



TOYA S.A. CAPITAL GROUP

Consolidated interim report
For the period from 1 January 2021 to 31 March 2021



SELECTED FINANCIAL DATA

Selected financial data relating to the condensed interim consolidated financial statements of TOYA S.A. Capital Group in Wrocław

	PLN thousand		EUR thousand	
	1 quarter cumulatively / period from 1.01.2021 to 31.03.2021	1 quarter cumulatively / period from 1.01.2020 to 31.03.2020	1 quarter cumulatively / period from 1.01.2021 do 31.03.2021	1 quarters cumulatively / period from 1.01.2020 to 31.03.2020
I. Revenue from sales of goods	165,594	119,295	36,218	27,135
II. Operating profit	24,554	16,965	5,370	3,859
III. Profit before tax	24,226	16,494	5,299	3,752
IV. Net profit	19,228	13,225	4,206	3,008
V. Total comprehensive income	22,565	18,346	4,935	4,173
VI. Weighted average number of shares ('000)	75,042	75,042	75,042	75,042
VII. Net profit per ordinary share attributable to shareholders of the Parent Company (in PLN/EUR)	0.26	0.18	0.06	0.04
VIII. Net cash from operating activities	29,169	39,794	6,380	9,052
IX. Net cash from investing activities	(3,613)	(1,677)	(790)	(381)
X. Net cash from financing activities	(23,228)	(28,691)	(5,081)	(6,527)
XI. Total net cash	2,328	9,426	509	2,144
	As at	As at	As at	As at
	31 March 2021	31 March 2020	31 March 2021	31 March 2020
XII. Non-current assets	71,591	68,534	15,362	14,851
XIII. Current assets	319,540	326,408	68,566	70,731
XIV. Total assets	391,131	394,942	83,928	85,582
XV. Non-current liabilities	36,337	27,773	7,797	6,018
XVI. Current liabilities	94,496	129,436	20,277	28,048
XVII. Total equity	260,298	237,733	55,854	51,516

The following currency rates were applied in the translation of the selected financial data into EUR:

- for the translation of comprehensive income and cash flows for the period from 1 January 2021 to 31 March 2021 the rate of **4.5721 PLN / EUR (*)**
- for the translation of comprehensive income and cash flows for the period from 1 January 2020 to 31 March 2020 the rate of **4.3963 PLN / EUR (*)**
- for the translation of assets, liabilities and equity 31 March 2021 the rate of **4.6603 PLN / EUR**
- for the translation of assets, liabilities and equity 31 December 2020 rate of **4.6148 PLN / EUR**

(*) The rates represent the arithmetic mean of current average Exchange rates announced by the NBP on the last day of each month during the periods from January to March of respectively 2021 and 2020.

CONTENT

PART A – CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS OF TOYA S.A. CAPITAL GROUP	4
PART B – OTHER INFORMATION TO CONSOLIDATED QUARTERLY REPORT	24
PART C – CONDENSED INTERIM STAND-ALONE FINANCIAL STATEMENTS OF TOYA S.A.	29

TOYA S.A. Capital Group

Consolidated interim report for the period from 1 January 2021 to 31 March 2021
(All amounts in PLN '000 unless indicated otherwise)

PART A – CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS OF TOYA S.A. CAPITAL GROUP**Consolidated statement of financial position**

		31 March 2021 unaudited	31 December 2020
ASSETS	Note		
Property, plant and equipment	5	29,230	26,487
Intangible assets		3,705	3,867
Right-of-use assets	6	33,587	33,808
Goodwill	7	791	751
Other receivables		52	52
Deferred income tax assets	16	4,226	3,569
Non-current assets		71,591	68,534
Inventory	8, 16	201,080	219,351
Trade and other receivables	9, 16	81,594	73,096
Cash and cash equivalents	10	36,866	33,961
Current assets		319,540	326,408
Total assets		391,131	394,942
EQUITY AND LIABILITIES			
Share capital	12	7,504	7,504
Share premium		35,677	35,677
Reserve capital		329	329
Exchange differences from translating foreign entities		6,893	3,556
Other capitals		(194)	(194)
Retained earnings		210,089	190,861
Equity per shareholders of the Parent Company		260,298	237,733
Total equity		260,298	237,733
Liabilities from loans	14	7,088	4,360
Lease liabilities		28,057	22,741
Deferred income tax liability		520	-
Liabilities from employee benefits		633	633
Other long-term liabilities		39	39
Total long-term liabilities		36,337	27,773
Trade and other payables	15	73,125	76,834
Liabilities from employee benefits	16	9,746	9,591
Liabilities from loans	14	3,580	27,141
Lease liabilities		2,501	8,048
Liabilities from current income tax		3,878	6,340
Provisions	16	1,666	1,482
Total short-term liabilities		94,496	129,436
Total liabilities		130,833	157,209
Total equity and liabilities		391,131	394,942

The explanatory notes constitute an integral part of these condensed interim consolidated financial statements

Consolidated statement of profit or loss and other comprehensive income

	Note	3 months period ended	
		2021 unaudited	2020 unaudited
Revenue from sales of goods	18, 19	165,594	119,295
Cost of goods and materials sold	18, 20	(110,059)	(76,024)
Gross sales profit		55,535	43,271
Selling costs	20	(21,894)	(20,013)
Administrative expenses	20	(8,063)	(5,831)
Expected credit losses		(75)	(611)
Other operating revenue		154	314
Other operating expenses		(1,103)	(165)
Operating profit		24,554	16,965
Financial income		25	18
Financial expenses		(353)	(489)
Profit before tax		24,226	16,494
Income tax		(4,998)	(3,269)
Net profit		19,228	13,225
Other comprehensive income that may be reclassified to profit or loss			
Foreign operations currency translation differences		3,337	5,121
Other net comprehensive income		3,337	5,121
Total net comprehensive income for the period		22,565	18,346
Net profit for the year attributable to:			
Shareholders of the Parent Company		19,228	13,225
Non-controlling interests		-	-
Other comprehensive income attributable to:			
Shareholders of the Parent Company		3,337	5,121
Non-controlling interests		-	-
Total comprehensive income for the year attributable to:			
Shareholders of the Parent Company		22,565	18,346
Non-controlling interests		-	-
Earnings per share			
Basic earnings per share in PLN	13	0.26	0.18
Diluted earnings per share in PLN	13	0.26	0.18

TOYA S.A. Capital Group

Consolidated interim report for the period from 1 January 2021 to 31 March 2021

(All amounts in PLN '000 unless indicated otherwise)

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
As at 1 January 2021	7,504	35,677	329	3,556	(194)	190,861	237,733	237,733
Comprehensive income							-	-
Net profit	-	-	-	-	-	19,228	19,228	19,228
Other comprehensive income				3,337	-		3,337	3,337
Total comprehensive income	-	-	-	3,337	-	19,228	22,565	22,565
Transactions with owners								-
Total changes in equity	-	-	-	3,337	-	19,228	22,565	22,565
As at 31 March 2021	7,504	35,677	329	6,893	(194)	210,089	260,298	260,298
As at 1 January 2020	7,504	35,677	16,034	(890)	(147)	141,131	199,309	199,309
Comprehensive income								-
Net profit						13,225	13,225	13,225
Other comprehensive income				5,121			5,121	5,121
Total comprehensive income	-	-	-	5,121	-	13,225	18,346	18,346
Transactions with owners	-	-	-	-	--		-	-
Total changes in equity	-	-	-	5,121	-	13,225	18,346	18,346
As at 31 March 2020	7,504	35,677	16,034	4,231	(147)	154,356	217,655	217,655

The explanatory notes constitute an integral part of these condensed interim consolidated financial statements

TOYA S.A. Capital Group

Consolidated interim report for the period from 1 January 2021 to 31 March 2021
(All amounts in PLN '000 unless indicated otherwise)

Consolidated cash flow statement

	Note	3 months ended 31 March	
		2021	2020
Cash flows from operating activities			
Profit before tax		24,226	16,494
Adjustments for:			
Amortization and depreciation		3,445	2,222
Net interest		328	471
Profit/Loss on investing activities		-	6
Foreign exchange gains/losses		1,091	1,649
Changes in balance sheet items:			
Change in trade and other receivables	11	(9,723)	(4,466)
Change in inventories	11	20,077	35,089
Change in provisions	11	177	145
Change in trade and other payables	11	(3,090)	(7,888)
Change in employee benefit liabilities	11	34	(734)
Cash from activities		36,565	42,988
Income tax paid		(7,396)	(3,194)
Net cash from operating activities		29,169	39,794
Cash flows from investing activities			
Sale of property, plant and equipment		-	34
Purchases of property, plant and equipment and intangible assets		(3,638)	(1,729)
Interest received		25	18
Net cash from investing activities		(3,613)	(1,677)
Cash flows from financing activities			
Proceeds from loans		3,910	-
Repayments of loans		(24,741)	(23,301)
Repayment of lease liabilities		(2,043)	(5,060)
Interest paid on loans		(47)	(255)
Interests paid on leases		(307)	(75)
Net cash from financing activities		(23,228)	(28,691)
Net change in cash and cash equivalents		2,328	9,426
Balance sheet change in cash and cash equivalents		2,905	10,535
- effect of translation of cash and cash equivalents		577	1,109
Cash and cash equivalents at the beginning of the period	10	33,961	17,460
Cash and cash equivalents at the end of the period	10	36,866	27,995

The explanatory 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. CAPITAL 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 31 March 2021 and as of the date of approval of these financial statements, 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.

