



## TOYA S.A. CAPITAL GROUP

Condensed interim consolidated financial statements  
for the 6-month period ended 30 June 2023



## Contents

Interim consolidated statement of financial position .....	3
Interim consolidated statement of profit or loss and other comprehensive income.....	4
Interim consolidated statement of changes in equity .....	6
Interim consolidated cash flow statement .....	7
Explanatory notes to condensed interim consolidated financial statements.....	8
1. General information.....	8
2. Capital group structure .....	9
3. Summary of significant accounting policies .....	9
3.1 Basis for preparation .....	9
3.2 Accounting policies.....	9
3.3 Impact of new or changed standards and interpretations on the consolidated financial statements of the Group .....	10
4. Seasonality.....	12
5. Property, plant and equipment.....	12
6. Right-of-use assets.....	13
7. Goodwill.....	13
8. Inventory.....	13
9. Trade and other short-term receivables .....	14
10. Cash and cash equivalents .....	15
11. Additional explanation to the cash flow statement.....	15
12. Share capital .....	16
13. Earnings per share .....	16
14. Resolutions on approving the annual consolidated report of Toya S.A. Group for 2022 and distribution of profit of the Parent Company .....	16
15. Loans and borrowings liabilities.....	16
16. Trade and other payables .....	19
17. Sales revenue .....	19
18. Operating segments.....	20
19. Costs by type and cost of goods for resale sold .....	23
20. Income tax .....	24
21. Changes in estimates .....	24
21.1 Inventory write-down.....	24
21.2 Write-off for expected credit losses on receivables .....	24
21.3 Employee benefits obligations .....	24
21.4 Provisions .....	24
21.5 Deferred tax .....	25
22. Fair value.....	25
23. Financial guarantees granted and received .....	25
24. Contingent assets and liabilities.....	25
25. Transactions with related entities.....	26
26. Material events subsequent to the end of reporting period .....	27

**TOYA S.A. Capital Group**

Condensed interim consolidated financial statements for the 6-month period ended 30 June 2023  
(All amounts in PLN '000 unless indicated otherwise)

**Interim consolidated statement of financial position**

		30 June 2023 unaudited	31 December 2022
<b>ASSETS</b>	<b>Note</b>		
Property, plant and equipment	5	62,260	64,672
Intangible assets		4,415	4,610
Right-of-use assets	66	25,684	29,725
Goodwill	7	739	830
Other receivables		49	52
Deferred income tax assets	21	4,778	4,701
<b>Non-current assets</b>		<b>97,925</b>	<b>104,590</b>
Inventory	8, 21	316,624	341,166
Trade and other receivables	0, 21	94,604	105,359
Income tax receivables		1,918	847
Cash and cash equivalents	10	24,807	38,836
<b>Current assets</b>		<b>437,953</b>	<b>486,208</b>
<b>Total assets</b>		<b>535,878</b>	<b>590,798</b>
<b>EQUITY AND LIABILITIES</b>			
Share capital	12	7,504	7,504
Share premium		35,677	35,677
Reserve capital		329	329
Exchange differences from translating foreign entities		(5,052)	10,543
Other capitals		(73)	(73)
Retained earnings	14	350,167	316,714
<b>Equity per shareholders of the Parent Company</b>		<b>388,552</b>	<b>370,694</b>
<b>Total equity</b>		<b>388,552</b>	<b>370,694</b>
Liabilities from loans	15	5,715	17,143
Lease liabilities		15,061	17,240
Deferred income tax liability		437	546
Liabilities from employee benefits		566	566
Other long-term liabilities		33	35
<b>Total long-term liabilities</b>		<b>21,812</b>	<b>35,530</b>
Trade and other payables	16	79,020	95,619
Liabilities from employee benefits	21	8,375	11,806
Liabilities from loans	15	27,846	65,024
Lease liabilities		7,673	8,694
Liabilities from current income tax		941	1,703
Provisions	21	1,659	1,728
<b>Total short-term liabilities</b>		<b>125,514</b>	<b>184,574</b>
<b>Total liabilities</b>		<b>147,326</b>	<b>220,104</b>
<b>Total equity and liabilities</b>		<b>535,878</b>	<b>590,798</b>

Notes constitute an integral part of these condensed interim consolidated financial statements

**TOYA S.A. Capital Group**

Condensed interim consolidated financial statements for the 6-month period ended 30 June 2023  
(All amounts in PLN '000 unless indicated otherwise)

**Interim consolidated statement of profit or loss and other comprehensive income**

	Note	6 months ended 30 June		3 months ended 30 June	
		2023 unaudited	2022 unaudited	2023 unaudited	2022 unaudited
Revenue from sales of goods	17, 18	367,994	367,832	192,966	179,443
Cost of goods and materials sold	19, 18	(247,093)	(245,917)	(128,977)	(119,930)
<b>Gross sales profit</b>		<b>120,901</b>	<b>121,915</b>	<b>63,989</b>	<b>59,513</b>
Selling costs	19	(56,666)	(55,039)	(28,194)	(27,941)
Administrative expenses	19	(21,136)	(18,247)	(11,743)	(9,560)
Expected credit losses	0	115	(153)	38	(44)
Other operating revenue		1,766	3,682	1,683	1,762
Other operating expenses		(203)	(165)	(41)	520
<b>Operating profit</b>		<b>44,777</b>	<b>51,993</b>	<b>25,732</b>	<b>24,250</b>
Financial income		177	73	95	43
Financial expenses		(3,050)	(3,690)	(1,248)	(2,410)
<b>Profit before tax</b>		<b>41,904</b>	<b>48,376</b>	<b>24,579</b>	<b>21,883</b>
Income tax		(8,451)	(10,007)	(4,713)	(4,462)
<b>Net profit</b>		<b>33,453</b>	<b>38,369</b>	<b>19,866</b>	<b>17,421</b>
<b>Other comprehensive income that may be reclassified to profit or loss</b>					
Foreign operations currency translation differences		(15,595)	6,168	(13,610)	2,205
<b>Other net comprehensive income</b>		<b>(15,595)</b>	<b>6 168</b>	<b>(13,610)</b>	<b>2,205</b>
<b>Total net comprehensive income for the period</b>		<b>17,858</b>	<b>44,537</b>	<b>6,256</b>	<b>19,626</b>
<b>Net profit for the year attributable to:</b>					
Shareholders of the Parent Company		33,453	38,369	19,866	17,421
Non-controlling interests		-	-	-	-
<b>Other comprehensive income attributable to:</b>					
Shareholders of the Parent Company		(15,595)	6,168	(13,610)	2,205
Non-controlling interests		-	-	-	-
<b>Total comprehensive income for the year attributable to:</b>					
Shareholders of the Parent Company		17,858	44,537	6,256	19,626
Non-controlling interests		-	-	-	-

