

INTERIM CONDENSED CONSOLIDATED

FINANCIAL STATEMENTS

FOR THE PERIOD FROM 1 JANUARY
TO 30 JUNE 2026



Lubelski Węgiel Bogdanka S.A.

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INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)

[Click the note number to view the details](#) 

	NOTE	AS AT 30 JUNE 2026	AS AT 31 DECEMBER 2025
Assets			
Non-current assets			
Tangible fixed assets	5	(1,937,004)	1,697,214
Intangible assets	6	(12,053)	13,031
Right-of-use asset	7.1	(29,256)	22,322
Investment property		2,692	2,692
Deferred tax assets	23.3	(192,302)	196,159
Trade receivables and other receivables	8	(1,304)	13,187
Funds accumulated in the Mine Closure Fund	10	(188,412)	180,276
Total non-current assets		2,363,023	2,124,881
Current Assets			
Inventories	9	(289,614)	182,559
Trade receivables and other receivables	8	(370,049)	440,978
Income tax overpaid	23.3	-	76,971
Other short-term investments	11	(80,062)	517,667
Cash and cash equivalents	10	(630,830)	333,807
Total current assets		1,370,555	1,551,982
TOTAL ASSETS		3,733,578	3,676,863
Equity			
Common equity	12	(301,158)	301,158
Supplementary capital		702,549.	702,549.
Other reserve capitals		1,219,945	1,380,529
Retained earnings		325,790	149,283
Equity attributable to shareholders of the Parent Company		2,549,442	2,533,519
Non-controlling interests		10,472	10,938
Total equity		2,559,914	2,544,457
Liabilities			
Long-term liabilities			
Provisions for employee benefits	16	(265,339)	276,896
Provisions for other liabilities and charges	17	(174,493)	173,781
Grants		9,476	9,810
Lease liabilities		27,579	21,066
Trade and other liabilities	14	(12,954)	23,799
Total non-current liabilities		489,841	505,352
Current liabilities			
Provisions for employee benefits	16	(113,215)	75,039
Provisions for other liabilities and charges	17	(15,196)	14,826
Grants		669	669
Lease liabilities		5,733	5,746
Income tax liabilities		(211)	-
Trade and other liabilities	14	(548,117)	529,292
Liabilities from contracts with customers		682	1,482
Total current liabilities		683,823	627,054
Total liabilities		1,173,664	1,132,406
TOTAL EQUITY AND LIABILITIES		3,733,578	3,676,863

INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS

[Click the note number to view the details](#) 

	NOTE	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2026	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2025
Continuing operations			
Sales revenues	18	(1,364,233)	1,522,587
Cost of products, goods and materials sold		(1,225,249)	(1,239,241)
Gross profit		138.984	283.346
Sales costs		(24,464)	(25,706)
Administrative expenses		(101,937)	(91,002)
Other income	19	(2,246)	148.697
Other costs	20	(2,275)	(1,930)
Other losses - net	21	(5,340)	(2,426)
Impairment loss due to non-current assets		(26)	(143)
Operating profit		(7.188)	310.836
Financial income		(15.288)	28.136
Financial costs		(13,197)	(14,806)
Profit before tax		(9.279)	324.166
Income tax	23.2	(4,190)	(59,481)
Profit on continued operations		(5.089)	264.685
Net profit for the financial period		(5.089)	264.685
of which profit attributable to:			
- shareholders of the Parent Company		(4.969)	264.228
- non-controlling interests		120	457

EARNINGS PER SHARE

[Click the note number to view the details](#) 

EARNINGS PER SHARE ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT COMPANY IN THE YEAR (EXPRESSED IN PLN PER SHARE)	NOTE	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2026	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2025
- basic profit per share from continuing operations		(0.15)	7.77
- basic profit per share from discontinued operations		-	-
Basic profit per share	24	(0.15)	7.77
- diluted profit per share from continuing operations		(0.15)	7.77
- diluted profit per share from discontinued operations		-	-
Diluted profit per share	24	(0.15)	7.77

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Click the note number to view the details 

	NOTE	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2026	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2025
Net profit for the financial period		(5.089)	264.685
Other comprehensive income/(loss) for the financial period:			
Items never to be reclassified to current period profit or loss:			
Other comprehensive actuarial gains/(losses) on defined benefit schemes	16	(13.524)	(6,445)
Other comprehensive income/(loss) that will not be reclassified to profit or loss, before tax		(13.524)	(6,445)
Other comprehensive income to be reclassified to profit or loss, before taxation		-	-
Other comprehensive income/(loss), before tax		(13.524)	(6,445)
Income tax on the items not to be transferred	23.1	(2,570)	1.224
Other comprehensive net income/(loss) for the financial period		(10.954)	(5,221)
Total net income for the financial period		(16.043)	259.464
of which total income attributable to:			
- shareholders of the Parent Company		(15.923)	259.007
- non-controlling interests		120	457

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Click the note number to view the details 

	NOTE	COMMON EQUITY	SUPPLEMENTARY CAPITAL	OTHER RESERVE CAPITAL	RETAINED EARNINGS	TOTAL EQUITY	NON-CONTROLLING INTEREST	TOTAL EQUITY
As at 01 January 2026		301.158	702.549.	1,380,529	149.283	2,533,519	10.938	2,544,457
Total net income for the financial period:		–	--	-	15.923	15.923	120	16.043
- <i>net profit</i>		-	-	-	4.969	4.969	120	5.089
- <i>other comprehensive income</i>		-	-	-	10.954	10.954	-	10.954
Dividend		-	-	-	-	-	(586)	(586)
Previous years' loss brought forward	25	-	-	(160,584)	160.584	-	-	-
Change of equity in the period		-	-	(160,584)	176.507	15.923	(466)	15.457
As at 30 June 2026		301.158	702.549.	1,219,945	325.790	2,549,442	10.472	2,559,914

	NOTE	COMMON EQUITY	SUPPLEMENTARY CAPITAL	OTHER RESERVE CAPITAL	RETAINED EARNINGS	TOTAL EQUITY	NON-CONTROLLING INTEREST	TOTAL EQUITY
As at 01 January 2025		301.158	702.549.	2,884,583	(1,192,963)	2,695,327	11.168	2,706,495
Total net income for the financial period:		–	--	-	259.007	259.007	457	259.464
- <i>net profit</i>		-	-	-	264.228	264.228	457	264.685
- <i>other comprehensive loss</i>		-	-	-	(5,221)	(5,221)	-	(5,221)
Dividend		-	-	-	-	-	(806)	(806)
Previous years' loss brought forward		-	-	(1,504,054)	1,504,054	-	-	-
Change of equity in the period		-	-	(1,504,054)	1,763,061	259.007	(349)	258.658
As at 30 June 2025		301.158	702.549.	1,380,529	570.098	2,954,334	10.819	2,965,153

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

[Click the note number to view the details](#) 

	NOTE	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2026	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2025
Cash flows from operating activities			
Net profit		5.089	264.685
<u>Adjustments:</u>			
Income tax in the interim condensed consolidated statement of profit or loss		(4.190)	59.481
Depreciation		105.828	97.626
Loss on sale and liquidation of property, plant and equipment		17.446	9.277
Recognition and reversal of impairment losses for property, plant and equipment	5.2	(26)	143
Interest income		(31,672)	(26,061)
Interest expenses		867	1.295
Other cash flows		9.605	6.885
<u>Changes in working capital:</u>			
Change in provisions for employee benefits		40.143	12.522
Change in provisions		4.968	3.799
Change in inventories		(107,055)	46.861
Change in trade receivables and other receivables		82.812	251.584
Change in trade liabilities and other liabilities	26	(3.569)	(135,131)
Total adjustments		130.727	328.281
Cash from operating activities		135.816	592.966
Income tax refunded/(paid)		(73.678)	(73,581)
Net cash flows from operating activities		209.494	519.385
Cash flows from investing activities			
Acquisition of property, plant and equipment	26	(358,789)	(307,940)
Acquisition of intangible assets		(9,563)	(6,068)
Proceeds from the sale of property, plant and equipment		62	40
Interest received		28.629	18.842
Expenditure on other short-term investments		(80,000)	(600,000)
Proceeds from other short-term investments		520.648	-
Outflows from cash collected in the Mine Closure Fund's bank account		(8,136)	-
Net cash flows from investing activities		92.851	(895,126)
Cash flows from financing activities			
Payment of lease liabilities		(4,736)	(4,517)
Dividends paid		(586)	(806)
Net cash flows from financing activities		(5,322)	(5,323)
Net increase/(decrease) in cash and cash equivalents before effects of FX rate		(297.023)	(381,064)
Net increase/(decrease) in cash and cash equivalents		(297.023)	(381,064)
Opening balance of cash and cash equivalents		333.807	853.674
Closing balance of cash and cash equivalents		630.830	472.610