In the period from 1 January to 31 March 2021 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 condensed interim consolidated financial statements of the Group cover the period of 3 months ended on 31 March 2021. Comparative data is presented:

- as at 31 December 2020 - for the interim consolidated statement of financial position;
- for the period from 1 January 2020 to 31 March 2020 for the interim consolidated statement of profit or loss and other comprehensive income, the interim consolidated statement of cash flows and for the interim consolidated statement of changes in equity.

These condensed interim consolidated financial statements of the Group for 3 months period ended 31 March 2021 were approved for publication by the Management Board on 7 May 2021.

The Company has also prepared the condensed interim stand-alone financial statements for the 3 months period ended 31 March 2021, which was approved for publication by the Management Board on 7 May 2021.

TOYA S.A. Capital Group

Consolidated interim report for the period from 1 January 2021 to 31 March 2021
(All amounts in PLN '000 unless indicated otherwise)

2. Capital group structure

As at 31 March 2021, the 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 period from 1 January to 31 March 2021, there were no changes in the structure of the Group

3. Summary of significant accounting policies

3.1 Basic 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 2020 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.

The Group was not significantly affected by the COVID-19 epidemic. Over the last few weeks, the Group realized stable and even periodically increased sales, and its business activity was continuous. Based on publicly available information as at the date these financial statements were approved for publication, the Group considered a number of extreme scenarios regarding the potential development of the epidemic and its expected impact on the Group and the economic environment in which it operates, including measures already taken by local state authorities and governments of other countries where the Group's main business partners come from.

In particular, the Group analysed the following operational risks:

- unavailability of personnel for long periods of time;
- economic recession in Europe, in particular in Poland, which would significantly reduce the purchasing power of consumers, resulting in a decrease in the Group's sales in 2021 as compared to 2020.

In order to reduce the risk arising from potential adverse scenarios, the Group has implemented measures that include in particular:

- implementation of a rotating remote work program for a large group of employees;

- modifying business processes to implement all local health authority recommendations.

As at 31 March 2021, the Group's net working capital amounted to PLN 225,044 thousand, and available unused credit lines amounted to PLN 101,420 thousand.

In the Group's opinion, the above circumstances justify the assumption that the Group will have sufficient resources to continue its business activities for at least 12 months from the balance sheet date. The impact of the possible scenarios taken into account, when making this judgment, does not cause significant uncertainty regarding events and circumstances that would raise serious doubts as to the Group's ability to continue as a going concern. However, the Group cannot rule out that the prolonged period of restrictions on economic activity, expansion and prolongation of measures limiting the spread of the pandemic, which are severe for the Polish economy, will have a negative impact on the Group's financial position and operating results in the medium and long term. The Group is monitoring the situation on an ongoing basis and will react appropriately to mitigate the impact of these events if they occur.

3.2 Accounting policies

The accounting principles are consistent with the principles applied in the annual consolidated financial statements for the financial year ended 31 December 2020, except for the adoption of new and amended standards, as described below.

3.3 Effect of new or amended standards and interpretations on the Group's consolidated financial statements

These financial statements were prepared on the basis of IFRS approved by the EU, issued and effective for reporting periods beginning on or after 1 January 2021.

a) New standards, interpretations and amendments to existing standards effective in 2021

- **Amendments to IFRS 16 Leases - Covid-19-related Rent Concessions**

The changes allow lessees not to assess whether the Covid-19 rent reliefs are a modification to their lease agreements. Therefore, under the appropriate conditions, lessees who apply a practical solution, will recognize the rent reliefs received until 30 June 2021 in profit or loss for the period in which the relief was granted. In the absence of a practical solution, the tax relief would be recognized in profit and loss over the term of the lease agreement.

The above changes did not affect the Group's consolidated financial statements as the Group did not receive any reductions in rents related to Covid-19.

- **Amendments to IFRS 9 Financial Instruments, IAS 39 Financial Instruments: Recognition and Measurement, IFRS 7 Financial Instruments: Disclosures, IFRS 4 Insurance contracts and IFRS 16 Leases: Interest Rate Benchmark Reform**

The purpose of the amendments is to make it easier for entities to prepare financial statements in accordance with IFRS and provide users of financial statements with useful information in a situation where, due to a change in the reference rate ratio, there is a change in contractual cash flows or hedging relationships. The amendments provide for a practical solution for some changes in contractual cash flows and an exemption for certain hedge accounting requirements.

The amendments do not have a significant impact on the Group's consolidated financial statements.

b) New standards, interpretations and amendments, which are not yet effective and have not been applied early by the Group

In 2021, after the date of publication of the annual financial statements, i.e. after 8 April 2021, no changes, new standards or interpretations were published.

In these condensed interim consolidated financial statements, the Group has not decided to adopt earlier any standard, interpretation or amendment that has been published but has not yet come 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 to the offer, adapted to the seasons, as well as the result of continuous improvement of logistics processes. The fact that the Group is present on both the European and Asian markets and takes advantage of the changing demand on these markets, for cultural and climatic reasons observed at the same time, is also significant for the disappearance of seasonality.

5. Property, plant and equipment

	31 March 2021 unaudited	31 December 2020
Land	2,907	2,907
Buildings and structures	9,628	9,709
Plant and equipment	4,845	4,961
Vehicles	958	1,047
Other	6,963	7,125
Total	25,301	25,749
Property, plant and equipment not transferred for use	3,929	738
Total property, plant and equipment	29,230	26,487

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 31 March 2021, the gross value of tangible assets increased by PLN 4,349 thousand, mainly as a result of commencement of construction of a new warehouse by the subsidiary Yato Tools (Jiaying), located in Baibu, China. Depreciation of tangible fixed assets recognized in the financial result amounted to PLN 1,098 thousand. Other changes result from differences in translation of foreign entities.

6. Right-of-use assets

	31 March 2021 unaudited	31 December 2020
Land	6,648	6,431
Buildings and structures	21,409	22,980
Plant and equipment	547	640
Vehicles	4,983	3,757
Total	33,587	33,808

Increase in right-of-use assets by PLN 1,582 thousand resulted mainly from the forklift leasing agreement concluded in 2020, on the basis of which further forklifts were commissioned in 2021. Depreciation of right-of-use assets recognized in the financial result amounted to PLN 2,133 thousand. Other changes result from differences in translation of foreign entities.

7. Goodwill

Goodwill amounting to PLN 791 thousand includes only the goodwill resulting from the acquisitions of Yato Tools (Shanghai) Co. Ltd. in 2013, , goodwill increased by PLN 40 thousand as a result of exchange rate differences.

8. Inventory

	31 March 2021 unaudited	31 December 2020
Goods for resale at warehouse and in transit	200,165	218,191
Asset for expected returns from customers	915	1,160
Total inventory (per balance sheet)	201,080	219,351
Revaluation write-down for goods for resale	2,998	2,994
Total inventory (gross)	204,078	222,345

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 Company 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:

	2021	2020
As at 1 January	2,994	2,557
Increase	66	618
Reversal/utilisation	(58)	(253)
Currency translation differences	(4)	72
As at 31 March / 31 December	2,998	2,994

9. Trade and other short-term receivables

	31 March 2021 unaudited	31 December 2020
Trade receivables from related parties	382	1
Trade receivables from third parties	66,096	60,303
Total trade receivables	66,478	60,304
Taxes, custom duties and social security receivables	9,806	8,344
Other receivables from third parties	1,093	502
Advances paid	5,478	4,923
Prepayments and deferred costs	2,066	2,239
Total gross receivables	84,921	76,312
Allowance for the expected credit losses on trade receivables	(3,265)	(3,142)
Impairment write-downs of other receivables	(62)	(74)
Total net receivables	81,594	73,096

The Group applies a simplified approach and measures the allowance in an amount equal to the expected credit losses throughout the life cycle using the provision matrix.

