Inter Cars S.A.) to overseas contractors (mainly from Eastern European markets) and to overseas distribution companies increased by 31% compared to the same period of the previous year, where: sales by the foreign distribution companies amounted to PLN 4,458 million in the

first half of 2023, accounting for over 29.5% growth.

- Inter Cars' domestic revenue accounted for app. 40% of the Group's revenue (including consolidation exemptions), compared to 43% in the first half of 2022. The Polish market remains the basic sales market for the Capital Group.
- Consolidated margin on sales amounted to 29.2%. In the first half of 2023 the influence of currency exchange gains and losses on the margin was -0.6 percent points, whilst in the same period of 2022 it was at the level of -0.3 percent point. After elimination of exchange rate differences, the margin would amount to 29.8% for 1H 2023 and 31.3% for 1H 2022.
- The consolidated margin on the operating activities for the first half of 2023 amounted PLN 523,132 thousand and was PLN 78,771 thousand higher than consolidated margin on the operating activities in the same period a year before.
- In the second quarter of 2023, the decrease in profit is mainly due to the strengthening PLN/EUR exchange rate as well as a temporary decrease in margins caused by the sale of more expensive goods purchased at a higher exchange rate and an increase in costs resulting from the general situation in the economy.

It is worth emphasising that in the case of the Inter Cars Group, the strengthening of the zloty (local currency) creates a natural downward pressure on prices, due to the fall in the prices of goods purchased in the currency. In turn, the weakening of the local currency naturally provides greater opportunities to raise prices and realise higher margins on previously purchased goods.

In addition, as at 30 June 2023, we had a significant excess of trade receivables over trade payables denominated in Euro. We relate the change in value of these items to operating activities in the income statement at the gross margin level.

The strengthening of the zloty, which occurred in the second quarter, therefore had a significant negative impact on our results (significantly higher than in Q1 2023), with the majority of the foreign exchange losses at 30 June 2023 being valuation (unrealised) differences.

- Included in the gross margin, in Q2 2023, were PLN 2,923 thousand realised positive and PLN

**Interim report on the activities of the Inter Cars Capital Group**  
for the period from 1 January to 30 June 2023

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*(in thousand PLN)*

60,625 thousand unrealised foreign exchange losses.

- Consolidated net profit for 6 months 2023 amounted to PLN 356,827 thousand and was higher by PLN 31,926 thousand, compared to the same period of 2022. The main factor influencing the level of the Group's result in the first half of 2023 was the increase in demand for spare parts for both passenger cars and trucks.
- The costs of sale and administration in 6 months of 2023 went up by 0.3% to 13.7% compared to the same period of 2022, when it was on the level of 13.4%. The increase in costs is mainly due to the increase in cost of remuneration and rising transport costs.
- In 1H2023, compared to the same period of 2022, the Group's financing costs increased. This was influenced by an increase in the nominal level of the loan and the level of the WIBOR index, which is the basis for the calculation of interest.
- The increase of PLN 773 million in stock value as at the end of 2022 was due to a purchasing strategy aimed at ensuring the availability of goods from both European and Asian suppliers.
- The effective tax rate for the Group for 6 months of 2023 cumulatively was 20.6%.

**Sales revenues on geographical markets.**

The Group has been consistently expanding its business in Central and Eastern Europe. This market displays a large potential of growth and a net profitability higher than the domestic market. In the current reporting period, the Group recorded sales growth on all geographical markets. In the first half of 2023 the most dynamic sales growth, as compared to the same period of 2022 (after translation into PLN and following consolidation exemptions), was recorded by companies in the following countries: Serbia (increase by 71%), Greece (increase by 67%), Ukraine (increase by 60%), Bosnia (increase by 37%) and Moldova (increase by 34%). Whilst the Companies in the Group with the greatest influence on Group's revenue were the companies in the following countries: Romania (increase by 22%), Lithuania (increase by 30%), Slovakia (increase by 15%), Czech (increase by 23%), Croatia (increase by 27%) and Bulgaria (increase by 27%).

**Interim report on the activities of the Inter Cars Capital Group**

for the period from 1 January to 30 June 2023

*(in thousand PLN)*

The underlying financial data of the Inter Cars S.A. Group for 1 half of 2023 were as follows:

