

LPP

THE LPP SA GROUP

**CORRECTIONS
TO THE CONSOLIDATED
CONDENSED FINANCIAL
STATEMENTS**

FOR 12 MONTHS ENDED 31 JANUARY 2023 WITH
COMPARATIVE DATA

Consolidated statement of comprehensive income (in PLN thousands)	Notes	For 12 months ended 31.01.2023	Data correction	For 12 months ended 31.01.2023	For 12 months ended 31.01.2022	Data correction	For 12 months ended 31.01.2022
		published		after corrections	published		after corrections
Revenue	9.1	15,926,504	0	15,926,504	11,338,788	0	11,338,788
Cost of goods sold	9.2	7,795,592	117,850	7,913,442	4,847,945	0	4,847,945
Gross profit (loss) on sales		8,130,912	-117,850	8,013,062	6,490,843	0	6,490,843
Costs of stores and distribution	9.5	5,840,123	0	5,840,123	4,431,174	0	4,431,174
General costs	9.5	862,375	0	862,375	626,953	0	626,953
Other operating income	9.3	172,725	-76,796	95,929	59,332	0	59,332
Other operating expenses	9.3	141,468	80,627	222,095	363,951	-275,273	88,678
Operating profit (loss)		1,459,671	-275,273	1,184,398	1,128,097	275,273	1,403,370
Financial income	9.4	126,936	0	126,936	19,291	0	19,291
Financial expenses	9.4	223,849	0	223,849	209,615	0	209,615
Pre-tax profit (loss)		1,362,758	-275,273	1,087,485	937,773	275,273	1,213,046
Income tax	10	218,536	0	218,536	212,425	0	212,425
Net profit (loss) on continuing operations		1,144,222	-275,273	868,949	725,348	275,273	1,000,621
Net profit (loss) on discontinued operations	13	-50,681	-333,194	-383,875	228,174	333,194	561,368
Total net profit (loss)		1,093,541	-608,467	485,074	953,522	608,467	1,561,989
Net profit attributable to:							
Shareholders of the parent company		1,095,163	-608,467	486,696	953,522	608,467	1,561,989
Non-controlling interests		-1,622	0	-1,622	0	0	0
Other comprehensive income							
Items transferred to profit or loss							
Currency translation on foreign operations		262,196	0	262,196	60,589	0	60,589
Total comprehensive income		1,355,737	-608,467	747,270	1,014,111	608,467	1,622,578
Total comprehensive income attributable to:							
Shareholders of the parent company		1,357,359	-608,467	748,892	1,014,111	608,467	1,622,578
Non-controlling interests		-1,622	0	-1,622	0	0	0
Weighted average number of shares		1,853,738		1,853,738	1,838,066		1,838,066

Consolidated statement of comprehensive income (in PLN thousands)	Notes	For 12 months ended 31.01.2023	Data correction	For 12 months ended 31.01.2023	For 12 months ended 31.01.2022	Data correction	For 12 months ended 31.01.2022
		published		after corrections	published		after corrections
Diluted number of shares		1,855,052		1,855,052	1,839,884		1,839,884
Net profit (loss) shareholders of the parent company per share	11	590,79		262,55	518,76		849,80
Diluted net profit (loss) shareholders of the parent company per share	11	590,37		262,36	518,25		848,96
Net profit (loss) on continuing operations per share	11	617,25		468,76	394,63		544,39
Diluted net profit (loss) per share	11	616,81		468,42	394,24		543,85

Consolidated statement of financial position (in PLN thousands)	Notes	For 12 months ended 31.01.2023	Data correction	For 12 months ended 31.01.2023	For 12 months ended 31.01.2022	Data correction	For 12 months ended 31.01.2022
		published		after corrections	published		after corrections
ASSETS							
Non-current assets		7,351,773	0	7,351,773	7,027,715	490,617	7,518,332
1. Property, plant and equipment	14	3,335,956	0	3,335,956	2,760,486	490,617	3,251,103
2. Right-of-use assets	15	2,888,435	0	2,888,435	3,412,312	0	3,412,312
3. Intangible assets	16	185,583	0	185,583	144,431	0	144,431
4. Goodwill	17	183,203	0	183,203	183,203	0	183,203
5. Trademark	16	77,508	0	77,508	77,508	0	77,508
6. Non-current receivables	13	314,574	0	314,574	0	0	0
7. Deferred tax assets	10.3	350,684	0	350,684	425,405	0	425,405
8. Prepayments	28	8,228	0	8,228	5,756	0	5,756
9. Other financial assets	18.1	7,602	0	7,602	18,614	0	18,614
Aktywa obrotowe		5,569,267	0	5,569,267	7,107,533	117,850	7,225,383
1. Inventory	20	3,353,404	0	3,353,404	3,864,113	117,850	3,981,963
2. Trade receivables	21	944,095	0	944,095	246,077	0	246,077
3. Income tax receivables		8,471	0	8,471	33,929	0	33,929
4. Current receivables	13	50,431	0	50,431	0	0	0
5. Other non-financial assets	18.2	53,154	0	53,154	196,016	0	196,016
6. Prepayments	28	78,943	0	78,943	49,243	0	49,243
7. Other financial assets	18.1	58,964	0	58,964	60,570	0	60,570
8. Deposits and investment funds	19	556,759	0	556,759	1 302,694	0	1,302,694
9. Cash and cash equivalents	22	465,046	0	465,046	1 354,891	0	1,354,891
TOTAL assets		12,921,040	0	12,921,040	14,135,248	608,467	14,743,715
EQUITY AND LIABILITIES							
Equity		3,984,377	0	3,984,377	3,272,097	608,467	3,880,564
1. Share capital	23.1	3,708	0	3,708	3,705	0	3,705
2. Share premium	23.2	364,315	0	364,315	364,315	0	364,315
3. Other reserves	23.3	2,720,432	0	2,720,432	2,345,104	0	2,345,104

