

GDAŃSK, 24 SEPTEMBER 2025

# LPP GROUP Consolidated condensed Interim Report for 1H 2025

**LPP**

**RESERVED**

**CROPP**

**HOUSE**

**M O H I T O**

**sinsay**





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LPP

# 01

## Consolidated condensed interim report on the operations of LPP Group





## Basic information on LPP Group

LPP is a Polish, family-owned company specialising in the design, manufacturing and distribution of apparel. It has over 30-year experience in the clothing industry. The sales network comprises entire Poland, countries of Europe and the Middle East. The Group operates according to the omnichannel concept in over forty markets. It has five own recognised brands: Sinsay, Reserved, Cropp, House and Mohito. The concepts for brand collections are developed in Poland, while sewing of models already designed is outsourced (mainly to companies from Asia).

LPP Group has the distribution network (logistics centres) in Poland and in Europe. At the same time, it invests in new

technologies that streamline the process of distributing products to traditional stores and in the online channel.

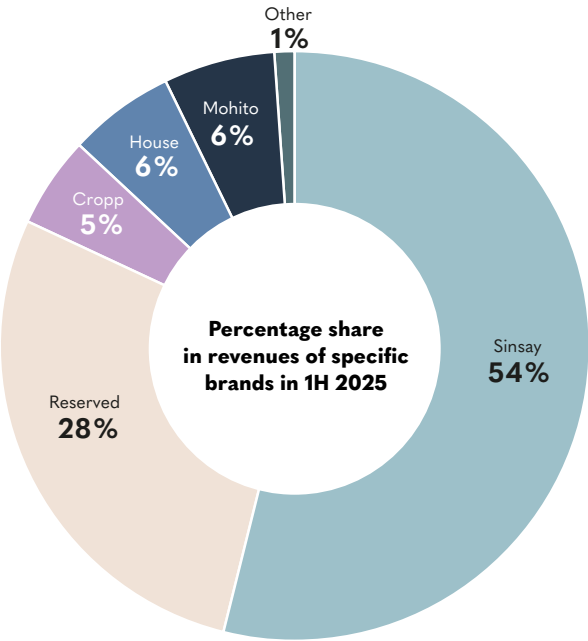
The headquarters of our organisation are located in Gdańsk where LPP history started. The Group also has its offices in Kraków and Warsaw and abroad, in Shanghai, Dhaka Istanbul and also in Tiruppur (India).

In total, the team of LPP Group comprises approximately 54 thousand people working in offices as well as in sales and distribution structures in Poland, countries of Europe and Asia.



## PORTFOLIO OF BRANDS

The Group has five own recognised brands: Sinsay, Reserved, Cropp, House and Mohito. Each of them is dedicated to a different group of customers representing various lifestyles, having different needs and expressing themselves in their own way. Reserved, Cropp, House and Mohito brands fall within a moderate price range while Sinsay offers products in Design&Value segment. At the same time, due to the omnichannel model adopted by LPP, all brands are currently available in both the traditional stores and online sales channels.





LPP

RESERVED



CROPP



HOUSE



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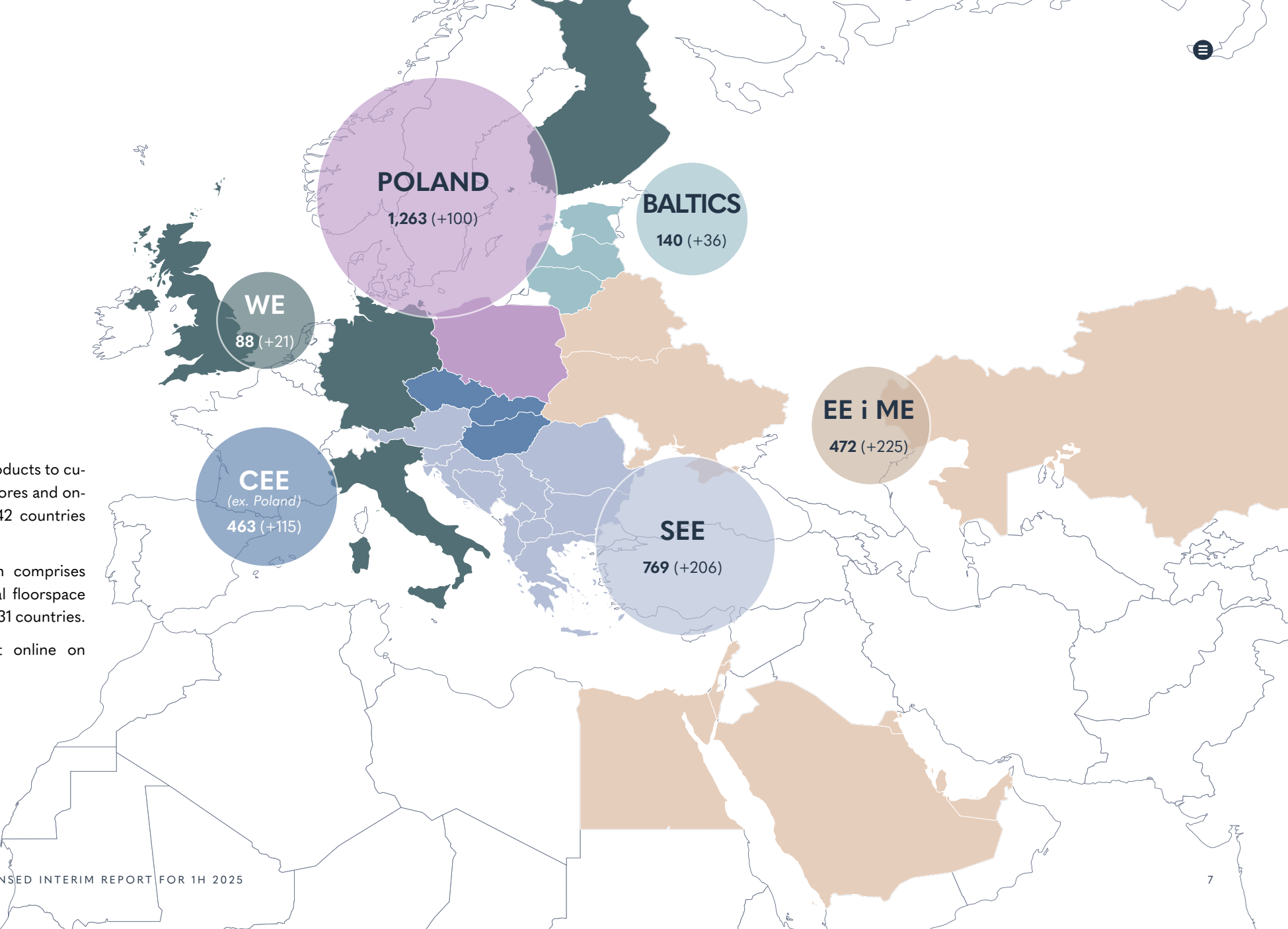


MARKET PRESENCE

The Group offers its products to customers in traditional stores and on-line stores located in 42 countries on 3 continents.

The offline store chain comprises 3,195 stores of the total floorspace of 2,671 thousand m<sup>2</sup> in 31 countries.

LPP Group is present online on 35 markets.



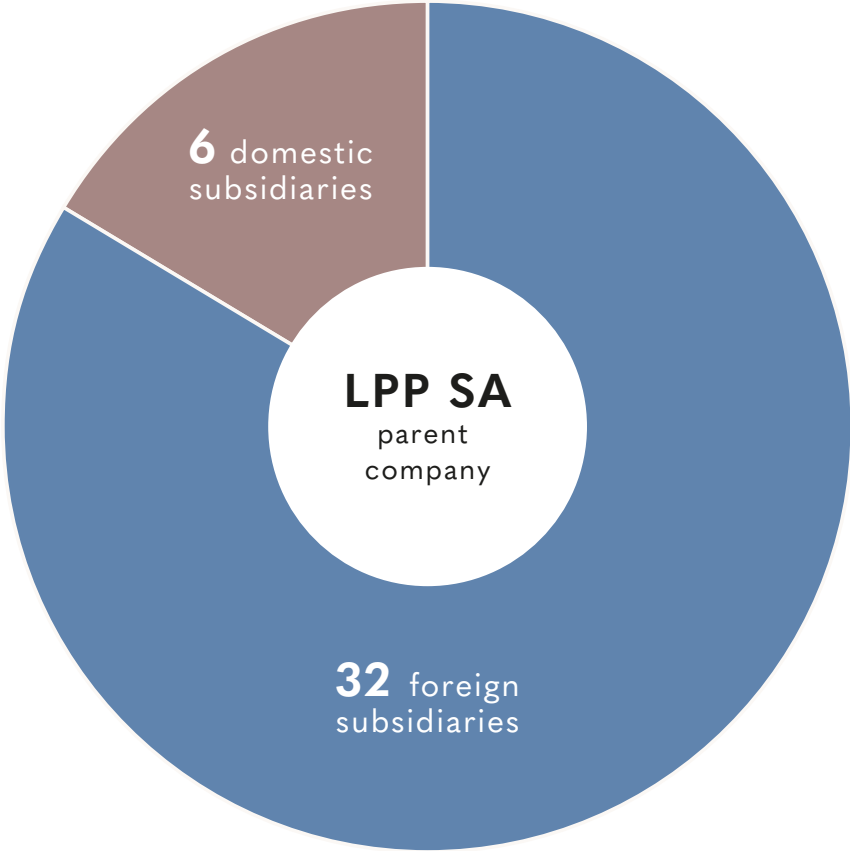


## STRUCTURE OF THE GROUP

LPP Group is composed of the parent company established in Poland, 6 domestic subsidiaries and 32 foreign subsidiaries. Most of the foreign subsidiaries are engaged in distribution of products of LPP brands outside Poland. On the other hand, Polish companies are involved in store operation services in the territory of Poland (LPP Retail Sp. z o.o.), sale of promotional clothing (Printable Sp. z o.o.), logistics services (LPP Logistics Sp. z o.o.), construction works related to logistics centres (Veviera Investments Sp. z .o.o.) or management of IT projects for the Group (Silky Coders Sp. z o.o. and Dock IT Sp. z o.o.).

In 1H 2025, a change in the Group’s structure took place, involving the creation of two new companies, namely in Azerbaijan, Georgia and Moldova.

The consolidated financial statements of the Group for the period from 1 February 2025 to 31 July 2025 comprise separate results of LPP SA as well as the results of foreign subsidiaries and Polish subsidiaries.





## SHAREHOLDERS

LPP shares have been listed on the main market of the Warsaw Stock Exchange (WSE) since 2001. They are included in domestic indices, such as WIG, WIG Poland, WIG20, WIG30, WIG140, WIG Clothes and foreign indices, including MSCI Poland Index, CECE Index, STOXX Europe 600, FTSE Russell Index.

In addition, the Company has been qualified as a member of the segment of family-owned companies listed on the WSE, launched in 2021.

On the debut date, the price of the Company shares amounted to PLN 48.00. The Company recorded its all-time minimum price of PLN 47.00 on 18 May 2001 and the all-time highest of PLN 18,900.00 on 26 February 2024.

The Group’s share capital (which also constitutes the share capital of the parent company) consists of 1,855,890 shares with a nominal value of PLN 2 per share and amounted to PLN 3,711,780 as at the balance sheet date.

Since the publication of the previous interim report, i.e. for 1Q25, no changes have taken place in the ownership structure of major LPP shareholdings.

The table below presents shareholders holding (directly or indirectly) at least 5% of the total number of votes at the GM as at the date of publishing this report.

Shareholder	Number of shares held (pcs.)	Shareholding	Number of votes at the GM	Share in the total number of votes at the GM	Nominal value of share
Semper Simul Foundation*	578,889	31.2%	1,978,889	60.8%	1,157,778
Other shareholders	1,277,001	68.8%	1,277,001	39.2%	2,554,002
<b>Total</b>	<b>1,855,890</b>	<b>100.0%</b>	<b>3,255,890</b>	<b>100.0%</b>	<b>3,711,780</b>

\*The Semper Simul Foundation is closely associated with Mr Marek Piechocki (Article 3(1)(26)(d) MAR)

## SUPERVISORY BOARD AND MANAGEMENT BOARD

**As at 31 July 2025, the Supervisory Board of LPP was composed of:**

- Miłosz Wiśniewski – independent Chair of the LPP Supervisory Board
- Alicja Milińska – Member of the LPP Supervisory Board
- Jagoda Piechocka – Member of the LPP Supervisory Board
- Piotr Piechocki – Member of the LPP Supervisory Board
- Grzegorz Maria Słupski – independent Member of the LPP Supervisory Board

**As at 31 July 2025, the Management Board of LPP was composed of:**

- Marek Piechocki – President of the LPP Management Board
- Marcin Bójko – Management Board Member
- Sławomir Łoboda – Management Board Member
- Marcin Piechocki – Management Board Member
- Mikołaj Wezdecki – Management Board Member

At the same time, no changes occurred in the composition of the LPP Supervisory Board or in the LPP Management Board in 1H 2025.

The table below presents the LPP shareholding of members of the LPP Management Board and Supervisory Board as at the date of publication of this report.

Since the publication of the previous report, i.e. for 1Q25, the structure of LPP shares held by members of the management and supervisory bodies has changed as a result of the purchase of LPP shares by Mr Marcin Bójko (CR 10/2025) and Ms Jagoda Piechocka (CR 13/2025).

Shareholder	Number of shares held (pcs.)	Number of vote at the GM
<b>Marek Piechocki</b> – President of the Management Board	1,952	1,952
<b>Marcin Bójko</b> – Management Board Member	16	16
<b>Sławomir Łoboda</b> – Management Board Member	650	650
<b>Marcin Piechocki</b> – Management Board Member	889	889
<b>Mikołaj Wezdecki</b> – Management Board Member	1	1
<b>Alicja Milińska</b> – Supervisory Board Member	732	732
<b>Jagoda Piechocka</b> – Supervisory Board Member	203	203



# Basic figures illustrating the effects of LPP Group's operations in 1H

## NUMBER OF STORES

As at 31.07.2025	Number of stores
Sinsay	1,812
Reserved	350
Cropp	395
House	399
Mohito	239
<b>Total</b>	<b>3,195</b>

## REVENUES BY BRAND

PLN m	1H 2025	1H 2024	YoY change (%)
Sinsay	5,693	4,372	30.2%
Reserved	2,992	2,549	17.4%
Cropp	537	599	-10.3%
House	589	586	0.5%
Mohito	640	655	-2.4%
Other	58	45	27.6%
Trade agents	0	505	-100.0%
<b>Total</b>	<b>10,508</b>	<b>9,311</b>	<b>12.9%</b>

PLN m	2Q 2025	2Q 2024	YoY change (%)
Sinsay	2,942	2,269	29.7%
Reserved	1,604	1,412	13.6%
Cropp	300	345	-13.1%
House	335	337	-0.5%
Mohito	341	339	0.5%
Other	33	31	8.2%
Trade agents	0	274	-100.0%
<b>Total</b>	<b>5,554</b>	<b>5,005</b>	<b>11.0%</b>

## ONLINE SALES

PLN m	1H 2025	1H 2024	YoY change (%)
Online sales	2,831	2,366	19.7%

PLN m	2Q 2025	2Q 2024	YoY change (%)
Online sales	1,383	1,208	14.5%

## REVENUES BY REGION

Region/country (PLN m)	1H 2025	1H 2024	YoY change (%)
Poland	4,657	4,090	13.9%
Other countries	5,851	4,716	24.1%
Trade agents	0	505	-100.0%
<b>Total</b>	<b>10,508</b>	<b>9,311</b>	<b>12.9%</b>

Region/country (PLN m)	2Q 2025	2Q 2024	YoY change (%)
Poland	2,433	2,199	10.6%
Other countries	3,121	2,532	23.3%
Trade agents	0	274	-100.0%
<b>Total</b>	<b>5,554</b>	<b>5,005</b>	<b>11.0%</b>

## OPERATING COSTS

	1H 2025	1H 2024	YoY change (%)
Operating costs (PLN m)	4,409	3,832	15.1%
Operating costs per m <sup>2</sup> /month	291	309	-5.9%
Operating costs/sales	42.0%	41.2%	0,8 pp.
Operating costs/revenues on basic operations <sup>1</sup>	42.0%	43.5%	-1,6 pp.