	for 6 months ended on 30 June			
	2023	2022	2023	2022
	PLN	PLN	EUR	EUR
<i>('000)</i>				
<b>Profit and loss account (for the period)</b>				
Sales revenues	8,744,852	6,994,559	1,895,697	1,506,571
Gross profit (loss) on sales	2,555,953	2,169,218	554,076	467,232
Net financial revenues / costs	(73,992)	(37,670)	(16,040)	(8,114)
Operating profit (loss)	523,132	444,361	113,404	95,712
Net profit (loss)	356,827	324,901	77,353	69,981
<b>Other financial data</b>				
Operating cash flows	106,253	(294,370)	23,033	(63,405)
Investing cash flows	(126,065)	(71,902)	(27,328)	(15,487)
Financing cash flows	(16,766)	382,892	(3,635)	82,472
Basic profit per share	25.19	22.93	5.46	4.94
Sales margin	29.2%	31.0%		
EBITDA margin	7.0%	7.4%		
<b>Balance sheet (as at)</b>	<b>30/06/2023</b>	<b>31/12/2022</b>	<b>30/06/2023</b>	<b>31/12/2022</b>
Cash and cash equivalents	320,612	357,190	72,043	76,162
Balance sheet total	9,239,216	8,005,541	2,076,088	1,706,975
Loans, borrowings and finance lease	2,492,780	2,334,223	560,138	497,713
Equity	4,123,789	3,815,725	926,632	813,605

The EBITDA ratio is calculated as the total of the operating profit and depreciation for the reporting period.

The net debt / EBITDA is measured as the quotient of the net debt (constituting total credit, loan and financial lease liabilities minus cash and cash equivalents) to the EBITDA value. Sub-lease liabilities are not recognized as sub-lease liabilities due to their completely neutral impact.

The following exchange rates were applied to calculate selected financial data in EUR:

- for the statement of financial position items – the National Bank of Poland exchange rate of 30 June 2023 – EUR 1 = PLN 4.4503, and exchange rate of 31 December 2022 – EUR 1 = PLN 4.6899
- for the comprehensive income and cash flow statement items – an exchange rate constituting the average National Bank of Poland exchange rate announced on the last day of each month of the first 6 months of 2023 and 2022, respectively: 1 EUR = 4.6130 PLN and 1 EUR = 4.6427 PLN.



**Interim report on the activities of the Inter Cars Capital Group**

for the period from 1 January to 30 June 2023

*(in thousand PLN)***Overview of the financial results of the parent company – Inter Cars**

The underlying financial data of Inter Cars S.A. were as follows:

	for 6 months ended on 30 June			
	2023		2022	
	PLN	PLN	EUR	EUR
<i>(’000)</i>				
<b>Profit and loss account</b> <i>(for the period)</i>				
Sales revenues	5,789,237	4,742,095	1,254,983	1,021,409
Gross profit (loss) on sales	1,350,582	1,261,916	292,777	271,806
Costs of license	(24,147)	(19,950)	(5,235)	(4,297)
Net financial revenues / costs	(42,461)	(1,088)	(9,205)	(234)
Operating profit (loss)	207,167	352,604	44,909	75,948
Net profit (loss)	130,568	288,876	28,304	62,222
<b>Other financial data</b>				
Operating cash flows	(84,509)	(409,720)	(18,320)	(88,250)
Investing cash flows	(25,340)	(24,268)	(5,493)	(5,227)
Financing cash flows	85,079	446,582	18,443	96,190
Basic profit per share	9.22	20.39	2.00	4.39
Sales margin	23.3%	26.6%		
EBITDA margin	3.94%	7.83%		
<b>Balance sheet</b> <i>(as at)</i>	<b>30/06/2023</b>	<b>31/12/2022</b>	<b>30/06/2023</b>	<b>31/12/2022</b>
	<i>PLN</i>	<i>PLN</i>	<i>EUR</i>	<i>EUR</i>
Cash and cash equivalents	50,403	75,173	11,326	16,029
Balance sheet total	7,108,208	6,237,170	1,597,242	1,329,915
Loans, borrowings and finance lease	1,984,502	1,794,738	445,925	382,682
Equity	2,895,527	2,775,018	650,636	591,701

**The sales revenues** in 1 half of 2023 were **22.08% higher** than in the same period of 2022. The sales revenues in the parent entity include sales in Poland, sales to foreign customers and to related companies, domestic and foreign.

**The gross sales profit** (for the 1 half of 2023) was 7.03% higher than in the same period of 2022. **The sales margin** for the 1 half of 2023 was 23.3% (compared to 26.6% in the 1 half of 2022). After eliminating the influence of currency exchange rate differences on the margin in the first half-year 2023 (-0.9% and in the same period a year before -0.2%) the sales margin would be 24.2% in the first half of 2023 and 26.8% in the same period of 2022.

**The distribution costs** – the share of the entity managing the branch in the margin earned. The sales margin generated by a branch is divided between the branch and Inter Cars in the 50/50 ratio. The branch system is based on the assumption of entrusting management of a distribution point (branch) to external entities. Sales are made on behalf of Inter Cars.

**License fees** - fees for using trademarks held by Inter Cars Marketing Services S.A. for the purposes of the current activity of the distribution companies.