TOYA S.A. Capital Group

Consolidated interim report for the period from 1 January 2021 to 31 March 2021
(All amounts in PLN '000 unless indicated otherwise)

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

	2021	2020
Opening balance of the allowance for the expected credit losses	3,142	4,655
Write-offs included in the financial result	91	764
Reversal of unused write-offs	(18)	(1,207)
Receivables written off as uncollectible	-	(1,160)
Currency translation differences	50	90
As at 31 March / 31 December	3,265	3,142

10. Cash and cash equivalents

	31 March 2021 unaudited	31 December 2020
Cash in hand and at bank	36,866	33,961
Total cash and cash equivalents	36,866	33,961

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:

3 months ended on 30 March 2021	Balance sheet change	Adjustments		Change in statement of cash flows
		Measurement of cash in foreign currencies	Effect of currency translation of foreign entities	
Change in trade and other receivables	(8,498)	-	(1,225)	(9,723)
Change in inventories	18,271	-	1,806	20,077
Change in provisions	184	-	(7)	177
Change in trade and other payables	(3,709)	-	619	(3,090)
Change in employee benefit liabilities	155	-	(121)	34
Change in cash	2,905	(577)	-	2,328

TOYA S.A. Capital Group

Consolidated interim report for the period from 1 January 2021 to 31 March 2021
(All amounts in PLN '000 unless indicated otherwise)

3 months ended on 30 March 2020	Balance sheet change	Adjustments		Change in statement of cash flows
		Measurement of cash in foreign currencies	Effect of currency translation of foreign entities	
Change in trade and other receivables	(9,813)	-	5 347	(4,466)
Change in inventories	32,526	-	2,563	35,089
Change in provisions	165	-	(20)	145
Change in trade and other payables	(1,850)	-	(6,038)	(7,888)
Change in employee benefit liabilities	(580)	-	(154)	(734)
Change in cash	10,535	(1,109)	-	9,426

12. Share capital

As at 31 March 2021 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 period from 1 January to 31 March 2021 there were no changes in the amount of share capital.

13. Earnings per share

	3 months ended 31 March	
	2021 unaudited	2020 unaudited
Net profit attributable to the shareholders of the Parent Company	19,246	13,225
Weighted average number of ordinary shares	75,042	75,042
Basic net profit per share (PLN)	0.26	0.18
Net profit attributable to ordinary shareholders used to calculate diluted earnings per share	19,246	13,225
Adjusted weighted average number of ordinary shares used for calculating diluted earnings per share ('000)	75,042	75,042
Diluted earnings per share from continuing operations (PLN)	0.26	0.18

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

In period from 1 January to 31 March 2021 and 2020 the Group had no potential dilutive instruments.

14. Loans and borrowings liabilities

	31 March 2021 unaudited	31 December 2020
Long-term bank loans an borrowings liabilities	7 088	4 360
Short-term bank loans an borrowings liabilities	3 580	27 141
Total bank loans an borrowings liabilities	10 668	31 501

As at 31 March 2021 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.

TOYA S.A. Capital Group

Consolidated interim report for the period from 1 January 2021 to 31 March 2021

(All amounts in PLN '000 unless indicated otherwise)

Characteristics of credit agreements:

Object and value of agreement	Name of the Bank / covering bonds / granting loans	Loan amount as per agreement as at 31.03.2021	Amount outstanding as at 31.03.2021	Amount outstanding as at 31.12.2020	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.	40,000	1,081	8,555	WIBOR 1 M + bank's margin	17 December 2021
2. Overdraft credit facility agreement No 09/030/19/Z/VV	mBank S.A. with its registered office in Warsaw	40,000	875	8,585	WIBOR 1 T + bank's margin	30 September 2021
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	442	10,001	WIBOR 1 M + bank's margin	19 September 2021
4. Non-revolving loan agreement no WAR/8833/20/327/CB	BNP Paribas Bank Polska S.A. with its registered office in Warsaw	24,000	8,270	4,360	WIBOR 1 M + bank's margin	30 September 2023
Total liabilities, of which:		129,000	10,668	31,501		
– short-term portion		105,000	3,580	27,141		
– long-term portion		24,000	7,088	4,360		

15. Trade and other payables

	31 March 2021 unaudited	31 December 2020
Trade payables to related parties	-	-
Trade payables to third parties	60,689	64,548
Total trade payables	60,689	64,548
Tax liabilities	8,080	6,156
Liability due to expected goods returns	1,842	2,014
Prepayments received for deliveries	1,726	3,715
Other payables to third parties	788	401
Total other current payables	12,436	12,286
Total	73,125	76,834

16. Changes in estimates**16.1 Inventory write-down**

In 1st quarter of 2021, the Group has increased the inventory write-down by the amount of PLN 4 thousand.

In 1st quarter of 2020, the Group has increased the inventory write-down by the amount of PLN 340 thousand.

16.2 Write-off for expected credit losses on receivables

In 1st quarter of 2021, the Group has increased the write-off due to expected credit losses related to trade receivables by the amount of PLN 123 thousand.

In 1st quarter of 2020, the Group has increased the write-off due to expected credit losses related to trade receivables by the amount of PLN 747 thousand.

16.3 Provision for guarantees

In 1st quarter of 2021, the Group has increased the provision for warranty repairs by the amount PLN 184 thousand.

In 1st quarter of 2020, the Group has increased the provision for warranty repairs by the amount PLN 165 thousand.

16.4 Employee benefits obligations

In 1st quarter of 2021, the Group has increased the unused holidays provision by amount of PLN 305 thousand.

In 1st quarter of 2020, the Group has increased the unused holidays provision by amount of PLN 256 thousand.

16.5 Deferred tax

Deferred tax asset has increased in the first quarter of 2021 by PLN 657 thousand, mainly as a result of recognition of provisions for expected returns of goods and rebates for customers.

Deferred tax asset has increased in the first quarter of 2020 by PLN 776 thousand, mainly as a result of recognition of provisions for expected returns of goods and rebates for customers.

According to the Management Board, there is no risk that the deferred tax asset could not be realized.

17. Fair value

Book value of financial assets and liabilities approximates their fair value. In the first quarter of 2021, there were no changes in the business conditions and economic situation that would affect the fair value of financial assets and liabilities.

18. Operating segments

The Management Board of the Parent Company makes decisions related to the Group's operations from the perspective of distribution channels and geographical coverage.

The Group specifies four operating and reporting segments for its activities:

- sales on local markets (Poland, Romania and China) to retail networks;
- sales on local markets (Poland, Romania and China) – wholesale market;
- export sales;
- retail sales.

Sales in channels other than those listed above are presented as other sales.

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 (Jiaying) 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 31 March 2021 the Group's assets amounted to PLN 391,131 thousand, and the Group's liabilities amounted to PLN 130,833 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 31 March 2021 is PLN 5,689 thousand, and located in China is PLN 6,383 thousand.

TOYA S.A. Capital Group

Consolidated interim report for the period from 1 January 2021 to 31 March 2021

(All amounts in PLN '000 unless indicated otherwise)

3 months ended 31 March 2021	<i>EXPORT SALES</i>	<i>WHOLESALE MARKET</i>	<i>RETAIL NETWORKS</i>	<i>RETAIL SALES (*)</i>	Total
Sales revenue					
Sales to external customers	56,835	78,290	19,952	10,517	165,594
Total segment revenue	56,835	78,290	19,952	10,517	165,594
Cost of goods sold					
Sales to external customers	(39,557)	(51,531)	(13,267)	(5,704)	(110,059)
Total costs of goods sold	(39,557)	(51,531)	(13,267)	(5,704)	(110,059)
Gross profit	17,278	26,759	6,685	4,813	55,535
Gross profit margin	30%	34%	34%	46%	34%
Gross profit - all operating segments					55,535

3 months ended 31 March 2020	<i>EXPORT SALES</i>	<i>WHOLESALE MARKET</i>	<i>RETAIL NETWORKS</i>	<i>RETAIL SALES (*)</i>	Total
Sales revenue					
Sales to external customers	39,889	54,449	18,341	6,616	119,295
Total segment revenue	39,889	54,449	18,341	6,616	119,295
Cost of goods sold					
Sales to external customers	(24,760)	(35,317)	(12,692)	(3,255)	(76,024)
Total costs of goods sold	(24,760)	(35,317)	(12,692)	(3,255)	(76,024)
Gross profit	15,129	19,132	5,649	3,361	43,271
Gross profit margin	38%	35%	31%	51%	36%
Gross profit - all operating segments					43,271