Notes constitute an integral part of these condensed interim consolidated financial statements

**TOYA S.A. Capital Group**

Condensed interim consolidated financial statements for the 6-month period ended 30 June 2023  
(All amounts in PLN '000 unless indicated otherwise)

---

**Earnings per share**

		6 months ended 30 June		3 months ended 30 June	
		2023 unaudited	2022 unaudited	2023 unaudited	2022 unaudited
<b>Basic earnings per share in PLN</b>	13	<b>0.45</b>	<b>0.51</b>	<b>0.27</b>	<b>0.23</b>
- from continuing operations		0.45	0.51	0.27	0.23
- from discontinued operations		-	-	-	-
<b>Diluted earnings per share in PLN</b>	13	<b>0.45</b>	<b>0.51</b>	<b>0.27</b>	<b>0.23</b>
- from continuing operations		0.45	0.51	0.27	0.23
- from discontinued operations		-	-	-	-

**TOYA S.A. Capital Group**

Condensed interim consolidated financial statements for the 6-month period ended 30 June 2023

(All amounts in PLN '000 unless indicated otherwise)

**Interim consolidated statement of changes in equity**

	Share capital	Share premium	Reserve capital	Exchange differences from translating foreign entities	Other capitals	Retained earnings	Attributable to shareholders of the Parent Company	Total equity
<b>As at 1 January 2023</b>	<b>7,504</b>	<b>35,677</b>	<b>329</b>	<b>10,543</b>	<b>(73)</b>	<b>316,714</b>	<b>370,694</b>	<b>370,694</b>
Comprehensive income								
Net profit	-	-	-	-	-	33,453	33,453	33,453
Other comprehensive income	-	-	-	(15,595)	-	-	(15,595)	(15,595)
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(15,595)</b>	<b>-</b>	<b>33,453</b>	<b>17,858</b>	<b>17,858</b>
Transactions with owners	-	-	-	-	-	-	-	-
<b>Total changes in equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(15,595)</b>	<b>-</b>	<b>33,453</b>	<b>17,858</b>	<b>17,858</b>
<b>As at 30 June 2023 (unaudited)</b>	<b>7,504</b>	<b>35,677</b>	<b>329</b>	<b>(5,052)</b>	<b>(73)</b>	<b>350,167</b>	<b>388,552</b>	<b>388,552</b>
<b>As at 1 January 2022</b>	<b>7,504</b>	<b>35,677</b>	<b>329</b>	<b>10,883</b>	<b>(209)</b>	<b>246,494</b>	<b>300,678</b>	<b>300,678</b>
Comprehensive income								
Net profit	-	-	-	-	-	38,369	38,369	38,369
Other comprehensive income	-	-	-	6,168	-	-	6,168	6,168
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6,168</b>	<b>-</b>	<b>38,369</b>	<b>44,537</b>	<b>44,537</b>
Transactions with owners	-	-	-	-	-	-	-	-
<b>Total changes in equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6,168</b>	<b>-</b>	<b>38,369</b>	<b>44,537</b>	<b>44,537</b>
<b>As at 30 June 2022 (unaudited)</b>	<b>7,504</b>	<b>35,677</b>	<b>329</b>	<b>17,051</b>	<b>(209)</b>	<b>284,863</b>	<b>345,215</b>	<b>345,215</b>

Notes constitute an integral part of these condensed interim consolidated financial statements

**TOYA S.A. Capital Group**

Condensed interim consolidated financial statements for the 6-month period ended 30 June 2023  
(All amounts in PLN '000 unless indicated otherwise)

**Interim consolidated cash flow statement**

	Note	6 months ended 30 June	
		2023 unaudited	2022 unaudited
<b>Cash flows from operating activities</b>			
<b>Profit before tax</b>		<b>41,904</b>	<b>48,376</b>
<b>Adjustments for:</b>			
Amortization and depreciation		7,988	7,538
Net interest		2,873	3,617
Profit/Loss on investing activities		1	(596)
Foreign exchange gains/losses		(185)	1,836
<b>Changes in balance sheet items:</b>			
Change in trade and other receivables	11	5,663	1,905
Change in inventories	11	17,519	(64,630)
Change in provisions	11	(27)	104
Change in trade and other payables	11	(9,492)	(14,879)
Change in employee benefit liabilities	11	(3,036)	(1,177)
<b>Cash from activities</b>		<b>63,208</b>	<b>(17,906)</b>
Income tax paid		(10,360)	(15,413)
<b>Net cash from operating activities</b>		<b>52,848</b>	<b>(33,319)</b>
<b>Cash flows from investing activities</b>			
Sale of property, plant and equipment		4	724
Purchases of property, plant and equipment and intangible assets		(6,945)	(9,814)
Interest received		177	73
<b>Net cash from investing activities</b>		<b>(6,764)</b>	<b>(9,017)</b>
<b>Cash flows from financing activities</b>			
Proceeds from loans		30	54,220
Repayments of loans		(48,398)	-
Repayment of lease liabilities		(4,251)	(4,905)
Interest paid on loans		(2,561)	(2,724)
Interests paid on leases		(728)	(599)
<b>Net cash from financing activities</b>		<b>(55,908)</b>	<b>45,992</b>
<b>Net change in cash and cash equivalents</b>		<b>(9,824)</b>	<b>3,656</b>
<b>Balance sheet change in cash and cash equivalents</b>		<b>(14,029)</b>	<b>4,537</b>
- effect of translation of cash and cash equivalents		(4,205)	881
<b>Cash and cash equivalents at the beginning of the period</b>	10	<b>38,836</b>	<b>38,855</b>
<b>Cash and cash equivalents at the end of the period</b>	10	<b>24,807</b>	<b>43,392</b>

Notes constitute an integral part of these condensed interim consolidated financial statements

## **Explanatory notes to condensed interim consolidated financial statements**

### **1. General information**

TOYA S.A. (the "Company" or the "Parent Company") is a joint stock company established under the Commercial Companies Code. The Company has its registered office in Wrocław at ul. Sołtysowicka 13-15. The Company's shares are publicly traded.

The Company is entered into the Commercial Register maintained by the District Court for Wrocław-Fabryczna, 6th Commercial Division under entry No KRS 0000066712. The Company's Statistical Identification Number (REGON) is 932093253.

The duration of the Company is unlimited.

The core business activities of TOYA S.A. and TOYA S.A. Group include import and distribution of industrial goods, including primarily hand and power tools for professional and DIY use.