**The financial revenues and costs** include primarily the costs and revenues from interest and revenues from the dividend. In the first half of 2023, the Company incurred cost of PLN 69,249 k, compared with PLN 35,653 k in the same period of 2022. The revenues from the dividend amount to PLN 16,640 k for the first half of 2023 and PLN 31,539 k for the same period of 2022, respectively.

**Liabilities due to credits, loans, borrowings, debt securities and finance lease** as at 30 June 2023 amounted to PLN 1,984,502 thousand, compared to PLN 1,794,738 thousand as at 31 December 2022.

**4. Factors and events of a non-recurring nature having a material bearing on the financial result, and a description of the Company's material achievements and failures along with a list of related key events**

***The major events affecting the current and future business activity***

- The consolidated EBITDA for 12 months cumulatively for the period ending on 30 June 2023 amounted to PLN 1,293,890 thousand (cumulatively as a profit on operating activity plus depreciation) and was PLN 163,727 thousand higher compared to the same period a year before.
- Net debt /EBITDA ratio was 1.69 as at 30 June 2023,(compared to 1.60 a year before)

**5. Changes in the structure of the business entity**

No such events.

**6. The Management Board's standpoint on the feasibility of meeting the previously published forecasts of financial results for 2023**

The Capital Group Inter Cars S.A. did not publish any forecasts of financial results.

**7. Shareholders holding 5% or more of the total vote as at the date of publication of these financial statements**

Shareholder**	Number of shares	Total nominal value (PLN)	Percentage of share in the share capital held (%)	Percentage of total vote held (%)
OK Automotive Investments B.V.*	3,726,721	7,453,442	26.30%	26.30%
Allianz OFE	1,786,446	3,572,892	12.61%	12.61%
NATIONALE NEDERLANDEN OFE, NATIONALE NEDERLANDEN DFE***	1,616,580	3,233,160	11.41%	11.41%
Andrzej Oliszewski	1,277,370	2,554,740	9.02%	9.02%
Generali OFE, Generali DFE	894,386	1,788,772	6.31%	6.31%
<b>Total</b>	<b>9,301,503</b>	<b>18,603,006</b>	<b>65.65%</b>	<b>65.65%</b>

\* OK Automotive Investments B.V. is a company which is dependent from Maciej Oleksowicz, President of the Management Board of the Company.

\*\* The list of shareholders was prepared based on notifications received in accordance with art. 69 of the Act on Public Offering, Conditions Governing the Introduction of Financial Instruments to Organized Trading, and Public Companies (Journal of Laws of 2005, No. 184 item 1539, as amended), and art. 19 of Regulation (EU) No 596/2014 of the European Parliament and of the Council of 16 April 2014 on market abuse ("MAR Regulation").

\*\*\* Nationale-Nederlanden Powszechno Towarzystwo Emerytalne SA. funds: Nationale-Nederlanden Otwarty Fundusz Emerytalny, Nationale-Nederlanden Dobrowolny Fundusz Emerytalny Nasze Jutro 2030, Nationale-Nederlanden Dobrowolny Fundusz Emerytalny Nasze Jutro 2035, Nationale-Nederlanden Dobrowolny Fundusz Emerytalny Nasze Jutro 2040,

Nationale-Nederlanden Dobrowolny Fundusz Emerytalny Nasze Jutro 2045, Nationale-Nederlanden Dobrowolny Fundusz Emerytalny Nasze Jutro 2050, Nationale-Nederlanden Dobrowolny Fundusz Emerytalny Nasze Jutro 2055, Nationale-Nederlanden Dobrowolny Fundusz Emerytalny Nasze Jutro 2060

One share gives one vote at the General Shareholders Meeting of the Company. Voting restrictions are laid out in §18a of the Articles of Association, according to which no shareholder holding over 33% of votes may cast more that 33% of the total number of votes they are entitled to as at the date of the General Meeting. This restriction does not apply to determining the purchasers of substantial blocks of shares.

Furthermore, pursuant to the provisions of the Articles, this limitation shall expire if one of the shareholders purchases (on their own behalf and account) and registers at the General Meeting

**Interim report on the activities of the Inter Cars Capital Group**

for the period from 1 January to 30 June 2023

*(in thousand PLN)*

over 50% of the total number of votes in the Company, provided that all shares above 33% of the total number of shares in the Company and all shares above this threshold are purchased by such shareholder in response to a call to subscribe for all shares of the Company announced in conformity with the Act.

Above change of Status of the Company was registered by the registry court - District Court for the Capital City of Warsaw in Warsaw, XII Commercial Department of the National Court Register, on 17 May 2017.

