



# CONSOLIDATED QUARTERLY REPORT

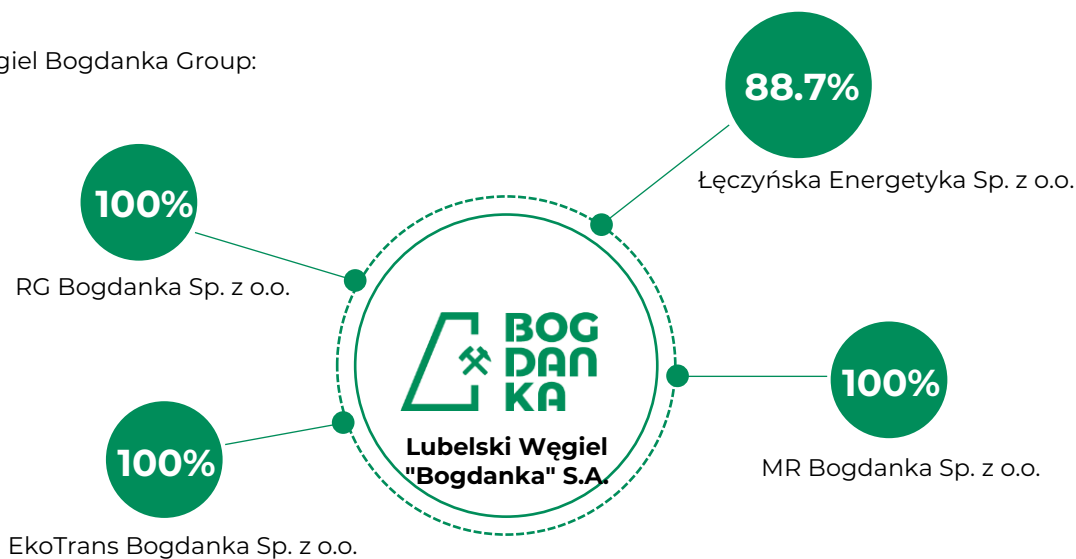
FOR THE PERIOD FROM 1 JANUARY TO 30 SEPTEMBER 2024



Lubelski Węgiel Bogdanka Group

## 1. General information

Lubelski Węgiel Bogdanka Group:



% number of votes at General Meetings in subsidiaries

The Lubelski Węgiel Bogdanka Group (hereinafter referred to as the "Group") comprises the following companies:

### Parent company

**Lubelski Węgiel "Bogdanka" S.A.** with its registered office in Bogdanka, 21-013 Puchaczów.

Lubelski Węgiel "Bogdanka" S.A. is a joint stock company operating under of the laws of Poland. The Company was established through the transformation of the state-owned enterprise, Kopalnia Węgla Kamiennego "Bogdanka" with its registered office in Bogdanka, pursuant to the Act of 13 July 1990 on the Privatisation of State Enterprises.

On 26 March 2001, Lubelski Węgiel "Bogdanka" Spółka Akcyjna was registered in the Register of Entrepreneurs of the National Court Register under the KRS number 0000004549. At present, the register is maintained by the District Court Lublin-East in Lublin, with its seat in Świdnik, 6th Commercial Department of the National Court Register.

The shares of Lubelski Węgiel "Bogdanka" S.A. are listed on the Warsaw Stock Exchange (WSE).

The Company's core business, according to the Polish Classification of Business Activity (PKD 0510Z), is hard coal mining.

### Subsidiaries

**"Łęczyńska Energetyka" Sp. z o.o.** with its registered office in Bogdanka, 21-013 Puchaczów.

As at 30 September 2024, the Parent Company held 88.7% shares in the capital of the "Łęczyńska Energetyka" Sp. z o.o. subsidiary.

"Łęczyńska Energetyka" Sp. z o.o. supplies heat to the mine and provides water and sewage management services. Moreover, the company supplies heat to external entities, such as housing estates and other facilities in Łęczna. The Company is also involved in building and repairing heating, water and sewage systems.

The Company's balance sheet date is 31 December.

**EkoTRANS Bogdanka Sp. z o.o.** with its registered office in Bogdanka, 21-013 Puchaczów.

As at 30 September 2024, the Parent Company held 100.0% shares in the capital of the EkoTRANS Bogdanka Sp. z o.o. subsidiary.

EkoTRANS Bogdanka Sp. z o.o. provides services to the mine in the scope of transportation, disposal and management of waste created during the washing and purification of coal winnings, as well as land reclamation services.

The Company's balance sheet date is 31 December.

**RG "Bogdanka" Sp. z o.o.** with its registered office in Bogdanka, 21-013 Puchaczów.

As at 30 September 2024, the Parent Company held 100.0% shares in the capital of the RG "Bogdanka" Sp. z o.o. subsidiary.

RG "Bogdanka" Sp. z o.o. provides services to the mine, including primarily mining works, auxiliary work and the handling of coal haulage.

The Company's balance sheet date is 31 December.

**MR Bogdanka Sp. z o.o.** with its registered office in Bogdanka, 21-013 Puchaczów.

As at 30 September 2024, the Parent Company held 100.0% shares in the capital of the MR Bogdanka Sp. z o.o. subsidiary.

MR Bogdanka Sp. z o.o. provides the mine with services including renovation, construction services, work performed in underground machinery divisions, refurbishment and production of steel structures.

The Company's balance sheet date is 31 December.

The summary list of subsidiaries comprising the Group as at 30 September 2024 is presented in the table below:

NAME OF THE SUBSIDIARY	BALANCE SHEET TOTAL [PLN thous.]	EQUITY [PLN thous.]	% SHARES HELD	NON-CONTROLLING INTEREST	LIMITATIONS OF CONTROL; RESTRICTIONS ON CONSOLIDATED ASSETS AND LIABILITIES	CONSOLIDATION METHOD
ENTITIES CONSOLIDATED IN THE CURRENT PERIOD AND IN PREVIOUS PERIODS:						
"ŁĘCZYŃSKA ENERGETYKA" Sp. z o.o.	106,593	95,078	88.7	Non-controlling interests amount to 11.30% and belong to: Łęczna Municipality 11.29% Puchaczów Municipality 0.01%	none	full
RG "BOGDANKA" Sp. z o.o.	28,273	4,531	100.0	none	none	full
EkoTRANS BOGDANKA Sp. z o.o.	6,794	1,578	100.0	none	none	full
MR BOGDANKA Sp. z o.o.	19,032	11,451	100.0	none	none	full

Lubelski Węgiel "Bogdanka" S.A. is the Parent Company in the Lubelski Węgiel Bogdanka Group. The Group draws up consolidated financial statements in accordance with the IFRS in the form approved by the European Union.