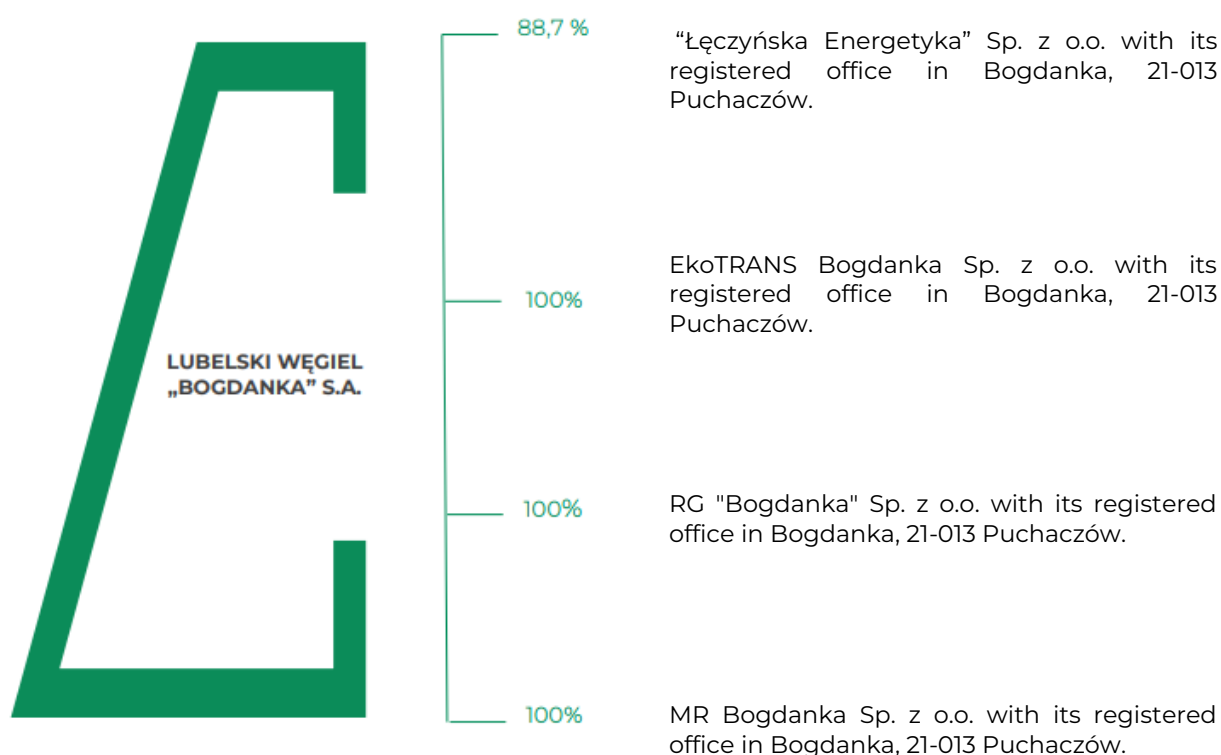
1. GENERAL INFORMATION

Name of reporting entity:	Lubelski Węgiel "Bogdanka" S.A.
Registered Office:	Republic of Poland, Bogdanka
Legal status:	Joint Stock Company
State of registration:	Republic of Poland
Address of the registered office of the entity:	Bogdanka, 21-013 Puchaczów,
Primary place of business:	Republic of Poland
Description of the nature and scope of core business:	hard coal mining
Name of parent company:	Enea S.A.
Parent company:	State Treasury

The consolidated financial statements have been prepared for the 6-month period ended 30 June 2026, in Polish zloty (PLN), while the data is presented in thousand PLN, unless otherwise stated.

1.1 Composition of the Group and its core business

The Lubelski Węgiel Bogdanka Group:



The Lubelski Węgiel Bogdanka Group (hereinafter referred to as the "Group") is composed of the following Companies:

The 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 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 31 December 2025, the Parent Company held 88.7% of shares in the capital of the subsidiary “Łęczyńska Energetyka” Sp. z o.o.

“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 31 December 2025, the Parent Company held 100.0% of shares in the capital of the subsidiary EkoTRANS Bogdanka Sp. z o.o. 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, other transport and 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 31 December 2025, the Parent Company held 100.0% of shares in the capital of the subsidiary RG “Bogdanka” Sp. z o.o.

RG “Bogdanka” Sp. z o.o. provides services to the mine, mainly related to the performance of mining and auxiliary works, haulage operations, as well as cleaning, tidying and site maintenance services.

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 31 December 2025, the Parent Company held 100.0% of shares in the capital of the subsidiary MR Bogdanka Sp. z o.o.

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.

A summary showing the characteristics of the subsidiaries comprising the Group as at the balance sheet date 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.	105,506	92,642	88.7	Non-controlling interests amount to 11.30% and belong to: Puchaczów Municipality 11.29% Puchaczów Municipality 0.01%	none	full
RG "BOGDANKA" Sp. z o.o.	40,632	9,652	100.0	None	n/a	full
EkoTRANS BOGDANKA Sp. z o.o.	7,818	1,580	100.0	None	n/a	full
MR BOGDANKA Sp. z o.o.	56,547	16,264	100.0	None	n/a	full

All entities were subject to consolidation in the current period and in previous periods.



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 June 2026, ENEA S.A. held in total 64.57% of shares in the Parent Company.



The State Treasury is the ultimate controlling entity

1.2 Going concern assumption

The interim condensed consolidated financial statements have been prepared based on the assumption that the Group will continue its business activity as a going concern in the foreseeable future and that there are no circumstances indicating a treat to the Group continuing as a going concern.



2. DESCRIPTION OF SIGNIFICANT ACCOUNTING POLICIES APPLIED

2.1 Basis for preparation

These interim condensed consolidated financial statements of the Group for the first half of 2026 have been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting", as endorsed by the European Union.

The interim condensed consolidated financial statement have been drawn up in accordance with the historical cost principle, except for derivative financial instruments 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 understood as the price that may be obtained upon the sale of an asset or the price paid to transfer a liability in a common 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 considers the characteristics of the asset or liability if market players take these features into account when measuring assets or liabilities as at the measurement date. Fair value for measurement and/or disclosure purposes in the Group's consolidated financial statements is determined as described above, except for share-based payments, which are subject to IFRS 2, leases, which are 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.

The Group considered the impact of climate risks (factors) on the financial statements and included them, among other things, in the impairment test of non-financial assets or in the calculation of provisions for other liabilities and other charges.

2.1.1 New accounting principles

The interim condensed consolidated financial statements for the current and comparative period have been prepared using the same accounting principles, and the same accounting principles (policy) and calculation methods were used as in the most recent [annual consolidated financial statements for 2025](#) .

2.1.2 Material judgements and estimates

Preparation of the interim consolidated 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 of the Management Board is also used regarding current and future events in 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 evaluation.

Material estimates and judgements have not changed since the publication of the [annual consolidated financial statements for 2025](#) .

2.1.3 New standards and interpretations

In these interim condensed consolidated financial statements, the following new standards and amendments to the existing standards, which came into force in 2026 were applied for the first time:

- Changes in the classification and measurement of financial instruments - Amendments to IFRS 9 and IFRS 7.