(*) mainly e-commerce sales

19. Sales revenue

	3 months ended 31 March	
	2021 unaudited	2020 unaudited
Sales of goods for resale	165,594	119,294
Total sales revenue	165,594	119,294

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

	3 months ended 31 March 2021		3 months ended 31 March 2020	
	Sales revenue	Share	Sales revenue	Share
Ukraine	9,799	5.9%	6,627	5.5%
Baltic countries	4,871	2.9%	3,654	3.0%
Hungary	4,806	2.9%	4,784	4.0%
Belarus	3,977	2.4%	3,469	2.9%
Czech Republic	3,656	2.2%	2,890	2.4%
Germany	2,937	1.8%	1,861	1.6%
Russia	1,737	1.0%	1,990	1.7%
Europe – other EU countries	7,672	4.6%	2,447	2.1%
Europe – other non-EU countries	4,229	2.6%	3,912	3.3%
Africa	1,323	0.8%	1,524	1.3%
America	4,808	2.9%	2,005	1.7%
Asia	6,905	4.2%	4,654	3.9%
Australia and Oceania	115	0.1%	72	0.1%
Total export	56,835	34.3%	39,889	33.5%
Poland	83,040	50.2%	63,514	53.2%
Romania	17,045	10.3%	11,251	9.4%
China	8,674	5.2%	4,641	3.9%
Total sales revenue	165,594	100.0%	119,295	100.0%

20. Costs by type and cost of goods for resale sold

	3 months ended 31 March	
	2021 unaudited	2020 unaudited
Amortisation and depreciation	3,445	2,222
Material and energy consumption	1,332	1,178
Third-party services, including:	6,883	7,221
<i>costs of transportation</i>	2,393	2,445
<i>logistics services</i>	0	418
<i>IT, telecommunications and postal costs</i>	524	869
<i>online sales platform access services</i>	1,023	475
<i>short-term rental and service charges related to leasing contracts</i>	691	246
<i>legal, audit and consulting costs</i>	169	371
<i>other third-party services</i>	2,083	2,397
Taxes and fees	443	371
Costs of employee benefits, including:	15,282	12,535
<i>Salaries</i>	12,877	10,638
<i>Social security</i>	2,044	1,699
<i>Employee capital plans</i>	29	27
<i>Other</i>	157	170
Other costs by type	2,572	2,317
Value of goods for resale and materials sold	110,059	76,024
Total costs by type and value of goods for resale sold	140,016	101,868
Selling costs, including:	21,894	20,013
<i>amortisation and depreciation</i>	2,698	1,701
<i>costs of employee benefits</i>	10,355	8,507
Administrative expenses, including:	8,063	5,831
<i>amortisation and depreciation</i>	747	521
<i>costs of employee benefits</i>	4,927	4,028
Value of goods for resale sold	110,059	76,024
Total costs by type and value of goods for resale sold	140,016	101,868

21. Financial guarantees granted and received

As at 31 March 2021 the Group had the following guarantees:

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 429,980	28 February 2022
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 2021
3	BRD Groupe Societe Generale	Guarantee of payment for warehouse rental in Bucharest	Bank guarantee in the amount of EUR 193,719	3 August 2021

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.

22. Contingent assets and liabilities

As at 31 March 2021 the Group had no significant contingent liabilities or contingent assets.

23. Transactions with related entities

In the periods from 1 January to 31 March 2021 and 2020 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,
- Grzegorz Pinkosz – President of the Management Board – key management personnel,
- Maciej Lubnauer – Vice-President of the Management Board – key management personnel,
- Piotr Mondalski – President of the Supervisory Board – key management personnel,
- Jan Szmidt – 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 Szmidt - Member of the Supervisory Board – key management personnel.

TOYA S.A. Capital Group

Consolidated interim report for the period from 1 January 2021 to 31 March 2021
(All amounts in PLN '000 unless indicated otherwise)

Statement of transactions and balances with related entities:

	Trade and other receivables	Revenue from sales of goods	Purchase of goods and services	Salaries
	31.03.2021		1.01.2021 - 31.03.2021	
Entities related through key management personnel	1	-	6	-
Key management personnel	-	-	-	356
Total	1	-	6	356
	31.12.2020		1.01.2020 - 31.03.2020	
Entities related through key management personnel	1	4	2	-
Key management personnel	-	-	-	350
Total	1	4	2	350

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

24. Material events subsequent to the end of reporting period

24.1 Transactions on significant blocks of shares

On 27 April 2021, the Company received a notification from the shareholder Rockbridge Towarzystwo Funduszy Inwestycyjnych S.A. on the transaction concluded on 22 April 2021. As a result of sale of 73,000 shares, the shareholder reduced his share in the share capital and in the total number of votes at the General Meeting, and therefore, as at the date of publication of this report, this share does not exceed 5%.

PART B – OTHER INFORMATION TO CONSOLIDATED QUARTERLY REPORT

1. Description of significant events in the first quarter of 2021

1.1 Transactions on significant blocks of shares

On 17 March 2021, the Company received a notification from the shareholder, Tomasz Koprowski, about the transactions that he concluded between 1 January and 15 March 2021. As a result of the sale of 4,800,000 shares, the shareholder decreased his share in the share capital and in the total number of votes in the General Meeting to a level below 5%.

1.2 Contribution to the share capital of Yato Tools (Jiaxing) Co. Ltd

On 29 March 2021, the Company paid USD 1 million (PLN 3,931 thousand) for the share capital of Yato Tools (Jiaxing) Co. Ltd., which decreased the share purchase liability disclosed as at 31 December 2020.

1.3 Impact of the COVID-19 coronavirus pandemic on the Group's operations

The Group purchases goods from suppliers located in various parts of the world, but in particular in Asia. The spread of the COVID-19 coronavirus in that area in 2020 resulted in the periodic interruption of supplies of goods from that region. Currently, deliveries are made in accordance with orders placed.

All Group subsidiaries followed the recommendations of local state authorities, including sanitary authorities, with regard to the protection of employees, their families and all contractors. Some operational processes have been modified to introduce sanitary regimes in line with the best knowledge and business practice. Remote work was introduced in the operational processes in which it was possible. The Group companies cooperated with all institutions and state authorities with the utmost care, in accordance with the applicable local legal regulations.

In the third quarter of 2021, all companies belonging to the Group conducted normal operating activities.

2. Description of circumstances and events, particularly not typical that have significant impact on the financial result

Sales revenues of the TOYA S.A. Capital Group for the first quarter of 2021 amounted to PLN 165,594 thousand, i.e. 38.8% more than in the corresponding period of 2020. Net profit of the TOYA S.A. Capital Group for the first quarter of 2021 amounted to PLN 19,246 thousand against PLN 13,225 thousand for the first quarter of 2020

Sales revenues in the period of 3 months of 2021 were higher compared to revenues in the corresponding period of the previous year in all distribution channels. The largest increase in sales, by PLN 23,841 thousand (increase by 44%) was recorded in the wholesale channel. High dynamics of sales growth was also recorded in the export channel (increase by PLN 16,946 thousand, i.e. by 42%). The Group recorded the highest growth dynamics in the online sales channel, where revenues increased by 59% compared to the same period of 2020. Revenues in this channel are mainly generated by the Parent Entity. One of the main reasons for the high sales dynamics in this channel was the change in the way consumers make purchases, who began to prefer online shopping as a result of the announcement of a pandemic in Poland.

The Group's short-term receivables as at 31 March 2021 increased by 12% as compared to 31 December 2020. At the same time, debt under short-term bank loans decreased significantly by 87% as compared to 31 December 2020.

3. Statement of the Management Board regarding the possibility of realizing previously published forecasts of results for a given year, in the light of the results presented in the quarterly report in relation to the forecasted results

The Management Board of Toya S.A. had not published forecasts of the results of the Company or the Group for 2021.