**8. Changes in major holdings of the Company shares**

Shareholder	Number of shares	Increases	Decreases	Number of shares
	as at			as at
	19/05/2023			7/09/2023
OK Automotive Investments B.V.*	3,726,721	-	-	3,726,721
Allianz OFE	1,967,010		180,564	1,786,446
NATIONALE NEDERLANDEN OFE, NATIONALE NEDERLANDEN DFE	1,616,799		219	1,616,580
Andrzej Oliszewski	1,277,370		-	1,277,370
Generali OFE, Generali DFE	895,455	-	1,069	894,386
<b>Total</b>	<b>9,483,355</b>	<b>-</b>	<b>181,852</b>	<b>9,301,503</b>

**9. Changes in the number of shares and rights to shares (options) in Inter Cars S.A. held by the Company's Management and supervisory personnel since the publication of the most recent quarterly report.**

The Company's supervisory and managing personnel hold 5 004 091 of shares, constituting 35,32% of the total vote at the General Shareholders Meeting of Inter Cars.

The managing and supervisory personnel hold no shares in the subsidiaries of Inter Cars.

List of shares being held by the managing and supervisory personnel of Inter Cars as at the date of publishing the report is presented in below chart:

Shareholder	Number of shares	Total nominal value	Percentage of share in the share capital held (%)	Percentage of total vote held (%)
<b>Management Board</b>				
Maciej Oleksowicz*	3,726,721	7,453,442	26.30%	26.30%
	<b>3,726,721</b>	<b>7,453,442</b>		
<b>Supervisory Board</b>				
Andrzej Oliszewski	1,277,370	2,554,740	9.02%	9.02%
	<b>1,277,370</b>	<b>2,554,740</b>		
<b>Total</b>	<b>5,004,091</b>	<b>10,008,182</b>	<b>35.32%</b>	<b>35.32%</b>

\* Directly by OK Automotive Investments B.V.

**Interim report on the activities of the Inter Cars Capital Group**

for the period from 1 January to 30 June 2023

*(in thousand PLN)*

Changes in ownership of the Company shares held by the Company's management and supervisory personnel since the publication of the most recent quarterly report, i.e. 19 May 2023:

Shareholder	Number of shares as at	Increases	Decreases	Number of shares as at
	19/05/2023			7/09/2023
Maciej Oleksowicz	3,726,721	-	-	3,726,721
Andrzej Oliszewski	1,277,370	-	-	1,277,370
<b>Total</b>	<b>5,004,091</b>	<b>-</b>	<b>-</b>	<b>5,004,091</b>

**10. Information on court, arbitration and administrative proceedings**

In 2023, no proceedings were brought before any court or administrative body with respect to any liabilities or claims of Inter Cars S.A. or its subsidiary undertakings, whose aggregate value would represent 10% or more of the Company's equity.

Furthermore, no proceedings are pending before any court or administrative body with respect to any liabilities or claims of Inter Cars S.A. or its subsidiaries whose aggregate value would represent 10% or more of the Company's equity.

**11. Other information which the Company deems relevant for the assessment of its personnel, assets, financial position and financial result or changes in any of the foregoing, and for the assessment of the Company's ability to perform its obligations**

This information is included in the section entitled "Factors and events of a non-recurring nature having a material bearing on the financial result, and a description of the Company's material achievements and failures along with a list of related key events."

**12. Factors which in the Company's opinion will affect its financial results in the period covering at least the next quarter.**

Factors which in the Management Board's opinion will affect the Company's financial results in Q3 2023 include:

- ✓ *high inflation* affecting the suppliers to raise purchase prices of trade goods and production materials, forcing increase of sales prices in order to maintain profitability
- ✓ *high inflation* affecting the increase in operating costs including labour costs resulting from the wage-price spiral and employees' expectations, fuel costs affecting the cost of transporting goods, energy and gas costs associated with the cost of maintaining distribution centres;
- ✓ changes in interest rates, which will determine the amount of interest on contracted loans and thus affect the financial expenses;
- ✓ *the conduct of hostilities* by the Russian Federation against Ukraine;
- ✓ *trends in the foreign exchange rates*, mainly EUR, USD and JPY against PLN, UAH, HUF, CZK, HRK, RON, BGN, MDL, BAM, RSD and NOK;
- ✓ *optimization of cost of business* activity aimed at keeping profitability at a proper level;
- ✓ planned improvement in the stock turnover, which should reduce the financial costs by lowering the requirement for inventory financing;
- ✓ *optimization of logistics processes*
- ✓ enhanced awareness of the "Inter Cars" brand and obtaining new customers, which will contribute to the development of operating activities;

**13. Key threats and risks affecting the remaining months of the financial year**

The risks regarding Q3 2023, specified by the Management Board affect also the other months of 2023, as specified in section 12.