In May 2024, the IASB published the amendments to IFRS 9 and IFRS 7 with the aim to:

- a) clarify the recognition and derecognition dates for certain financial assets and liabilities, with an exemption for certain financial liabilities settled through electronic funds transfer;
- b) explain and provide further guidance on assessing whether a financial asset meets the "solely payments of principal and interest" (SPPI) criteria;
- c) add new disclosures for certain instruments where the contractual terms may change cash flows; and
- d) update disclosures on equity instruments measured at fair value through other comprehensive income (FVOCI).

- Annual amendments to IFRS

The "Annual amendments to IFRS" introduce changes to the standards: IFRS 1 "First-time Adoption of International Financial Reporting Standards", IFRS 7 "Financial Instruments:

Disclosures”, IFRS 9 “Financial Instruments”, IFRS 10 “Consolidated Financial Statements” and IAS 7 “Statement of Cash Flows”.

The amendments provide explanations and clarify the standards' guidance in the scope of recognition and measurement.

In these interim condensed consolidated financial statements, the Group did not decide to apply earlier the following published standards, interpretations or amendments to the existing standards before their effective date:

➤ IFRS 18 “Presentation and Disclosure in Financial Statements”

In April 2024, the Board published the new standard, IFRS 18 “Presentation and Disclosure in Financial Statements”. The standard will replace IAS 1 - Presentation of Financial Statements and will be effective from 1 January 2027. The changes in relation to the replaced standard mainly relate to three issues: the statement of profit or loss, the required disclosures on performance measures and issues related to the aggregation and disaggregation of information contained in the financial statements.

The published standard will apply to financial statements for the periods beginning on or after 1 January 2027.

➤ Amendments to IFRS 10 and IAS 28 concerning sales or contribution of assets between the investor and its affiliated entities or joint ventures.

The amendments solve the problem of the existing inconsistency between IFRS 10 and IAS 28. The accounting treatment depends on whether non-monetary assets sold or contributed to an affiliate or a joint venture represent “business”.

In case if non-monetary assets represent “business”, the investor shall recognise full profit or loss on the transaction. On the other hand, if assets do not meet the definition of business, the investor recognises the profit or loss excluding a part representing shares of other investors.

The amendments were published on 11 September 2014. As at the day of drawing up these consolidated financial statements, the approval of this amendment has been postponed by the European Union.

The Group is in the course of analysing the impact of the new standards and their interpretations on the consolidated financial statements. The above standards will have an impact on the consolidated financial statements, with IFRS 18 “Presentation and Disclosure in Financial Statements” with potentially the greatest impact. For this reason, the Group has already taken steps to ensure it is adequately prepared for the implementation of the aforementioned standard. The work carried out to date and the analyses conducted indicate that the impact of these changes will primarily relate to changes in the presentation of the profit and loss account.

On the other hand, the Group believes that the impact of the remaining standards and amendments to the standards will be relatively insignificant.

3. INFORMATION ON SEGMENTS

Basic reporting layout - industry segments

The Group focuses its activity mainly on the production and sales of coal. Revenue from sales of other products and services in the period from 1 January to 30 June 2026 amounted to PLN 46,996 thousand (PLN 42,539 thousand in the corresponding period of the previous year), representing 3.4% of total consolidated sales revenues in 2026 (2.8% in the corresponding period of the previous year).

Accordingly, the Group does not present its operating results broken down by industry segments.

Supplementary reporting layout - geographic segments

The Group conducts its operations mainly in the territory of Poland. In the period from 1 January to 30 June 2026, revenues from the sale of coal outside Poland amounted to PLN 43,828,000, accounting for 3.2% of total consolidated sales revenues (PLN 47,641,000 in the corresponding

period of the previous year, which accounted for 3.1% of consolidated sales revenues). The Group has no related assets and liabilities located outside of the territory of Poland.

Accordingly, the Group does not present its operating results broken down by geographic segments.

In carrying out its tasks, the Management Board of the Parent Company analyses financial data that are consistent with the consolidated financial statements prepared in accordance with the EU IFRS.

Breakdown into mining fields

The Parent Company conducts its business in the area of three mining fields: Bogdanka, Nadrybie and Stefanów. Production assets are concentrated at the location of the Parent Company's registered office, at the centre of the Bogdanka field and they are linked to the other locations; therefore, the Nadrybie and Stefanów fields cannot operate independently. Because of these interrelations between the individual fields, departments and because of the organisation in effect in the mine, all of the Parent Company's assets are treated as a single CGU (Cash Generating Unit).

Main coal purchasers

In the 6-month period of 2026 and 2025, the Group's key customers, for which the share of sales exceeded 10% of the total sales revenue, included:

	FOR THE PERIOD	FOR THE PERIOD
	FROM 1 JANUARY TO	FROM 1 JANUARY TO
	30 June 2026	30 June 2025
ENEA Wytwarzanie Sp. z o.o.	64%	64%
ENEA Elektrownia Połaniec Sp. z o.o.	9%	16%

4. INFORMATION ON SEASONALITY

There is no clear seasonality in sales. The long-term, quarterly sales structure remains at stable levels close to each other, with the relatively weakest second quarter. The level of coal sales is always a product of the demand reported by customers, the level of mining achieved and the coal inventories held.

5. PROPERTY, PLANT AND EQUIPMENT

	LAND	BUILDINGS AND STRUCTURES TOTAL	BUILDINGS AND STRUCTURES INCLUDING ROADWAYS	TECHNICAL EQUIPMENT AND MACHINERY	MEANS OF TRANSPORT	OTHER FIXED ASSETS	FIXED ASSETS UNDER CONSTRUCTION	TOTAL
As at 01 January 2026								
Cost or value derived from valuation	(5.764)	2,559,044	1,686,364	2,463,902	111.112	31.710	440.387	5,611,919
Accumulated depreciation	-	(1,698,040)	(1,118,783)	(2,102,992)	(85,907)	(27,766)	-	(3,914,705)
Net carrying amount	5.764	861.004	567.581	360.910	25.205	3.944	440.387	1,697,214
As at 30 June 2026								
Net carrying amount opening balance	5.764	861.004	567.581	360.910	25.205	3.944	440.387	1,697,214
Increases	-	-	-	34	-	624	362.196	362.854
Transfers from fixed assets under construction	1.884	270.678	185.575	39.631	2.944	567	(315,704)	-
Decreases	-	(79,922)	(76,024)	(271)	(81)	(30)	(4,847)	(85,151)
Amortisation and depreciation	-	(62,954)	(53,413)	(35,709)	(1,785)	(1,044)	-	(101,492)
Revaluation charge	-	63.559	63.585	-	-	20	-	63.579
Net carrying amount	7.648	1,052,365	687.304	364.595	26.283	4.081	482.032	1,937,004
As at 30 June 2026								
Cost or value derived from valuation	(7.648)	2,722,306	1,768,375	2,479,020	112.763	30.053	482.032	5,833,822
Accumulated depreciation	-	(1,669,941)	(1,081,071)	(2,114,425)	(86,480)	(25,972)	-	(3,896,818)
Net carrying amount	7.648	1,052,365	687.304	364.595	26.283	4.081	482.032	1,937,004
As at 01 January 2025								
Cost or value derived from valuation	(8.989)	2,576,549	1,718,367	2,455,428	114.728	30.716	508.227	5,694,637
Accumulated depreciation	-	(1,707,283)	(1,144,020)	(2,029,617)	(82,221)	(26,395)	-	(3,845,516)
Net carrying amount	8.989	869.266	574.347	425.811	32.507	4.321	508.227	1,849,121
As at 30 June 2025								
Net carrying amount opening balance	8.989	869.266	574.347	425.811	32.507	4.321	508.227	1,849,121
Increases	-	-	-	385	-	762	297.379	298.526
Transfers from fixed assets under construction	143	206.642	189.304	82.034	2.357	661	(291,837)	-
Decreases	-	(30,657)	(26,690)	(651)	(44)	(1)	(110)	(31,463)
Amortisation and depreciation	-	(48,781)	(41,046)	(40,954)	(2,117)	(1,214)	-	(93,066)
Revaluation charge	(143)	17.576	17.538	-	-	-	-	17.433
Net carrying amount	8.989	1,014,046	713.453	466.625	32.703	4.529	513.659	2,040,551
As at 30 June 2025								
Cost or value derived from valuation	(8.989)	2,723,264	1,851,640	2,530,672	116.585	30.457	513.659	5,923,626
Accumulated depreciation	-	(1,709,218)	(1,138,187)	(2,064,047)	(83,882)	(25,928)	-	(3,883,075)
Net carrying amount	8.989	1,014,046	713.453	466.625	32.703	4.529	513.659	2,040,551

the presented value derived from valuation is the value less the impairment loss

5.1 Property, plant and equipment - roadways

The following tables present a brief description of the roadways and other items of property, plant and equipment reported under the heading “roadways”.