<sup>1</sup>For comparability, 1H24 figures have been cleared for the impact of transactions with trade agents during the transition period

	2Q 2025	2Q 2024	YoY change (%)
Operating costs (PLN m)	2,230	2,009	11.0%
Operating costs per m <sup>2</sup> /month	287	317	-9.4%
Operating costs/sales	40.2%	40.1%	0.1 pp.
Operating costs/revenues on basic operations <sup>1</sup>	40.2%	42.5%	-2,3 pp.

<sup>1</sup>For comparability, 2Q24 figures have been cleared for the impact of transactions with trade agents during the transition period

## CAPITAL EXPENDITURE

PLN m	1H 2025	1H 2024	YoY change (%)
Stores	656	485	35.2%
Offices	29	19	51.6%
Logistics	485	121	301.2%
IT & Other	78	62	25.5%
<b>Total</b>	<b>1,248</b>	<b>687</b>	<b>81.6%</b>

PLN m	2Q 2025	2Q 2024	YoY change (%)
Stores	379	253	49.9%
Offices	13	8	67.5%
Logistics	192	107	79.8%
IT & Other	49	33	49.1%
<b>Total</b>	<b>635</b>	<b>401</b>	<b>58.2%</b>

## INVENTORY

	31.07.2025	31.07.2024	YoY change (%)
Inventory (mln PLN)	5,217	3,905	33.6%
Inventory per m <sup>2</sup> in PLN	1,964	1,816	8.2%

## INDEBTEDNESS

PLN m, IFRS16	31.07.2025	31.07.2024	YoY change (%)
Long-term bank loans	2,104	254	728.3%
Short-term bank loans	158	466	-66.1%
Bonds	0	304	-100.0%
Finance leases	4,952	4,382	13.0%
Cash	611	1,397	-56.3%
Deposits and mutual funds	870	822	5.8%
<b>Net debt</b>	<b>5,733</b>	<b>3,187</b>	<b>79.9%</b>
<b>Net debt/ EBITDA (4Q)</b>	<b>1.3</b>	<b>0.8</b>	<b>62.5%</b>



# Factors and events, including those of an extraordinary nature, with a material impact on the condensed financial statements in 1H

## SALES REVENUES

In 1H 2025, the LPP Group generated revenues of PLN 10.5 billion, i.e. 12.9% higher YoY. At the same time, on a comparable basis (data for 2024 cleared of the impact of transactions with purchasing agents), revenue generated by the Group was 19.3% higher YoY and 21.3% higher in constant currency.

The Group generated a higher revenue due to the growth of sales in both channels, i.e. the online and the traditional channel.

Double-digit sales growth in traditional stores, i.e. +19.1% YoY (according to 2024 data cleared of the impact of transactions with purchasing agents), was generated by the Group due to the YoY expansion of floorspace (432 new stores opened) and positive LFLs, i.e. 2.8%.

Higher YoY online sales results, i.e. 19.7% were achieved due to the development of mobile apps and a broader product offer dedicated

to online stores. At the same time, sales of the online channel in 1H 2025 accounted for 26.9% of the Group's total sales (25.4% in 1H 2024).

The Sinsay brand recorded the highest revenue in 1H 2025, both in nominal terms and growth rate, i.e. PLN 5.7 billion, a YoY increase of 30.2%. A diversified and constantly developing product range at affordable prices, the systematic pursuit of the ambitious target of opening new Sinsay traditional stores and the economic climate fostering the popularity of shopping in the Design&Value segment, where the brand belongs, are the factors that contributed to its revenue growth.

At the same time, the Reserved brand, the second largest in terms of share in the Group's revenue, generated sales of PLN 3.0 billion, 17.4% more than in the previous year. The positive sales result of this brand is the consequence of the improved collection and very good sales growth in the online channel.

In geographical terms, in 1H 2025, revenue on foreign omnichannel sales was higher than the revenue recorded in Poland, accounting for 55.7% of the Group's omnichannel sales. The Group achieved double-digit revenue growth both in Poland (+13.9% YoY) and abroad (+24.1% YoY) due to successful collections in almost all brands and the dynamic development of the network.

The Group achieved the highest revenues in 1H 2025 outside Poland, among others in Romania and Czech Republic.

## GROSS PROFIT MARGIN

In 1H 2025, the Group generated the gross margin at a level of 54.0%, up 1.7 pp. YoY. At the same time, the gross margin achieved in 1H 2025, cleared of the impact of transactions with purchasing agents in 1H 2024, was 1.3 pp. lower YoY. The lower YoY gross margin was the result of a higher share of the Sinsay brand in the Group's revenue recording a lower gross margin due to its presence in the



budget segment. Higher YoY promotions in this brand, aimed at accelerating the turnover of goods ordered for a larger number of planned store openings, also affected the lower margin. The higher YoY USD/PLN exchange rate at which the collections were ordered had an additional impact on gross margin.

## INVENTORIES

In 1H 2025, the Group increased its inventory by PLN 1.3 billion, i.e. by 33.6% compared with the previous year. The YoY increase in inventories resulted from the preparation for the opening of new Sinsay brand stores in 2H 2025 and a broader online offer of the brand. At the same time, inventory per m<sup>2</sup> increased YoY by 8.2% from PLN 1,816/m<sup>2</sup> to PLN 1,964/m<sup>2</sup>. Inventory turnover in 1H 2025 was 176 days compared to 134 days in 1Q 2024.

## OPERATING COSTS

The operating costs incurred by the Group in 1H 2025 increased by 15.1% YoY and were lower than the growth of revenue (on a comparable basis).

The YoY increase in operating costs resulted mainly from intensive growth (costs of new stores) and a higher volume of goods (costs of logistics).

At the same time, the Group's operating costs per m<sup>2</sup> decreased by 5.9% YoY, from PLN 309/m<sup>2</sup> to PLN 291/m<sup>2</sup>, due to the implemented automation in logistics, lower store and online marketing expenses.

In 1H 2025, costs of stores amounted to PLN 2,528 million, (+18.5% YoY) while HQ and e-commerce costs – to PLN 1,881 million (+10.8% YoY).

Costs of stores per m<sup>2</sup> fell from PLN 171/m<sup>2</sup> to PLN 167/m<sup>2</sup> YoY, as a result of lower YoY rental costs per m<sup>2</sup> (more Sinsay brand store openings at lower rents and further strengthening of PLN/EUR exchange rate) and a decline in other store costs YoY due to optimisation of energy consumption and costs of external services. At the same time, staff costs per m<sup>2</sup> increased YoY as a result of the YoY increase in the minimum wage and the wage review.

Consequently, the share of operating costs in the revenue increased from 41.2% in 1H 2024 to 42.0% in 1H 2025. At the same time, taking into account the share of costs to comparable sales (cleared of the impact of transactions with purchasing agents), this ratio fell from 43.5% to 42.0% YoY.

## OTHER OPERATING INCOME AND COSTS

The Group's results in 1H 2025 at a level of other operating income and expenses were also affected by one-offs. Due to the fire on 29 June 2025 on the premises of the warehouse leased in Romania by LPP Logistics Romania SRL, the Group recognised the estimated future compensation for all property lost in the fire in other operating income, i.e. PLN 351 million, created on the basis of the policy held.

At the same time, it recognised estimated losses in fixed and current assets in the amount of PLN 351 million in other operating costs, i.e. PLN 58 million for destroyed equipment and PLN 293 million for goods lost in the fire.

As a consequence of the aforementioned factors, in the accounting period, the Group generated operating profit at a level of PLN 1,153 million, i.e. 12.8% more than PLN 1,022 million generated in the previous year.

The Group's operating profitability (EBIT margin) in 1H 2025 remained at the same level as in the previous year, i.e. 11.0%.

## FINANCIAL INCOME AND COSTS

As part of financial income in 1H 2025, the Group recognised the amount of PLN 12 million

resulting from the valuation of fund units (PLN 19 million in the previous year).

As part of financial costs in 1H 2025, the Group recognised a discount item of PLN 14 million related to the sale of shares in Re Trading OOO (in the previous year: PLN 42 million in financial income). The financial cost resulted from the revaluation of the discount due to the prudent approach to the payment of the instalments for the sale of shares in accordance with the schedule.

As part of financial costs in 1H 2025, the Group recorded higher YoY interest on loans (PLN 63 million) and lease liabilities (PLN 114 million).

As a result, the Group recorded a negative balance on financial activities.

As a consequence of the aforementioned factors, in 1H 2025, the LPP Group generated net profit of PLN 799 million compared to PLN 720 million a year earlier, with net profitability of 7.6% (compared to 7.7% in the previous year).

The key figures illustrating the effects of the Group's operations and the margins achieved in 1H and 2Q 2025 are presented in the tables below.



Figure (PLN m)	1H 2025	1H 2024	YoY change (%)
Sales revenue	10,508	9,311	12.9%
Gross profit on sales	5,675	4,872	16.5%
Costs of stores and distribution and overheads costs	4,409	3,832	15.1%
EBITDA	2,132	1,813	17.6%
Operating profit (loss)	1,153	1,022	12.8%
Net profit/(loss)	799	720	11.0%

Figure (PLN m)	2Q 2025	2Q 2024	YoY change (%)
Sales revenue	5,554	5,005	11.0%
Gross profit on sales	3,000	2,629	14.1%
Costs of stores and distribution and overheads costs	2,230	2,009	11.0%
EBITDA	1,194	1,018	17.3%
Operating profit (loss)	689	611	12.8%
Net profit/(loss)	467	443	5.4%

Margin (%)	1H 2025	1H 2024	YoY change (pp.)
Gross profit on sales margin	54.0%	52.3%	1.7
EBITDA	20.3%	19.5%	0.8
Operating margin	11.0%	11.0%	0.0
Net	7.6%	7.7%	-0.1

Margin (%)	2Q 2025	2Q 2024	YoY change (pp.)
Gross profit on sales margin	54.0%	52.5%	1.5
EBITDA	21.5%	20.3%	1.2
Operating margin	12.4%	12.2%	0.2
Net	8.4%	8.9%	-0.4

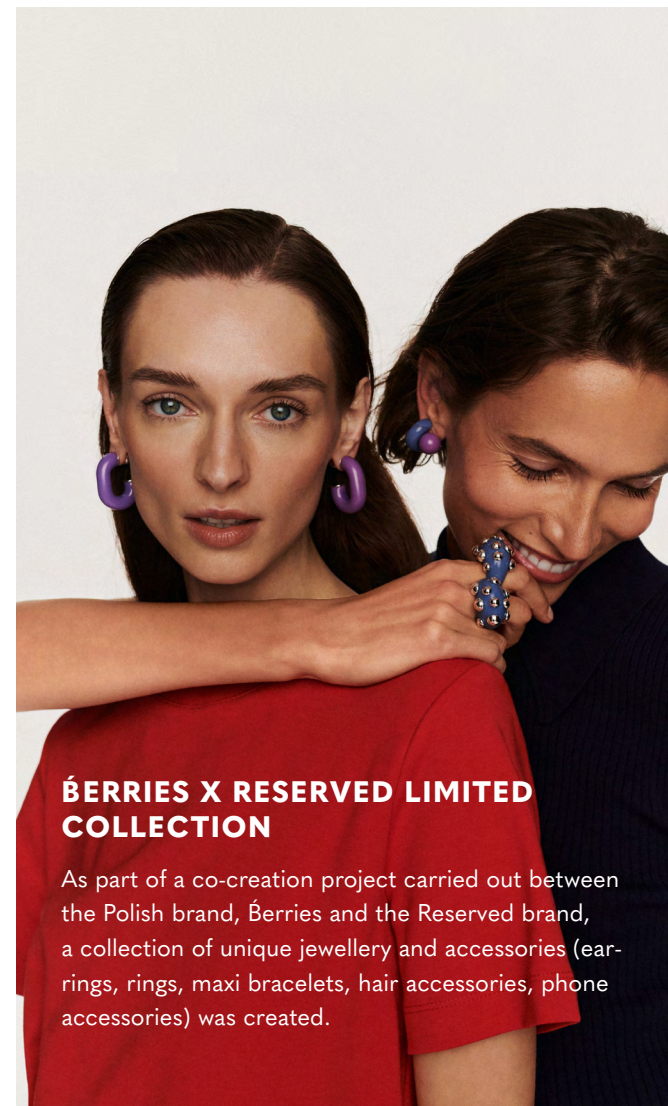
Margin (%) – underlining <sup>1</sup>	1H 2025	1H 2024	YoY change (pp.)
Gross profit on sales margin	54.0%	55.3%	-1.3
EBITDA	20.3%	20.6%	-0.3
Operating margin	11.0%	11.6%	-0.6
Net	7.6%	8.2%	-0.6

<sup>1</sup>For comparability, 1H24 figures have been cleared for the impact of transactions with trade agents during the transition period

Margin (%) – underlining <sup>1</sup>	2Q 2025	2Q 2024	YoY change (pp.)
Gross profit on sales margin	54.0%	55.6%	-1.6
EBITDA	21.5%	21.5%	0.0
Operating margin	12.4%	12.9%	-0.5
Net	8.4%	9.4%	-1.0

<sup>1</sup>For comparability, 2Q24 figures have been cleared for the impact of transactions with trade agents during the transition period

## OTHER MATERIAL EVENTS IN 1H 2025 AND UNTIL THE REPORT PUBLICATION DATE





# Factors that may affect LPP Group's performance in the perspective of at least the next half year

The Group's financial performance over the next half year may be affected by several factors, which may both pose risks and offer opportunities for the Company. These factors may be both of an external nature – independent of the Company – and of an internal nature under the Company's control.