In the period from 1 January to 30 June 2023 and until the date of approval of these interim financial statements for publication, the Management Board of the Parent Company was composed of the following members:

- |                    |   |
|--------------------|---|
| - Grzegorz Pinkosz | President of the Management Board;      |
| - Maciej Lubnauer  | Vice-President of the Management Board; |
| - Robert Borys     | Vice-President of the Management Board. |

In the period from 1 January to 30 June 2023 and as of the date of approval of these financial statements, the Supervisory Board of the Parent Company was composed of the following members:

- |                                |  |
|--------------------------------|--|
| - Piotr Mondalski              | President of the Supervisory Board;      |
| - Jan Szmidt                   | Vice-President of the Supervisory Board; |
| - Dariusz Górka                | Member of the Supervisory Board;         |
| - Michał Kobus                 | Member of the Supervisory Board;         |
| - Grzegorz Maciąg              | Member of the Supervisory Board;         |
| - Wojciech Bartłomiej Papierak | Member of the Supervisory Board;         |
| - Beata Szmidt                 | Member of the Supervisory Board.         |

These interim condensed consolidated financial statements of the Group cover the period of 6 months ended on 30 June 2023. Comparative data is presented:

- as at 31 December 2022 for the interim consolidated statement of financial position,
- for the period from 1 January 2022 to 30 June 2022 and from 1 April 2022 to 30 June 2022 for the interim consolidated statement of profit or loss and other comprehensive income,
- for the period from 1 January 2022 to 30 June 2022 for the interim consolidated cash flow statement,
- for the period from 1 January 2022 to 30 June 2022 for the interim consolidated statement of changes in equity.

These condensed interim consolidated financial statements of the Group for 6-month period ended 30 June 2023 were approved for publication by the Management Board of the Parent Company on 24 August 2023.

The Parent Company has also prepared the condensed interim stand-alone financial statements for the 6-month period ended 30 June 2023, which was approved for publication by the Management Board on 24 August 2023.



## TOYA S.A. Capital Group

Condensed interim consolidated financial statements for the 6-month period ended 30 June 2023  
(All amounts in PLN '000 unless indicated otherwise)

## 2. Capital group structure

As at 30 June 2023, the TOYA S.A. Capital Group comprised the following entities:

Entity name	Registered office	Business profile	Type of equity link	% of shares and votes held	Date of assuming control	Method of consolidation as at the end of the reporting period
TOYA S.A.	Wrocław, Poland	Distribution of hand and power tools	Parent Company	Not applicable	Not applicable	Not applicable – Group's Parent Company
Toya Romania S.A.	Bucharest, Romania	Distribution of hand and power tools	Subsidiary	99.99	November 2003	Full consolidation method
Yato Tools (Shanghai) Co., Ltd.	Shanghai, China	Distribution of hand and power tools	Subsidiary	100.00	January 2013	Full consolidation method
Yato Tools (Jiaxing) Co., Ltd.	Baibu Town, China	Distribution of hand and power tools	Subsidiary	100.00	December 2019	Full consolidation method

In the first half of 2023, there were no changes in the structure of the Group.

## 3. Summary of significant accounting policies

### 3.1 Basis for preparation

These condensed interim consolidated financial statements have been prepared in accordance with IAS 34 „Interim Financial Reporting” approved by the EU.

They should be read jointly with the annual consolidated financial statements for the year ended 31 December 2022 prepared in accordance with International Financial Reporting Standards (called „IFRS”) and interpretations issued by International Accounting Standards Board approved by European Union (called „EU”).

#### Going concern

These condensed interim consolidated financial statements have been prepared on the assumption that the Group will continue as going concerns in the foreseeable future.

### 3.2 Accounting policies

The accounting principles are consistent with those applied in the annual consolidated financial statements for the financial year ended 31 December 2022, except for the adoption of new and changed standards, described below.

### **3.3 Impact of new or changed standards and interpretations on the consolidated financial statements of the Group**

These financial statements were prepared based on IFRS approved by the EU, issued and effective for reporting periods starting on or after 1 January 2023.

#### **a) New standards, interpretations and changes to existing standards that are effective in 2023**

- **New IFRS 17 "Insurance Contracts"**

A new standard regulating the recognition, measurement, presentation and disclosure of insurance and reinsurance contracts. The standard replaces the existing IFRS 4.

The application of the standard did not have a significant impact on the Company's financial statements.

- **Amendment to IFRS 4 "Insurance Contracts"**

The change extended exemptions from the application of IFRS 9 until 2023.

This change had no impact on the consolidated financial statements of the Group.

- **Amendment to IAS 1 "Presentation of financial statements"**

The IAS Council clarified which information regarding the accounting policy applied by the entity is significant and requires disclosure in the financial statements. The principles focus on tailoring disclosures to an individual's circumstances. The Council warns against using standardized provisions copied from IFRS and expects that the basis for valuation of financial instruments is important information.

The above changes did not have a significant impact on the consolidated financial statements of the Group.

- **Amendments to IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors": Definition of Accounting Estimates**

The Council introduced the definition of an accounting estimate into the standard: Accounting estimates are monetary amounts in financial statements that are subject to measurement uncertainty.

The above changes did not have a significant impact on the consolidated financial statements of the Group.

- **Amendments to IAS 12 "Income Taxes": Deferred tax relating to assets and liabilities recognized as a result of a single transaction**

The Council introduced the principle that if a transaction results in both positive and negative temporary differences in the same amount, assets and provisions for deferred income tax should be recognized even if the transaction does not result from the merger or has no impact on the accounting or tax result. This means the need to recognize assets and deferred tax provisions, e.g. when temporary differences in equal amounts occur in the case of leasing (a separate temporary difference from the liability and from the right to use) or in the case of reclamation liabilities. The rule that deferred tax assets and liabilities are offset if current tax assets and liabilities are subject to offsetting has not been changed.

The above changes did not affect the consolidated financial statements of the Group.

- **Amendment to IFRS 17 "Insurance Contracts"**

The Board established transitional provisions on comparative data for entities that implement IFRS 17 and IFRS 9 simultaneously to reduce potential accounting mismatches arising from differences between these standards.

The above changes did not affect the consolidated financial statements of the Group.