As at 30 June 2026:

	QUAN TITY [pcs]	LENGTH [m]	OPENING BALANCE	DEPRECIATIO N	IMPAIRMENT LOSS	NET VALUE AS AT THE BALANCE SHEET DATE	LEVEL OF ACCUMULATE D DEPRECIATIO N IN THE GROUP
Roadways recognised as fixed assets, depreciated using the natural method, of which:	19	24.504	626.830	(210,331)	(211,091)	205.408	67%
- for which depreciation commenced before 30 June 2026	(6)	12.768	361.035	(98,735)	(172,645)	89.655	75%
Roadways recognised as fixed assets, depreciated based on useful lives	259	102.457	2,249,563	(697,125)	(1,106,300)	446.138	80%
Others items depreciated based on useful lives (shafts, shaft towers, stoppings, storage tanks and other)	32	-	331.310	(173,615)	(121,937)	35.758	89%
As at 30 June 2026	310	126.961	3,207,703	(1,081,071)	(1,439,328)	687.304	79%

As at 30 June 2025:

	QUAN TITY [pcs]	LENGTH [m]	OPENING BALANCE	DEPRECIATIO N	IMPAIRMENT LOSS	NET VALUE AS AT THE BALANCE SHEET DATE	LEVEL OF ACCUMULATE D DEPRECIATIO N IN THE GROUP
Roadways recognised as fixed assets, depreciated using the natural method, of which:	22	28.792	673.382	(254,450)	(199,047)	219.885	67%
- for which depreciation was started before 30 June 2025	10	19.065	399.613	(113,346)	(128,714)	157.553	61%
Roadways recognised as fixed assets, depreciated based on useful lives	255	100.793	2,059,662	(711,740)	(899,457)	448.465	78%
Others items depreciated based on useful lives (shafts, shaft towers, stoppings, storage tanks and other)	32	-	323.426	(171,997)	(106,326)	45.103	86%
As at 30 June 2025	309	129.585	3,056,470	(1,138,187)	(1,204,830)	713.453	77%

5.2 Impairment loss on property, plant and equipment

In preparing the Group's consolidated financial statements, the Parent Company's Management Board periodically evaluates indications of possible impairment of non-current assets, in accordance with the guidelines of IAS 36 “Impairment of Assets”. Such analysis is even more important where companies must operate in volatile, non-standard conditions. Under such circumstances, the Management Board of the Parent Company must act very cautiously.

During the analysis of the premises performed at the end of 2025, it was determined that an impairment test was warranted due to the high probability of having to adapt the scope of the future operations to the new market environment. In particular, the following factors pointed to this risk: a clear upward trend in the generating capacity of renewable energy sources (RES); the growing importance of RES in Poland's energy mix; a climate policy aimed at the progressive decarbonisation of the Polish economy; and the strategies adopted and presented to the market by Polish energy groups, which point to a decline in demand for steam coal. Falling contract prices for steam coal in Poland were also a key factor in the valuation of future cash flows.

The situation described above, as well as the Company's market capitalisation value, which has been below the carrying value of net assets for a long time, made it necessary to re-test the impairment of assets of the cash-generating units as at 31 December 2025. As a result of the test, an impairment loss of PLN 522,502,000 was identified. The details of the test and the key assumptions used in carrying it out are described in detail in the Group's annual consolidated financial statements for 2025.

Upon re-examining the factors relevant to the preparation of the interim condensed consolidated financial statements as at 30 June 2026 and up to the date of preparation of these financial statements, the Management Board of the Parent Company has not identified any new factors indicating a need to repeat the test during the financial year; consequently, as at 30 June 2026, the Group had not carried out an impairment test on its non-current assets.

As at the end of the previous periods, it was noted that the Parent Company's market capitalisation continues to be below the carrying amount of its net assets which, in the opinion of the Parent Company's Management Board, is still primarily due to factors beyond its control, such as political factors and EU climate policy, limited confidence in companies in the mining sector and, partly, also the low liquidity of the shares and the low level of free float of shares.

Other impairment losses

The balance of impairment losses for property, plant and equipment is shown in the table below:

	LAND	BUILDINGS AND STRUCTURES	INCLUDING ROADWAYS	TECHNICAL EQUIPMENT AND MACHINERY	MEANS OF TRANSPORT	OTHER FIXED ASSETS	FIXED ASSETS UNDER CONSTRUCTION	TOTAL
As at 1 January 2026	31.553	1,866,982	1,502,913	889.045	64.736	7.682	9.366	2,869,364
Recognition of impairment losses	-	26	-	-	-	-	-	26
Recognition of impairment losses	-	(63,585)	(63,585)	-	-	(20)	-	(63,605)
As at 30 June 2026	31.553	1,803,423	1,439,328	889.045	64.736	7.662	9.366	2,805,785
As at 1 January 2025	28.185	1,549,485	1,222,369	746.190	55.768	6.444	22.046	2,408,118
Recognition of impairment losses	143	-	-	-	-	-	-	143
Recognition of impairment losses	-	(17,576)	(17,538)	-	-	-	-	(17,576)
As at 30 June 2025	28.328	1,531,909	1,204,831	746.190	55.768	6.444	22.046	2,390,685

The creation and reversal of an impairment loss in respect of property, plant and equipment was recognised in the interim consolidated statement of profit and loss under the heading "Impairment of non-current assets".

6. INTANGIBLE ASSETS

	SOFTWARE	FEES, LICENSES	GEOLOGICAL INFORMATION	OTHER	TOTAL
As at 01 January 2026					
Cost or value derived from valuation	8,275	15,225	26,297	9,690	59,487
Accumulated depreciation	(7,376)	(9,858)	(20,467)	(8,755)	(46,456)
Net carrying amount	899	5,367	5,830	935	13,031
As at 30 June 2026					
Net carrying amount opening balance	899	5,367	5,830	935	13,031
Increases	55	168	-	9,340	9,563
Decreases	-	-	-	(9,758)	(9,758)
Amortisation and depreciation	(128)	(360)	(121)	(174)	(783)
Net carrying amount	826	5,175	5,709	343	12,053
As at 30 June 2026					
Cost or value derived from valuation	8,318	15,354	26,297	10,275	60,244
Accumulated depreciation	(7,492)	(10,179)	(20,588)	(9,932)	(48,191)
Net carrying amount	826	5,175	5,709	343	12,053
As at 01 January 2025					
Cost or value derived from valuation	8,182	15,726	29,394	10,871	64,173
Accumulated depreciation	(7,142)	(10,149)	(20,096)	(9,274)	(46,661)
Net carrying amount	1,040	5,577	9,298	1,597	17,512
As at 30 June 2025					
Net carrying amount opening balance	1,040	5,577	9,298	1,597	17,512
Increases	121	246	-	5,699	6,066
Decreases	-	-	-	(6,454)	(6,454)
Amortisation and depreciation	(159)	(351)	(185)	(20)	(715)
Net carrying amount	1,002	5,472	9,113	822	16,409
As at 30 June 2025					
Cost or value derived from valuation	8,197	15,966	29,394	7,295	60,852
Accumulated depreciation	(7,195)	(10,494)	(20,281)	(6,473)	(44,443)
Net carrying amount	1,002	5,472	9,113	822	16,409

Impairment losses on intangible assets are recognised when there are indications that the Group will not derive future economic benefits from its intangible assets.
The balancing of impairment losses for intangible assets is shown in the table below:

	SOFTWARE	FEES AND LICENSES	GEOLOGICAL INFORMATION	TOTAL
As at 01 January 2026	472	11,135	29,825	41,432
As at 30 June 2026	472	11,135	29,825	41,432
As at 01 January 2025	279	9,169	26,728	36,176
As at 30 June 2025	279	9,169	26,728	36,176

The creation and reversal of an impairment loss in respect of intangible assets was recognised in the interim consolidated statement of profit and loss under the heading “Impairment of intangible assets”.