Consolidated statement of financial position (in PLN thousands)	Notes	For 12 months ended 31.01.2023	Data correction	For 12 months ended 31.01.2023	For 12 months ended 31.01.2022	Data correction	For 12 months ended 31.01.2022
		published		after corrections	published		after corrections
4. Currency translation on foreign operations		57,596	0	57,596	-204,649	0	-204,649
5. Retained earnings		839,963	0	839,963	763,637	608,467	1,372,104
6. Non-controlling interest capital		-1,637	0	-1,637	-15	0	-15
Non-current liabilities		3,722,711	0	3,722,711	3,983,219	0	3,983,219
1. Bank loans and borrowings	24	538,126	0	538,126	144,174	0	144,174
2. Lease liabilities	15	2,760,084	0	2,760,084	3,428,223	0	3,428,223
3. Bonds	27	306,924	0	306,924	294,665	0	294,665
4. Employee liabilities	25.1	1,683	0	1,683	1,409	0	1,409
5. Deferred tax liabilities	10.3	1,554	0	1,554	627	0	627
6. Accruals	28	114,340	0	114,340	114,121	0	114,121
Current liabilities		5,213,952	0	5,213,952	6,879,932	0	6,879,932
1. Trade and other liabilities	27	3,062,220	0	3 062,220	4,970,841	0	4,970,841
2. Contractual liabilities	9.1	26,009	0	26,009	20,547	0	20,547
3. Customer refund liabilities	9.1	75,931	0	75,931	76,308	0	76,308
4. Bank loans and borrowings	24	806,087	0	806,087	535,036	0	535,036
5. Lease liabilities	15	902,471	0	902,471	749,069	0	749,069
6. Employee liabilities	25.2	147,921	0	147,921	149,672	0	149,672
7. Income tax liabilities		155,476	0	155,476	311,178	0	311,178
8. Provisions	26	4,891	0	4,891	10,669	0	10,669
9. Accruals	28	32,946	0	32,946	56,612	0	56,612
TOTAL equity and liabilities		12,921,040	0	12,921,040	14,135,248	608,467	14,743,715

Consolidated cash flow statement (in PLN thousands)	Notes	For 12 months ended 31.01.2023	Data correction	For 12 months ended 31.01.2023	For 12 months ended 31.01.2022	Data correction	For 12 months ended 31.01.2022
		published		after corrections	published		after corrections
I. Pre-tax profit (loss)		1,362,758	-275,273	1,087,485	937,773	275,273	1 213,046
II. Total adjustments		-740,394	275,273	-465,121	1,276,693	-275,273	1 001,420
1. Amortisation and depreciation		1,129,191	0	1,129,191	943,427	0	943,427
2. Foreign exchange (gains) losses		-7,852	0	-7,852	-75,389	0	-75,389
3. Interest and dividends		198,155	0	198,155	108,445	0	108,445
4. (Profit) loss on investing activities		-183,963	157,423	-26,540	212,191	-157,423	54,768
5. Income tax paid		-402,363	0	-402,363	-219,537	0	-219,537
6. Change in provisions and employee benefits	25,26	-21,468	0	-21,468	79,952	0	79,952
7. Change in inventory	20	698,142	117,850	815,992	-1,403,520	-117,850	-1,521,370
8. Change in receivables and other assets	18,21	386,773	0	386,773	-426,207	0	-426,207
9. Change in current liabilities, excluding bank loans and borrowings	27	-3,377,683	0	-3,377,683	2,083,080	0	2,083,080
10. Change in prepayments and accruals	28	27,937	0	27,937	-48,949	0	-48,949
11. Other adjustments		812,737	0	812,737	23,200	0	23,200
III. Net cash flows from operating activities (I+/-II)		622,364	0	622,364	2,214,466	0	2,214,466
I. Inflows		278,759	0	278,759	278,501	0	278,501
1. Disposal of intangible assets and PPE		116,378	0	116,378	161,949	0	161,949
2. Repayment of loans		144	0	144	190	0	190
3. Interest and other inflows from financial assets		21	0	21	219	0	219
4. Other investing inflows (investment funds)	19	162,216	0	162,216	116,143	0	116,143
II. Outflows		1,175,818	0	1,175,818	1,249,939	0	1,249,939
1. Purchase of intangible assets and PPE		1,156,938	0	1,156,938	959,716	0	959,716
2. Loans granted		3,524	0	3,524	300	0	300
3. Other investing outflows (investment funds)	19	15,356	0	15,356	289,923	0	289,923
III. Net cash flows from financing activities (I-II)		-897,059	0	-897,059	-971,438	0	-971,438