4. Indication of factors which, in the issuer's opinion, will have an impact on the results achieved by the issuer in the perspective of at least the next quarter

The situation related to the COVID-19 pandemic in Poland, Europe and other regions of the world may affect the development of the Group's operations and its financial results in the next few quarters, may limit or even prevent its intensive development. The nature of the pandemic and its duration and severity vary from country to country. Local authorities perceive threats differently, using different methods to fight against the effects of the pandemic. The Group's development prospects depend on the speed of fighting the epidemic both on the local markets where the Group's companies operate, as well as on the global epidemic situation, which will affect the global economy in the near future. Due to the fact that the Group operates on geographically different markets, it is impossible to accurately estimate the effects for the Capital Group. However, if the governments of the countries, in which the Group operates, take decisions on significant restrictions in economic turnover (the so-called shutdown of the economy), a significant negative impact of these decisions on the sale of goods on these markets can be expected. However, the Group recognizes that the likelihood of such a scenario today is lower than it was a few months ago.

The Group estimates that the epidemic situation will affect the economic situation in the short and medium term, both globally and on the local markets where the Group's companies operate, which will result in a decrease in the purchasing power of households. Therefore, the demand for goods in the Group's portfolio may be significantly reduced in the short term. Due to the fact that the subsidiaries do not have as diverse distribution channels as the Parent Company, the effects of the economic downturn may be more visible for them.

The Group intends to conduct an extensive development program focused on various directions, although its implementation will depend on the effectiveness of the actions taken by institutions combating the COVID-19 coronavirus. This program is aimed at strengthening the market position, searching for new, attractive opportunities for expansion in the broadly understood market of industrial goods. The most important actions that the Group will take to implement the program and development prospects in the coming quarters are:

- Developing the capital group

The Capital Group is subject to continuous developments. The subsidiaries achieved good financial results in the first quarter of 2021, showing on one hand that the existing policy of supporting them brings good results, and on the other hand that they are ready for further intensive development, having good organizational and financial facilities.

A very important element of maintaining a competitive advantage on the market of consumer goods is proper management of the supply chain. Due to the constantly growing offer of goods and the need to maintain constant availability of goods at a high level, which is one of the key priorities of the Group, the companies participate in the process of reviewing the possibilities of optimizing logistics processes and, at the same time, expanding warehouse space.

A subsidiary of Yato Tools (Jiaxing) with its registered office in in the economic zone in Baibu Town, a town located in the Zhejiang province of the People's Republic of China, is in the process of constructing the Group's central warehouse in China. This warehouse will enable the Group to optimize the supply chain, by building a buffer between independent suppliers and the Group's customers, ensuring better adjustment of warehouse stocks to the changing demand. This is the Group's response to a clearly noticeable global trend related to e-commerce, which is growing faster and faster, at the expense of other sales channels, which increases the pressure on the speed and flexibility of deliveries. The subsidiary commissioned the construction of the warehouse to an independent operator, and the completion date is scheduled for the end of 2021. The registered capital of the company amounts to USD 8 million, of which the Parent Company (as the only

shareholder) paid USD 4.2 million as at the date of publication of this report. The agreement provides for the possibility of increasing capital contribution by additional USD 7 million, leading to total involvement of the Parent Company in the development of Yato Tools (Jiaxing) in the amount of USD 15 million.

In 2020, Toya Romania increased its warehouse space to over 7,000 square metres. This change enabled closer cooperation with existing customers, as well as expanding the range of products. The company will focus on acquiring new customers on this market and strengthening its market position.

The Parent Company also conducts analytical work aimed at optimizing logistics processes on the local market.

The above organizational changes will allow the Group to redefine the supply chain. This process will be spread over the next few quarters.

- Developing the export channel

The Group systematically increases the number of customers and strengthens its position on many local European markets, taking advantage of the good economic situation. The countries of Eastern Europe as well as Hungary, Czech Republic and Germany have been the largest geographical market for years. Despite the expected weakening of economic growth in Europe caused by the pandemic, the Group maintained its expansion dynamics there. In the coming quarters, the Group is still planning to strengthen its position on these markets. The Group will also strengthen its position outside of Europe, on African, Asian and South American markets, where the subsidiary Yato Tools (Shanghai) and Yato Tools (Jiaxing) will develop sales and acquire new customers.

- Effective products management

The good financial results of the Group and its constant development would not be possible without the constant expansion of the product offer. This process is carried out, inter alia, by strengthening and constantly developing the team of Product Managers who have a very wide knowledge of the product, techniques for shaping its image, who know the habits of customers and emerging trends. As a result, the Group introduces several hundred new products to its offer every year and extends the product lines, updates and refreshes the offer.

This process will be continued in the coming quarters.

- Capital investments

The Group continues to monitor the market in search of an attractive acquisition target, which would be an added value for the Group.

5. Shareholders holding directly or indirectly via related parties at least 5% of total votes at the Parent's General Shareholders' Meeting and changes in the ownership of qualified holdings of Toya S.A. shares in the period from last quarter report until the date of filling this report.

Shareholders holding at least 5% of total voting rights

Based on the information possessed by TOYA S.A. (according to information provided to Company by its shareholders), shareholders holding at least 5% of voting rights at the date of publication of this report are:

	Number of shares	Number of votes	Percentage share in the total number of votes at the general meeting (%)
Jan Szmidt	28 170 647	28 170 647	37.54%
Romuald Szałagan	9 652 290	9 652 290	12.86%
Generali OFE	5 001 147	5 001 147	6.66%

TOYA S.A. Capital Group

Consolidated interim report for the period from 1 January 2021 to 31 March 2021
(All amounts in PLN '000 unless indicated otherwise)

In the period since the submission of the last report (annual report for 2020 published on 8 April 2021), the Company was informed about the following changes in the ownership structure of significant blocks of shares:

	Status according to the information available on 8 April 2021	Increases / decreases	Status according to the information available on 7 May 2021
Jan Szmidt	28,170,647		28,170,647
Romuald Szałagan	9,652,290		9,652,290
Rockbridge TFI S.A.	7,490,101	(3,792,924)	3,697,177
Generali OFE	5,001,147	-	5,001,147
TOTAL	50,314,185	(3,792,924)	46,521,261

6. TOYA S.A. shareholding list or authorizations thereto by persons managing and supervising TOYA S.A. as at the date of submitting the quarterly report, together with an indication of changes in ownership, in the period from the submission of the previous periodic report

Shares and shares options held by Management Board members

Number of shares and voting rights held by members of the Management Board as at the date of filling this report and changes thereof since the date of filling last report (year report for 2021 published on 8 April 2021) according to information received by the Company is disclosed in the below table:

	Status according to the information available on 8 April 2021	Increases / decreases	Status according to the information available on 7 May 2021
Grzegorz Pinkosz	146,812	-	146,812
Maciej Lubnauer	61,831	-	61,831
TOTAL	208,643	-	208,643

Shares and shares options held by Supervisory Board members

Number of shares and voting rights held by members of the Supervisory Board as at the date of filling this report and changes thereof since the date of filling last report (year report for 2021 published on 8 April 2021) according to information received by the Company is disclosed in the below table:

	Status according to the information available on 8 April 2021	Increases / decreases	Status according to the information available on 7 May 2021
Jan Szmidt	28,170,647	-	28,170,647
Beata Szmidt	3,239,253	-	3,239,253
Grzegorz Maciąg	5,275	-	5,275
TOTAL	31,415,175	-	31,415,175

7. Information concerning significant proceedings in front of court, body appropriate for arbitration proceedings or in front of public administration bodies.

As at 30 March 2021, TOYA S.A. is not a party to significant proceedings pending before a court, an authority competent for arbitration proceedings or a public administration body.

8. Information on the conclusion by TOYA S.A. or a subsidiary of one or more transactions with related entities, if they are individually or jointly significant and were concluded on terms other than market terms.

Transactions with related parties are concluded in the normal course of the Group's operations and are made on an arm's length basis. These transactions are presented in note 23 of the condensed interim consolidated financial statements and in note 21 of the condensed interim stand-alone financial statements.

9. Information on granting by the Company or its subsidiary sureties for a credit or loan or granting a guarantee - jointly to one entity or a subsidiary of this entity, if the total value of the existing sureties or guarantees is significant.

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.

Apart from the above-mentioned guarantee, neither the Parent Entity nor its subsidiaries have granted any significant sureties for a credit or loan, nor have they granted any guarantees in total to a single entity or subsidiary.

10. Other information which in the opinion of Toya S.A. is significant for the assessment of personnel situation, assets, finance and the financial result and any changes thereto, and information which is significant for assessing the ability to perform obligations.

In the first quarter of 2021 there were no other significant events which could have a significant impact on the assessment of personnel situation, assets, finance and the financial result and any changes thereto, apart from factors discussed above in the commentary to financial result.

As at the date of filling this report there are no events that could have impact on the Company's ability to meet its obligations.