7. LEASES

7.1 Right-of-use asset

The table below shows the changes in the right-of-use asset:

	RIGHT OF PERPETUAL USUFRUCT OF LAND	TECHNICAL EQUIPMENT AND MACHINERY	MEANS OF TRANSPORT	TOTAL
As at 01 January 2026				
Cost or value derived from valuation	21.390	3.142	12.682	37.214
Accumulated depreciation	(4,061)	(2,236)	(8,595)	(14,892)
Net carrying amount	17.329	906	4.087	22.322
As at 30 June 2026				
Net carrying amount opening balance	17.329	906	4.087	22.322
Increases	24	-	10.630	10.654
Decreases	-	(256)	(10)	(266)
Amortisation and depreciation	(303)	(496)	(2,655)	(3,454)
Net carrying amount	17.050	154	12.052	29.256
As at 30 June 2026				
Cost or value derived from valuation	21.415	1.132	23.192	45.739
Accumulated depreciation	(4,365)	(978)	(11,140)	(16,483)
Net carrying amount	17.050	154	12.052	29.256
As at 01 January 2025				
Cost or value derived from valuation	19.006	10.933	12.851	42.790
Accumulated depreciation	(3,057)	(9,268)	(4,569)	(16,894)
Net carrying amount	15.949	1.665	8.282	25.896
As at 30 June 2025				
Net carrying amount opening balance	15.949	1.665	8.282	25.896
Increases	2.383	2.010	-	4.393
Decreases	(398)	(10)	(78)	(486)
Amortisation and depreciation	(303)	(1,380)	(2,059)	(3,742)
Net carrying amount	17.631	2.285	6.145	26.061
As at 30 June 2025				
Cost or value derived from valuation	21.390	3.142	12.682	37.214
Accumulated depreciation	(3,759)	(857)	(6,537)	(11,153)
Net carrying amount	17.631	2.285	6.145	26.061

Costs relating to the right-of-use asset are recognised as follows:

	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2026	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2025
Amortisation of the right-of-use asset	3.454	3.742
Financial costs	896	1.383
Total	4.350	5.125

The change in lease liabilities and the balance as at 30 June 2026 is shown in the table below:

	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2026	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2025
As at 1 January	26.812	28.981
Increases	10.654	4.393
Decreases	(266)	(199)
Other changes	(48)	-
Principal instalment under finance lease agreements	(3,840)	(3,134)
Total	33.312	30.041

7.2 Minimum future payments under irrevocable lease agreements

The minimum future payments under irrevocable lease agreements that do not fall within the scope of IFRS 16 “Leases” are as follows:

	AS AT 30 JUNE 2026	AS AT 31 December 2025
Below 1 year	296	261
from 1 to 2 years	260	351
Minimum future payments	556	612

The Group is a party to lease agreements for specialist machinery and equipment and means of transportation that do not meet the criteria for recognising them as finance leases. Lease agreements are concluded for terms of different length. In part, they are short-term contracts to verify the quality of workmanship and suitability of the machines and equipment in the production process. Agreements concluded for a period longer than 2 years contain a clause offering an option to index the rate by the price index of goods and services.

Selected short-term agreements are not covered by the scope of IFRS 16 “Leases” and as such are not presented in the balance sheet as “Right-of-use assets”.

8. TRADE RECEIVABLES AND OTHER RECEIVABLES

	AS AT 30 JUNE 2026	AS AT 31 December 2025
Trade receivables	314.259	385.106
Allowance for uncollectible accounts	(5,927)	(5,283)
Net trade receivables	308.332	379.823
Prepayments and accruals	59.956	60.724
Other receivables	1.761	431
Short-term part	370.049	440.978
Prepayments and accruals	500	12.382
Other receivables	804	805
Long-term part	1.304	13.187
Total trade receivables and other receivables	371.353	454.165

The fair value of trade and other receivables is not significantly different from their carrying value.

All the Group's receivables are denominated in Polish zloty.

Changes in the balance of revaluation charge for trade receivables are presented in the following table:

	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2026	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2025
As at 1 January	5,283	5,221
Recognition of a charge	723	97
Receivables written off as uncollectible during the year	(1)	-
Reversal of unused amounts	(78)	-
Total	5,927	5,318

The impairment loss allowance for receivables was recognised and reversed in the statement of profit or loss in the "Selling costs" item. The other categories of trade receivables and other receivables do not contain any items of a reduced value.

The age structure of impaired receivables is shown in the table below:

	AS AT 30 JUNE 2026	AS AT 31 December 2025
Over 12 months	5,927	5,283
Total	5,927	5,283

The age structure of overdue receivables which do not show signs of impairment is presented in the table below:

	AS AT 30 JUNE 2026	AS AT 31 December 2025
Up to 1 month	74	156
1 to 3 months	142	113
3 to 6 months	501	68
6 to 12 months	64	497
Over 12 months	468	503
Total	1,249	1,337

The maximum exposure to credit risk as at the reporting date is the fair value of each category of receivables listed above.

9. INVENTORIES

	AS AT 30 JUNE 2026	AS AT 31 December 2025
Materials	176.061	159.184
Impairment loss for materials	(25)	(20)
Finished products	113.578	23.395
Total	289.614	182.559

The cost of inventories in the interim consolidated statement of profit or loss was included in the item “Cost of products, goods and materials sold”, the total value of which in the first six months of 2026 amounted to PLN 1,225,249 thousand (PLN 1,239,241 thousand in the corresponding period of 2025).

Changes in the impairment loss for inventories are shown in the table below:

	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2026	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2025
As at 1 January	20	39
Recognition of an impairment loss for inventories	5	317
Total	25	356

The creation/reversal of the impairment loss for inventories is recognised in the consolidated statement of profit or loss under “Other net profits / (losses)”.

No security has been established on the inventories held by the Group.

10. CASH AND CASH EQUIVALENTS

	AS AT 30 June 2026	AS AT 31 December 2025
Cash in bank	49.263	42.506
Bank deposits	769.979	471.577
Total	819.242	514.083
Of which:		
- regarding FLK**	(188.412)	180.276
- short-term part	630.830	333.807
Total	819.242	514.083

**Restricted cash

The value of restricted cash amounted to PLN 210,137,000 as at 30 June 2026 (as at 31 December 2025: PLN 200,063 thousand), including PLN 188,412 thousand (at 31 December 2025: PLN 180,276 thousand) of funds accumulated in the Mine Closure Fund (“FLK”) to cover the costs of decommissioning the mine, while the remaining amount relates to cash accumulated in separate VAT accounts and collateral received.

The Group's cash holdings are denominated in PLN.

11. OTHER SHORT-TERM INVESTMENTS

	AS AT 30 June 2026	AS AT 31 December 2025
Other short-term investments	80.062	517.667
<i>Including:</i>		
- deposits with maturity of more than 3 months	80.062	517.667
Total	80.062	517.667

Other short-term investments relate entirely to deposits with mBank S.A. with an original maturity over 3 months. The carrying amount at 30 June 2026 consists of the principal amount of PLN 80,000 thousand and accrued interest of PLN 62 thousand. The deposits mature in December 2026.

12. SHARE CAPITAL

	NUMBER OF SHARES (in thousand)	PAR VALUE OF ORDINARY SHARES	HYPERINFLATION ADJUSTMENT	TOTAL
As at 01 January 2026	34.014	170.068	131.090	301.158
As at 30 June 2026	34.014	170.068	131.090	301.158
As at 01 January 2025	34.014	170.068	131.090	301.158
As at 30 June 2025	34.014	170.068	131.090	301.158

All shares issued by the Parent Company have been fully paid up.