In order to fully understand the financial standing and performance of the Group, this Consolidated Quarterly Report should be read in conjunction with the audited consolidated financial statements of the Lubelski Węgiel Bogdanka Group as well as the audited standalone financial statements of the Parent Company for the financial year ended 31 December 2023. These reports and statements are available on the Parent Company's website at [www.ri.lw.com.pl](http://www.ri.lw.com.pl).

### **Group in the structure of the ENEA Group**

On 14 September 2015, ENEA S.A. announced a takeover bid for shares of the Parent Company, Lubelski Węgiel "Bogdanka" S.A., stating that it intended to acquire up to 64.57% of all votes at the Shareholder Meeting of Lubelski Węgiel "Bogdanka" S.A. The transaction was settled on 29 October 2015. As a result of the transaction, ENEA S.A. and its subsidiary acquired in total 66% of shares in Lubelski Węgiel "Bogdanka" S.A. and consequently Lubelski Węgiel "Bogdanka" S.A. and its subsidiaries became part of the ENEA Group with ENEA S.A. in Poznań as its parent company. As a consequence of the disposal by a subsidiary of Enea S.A. of the Parent Company's shares in Q2 2022, as at 30 September 2024, Enea S.A. held in total 64.57% of shares in the Parent Company.

### **The State Treasury is the ultimate controlling entity.**

## **2. Rules for preparation of the interim condensed consolidated financial statements of the Group and the interim condensed financial statements of the Parent Company**

These interim condensed consolidated financial statements of the Group and the interim condensed financial statements of the Parent Company for three quarters of 2024 have been prepared in accordance with the International Accounting Standard 34 "Interim Financial Reporting" as approved by the European Union.

The Consolidated Quarterly Report has been drawn up in accordance with the historical cost principle, except for derivative financial instruments, which are measured at fair value.

Historical cost is generally determined based on the fair value of the payment made for goods or services.

Fair value is recognised as the price that may be obtained upon the sale of an asset or the price paid to transfer a liability in a standard transaction on the main (or the most favourable) market on the measurement date and in the current market conditions, irrespective of whether the price is directly observable or estimated using a different measurement technique. In its fair value measurement of an asset or a liability, the Group takes into account the characteristics of the asset or liability if market players consider these features when measuring assets or liabilities as at the valuation date. Fair value for measurement and/or disclosure purposes in the Consolidated Quarterly Report is determined as described above, except for share-based payments, which are subject to IFRS 2, leases, subject to IFRS 16, as well the measurements that are similar to fair value but are not fair values, such as net selling price under IAS 2 or value in use under IAS 36.

### **Estimates**

Preparation of the interim condensed (consolidated and standalone) financial statements on the basis of the International Financial Reporting Standards and in accordance with the accounting policy requires that, in addition to accounting estimates, professional judgement is also used with respect to current and future events in the individual areas.

Important accounting estimates and judgements result from past experience and other factors, including anticipated future events that seem reasonable in the current situation. Accounting estimates and judgements are subject to regular review.

Except for the estimates related to the impairment test (see Note 5.2 of the Group's interim condensed consolidated financial statements for the first half of 2024 for a detailed description), the material estimates and judgements have not changed since the publication date of the annual consolidated financial statements for 2023.

### **Accounting policy**

The interim condensed (consolidated and standalone) financial statements for the current and comparative period have been prepared using the same accounting policies and the same accounting policy and calculation methods were used as in the most recent annual consolidated and standalone financial statements for 2023.

### 3. **Brief description of the material achievements and failures of the Group in the period covered by the report and list of key related events**

As for the operations conducted in the period of three quarters of 2024 under analysis and until the publication date of this Consolidated Quarterly Report, one event occurred in the Group that affected its operations in 2024. Namely, on 28 March 2024, the Parent Company received a notice from key business partners - i.e. Enea Wytwarzanie and Enea Połaniec, on the reduced demand for 2024 by approx. 934 thousand tons, compared to the applicable contractual minimum volumes. This resulted in updating the production target (from the previous level of approx. 9 million tons) and setting it in the range of 7-8 million tons of commercial coal.

### 4. **Description of factors and events, in particular non-recurring ones, exerting material influence on the financial results achieved**

The Group's results for three quarters of 2024 were significantly affected by an impairment loss on the carrying amount of non-current assets in the amount of PLN 1,174 million (the total amount was already recognised during the first half of the year), created in connection with the impairment test of assets as at 30 June 2024 in accordance with the requirements of IAS 36 (for a detailed description, see Note 5.2 of the Group's interim condensed consolidated financial statements for the first half of 2024).

### 5. **Details of the interim condensed consolidated financial statements of the Lubelski Węgiel Bogdanka Group for three quarters of 2024**

#### **Third quarter of 2024**

##### Interim consolidated statement of profit and loss

In the third quarter of 2024, consolidated revenue on sales amounted to PLN 929,531 thousand, compared to PLN 863,685 thousand in the corresponding period of 2023. This means an increase in net revenue by 7.6%.

In Q3 2024, the Group recognised the consolidated operating profit of PLN 186,995 thousand. On the other hand, net profit attributable to shareholders of the Parent Company amounted to PLN 151,860 thousand, while in the corresponding period of 2023 the Group generated net profit attributable to shareholders of the Parent Company in the amount of PLN 30,828 thousand.

#### **Three quarters of 2024**

##### Interim consolidated statement of profit and loss

Consolidated revenue on sales for three quarters of 2024 amounted to PLN 2,600,112 thousand and decreased slightly by 3.3% compared to the corresponding period of the previous year.