TOYA S.A. Capital Group

Consolidated interim report for the period from 1 January 2021 to 31 March 2021
(All amounts in PLN '000 unless indicated otherwise)

PART C – CONDENSED INTERIM STAND-ALONE FINANCIAL STATEMENTS OF TOYA S.A.
Statement of financial position

		31 March 2021 unaudited	31 December 2020
ASSETS	Note		
Property, plant and equipment	3	17,159	17,407
Intangible assets		3,079	3,208
Right-of-use assets	4	14,688	14,530
Investments in subsidiaries	5	52,984	52,984
Deferred income tax assets	15	2,406	1,947
Non-current assets		90,316	90,076
Inventory	6, 15	159,265	182,031
Trade and other receivables	7, 15	45,491	36,179
Cash and cash equivalents	8	3,824	584
Current assets		208,580	218,794
Total assets		298,896	308,870
EQUITY AND LIABILITIES			
Share capital	10	7,504	7,504
Share premium		35,677	35,677
Reserve capital		329	329
Other capitals		(194)	(194)
Retain earnings		177,775	160,555
Equity		221,091	203,871
Liabilities from loans	13	7,088	4,360
Lease liabilities		13,572	9,018
Liabilities from employee benefits		634	634
Other long-term liabilities		38	38
Long-term liabilities		21,332	14,050
Trade and other payables	12	24,754	28,717
Liabilities from employee benefits	15	7,864	5,826
Liabilities due to purchase of shares	13	15,038	17,946
Liabilities from loans	14	3,580	27,141
Lease liabilities		1,129	5,510
Liabilities from current income tax		2,915	4,749
Provisions	15	1,193	1,060
Short-term liabilities		56,473	90,949
Total liabilities		77,805	104,999
Total equity and liabilities		298,896	308,870

The explanatory notes constitute an integral part of these condensed interim consolidated financial statements

TOYA S.A. Capital Group

Consolidated interim report for the period from 1 January 2021 to 31 March 2021
(All amounts in PLN '000 unless indicated otherwise)

Statement of profit or loss and other comprehensive income

	Note	3 months ended 31 March	
		2021 unaudited	2020 unaudited
Revenue from sales of goods	17	140,413	112,603
Cost of goods sold	18	(99,710)	(78,535)
Gross profit		40,703	34,068
Selling costs	18	(14,475)	(13,337)
Administrative expenses	18	(4,672)	(4,363)
Expected credit losses		(75)	(570)
Other operating revenue		92	64
Other operating expenses		(47)	(312)
Operating profit		21,526	15,550
Financial revenues		-	-
Financial expenses		(213)	(451)
Profit before tax		21,313	15,099
Income tax		(4,093)	(2,928)
Net profit		17,220	12,171
Other net comprehensive income		-	-
Total net comprehensive income for the financial year		17,220	12,171
Net profit for the period attributable to shareholders of the Company		17,220	12,171
Comprehensive income for the period attributable to shareholders of the Company		17,220	12,171
Earnings per share			
Basic earnings per share in PLN		0.23	0.16
Diluted earnings per share in PLN		0.23	0.16

The explanatory notes constitute an integral part of these condensed interim consolidated financial statements

TOYA S.A. Capital Group

Consolidated interim report for the period from 1 January 2021 to 31 March 2021

(All amounts in PLN '000 unless indicated otherwise)

Statement of changes in equity

	Share capital	Share premium	Reserve capital	Other capitals	Retained earnings	Total equity
As at 1 January 2021	7,504	35,677	329	(194)	160,555	203,871
Net profit	-	-	-	-	17,220	17,220
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	17,220	17,220
Total transactions with owners	-	-	-	-	-	-
As at 31 March 2021	7,504	35,677	329	(194)	177,775	221,091
As at 1 January 2020	7,504	35,677	16,034	(147)	150,144	209,212
Net profit	-	-	-	-	12,171	12,171
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	12,171	12,171
Total transactions with owners	-	-	-	-	-	-
As at 31 March 2020	7,504	35,677	16,034	(147)	162,315	221,383

The explanatory notes constitute an integral part of these condensed interim consolidated financial statements

TOYA S.A. Capital Group

Consolidated interim report for the period from 1 January 2021 to 31 March 2021
(All amounts in PLN '000 unless indicated otherwise)

Cash flow statement

	Note	3 months ended 31 March	
		2021	2020
Cash flows from operating activities			
Profit before tax		21,313	15,099
Adjustments for:			
Amortisation and depreciation		2,093	1,267
Net interest		213	451
Profit/Loss on investing activities		-	-
Foreign exchange gains/losses		964	2,350
Changes in balance sheet items:			
Change in trade and other receivables	9	(9,312)	(22,908)
Change in inventories	9	22,766	35,552
Change in provisions	9	133	137
Change in trade and other payables	9	(3,963)	4,233
Change in employee benefit liabilities	9	2,038	1,245
Income tax paid		(6,389)	(2,345)
Net cash from operating activities		29,856	35,081
Cash flows from investing activities			
Purchase of property, plant and equipment and intangible assets		(290)	(287)
Purchase of shares in subsidiaries		(3,931)	(7,913)
Net cash from investing activities		(4,221)	(8,200)
Cash flows from financing activities			
Proceeds from loans		3,910	-
Repayments of loans		(24,741)	(23,301)
Repayment of lease liabilities		(1,410)	(383)
Interest paid on loans		(47)	(255)
Interests paid on leases		(107)	(71)
Net cash from financing activities		(22,395)	(24,010)
Change in net cash and cash equivalents		3,240	2,871
Balance sheet change in cash and cash equivalents, including:			
- change in cash due to exchange rate differences		-	20
Cash and cash equivalents at the beginning of the period	8	584	586
Cash and cash equivalents at the end of the period	8	3,824	3,477

The explanatory notes constitute an integral part of these condensed interim consolidated financial statements

1. Summary of significant accounting policies

1.1 Basic for preparation

These condensed interim 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 financial statements for the year ended 31 December 2020 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 financial statements have been prepared on the assumption that the Company will continue as going concerns in the foreseeable future.

The Company was not significantly affected by the COVID-19 epidemic. Over the last few weeks, the Company realized stable and even periodically increased sales, and its business activity was continuous. Based on publicly available information as at the date these financial statements were approved for publication, the Company considered a number of extreme scenarios regarding the potential development of the epidemic and its expected impact on the Company and the economic environment in which it operates, including measures already taken by local state authorities and governments of other countries where the Company's main business partners come from.

In particular, the Company analysed the following operational risks:

- unavailability of personnel for long periods of time;
- economic recession in Europe, in particular in Poland, which would significantly reduce the purchasing power of consumers, resulting in a decrease in the Company's sales in 2021 as compared to 2020.

In order to reduce the risk arising from potential adverse scenarios, the Company has implemented measures that include in particular:

- implementation of a rotating remote work program for a large group of employees;
- modifying business processes to implement all local health authority recommendations.

As at 31 March 2021, the Company's net working capital amounted to PLN 152,107 thousand, and available unused credit lines amounted to PLN 101,420 thousand.

In the Company's opinion, the above circumstances justify the assumption that the Company will have sufficient resources to continue its business activities for at least 12 months from the balance sheet date. The impact of the possible scenarios taken into account, when making this judgment, does not cause significant uncertainty regarding events and circumstances that would raise serious doubts as to the Company's ability to continue as a going concern. However, the Company cannot rule out that the prolonged period of restrictions on economic activity, expansion and prolongation of measures limiting the spread of the pandemic, which are severe for the Polish economy, will have a negative impact on the Company's financial position and operating results in the medium and long term. The Company is monitoring the situation on an ongoing basis and will react appropriately to mitigate the impact of these events if they occur.

1.2 Accounting policies

The accounting principles are consistent with the principles applied in the annual financial statements for the financial year ended 31 December 2020, except for the adoption of new and amended standards, as described below.

These financial statements were prepared on the basis of IFRS approved by the EU, issued and effective for reporting periods beginning on or after 1 January 2021.

a) New standards, interpretations and amendments to existing standards effective in 2021

• **Amendments to IFRS 16 Leases - Covid-19-related Rent Concessions**

The changes allow lessees not to assess whether the Covid-19 rent reliefs are a modification to their lease agreements. Therefore, under the appropriate conditions, lessees who apply a practical solution, will recognize the rent reliefs received until 30 June 2021 in profit or loss for the period in which the relief was granted. In the absence of a practical solution, the tax relief would be recognized in profit and loss over the term of the lease agreement.