13. OTHER CAPITAL

According to the Articles of Association, the Parent Company may create supplementary capital and other reserve capital, the purpose of which is stipulated by law and resolutions of the governing bodies. Other capitals include, among others, reserve capital from the issue of Management Options and capital from the valuation of cash flow hedges (in the part considered to be effective hedging).

Capital from valuation of cash flow hedging financial instruments

Other capital may also include derivative financial instruments constituting cash flow hedges (in the portion considered to be an effective hedge) after taking into account the tax effect. During the first six months of 2026 and 2025, the Group did not hold any financial instruments designated as cash flow hedges.

Non-controlling interests

Non-controlling interests pertain solely to the subsidiary “Łęczyńska Energetyka” Sp. z o.o. and are owned by the Łęczyńska Municipality (11.29%) and the Puchaczów Municipality (0.01%), adding up to 11.30%. During the first six months of 2026, total income attributable to non-controlling interests amounted to PLN 120,000 (in the corresponding period of 2025, income attributable to non-controlling interests amounted to PLN 457,000).

Retained earnings

The amount of retained earnings consists of, in addition to the current year's net result attributable to Parent Company's shareholders, also retained earnings from prior years, non-transferable actuarial gains/(losses) on account of defined benefit plans attributable to Parent Company shareholders and capitals arising from the measurement of property, plant and equipment at fair value as of the date when IAS/IFRS was first applied.

Non-distributable equity components

Pursuant to Article 396 §1 of the Commercial Company Code, which is applicable to the Parent Company, supplementary capital must be established to cover potential losses and at least 8% of the profit for the financial year is allocated to the supplementary capital until the capital reaches at least one-third of the share capital. This part of the supplementary capital is not available for distribution to shareholders. As at 30 June 2026 and as at 31 December 2025, this value amounted to PLN 100,386 thousand.

Actuarial gains and losses relating to provisions for post-employment benefits recognised through other comprehensive income are also excluded from distribution.

14. TRADE LIABILITIES AND OTHER LIABILITIES

	AS AT 30 June 2026	AS AT 31 December 2025
Trade liabilities	229.514	197.402
Other liabilities, including:	257.517	247.077
- <i>Company Social Benefit Fund</i>	8.594	1.905
- <i>liabilities due to bid deposits</i>	3.370	3.322
- <i>investment liabilities</i>	38.686	46.834
- <i>liabilities due to wages</i>	46.047	78.225
- <i>other liabilities</i>	160.820	116.791
Total financial liabilities	487.031	444.479
Liabilities due to social security and other taxes	74.040	108.612
Trade and other liabilities	561.071	553.091
Of which:		
- <i>long-term part</i>	12.954	23.799
- <i>short-term part</i>	548.117	529.292
Total	561.071	553.091

The fair value of trade and other liabilities is not significantly different from their carrying value.

15. FINANCIAL INSTRUMENTS

Hierarchy of financial instruments measured at fair value.

Financial instruments carried at fair value may be classified as belonging to the following valuation models:

- Level 1: quoted (unadjusted) prices on active markets for identical assets and liabilities,
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (e.g. as prices) or indirectly (as derived from provisions),
- Level 3: inputs that are not based on unobservable market prices (unobservable inputs).

As at 30 June 2026, the Group had no financial instruments measured at fair value.

16. PROVISION FOR EMPLOYEE BENEFITS

	AS AT 30 June 2026	AS AT 31 December 2025
Recognised in the interim consolidated statement of financial position on account of:		
Retirement and disability benefits	124.887	132.652
Service anniversary award	174.048	176.843
Other employee benefits (unused holiday leave, salaries, death benefits and others)	79.619	42.440
Total	378.554	351.935

	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2026	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2025
Costs recognised in the interim consolidated statement of profit or loss:		
Retirement and disability benefits	7.934	7.336
Service anniversary award	8.340	3.203
Other employee benefits (unused holiday leave, salaries, death benefits and others)	63.311	32.449
Total	79.585	42.988

	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2026	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2025
(Profits)/losses recognised in the interim consolidated statement of comprehensive income due to:		
Retirement and disability benefits	(13,200)	6.945
Other employee benefits (death benefits)	(324)	(500)
Total	(13,524)	6.445

Change in provisions for employee benefits:

	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2026	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2025
As at 1 January	351.935	345.620
Current employment costs (including unused holiday leave, salaries, death benefits and others)	75.082	44.406
Interest costs	6.675	7.411
Actuarial (gains)/losses recognised in the interim consolidated statement of profit or loss	(2,172)	(8,829)
Actuarial (gains)/losses recognised in the interim consolidated statement of comprehensive income	(13,524)	6.445
Total recognised in comprehensive income	66.061	49.433
Benefits paid	(39,442)	(30,466)
As at 30 June	(378.554)	364.587
<i>of which:</i>		
- long-term part	265.339	275.904
- short-term part	113.215	88.683

Employee benefit costs are captured in the following items in the interim consolidated statement of profit or loss and in the interim consolidated statement of comprehensive income:

	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2026	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2025
Cost of products, goods and materials sold	66.340	32.342
Sales costs	293	154
Administrative expenses	6.277	3.081
Financial costs	6.675	7.411
Total recognised in the interim consolidated statement of profit and loss	(79.585)	42.988
Actuarial (gains)/losses recognised in the interim consolidated statement of comprehensive income	(13,524)	6.445
Total recognised in the interim consolidated statement of comprehensive income	(66.061)	49.433

17. PROVISION FOR OTHER LIABILITIES AND CHARGES

	PROVISION FOR MINE CLOSURE COSTS AND RECLAMATION OF LAND	MINING DAMAGE	LITIGATION	OTHER	TOTAL
As at 01 January 2026	173.781	7.480	6.579	767	188.607
Including:					
Long-term	173.781	-	-	-	173.781
Short-term	-	7.480	6.579	767	14.826
Recognised in the interim consolidated statement of financial position:					
- Revaluation of the provision created	(3,261)	-	-	-	(3,261)
Recognised in the interim consolidated statement of profit and loss:					
- Additional provisions created	-	-	-	1.299	1.299
- Use of the provision created	-	(497)	-	(432)	(929)
- Settlement of a discount	3.973	-	-	-	3.973
As at 30 June 2026	174.493	6.983	6.579	1.634	189.689
Including:					
Long-term	174.493	-	-	-	174.493
Short-term	-	6.983	6.579	1.634	15.196
As at 01 January 2025	173.450	10.768	7.218	1.165	192.601
Including:					
Long-term	173.450	-	-	-	173.450
Short-term	-	10.768	7.218	1.165	19.151
Recognised in the interim consolidated statement of financial position:					
- Revaluation of the provision created	(3,230)	-	-	-	(3,230)
Recognised in the interim consolidated statement of profit and loss:					
- Additional provisions created	-	-	-	384	384
- Use of the provision created	-	(1,259)	-	(391)	(1,650)
- Settlement of a discount	4.379	-	-	-	4.379
As at 30 June 2025	174.599	9.509	7.218	1.158	192.484
Including:					
Long-term	174.599	-	-	-	174.599
Short-term	-	9.509	7.218	1.158	17.885

Mine closure and reclamation of land

The Group recognises the provision for mine closure and reclamation of land as required by the applicable provisions of law. The calculated amount of mine closure and land reclamation costs as at 30 June 2026 is PLN 174,493 thousand, including the provision for mine closure of PLN 162,855 thousand and a provision for land reclamation of PLN 11,638 thousand. The change in the provision compared to the balance as at 31 December 2025 amounted to PLN 712 thousand, with the increase resulting from the reversal of the discount allowance of PLN 3,973 thousand recognised in the interim consolidated statement of profit or loss under "Finance costs", while the decrease resulting from the updating of assumptions, totalling PLN 3,261 thousand, was recognised in the interim consolidated statement of financial position as a decrease in the item "Property, plant and equipment".

Removal of mining damages

Due to the need to remedy the damage caused by its operations, the Group recognises a provision for mining damages. The estimated value of the work required to repair the damage as at 30 June 2026 is PLN 6,983 thousand, with the amount primarily related to the planned costs that will

have to be incurred in connection with securing buildings, repairing damage to buildings and roads and in connection with compensation for damage to agricultural land. The total amount of the provision used in the first 6 months of 2026 was PLN 497 thousand (PLN 1,259 thousand in the same period of the previous year).