The Group recorded a consolidated operating loss for three quarters of 2024 in the amount of PLN 944,998 thousand. On the other hand, net loss attributable to shareholders of the Parent Company for three quarters of 2024 amounted to PLN 756,605 thousand, while in the corresponding period of 2023 the net profit attributable to shareholders of the Parent Company amounted to PLN 256,756 thousand. This means a decrease of 394.7% compared to the corresponding period of the previous year.

##### Interim consolidated statement of financial position

In total, the balance of provisions for other liabilities and charges and provisions for employee benefits as at 30 September 2024 amounted to PLN 544,883 thousand, increasing by PLN 88,139 thousand compared to 31 December 2023.

As at 30 September 2024, deferred tax liabilities amounted to PLN 47,112 thousand and decreased by PLN 243,979 thousand compared to 31 December 2023.

## **6. Details of the interim condensed financial statements of the Parent Company for the three quarters of 2024**

### **Third quarter of 2024**

#### Interim standalone statement of profit and loss

In the third quarter of 2024, revenue on sales amounted to PLN 928,884 thousand, compared to PLN 863,478 thousand in the corresponding period of 2023. This means an increase in net revenue by 7.6%.

Operating profit in Q3 2024 amounted to PLN 182,066 thousand and increased by 474.6% compared to the corresponding period of the previous year.

In Q3 2024, the Parent Company generated net profit of PLN 147,223 thousand, compared to PLN 28,928 thousand in the corresponding period of 2023. This means an increase of 408.9%.

### **Three quarters of 2024**

#### Interim standalone statement of profit and loss

Revenue on sales for three quarters of 2024 amounted to PLN 2,595,848 thousand and decreased by 3.4% compared to the corresponding period of the previous year.

The Parent Company recorded an operating loss for three quarters of 2024 in the amount of PLN 954,806 thousand. On the other hand, net loss for three quarters of 2024 amounted to PLN 761,913 thousand, while in the corresponding period of 2023 the Parent Company recognised net profit in the amount of PLN 256,323 thousand. This means a decrease of 397.2% compared to the corresponding period of the previous year.

#### Interim standalone statement of financial position

The balance of provisions for other liabilities and charges and provisions for employee benefits as at 30 September 2024 amounted to PLN 532,050 thousand, increasing by PLN 85,556 thousand compared to 31 December 2023.

As at 30 September 2024, deferred tax liabilities amounted to PLN 47,112 thousand and decreased by PLN 243,979 thousand compared to 31 December 2023.

## **7. Explanation of seasonal or cyclical nature of the Group's operations in the period presented**

The seasonality in production does not occur, while seasonality of retail sales can be observed at the coal sales outlet. Sales to individual clients during three quarters of 2024 represented less than 0.2% of total consolidated revenue from sales. Accordingly, this has no significant impact on the Group's operating and financing activities.

## **8. Information on dividend paid, in total and per share, for common and preference shares**

On 28 June 2024, the Ordinary General Meeting of Shareholders of the Parent Company was held, at which the Shareholders adopted a resolution regarding the distribution of net profit for 2023, according to which the net profit of the Parent Company in the amount of PLN 686,991 thousand was distributed as follows:

- the amount of PLN 85,034 thousand was allocated for the payment of dividend,
- the remaining amount, i.e. PLN 601,957 thousand, was allocated for the reserve capital of the Parent Company.

The dividend per share is calculated by dividing the dividend attributable to the shareholders of the Parent Company by the number of ordinary shares as at the dividend record date.

## 9. Events after the balance sheet date not captured in the Consolidated Quarterly Report

There were no material events after the balance sheet date, which have not been captured in the Consolidated Quarterly Report but could affect the financial results as at 30 September 2024.

## 10. Information on changes in contingent liabilities or contingent assets which occurred since the end of the previous financial year

A detailed description of contingent liabilities and contingent assets is presented in Note 29 to the annual consolidated financial statements for 2023.

In Q1 2024, there was a significant change in the status of legal claims for patents previously reported as a contingent liability. Namely, on 15 February 2024, the Court of Appeals in Warsaw ruled that the plaintiffs were entitled to the remuneration in the amount of PLN 4,075 thousand with interest from 2013, thus largely upholding the Parent Company's appeal. The judgement is final and therefore the Parent Company has made a payment to the plaintiffs. On 15 March 2024, the Parent Company received a written justification for the aforementioned judgement, which was subject to detailed analysis, as a result of which the Parent Company decided to file a cassation appeal.

On 28 May 2024, the Parent Company filed a cassation appeal with the Supreme Court; in addition, the plaintiffs also filed an appeal. The Parent Company is currently waiting for determining a date of hearing on this case.

Except for the issue described above, during first three quarters of 2024, the balance of other contingent liabilities and contingent assets did not change significantly (as compared to the end of the previous financial year).

## 11. Transactions between the Lubelski Węgiel Bogdanka Group and related parties

All transactions concluded with related parties are concluded in the ordinary course of business and on an arm's length basis.

### **Transactions with subsidiaries of the State Treasury of the Republic of Poland**

The Group enters into commercial transactions with state and local administration authorities and with subsidiaries of the State Treasury of the Republic of Poland.

Major sales transactions relate to the revenue from sales of coal to the following companies: Zakłady Azotowe w Puławach S.A. (Azoty Group), Energa Elektrownie Ostrołęka S.A., PGNiG Termika S.A., Krajowa Grupa Spożywcza S.A., PGE Energia Ciepła, Miejskie Przedsiębiorstwo Energetyki Ciepłej Sp. z o.o. in Chełm and to Local Government Units (Towns, Municipalities).

In the reporting periods ended 30 September 2024 and 30 September 2023, the revenue on sales to the above-mentioned entities and the balance of the Group's receivables from these entities were as follows:

	FOR THE PERIOD		
	01.01.2024- 30.09.2024	01.01.2023- 31.12.2023	01.01.2023- 30.09.2023
Sales in the period	236,684	306,592	213,325
Balance of receivables at end of the period including VAT	40,466	32,379	20,408

Major purchase transactions include: purchase of materials (mining supports) from Huta Łabędy S.A., purchase of transport services from PKP Cargo S.A., purchase of electricity distribution services from PGE Dystrybucja S.A., purchase of fuel from Orlen Paliwa Sp. z o.o., and fees arising from mining and exploration concessions.