## OPPORTUNITIES

- Development of the Sinsay brand omnichannel concept based on traditional stores (located mainly in smaller towns), supported by the online channel.
- Continuous expansion of the online offer of Sinsay brand by new product categories.
- Expansion into new markets (Southern Europe and Central Asia).
- Development of mobile apps of all brands for additional markets.
- Fashion trends, attractiveness of the collections offered by the Company.
- Favourable USD/PLN exchange rate, with a positive impact on gross margin on sales.
- Increased bargaining power with suppliers in China as a result of the tariff war.
- Control of operating costs (SG&A).
- Forecasts of economic growth rate in Poland and an increase in the minimum wage which may have an impact on customers' increased propensity to buy.
- Implementation of new AI solutions by the Company in the areas of logistics, e-commerce, product preparation departments.

## THREATS AND RISKS

- Geopolitical instability and potential supply chain disruptions, including those resulting from the tariff war.
- Rise in the minimum wage in Poland adversely affecting the Group's operating costs.
- Increased competition especially in the segment of budget products.
- Unusual weather for the time of year reducing customers' purchasing motivation.

## TARGETS

The Group's sales plans for the full financial year 2025 assume a possibility to generate revenues at a level of approximately 23-24 billion, with a YoY growth in the traditional sales segment (due to floorspace increases and positive LFLs), and growth in the online channel.

In 2025, the Company assumes floorspace increase of approximately 25-30%, focusing mainly on the development of Sinsay brand stores (ca 1,100).

The Group expects the gross margin on sales in the range of 53-54%. At the same time, it assumes maintaining of the operating costs to sales ratio in the range of ca 41-42%.

Capital expenditure at a level of PLN 3.1 billion, including PLN 1.9 billion for stores is also planned.

At the same time, the Company strives to maintain a safe level of debt.

The Group's annual plans are affected by the results of the third quarter, the beginning of which, i.e. the period from 1 August 2025 to 21 September 2025, showed a positive response of customers to the Autumn/Winter 2025 collection, which translated into positive LFLs, 24% YoY growth in online sales and a 22% YoY increase in Group's sales in constant currency (impact of constant currency -1.5 pp.).

# Supplementary information

The Company is not a party to any material proceedings pending before a court or other public administration authority concerning the liabilities and receivables of the Company or a subsidiary.

In the reporting period, no related party transactions occurred other than those indicated in Section 19 of the Consolidated Financial Statements and Section 19 of the Separate Financial Statements for 1H 2025.

In the reporting period, neither LPP nor any of its subsidiaries granted any sureties for bank loans or credits or any guarantees, jointly to a single entity or such entity's subsidiary.

Due to the fact that the Company does not provide forecasts of results for the year, the Management Board's position on the feasibility of such forecasts in the context of the results presented in the report does not apply.

This report contains basic information material for the evaluation of the LPP Group standing. In the opinion of the Management Board, no threats for the fulfilment of the LPP Group obligations currently exist.

## MANAGEMENT BOARD OF LPP SA

**MAREK PIECHOCKI**

President of the Management Board

**MARCIN BÓJKO**

Management Board Member

**SŁAWOMIR ŁOBODA**

Management Board Member

**MARCIN PIECHOCKI**

Management Board Member

**MIKOŁAJ WEZDECKI**

Management Board Member

GDAŃSK, 24 SEPTEMBER 2025





# 02

## Consolidated condensed interim financial statements





# Introduction

We hereby approve the consolidated condensed interim financial statements of the LPP SA Group for the 6-month period ended 31 July 2025, comprising the consolidated condensed interim statement of comprehensive income recognising the total comprehensive income of PLN 817 million, the consolidated condensed interim statement of financial position recognising the total assets and liabilities in the amount

of PLN 19,377 million, the consolidated condensed interim statement of cash flows recognising an decrease in net cash by PLN 230 million, the consolidated condensed interim statement of changes in equity, recognising a decrease in equity by PLN 408 million, as well as notes containing the description of the material accounting principles and other explanatory information.

## MANAGEMENT BOARD OF LPP SA

### MAREK PIECHOCKI

President of the Management Board

### MARCIN BÓJKO

Management Board Member

### SŁAWOMIR ŁOBODA

Management Board Member

### MARCIN PIECHOCKI

Management Board Member

### MIKOŁAJ WEZDECKI

Management Board Member

GDAŃSK, 24 SEPTEMBER 2025



## SELECTED CONSOLIDATED CONDENSED INTERIM FINANCIAL DATA

for the 6-month period ended 31 July 2025

Selected consolidated financial data	PLN m		EUR m	
	Cumulatively			
	01.02.2025 – 31.07.2025	01.02.2024 – 31.07.2024	01.02.2025 – 31.07.2025	01.02.2024 – 31.07.2024
Revenues	10,508	9,311	2,484	2,164
Operating profit (loss)	1,153	1,022	273	238
Pre-tax profit	953	932	225	217
Net profit (loss) attributable to shareholders of the dominating entity	801	720	189	167
Weighted average number of shares	1,855,890	1,855,355	1,855,890	1,855,355
Profit (loss) per share (in PLN)	431.60	388.07	102.04	90.19
Net cash flows from operating activities	1,107	2,174	262	505
Net cash flows from investing activities	-1,211	-888	-286	-206
Net cash flows from financing activities	-126	-955	-30	-222
Total net cash flows	-230	331	-54	77

Selected consolidated financial data	PLN m		EUR m	
	As at:			
	31.07.2025	31.01.2025	31.07.2025	31.01.2025
Total assets	19,377	17,501	4,542	4,154
Long-term liabilities	3,852	3,746	903	889
Short-term liabilities	10,631	8,453	2,492	2,006
Equity	4,894	5,302	1,147	1,258
Share capital	4	4	1	1
Weighted average number of shares	1,855,890	1,855,624	1,855,890	1,855,624
Book value per share (in PLN)	2,637.01	2,857.26	618.13	678.20
Declared or paid dividend per share (in PLN)	660.00	610.00	154.71	144.79

# CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

for the 6-month period ended 31 July 2025

Statement of comprehensive income (PLN m)	Notes	1H		2Q	
		01.02.2025 – 31.07.2025	01.02.2024 – 31.07.2024	01.05.2025 – 31.07.2025	01.05.2024 – 31.07.2024
<b>Continuing operations</b>					
Revenues	7	10,508	9,311	5,554	5,005
Cost of goods sold		4,833	4,439	2,554	2,376
<b>Gross profit (loss) on sales</b>		<b>5,675</b>	<b>4,872</b>	<b>3,000</b>	<b>2,629</b>
Costs of stores and distribution		3,854	3,322	1,975	1,799
Overheads		555	510	255	210
Other operating income	8	370	41	355	19
Other operating costs	8	483	59	436	28
<b>Operating profit (loss)</b>		<b>1,153</b>	<b>1,022</b>	<b>689</b>	<b>611</b>
Financial income	9	19	69	-38	36
Financial costs	9	219	159	137	97
<b>Pre-tax profit</b>		<b>953</b>	<b>932</b>	<b>514</b>	<b>550</b>
Income tax	10	154	212	47	107
<b>Total net profit (loss)</b>		<b>799</b>	<b>720</b>	<b>467</b>	<b>443</b>
<b>Net profit attributable to:</b>					
Shareholders of the dominating entity		801	720	467	444
Non-controlling interests		-2	0	0	-1
<b>Other comprehensive income</b>					
<b>Items transferred to profit or loss</b>					
Currency translation on foreign operations		18	-19	6	-9
<b>Total comprehensive income</b>		<b>817</b>	<b>701</b>	<b>473</b>	<b>434</b>

<b>Attributed to:</b>				
Shareholders of the parent company	819	701	473	435
Non-controlling interests	-2	0	0	-1
Weighted average number of shares	1,855,890	1,855,355	1,855,890	1,855,355
Diluted number of shares	1,855,890	1,855,355	1,855,890	1,855,355
Net profit (loss) attributable to shareholders of the dominating entity per share (in PLN)	431.60	388.07	251.63	239.31
Diluted profit (loss) attributable to shareholders of the dominating entity per share (in PLN)	431.60	388.07	251.63	239.31
Net profit (loss) from continuing operations amount per share (in PLN)	430.52	388.07	251.63	238.77
Diluted net profit (loss) from continuing operations per share (in PLN)	430.52	388.07	251.63	238.77



# CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

as at 31 July 2025

		As at:		
Statement of financial position (PLN m)	Notes	31.07.2025	31.01.2025	31.07.2024
<b>ASSETS</b>				
<b>Non-current assets</b>		<b>11,601</b>	<b>9,872</b>	<b>8,818</b>
1. Tangible fixed assets	11	5,593	4,735	3,972
2. Right of use assets		4,259	4,100	3,734
3. Intangible assets		413	363	301
4. Goodwill		183	183	183
5. Trade mark		78	78	78
6. Long-term receivables		733	148	257
7. Deferred tax assets		329	253	278
8. Pre-payments		5	5	9
9. Other financial assets	14	8	7	6
<b>Current assets</b>		<b>7,776</b>	<b>7,629</b>	<b>7,225</b>
1. Inventory	12	5,217	4,669	3,905
2. Trade receivables		202	757	765
3. Receivables from income tax		28	15	18
4. Short-term receivables		431	178	99
5. Other non-financial assets		235	134	70
6. Pre-payments		86	81	75
7. Other financial assets	14	96	84	74
8. Deposits and mutual funds	13	870	865	822
9. Cash and cash equivalents		611	846	1,397
<b>TOTAL Assets</b>		<b>19,377</b>	<b>17,501</b>	<b>16,043</b>

		As at:		
Statement of financial position (PLN m)	Notes	31.07.2025	31.01.2025	31.07.2024
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>		<b>4,894</b>	<b>5,302</b>	<b>4,288</b>
1. Share capital	15	4	4	4
2. Share premium		364	364	364
3. Other reserves		3,396	2,980	2,962
4. Currency translation on foreign operations		-48	-66	-52
5. Retained earnings		1,177	2,017	1,007
6. Non-controlling interest		1	3	3
<b>Long-term liabilities</b>		<b>3,852</b>	<b>3,746</b>	<b>3,803</b>
1. Bank loans and borrowings	16	158	182	466
2. Lease liabilities		3,652	3,523	3,297
3. Employee benefits		3	3	3
4. Deferred tax liabilities		2	2	0
5. Accruals		37	36	37
<b>Short-term liabilities</b>		<b>10,631</b>	<b>8,453</b>	<b>7,952</b>
1. Trade and other liabilities	16	5,984	5,676	5,497
2. Dividend liabilities		612	0	601
3. Contract liabilities		30	36	23
4. Customer refund liabilities		125	103	112
5. Bank loans and borrowings	16	2,104	817	254
6. Lease liabilities		1,300	1,248	1,085
7. Employee benefits		227	231	197
8. Income tax liabilities		131	255	117
9. Provisions		1	5	10
10. Accruals		117	82	56
<b>TOTAL equity and liabilities</b>		<b>19,377</b>	<b>17,501</b>	<b>16,043</b>

# CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS

for the 6-month period ended 31 July 2025

Consolidated cash flow statement (PLN m)	Notes	1H		2Q	
		01.02.2025 – 31.07.2025	01.02.2024 – 31.07.2024	01.05.2025 – 31.07.2025	01.05.2024 – 31.07.2024
<b>A. Cash flows from operating activities – indirect method</b>					
I. Pre-tax profit (loss)		953	932	514	550
<b>II. Total adjustments</b>		<b>154</b>	<b>1,242</b>	<b>257</b>	<b>795</b>
1. Amortisation and depreciation		979	791	505	407
2. Foreign exchange (gains) losses		15	6	12	4
3. Interest and dividends		170	103	89	43
4. (Profit) loss on investing activities		39	9	30	2
5. Income tax paid		-354	-104	-126	-21
6. Change in provisions and employee benefits		-9	8	22	22
7. Change in inventory		-575	-886	-460	-728
8. Change in receivables and other assets		-335	168	-166	376
9. Change in short-term liabilities excluding bank loans and borrowings		193	1,143	291	681
10. Change in prepayments and accruals		31	3	60	9
11. Other adjustments		0	1	0	0
<b>III. Net cash flows from operating activities</b>		<b>1,107</b>	<b>2,174</b>	<b>771</b>	<b>1,345</b>
<b>B. Cash flows from investing activities</b>					
<b>I. Inflows</b>		<b>37</b>	<b>51</b>	<b>25</b>	<b>21</b>
1. Disposal of intangible and tangible fixed assets		37	51	25	21
2. Repayment of loans including interest		0	0	0	0
3. Other investing inflows (investment funds)	14	0	0	0	0
<b>II. Outflows</b>		<b>1,248</b>	<b>939</b>	<b>635</b>	<b>401</b>
1. Purchase of intangible assets and tangible fixed assets		1,248	687	635	401
2. Loans granted		0	0	0	0
3. Other investing outflows	14	0	252	0	0
<b>III. Net cash flows from investing activities</b>		<b>-1,211</b>	<b>-888</b>	<b>-610</b>	<b>-380</b>
<b>C. Cash flows from financial activity</b>					
<b>I. Inflows</b>		<b>1,286</b>	<b>205</b>	<b>231</b>	<b>63</b>
1. Bank loans and borrowings		1,286	205	231	63
<b>II. Outflows</b>		<b>1,412</b>	<b>1,160</b>	<b>423</b>	<b>327</b>
1. Dividends and other payments to owners		612	529	0	0
2. Repayment of bank loans and borrowings		24	24	12	12
3. Financial lease liabilities paid		600	506	314	257
4. Interest		176	101	97	58
<b>III. Net cash flows from financing activities</b>		<b>-126</b>	<b>-955</b>	<b>-192</b>	<b>-264</b>
<b>D. Total net cash flows</b>		<b>-230</b>	<b>331</b>	<b>-31</b>	<b>701</b>
<b>E. Balance sheet change in cash, including:</b>		<b>-235</b>	<b>321</b>	<b>-40</b>	<b>695</b>
– change in cash due to foreign exchange differences		-5	-10	-9	-6
<b>F. Cash opening balance</b>		<b>774</b>	<b>1,000</b>	<b>575</b>	<b>630</b>
<b>G. Closing balance of cash</b>		<b>544</b>	<b>1,331</b>	<b>544</b>	<b>1,331</b>



## CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

for the 6-month period ended 31 July 2025

Statement of changes in equity (PLN m)	Share capital	Share premium	Other reserves	Currency translation on foreign operations	Retained earnings	Equity attributable to the parent company	Non-controlling interests	TOTAL equity
<b>As at 1 February 2025</b>	<b>4</b>	<b>364</b>	<b>2,980</b>	<b>-66</b>	<b>2,017</b>	<b>5,299</b>	<b>3</b>	<b>5,302</b>
Distribution of profit for 2024	0	0	417	0	-417	0	0	0
Dividend paid	0	0	0	0	-1,225	-1,225	0	-1,225
<b>Transaction with owners</b>	<b>0</b>	<b>0</b>	<b>417</b>	<b>0</b>	<b>-1,642</b>	<b>-1,225</b>	<b>0</b>	<b>-1,225</b>
Net profit for 1H 2025 ended 31 July 2025	0	0	0	0	801	801	-2	799
Currency translation on foreign operations	0	0	0	18	0	18	0	18
<b>Total comprehensive income</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>18</b>	<b>801</b>	<b>819</b>	<b>-2</b>	<b>817</b>
<b>As at 31 July 2025</b>	<b>4</b>	<b>364</b>	<b>3,397</b>	<b>-48</b>	<b>1,176</b>	<b>4,893</b>	<b>1</b>	<b>4,894</b>
<b>As at 1 February 2024</b>	<b>4</b>	<b>364</b>	<b>2,466</b>	<b>-33</b>	<b>1,913</b>	<b>4,714</b>	<b>3</b>	<b>4,717</b>
Remuneration paid in shares	0	0	2	0	0	2	0	2
Distribution of profit for 2023	0	0	494	0	-494	0	0	0
Dividend paid	0	0	0	0	-1,132	-1,132	0	-1,132
<b>Transaction with owners</b>	<b>0</b>	<b>0</b>	<b>496</b>	<b>0</b>	<b>-1,626</b>	<b>-1,130</b>	<b>0</b>	<b>-1,130</b>
Net profit for 1H 2024 ended 31 July 2024	0	0	0	0	720	720	0	720
Currency translation on foreign operations	0	0	0	-19	0	-19	0	-19
<b>Total comprehensive income</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>-19</b>	<b>720</b>	<b>701</b>	<b>0</b>	<b>701</b>
<b>As at 31 July 2024</b>	<b>4</b>	<b>364</b>	<b>2,962</b>	<b>-52</b>	<b>1,007</b>	<b>4,285</b>	<b>3</b>	<b>4,288</b>



# Supplementary information and notes to the consolidated condensed interim financial statements

FOR THE PERIOD FROM 1 FEBRUARY 2025 TO 31 JULY 2025



## 1. GENERAL INFORMATION

The LPP SA Group (hereinafter referred to as the “Group”, “LPP Group”) is composed of LPP SA (“Parent Company”, “Company”) and its subsidiaries.

The Parent Company is entered in the register of entrepreneurs of the National Court Register kept by the District Court for Gdańsk-North in Gdańsk, 7<sup>th</sup> Economic Department of the National Court Register, under the KRS number 0000000778.

The parent company and the Group companies have been established for an indefinite period of time.

The Group’s core business comprises:

- retail sale of clothing;
- wholesale of clothing.

These consolidated condensed interim financial statements of the Group for the 6-month period ended 31 July 2025 were approved by the Management Board of LPP SA for publication on 24 September 2025.

## 2. CHANGES IN THE COMPOSITION OF THE GROUP

In the 6-month period ended 31 July 2025, a change in the composition of the Group took place, compared to 31 January 2025 involving the establishment of distribution companies in Uzbekistan, Georgia and Azerbaijan.

The newly created companies were established with the aim of further sales of goods in Uzbekistan, Georgia and Azerbaijan.

## 3. BASIS FOR PREPARATION OF THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS AND KEY ACCOUNTING PRINCIPLES

### 3.1. BASIS FOR PREPARATION

These consolidated condensed interim financial statements have been prepared in accordance with International Accounting Standard no. 34, Interim Financial Reporting (“IAS 34”) approved by the European Union.

The consolidated condensed interim financial statements do not comprise all the information and disclosures required in the annual financial statements and should be read in conjunction with the consolidated financial statements of the Group for the year ended 31 January 2025 approved for publication on 2 April 2025.

The reporting currency of these consolidated condensed interim financial statements is Polish zloty and unless provided otherwise, all amounts are expressed in PLN million.

The data presented in these financial statements for the 6-month period ended 31 July 2025 have been subject to the semi-annual review by the statutory auditor. The consolidated statement of cash flows and the consolidated statement of comprehensive income and notes thereto comprise also data for 2Q, i.e. for the 3-month period ended 31 July 2025 and the comparative data for the 3-month period ended 31 July 2024. The data for the 3-month period has neither been reviewed nor audited by the statutory auditor.



In the periods covered by these consolidated condensed interim financial statements, the following PLN/EUR exchange rates fixed by the National Bank of Poland were applied for the conversion of selected financial data:

- the exchange rate effective as at the last day of the reporting period: 31 July 2025 – PLN/EUR 4.2661 and 31 January 2025 – PLN/EUR 4.2130,
- the average exchange rate for the period, calculated as an arithmetic mean of the rates effective as at the last day of each month in a given period: 01.02 – 31.07.2025 – PLN/EUR 4.2297, 01.02. – 31.07.2024 – PLN/EUR 4.3029.

The consolidated condensed interim financial statements have been prepared under the assumption that the Group will continue as a going concern in the foreseeable future and do not include any adjustments relating to different methods of measurement and classification of assets and liabilities that might be deemed necessary if the Group were unable to continue as a going concern for the foreseeable future.

### 3.2. CHANGES IN ESTIMATES AND ASSUMPTIONS

When drawing up these consolidated condensed interim financial statements, the Management Board of the Parent Company is driven by judgement in making estimates and

assumptions that have an impact on accounting principles applied and the reported amounts of assets, liabilities, income and costs. Actual values may differ from those estimated by the Management Board.

Information on estimates and assumptions significant for the financial statements were presented in the consolidated financial statements for the financial year ended 31 January 2025. Furthermore, in these consolidated condensed interim financial statements, the Group presented the impact of assumptions adopted by the Management Board on estimated write-offs (notes 7, 11 and 12) and revenues from contracts with customers (note 7).

The Management Board emphasises that all estimates related to the sale of Re Trading OOO recognised in notes 7 and 10 are subject to uncertainty associated with the effects of Russian military operations. The estimates regarding the value of assets linked with the Russian market have been applied according to the best knowledge of the Management Board. In the future, any change in the economic and business environment in Russia may result in changes in the Management Board's estimates in terms of risks involving the assets in question.

### 3.3. ACCOUNTING PRINCIPLES

These consolidated condensed interim financial statements were prepared in accordance

with the accounting principles presented in the last consolidated financial statements of the Group for the year ended 31 January 2025.

### 3.4. ADJUSTMENTS OF ERRORS AND CHANGES IN ACCOUNTING PRINCIPLES

The consolidated condensed interim financial statements do not comprise any adjustments of errors of previous years or a change in accounting principles.

## 4. SEASONALITY OF OPERATIONS

Seasonality in sales is characteristic for the entire clothing market both in Poland and abroad. The gross profit margin generated in the period of selling a new collection at regular prices is usually higher than the margin recorded during sell-offs. Such situation affects disproportions in the level of margins generated in individual calendar quarters (with the highest margins in 2Q and 4Q and the lowest in 1Q and 3Q). In order to avoid major differences in margins between quarters, the Group changed its financial year by adjusting it to the collection calendar consequently mitigating the impact of clearance sales and seasonality on margins of individual calendar quarters.





## 5. OPERATING SEGMENTS

Revenues and financial results regarding geographical segments for the period from 1 February 2025 to 31 July 2025 and for a comparable period are presented in the tables below.

The geographical areas indicated below comprise individual countries where revenue and other results were generated for the LPP SA Group. The breakdown of countries is as follows:

Poland	Western Europe	Central and Eastern Europe	Central and Eastern Europe	Countries of the Baltic Sea region	Purchasing agents	Other
Poland	Germany, Italy, Finland, United Kingdom	Czech Republic, Slovakia, Hungary	Romania, Bulgaria, Greece, North Macedonia, Serbia, Bosnia and Herzegovina, Croatia, Slovenia, Albania, Kosovo	Lithuania, Latvia, Estonia	in the interim period on the basis of the sales contract of the Re Trading company	Ukraine, Kazakhstan, Belarus and franchise sales

01.02.2025 – 31.07.2025 (PLN m)	Poland	Western Europe	Central and Eastern Europe	Southern and Eastern Europe	Countries of the Baltic Sea region	Trade agents	Other	Total
Revenues	4,657	718	1,311	2,389	420	0	1,013	10,508
<b>Operating profit (loss)</b>	<b>631</b>	<b>44</b>	<b>114</b>	<b>195</b>	<b>33</b>	<b>0</b>	<b>136</b>	<b>1,153</b>
<b>Profit before tax</b>								<b>953</b>
Income tax								154
<b>Net profit (loss)</b>								<b>799</b>

01.02.2024 – 31.07.2024 (PLN m)	Poland	Western Europe	Central and Eastern Europe	Southern and Eastern Europe	Countries of the Baltic Sea region	Trade agents	Other	Total
Revenues	4,090	541	1,092	1,895	367	505	821	9,311
<b>Operating profit (loss)</b>	<b>656</b>	<b>-25</b>	<b>68</b>	<b>189</b>	<b>35</b>	<b>0</b>	<b>99</b>	<b>1,022</b>
<b>Profit before tax</b>								<b>932</b>
Income tax								212
<b>Net profit (loss)</b>								<b>720</b>

## 6. DISCONTINUED OPERATIONS

No discontinued operations took place in the current period.

## 7. REVENUE FROM CONTRACTS WITH CUSTOMERS

The table below presents revenues from contracts with customers broken down by categories that most accurately reflect the nature of cooperation and management analyses.

The target country for the goods sold to trade agents in the transition period, based on the sales contract of the Re Trading company, was the Russian Federation. As part of the Re Trading divestment agreement, the parties provided for a transitional period during which LPP SA undertook to support the investor, among others, in the processes of purchasing goods. This process was completed at the end of January 2025. In connection with the foregoing, no sales of goods to purchasing agents took place in the current period. In the comparative period, the value of sales under the aforementioned process amounted to PLN 505 million and was reported in the Purchasing Agents column.

Revenue from contracts with customers for the period from 01.02.2025 to 31.07.2025 (PLN m)	Poland	Western Europe	Central and Eastern Europe	Southern and Eastern Europe	Countries of the Baltic Sea region	Trade agents	Other	Total
<b>Type of sales</b>								
online	1,437	283	340	536	81	0	155	2,831
offline	3,220	435	971	1,853	339	0	858	7,677
<b>Total</b>	<b>4,657</b>	<b>718</b>	<b>1,311</b>	<b>2,389</b>	<b>420</b>	<b>0</b>	<b>1,013</b>	<b>10,508</b>
<b>Brand</b>								
Sinsay	2,190	216	672	1,707	204	0	704	5,693
Reserved	1,416	470	389	409	139	0	170	2,992
Cropp	279	11	66	87	27	0	66	537
House	363	8	70	68	23	0	57	589
Mohito	351	13	114	118	28	0	16	640
Other	58	0	0	0	0	0	0	58
<b>Total</b>	<b>4,657</b>	<b>718</b>	<b>1,311</b>	<b>2,389</b>	<b>420</b>	<b>0</b>	<b>1,013</b>	<b>10,508</b>
Revenue from contracts with customers for the period from 01.02.2024 to 31.07.2024 (PLN m)	Poland	Western Europe	Central and Eastern Europe	Southern and Eastern Europe	Countries of the Baltic Sea region	Trade agents	Other	Total
<b>Type of sales</b>								
online	1,134	225	297	452	79	0	178	2,366
offline	2,956	316	795	1,443	288	505	642	6,946
<b>Total</b>	<b>4,090</b>	<b>541</b>	<b>1,092</b>	<b>1,895</b>	<b>367</b>	<b>505</b>	<b>821</b>	<b>9,311</b>
<b>Brand</b>								
Sinsay	1,806	110	510	1,278	154	0	514	4,372
Reserved	1,189	400	328	342	126	0	164	2,549
Cropp	321	12	69	92	34	0	71	599
House	370	7	67	68	22	0	53	586
Mohito	359	12	120	115	31	0	19	655
Other	46	0	0	0	0	505	0	551
<b>Total</b>	<b>4,090</b>	<b>541</b>	<b>1,092</b>	<b>1,895</b>	<b>367</b>	<b>505</b>	<b>821</b>	<b>9,311</b>



## TRADE AND OTHER RECEIVABLES

The LPP Group sells clothes and accessories to target customers in traditional and online stores in Poland and abroad, with payments made in cash or by payment cards. Due to this business model, the balance of receivables is relatively low. Trade and other receivables also include settlements due to wholesale and sales to trading agents. As at the balance sheet date, trade receivables from purchasing agents amounted to PLN 568 million and are presented under Long-term receivables. Repayment date for these receivables falls in 2029. The value of trade receivables has been updated by the time value of money to reflect the repayment period from this direction, extended in relation to the original schedule. In the statement of financial position, the

Group also recognises the discounted value of receivables from the sale of the Russian company in the total amount of PLN 246 million. It was presented under long-term receivables in the amount of PLN 165 million and under short-term receivables in the amount of PLN 81 million.

## IMPAIRMENT WRITE-OFFS

During the 6-month period ended 31 July 2025, the Group recognised changes in write-offs on receivables in relation to all receivables or assets due to consumer contracts.

Changes performed both in the current period and in the comparative period are presented in the table below.

Receivables allowance (PLN m)	1H		2Q	
	01.02.2025 – 31.07.2025	01.02.2024 – 31.07.2024	01.05.2025 – 31.07.2025	01.05.2024 – 31.07.2024
Opening balance	72	78	76	69
Write-offs created in the period	35	10	31	0
Write-offs reversed in the period	1	30	1	11
Foreign exchange differences from the conversion	0	0	0	0
<b>Closing balance</b>	<b>106</b>	<b>58</b>	<b>106</b>	<b>58</b>

## 8. OTHER OPERATING INCOME AND COSTS

Other operating income (PLN m)	1H		2Q	
	01.02.2025 – 31.07.2025	01.02.2024 – 31.07.2024	01.05.2025 – 31.07.2025	01.05.2024 – 31.07.2024
Profit on disposal of non-financial tangible fixed assets	0	0	0	0
Subsidies	1	1	0	1
Revaluation of assets, including:	0	20	0	10
– revaluation of write-offs on receivables	0	20	0	11
– revaluation write-offs on non-current assets net	0	0	0	-1
Other operating income, including:	369	20	355	8
– gain on disposal of contracts under IFRS16	6	3	2	2
– compensations	352	4	351	0
<b>Total</b>	<b>370</b>	<b>41</b>	<b>355</b>	<b>19</b>

Other operating costs (PLN m)	1H		2Q	
	01.02.2025 – 31.07.2025	01.02.2024 – 31.07.2024	01.05.2025 – 31.07.2025	01.05.2024 – 31.07.2024
Loss on disposal of non-financial tangible fixed assets	0	0	0	0
Revaluation of non-financial assets, including:	92	0	88	0
– revaluation write-offs on non-current assets net	58	0	58	0
– revaluation write-offs on receivables net	34	0	30	0
Other operating costs, including:	391	59	348	28
– losses in current and non-current assets	377	48	340	24
– donations	5	4	1	1
<b>Total</b>	<b>483</b>	<b>59</b>	<b>436</b>	<b>28</b>

In connection with the fire on 29 June 2025 on the premises of warehouses leased in Romania by LPP Logistics Romania SRL, the Group has applied appropriate estimates of the lost goods and damaged fixed assets. The value of losses in fixed and current assets was estimated at PLN 351 million and was recognised in other operating expenses as an impairment write-off on fixed assets in the amount of PLN 58 million and as losses in current assets in the amount of PLN 293 million.