Taking into account dynamically changing circumstances, increased level of market insecurity and uncertainty of further influence of the conflict in Ukraine on the economy, industry, business partners of the Group and consumer behaviours, the Board of the Company is not able to refer to the forecast for coming months.

**14. Information on conclusion by the Company or its subsidiaries of a single or more transactions with related entities if such transactions are jointly or separately material and were not concluded at arm's length.**

All transactions with related entities were concluded at arm's length.

**15. Information on sureties issued by the Company or its subsidiary in respect of loans or borrowings or guarantees issued – jointly to a single entity or its subsidiary, where the total value of such sureties or guarantees is equivalent to at least 10% of the Company's equity.**

In the reporting period, Inter Cars S.A. and its subsidiaries did not grant any sureties for credits, loans or other guarantees with substantial value.

Sureties and guarantees granted by the Group as at 30 June 2023 amounted in total to PLN 10,090 thousand.

**Warsaw, 07 September 2023**

**Maciej Oleksowicz**

President of the Management Board

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**Krzysztof Soszyński**

Vice-President of the Management  
Board

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**Wojciech Twaróg**

Member of the Management Board

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**Piotr Zamora**

Member of the Management Board

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**Interim condensed separate financial statements of Inter Cars S.A.**

for the period from 1 January to 30 June 2023

*(in thousand PLN)***INTERIM CONDENSED SEPARATE FINANCIAL STATEMENTS OF INTER CARS S.A. FOR THE PERIOD FROM 1 January 2023 TO 30 June 2023****Condensed separate statement of the financial position**

<i>(in thousand PLN)</i>	<u>30/06/2023</u>	<u>31/12/2022</u>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	123,177	121,359
Right of use assets	27,420	27,298
Intangible assets	181,252	186,438
Investments in subordinated entities	510,092	508,347
Loans granted and deposits receivable	24,446	23,324
Financial sub-lease receivables	92,724	95,945
Other assets	-	1,189
	<u>959,111</u>	<u>963,900</u>
<b>Current assets</b>		
Inventory	2,804,402	2,389,835
Trade and other receivables	3,247,440	2,762,306
Financial sub-lease receivables	46,852	45,956
Cash	50,403	75,173
	<u>6,149,097</u>	<u>5,273,270</u>
<b>TOTAL ASSETS</b>	<u>7,108,208</u>	<u>6,237,170</u>
<b>LIABILITIES</b>		
<b>Equity</b>		
Share capital	28,336	28,336
Share premium account	259,530	259,530
Supplementary capital	2,470,834	1,938,295
Other reserve capitals	5,935	5,935
Retained earnings	130,892	542,922
	<u>2,895,527</u>	<u>2,775,018</u>
<b>Long-term liabilities</b>		
Liabilities due to credits and loans	828,929	710,650
Other lease liabilities	32,606	33,026
Liabilities due to lease transformed into sub-lease	92,724	95,945
Deferred income tax provision	7,175	53,661
	<u>961,434</u>	<u>893,282</u>
<b>Short-term liabilities</b>		
Trade and other liabilities	1,997,189	1,397,818
Liabilities on credits, loans, debt securities	1,104,366	1,030,268
Other lease liabilities	18,600	20,794
Liabilities due to lease transformed into sub-lease	46,852	45,956
Employee benefits	24,650	14,491
Income tax liabilities	59,590	59,543
	<u>3,251,247</u>	<u>2,568,870</u>
<b>TOTAL LIABILITIES</b>	<u>7,108,208</u>	<u>6,237,170</u>

Explanatory information is an integral part of interim condensed consolidated financial statements and separate financial statements

**Interim condensed separate financial statements of Inter Cars S.A.**

for the period from 1 January to 30 June 2023

(in thousand PLN)