In the reporting periods ended 30 September 2024 and 30 September 2023, the turnover resulting from purchases from the above entities and the amounts payable by the Group to these entities were as follows:

	FOR THE PERIOD		
	01.01.2024- 30.09.2024	01.01.2023- 31.12.2023	01.01.2023- 30.09.2023
Purchases in the period	255,456	348,237	249,194
Balance of liabilities at end of period, including VAT	18,665	39,427	23,422

### **Transactions with ENEA Group companies**

Purchase transactions include primarily the purchase of electricity from ENEA S.A. and the purchase of services from Enea Centrum Sp. z o.o.

In the reporting periods ended 30 September 2024 and 30 September 2023, the turnover resulting from purchases from ENEA Group companies and the amounts payable by the Group to these entities were as follows:

	FOR THE PERIOD		
	01.01.2024- 30.09.2024	01.01.2023- 31.12.2023	01.01.2023- 30.09.2023
Purchases in the period	200,373	396,053	274,557
- Purchases of property, plant and equipment	-	16,850	-
Balance of liabilities at end of period, including VAT	56,934	85,000	77,513

Sales transactions concerned primarily sales of steam coal to ENEA Wytwarzanie Sp. z o.o., Enea Elektrownia Połaniec S.A. and Enea Ciepło Sp. z o.o.

In the reporting periods ended 30 September 2024 and 30 September 2023, the revenue from sales to ENEA Group companies and the balance of the Group's receivables from these entities was as follows:

	FOR THE PERIOD		
	01.01.2024- 30.09.2024	01.01.2023- 31.12.2023	01.01.2023- 30.09.2023
Sales in the period	2,182,689	3,444,717	2,369,714
Balance of receivables at end of the period including VAT	351,426	482,536	363,955

In the reporting periods ended 30 September 2024 and 30 September 2023, the value of the dividend paid to Enea Group companies was as follows:

	01.01.2024- 30.09.2024	01.01.2023- 31.12.2023	01.01.2023- 30.09.2023
Dividend paid to ENEA Group companies	54,905	56,662	56,662



## **Transactions between the Parent Company and the subsidiaries from the Lubelski Węgiel Bogdanka Group**

The revenue earned by the Parent Company from its cooperation with the “Łęczyńska Energetyka” Sp. z o.o. subsidiary included primarily sales of coal, payments for the lease of space, telecommunications services, investor supervision services and re invoicing of electricity.

Purchase transactions included mainly the purchase of heat, potable water and maintenance of the sewerage and central heating systems, mine water installations and water supply systems.

The revenue earned by the Parent Company from its cooperation with the EkoTRANS Bogdanka Sp. z o.o. subsidiary included mainly payments for the lease of space and telecommunications services.

Purchase transactions included mainly the purchase of services related to transportation, disposal and management of waste created during the washing and purification of coal winnings, as well as land reclamation services.

The revenue earned by the Parent Company from its cooperation with the RG “Bogdanka” Sp. z o.o. subsidiary included mainly payments for the lease of space, fees for the use of equipment and tools and telecommunications services.

Purchase transactions included mainly the purchase of services related to the performance of mining works, auxiliary work in the mine and handling of coal haulage.

The revenue earned by the Parent Company from its cooperation with the MR Bogdanka Sp. z o.o. subsidiary included mainly payments for the lease of space and telecommunications services.

Purchase transactions comprised mainly the purchase of services related to the renovation of mining machinery and equipment, transportation units, refurbishing services, maintenance services and the supply of equipment and components.

In the reporting periods ended 30 September 2024 and 30 September 2023, the turnover resulting from purchases from Lubelski Węgiel Bogdanka Group companies and the amounts payable by the Parent Company to these entities were as follows:

	FOR THE PERIOD		
	01.01.2024- 30.09.2024	01.01.2023- 31.12.2023	01.01.2023- 30.09.2023
Purchases in the period, of which:	173,497	206,619	154,839
- <i>Purchases of services activated as property, plant and equipment</i>	31,804	55,846	42,886
Balance of liabilities at end of period, including VAT	24,394	22,267	19,828

In the reporting periods ended 30 September 2024 and 30 September 2023, the turnover resulting from purchases from sales to subsidiaries comprising the Lubelski Węgiel Bogdanka Group and the amounts receivable by the Parent Company from these entities were as follows:

	FOR THE PERIOD		
	01.01.2024- 30.09.2024	01.01.2023- 31.12.2023	01.01.2023- 30.09.2023
Sales in the period	16,325	30,417	20,830
Balance of receivables at end of the period including VAT	1,793	5,092	1,756

In the reporting periods ended 30 September 2024 and 30 September 2023, the value of dividends received from the subsidiaries: "Łęczyńska Energetyka" Sp. z o.o., MR Bogdanka Sp. z o.o., EkoTRANS Sp. z o.o. and RG "Bogdanka" Sp. z o.o. was as follows:

	01.01.2024- 30.09.2024	01.01.2023- 31.12.2023	01.01.2023- 30.09.2023
Dividend received from LW BOGDANKA Group companies	1,617	3,443	3,443

## 12. Sector and geographic segment reporting

The Management Board has not used segmentation managing of the Group, as the Group focuses its activity mainly on the production and sales of coal.

## INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	AS AT 30 SEPTEMBER 2024	AS AT 31 DECEMBER 2023
<b>Assets</b>		
<b>Fixed assets</b>		
Property, plant and equipment	2,981,119	3,841,342
Intangible assets	36,520	57,393
The-of-use asset	26,484	32,290
Investment property	2,614	2,532
Deferred tax assets	1,905	2,200
Trade receivables and other receivables	6,497	954
Cash and cash equivalents	169,473	165,248
<b>Total non-current assets</b>	<b>3,224,612</b>	<b>4,101,959</b>
<b>Current Assets</b>		
Inventory	217,931	334,478
Trade receivables and other receivables	464,628	591,024
Cash and cash equivalents	800,383	734,707
<b>Total current assets</b>	<b>1,482,942</b>	<b>1,660,209</b>
<b>TOTAL ASSETS</b>	<b>4,707,554</b>	<b>5,762,168</b>
<b>Equity</b>		
Common equity	301,158	301,158
Supplementary capital	702,549	702,549
Other reserve capitals	2,884,583	2,282,626
Retained earnings	(453,326)	1,007,287
Equity attributable to shareholders of the Parent Company	3,434,964	4,293,620
Non-controlling interests	10,747	10,421
<b>Total equity</b>	<b>3,445,711</b>	<b>4,304,041</b>
<b>Liabilities</b>		
<b>Long-term liabilities</b>		
Liabilities due to deferred income tax	47,112	291,091
Provisions for employee benefits	255,447	208,518
Provisions for other liabilities and charges	167,553	169,102
Grants	10,657	10,262
Lease liabilities	24,384	27,353
Trade liabilities and other liabilities	18,429	21,464
<b>Total long-term liabilities</b>	<b>523,582</b>	<b>727,790</b>
<b>Short-term liabilities</b>		
Credits and loans	1	1,809
Provisions for employee benefits	107,876	62,201
Provisions for other liabilities and charges	14,007	16,923
Grants	673	530
Lease liabilities	5,144	8,082
Liabilities due to current income tax	16,098	11,204
Trade and other liabilities	593,710	629,062
Liabilities from contracts with customers	752	526
<b>Total short-term liabilities</b>	<b>738,261</b>	<b>730,337</b>
<b>Total liabilities</b>	<b>1,261,843</b>	<b>1,458,127</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>4,707,554</b>	<b>5,762,168</b>

## INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	Q3 2024 PERIOD FROM 01.07.2024 TO 30.09.2024	3 QUARTERS OF 2024 PERIOD FROM 01.07.2024 TO 30.09.2024	Q3 2023 PERIOD FROM 01.07.2023 TO 30.09.2023	3 QUARTERS OF 2023 PERIOD FROM 01.01.2023 TO 30.09.2023
<i>Continuing operations</i>				
Sales revenue	929,531	2,600,112	863,685	2,688,765
Cost of products, goods and materials sold	(684,545)	(2,185,567)	(757,315)	(2,129,077)
Gross profit	244,986	414,545	106,370	559,688
Sales costs	(15,534)	(43,654)	(17,887)	(43,195)
Administrative expenses	(46,382)	(143,640)	(47,995)	(142,195)
Other income	665	4,706	1,281	2,658
Other expenses	(358)	(1,216)	(802)	(6,571)
Other - net profits / (losses)	3,618	(1,471)	(11,150)	(15,266)
Impairment loss due to non-current assets	-	(1,174,268)	4,225	(46,145)
Operating profit/(loss)	186,995	(944,998)	34,042	308,974
Financial income	10,905	34,028	9,875	26,896
Financial costs	(6,709)	(19,026)	(6,127)	(18,692)
Profit/ (loss) before tax	191,191	(929,996)	37,790	317,178
Income tax	(39,369)	173,848	(6,940)	(60,481)
Profit /(loss) on continuing operations	151,822	(756,148)	30,850	256,697
<b>Net profit/(loss) for the financial period</b>	<b>151,822</b>	<b>(756,148)</b>	<b>30,850</b>	<b>256,697</b>
<i>of which profit/(loss) attributable to:</i>				
- shareholders of the Parent Company	151,860	(756,605)	30,828	256,756
- non-controlling interests	(38)	457	22	(59)

EARNINGS PER SHARE ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT COMPANY IN THE PERIOD (IN PLN PER SHARE)	3 QUARTERS OF 2024 PERIOD FROM 01.01.2024 TO 30.09.2024	3 QUARTERS OF 2023 PERIOD FROM 01.01.2023 TO 30.09.2023
- basic profit/(loss) per share from continuing operations	(22.24)	7.55
- basic profit/(loss) per share from discontinued operations	-	-
<b>Basic earnings per share</b>	<b>(22.24)</b>	<b>7.55</b>
- diluted earnings per share from continuing operations	(22.24)	7.55
- diluted earnings per share from discontinued operations	-	-
<b>Diluted earnings per share</b>	<b>(22.24)</b>	<b>7.55</b>

## INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	3 QUARTERS OF 2024 PERIOD FROM 01.07.2024 TO 30.09.2024	3 QUARTERS OF 2024 PERIOD FROM 01.07.2024 TO 30.09.2024	3 QUARTERS OF 2023 PERIOD FROM 01.07.2023 TO 30.09.2023	3 QUARTERS OF 2023 PERIOD FROM 01.01.2024 TO 30.09.2023
<b>Net profit/(loss) for the financial period</b>	<b>151,822</b>	<b>(756,148)</b>	<b>30,850</b>	<b>256,697</b>
Other comprehensive loss for the financial period				
Items that will never be reclassified to current period profit or loss:				
Actuarial losses on defined benefit plans	-	(21,008)	-	(3,077)
Other comprehensive loss not to be reclassified to profit or loss, before taxation	-	(21,008)	-	(3,077)
Other comprehensive income to be reclassified to profit or loss, before taxation	-	-	-	-
Other comprehensive loss, before tax	-	(21,008)	-	(3,077)
Income tax on items not subject to transfer	-	3,991	-	585
Other comprehensive net loss for the financial period	-	(17,017)	-	(2,492)
<b>Total net comprehensive income/(loss) for the financial period</b>	<b>151,822</b>	<b>(773,165)</b>	<b>30,850</b>	<b>254,205</b>
<i>of which comprehensive income/(loss) attributable to:</i>				
- shareholders of the Parent Company	151,860	(773,622)	30,828	254,264
- non-controlling interests	(38)	457	22	(59)

## INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	COMMON EQUITY	SUPPLEMENTARY CAPITAL	OTHER RESERVE CAPITAL	RETAINED EARNINGS	TOTAL EQUITY	NON-CONTROLLING INTEREST	TOTAL EQUITY
<b>As at 1 January 2024</b>	<b>301,158</b>	<b>702,549</b>	<b>2,282,626</b>	<b>1,007,287</b>	<b>4,293,620</b>	<b>10,421</b>	<b>4,304,041</b>
Total net comprehensive income for the financial period:	-	-	-	(773,622)	(773,622)	457	(773,165)
- <i>net loss</i>	-	-	-	(756,605)	(756,605)	457	(756,148)
- <i>other comprehensive net loss</i>	-	-	-	(17,017)	(17,017)	-	(17,017)
Dividend	-	-	-	(85,034)	(85,034)	(131)	(85,165)
Previous year's result carried forward	-	-	601,957	(601,957)	-	-	-
Change in equity in the period	-	-	601,957	(1,460,613)	(858,656)	326	(858,330)
<b>Balance as at 30 September 2024</b>	<b>301,158</b>	<b>702,549</b>	<b>2,884,583</b>	<b>(453,326)</b>	<b>3,434,964</b>	<b>10,747</b>	<b>3,445,711</b>

	COMMON EQUITY	SUPPLEMENTARY CAPITAL	OTHER RESERVE CAPITAL	RETAINED EARNINGS	TOTAL EQUITY	NON-CONTROLLING INTEREST	TOTAL EQUITY
<b>Balance as at 01 January 2023</b>	<b>301,158</b>	<b>702,549</b>	<b>2,194,624</b>	<b>498,774</b>	<b>3,697,105</b>	<b>10,559</b>	<b>3,707,664</b>
Total net comprehensive income for the financial period:	-	-	-	254,264	254,264	(59)	254,205
- <i>net profit</i>	-	-	-	256,756	256,756	(59)	256,697
- <i>other comprehensive net loss</i>	-	-	-	(2,492)	(2,492)	-	(2,492)
Dividend	-	-	-	(87,755)	(87,755)	(294)	(88,049)
Previous year's result carried forward	-	-	88,002	(88,002)	-	-	-
Change in equity in the period	-	-	88,002	78,507	166,509	(353)	166,156
<b>Balance as at 30 September 2023</b>	<b>301,158</b>	<b>702,549</b>	<b>2,282,626</b>	<b>577,281</b>	<b>3,863,614</b>	<b>10,206</b>	<b>3,873,820</b>

## INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

	THREE QUARTERS PERIOD FROM 01.01.2024 TO 30.09.2024	THREE QUARTERS PERIOD FROM 01.01.2023 TO 30.09.2023
<b>Cash flows from operating activities</b>		
Net profit	(756,148)	256,697
<u>Adjustments:</u>		
Income tax recognised in profit and loss	(173,848)	60,481
Amortization and depreciation	310,039	318,301
Loss on sale and liquidation of property, plant and equipment	39,173	50,892
Recognition and reversal of impairment losses for property, plant and equipment	1,174,268	46,145
Interest income	(37,332)	(27,033)
Interest expenses	1,235	461
Other cash flows	5,014	6,065
<u>Changes in working capital:</u>		
Change in provisions for employee benefits	71,596	129,388
Change in provisions	4,248	18,101
Change in inventory	116,547	(6,212)
Change in trade and other receivables	120,853	(260,934)
Change in trade and other liabilities	(62,538)	206,032
Total adjustments	1,569,255	541,687
Cash from operating activities	813,107	798,384
Income tax paid and received	(61,363)	(50,340)
<b>Net cash flows from operating activities</b>	<b>751,744</b>	<b>748,044</b>
<b>Cash flows from investment activities</b>		
Acquisition of property, plant and equipment	(618,232)	(531,984)
Acquisition of intangible assets	(6,510)	(8,336)
Proceeds from sale of property, plant and equipment	19	615
Interest received	37,332	27,236
Outflows from cash collected in the Mine Closure Fund's bank account	(4,225)	(9,505)
<b>Net cash flows from investment activities</b>	<b>(591,616)</b>	<b>(521,974)</b>
<b>Cash flows from financial activities</b>		
Payment of lease liabilities	(7,456)	(6,635)
Loans and borrowings repaid	(1,786)	(2,277)
Payments of interest and commissions related to financial activities	(45)	(161)
Dividends paid	(85,165)	(88,049)
<b>Net cash flows from financial activities</b>	<b>(94,452)</b>	<b>(97,122)</b>
Net increase in cash and cash equivalents before effects of FX rate	65,676	128,948
Net increase in cash and cash equivalents	65,676	128,948
Opening balance of cash and cash equivalents	734,707	475,059
<b>Closing balance of cash and cash equivalents</b>	<b>800,383</b>	<b>604,007</b>

## ADDITIONAL INFORMATION FOR RECONCILIATION OF CONSOLIDATED CASH FLOWS FROM OPERATING ACTIVITIES

	THREE QUARTERS PERIOD FROM 01.01.2024 TO 30.09.2024	THREE QUARTERS PERIOD FROM 01.01.2023 TO 30.09.2023
Balance sheet change in liabilities, liabilities from contracts with customers and subsidies	(37,623)	181,487
Offsetting overpayment of income tax against liabilities for other taxes	413	44,193
Change in investment commitments	(25,328)	(19,648)
<b>Change in liabilities for the purposes of the interim consolidated statement of cash flows</b>	<b>(62,538)</b>	<b>206,032</b>
Increases in fixed assets	643,574	551,632
Other non-cash adjustments	(14)	-
Change in investment liabilities	(25,328)	(19,648)
<b>Acquisition of property, plant and equipment</b>	<b>618,232</b>	<b>531,984</b>
Increases in intangible assets	6,564	8,335
Other non-cash adjustments	(54)	1
<b>Acquisition of intangible assets</b>	<b>6,510</b>	<b>8,336</b>