The Group has an active all risk insurance policy and it is also covered by business interruption (BI) insurance.

Due to the policy held which fully covers property losses, the Group estimated the value of the future compensation equivalent to the property loss in the amount of PLN 351 million, which was presented in other operating income in the Compensation line.

## 9. FINANCIAL INCOME AND COSTS

Financial income (PLN m)	1H		2Q	
	01.02.2025 – 31.07.2025	01.02.2024 – 31.07.2024	01.05.2025 – 31.07.2025	01.05.2024 – 31.07.2024
Interest	7	7	4	5
Valuation of units in funds	12	19	8	10
Dividends	0	0	0	0
Other financial income, including:	0	43	-50	21
– discount	0	42	-21	20
– currency translation balance	0	0	-29	0
<b>Total</b>	<b>19</b>	<b>69</b>	<b>-38</b>	<b>36</b>

Financial costs (PLN m)	1H		2Q	
	01.02.2025 – 31.07.2025	01.02.2024 – 31.07.2024	01.05.2025 – 31.07.2025	01.05.2024 – 31.07.2024
Interest expenses – bank loans	63	22	36	12
Interest expenses – bonds	0	5	0	1
Interest expenses – budgetary and other	0	0	0	0
Interest expenses – lease liabilities	114	67	61	35
Other financial costs, including:	42	65	40	49
– discount	14	0	14	0
– currency translation balance	25	58	25	44
– bank commission	3	4	1	2
<b>Total</b>	<b>219</b>	<b>159</b>	<b>137</b>	<b>97</b>

In the period audited, the Group recognised a Discount item in financial costs in the amount of PLN 14 million, which is related to the sale of shares in Re Trading OOO (in the 6-month period ended 31 July 2024: PLN 42 million in financial income). The financial cost resulted from the revaluation of the discount due to the prudent approach to the repayment of the instalments for the sale of shares of the Russian company in accordance with the original schedule.

## 10. INCOME TAX

Income tax (PLN m)	1H		2Q	
	01.02.2025 – 31.07.2025	01.02.2024 – 31.07.2024	01.05.2025 – 31.07.2025	01.05.2024 – 31.07.2024
Current income tax	232	189	122	97
Deferred income tax	-78	23	-75	10
<b>Total</b>	<b>154</b>	<b>212</b>	<b>47</b>	<b>107</b>



## 11. TANGIBLE FIXED ASSETS

### PURCHASE AND SALE

In the 6-month period ended 31 July 2025, the Group purchased tangible fixed assets worth PLN 1,388 million (in the 6-month period ended 31 July 2024: PLN 713 million). These were mainly investments related to the construction of new stores and an extension in warehouse space in Brześć Kujawski and Bydgoszcz.

In the 6-month period ended 31 July 2025, the Company sold tangible fixed assets with the net value of PLN 0.6 million (in the 6-month period ended 31 July 2024: PLN 2 million), without generating any profit on sales.

### IMPAIRMENT WRITE-OFFS

In the period ended 31 July 2025, the Group recognised an impairment write-off on tangible fixed assets in the amount of PLN 58 million (in the 6-month period ended 31 July 2024, no write-off was recognised). The impairment write-off was assessed in connection with the warehouse fire in Romania. At the same time, in 2025, the write-off in the amount of PLN 3 million was used (in the 6-month period ended 31 July 2024: the utilisation of the write-off in the amount of PLN 2 million).

### CONTRACTUAL LIABILITIES RELATED TO THE PURCHASE OF TANGIBLE FIXED ASSETS

As at the balance sheet date, the Group has contractual liabilities related to the purchase tangible fixed assets in the amount of PLN 831 million.

The above amount consisted of:

- liabilities related to the development of LPP stores – PLN 98 million,
- liabilities under contracts for the extension of logistics centres – PLN 713 million,
- liabilities under contracts for the construction of office buildings – PLN 20 million.

In comparative periods, the following figures were recognised:

- 31.07.2024 – the amount of PLN 365 million
- 31.07.2024 – the amount of PLN 843 million

## 12. INVENTORY

In the 6-month period ended 31 July 2025, the Group created revaluation write-offs on inventories in the amount of PLN 6 million (in the 6-month period ended 31 July 2024: creating write-offs in the amount of PLN 20 million). This amount was recognised in the item "Cost of goods sold".

The value of inventories consists mainly of trade goods. A detailed inventory structure is presented in the table below:

Inventory – carrying amount (PLN m)	31.07.2025	31.01.2025
Materials	19	15
Goods	5,124	4,594
Right of return assets	74	60
<b>Total</b>	<b>5,217</b>	<b>4,669</b>

## 13. DEPOSITS

Deposits and mutual funds (PLN m)	31.07.2025	31.01.2025
Participation units in funds	813	865
Security deposits	57	0
<b>Total</b>	<b>870</b>	<b>865</b>

The Deposits item relates to hedging of forward contracts.

The measurement of the aforementioned instruments is included in level 2 of the fair value hierarchy in relation to participation units in unlisted funds.

## 14. OTHER FINANCIAL ASSETS

Other financial assets (PLN m)	31.07.2025	31.01.2025
<b>Non-current assets</b>		
Other receivables	8	7
<b>Other long-term financial assets</b>	<b>8</b>	<b>7</b>
<b>Current assets</b>		
Other receivables	9	4
Receivables from payment card operators	79	74
Originated loans	0	0
Forward contract measurement	8	6
<b>Other short-term financial assets</b>	<b>96</b>	<b>84</b>
<b>Other financial assets total</b>	<b>104</b>	<b>91</b>

Measurement of the aforementioned instruments is included in level 2 of the fair value hierarchy.

## 15. SHARE CAPITAL

The Group's share capital comprises the share capital of the Parent Company.

As at 31 July 2025, this capital amounted to PLN 3.7 million and remained unchanged compared to its value as at 31 January 2025.

The share capital of the Company was divided into 1,855,890 shares with the nominal value of PLN 2 per share.

The shareholding structure of the Parent Company as at 31 July 2025 is presented in the table below.

Shareholder	Number of shares held (pcs.)	Shareholding	Number of votes at the GM	Share in the total number of votes at the GM	Nominal value of share
Semper Simul Foundation*	578,889	31.2%	1,978,889	60.8%	1,157,778
Other shareholders	1,277,001	68.8%	1,277,001	39.2%	2,554,002
<b>Total</b>	<b>1,855,890</b>	<b>100.0%</b>	<b>3,255,890</b>	<b>100.0%</b>	<b>3,711,780</b>

\*The Semper Simul Foundation is closely associated with Mr Marek Piechocki (Article 3(1)(26)(d) MAR)

## 16. BANK LOANS AND TRADE LIABILITIES

In the balance sheet period ended 31 July 2025, the LPP SA Group did not sign or launch any new bank loan agreement. As at the balance sheet day, the Group recognised debt due to investment loans in the amount of PLN 218 million.

As at the balance sheet date of 31 July 2025, the liabilities, including trade liabilities, amounted to PLN 5,984 million and they increased by ca 5.5% compared to 31 January 2025. This growth resulted from increased purchases in connection with the opening

and replenishment of new traditional and online stores.

As at 31 July 2025, the Group had trade liabilities towards HSBC, Santander Polska SA, Pekao SA, PKO BP SA, ING SA and BNP Paribas banks due to supplier financing programmes, i.e. The reverse factoring. According to the rules of reversed factoring, after presenting a purchase invoice, the bank factor paid liabilities owed to the supplier in line with a previously agreed time schedule.

The limits available to the Group in the aforementioned banks in the scope of reverse factoring amount to USD 425 million – fixed until

30 November 2025 and USD 1,269 million – fixed for an indefinite period of time, with the total value of PLN 6.3 billion. As at 31 July 2025 their use amounted to PLN 3.8 billion.

## 17. DIVIDENDS PAID AND OFFERED FOR PAYMENT

On 11 July 2025, the General Meeting of Shareholders of LPP SA, by Resolution No. 19, decided to allocate part of the profit generated for the year ended 31 January 2025 to the payment of dividend in the total amount of PLN 1,225 million, i.e. PLN 660 per share, with the dividend payment split into two parts. The dividend advance was paid on 28 April 2025 in the amount of PLN 612 million, i.e. PLN 330 per share. The second tranche of the dividend will amount to PLN 612 million, i.e. PLN 330 per share, to be paid on 31 October 2025. The dividend record date was set for 10 October 2025.

In the comparative period, on 12 July 2024, the General Meeting of Shareholders of LPP SA, by Resolution No. 21, decided to allocate part of the profit generated for the year ended 31 January 2024 to the payment of dividend in the total amount of PLN 1,132 million, i.e. PLN 610 per share, with the dividend payment split into two parts. The dividend advance was paid on 30 April 2024 in the amount of PLN 529 million, i.e. PLN 285 per share. The

second tranche of the dividend amounted to PLN 603 million, i.e. PLN 325 per share, and it was paid on 30 October 2024. The dividend record date was set for 11 October 2024.

## 18. CONTINGENT LIABILITIES AND ASSETS

In 1H 2025, the LPP Group companies used bank guarantees to secure the payment of rent for the leased floorspace for brand stores, offices and a warehouse.

As at 31 July 2025, the total value of bank guarantees issued at the request and under the responsibility of LPP amounted to PLN 394 million, of which:

- The value of guarantees issued to secure agreements concluded by LPP SA amounted to PLN 96 million.
- The value of guarantees issued to secure agreements concluded by consolidated affiliates amounted to PLN 270 million.
- The value of guarantees issued to secure agreements for the lease of warehouse and office space concluded by LPP SA amounted to PLN 28 million.

In 1H 2025, the Company also received guarantees. These guarantees served as collateral for payments from a contracting party. As at 31 July 2025, their value amounted to PLN 16 million. In the opinion of the



Management Board, any outflow of funds recognised in off-balance sheet/ contingent liabilities is unlikely. The majority of these liabilities involve guarantees securing payment of rent by the LPP Group entities. In the reporting period, neither the Issuer nor any of its subsidiaries granted any sureties for bank loans or credits or any guarantees, jointly to a single entity or such entity's subsidiary, of a value exceeding 10.0% of the Issuer's equity.

## 19. TRANSACTIONS WITH RELATED PARTIES

The Group's related parties include:

- key management officers of the LPP SA Group and their close family members,
- entities where persons classified as key personnel or their close family members exercise control or have significant influence, within the meaning of IAS 24.

The Company recognises members of the Parent Company Management Board and the Supervisory Board as key management officers.

From 1 February to 31 July 2025, the value of short-term benefits of members of the Parent Company Management Board amounted to PLN 2,855 thousand (in the 6-month period ended 31 July 2024: PLN 2,887 thousand).

From 1 February to 31 July 2025, the value of short-term benefits of members of the Parent Company Supervisory Board amounted to PLN 212 thousand (in the 6-month period ended 31 July 2024: PLN 59 thousand).

## 20. LITIGATION

LPP SA is not a party to any proceedings before a court, authority competent for arbitration or public administration body concerning the liabilities or receivables with the value exceeding, individually or in total, 10% of equity of LPP SA.

The Company informs that administrative proceedings were concluded initiated by the Office of the Polish Financial Supervision Authority, concerning the imposition of a financial penalty on LPP SA pursuant to Article 96(1)(i) of the Act on Public Offerings in connection with the failure to fulfil the obligation referred to in Article 17(1) in conjunction with Article 7 of the MAR, through the failure to immediately disclose confidential information about the negotiations agreed by the parties, which ended on 10 May 2020, key terms and conditions and structure of the sale by the Company of 100% of the shares in OOO Re Trading. By its decision of 25 July 2025, the Polish Financial Supervision Authority imposed a fine on the Issuer in the amount of PLN 1,800,000. The decision was issued as part of the approval of an agreement between the Issuer and the Authority on the terms of extraordinary mitigation of sanctions.

Currently, LPP SA is a party to administrative proceedings conducted by the Polish Financial Supervision Authority concerning the imposition of an administrative penalty under Article 96(1e) of the Act of 29 July 2005 on Public Offering in connection with a suspected breach of Article 56(1)(2)(a) of the Act on Public Offering by failing to comply with the disclosure obligation in the scope of provision of periodic information related to the submission of the consolidated annual report for the 2021 financial year and the consolidated annual report for the 2022 financial year to the Polish Financial Supervision Authority, the

company operating the regulated market and to the public. The Company and the members of the Issuer's Management Board actively participate in the proceedings, presenting their position and the reasoning underlying the decisions taken.

Moreover, LPP SA is involved in an investigation initiated by the Office for Competition and Consumer Protection (UOKiK) in order to determine whether the Company, in connection with its marketing activity referring to ecological issues, has committed an infringement justifying the initiation of proceedings concerning practices infringing the collective interests of consumers. The UOKiK enquiry is part of a coordinated effort by the European antitrust authorities targeting companies in the clothing industry with regard to standards for the use of ECO labelling of clothing. At the request of the President of the Office for Competition and Consumer Protection, LPP SA submitted a wide range of explanations and evidence. At this stage the Company is not charged for applying practices violating the collective interest of consumers. In the event that the authority decides that there are grounds to attribute such practices to the Company, the maximum legally permitted level of the fine is no more than 10% of the turnover generated in the financial year preceding the imposition of the fine. The Authority has not taken any activity on this issue towards the Issuer for many months.

## 21. EVENTS AFTER THE BALANCE SHEET DAY

The damages suffered by the Company as a consequence of the fire at the CTPark Bucharest West logistics centre in June 2025 were reported to the insurers as part of the all-risk insurance. Both property losses and lost profits are covered by the policy.

The insurers jointly appointed a specialised entity to carry out the operations, which is currently conducting the liquidation proceedings to determine the cause of the loss and its extent. The Company has been informed that, based on the liquidator's recommendation, the lead co-assurer requested the other insurers to take a decision on accepting liability in principle (i.e. confirming that the damage is covered by insurance) and to pay an advance payment for insurance compensation. At the same time, the liquidator conducts the proceedings to verify the data presented by the Company regarding the extent of the damage in order to confirm the value of the compensation. The amount of property losses claimed by the Company has been estimated based on its accounts. The amount of lost profits and additional costs in the so-called "business interruption" period is monitored on an ongoing basis and will be analysed after the period has lapsed.