**b) New standards, interpretations and changes to existing standards that are not yet in force and have not been previously applied by the Group**

**Standards and Interpretations awaiting approval by the European Commission:**

<i>Standards and Interpretations</i>	<i>Type of anticipated change in accounting policies</i>	<i>Possible impact on the financial statements</i>
<p><i>Amendments to IAS 7 Statement of Cash Flows and IFRS 7 Financial Instruments: Disclosures</i></p> <p>Valid for annual periods beginning on 1 January 2024</p>	<p>The amendment describes the characteristics of reverse factoring agreements ("Supplier finance arrangements") and introduces the need to disclose additional information.</p>	<p><i>The Group does not expect the Standard to have a significant impact on its consolidated financial statements.</i></p>
<p><i>Amendment to IAS 12 "Income Taxes"</i></p> <p>Valid for annual periods starting on 1 January 2023</p>	<p>The change introduces a temporary exception to the recognition of deferred tax resulting from the implementation of international tax reform ("Pillar Two Model Rules" issued by the OECD) and the obligation to introduce additional disclosures related to it.</p>	<p><i>The above changes are not expected to have a significant impact on the Group's consolidated financial statements.</i></p>
<p><i>Amendment to IAS 1 "Presentation of financial statements"</i></p> <p>Valid for annual periods beginning on 1 January 2024</p>	<p>The IAS Council clarified the rules for classifying liabilities as long- or short-term primarily in two aspects:</p> <ul style="list-style-type: none"> <li>• it was clarified that the classification depends on the rights that the entity has as at the balance sheet date,</li> <li>• management's intentions to accelerate or delay payment of the obligation are not taken into account.</li> </ul>	<p><i>The above changes are not expected to have a significant impact on the Group's consolidated financial statements.</i></p>
<p><i>Amendment to IAS 1 "Presentation of financial statements"</i></p> <p>Valid for annual periods beginning on 1 January 2024</p>	<p>The change clarifies that as at the balance sheet date, the entity does not take into account covenants that will have to be met in the future when considering the classification of liabilities as long- or short-term. However, the entity should disclose information about these covenants in the explanatory notes to the financial statements.</p>	<p><i>The above changes are not expected to have a significant impact on the Group's consolidated financial statements.</i></p>
<p><i>Amendment to IFRS 16 "Leases"</i></p> <p>Valid for annual periods beginning on 1 January 2024</p>	<p>The amendment clarifies the requirements for the valuation of leasing liabilities arising from sale and leaseback transactions. It is intended to prevent incorrect recognition of the result on the transaction in the part relating to the retained right of use when leasing payments are variable and do not depend on the index or rate.</p>	<p><i>The above changes are not expected to have a significant impact on the Group's consolidated financial statements.</i></p>

The Group has not decided in these condensed consolidated financial statements on the prior application of any standard, interpretation or change that has been published but has not yet entered into force in the light of European Union regulations.

#### 4. Seasonality

The Group's offer is aimed at the consumer market, which is sensitive to the seasons and weather conditions. However, seasonality practically does not exist now. This is the result of the implemented policy of introducing a new assortment, adjusted to the seasons of the year, as well as the broad product offer of the Group.

#### 5. Property, plant and equipment

	30 June 2023 unaudited	31 December 2022
Land	2,907	2,907
Buildings and structures	34,470	38,656
Plant and equipment	4,142	4,781
Vehicles	1,069	821
Other	13,408	8,705
<b>Total</b>	<b>55,996</b>	<b>55,870</b>
Property, plant and equipment not transferred for use	6,264	8,802
<b>Total property, plant and equipment</b>	<b>62,260</b>	<b>64,672</b>

In the item "other", the Group mainly includes storage and display shelves as well as furniture for offices and warehouses.

In the period from 1 January to 30 June 2023, the gross value of tangible fixed assets increased by PLN 201 thousand, mainly as a result of:

- further expenditure on completion of the warehouse located in China;
- reclassification of means of transport from right-of-use assets, in connection with purchase after the leasing period;
- purchase of IT equipment and display shelves by the Parent Company.

Depreciation of property, plant and equipment recognized in the financial result amounted to PLN 3,060 thousand. The remaining changes result from differences in the conversion of foreign units

## 6. Right-of-use assets

	30 June 2023 unaudited	31 December 2022
Land	6,088	6,685
Buildings and structures	15,251	16,601
Plant and equipment	1,331	1,458
Vehicles	3,014	4,981
<b>Total</b>	<b>25,684</b>	<b>29,725</b>

In the first half of 2023, the Group did not conclude any new leasing agreements. The decrease in the gross value of right-of-use assets resulted from:

- indexation of fees in accordance with contracts concluded in previous years, as a result of which assets increased by PLN 1,984 thousand;
- reclassification to fixed assets as a result of the purchase after the end of the leasing period, in accordance with the conditions provided for in the contract, as a result of which the assets were reduced by PLN 1,012 thousand.

Depreciation of right-of-use assets recognized in the financial result amounted to PLN 4,263 thousand.

The remaining changes result from differences in the conversion of foreign units.

## 7. Goodwill

Goodwill amounting to PLN 739 thousand includes only the goodwill resulting from the acquisitions of Yato Tools (Shanghai) Co. Ltd. in 2013. In the first half of 2023, goodwill decreased by PLN 91 thousand as a result of converting the value of the assets into the presentation currency.

## 8. Inventory

	30 June 2023 unaudited	31 December 2022
Goods for resale at warehouse and in transit	316,248	341,076
Asset for expected returns from customers	376	90
<b>Total inventory (per balance sheet)</b>	<b>316,624</b>	<b>341,166</b>
Revaluation write-down for goods for resale	5,559	4,849
<b>Total inventory (gross)</b>	<b>322,183</b>	<b>346,015</b>

Creation and reversal of inventory write-down is recognized in profit or loss and presented as "cost of goods sold".

In accordance with IFRS 15, in the item "assets for expected returns from customers", the Group presents the value of goods which may be expected to be returned from customers after the end of the reporting period.

The table below presents changes in revaluation write-downs on inventory:

	2023	2022
<b>As at 1 January</b>	4,849	3,157
Increase	965	1,744
Reversal/utilisation	-	-
Currency translation differences	(255)	(52)
<b>As at 30 June (unaudited) / 31 December</b>	<b>5,559</b>	<b>4,849</b>

## 9. Trade and other short-term receivables

	30 June 2023 unaudited	31 December 2022
Trade receivables from related parties	10	2
Trade receivables from third parties	70,495	84,802
<b>Total trade receivables</b>	<b>70,505</b>	<b>84,804</b>
Taxes, custom duties and social security receivables	14,168	10,384
Other receivables from third parties	2,714	2,834
Advances for deliveries of goods for resale	6,541	8,524
Advances for deliveries of property, plant and equipment	1,526	337
Prepayments and deferred costs	1,704	1,257
<b>Total gross receivables</b>	<b>97,158</b>	<b>108,140</b>
Allowance for the expected credit losses on trade receivables	(2,518)	(2,745)
Impairment write-downs of other receivables	(36)	(36)
<b>Total net receivables</b>	<b>94,604</b>	<b>105,359</b>

The Group performs individual and group analysis of impairment of trade receivables. Receivables are analysed individually when there is an objective evidence of impairment that may have a negative effect on the amount of future cash flows. Significant objective conditions include, for example, taking legal action against a debtor, serious financial problems of the debtor, significant overdue payments. In the case of short-term trade receivables analysed in groups, which do not have a significant financing element, the Group applies the simplified approach required in IFRS 9 and measures impairment losses in the amount of credit losses expected throughout the lifetime of the receivable from its initial recognition. The Group utilizes provision matrix where a fixed provision rate applies depending on the number of days that a trade receivable is outstanding.