## INTERIM STANDALONE STATEMENT OF FINANCIAL POSITION

	AS AT 30 SEPTEMBER 2024	AS AT 31 DECEMBER 2023
<b>Assets</b>		
<b>Fixed assets</b>		
Property, plant and equipment	2,916,864	3,772,158
Intangible assets	32,625	52,011
Long-term investments	75,601	75,601
Right-of-use asset	22,562	26,113
Trade receivables and other receivables	5,526	24
Cash and cash equivalents	169,473	165,248
<b>Total non-current assets</b>	<b>3,222,651</b>	<b>4,091,155</b>
<b>Current Assets</b>		
Inventory	213,874	329,916
Trade receivables and other receivables	462,247	590,076
Cash and cash equivalents	760,963	708,556
<b>Total current assets</b>	<b>1,437,084</b>	<b>1,628,548</b>
<b>TOTAL ASSETS</b>	<b>4,659,735</b>	<b>5,719,703</b>
<b>Equity</b>		
Common equity	301,158	301,158
Supplementary capital	702,549	702,549
Other reserve capitals	2,884,583	2,282,626
Retained earnings	(468,767)	997,154
<b>Total equity</b>	<b>3,419,523</b>	<b>4,283,487</b>
<b>Liabilities</b>		
<b>Long-term liabilities</b>		
Liabilities due to deferred income tax	47,112	291,091
Provisions for employee benefits	251,860	204,537
Provisions for other liabilities and charges	167,553	169,102
Grants	10,657	10,262
Lease liabilities	21,027	24,280
Trade and other liabilities	17,694	20,604
<b>Total long-term liabilities</b>	<b>515,903</b>	<b>719,876</b>
<b>Short-term liabilities</b>		
Provisions for employee benefits	99,616	56,748
Provisions for other liabilities and charges	13,021	16,107
Grants	673	530
Lease liabilities	4,265	4,011
Liabilities due to current income tax	15,940	11,854
Trade and other liabilities	590,042	626,564
Liabilities from contracts with customers	752	526
<b>Total short-term liabilities</b>	<b>724,309</b>	<b>716,340</b>
<b>Total liabilities</b>	<b>1,240,212</b>	<b>1,436,216</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>4,659,735</b>	<b>5,719,703</b>

## INTERIM STANDALONE STATEMENT OF PROFIT OR LOSS

	3 QUARTERS OF 2024 PERIOD FROM 01.07.2024 TO 30.09.2024	3 QUARTERS OF 2024 PERIOD FROM 01.07.2024 TO 30.09.2024	3 QUARTERS OF 2023 PERIOD FROM 01.07.2023 TO 30.09.2023	3 QUARTERS OF 2023 PERIOD FROM 01.01.2024 TO 30.09.2023
<i>Continued operations</i>				
Sales revenue	928,884	2,595,848	863,478	2,688,549
Cost of products, goods and materials sold	(689,374)	(2,192,511)	(760,684)	(2,135,021)
Gross profit	239,510	403,337	102,794	553,528
Sales costs	(16,022)	(44,830)	(18,318)	(43,934)
Administrative expenses	(45,243)	(140,969)	(46,338)	(140,508)
Other income	527	4,534	1,269	2,406
Other expenses	(325)	(1,158)	(794)	(6,557)
Other - net profits / (losses)	3,619	(1,452)	(11,150)	(15,252)
Impairment loss due to non-current assets	-	(1,174,268)	4,225	(46,145)
Operating profit/(loss)	182,066	(954,806)	31,688	303,538
Financial income	10,616	34,981	9,683	29,870
Financial costs	(6,658)	(18,684)	(5,980)	(18,077)
Profit/ (loss) before tax	186,024	(938,509)	35,391	315,331
Income tax	(38,801)	176,596	(6,463)	(59,008)
Profit / (loss) on continuing operations	147,223	(761,913)	28,928	256,323
<b>Net profit (loss) for the financial period</b>	<b>147,223</b>	<b>(761,913)</b>	<b>28,928</b>	<b>256,323</b>

EARNINGS PER SHARE ATTRIBUTABLE TO SHAREHOLDERS OF THE COMPANY IN THE PERIOD (IN PLN PER SHARE)	3 QUARTERS OF 2024 PERIOD FROM 01.01.2024 TO 30.09.2024	3 QUARTERS OF 2023 PERIOD FROM 01.01.2023 TO 30.09.2023
- basic profit/(loss) per share from continuing operations	(22.40)	7.54
- basic profit/(loss) per share from discontinued operations	-	-
<b>Basic earnings per share</b>	<b>(22.40)</b>	<b>7.45</b>
- diluted earnings per share from continuing operations	(22.40)	7.54
- diluted earnings per share from discontinued operations	-	-
<b>Diluted earnings per share</b>	<b>(22.40)</b>	<b>7.54</b>

## INTERIM STANDALONE STATEMENT OF COMPREHENSIVE INCOME

	3 QUARTERS OF 2024 PERIOD FROM 01.07.2024 TO 30.09.2024	3 QUARTERS OF 2024 PERIOD FROM 01.07.2024 TO 30.09.2024	3 QUARTERS OF 2023 PERIOD FROM 01.07.2023 TO 30.09.2023	3 QUARTERS OF 2023 PERIOD FROM 01.01.2024 TO 30.09.2023
<b>Net profit (loss) for the financial period</b>	<b>147,223</b>	<b>(761,913)</b>	<b>28,928</b>	<b>256,323</b>
Other comprehensive loss for the financial period Items that will never be reclassified to current period profit or loss:				
Actuarial losses on defined benefit plans	-	(21,008)	-	(3,077)
Other comprehensive loss not to be reclassified to profit or loss, before taxation	-	(21,008)	-	(3,077)
Other comprehensive income to be reclassified to profit or loss, before taxation	-	-	-	-
Other comprehensive loss, before tax	-	(21,008)	-	(3,077)
Income tax on items not subject to transfer	-	3,991	-	585
Income tax on items subject to transfer	-	-	-	-
Other comprehensive net loss for the financial period	-	(17,017)	-	(2,492)
<b>Net comprehensive income/(loss) for the financial period - total</b>	<b>147,223</b>	<b>(778,930)</b>	<b>28,928</b>	<b>253,831</b>