According to the Company, the policy covers all damaged fixed and current assets, as well as the value of lost profits and additional costs.

## 22. APPROVAL FOR PUBLICATION

These consolidated condensed interim financial statements prepared for the 6-month period ended 31 July 2025 (including the comparative data) were approved for publication by the Management Board of LPP SA on 24 September 2025.

## MANAGEMENT BOARD OF LPP SA

**MAREK PIECHOCKI**

President of the Management Board

**MARCIN BÓJKO**

Management Board Member

**SŁAWOMIR ŁOBODA**

Management Board Member

**MARCIN PIECHOCKI**

Management Board Member

**MIKOŁAJ WEZDECKI**

Management Board Member

GDAŃSK, 24 SEPTEMBER 2025





# 04

## Separate condensed interim financial statements





# Introduction

We hereby approve the separate condensed interim financial statements of LPP SA for the 6-month period ended 31 July 2025, comprising the separate condensed interim statement of comprehensive income recognising the total comprehensive income of PLN 963 million, the separate condensed interim statement of financial position recognising the total assets and liabilities in the amount of PLN 15,113

million, the separate condensed interim statement of cash flows recognising an decrease in net cash by PLN 245 million, the separate condensed interim statement of changes in equity, recognising a decrease in equity by PLN 262 million, as well as supplementary information and notes containing the description of the material accounting principles and other explanatory data.

## MANAGEMENT BOARD OF LPP SA

### MAREK PIECHOCKI

President of the Management Board

### MARCIN BÓJKO

Management Board Member

### SŁAWOMIR ŁOBODA

Management Board Member

### MARCIN PIECHOCKI

Management Board Member

### MIKOŁAJ WEZDECKI

Management Board Member

GDAŃSK, 24 SEPTEMBER 2025



## SELECTED SEPARATE CONDENSED INTERIM FINANCIAL DATA

for the 6-month period ended 31 July 2025

Selected separate financial data	PLN m		EUR m	
	Cumulatively			
	01.02.2025- 31.07.2025	01.02.2024 – 31.07.2024	01.02.2025- 31.07.2025	01.02.2024 – 31.07.2024
Revenues	8,490	7,652	2,007	1,778
Operating profit (loss)	919	814	217	189
Pre-tax profit	1,125	1,033	266	240
Net profit (loss)	963	877	228	204
Weighted average number of shares	1,855,890	1,855,355	1,855,890	1,855,355
Profit (loss) per share (in PLN)	518.89	472.69	122.68	109.85
Net cash flows from operating activities	-134	1,193	-32	277
Net cash flows from investing activities	-217	-416	-51	-97
Net cash flows from financing activities	106	-520	25	-121
Total net cash flows	-245	257	-58	60

Selected separate financial data	PLN m		EUR m	
	As at			
	31.07.2025	31.01.2025	31.07.2025	31.01.2025
Total assets	15,113	13,499	3,543	3,204
Long-term liabilities	1,508	1,694	353	402
Short-term liabilities	8,564	6,502	2,007	1,543
Equity	5,041	5,303	1,182	1,259
Share capital	4	4	1	1
Weighted average number of shares	1,855,890	1,855,624	1,855,890	1,855,624
Book value per share (in PLN)	2,716.27	2,857.80	636.71	678.33
Declared or paid dividend per share (in PLN)	660.00	610.00	154.71	144.79

## SEPARATE CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

for the 6-month period ended 31 July 2025

Statement of comprehensive income (PLN m)	Notes	1H		2Q	
		01.02.2025 – 31.07.2025	01.02.2024 – 31.07.2024	01.05.2025 – 31.07.2025	01.05.2024 – 31.07.2024
<b>Continuing operations</b>					
Revenues	5	8,490	7,652	4,284	3,990
Cost of goods sold		4,856	4,435	2,452	2,295
<b>Gross profit (loss) on sales</b>		<b>3,634</b>	<b>3,217</b>	<b>1,832</b>	<b>1,695</b>
Costs of stores and distribution		2,218	1,994	1,129	1,071
Overheads		423	403	212	210
Other operating income	6	299	28	296	15
Other operating costs	6	373	34	348	12
<b>Operating profit (loss)</b>		<b>919</b>	<b>814</b>	<b>439</b>	<b>417</b>
Financial income	7	319	294	229	239
Financial costs	7	113	75	72	52
<b>Pre-tax profit</b>		<b>1,125</b>	<b>1,033</b>	<b>596</b>	<b>604</b>
Income tax	8	162	156	66	74
<b>Net profit (loss) from continuing operations</b>		<b>963</b>	<b>877</b>	<b>530</b>	<b>530</b>
<b>Total comprehensive income</b>		<b>963</b>	<b>877</b>	<b>530</b>	<b>530</b>
Other comprehensive income					
<b>Total comprehensive income</b>		<b>963</b>	<b>877</b>	<b>530</b>	<b>530</b>
Weighted average number of shares		1,855,890	1,855,355	1,855,890	1,855,355
Diluted number of shares		1,855,890	1,855,355	1,855,890	1,855,355
<b>Net profit (loss) per share (in PLN)</b>		<b>518.89</b>	<b>472.69</b>	<b>285.58</b>	<b>285.66</b>
<b>Diluted net profit (loss) per share (in PLN)</b>		<b>518.89</b>	<b>472.69</b>	<b>285.58</b>	<b>285.66</b>





## SEPARATE CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

as at 31 July 2025

As at:					As at:				
Statement of financial position (PLN m)	Notes	31.07.2025	31.01.2025	31.07.2024	Statement of financial position (PLN m)	Notes	31.07.2025	31.01.2025	31.07.2024
<b>ASSETS</b>					<b>EQUITY AND LIABILITIES</b>				
<b>Non-current assets</b>		<b>6 602</b>	<b>5,860</b>	<b>5,618</b>	<b>Equity</b>		<b>5,041</b>	<b>5,303</b>	<b>4,537</b>
1. Tangible fixed assets	9	1,449	1,432	1,284	1. Share capital	15	4	4	4
2. Right of use assets		1,326	1,257	1,160	2. Share premium		364	364	364
3. Intangible assets		400	347	281	3. Other reserves		3,374	2,957	2,956
4. Goodwill		180	180	180	4. Retained earnings		1,299	1,978	1,213
5. Trade mark		78	78	78	<b>Long-term liabilities</b>		<b>1,508</b>	<b>1,694</b>	<b>1,578</b>
6. Investments in subsidiaries	10	1,771	1,767	1,714	1. Bank loans and borrowings	16	381	619	552
7. Long-term receivables		733	148	257	2. Lease liabilities		1,113	1,063	1,011
8. Deferred tax assets		122	123	134	3. Employee benefits		2	2	1
9. Pre-payments		3	3	3	4. Accruals		12	10	14
10. Other financial assets	13	540	525	527	<b>Short-term liabilities</b>		<b>8,564</b>	<b>6,502</b>	<b>6,795</b>
<b>Current assets</b>		<b>8,511</b>	<b>7,639</b>	<b>7,292</b>	1. Trade and other liabilities		5,443	5,174	5,339
1. Inventory	11	4,326	3,894	3,262	2. Dividend liabilities		612	0	601
2. Trade receivables		2,392	2,114	1,856	3. Contract liabilities		21	26	18
3. Short-term receivables		374	178	99	4. Refund liabilities		72	59	64
4. Receivables from income tax		0	0	0	5. Bank loans and borrowings	16	1,834	550	236
5. Other non-financial assets		2	12	9	6. Lease liabilities		465	441	398
6. Pre-payments		28	31	29	7. Employee benefits		21	50	41
7. Other financial assets	13	289	66	212	8. Income tax liabilities		37	148	63
8. Deposits and mutual funds	12	870	865	822	9. Accruals		59	54	35
9. Cash and cash equivalents		230	479	1,003	<b>TOTAL equity and liabilities</b>		<b>15,113</b>	<b>13,499</b>	<b>12,910</b>
<b>TOTAL Assets</b>		<b>15,113</b>	<b>13,499</b>	<b>12,910</b>					

## SEPARATE CONDENSED INTERIM STATEMENT OF CASH FLOWS

for the 6-month period ended 31 July 2025

Statement of cash flows (PLN m)	Notes	1H		2Q	
		01.02.2025 – 31.07.2025	01.02.2024 – 31.07.2024	01.05.2025 – 31.07.2025	01.05.2024 – 31.07.2024
<b>A. Cash flows from operating activities – indirect method</b>					
I. Pre-tax profit (loss)		1,125	1,033	596	604
<b>II. Total adjustments</b>		<b>-1,259</b>	<b>160</b>	<b>-412</b>	<b>203</b>
1. Amortisation and depreciation		332	282	170	144
2. Foreign exchange (gains) losses		2	7	4	4
3. Interest and dividends		20	-9	-14	-22
4. (Profit) loss on investing activities		-15	8	-25	1
5. Income tax paid		-272	-40	-74	16
6. Change in provisions and employee benefits		-29	-5	0	18
7. Change in inventory		-431	-808	-536	-778
8. Change in receivables and other assets		-1,219	-449	-235	-26
9. Change in short-term liabilities, excluding bank loans and borrowings		344	1,170	269	829
10. Change in prepayments and accruals		9	3	29	17
11. Other adjustments		0	1	0	0
<b>III. Net cash flows from operating activities</b>		<b>-134</b>	<b>1,193</b>	<b>184</b>	<b>807</b>
<b>B. Cash flows from investing activities</b>					
<b>I. Inflows</b>		<b>100</b>	<b>109</b>	<b>86</b>	<b>84</b>
1. Disposal of intangible and fixed assets		29	29	21	16
2. From financial assets, including:		71	80	65	68
a) in associates		71	80	65	68
– dividends		64	48	64	48
– repayment of loans granted		5	28	0	18
– interest		2	4	1	2
b) in other entities		0	0	0	0
3. Other investing inflows	13	0	0	0	0

<b>II. Outflows</b>		<b>317</b>	<b>525</b>	<b>142</b>	<b>122</b>
1. Purchase of intangible and PPE assets		295	208	132	99
2. For financial assets, including:		22	65	10	23
a) in associates		22	65	10	23
– purchase of shares		9	10	6	1
– loans granted		13	55	4	22
b) in other entities		0	0	0	0
3. Other investing outflows (investment funds)	13	0	252	0	0
<b>III. Net cash flows from investing activities</b>		<b>-217</b>	<b>-416</b>	<b>-56</b>	<b>-38</b>
<b>C. Cash flows from financing activities</b>					
<b>I. Inflows</b>		<b>1,313</b>	<b>285</b>	<b>255</b>	<b>116</b>
1. Proceeds from issuance of shares		0	0	0	0
2. Bank loans and borrowings		1,313	285	255	116
<b>II. Outflows</b>		<b>1,207</b>	<b>805</b>	<b>425</b>	<b>149</b>
1. Dividends and other payments to owners		612	529	0	0
2. Repayment of bank loans and borrowings		274	20	256	13
3. Financial lease liabilities paid		234	214	117	108
4. Interest		87	42	52	28
5. Other financial outflows		0	0	0	0
<b>III. Net cash flows from financing activities</b>		<b>106</b>	<b>-520</b>	<b>-170</b>	<b>-33</b>
<b>D. Total net cash flows</b>		<b>-245</b>	<b>257</b>	<b>-42</b>	<b>736</b>
<b>E. Balance sheet change in cash, including:</b>		<b>-249</b>	<b>252</b>	<b>-47</b>	<b>733</b>
– change in cash due to currency translation		-4	-5	-5	-3
<b>F. Opening balance of cash</b>		<b>407</b>	<b>675</b>	<b>204</b>	<b>196</b>
<b>G. Closing balance of cash</b>		<b>162</b>	<b>932</b>	<b>162</b>	<b>932</b>

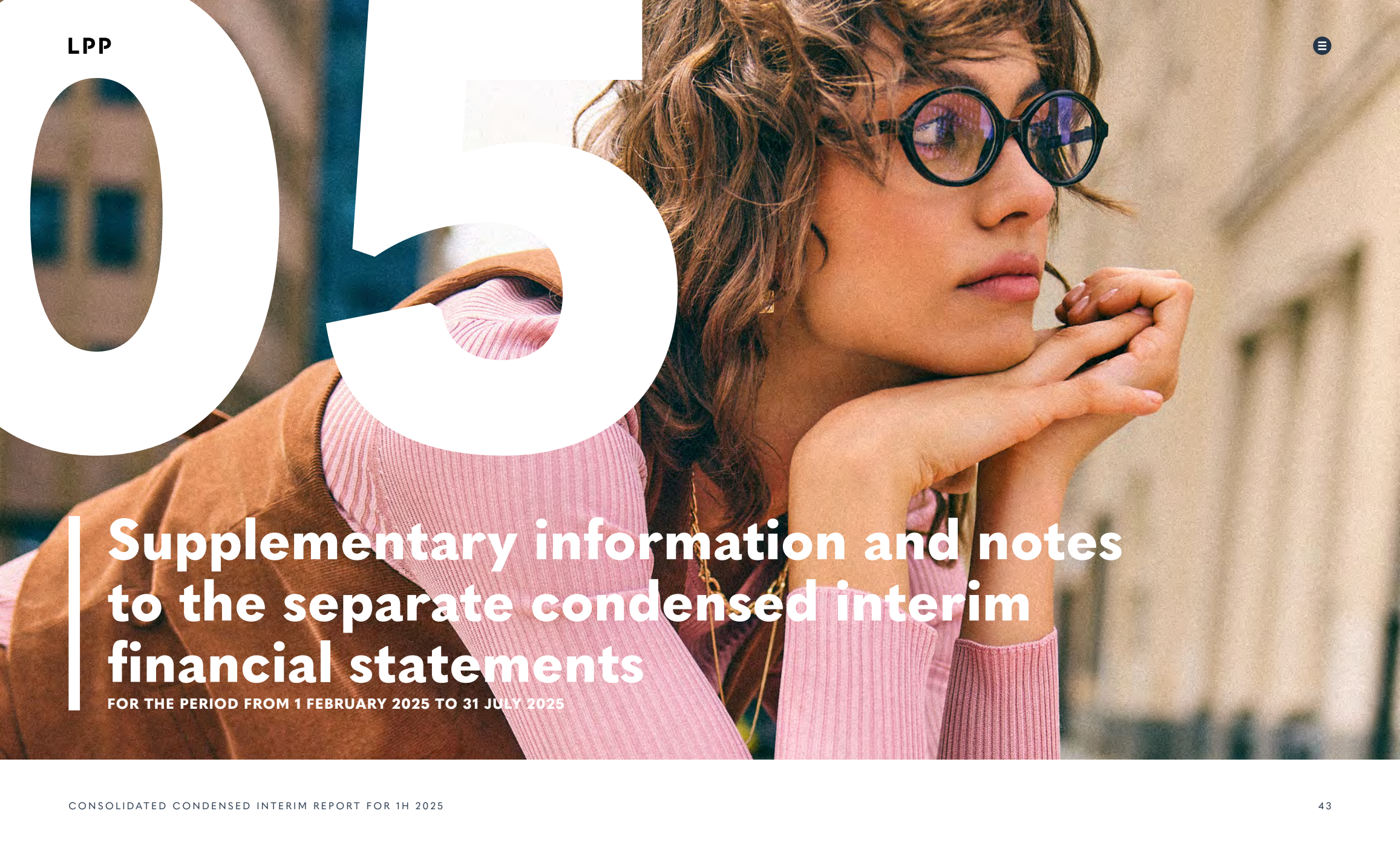


## SEPARATE CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

for the 6-month period ended 31 July 2025

Statement of changes in equity (PLN m)	Share capital	Share premium	Other reserves	Retained earnings	TOTAL equity
<b>As at 1 February 2025</b>	<b>4</b>	<b>364</b>	<b>2,957</b>	<b>1,978</b>	<b>5,303</b>
Remuneration paid in shares	0	0	0	0	0
Distribution of profit for 2024	0	0	417	-417	0
Dividend paid	0	0	0	-1,225	-1,225
<b>Transaction with owners</b>	<b>0</b>	<b>0</b>	<b>417</b>	<b>-1,642</b>	<b>-1,225</b>
Net profit for 1H 2025	0	0	0	963	963
<b>Total comprehensive income</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>963</b>	<b>963</b>
<b>As at 31 July 2025</b>	<b>4</b>	<b>364</b>	<b>3,374</b>	<b>1,299</b>	<b>5,041</b>
<b>As at 1 February 2024</b>	<b>4</b>	<b>364</b>	<b>2,460</b>	<b>1,962</b>	<b>4,790</b>
Remuneration paid in shares	0	0	2	0	2
Distribution of profit for 2023	0	0	494	-494	0
Dividend paid	0	0	0	-1,132	-1,132
<b>Transaction with owners</b>	<b>0</b>	<b>0</b>	<b>496</b>	<b>-1,626</b>	<b>-1,130</b>
Net profit for 1H 2024	0	0	0	877	877
<b>Total comprehensive income</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>877</b>	<b>877</b>
<b>As at 31 July 2024</b>	<b>4</b>	<b>364</b>	<b>2,956</b>	<b>1,213</b>	<b>4,537</b>