**Condensed separate statement of comprehensive income**

	<i>for 3 months ended on 30 June</i>		<i>for 6 months ended on 30 June</i>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
Revenues from the sale of products, goods and materials	3,015,158	2,550,946	5,789,237	4,742,095
Cost of sales	(2,343,579)	(1,890,466)	(4,438,655)	(3,480,179)
<b>Gross profit on sales</b>	<b>671,579</b>	<b>660,480</b>	<b>1,350,582</b>	<b>1,261,916</b>
Other operating revenue	-	-	23,247	16,146
Selling cost, general and administrative expenses	(364,663)	(286,812)	(725,819)	(544,984)
Costs of distribution service	(206,437)	(185,758)	(379,558)	(342,904)
Costs of license	(12,643)	(10,690)	(24,147)	(19,950)
Other operating expenses	(33,559)	(10,111)	(37,138)	(17,620)
<b>Operating profit</b>	<b>54,277</b>	<b>167,109</b>	<b>207,167</b>	<b>352,604</b>
Financial revenue	2,000	7,175	4,374	9,260
Dividends received	16,640	31,539	16,640	31,539
Foreign exchange gains/losses	8,916	(1,131)	10,007	(1,746)
Financial costs	(36,153)	(25,410)	(73,482)	(40,141)
<b>Profit before tax</b>	<b>45,680</b>	<b>179,282</b>	<b>164,706</b>	<b>351,516</b>
Income tax	(9,986)	(28,257)	(34,138)	(62,640)
<b>Net profit</b>	<b>35,694</b>	<b>151,025</b>	<b>130,568</b>	<b>288,876</b>
<b>OTHER COMPREHENSIVE INCOME</b>				
Total other comprehensive income, net	-	-	-	-
<b>COMPREHENSIVE INCOME</b>	<b>35,694</b>	<b>151,025</b>	<b>130,568</b>	<b>288,876</b>
<b>Net profit</b>	<b>35,694</b>	<b>151,025</b>	<b>130,568</b>	<b>288,876</b>
<b>Weighted-average number of ordinary shares (in pieces)</b>	<b>14,168,100</b>	<b>14,168,100</b>	<b>14,168,100</b>	<b>14,168,100</b>
<b>Earnings per ordinary share (in PLN)</b>	<b>2.52</b>	<b>10.66</b>	<b>9.22</b>	<b>20.39</b>
<b>Weighted-average diluted number of ordinary shares (in pieces)</b>	<b>14,168,100</b>	<b>14,168,100</b>	<b>14,168,100</b>	<b>14,168,100</b>
<b>Diluted earnings per ordinary share (in PLN)</b>	<b>2.52</b>	<b>10.66</b>	<b>9.22</b>	<b>20.39</b>

Explanatory information is an integral part of interim condensed consolidated financial statements and separate financial statements



**Interim condensed separate financial statements of Inter Cars S.A.**  
for the period from 1 January to 30 June 2023  
(in thousand PLN)

**Condensed separate statement of changes in equity**

**for the period from 1 January 2023 to 30 June 2023**

<i>(in thousand PLN)</i>	Share capital	Share premium account	Supplementary capital	Other reserve capitals	Retained earnings	Total equity
<b>Shareholder's equity as at 1 January 2023</b>	<b>28,336</b>	<b>259,530</b>	<b>1,938,295</b>	<b>5,935</b>	<b>542,922</b>	<b>2,775,018</b>
<b>Statement of comprehensive income</b>						
Profit in the reporting period	-	-	-	-	130,568	<b>130,568</b>
<b>Total comprehensive income in the reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		
Distribution of retained profits - transferred to supplementary capital	-	-	532,539	-	(532,539)	-
Distribution of prior period profit – dividend	-	-	-	-	(10,059)	<b>(10,059)</b>
<b>Owner's equity as at 30 June 2023</b>	<b>28,336</b>	<b>259,530</b>	<b>2,470,834</b>	<b>5,935</b>	<b>130,892</b>	<b>2,895,527</b>

**for the period from 1 January 2022 to 30 June 2022**

<i>(in thousand PLN)</i>	Share capital	Share premium account	Supplementary capital	Other reserve capitals	Retained earnings	Total equity
<b>Shareholder's equity as at 1 January 2022</b>	<b>28,336</b>	<b>259,530</b>	<b>1,476,252</b>	<b>5,935</b>	<b>482,485</b>	<b>2,252,538</b>
<b>Statement of comprehensive income</b>						
Profit in the reporting period	-	-	-	-	288,876	<b>288,876</b>
<b>Total comprehensive income in the reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>288,876</b>	<b>288,876</b>
Distribution of retained profits - transferred to supplementary capital	-	-	462,043	-	(462,043)	-
Distribution of prior period profit – dividend	-	-	-	-	(20,119)	(20,119)
<b>Owner's equity as at 30 June 2022</b>	<b>28,336</b>	<b>259,530</b>	<b>1,938,295</b>	<b>5,935</b>	<b>289,199</b>	<b>2,521,295</b>

**Interim condensed separate financial statements of Inter Cars S.A.**

for the period from 1 January to 30 June 2023

*(in thousand PLN)***Condensed separate statement of cash flows***(in thousand PLN)*