## INTERIM STANDALONE STATEMENT OF CHANGES IN EQUITY

	COMMON EQUITY	SUPPLEMENTARY CAPITAL	OTHER RESERVE CAPITAL	RETAINED EARNINGS	TOTAL EQUITY
<b>As at 01 January 2024</b>	<b>301,158</b>	<b>702,549</b>	<b>2,282,626</b>	<b>997,154</b>	<b>4,283,487</b>
Total net comprehensive income for the financial period:	-	-	-	(778,930)	(778,930)
- <i>net loss</i>	-	-	-	(761,913)	(761,913)
- <i>other comprehensive net loss</i>	-	-	-	(17,017)	(17,017)
Dividend	-	-	-	(85,034)	(85,034)
Previous year's result carried forward	-	-	601,957	(601,957)	-
Change of equity in the period	-	-	601,957	(1,465,921)	(863,964)
<b>As at 30 September 2024</b>	<b>301,158</b>	<b>702,549</b>	<b>2,884,583</b>	<b>(468,767)</b>	<b>3,419,523</b>

	COMMON EQUITY	SUPPLEMENTARY CAPITAL	OTHER RESERVE CAPITAL	RETAINED EARNINGS	TOTAL EQUITY
<b>As at 01 January 2023</b>	<b>301,158</b>	<b>702,549.</b>	<b>2,194,624</b>	<b>488,376.</b>	<b>3,686,707</b>
Total net comprehensive income for the financial period:	-	-	-	253,831	253,831
- <i>net profit</i>	-	-	-	256,323	256,323
- <i>other comprehensive net loss</i>	-	-	-	(2,492)	(2,492)
Dividend	-	-	-	(87,755)	(87,755)
Previous year's result carried forward	-	-	88,002	(88,002)	-
Change of equity in the period	-	-	88,002	78,074	166,076
<b>Balance as at 30 September 2023</b>	<b>301,158</b>	<b>702,549</b>	<b>2,282,626</b>	<b>566,450</b>	<b>3,852,783</b>

## INTERIM STANDALONE STATEMENT OF CASH FLOWS

	3 QUARTERS OF 2024 FROM 01.01.2024 TO 30.09.2024	3 QUARTERS OF 2023 FROM 01.01.2023 TO 30.09.2023
<b>Cash flows from operating activities</b>		
Net profit	(761,913)	256,323
<i>Adjustments:</i>		
Income tax recognised in profit and loss	(176,596)	59,008
Amortization and depreciation	299,549	306,399
Loss on sale and liquidation of property, plant and equipment	39,154	50,878
Recognition and reversal of impairment losses for property, plant and equipment	1,174,268	46,145
Interest income	(36,885)	(26,892)
Interest expenses	1,128	461
Dividends received	(1,617)	(3,443)
Other cash flows	(1,867)	(143)
<i>Changes in working capital:</i>		
Change in provisions for employee benefits	69,183	124,957
Change in provisions	4,078	17,424
Change in inventory	116,042	(7,812)
Change in trade and other receivables	122,327	(260,842)
Change in trade and other liabilities	(64,175)	205,186
Total adjustments	1,544,589	511,326
Cash from operating activities	782,676	767,649
Income tax paid and received	(59,305)	(49,935)
<b>Net cash flows from operating activities</b>	<b>723,371</b>	<b>717,714</b>
<b>Cash flows from investment activities</b>		
Acquisition of property, plant and equipment	(615,291)	(527,605)
Acquisition of intangible assets	(912)	(517)
Proceeds from sale of property, plant and equipment	19	615
Interest received	36,885	26,892
Dividend received	1,617	3,443
Outflows from cash collected in the Mine Closure Fund's bank account	(4,225)	(9,505)
<b>Net cash flows from investment activities</b>	<b>(581,907)</b>	<b>(506,677)</b>
<b>Cash flows from financial activities</b>		
Payment of lease liabilities	(4,023)	(2,559)
Dividends paid	(85,034)	(87,755)
<b>Net cash flows from financial activities</b>	<b>(89,057)</b>	<b>(90,314)</b>
Net increase in cash and cash equivalents before effects of FX rate	52,407	120,723
Net increase in cash and cash equivalents	52,407	120,723
Opening balance of cash and cash equivalents	708,556	454,487
<b>Closing balance of cash and cash equivalents</b>	<b>760,963</b>	<b>575,210</b>

## ADDITIONAL INFORMATION FOR RECONCILIATION OF CONSOLIDATED CASH FLOWS FROM OPERATING ACTIVITIES

	3 QUARTERS OF 2024 FROM 01.01.2024 TO 30.09.2024	3 QUARTERS OF 2023 FROM 01.01.2023 TO 30.09.2023
Balance sheet change in liabilities, liabilities from contracts with customers and subsidies	(38,668)	180,098
Offsetting overpayment of income tax against liabilities for other taxes	–	44,193
Change in investment commitments	(25,507)	(19,105)
<b>Change in liabilities for the purposes of the interim standalone statement of cash flows</b>	<b>(64,175)</b>	<b>205,186</b>
Increases in fixed assets	640,812	546,709
Other non-cash adjustments	(14)	1
Change in investment commitments	(25,507)	(19,105)
<b>Acquisition of property, plant and equipment</b>	<b>615,291</b>	<b>527,605</b>

### 13. Approval of the Consolidated Quarterly Report

The Management Board of Lubelski Węgiel “Bogdanka” S.A. hereby represents that on 19 November 2024 it approved this Consolidated Quarterly Report for three quarters of the financial year 2024 covering the period from 1 January to 31 September 2024.

## **SIGNATURES OF ALL MEMBERS OF THE MANAGEMENT BOARD AND THE CHIEF ACCOUNTANT OF THE PARENT COMPANY**

**ZBIGNIEW STOPA**

President of the Management Board of the Parent Company

.....

**ARTUR WASILEWSKI**

Vice-President of the Management Board of the Parent Company, Economic and Financial Affairs

.....

**BARTOSZ ROŻNAWSKI**

Vice-President of the Management Board of the Parent Company, Production

.....

**SŁAWOMIR KRENCZYK**

Vice-President of the Management Board of the Parent Company, Development

.....

**URSZULA PIĄTEK**

Chief Accountant of the Parent Company

.....