For the purpose of estimation of the expected credit losses, trade receivables are grouped on the basis of credit risk characteristics (separate groups were determined for certain distribution channels – receivables from export customers, network customers, wholesale customers and individual customers).

Changes in the allowance for the expected credit losses of trade receivables are presented in the table below:

	2023	2022
<b>As at 1 January</b>	<b>2,745</b>	<b>2,781</b>
Write-off created in the period	(5)	18
Reversal of unused write-offs	(145)	(49)
Use of write-offs created in previous periods	-	(3)
Currency translation differences	(77)	(2)
<b>As at 30 June (unaudited) / 31 December</b>	<b>2,518</b>	<b>2,745</b>

Recognition and reversal of impairment losses on receivables has been included in the item: "expected credit losses".

## 10. Cash and cash equivalents

	30 June 2023 unaudited	31 December 2022
Cash in hand and at bank	24,807	38,836
<b>Total cash and cash equivalents</b>	<b>24,807</b>	<b>38,836</b>

## 11. Additional explanation to the cash flow statement

Reconciliation of changes in balance sheet items as shown in the statements of financial position and in the statements of cash flows:

6 months ended on 30 June 2023	Balance sheet change	Adjustments			Change in statement of cash flows
		Advances paid for property, plant and equipment	Measurement of cash in foreign currencies	Effect of currency translation of foreign entities	
Change in trade and other receivables	10,758	1 189	-	(6,284)	5,663
Change in inventories	24,542	-	-	(7,023)	17,519
Change in provisions	(69)	-	-	42	(27)
Change in trade and other payables	(16,599)	-	-	7,107	(9,492)
Change in employee benefit liabilities	(3,431)	-	-	395	(3,036)
Change in cash	(14,029)	-	4,205	-	(9,824)

6 months ended on 30 June 2022	Balance sheet change	Adjustments			Change in statement of cash flows
		Advances paid for property, plant and equipment	Measurement of cash in foreign currencies	Effect of currency translation of foreign entities	
Change in trade and other receivables	(968)	(3,838)	-	6,711	1 905
Change in inventories	(68,515)	-	-	3,885	(64,630)
Change in provisions	120	-	-	(16)	104
Change in trade and other payables	(6,381)	-	-	(8,498)	(14,879)
Change in employee benefit liabilities	(1,050)	-	-	(127)	(1,177)
Change in cash	4,537	-	(881)	-	3,656

**TOYA S.A. Capital Group**

Condensed interim consolidated financial statements for the 6-month period ended 30 June 2023  
(All amounts in PLN '000 unless indicated otherwise)

**12. Share capital**

As at 30 June 2023, the share capital amounts to PLN 7,504,222.60 and comprises 75,042,226 shares with a par value of PLN 0.1 each.

In the first half of 2023, there were no changes in the amount of share capital.

**13. Earnings per share**

	6 months ended 30 June		3 months ended 30 June	
	2023 unaudited	2022 unaudited	2023 unaudited	2022 unaudited
Net profit	33,453	38,369	19,866	17,421
Weighted average number of ordinary shares ('000)	75,042	75,042	75,042	75,042
<b>Basic earnings per share from continuing operations (PLN)</b>	<b>0.45</b>	<b>0.51</b>	<b>0.26</b>	<b>0.23</b>
Net profit attributable to ordinary shareholders used to calculate diluted earnings per share	33,453	38,369	19,866	17,421
Adjusted weighted average number of ordinary shares used for calculating diluted earnings per share ('000)	75,042	75,042	75,042	75,042
<b>Diluted earnings per share from continuing operations (PLN)</b>	<b>0.45</b>	<b>0.51</b>	<b>0.26</b>	<b>0.23</b>

Basic earnings per share were calculated by dividing the net profit by the weighted average number of ordinary shares during the period.

In the first half of 2023 and 2022 the Group had no potential dilutive instruments.

**14. Resolutions on approving the annual consolidated report of Toya S.A. Group for 2022 and distribution of profit of the Parent Company**

On 29 June 2023, the General Meeting of Shareholders of Toya S.A. approved the financial statements of TOYA S.A. Group for 2022, and also decided to transfer the profit of TOYA S.A. for 2022 in the amount of PLN 46,068 thousand to reserve capital.

**15. Loans and borrowings liabilities**

	30 June 2023 unaudited	31 December 2022
Long-term bank loans an borrowings liabilities	5,715	17,143
Short-term bank loans an borrowings liabilities	27,846	65,024
<b>Total bank loans an borrowings liabilities</b>	<b>33,561</b>	<b>82,167</b>



### **Compliance with the provisions of the loan agreement**

As at 30 June 2023, the Group did not default on its debt repayment obligations or on any other of its obligations under loan agreements in a manner which would result in an acceleration of debt repayment.

Working capital loan agreements provide that the borrower maintains the financial debt ratios at the agreed level throughout the loan period. If the condition of maintaining the ratios at the level specified by the bank is not met, the bank has the right to terminate the loan agreements.

The nature of other loan repayment collaterals has not changed as compared to 31 December 2022.

**TOYA S.A. Capital Group**

Condensed interim consolidated financial statements for the 6-month period ended 30 June 2023

(All amounts in PLN '000 unless indicated otherwise)

**15. Loans and borrowings liabilities (cont.)**

Characteristics of credit agreements:

Object and value of agreement	Name of the Bank / covering bonds / granting loans	Loan amount as per agreement as at 30 June 2023	Amount outstanding as at 30 June 2023 (*)	Amount outstanding as at 31 December 2022 (*)	Current interest rate	Date of expiry
1. Overdraft facility agreement No BDK/KR-RB/000054601/0641/10 of 22 December 2010	Bank Handlowy w Warszawie S.A.	70,000	1,484	21,159	WIBOR 1 M + bank's margin	15 December 2023
2. Overdraft credit facility agreement No 09/030/19/Z/VV	mBank S.A. with its registered office in Warsaw	60,000	1,521	18,991	WIBOR ON + bank's margin	29 March 2024
3. Overdraft credit facility agreement No WAR/8833/20/326/CB	BNP Paribas Bank Polska S.A. with its registered office in Warsaw	25,000	1,804	1,779	WIBOR 1 M + bank's margin	15 November 2023
4. Non-revolving loan agreement no WAR/8833/20/327/CB	BNP Paribas Bank Polska S.A. with its registered office in Warsaw	40,000	28,752	40,238(**)	WIBOR 3 M + bank's margin	30 September 2024
<b>Total liabilities, of which:</b>		<b>195,000</b>	<b>33,561</b>	<b>82,167</b>		
– short-term portion		177,857	27,846	65,024		
– long-term portion		17,143	5,715	17,143		