# Supplementary information and notes to the separate condensed interim financial statements

FOR THE PERIOD FROM 1 FEBRUARY 2025 TO 31 JULY 2025



## 1. GENERAL INFORMATION

LPP SA (hereinafter referred to as “LPP”, “Company”) is a joint-stock company with publicly traded shares.

The Company is recorded in the register of entrepreneurs of the National Court Register in the District Court for Gdańsk-North in Gdańsk, 7<sup>th</sup> Economic Department of the National Court Register, under the KRS number 0000000778. The Company has been assigned the statistical number REGON 190852164.

The Company’s registered office is located at ul. Łąkowa 39/44 in Gdańsk (80-769).

LPP SA is a company involved in the design and distribution of clothing in Poland, the European countries and in the Middle East. The basic products of the Company are designated with the following trademarks: Sinsay, Reserved, Cropp, House and Mohito.

These separate condensed interim financial statements of the Company for the 6-month period ended 31 July 2025 were approved by the Management Board of for publication on 24 September 2025.

## 2. BASIS FOR PREPARATION OF THE SEPARATE CONDENSED INTERIM FINANCIAL STATEMENTS AND KEY ACCOUNTING PRINCIPLES

### 2.1. BASIS FOR PREPARATION

These separate condensed interim financial statements have been prepared in accordance with International Accounting Standard no. 34, Interim Financial Reporting (“IAS 34”) approved by the European Union.

The separate condensed interim financial statements of LPP SA do not comprise all the information and disclosures required in the annual financial statements and should be read in conjunction with the separate financial statements of the Company for the year ended 31 January 2025 approved for publication on 2 April 2025.

The reporting currency of these consolidated condensed interim financial statements is Polish zloty and unless provided otherwise, all amounts are expressed in PLN million.

The data presented in these financial statements for the 6-month period ended 31 July 2025 have been subject to the interim review by the statutory auditor. The consolidated statement of comprehensive income and notes thereto comprise also data for 2Q, i.e. for the 3-month period ended 30 April 2025 and the comparative data for the 3-month period ended 30 April 2024 which has neither been reviewed nor audited by the statutory auditor.

In the periods covered by these separate condensed interim financial statements, the following PLN/EUR exchange rates fixed by the National Bank of Poland were applied for the conversion of selected financial data:

- the exchange rate effective as at the last day of the reporting period: 31 July 2025 – PLN/EUR 4.2661 and 31 January 2025 – PLN/EUR 4.2130,
- the average exchange rate for the period, calculated as an arithmetic mean of the rates effective as at the last day of each month in a given period: 01.02. – 31.07.2025 – PLN/EUR 4.2297, 01.02. – 31.07.2024 – PLN/EUR 4.3029.

These separate condensed interim financial statements have been prepared under the assumption that the Company will continue as a going concern for the foreseeable future despite



the occurrence of the following circumstances affecting the continuation of the Company's activities in the near future.

## 2.2. CHANGES IN ESTIMATES AND ASSUMPTIONS

When drawing up these separate condensed interim financial statements, the Management Board of the Company is driven by judgement in making estimates and assumptions that have an impact on accounting principles applied and the reported amounts of assets, liabilities, income and costs. Actual values may differ from those estimated by the Management Board.

Information on estimates and assumptions significant for the financial statements were presented in the separate financial statements for the financial year ended 31 January 2025. Furthermore, in these separate condensed interim financial statements, the Company presented the impact of assumptions adopted by the Management Board on estimated revaluation write-offs (note 13).

## 2.3. ACCOUNTING PRINCIPLES

These separate condensed interim financial statements were prepared in accordance with the accounting principles presented in the last consolidated financial statements of the LPP SA for the year ended 31 January 2025.

## 3. ADJUSTMENTS OF ERRORS AND CHANGES IN ACCOUNTING PRINCIPLES

The separate condensed interim financial statements do not comprise any adjustments of errors from previous years or a change in accounting principles.

## 4. SEASONALITY OF OPERATIONS

Seasonality in sales is characteristic for the entire clothing market both in Poland and abroad. The gross profit margin generated in the period of selling a new collection at regular prices is usually higher than the margin recorded during sell-offs. Such situation affects disproportions in the level of margins generated in individual calendar quarters (with the highest margins in 2Q and 4Q and the lowest in 1Q and 3Q). In order to avoid major differences in margins between quarters, the Company changed its financial year by adjusting it to the collection calendar consequently mitigating the impact of sell-offs and seasonality on margins of individual calendar quarters.

## 5. REVENUE FROM CONTRACTS WITH CUSTOMERS

The table below presents revenues from contracts with customers broken down by categories that most accurately reflect the nature of cooperation and management analyses.

PLN m	1H		2Q	
	01.02.2025 – 31.07.2025	01.02.2024 – 31.07.2024	01.05.2025 – 31.07.2025	01.05.2024 – 31.07.2024
<b>Type of sales</b>				
<b>Sales of goods, including:</b>	<b>8,471</b>	<b>7,643</b>	<b>4,274</b>	<b>3,985</b>
<i>E-commerce</i>	2,023	1,678	1,008	878
Sale of services	19	9	10	5
<b>Total</b>	<b>8,490</b>	<b>7,652</b>	<b>4,284</b>	<b>3,990</b>
<b>Brand</b>				
Sinsay	4,640	3,534	2,287	1,774
Reserved	2,348	2,037	1,204	1,100
Cropp	447	506	239	281
House	501	507	269	280
Mohito	522	531	269	266
Other	32	537	16	289
<b>Total</b>	<b>8,490</b>	<b>7,652</b>	<b>4,284</b>	<b>3,990</b>

The Company has no contracting party with the revenues exceeding 10% of all revenues.

## 6. OTHER OPERATING INCOME AND COSTS

Other operating income (PLN m)	1H		2Q	
	01.02.2025 – 31.07.2025	01.02.2024 – 31.07.2024	01.05.2025 – 31.07.2025	01.05.2024 – 31.07.2024
Profit on disposal of non-financial tangible fixed assets	0	0	0	0
Subsidies	0	0	0	0
Revaluation of assets, including:	0	20	0	11
– revaluation of write-offs on receivables net	0	20	0	11
– revaluation write-offs on non-current assets net	0	0	0	0
Other operating income, including:	299	8	296	4
– disposal of lease contracts	0	1	0	0
– compensations	293	1	293	0
<b>Total</b>	<b>299</b>	<b>28</b>	<b>296</b>	<b>15</b>

In connection with the fire on 29 June 2025 on the premises of warehouses in Romania leased by LPP Logistics Romania SRL, the Company made a relevant estimate of lost goods, the value of which amounted to PLN 293 million and was recognised in other operating expenses as losses in current assets.

The Group has an active all risk insurance policy and it is also covered by business interruption (BI) insurance.

Due to the policy held which fully covers property losses, the Group estimated the value of the future compensation equivalent to the property loss in the amount of PLN 293 million, which was presented in other operating income in the Compensation line.

Other operating costs (PLN m)	1H		2Q	
	01.02.2025 – 31.07.2025	01.02.2024 – 31.07.2024	01.05.2025 – 31.07.2025	01.05.2024 – 31.07.2024
Loss on disposal of non-financial tangible fixed assets	0	0	0	0
Revaluation of non-financial assets, including:	34	0	30	0
– value of net write-downs on receivables	34	0	30	0
– value of net fixed asset write-downs	0	0	0	0
Other operating costs, including:	339	34	318	12
– donations	3	3	0	1
– losses on non-current assets	332	25	317	9
– costs of renovations, repairs, and losses in curred assets	2	2	1	1
<b>Total</b>	<b>373</b>	<b>34</b>	<b>348</b>	<b>12</b>



## 7. FINANCIAL INCOME AND COSTS

Financial income (PLN m)	1H		2Q	
	01.02.2025 – 31.07.2025	01.02.2024 – 31.07.2024	01.05.2025 – 31.07.2025	01.05.2024 – 31.07.2024
Interest, including:	18	18	8	11
– on deposits	5	2	2	2
– on loans and receivables	13	11	6	6
– other	0	5	0	3
Valuation of units in funds	12	19	8	10
Dividends	279	215	254	199
Other financial income, including:	10	42	-41	19
– currency translation balance	10	0	-20	-1
– discount	0	42	-21	20
<b>Total</b>	<b>319</b>	<b>294</b>	<b>229</b>	<b>239</b>

Financial costs (PLN m)	1H		2Q	
	01.02.2025 – 31.07.2025	01.02.2024 – 31.07.2024	01.05.2025 – 31.07.2025	01.05.2024 – 31.07.2024
Interest expenses – bank credits and loans	65	21	38	12
Interest expenses – bonds	0	5	0	2
Interest expenses – budgetary and other	0	0	0	0
Interest expenses – lease liabilities	26	16	14	9
Revaluation of investments	5	3	5	0
Other financial costs, including:	17	30	15	29
– bank commission	3	4	1	3
– discount	14	0	14	0
– currency translation balance	0	26	0	26
<b>Total</b>	<b>113</b>	<b>75</b>	<b>72</b>	<b>52</b>

## 8. INCOME TAX

Income tax (PLN m)	1H		2Q	
	01.02.2025 – 31.07.2025	01.02.2024 – 31.07.2024	01.05.2025 – 31.07.2025	01.05.2024 – 31.07.2024
Current income tax	161	130	75	60
Deferred income tax	1	26	-9	14
<b>Total</b>	<b>162</b>	<b>156</b>	<b>66</b>	<b>74</b>

## 9. TANGIBLE FIXED ASSETS

### PURCHASE AND SALE

In the 6-month period ended 31 July 2025, the Group purchased tangible fixed assets worth PLN 187 million (in the 6-month period ended 31 July 2024: PLN 160 million). These were mainly investments related to the development of new stores.

In the 6-month period ended 31 July 2025, the Company sold tangible fixed assets with the net value of PLN 61 million (in the 6-month period ended 31 July 2024: PLN 1 million).

### IMPAIRMENT WRITE-OFFS

In the period ended 31 July 2025, LPP SA did not recognise any additional impairment write-offs on tangible fixed assets (in the 6-month period ended 31 July 2024: no write-offs). At the same time, an impairment write-off in the amount of PLN 1 million was used in 2025 (in

the 6-month period ended 31 July 2024, the use of the write-off: PLN 2 million).

### CONTRACTUAL LIABILITIES RELATED TO THE PURCHASE OF TANGIBLE FIXED ASSETS

As at the balance sheet date, the LPP SA has contractual liabilities related to the purchase of tangible fixed assets in the amount of PLN 46 million.

In comparative periods, the following figures were recognised:

- 31.07.2024 – the amount of PLN 38 million
- 31.07.2024 – the amount of PLN 65 million

## 10. INVESTMENTS IN SUBSIDIARIES

The value of shares in subsidiaries and additional contributions to their share capitals according to their purchase price, as well as changes in individual periods were as follows:

Investments in subsidiaries (PLN m)	Shares	Contributions to share capital
<b>Balance as at 1 February 2025</b>	<b>1,327</b>	<b>504</b>
– increase	9	0
– decrease	0	0
<b>Balance as at 31 July 2025</b>	<b>1,336</b>	<b>504</b>
<b>Balance as at 1 February 2024</b>	<b>1,267</b>	<b>504</b>
– increase	10	0
– decrease	3	0
<b>Balance as at 31 July 2024</b>	<b>1,274</b>	<b>504</b>

In the current period, an increase was recorded in the value of shares in subsidiaries due to the establishment of new subsidiaries in Uzbekistan, Azerbaijan and Georgia. At the same time, LPP SA created a write-off on shares in the amount of PLN 5 million. The write-off related to a subsidiary in Spain in connection with its planned closure.

The value of revaluation write-offs and the contributions to the share capital of subsidiaries as well as changes in individual periods were as follows:

Revaluation write-off (PLN m)	Revaluation write-off on shares	Revaluation write-off on contributions to share capital
<b>Balance as at 1 February 2025</b>	<b>64</b>	<b>0</b>
– increase	5	0
– decrease	0	0
<b>Balance as at 31 July 2025</b>	<b>69</b>	<b>0</b>
<b>Balance as at 1 February 2024</b>	<b>67</b>	<b>0</b>
– increase	0	0
– decrease	3	0
<b>Balance as at 31 July 2024</b>	<b>64</b>	<b>0</b>

## 11. INVENTORY

In the 6-month period ended 31 July 2025, the Company recognised an additional impairment write-off on inventories to their recoverable amount in the amount of PLN 12 million (in the 6-month period ended 31 July 2024, a reversal of PLN 39 million). This amount was recognised in the item “Cost of goods sold”.