	<b>1/01/2023 – 30/06/2023</b>	<b>1/01/2022– 30/06/2022</b>
<b>Cash flows from operating activities</b>		
Profit (loss) before tax	164,706	351,516
Adjustments:		
Amortization and depreciation	20,863	18,541
Foreign exchange gains /losses	(4,236)	1,436
(Profit) /loss on the sale of property, plant and equipment	(255)	(339)
Net interest and share in profits	67,892	31,062
Net dividends	(16,640)	(31,539)
Other adjustments, net	-	2
Operating profit before changes in the working capital	<b>232,330</b>	<b>370,679</b>
Increase (decrease) in inventories	(414,567)	(856,352)
Increase (decrease) in receivables	(458,943)	(445,577)
Change in financial sub-lease receivables	2,324	13,759
Change in short-term liabilities	637,248	609,980
Change in liabilities due to lease transformed into sub-lease	(2,324)	(13,759)
Cash generated by operating activities	<b>(14,007)</b>	<b>(321,270)</b>
Corporate income tax paid	(80,577)	(88,450)
<b>Net cash from operating activities</b>	<b>(84,509)</b>	<b>(409,720)</b>
<b>Cash flow from investment activities</b>		
Proceeds from the sale of plant, property, equipment and intangible assets	1,096	314
Purchase of property, plant, equipment and intangible assets	(15,206)	(29,050)
Sale of shares in subordinated entities	-	154
Purchase of financial assets in related and other entities	(1,007)	(896)
Repayment of loans granted	18,164	4,249
Loans granted	(30,142)	(4,942)
Interest received	1,755	4,322
Dividends received	-	1,581
<b>Net cash from investing activities</b>	<b>(25,340)</b>	<b>(24,268)</b>
<b>Cash flow from financing activities</b>		
(repayments) / proceeds from credits and leases	(30,880)	(30,728)
Deposits received (returned)	-	29
Loans and borrowings received / repaid	195,665	511,833
Interest paid	(69,647)	(34,552)
Dividend paid	(10,059)	-
<b>Net cash from financing activities</b>	<b>85,079</b>	<b>446,582</b>
<b>Net change in cash and cash equivalents</b>	<b>(24,770)</b>	<b>12,594</b>
<b>Cash as at the beginning of period</b>	<b>75,173</b>	<b>25,494</b>
<b>Cash as at the end of period</b>	<b>50,403</b>	<b>38,088</b>

Explanatory information is an integral part of interim condensed consolidated financial statements and separate financial statements

## Interim condensed separate financial statements of Inter Cars S.A.

for the period from 1 January to 30 June 2023

(in thousand PLN)

### Explanatory notes to the interim condensed separate financial statements prepared for the period of 6 months ended on 30 June 2023.

#### 1.1. Accounting principles

##### Basis of preparation

Interim condensed separate financial statements of Inter Cars S.A. (hereinafter referred to as "the condensed interim financial statements") were prepared for the period of 6 months ended on 30 June 2023.

These condensed separate interim consolidated financial statements were prepared in accordance with the International Accounting Standard IAS 34 "Interim Financial Reporting" relating to interim financial statements and is not inclusive of all information required with respect to annual financial statements. These condensed separate interim financial statements should be read together with the audited separate financial statements prepared in accordance with the IFRS for the year ended on 31 December 2022. No changes to the accounting principles applied by the Company were made during the reporting period presented compared to the those described in the financial statements for the year ended on 31 December 2022.

Income tax is calculated using the average effective tax rate

The accounting principles applied by Inter Cars are the same as those applied by the Group, with the exception of interest in subsidiaries, valued at the historical costs minus revaluation write-downs.

The interim condensed separate financial statements of Inter Cars S.A. were approved for publication by the Management Board on 07 September 2023.

The interim condensed separate financial statements of Inter Cars S.A. were prepared under the assumption that the company shall continue as a going concern in the foreseeable future.

All values presented in the interim condensed financial statements were expressed in PLN, unless otherwise indicated.

#### 1.2. Investments in subordinated entities

The following investments in subordinated entities took place in the first half of 2023:

	<u>2023</u>	<u>2022</u>
<b>As at 1 January (gross)</b>	<b>508,958</b>	<b>508,876</b>
Increase, including:	2,196	891
- increase in share capital in OOO Inter Cars AutomobilnaTechnika	188	-
- increase in share capital in Inter Cars Deutschland GmbH	819	-
- transfer from other assets	1,189	-
- increase in share capital in Partslife International Kft	-	891
Decrease, including:	(451)	(809)
- impairment of shares in OOO Inter Cars AutomobilnaTechnika	(188)	(451)
- return of capital paid in from IC Deutschland GmbH	-	(53)
- sale of shares of CB Dystrybucja Sp. z o.o.	-	(5)
- other	(263)	(300)
<b>As at 30 June (gross):</b>	<b>510,703</b>	<b>508,958</b>
- impairment on Inter Cars HungariaKft.	(611)	(611)
<b>As at 30 June (net)</b>	<b>510,092</b>	<b>508,647</b>

#### 1.3. Information on business segments

Inter Cars S.A. is only a spare parts distributor.

**Interim condensed separate financial statements of Inter Cars S.A.**

for the period from 1 January to 30 June 2023

*(in thousand PLN)***1.4. Seasonality**

The demand for spare parts is seasonal. The peak season falls in the second and third quarters. The demand is lower at the beginning and the end of the year.