(\*) the amount used is presented together with interest due but not repaid as at 30 June 2023 and 31 December 2022

(\*\*) including PLN 40,000 thousand of the loan used and PLN 238 thousand accrued and unpaid interest as at 31 December 2022

**TOYA S.A. Capital Group**

Condensed interim consolidated financial statements for the 6-month period ended 30 June 2023  
(All amounts in PLN '000 unless indicated otherwise)

**16. Trade and other payables**

	30 June 2023 unaudited	31 December 2022
Trade payables to related parties	-	-
Trade payables to third parties	65,924	82,153
<b>Total trade payables</b>	<b>65,924</b>	<b>82,153</b>
Tax liabilities	8,779	10,280
Liability due to expected goods returns	362	146
Prepayments received	1,733	1,878
Other payables to third parties	966	451
Deferred revenue	1,256	711
<b>Total other current payables</b>	<b>13,096</b>	<b>13,466</b>
<b>Total</b>	<b>79,020</b>	<b>95,619</b>

**17. Sales revenue**

	6 months ended 30 June		3 months ended 30 June	
	2023 unaudited	2022 unaudited	2023 unaudited	2022 unaudited
Sales of goods for resale	367 994	367 832	192 966	179 443
<b>Total sales revenue</b>	<b>367 994</b>	<b>367 832</b>	<b>192 966</b>	<b>179 443</b>

The geographical structure of revenues from sales has been presented below:

	6 months ended		6 months ended		3 months ended		3 months ended	
	30 June 2023		30 June 2022		30 June 2023		30 June 2022	
	Sales revenue	Share	Sales revenue	Share	Sales revenue	Share	Sales revenue	Share
Ukraine	20,238	5.5%	13,398	3.7%	11,416	5.9%	6,878	3.8%
Hungary	12,451	3.4%	10,361	2.8%	5,995	3.1%	5,035	2.8%
Belarus	12,020	3.3%	9,137	2.5%	6,763	3.5%	5,224	2.9%
Baltic countries	11,077	3.0%	11,841	3.2%	5,935	3.1%	5,962	3.3%
Russia	6,190	1.7%	4,695	1.3%	3,667	1.9%	1,966	1.1%
Czech Republic	5,801	1.6%	6,295	1.7%	2,852	1.5%	2,667	1.5%
Bulgaria	4,653	1.3%	3,002	0.8%	3,108	1.6%	1,407	0.8%
Moldova	4,076	1.1%	4,710	1.3%	2,351	1.2%	2,561	1.4%
Greece	4,007	1.1%	2,842	0.8%	1,939	1.0%	1,269	0.7%
Germany	2,846	0.8%	3,774	1.0%	1,311	0.7%	1,603	0.9%
Europe – other EU countries	5,194	1.4%	5,955	1.6%	2,517	1.3%	2,615	1.5%
Europe – other non-EU countries	4,394	1.2%	4,207	1.1%	1,963	1.0%	2,247	1.3%
Africa	8,279	2.2%	9,032	2.5%	4,477	2.3%	3,944	2.2%
South and Central America	5,652	1.5%	14,467	3.9%	2,447	1.3%	4,436	2.5%
Asia	15,516	4.2%	17,712	4.8%	8,952	4.6%	10,154	5.6%
Australia and Oceania	143	0.0%	368	0.1%	122	0.1%	120	0.1%
<b>Total export</b>	<b>122,537</b>	<b>33.3%</b>	<b>121,796</b>	<b>33.1%</b>	<b>65,815</b>	<b>34.0%</b>	<b>58,088</b>	<b>32.4%</b>
Poland	183,817	50.0%	185,710	50.5%	96,340	49.9%	92,385	51.5%
Romania	45,381	12.3%	43,685	11.9%	21,487	11.1%	21,093	11.8%
China	16,259	4.4%	16,641	4.5%	9,324	4.8%	7,877	4.4%
<b>Total sales revenue</b>	<b>367,994</b>	<b>100.0%</b>	<b>367,832</b>	<b>100.0%</b>	<b>192 966</b>	<b>100.0%</b>	<b>179,443</b>	<b>100.0%</b>

Notes constitute an integral part of these condensed interim consolidated financial statements

## **18. Operating segments**

The management board of the parent company makes operational decisions from the perspective of distribution channels and geography.

The Group distinguishes 4 operating and reporting segments in its activities:

- sales on domestic markets (Poland, Romania) to retail chains,
- sales on domestic markets (Poland, Romania and China) - wholesale market,
- foreign sales,
- retail sales - mainly e-commerce sales (Poland, Romania and China).

As part of the retail networks segment, the Group cooperates with large retail networks throughout Poland and Romania. Wholesale on all markets where the Group holds its entities is conducted through a network of wholesalers, authorised retail stores and sales representatives. Foreign markets are supported using sales department of the Parent Company and subsidiaries Yato Tools (Shanghai) Co. Ltd. and Yato Tools (Jiaxing) Co. Ltd. As part of retail sales, sales are mainly realized through an online store and online sales platforms.

Data analysed by the Management Board of the Parent Company for segment description is consistent with the data disclosed in the statement of comprehensive income.

The Group did not record revenue from sale to a single external customer exceeding 10% of total sales revenue.

As at 30 June 2023, the Group's assets amounted to PLN 538,878 thousand, and the Group's liabilities amounted to PLN 147,326 thousand and were related only to trading activities. The Management Board of the Parent Company does not examine the assets of the Group for each segment separately.

The Parent Company has no non-current assets located abroad. Non-current assets of the subsidiaries are located outside of Poland. The net value of property, plant and equipment located in Romania as at 30 June 2023 is PLN 3,822 thousand and located in China is PLN 40,587 thousand.

The Group has been present on the markets of Eastern Europe for a long time, in particular in Ukraine, Belarus and Russia. Despite its long presence on these markets, the Group did not have any assets there and transactions with local customers were of a short-term nature. The Russian-Ukrainian conflict that started with hostilities on 24 February 2022 disrupted trade relations in these markets, resulting in a temporary freezing of relations with some customers.

It should be emphasized that the Group complies with all sanctions imposed by the European Union, Poland and the governments of other countries imposed on entities, persons and goods indicated in the relevant legal acts. The Group has implemented appropriate procedures in this regard. However, the implemented procedures and the need to verify and comply with all economic sanctions result in a slowdown in trade with customers from these markets, which is beyond the Group's control. This may impact trading with customers present in these markets.