The value of inventories consists mainly of trade goods. A detailed inventory structure is presented in the table below:

Inventory – carrying amount (PLN m)	31.07.2025	31.01.2025
Materials	8	6
Goods	4,281	3,858
Right of return assets	37	30
<b>Total</b>	<b>4,326</b>	<b>3,894</b>

## 12. DEPOSITS

Deposits and mutual funds (PLN m)	31.07.2025	31.01.2025
Participation units in funds	813	865
Security deposits	57	0
<b>Total</b>	<b>870</b>	<b>865</b>

Item 2 Deposits relate to hedging of forward contracts.

The measurement of the aforementioned instruments is included in level 2 of the fair value hierarchy in relation to participation units in unlisted funds.



### 13. OTHER FINANCIAL ASSETS

Other financial assets (PLN m)	31.07.2025	31.01.2025
<b>Non-current assets</b>		
Other receivables	2	2
Loans granted	538	523
<b>Other long-term financial assets</b>	<b>540</b>	<b>525</b>
<b>Current assets</b>		
Other receivables	1	19
Receivables from payment card operators	21	18
Loans granted	27	23
Forward contract valuation	8	6
Dividend receivables	232	0
<b>Other short-term financial assets</b>	<b>289</b>	<b>66</b>
<b>Other financial assets total</b>	<b>829</b>	<b>591</b>

Measurement of the aforementioned instruments is included in level 2 of the fair value hierarchy.

### 14. REVALUATION WRITE-OFFS ON OTHER ASSETS

Revaluation write-off on tangible fixed assets (PLN m)	01.02.2025 – 31.07.2025	01.02.2024 – 31.07.2024
Opening balance	14	22
Write-offs recognised as cost in the period	0	0
Write-offs used in the period	0	2
Write-offs reversed in the period	0	0
<b>Closing balance</b>	<b>14</b>	<b>20</b>

Revaluation write-offs on receivables (PLN m)	01.02.2025 – 31.07.2025	01.02.2024 – 31.07.2024
Opening balance	64	70
Write-offs recognised as cost in the period	35	3
Write-offs used in the period	0	0
Write-offs reversed in the period	1	23
<b>Closing balance</b>	<b>98</b>	<b>50</b>

### 15. SHARE CAPITAL

As at 31 July 2025, the capital of the Company amounted to PLN 3.7 million and remained unchanged compared to 31 January 2025. The share capital of the Company was divided into 1,855,890 shares of the nominal value of PLN 2 per share.

The shareholding structure of the Parent Company as at 31 July 2025 is presented in the table below.

Shareholder	Number of shares held (pcs.)	Shareholding	Number of votes at the GM	Share in the total number of votes at the GM	Nominal value of share
Semper Simul Foundation*	578,889	31.2%	1,978,889	60.8%	1,157,778
Other shareholders	1,277,001	68.8%	1,277,001	39.2%	2,554,002
<b>Total</b>	<b>1,855,890</b>	<b>100.0%</b>	<b>3,255,890</b>	<b>100.0%</b>	<b>3,711,780</b>

\*The Semper Simul Foundation is closely associated with Mr Marek Piechocki (Article 3(1)(26)(d) MAR)

### 16. BANK LOANS AND TRADE LIABILITIES

In the balance sheet period ended 31 July 2025, LPP SA did not sign or launch any new bank loan agreement. As at the balance sheet day, the Company recognised debt due to investment loans in the amount of PLN 75 million.

As at the balance sheet date of 31 July 2025, the liabilities, including trade liabilities, amounted to PLN 5,443 million and they increased by ca 5% compared to 31 January 2025. This growth resulted from increased purchases in connection with the opening and replenishment of new traditional and online stores.

As at 31 July 2025, the Group had trade liabilities towards HSBC, Santander Polska SA, Pekao SA, PKO BP SA, ING SA and BNP Paribas banks due to supplier financing programmes, i.e. The reverse factoring. According to the rules of reversed factoring, after presenting a purchase invoice, the bank factor paid liabilities owed to the supplier in line with a previously agreed time schedule.

The limits available to the Group in the aforementioned banks in the scope of reverse factoring amount to USD 425 million – fixed until 30 November 2025 and USD 1,269 million – fixed for an indefinite period of time, with the total value of PLN 6.3 billion. As at 31 July 2025 their use amounted to PLN 3.8 billion.

## 17. CONTINGENT LIABILITIES AND ASSETS

In 1H 2025, the LPP Group companies used bank guarantees to secure the payment of rent for the leased floorspace for brand stores, offices and a warehouse.

As at 31 July 2025, the total value of bank guarantees issued at the request and under the responsibility of LPP amounted to PLN 394 million, of which:

- The value of guarantees issued to secure agreements concluded by LPP SA amounted to PLN 96 million
- The value of guarantees issued to secure agreements concluded by consolidated affiliates amounted to PLN 270 million
- The value of guarantees issued to secure agreements for the lease of warehouse and office space concluded by LPP SA amounted to PLN 28 million.

In same period, the Company also received guarantees. These guarantees served as collateral for payments from a contracting party. As at 31 July 2025, their value amounted to PLN

16 million. As at 31 July 2025, the value of guarantees granted by the parent Company amounted to PLN 256 million. In the opinion of the Management Board, any outflow of funds recognised in off-balance sheet/ contingent liabilities is unlikely. The majority of these liabilities involve guarantees securing payment of rent by the LPP Group entities. In the reporting period, neither the Issuer nor any of its subsidiaries granted any sureties for bank loans or credits or any guarantees, jointly to a single entity or such entity's subsidiary, of a value exceeding 10.0% of the Issuer's equity.

## 18. DIVIDENDS PAID AND OFFERED FOR PAYMENT

On 11 July 2025, the General Meeting of Shareholders of LPP SA, by Resolution No. 19, decided to allocate part of the profit generated for the year ended 31 January 2025 to the payment of dividend in the total amount of PLN 1,225 million, i.e. PLN 660 per share, with the dividend payment split into two parts. The dividend advance was paid on 28 April 2025 in the amount of PLN 612 million, i.e. PLN 330 per share. The second tranche of the dividend will amount to PLN 612 million, i.e. PLN 330 per share, to be paid on 31 October 2025. The dividend record date was set for 10 October 2025.

In the comparative period, on 12 July 2024, the General Meeting of Shareholders of LPP SA, by Resolution No. 21, decided to allocate part of the profit generated for the year ended 31 January 2024 to the payment of dividend in the total amount of PLN 1,132 million, i.e. PLN 610 per share, with the dividend payment split into two parts. The dividend advance was paid on 30 April 2024 in the amount of PLN 529 million, i.e. PLN 285 per share. The second tranche of the dividend amounted

to PLN 603 million, i.e. PLN 325 per share, and it was paid on 30 October 2024. The dividend record date was set for 11 October 2024.

## 19. TRANSACTIONS WITH RELATED PARTIES

The LPP SA's related parties include:

- Polish and foreign companies controlled by LPP SA through direct shareholdings,
- key management officers of the LPP SA Group and their close family members,
- entities where persons classified as key personnel or their close family members exercise control or have significant influence.

### 19.1. REMUNERATION OF KEY MANAGEMENT OFFICERS OF LPP SA

The Company recognises members of the Parent Company Management Board and the Supervisory Board as key management officers.

From 1 February to 31 July 2025, the value of short-term benefits of members of the Parent Company Management Board amounted to PLN 2,855 thousand (in the 6-month period ended 31 July 2024: PLN 2,887 thousand).

From 1 February to 31 July 2025, the value of short-term benefits of members of the Parent Company Supervisory Board amounted to PLN 212 thousand (in the 6-month period ended 31 July 2024: PLN 59 thousand).

## 19.2. TRANSACTIONS WITH RELATED PARTIES

Related parties (PLN m)	Liabilities as at 31 July 2025	Loans received as at 31 July 2025	Receivables as at 31 July 2025	Loans granted as at 31 July 2025	Revenues for the period from 1 February to 31 July 2025	Purchases for the period from 1 February to 31 July 2025
Domestic subsidiaries	367	0	331	237	10	1,254
Foreign subsidiaries	21	347	1,990	328	3,630	134
<b>Total</b>	<b>388</b>	<b>347</b>	<b>2,321</b>	<b>565</b>	<b>3,640</b>	<b>1,388</b>

Related parties (PLN m)	Liabilities as at 31 July 2024	Loans received as at 31 July 2024	Receivables as at 31 July 2024	Loans granted as at 31 July 2024	Revenues for the period from 1 February to 31 July 2024	Purchases for the period from 1 February to 31 July 2024
Domestic subsidiaries	377	252	3	242	8	1,057
Foreign subsidiaries	50	228	1,179	303	2,805	135
<b>Total</b>	<b>427</b>	<b>480</b>	<b>1,182</b>	<b>545</b>	<b>2,813</b>	<b>1,192</b>

The figures provided in the tables above illustrate only mutual transactions between LPP SA and its related parties and are presented from the Parent Company's perspective.

The data presented as liabilities of LPP SA are receivables in related parties while purchases represent revenues of the companies presented.

All transactions with related parties are concluded on an arm's length basis.

Revenues generated by domestic subsidiaries result from the rental of office space for the purpose of their business operations and business-related services, while revenues gained by foreign subsidiaries arise from the sale of goods and services.

Purchases from domestic subsidiaries relate to the purchase of logistics and transport services as well as employing personnel in facilities where Sinsay, Reserved, Cropp, Mohito and House stores operate, whereas purchases from foreign subsidiaries relate mainly to the purchase of logistics and warehousing services.

## 20. DISCONTINUED OPERATIONS

No discontinued operations occurred in the current period.

## 21. LITIGATION

LPP SA is not a party to any proceedings before a court, authority competent for arbitration or public administration body concerning the liabilities or receivables with the value exceeding, individually or in total, 10% of equity of LPP SA.

The Company informs that administrative proceedings were concluded initiated by the Office of the Polish Financial Supervision Authority, concerning the imposition of a financial penalty on LPP SA pursuant to Article 96(1)(i) of the Act on Public Offerings in connection with the failure to fulfil the obligation referred to in Article 17(1) in conjunction with Article 7 of the MAR, through the failure to immediately disclose confidential information about the negotiations agreed by the parties, which ended on 10 May 2020, key terms and conditions and structure of the sale by the Company of 100% of the shares in OOO Re Trading. By its decision of 25 July 2025, the Polish Financial Supervision Authority imposed a fine on the Issuer in the amount of PLN 1,800,000. The decision was issued as part of the approval of an agreement between the Issuer and the Authority on the terms of extraordinary mitigation of sanctions.

Currently, LPP SA is a party to administrative proceedings conducted by the Polish Financial Supervision Authority concerning the imposition of an administrative penalty under Article 96(1e) of the Act of 29 July 2005 on Public Offering in connection with a suspected breach of Article 56(1)(2)(a) of the Act on Public Offering by undue performance of the disclosure obligation with regard to periodic information related to the submission of the consolidated annual report for the financial year 2021 and the consolidated annual report for the financial year 2022 to the Polish Financial Supervision Authority, the company operating the regulated market and to the public. The Company and members of the Issuer's Management Board take an active part in the proceedings, presenting their position and reasoning behind the decisions made.

Moreover, LPP SA is involved in an investigation initiated by the Office for Competition and Consumer Protection (UOKiK) in order to determine whether the Company, in connection with its marketing activity referring to ecological issues, has



committed an infringement justifying the initiation of proceedings concerning practices infringing the collective interests of consumers. The UOKiK enquiry is part of a coordinated effort by the European antitrust authorities targeting companies in the clothing industry with regard to standards for the use of ECO labelling of clothing. At the request of the President of the Office for Competition and Consumer Protection, LPP SA submitted a wide range of explanations and evidence. At this stage the Company is not charged for applying practices violating the collective interest of consumers. In the event that the authority decides that there are grounds to attribute such practices to the Company, the maximum legally permitted level of the fine is no more than 10% of the turnover generated in the financial year preceding the imposition of the fine. The Authority has not taken any activity on this issue towards the Issuer for many months.

## 22. EVENTS AFTER THE BALANCE SHEET DAY

The damages suffered by the Company as a consequence of the fire at the CTPark Bucharest West logistics centre in June 2025 were reported to the insurers as part of the all-risk insurance. Both property losses and lost profits are covered by the policy. The insurers jointly appointed a specialised entity to carry out the operations, which is currently conducting the

liquidation proceedings to determine the cause of the loss and its extent. The Company has been informed that, based on the liquidator's recommendation, the lead co-assurer requested the other insurers to take a decision on accepting liability in principle (i.e. confirming that the damage is covered by insurance) and to pay an advance payment for insurance compensation. At the same time, the liquidator conducts the proceedings to verify the data presented by the Company regarding the extent of the damage in order to confirm the value of the compensation. The amount of property losses claimed by the Company has been estimated based on its accounts. The amount of lost profits and additional costs in the so-called "business interruption" period is monitored on an ongoing basis and will be analysed after the period has lapsed.

According to the Company, the policy covers all damaged fixed and current assets, as well as the value of lost profits and additional costs.

## 23. APPROVAL FOR PUBLICATION

These condensed interim financial statements prepared for the 6-month period ended 31 July 2025 (including the comparative data) were approved for publication by the Management Board of LPP SA on 24 September 2025.

## MANAGEMENT BOARD OF LPP SA

**MAREK PIECHOCKI**

President of the Management Board

**MARCIN BÓJKO**

Management Board Member

**SŁAWOMIR ŁOBODA**

Management Board Member

**MARCIN PIECHOCKI**

Management Board Member

**MIKOŁAJ WEZDECKI**

Management Board Member

GDAŃSK, 24 SEPTEMBER 2025





# 06

## | Statement of the Management Board

# Declaration of the Management Board

In accordance with the requirements set forth in the Regulation of the Council of Ministers of 29 March 2018 on the current and interim information provided by issuers of securities and the terms and conditions for recognising information required under the laws of an EU non-member state as equivalent, the Management Board of LPP SA declares as follows:

- to the best of the Management Board's knowledge, the semi-annual consolidated report of the Management Board on the operations of the Issuer's Group provides an accurate presentation of the development, achievements and standing of LPP SA Group, including a description of basic risks and threats,
- to the best of the Management Board's knowledge, the consolidated condensed interim financial statements and the comparative data have been prepared in accordance with the accounting principles currently in force and provide an accurate, reliable and clear presentation of the economic and financial standing of LPP SA Group and its financial result,
- to the best of the Management Board's knowledge, the separate condensed interim financial statements and the comparative data have been prepared in accordance with accounting principles currently in force and provide an accurate, reliable and clear presentation of the economic and financial standing of LPP SA Group and its financial result.

GDAŃSK, 24 SEPTEMBER 2025

## MANAGEMENT BOARD OF LPP SA

**MAREK PIECHOCKI**

President of the Management Board

**MARCIN BÓJKO**

Management Board Member

**SŁAWOMIR ŁOBODA**

Management Board Member

**MARCIN PIECHOCKI**

Management Board Member

**MIKOŁAJ WEZDECKI**

Management Board Member





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