This is directly linked to the seasonal nature of some repairs for which the spare parts are required, and to the smaller number of repairs made by clients during winter.

**1.5. Dividend**

On 13 June 2023, the Ordinary General Shareholders' Meeting of the Company adopted a resolution on the distribution of the profit for the financial year 2022, according to which the profit generated in 2022 shall be distributed in such a way that from the net profit generated in 2022 in the amount of PLN 542,598,278.02, the amount of PLN 10,059,351.00, i.e. PLN 0.71 per share, will be paid to shareholders as the dividend, while the remaining part of the profit in the amount of PLN 532,538,927.02 shall be allocated to the reserve capital.

In addition, the Annual General Shareholders' Meeting of the Company set the dividend date at 19 June 2023 and the dividend payment date at 26 June 2023. All 14,168,100 shares of the Company are covered by the dividend.

The dividend was paid out on 26 June 2023.

**1.6. Significant judgements and estimates**

In the reporting period in question there were no important changes in evaluations or estimates described in the annual separate financial statements for 2022.

**1.7. Transactions with related entities in the condensed separate financial statements**

	for 3 months ended on 30 June		for 6 months ended on 30 June	
	2023	2022	2023	2022
	Sale to related entities		Sale to related entities	
Affiliated entities	20	40	64	64
Other related entities of Inter Cars S.A.	32	44	62	128
Subsidiary companies	926,434	798,909	1,786,342	1,406,889
	for 3 months ended on 30 June		for 6 months ended on 30 June	
	2023	2022	2023	2022
	Purchase from related entities		Purchase from related entities	
Affiliated entities	291	418	1,078	759
Other related entities of Inter Cars S.A.	395	221	696	418
Subsidiary companies	517,940	457,207	913,751	905,310
	30/06/2023	31/12/2022	30/06/2023	31/12/2022
	Receivables from related entities		Payables to related entities	
Affiliated entities	23	29	161	-
Other related entities of Inter Cars S.A.	22	19	8	-
Subsidiary companies	1,824,433	1,564,844	745,866	666,557

**Interim condensed separate financial statements of Inter Cars S.A.**  
for the period from 1 January to 30 June 2023

(in thousand PLN)

**Settlements on loans and borrowings**

<i>Receivables from subsidiaries</i>	<b>30/06/2023</b>	<b>31/12/2022</b>
Lauber Sp. z o.o.	8,814	8,750
IC Development & Finance Sp. z o.o.	11,439	11,439
NV Inter Cars Belgium	1,579	1,652
Q-SERVICE TRUCK Sp z o.o.	17,950	18,771
Inter Cars do.o. Beograd Rakovica	902	947
Inter Cars Norge	185	216
Inter Cars Fleet Services Sp z o.o.	2,276	3,297
Armatus	5,414	-
<b>Gross receivables on loans</b>	<b>48,559</b>	<b>45,072</b>

*Liabilities to subsidiaries*

Inter Cars Cyprus Ltd.	94,235	98,384
	<b>94,235</b>	<b>98,384</b>

**Receivables on dividend**

<i>Receivables from subsidiaries</i>	<b>30/06/2023</b>	<b>30/06/2022</b>
<i>Feber Sp. z o.o.</i>	3,728	-
<i>Inter Cars Marketing Services Sp. z o.o.</i>	76	-
<i>Q-Service Sp. z o.o.</i>	16	-
Inter Cars Lietuva UAB	-	7,694
Inter Cars Českárepublika.s.r.o.	12,820	10,631
Inter Cars Eesti	-	4,274
Inter Cars Piese	-	7,360
<b>Gross receivables on dividend</b>	<b>16,640</b>	<b>29,959</b>

**Guarantees and sureties granted by Inter Cars S.A. to related entities.**

Sureties and guarantees granted by Inter Cars S.A. as at 30 June 2023 amounted in total to: PLN 298,066 thousand

Changes in sureties and guaranties

Status as at 31 December 2022	<b>391,425</b>
Increase (conclusion of new agreements)	31,206
Decrease (expiration)	(66,480)
Foreign exchange gains/losses	(58,085)
Status as at 30 June 2023	<b>298,066</b>

In the first half of 2023, the Company did not grant any credit or loan sureties nor guarantees of a material value to any entity or a subsidiary of such entity.

**Warsaw, 07 September 2023**

**Maciej Oleksowicz**

President of the Management Board

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**Krzysztof Soszyński**

Vice-President of the Management  
Board

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**Wojciech Twaróg**

Member of the Management Board

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**Piotr Zamora**

Member of the Management Board

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**Julita Pałyska**

Chief Accountant

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