**TOYA S.A. Capital Group**

Condensed interim consolidated financial statements for the 6-month period ended 30 June 2023

(All amounts in PLN '000 unless indicated otherwise)

**18. Operating segments (cont.)**

6 months ended 30 June 2023 (unaudited)	EXPORT SALES	WHOLESALE MARKET	RETAIL NETWORKS	RETAIL SALES	Total
<b>Sales revenue</b>					
Sales to external customers	122,537	178,319	39,033	28,105	367,994
<b>Total segment revenue</b>	<b>122,537</b>	<b>178,319</b>	<b>39,033</b>	<b>28,105</b>	<b>367,994</b>
<b>Cost of goods sold</b>					
Sales to external customers	(87,140)	(117,221)	(28,162)	(14,570)	(247,093)
<b>Total costs of goods sold</b>	<b>(87,140)</b>	<b>(117,221)</b>	<b>(28,162)</b>	<b>(14,570)</b>	<b>(247,093)</b>
<b>Gross profit</b>	<b>35,397</b>	<b>61,098</b>	<b>10,871</b>	<b>13,535</b>	<b>120,901</b>
<b>Gross profit margin</b>	<b>29%</b>	<b>34%</b>	<b>28%</b>	<b>48%</b>	<b>33%</b>

6 months ended 30 June 2022 (unaudited)	EXPORT SALES	WHOLESALE MARKET	RETAIL NETWORKS	RETAIL SALES	Total
<b>Sales revenue</b>					
Sales to external customers	121,796	176,767	43,500	25,769	367,832
<b>Total segment revenue</b>	<b>121,796</b>	<b>176,767</b>	<b>43,500</b>	<b>25,769</b>	<b>367,832</b>
<b>Cost of goods sold</b>					
Sales to external customers	(83,749)	(119,358)	(29,028)	(13,782)	(245,917)
<b>Total costs of goods sold</b>	<b>(83,749)</b>	<b>(119,358)</b>	<b>(29,028)</b>	<b>(13,782)</b>	<b>(245,917)</b>
<b>Gross profit</b>	<b>38,047</b>	<b>57,409</b>	<b>14,472</b>	<b>11,987</b>	<b>121,915</b>
<b>Gross profit margin</b>	<b>31%</b>	<b>32%</b>	<b>33%</b>	<b>47%</b>	<b>33%</b>

Notes constitute an integral part of these condensed interim consolidated financial statements

**TOYA S.A. Capital Group**

Condensed interim consolidated financial statements for the 6-month period ended 30 June 2023

(All amounts in PLN '000 unless indicated otherwise)

**18. Operating segments (cont.)**

<b>3 months ended 30 June 2023 (unaudited)</b>	<i>EXPORT SALES</i>	<i>WHOLESALE MARKET</i>	<i>RETAIL NETWORKS</i>	<i>RETAIL SALES</i>	<b>Total</b>
<b>Sales revenue</b>					
Sales to external customers	65,815	89,912	20,199	17,040	192,966
<b>Total segment revenue</b>	<b>65,815</b>	<b>89,912</b>	<b>20,199</b>	<b>17,040</b>	<b>192,966</b>
<b>Cost of goods sold</b>					
Sales to external customers	(46,698)	(58,980)	(14,566)	(8,733)	(128,977)
<b>Total costs of goods sold</b>	<b>(46,698)</b>	<b>(58,980)</b>	<b>(14,566)</b>	<b>(8,733)</b>	<b>(128,977)</b>
<b>Gross profit</b>	<b>19,117</b>	<b>30,932</b>	<b>5,633</b>	<b>8,307</b>	<b>63,989</b>
<b>Gross profit margin</b>	<b>29%</b>	<b>34%</b>	<b>28%</b>	<b>49%</b>	<b>33%</b>

<b>3 months ended 30 June 2022 (unaudited)</b>	<i>EXPORT SALES</i>	<i>WHOLESALE MARKET</i>	<i>RETAIL NETWORKS</i>	<i>RETAIL SALES</i>	<b>Total</b>
<b>Sales revenue</b>					
Sales to external customers	58,088	84,618	20,854	15,883	179,443
<b>Total segment revenue</b>	<b>58,088</b>	<b>84,618</b>	<b>20,854</b>	<b>15,883</b>	<b>179,443</b>
<b>Cost of goods sold</b>					
Sales to external customers	(38,470)	(58,333)	(14,287)	(8,840)	(119,930)
<b>Total costs of goods sold</b>	<b>(38,470)</b>	<b>(58,333)</b>	<b>(14,287)</b>	<b>(8,840)</b>	<b>(119,930)</b>
<b>Gross profit</b>	<b>19,618</b>	<b>26,285</b>	<b>6,567</b>	<b>7,043</b>	<b>59,513</b>
<b>Gross profit margin</b>	<b>34%</b>	<b>31%</b>	<b>31%</b>	<b>44%</b>	<b>33%</b>

Notes constitute an integral part of these condensed interim consolidated financial statements

## 19. Costs by type and cost of goods for resale sold

	6 months ended 30 June		3 months ended 30 June	
	2023	2022	2023	2022
	unaudited	unaudited	unaudited	unaudited
Amortisation and depreciation	7,988	7,538	4,089	3,717
Material and energy consumption	3,951	4,737	1,555	2,294
Third-party services, including:	19,110	20,198	10,458	11,024
<i>costs of transportation</i>	6,950	6,182	3,782	3,366
<i>logistics services (external warehouses)</i>	361	1,877	89	1,187
<i>IT, telecommunications and postal costs</i>	1,596	1,666	820	874
<i>online sales platform access services</i>	3,425	3,226	2,012	1,922
<i>short-term rental and service fees related to leasing contracts</i>	1,694	1,805	877	1,263
<i>legal, audit and consulting costs</i>	1,292	2,011	851	1,189
<i>other third-party services</i>	3,792	3,431	2,027	1,223
Taxes and fees	1,354	919	744	458
Costs of employee benefits, including:	37,647	35,278	19,085	17,367
<i>Salaries</i>	31,099	29,632	15,893	14,618
<i>Social security</i>	5,127	4,869	2,603	2,428
<i>Employee capital plans</i>	86	72	41	31
<i>Other</i>	1,336	705	549	290
Other costs by type	7,752	4,616	4,006	2,641
Value of goods for resale and materials sold	247,093	245,917	128,977	119,930
<b>Total costs by type and value of goods for resale sold</b>	<b>324,895</b>	<b>319,203</b>	<b>168,914</b>	<b>157,431</b>
Selling costs, including:	56,666	55,039	28,194	27,941
<i>amortisation and depreciation</i>	5,669	5,434	2,837	2,352
<i>costs of employee benefits</i>	25,604	24,336	12,886	11,903
Administrative expenses, including:	21,136	18,247	11,743	9,560
<i>amortisation and depreciation</i>	2,319	2,104	1,252	1,365
<i>costs of employee benefits</i>	12,043	10,942	6,199	5,464
Value of goods for resale sold	247,093	245,917	128,977	119,930
<b>Total</b>	<b>324,895</b>	<b>319,203</b>	<b>168,914</b>	<b>157,431</b>