The above changes did not affect the Company's financial statements as the Company did not receive any reductions in rents related to Covid-19.

• **Amendments to IFRS 9 Financial Instruments, IAS 39 Financial Instruments: Recognition and Measurement, IFRS 7 Financial Instruments: Disclosures, IFRS 4 Insurance contracts and IFRS 16 Leases: Interest Rate Benchmark Reform**

The purpose of the amendments is to make it easier for entities to prepare financial statements in accordance with IFRS and provide users of financial statements with useful information in a situation where, due to a change in the reference rate ratio, there is a change in contractual cash flows or hedging relationships. The amendments provide for a practical solution for some changes in contractual cash flows and an exemption for certain hedge accounting requirements.

The amendments do not have a significant impact on the Company's financial statements.

b) New standards, interpretations and amendments, which are not yet effective and have not been applied early by the Company

In 2021, after the date of publication of the annual financial statements, i.e. after 8 April 2021, no changes, new standards or interpretations were published.

In these condensed interim financial statements, the Company has not decided to adopt earlier any standard, interpretation or amendment that has been published but has not yet come into force in the light of European Union regulations.

2. Seasonality

The Company'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 to the offer, adapted to the seasons, as well as the result of continuous improvement of logistics processes.

TOYA S.A. Capital Group

Consolidated interim report for the period from 1 January 2021 to 31 March 2021
(All amounts in PLN '000 unless indicated otherwise)

3. Property, plant and equipment

	31 March 2021 unaudited	31 December 2020
Land	2,907	2,907
Buildings and structures	7,998	8,110
Plant and equipment	2,743	2,735
Vehicles	139	149
Other	3,338	3,414
Total	17,125	17,315
Property, plant and equipment not transferred for use	34	92
Total property, plant and equipment	17,159	17,407

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

In the period from 1 January to 31 March 2021, the gross value of property, plant and equipment increased by PLN 334 thousand, mainly as a result of the purchase of IT equipment. Depreciation of tangible fixed assets recognized in the financial result amounted to PLN 524 thousand.

4. Right-of-use assets

	31 March 2021 unaudited	31 December 2020
Land	1,858	1,878
Buildings and structures	9,311	3,274
Plant and equipment	733	1,013
Vehicles	2,209	2,430
Total	14,111	8,595

Increase in right-of-use assets by PLN 1,582 thousand resulted mainly from the forklift leasing agreement concluded in 2020, on the basis of which further forklifts were commissioned in 2021. Depreciation of right-of-use assets recognized in the financial result amounted to PLN 1,425 thousand.

5. Interests in subsidiaries

As at 31 March 2021 and 31 December 2020 the Company held shares in the following entities:

	Country	Type of equity link	% of shares and votes held	Value of shares
31 March 2021				
Toya Romania S.A.	Romania	Subsidiary	99.99	1,885
Yato Tools (Shanghai) Co. Ltd	China	Subsidiary	100.00	20,746
Yato Tools (Jiaxing) Co. Ltd.	China	Subsidiary	100.00	30,353
				52,984
31 December 2020				
Toya Romania S.A.	Romania	Subsidiary	99.99	1,885
Yato Tools (Shanghai) Co. Ltd.	China	Subsidiary	100.00	20,746
Yato Tools (Jiaxing) Co. Ltd.	China	Subsidiary	100.00	30,353
				52,984

In the period from 1 January 2021, there were no changes in the investments held by the Company.

Liabilities arising from the acquired shares are presented in Note 13.

6. Inventory

	31 March 2021 unaudited	31 December 2020
Goods for resale at warehouse and in transit	158,349	180,871
Asset for expected returns from customers	916	1,160
Total inventory (per balance sheet)	159,265	182,031
Revaluation write-down for goods for resale	1,660	1,604
Total inventory (gross)	160,925	183,635

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 Company 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:

	2021	2020
As at 1 January	1,604	1,828
Increase	56	-
Reversal/utilisation	-	(224)
As at 31 March / 31 December	1,660	1,604

TOYA S.A. Capital Group

Consolidated interim report for the period from 1 January 2021 to 31 March 2021
(All amounts in PLN '000 unless indicated otherwise)

7. Trade and other short-term receivables

	31 March 2021 unaudited	31 December 2020
Trade receivables from related parties	18,336	9,960
Trade receivables from third parties	28,233	26,458
Total trade receivables	46,569	36,418
Other receivables from third parties	38	167
Advances paid	37	958
Prepayments and deferred costs	1,010	723
Total gross receivables	47,654	38,266
Allowance for the expected credit losses on trade receivables	(2,127)	(2,051)
Impairment write-downs of other receivables	(36)	(36)
Total net receivables	45,491	36,179

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

	2021	2020
Opening balance of the allowance for the expected credit losses	2 051	2 735
Write-offs included in the financial result	76	476
Use of write-offs created in previous periods	-	(1 160)
Reversal of unused write-offs	(1)	
As at 31 March / 31 December	2 126	2 051

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

8. Cash and cash equivalents

	31 March 2021 unaudited	31 December 2020
Cash in hand and at bank	3,824	584
Total cash and cash equivalents	3,824	584

9. 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:

3 months ended 31 March 2021		Adjustments	
		Measurement of cash in foreign currencies	Change in statement of cash flows
	Balance sheet change		
Change in trade and other receivables	(9,312)	-	(9,312)
Change in inventories	22,766	-	22,766
Change in provisions	133	-	133
Change in trade and other payables	(3,963)	-	(3,963)
Change in employee benefit liabilities	2,038	-	2,038
Change in cash	3,240	-	3,240

3 months ended 31 March 2020		Adjustments	
		Measurement of cash in foreign currencies	Change in statement of cash flows
	Balance sheet change		
Change in trade and other receivables	(22,908)	-	(22,908)
Change in inventories	35,552	-	35,552
Change in provisions	137	-	137
Change in trade and other payables	4,233	-	4,233
Change in employee benefit liabilities	1,245	-	1,245
Change in cash	2,891	(20)	2,871

10. Share capital

As at 31 March 2021, 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 period from 1 January to 31 March 2021 there were no changes in the amount of share capital.

11. Earnings per share

	3 months ended 31 March	
	2021 unaudited	2020 unaudited
Net profit	17,220	12,171
Weighted average number of ordinary shares ('000)	75,042	75,042
Basic earnings per share from continuing operations (PLN)	0.23	0.16
Net profit attributable to ordinary shareholders used to calculate diluted earnings per share	17,220	12,171
Adjusted weighted average number of ordinary shares used for calculating diluted earnings per share ('000)	75,042	75,042
Diluted earnings per share from continuing operations (PLN)	0.23	0.16

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 quarter 2021 and 2020 the Company had no potential dilutive instruments.

12. Trade and other payables

	31 March 2021 unaudited	31 December 2020
Trade payables to related parties	-	1,270
Trade payables to third parties	16,213	21,196
Total trade payables	16,213	22,466
Tax liabilities	6,550	4,063
Liability due to expected goods returns	1,605	2,014
Prepayments received	358	146
Other payables to third parties	28	28
Total other current payables	8,541	6,251
Total	24,754	28,717

13. Liabilities due to purchase of shares

	31 March 2021 unaudited	31 December 2020
Short-term liabilities due to purchase of shares	15,038	17,946
Liabilities due to purchase of shares	15,038	17,946

Liabilities for the purchase of shares arose as a result of establishing and registering the company Yato Tools (Jiaxing) Co. Ltd. on 5 December 2019. As at 31 March 2021, the liability for the purchase of shares amounts to PLN 15,038 thousand. In 2021, the Company made a payment of USD 1 million (PLN 3,931 thousand) to the Company's share capital. USD 3,800 thousand remains to be paid.

14. Loans and borrowings liabilities

	31 March 2021 unaudited	31 December 2020
Long-term bank loans an borrowings liabilities	7,088	4,360
Short-term bank loans an borrowings liabilities	3,580	27,141
Total bank loans an borrowings liabilities	10,668	31,501

As at 31 March 2021, the Company 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

TOYA S.A. Capital Group

Consolidated interim report for the period from 1 January 2021 to 31 March 2021

(All amounts in PLN '000 unless indicated otherwise)

Characteristics of credit agreements:

Object and value of agreement	Name of the Bank / covering bonds / granting loans	Loan amount as per agreement as at 31.03.2021	Amount outstanding as at 31.03.2021	Amount outstanding as at 31.12.2020	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.	40,000	1,081	8,555	WIBOR 1 M + bank's margin	17 December 2021
2. Overdraft credit facility agreement No 09/030/19/Z/VV	mBank S.A. with its registered office in Warsaw	40,000	875	8,585	WIBOR 1 T + bank's margin	30 September 2021
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	442	10,001	WIBOR 1 M + bank's margin	19 September 2021
4. Non-revolving loan agreement no WAR/8833/20/327/CB	BNP Paribas Bank Polska S.A. with its registered office in Warsaw	24,000	8,270	4,360	WIBOR 1 M + bank's margin	30 September 2023
Total liabilities, of which:		129,000	10,668	31,501		
– short-term portion		105,000	3,580	27,141		
– long-term portion		24,000	7,088	4,360		

The explanatory notes constitute an integral part of these condensed interim consolidated financial statements

15. Changes in estimates

15.1 Inventory write-down

In the 1st quarter of 2021 the Company has increased the inventory write-down by the amount of PLN 26 thousand.