Litigation

The amounts recognised represent a provision for certain legal claims brought against the Parent Company by its clients and suppliers. The amount of provisions recognised/reversed in the current period is recognised in the consolidated statement of profit or loss as other revenues/costs. According to the judgement of the Parent Company's Management Board, supported by relevant legal opinions, the reporting of these claims will not cause any significant losses in amounts exceeding the amount of provisions recognised as at 30 June 2026.

18. SALES REVENUES

	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2026	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2025
Sales of coal	1,317,237	1,480,048
Other operations	39,391	34,781
Sales of goods and materials	7,605	7,758
Total revenues on sales	1,364,233	1,522,587

The main categories of contracts in the above revenue types include:

- Coal sales contracts relating to the Group's core business; there are two types of these contracts – with the transport service (in which the Parent Company organises transport to the customer) or without the service.
- Contracts relating to the sale of goods and materials, mainly scrap metal; revenues from such contracts represent a small percentage of all consolidated revenue from sales. The total amount of all revenues on this account during six months of 2026 amounted to PLN 7,605 thousand (PLN 7,758 thousand in the corresponding period of the previous year).
- Contracts relating to sales of other services, with the highest amounts being revenues from the rental of space in shower rooms (hooks and lockers). This service is provided almost exclusively to the Parent Company's sub-contractors (providing mining services to the Company) whose employees are obliged by OHS regulations to use shower rooms. The total amount of consolidated revenue on sales from the rental of shower room space during the first six months of 2026 amounted to PLN 5,192 thousand (PLN 4,930 thousand in the corresponding period of the previous year).

19. OTHER REVENUES

	FOR THE PERIOD	FOR THE PERIOD
	FROM 1 JANUARY TO 30 June 2026	FROM 1 JANUARY TO 30 June 2025
Compensations received	734	147,757
Excise tax refund	485	506
Reversal of other provisions for liabilities	319	291
Reversal of impairment losses	64	16
Other revenues	644	127
Total other income	2,246	148,697

The very high value of compensation received in the first half of 2025, as well as the total figure under the heading "Other revenues", was due to the compensation of PLN 144,849,000 received by the Parent Company at the beginning of 2025 for damage to wall 3/VII/385.

20. OTHER COSTS

	FOR THE PERIOD	FOR THE PERIOD
	FROM 1 JANUARY TO 30 June 2026	FROM 1 JANUARY TO 30 June 2025
Donations	(2,068)	(1,814)
Enforcement fees and penalties	(71)	(12)
Claims	(16)	-
Other	(120)	(104)
Total other costs	(2,275)	(1,930)

21. OTHER NET LOSSES

	FOR THE PERIOD	FOR THE PERIOD
	FROM 1 JANUARY TO 30 June 2026	FROM 1 JANUARY TO 30 June 2025
Result on the liquidation of fixed assets	(5,032)	(1,202)
Profit on the sale of fixed assets	(14)	39
Exchange gains or losses	(53)	(59)
Write-down on inventories	(5)	(317)
Other losses	(264)	(887)
Total other profits/(losses) - net	(5,340)	(2,426)

22. FINANCIAL INCOME AND COSTS

	FOR THE PERIOD	FOR THE PERIOD
	FROM 1 JANUARY TO 30 June 2026	FROM 1 JANUARY TO 30 June 2025
Interest income on short-term bank deposits	11,434	23,068
Other revenues, including:	3,854	5,068
- Interest relating to the Mine Closure Fund	3,525	4,565
- Other	329	503
Total finance income	15,288	28,136
Interest cost from valuation of employee benefits	(6,675)	(7,411)
Settlement of discount relating to provision for Mine Closure and for land reclamation	(3,973)	(4,379)
Other interest costs and indexation	(1,405)	(1,273)
Interest expenses relating to the lease of fixed assets	(896)	(1,383)
Other costs	(248)	(360)
Total financial costs	(13,197)	(14,806)

23. INCOME TAX

23.1 Tax liability

	FOR THE PERIOD	FOR THE PERIOD
	FROM 1 JANUARY TO 30 June 2026	FROM 1 JANUARY TO 30 June 2025
Current Tax	(2,903)	40,867
Deferred tax recognised in profit or loss	(1,287)	18,614
Deferred tax recognised in other comprehensive income:	(2,570)	(1,224)
- due to actuarial losses recognised in the interim consolidated statement of comprehensive income	(2,570)	(1,224)
Total	6,760	58,257

23.2 Reconciliation of effective tax rate

	FOR THE PERIOD	FOR THE PERIOD
	FROM 1 JANUARY TO 30 June 2026	FROM 1 JANUARY TO 30 June 2025
Profit before tax	(9,279)	324,166
Tax calculated at a rate of 19%	(1,763)	61,592
Correction of income tax for previous years	(20)	(3,983)
Tax effect of costs permanently excluded from the tax base, of which:	2,447	1,872
- payment to the PFRON disabled persons fund	1,240	1,176
- donations	394	4
- depreciation and amortisation	238	257
- other	575	435
Income tax charges to financial result	(4,190)	59,481
Effective tax rate	45%	18%

Income tax in the interim condensed consolidated financial statements was assessed using a nominal tax rate for 2026 in the amount of 19.0% (2025: 19.0%).

The regulations governing VAT, property tax, corporate income tax, personal income tax, or social security contributions are frequently amended, as a result of which there is often no reference to established regulations or legal precedents. The current regulations also contain ambiguous provisions that result in differences of opinion about the legal interpretation of tax regulations both between various state authorities and between state authorities and businesses.

Tax and other (e.g. customs or foreign exchange) settlements may be audited by authorities, which may levy significant penalties; any additional liabilities determined as a result of the audit must be paid with high interest. Consequently, tax risk in Poland is higher than in countries with better developed tax systems. Tax settlements may be audited for a period of five years. As a result, the amounts stated in the consolidated financial statements may change at a later date after the final determination of their amounts by the tax authorities.

23.3 Current income tax receivables and liabilities

The current income tax liability of PLN 211,000 relates entirely to 2026. At the end of last year, the Group reported a tax receivable of PLN 76,971,000, which was refunded in full during the first half of this year.

24. EARNINGS PER SHARE

Basic

Basic earnings/(losses) per share are calculated as the quotient of profit/(loss) attributable to the Parent Company's shareholders and the weighted average number of ordinary shares during the year.

	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2026	FOR THE PERIOD FROM 1 JANUARY TO 30 June 2025
Profit attributable to the shareholders of the Parent Company	(4.969)	264.228
Weighted average number of ordinary shares (in thousand)	34.014	34.014
Basic profit/(loss) per share (PLN)	(0.15)	7.77

Diluted

Diluted earnings/(losses) per share are calculated by adjusting the weighted average number of ordinary shares as if the conversion to potential dilutive ordinary shares had occurred. As at 30 June 2026, the Parent Company did not have any instruments giving rise to potential dilution of ordinary shares.

25. DIVIDEND PER SHARE

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.

On 27 May 2026, the AGM of the Parent Company was held, at which the Shareholders adopted a resolution on the coverage of loss for 2025, according to which the net loss of the Parent Company in the amount of PLN 160.584 thousand was covered from the reserve capital.