Consolidated cash flow statement (in PLN thousands)	Notes	For 12 months ended 31.01.2023	Data correction	For 12 months ended 31.01.2023	For 12 months ended 31.01.2022	Data correction	For 12 months ended 31.01.2022
		published		after corrections	published		after corrections
I. Inflows		1,242,643	0	1,242,643	318,468	0	318,468
1. Issuance of shares	4	4	0	4	0	0	0
2. Bank loans and borrowings		1,242,639		1,242,639	318,468	0	318,468
3. Other financial inflows		0	0	0	0	0	0
II. Outflows		1,851,940	0	1,851,940	1,692,357	0	1,692,357
1. Dividends and other payments to owners		648,348	0	648,348	833,590	0	833,590
2. Repayment of bank loans and borrowings		295,702	0	295,702	237,763	0	237,763
3. Financial lease liabilities paid		731,662	0	731,662	516,289	0	516,289
4. Interest		176,228	0	176,228	104,715	0	104,715
5. Other financial outflows		0	0	0	0	0	0
III. Net cash flows from financing activities (I-II)		-609,297	0	-609,297	-1,373,889	0	-1,373,889
Net cash flows on continuing operations		-883,992	0	-883,992	-130,861	0	-130,861
Net cash flows on discontinued operations		-42,521	0	-42,521	171,587	0	171,587
Total net cash flows		-926,513	0	-926,513	40,726	0	40,726
<i>Opening balance of cash in line with the balance sheet</i>		<i>1,354,891</i>		<i>1,354,891</i>	<i>1,277,854</i>		<i>1,277,854</i>
<i>Closing balance of cash in line with the balance sheet</i>		<i>465,046</i>		<i>465,046</i>	<i>1,354,891</i>		<i>1,354,891</i>
Balance sheet change in cash, including:		-889,845	0	-889,845	77,037	0	77,037
- change in cash due to foreign currency translation		36,668	0	36,668	36,668	0	36,668
Opening balance of cash		1,316,969	0	1,316,969	1,276,243	0	1,276,243
Closing balance of cash		390,456	0	390,456	1,316,969	0	1,316,969

Consolidated statement of changes in equity (in PLN thousands)	Share capital	Share premium	Other reserves	Currency translation on foreign operations	Retained earnings	Equity attributable to the parent company	Non-controlling interests	TOTAL equity
As at 1 February 2022 after corrections	3,705	364,315	2,345,104	-204,649	1,372,104	3,880,579	-15	3,880,564
Remuneration paid in shares	3	0	4,888			4,891	0	4,891
Dividend paid	0	0			-648,348	-648,348	0	-648,348
Division of profit for 2021			370,440	49	-370,489	0	0	0
Transactions with owners	3	0	375,328	49	-1,018,837	-643,457	0	-643,457
Net profit for 12 months ended 31.01.2023	0	0	0		486,696	486,696	-1,622	485,074
Foreign exchange differences				262,196		262,196		262,196
Total comprehensive income	0	0	0	262,196	486,696	748,892	-1,622	747,270
Balance as at 31 January 2023 after corrections	3,708	364,315	2,720,432	57,596	839,963	3,986,014	-1,637	3,984,377
As at 1 February 2021	3,705	364,315	3,155,123	-265,238	-189,514	3,068,391	-15	3,068,376
Remuneration paid in shares	0	0	23,200		0	23,200	0	23,200
Dividend paid	0	0	-833,590		0	-833,590	0	-833,590
Division of profit for 2020			371		-371	0	0	0
Transactions with owners	0	0	-810,019	0	-371	-810,390	0	-810,390
Net profit for 12 months ended 31.01.2022	0	0	0		1,561,989	1,561,989	0	1,561,989
Foreign exchange differences	0	0	0	60,589	0	60,589	0	60,589
Total comprehensive income	0	0	0	60,589	1,561,989	1,622,578	0	1,622,578
Balance as at 31 January 2022 after corrections	3,705	364,315	2,345,104	-204,649	1,372,104	3,880,579	-15	3,880,564