In the 1st quarter of 2020 the Company has increased the inventory write-down by the amount of PLN 267 thousand.

15.2 Write-off for expected credit losses on receivables

In the 1st quarter of 2021 the Company has increased the write-off due to expected credit losses related to trade receivables by the amount of PLN 75 thousand.

In the 1st quarter of 2020 the Company has increased the write-off due to expected credit losses related to trade receivables by the amount of PLN 570 thousand.

15.3 Provision for guarantees

In the 1st quarter of 2021 the Company has increased the guaranty provision by the amount of PLN 133 thousand.

In the 1st quarter of 2020 the Company has increased the guaranty provision by the amount of PLN 137 thousand.

15.4 Employee benefits obligations

In the 1st quarter of 2021 the Company has increased the unused holidays provision by the amount of PLN 305 thousand.

In the 1st quarter of 2020 the Company has increased the unused holidays provision by the amount of PLN 256 thousand.

15.5 Deferred tax

Deferred tax asset has increased in the 1st quarter of 2021 by PLN 459 thousand mainly as a result of creating provisions for expected returns and rebates for customers.

Deferred tax asset has increased in the 1st quarter of 2020 by PLN 892 thousand mainly as a result of creating provisions for expected returns and rebates for customers.

According to the Management Board, there is no risk that the deferred tax asset could not be realized.

16. Fair value

Book value of financial assets and liabilities approximates their fair value. In the first quarter of 2021, there were no changes in the business conditions and economic situation that would affect the fair value of financial assets and liabilities.

TOYA S.A. Capital Group

Consolidated interim report for the period from 1 January 2021 to 31 March 2021
(All amounts in PLN '000 unless indicated otherwise)

17. Sales revenue

	2021 unaudited	3 months ended 31 March 2020 unaudited
Sales of goods for resale	140,413	112,603
Total sales revenue	140,413	112,603

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

	3 months ended 31 March 2021		3 months ended 31 March 2020	
	Sales revenue	Share	Sales revenue	Share
Romania	15,825	11.3%	18,229	16.2%
Ukraine	7,630	5.4%	5,137	4.6%
Baltic countries	4,871	3.5%	3,654	3.2%
Hungary	4,806	3.4%	4,784	4.2%
Czech Republic	3,656	2.6%	2,890	2.6%
Belarus	3,604	2.6%	3,469	3.1%
Germany	2,937	2.1%	1,861	1.7%
Russia	1,737	1.2%	1,982	1.8%
Europe – other EU countries	7,565	5.4%	2,447	2.2%
Europe – other non-EU countries	4,066	2.9%	3,201	2.8%
Other continents	676	0.5%	1,435	1.2%
Total export	57,373	40.9%	49,089	43.6%
Poland	83,040	59.1%	63,514	56.4%
Total sales revenue	140,413	100.0%	112,603	100.0%

18. Costs by type and cost of good for resale sold

	3 months ended 31 March	
	2021	2020
	unaudited	unaudited
Amortisation and depreciation	2,093	1,267
Material and energy consumption	1,052	991
Third-party services, including:	5,040	5,467
<i>costs of transportation</i>	1,655	2,088
<i>logistics services</i>	-	353
<i>IT, telecommunications and postal costs</i>	464	198
<i>online sales platform access services</i>	1,023	475
<i>service charges for space lease agreements</i>	440	189
<i>legal, audit and consulting costs</i>	81	299
<i>other third-party services</i>	1,377	1,865
Taxes and fees	348	299
Costs of employee benefits, including:	10,218	8,758
<i>Salaries</i>	8,623	7,321
<i>Social security</i>	1,502	1,293
<i>Employee capital plans</i>	29	27
<i>Other</i>	64	117
Other costs by type	396	918
Value of goods for resale and materials sold	99,710	78,535
Total costs by type and value of goods for resale sold	118,857	96,235
Selling costs, including:	14,475	13,337
<i>amortisation and depreciation</i>	1,760	987
<i>costs of employee benefits</i>	6,709	5,641
Administrative expenses, including:	4,672	4,363
<i>amortisation and depreciation</i>	333	280
<i>costs of employee benefits</i>	3,509	3,117
Value of goods for resale sold	99,710	78,535
Costs by type and value of goods sold	118,857	96,235

19. Financial guarantees granted and received

As at 31 March 2021 the Company had the following guarantees:

No	Counterparty	Type of guarantee	Subject matter and value	Date of expiry
1	Bank Handlowy in Warszawie S.A.	Guarantee of payment for the lease of warehouses in Nadarzyn	Bank guarantee in the amount of EUR 429,980	28 February 2022
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 2021

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.

20. Contingent assets and liabilities

As at 31 March 2021, the Company does not have any significant contingent assets or liabilities.

21. Transactions with related parties

In the period from 1 January to 30 March 2021 and 2020, the Company effected transactions with the following related parties:

- Toya Romania SA – subsidiary,
- Yato Tools (Shanghai) Co., Ltd. – subsidiary,
- Yato Tools (Jiaxing) Co., Ltd. – subsidiary,
- Toya Development Sp. z o.o. S.K. in liquidation – 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,
- Piotr Mondalski – President of the Supervisory Board – key management personnel,
- Jan Szmidski – 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 Szmidski - Member of the Supervisory Board – key management personnel.

TOYA S.A. Capital Group

Consolidated interim report for the period from 1 January 2021 to 31 March 2021

(All amounts in PLN '000 unless indicated otherwise)

Statement of transactions and balances with related entities:

	Trade and other receivables	Trade and other payables	Liabilities due to purchase of shares	Revenue from sales of goods	Purchase of goods and services	Financial expenses - interest	Salaries
	31.03.2021			01.01.2021-31.03.2021			
Subsidiaries, including:	18,334	-	15,038	15,844	48,110	60	-
<i>TOYA Romania S.A.</i>	18,334	-	-	15,844	-	-	-
<i>Yato Tools (Shanghai) Co. Ltd.</i>	-	-	-	-	1,589	-	-
<i>Yato Tools (Jiaxing) Co. Ltd.</i>	-	-	15,038	-	46,521	60	-
Entities related through key management personnel	1	-	-	-	6	-	-
Key management personnel	-	-	-	-	-	-	356
Total	18,335	-	15,038	15,844	48,116	60	356
	31.12.2020			01.01.2020 - 31.03.2020			
Subsidiaries, including:	9,959	1,270	17,946	18,249	25,554	139	-
<i>TOYA Romania S.A.</i>	9,909	-	-	18,249	-	-	-
<i>Yato Tools (Shanghai) Co. Ltd.</i>	50	1,270	-	-	25,554	-	-
<i>Yato Tools (Jiaxing) Co. Ltd.</i>	-	-	17,946	-	-	139	-
Entities related through key management personnel	1	-	-	4	2	-	-
Key management personnel	-	-	-	-	-	-	350
Total	9,960	1,270	17,946	18,253	25,556	139	350

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

22. Material events subsequent to the end reporting period

22.1 Transactions in major block of shares

On 27 April 2021, the Company received a notification from a shareholder, Rockbridge Towarzystwo Funduszy Inwestycyjnych S.A. on the transaction concluded on 22 April 2021. As a result of the sale of 73,000 shares, the shareholder decreased its share in the share capital and in the total number of votes in the General Meeting, and therefore, as at the date of publication of this report, this share does not exceed 5%.

Management Board of Toya S.A.

Date	Name and surname	Position	Signature
7 May 2021	Grzegorz Pinkosz	President of the Management Board	
7 May 2021	Maciej Lubnauer	Vice-President of the Management Board	

Person responsible for bookkeeping:

Date	Name and surname	Position	Signature
7 May 2021	Iwona Banik	Chief Accountant	