The resulting ratios measuring dividends due to Parent Company's shareholders are presented in the table below:

	FOR THE PERIOD	FOR THE PERIOD
	FROM 1 JANUARY TO 30 June 2026	FROM 1 JANUARY TO 30 June 2025
Dividend due and disbursed	-	-
Number of ordinary shares at the dividend record date (in thousand)	34.014	34.014
Dividend per share (in PLN)	-	-

26. ADDITIONAL INFORMATION FOR RECONCILIATION OF CASH FLOWS FROM OPERATING ACTIVITIES

NOTE	FOR THE PERIOD	FOR THE PERIOD
	FROM 1 JANUARY TO 30 June 2026	FROM 1 JANUARY TO 30 June 2025
Balance sheet change in liabilities, liabilities from contracts with customers and subsidies	(6.846)	(145,112)
Offsetting income tax overpayments against liabilities due to other taxes	(603)	-
Change in investment liabilities	(3.880)	9.981
Change in liabilities for the purposes of the interim consolidated statement of cash flows	(3.569)	(135,131)
Increases in fixed assets 5	(362.854)	298.526
Other non-cash adjustments	(185)	(567)
Change in investment liabilities	(3,880)	9.981
Acquisition of property, plant and equipment	358.789	307.940
Increases in intangible assets 6	(9.563)	6.066
Other non-cash adjustments	-	2
Acquisition of intangible assets	9.563	6.068

27. CONTINGENT ITEMS

The Group has contingent liabilities on account of property tax as well as contingent liabilities and assets on account of legal claims arising in the regular course of business.

Property Tax

In connection with the settlement of property tax on underground roadways, in the part deemed probable by the Parent Company, the Group no longer recognises a provision for property tax. Still, the potential contingent liability may arise mainly from the existing differences between the Parent Company's position and the position of tax authorities regarding the subject of this tax. The differences are related to the issue whether the underground roadways of the Parent Company contain other structures (in addition to those already declared) within the meaning of the provisions of the Act on Local Taxes and Charges that are taxable with this tax; other differences

may also relate to the value of individual structures if it is determined that they are indeed subject to property tax.

Furthermore, the provisions of the Act of 19 November 2024 amending the Agricultural Tax Act, the Local Taxes and Fees Act and the Stamp Duty Act entered into force on 1 January 2025. The legislation introduces quite significant changes to property tax, including a revised definition of a building and a new list and scope of facilities that will be considered as structures subject to property tax. This could lead to different interpretations of the amended regulations, particularly in the first few years of their implementation.

Legal claims relating to patents

The contingent liability for legal claims relating to the fee for co-creators of the inventions covered by Patent No. 206048 and functioning in the Parent Company, for which the Parent Company does not recognise a provision, may result mainly from the inability to assess the grounds for the amount of the claim in question and the difference between the Parent Company's position and the position of the co-creators of the inventions covered by the above patent.

In 2024, there was a significant change in the status of legal claims relating to patents previously reported as a contingent liability. Namely, on 20 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. On 17 December 2025, the Supreme Court issued a ruling accepting both appeals for consideration. The Parent Company is currently waiting for determining a date for the hearing before the Supreme Court.

Price collusion claims

The contingent assets resulting from the legal action brought by the Parent Company on 30 December 2020 against "A. Weber" Sp. z o.o., Minova Ekochem S.A. and "DSI Schaum Chemie" Sp. z o.o. for payment of the amount of PLN 23,124 thousand (principal amount plus interest) as compensation for damage caused as a result of violation of competition law (unlawful anti-competitive arrangements, including price collusion, market sharing and collusive bidding in the purchase of mining chemical products, including polyurethane adhesives). The damage to the Parent Company resulted from the necessity to pay inflated prices due to the prohibited agreements in 2006-2010 (following the decision of the President of UOKiK of 16 December 2013, which was subsequently appealed by the aforementioned penalised entities).

On 11 October 2023, the Supreme Court dismissed the cassation appeal of the President of the UOKiK against the unfavourable judgement of the Court of Appeals in respect of the original decision, which has the effect of removing the decision of the President of the UOKiK finding price collusion from legal circulation. The first trial date was set for 1 August 2024, however, on 24 July 2024, the Parent Company filed a request with the court to refer the case to mediation so the trial date was cancelled. The mediation proceedings did not result in reaching a settlement between the parties. On 22 January 2026, the first hearing took place at the Regional Court in Katowice. Subsequently, in May and June 2026, hearings were held during which witnesses were interviewed. The next hearings will take place in November 2026.

28. FUTURE CONTRACTUAL LIABILITIES

Investment liabilities

Contractual investment liabilities incurred as at the balance sheet date but not yet recognised in the interim consolidated statement of financial position are as follows:

	AS AT 30 JUNE 2026	AS AT 31 December 2025
Property, plant and equipment	147.379	187.014
Investment liabilities	147.379	187.014

Future contractual liabilities arise mainly under concluded contracts for mining work and for the purchase of mining machinery and equipment, which depend on the amount of preparatory work (excavation of roadways) planned.

29. TRANSACTIONS WITH 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 steam coal to the following companies: Krajowa Grupa Spożywcza S.A., Zakłady Azotowe w Puławach S.A. (Grupa Azoty), Energa Elektrownie Ostrołęka S.A., Orlen Termika S.A., Radomskie Przedsiębiorstwo Energetyki Ciepłej "Radpec" S.A., PGE Energia Ciepła S.A. and PGE Paliwa Sp. z o.o.

In the reporting periods ended 30 June 2026 and 30 June 2025, 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 FROM 1 JANUARY TO 30 June 2026	FOR THE PERIOD FROM 1 JANUARY TO 31 December 2025	FOR THE PERIOD FROM 1 JANUARY TO 30 JUNE 2025
Sales in the period	197,656	227.247	125,300
Balance of receivables at end of period, including VAT	65,831	39.868	43.983

Major purchase transactions include: purchase of materials (roof 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 June 2026 and 30 June 2025, 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 FROM 1 JANUARY TO 30 June 2026	FOR THE PERIOD FROM 1 JANUARY TO 31 December 2025	FOR THE PERIOD FROM 1 JANUARY TO 30 JUNE 2025
Purchases in the period	195,330	307.249	140.609
Balance of liabilities at end of period, including VAT	35,662	34.834	16.802

Transactions with ENEA Group companies

Purchase transactions mainly involve the purchase of electricity from ENEA S.A., the purchase of materials from ENEA Wytwarzanie Sp. z o.o. and the purchase of services from ENEA Centrum Sp. z o.o.

In the reporting periods ended 30 June 2026 and 30 June 2025, 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 FROM 1 JANUARY TO 30 JUNE 2026	FOR THE PERIOD FROM 1 JANUARY TO 31 December 2025	FOR THE PERIOD FROM 1 JANUARY TO 30 JUNE 2025
Purchases in the period	86,808	162,202	78,902
Balance of liabilities at end of period, including VAT	36,019	36,539	29,152

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 June 2026 and 30 June 2025, 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 FROM 1 JANUARY TO 30 JUNE 2026	FOR THE PERIOD FROM 1 JANUARY TO 31 December 2025	FOR THE PERIOD FROM 1 JANUARY TO 30 JUNE 2025
Sales in the period	990,593	2,346,415	1,221,859
Balance of receivables at end of period, including VAT	226,897	313,792	212,108

30. INFORMATION ON REMUNERATION OF THE PARENT COMPANY'S MEMBERS OF THE MANAGEMENT BOARD, SUPERVISORY BOARD AND COMMERCIAL PROXIES

	FOR THE PERIOD FROM 1 JANUARY TO 30 JUNE 2026	FOR THE PERIOD FROM 1 JANUARY TO 30 JUNE 2025
Remuneration of the Management Board members and commercial proxies	5,095	2,316
Remuneration of the Supervisory Board members	229	190

In addition to the standard remuneration under management contracts, appointments or employment, in 2026, as well as in the corresponding period of the previous year, there were no other transactions with the key personnel of the Parent Company.

31. EVENTS AFTER THE BALANCE SHEET DATE

In accordance with the knowledge held, no material events occurred after the balance sheet date that could have an impact on the financial result as at 30 June 2026 and have not been included in the consolidated condensed financial statements.

32. APPROVAL OF THE CONSOLIDATED FINANCIAL STATEMENTS

The Management Board of Lubelski Węgiel “Bogdanka” S.A. hereby represents that on 10 September 2026 it approved these consolidated financial statements of the Group for the period from 1 January to 30 June 2026.

33. 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

.....

IRENEUSZ SOSNOWSKI

Chief Accountant of the Parent Company

.....



Lubelski Węgiel Bogdanka S.A.

One of the leaders on the hard coal market in Poland, standing out in comparison with its peers in terms of financial results, mining efficiency and investment plans assuming access to new deposits.