## 20. Income tax

	6 months ended 30 June		3 months ended 30 June	
	2023	2022	2023	2022
	unaudited	unaudited	unaudited	unaudited
Profit before tax	41,904	48,376	24,579	21,883
Tax rate applicable in the period	19%	19%	19%	19%
<b>Tax calculated at the applicable tax rate</b>	<b>7,962</b>	<b>9,191</b>	<b>4,670</b>	<b>4,157</b>
Tax effect of the following items:				
- permanent tax differences – costs	406	107	159	(41)
- temporary differences for which assets were not created	9	1	(274)	(59)
- tax relating to previous years	-	(10)	-	(10)
Difference in tax rates between countries (16% rate in Romania, 25% in China)	74	718	158	415
<b>Income tax reported in the profit and loss account</b>	<b>8,451</b>	<b>10,007</b>	<b>4,713</b>	<b>4,462</b>
current portion	9,565	10,175	4,253	3,813
deferred portion	(1,114)	(168)	460	648

## 21. Changes in estimates

### 21.1 Inventory write-down

In the first half of 2023, the Group increased the inventory write-down to the level of their net realizable value by PLN 710 thousand, while in the same period of 2022 the write-down on inventories was increased by PLN 1,461 thousand.

### 21.2 Write-off for expected credit losses on receivables

In the first half of 2023, the Group decreased the write-off due to expected credit losses related to trade receivables by PLN 227 thousand – see note 9 for more details. In the same period of 2022, the write-off was increased by PLN 187 thousand).

### 21.3 Employee benefits obligations

In the first half of 2023, liabilities due to employee benefits decreased by PLN 3,431 thousand, mainly as a result of settlement of employee salaries liabilities recognized as at 31 December 2022. At the same time, the Group has increased the provision for unused holidays by the amount of PLN 457 thousand (in the same period of 2022 the provision was increased by PLN 500 thousand).

### 21.4 Provisions

In the first half of 2023, the Group decreased the warranty provision by PLN 69 thousand (in the same period of 2022 the provision was increased by PLN 120 thousand.)



### 21.5 Deferred tax

Deferred tax asset has increased in the first half of 2023 by PLN 77 thousand, mainly as a result of temporary differences from provisions created. Deferred tax provision was decreased by PLN 109 thousand. In the same period of 2022, assets were increased by PLN1,089 thousand, and the provision was increased by PLN 970 thousand.

In the opinion of the Management Board of the Parent Company, there is no risk that the deferred tax asset could not be realized.

### 22. Fair value

Book value of financial assets and liabilities approximates their fair value. In the first half of 2023 and 2022, there were no changes in the business conditions and economic situation that would affect the fair value of financial assets and liabilities.

### 23. Financial guarantees granted and received

As at 30 June 2023, the Group's companies were parties to the following guarantee agreements in connection with their operations, granted by the following entities:

No	Counterparty	Type of guarantee	Subject matter and value	Date of expiry
1	Bank Handlowy w Warszawie S.A.	Guarantee of payment for the lease of warehouses in Nadarzyn	Bank guarantee in the amount of EUR 482,640.52	28 February 2024
2	Sopockie Towarzystwo Ubezpieczeń ERGO Hestia S.A.	Contract on granting a customs debt guarantee	The security for repayment of custom debts, taxes and other fees associated with goods released into free circulation based on customs declaration, in the amount of PLN 270,000	31 December 2023
3	BRD Groupe Societe Generale	Guarantee of payment for warehouse rental in Bucharest	Bank guarantee in the amount of EUR 246,355	29 July 2027

On 12 June 2019, TOYA S.A. granted a guarantee of payment of liabilities arising from warehouse and office rental agreement by Toya Romania S.A. to the landlord up to the amount of EUR 115 thousand. The lease agreement was concluded on 8 February 2019 and covers a period of 10 years, with the option of changing this period. The warranty expires 3 months after the date of termination of the lease.

### 24. Contingent assets and liabilities

As at 30 June 2023, the Group had no significant contingent liabilities or contingent assets.

## 25. Transactions with related entities

In the first half of 2023 and 2022, the Group effected transactions with the following related parties:

- Toya Development Sp. z o.o. S.K. in liquidation – entity related through key management personnel,
- Toyota Katowice Sp. z o.o. - entity related through key management personnel,
- Grzegorz Pinkosz – President of the Management Board – key management personnel,
- Maciej Lubnauer – Vice-President of the Management Board – key management personnel,
- Robert Borys – Vice-President of the Management Board – key management personnel (from 27 January 2022),
- Piotr Mondalski – President of the Supervisory Board – key management personnel,
- Jan Szmids – Vice-President of the Supervisory Board – key management personnel,
- Dariusz Górka – Member of the Supervisory Board – key management personnel,
- Grzegorz Maciąg – Member of the Supervisory Board – key management personnel,
- Michał Kobus - Member of the Supervisory Board – key management personnel,
- Wojciech Bartłomiej Papierak - Member of the Supervisory Board – key management personnel,
- Beata Szmids - Member of the Supervisory Board – key management personnel.

	Trade and other receivables	Revenue from sales of goods	Purchase of goods and services
	<b>30.06.2023</b>	<b>1.01.2023 - 30.06.2023</b>	
Entities related through key management personnel	1	43	-
<b>Total</b>	<b>1</b>	<b>43</b>	<b>-</b>
	<b>31.12.2022</b>	<b>1.01.2022 - 30.06.2022</b>	
Entities related through key management personnel	1	65	-
<b>Total</b>	<b>1</b>	<b>65</b>	<b>-</b>

Related party transactions are entered into on arm's length terms in the course of the Group's day-to-day operations.

The remuneration and benefits paid or payable to the Company's key management personnel are as follows:

	6 months ended 30 June	
	2023	2022
Remunerations and benefits under employment contracts and appointment contracts - Management Board	2,707	2,589
Social insurance (ZUS) costs borne by the Company - Management Board	6	39
Remunerations for positions held - Supervisory Board	308	306
Social insurance (ZUS) costs borne by the Company - Supervisory Board	52	53
Employee Capital Plans (PPK) financed by the Company	3	3

**26. Material events subsequent to the end of reporting period**

No significant events occurred after 30 June 2023.

Management Board of Toya S.A.

<b>Date</b>	<b>Name and surname</b>	<b>Position</b>	<b>Signature</b>
24 August 2023	Grzegorz Pinkosz	President of the Management Board	
24 August 2023	Maciej Lubnauer	Vice-President of the Management Board	
24 August 2023	Robert Borys	Vice-President of the Management Board	

Person responsible for bookkeeping:

<b>Date</b>	<b>Name and surname</b>	<b>Position</b>	<b>Signature</b>
24 August 2023	Iwona Banik	Chief Accountant	