

**CAPITAL GROUP OF
INTER CARS**

*Quarterly report including interim consolidated
report on the activities of the Inter Cars S.A. Capital Group
for the period of 9 months ended on
30 September 2021*



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Selected consolidated financial data of the Inter Cars Group

	<i>for the period of 9 months ended on 30 September</i>			
	2021	2020	2021	2020
	in thousand PLN	in thousand PLN	EUR '000	EUR '000
Information on growth and profits				
Sales revenues	8,752,382	6,563,018	1,920,014	1,477,492
Sales margin	30.5%	30.2%		
EBITDA	710,039	425,565	155,762	95,805
EBITDA as percentage of sales	8.11%	6.48%		
EBITDA (for 12 consecutive months)	922,700	506,442	202,413	114,012
Net debt / EBITDA	1.39	1.98		
Basic earnings per share (PLN)	33.45	15.70	7.34	3.53
Diluted earnings per share (PLN)	33.45	15.70	7.34	3.53
Operating profit	614,828	328,145	134,875	73,873
Net profit	473,861	222,397	103,951	50,067
Cash flows				
Operating cash flows	(32,488)	473,137	(7,127)	106,514
Investing cash flows	(52,171)	(36,326)	(11,445)	(8,178)
Financing cash flows	102,144	(326,519)	22,407	(73,507)
Employment and branches				
Employees				
Parent company	712	642		
Subsidiaries	2,782	2,667		
Branches				
Parent company	243	240		
Subsidiaries	331	319		

	As at		As at	
	30/09/2021	31/12/2020	30/09/2021	31/12/2020
	in thousand PLN	in thousand PLN	EUR '000	EUR '000
Consolidated statement of the financial situation				
Cash and cash equivalents	251,291	233,806	54,241	50,664
Balance sheet total	6,119,457	4,678,851	1,320,870	1,013,879
Loans, borrowings and finance lease	1,532,672	1,321,339	330,823	286,326
Equity attributable to the shareholders of the parent entity	2,866,100	2,395,496	618,641	519,090

The following exchange rates were applied to calculate selected financial data in EUR:

- for the balance sheet items – the National Bank of Poland exchange rate of 30 September 2021 – 1 EUR = 4.6329 PLN, the National Bank of Poland exchange rate of 31 December 2020 – 1 EUR = 4.6148 PLN and the National Bank of Poland exchange rate of 30 September 2020 – 1 EUR = 4.5268 PLN
- for the profit and loss account and cash flow items – the National Bank of Poland Exchange rate constituting the average National Bank of Poland exchange rate announced on the last day of each month of the 3 quarters of 2021 and 2020: 1 EUR = PLN 4.5585 and 1 EUR = PLN 4.4420.

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS OF THE INTER CARS GROUP

Interim consolidated statement of the financial situation

<i>(in thousand PLN)</i>	<u>30/09/2021</u> <i>(not audited)</i>	<u>31/12/2020</u>	<u>30/09/2020</u> <i>(not audited)</i>
ASSETS			
Non-current assets			
Tangible fixed assets	480,800	489,542	484,074
Right-of-use assets	237,532	272,956	278,958
Investment property	3,133	3,133	10,837
Real estate available for sale	8,721	8,721	-
Intangible assets	186,553	193,675	195,375
Investments in associates	1,687	1,655	1,481
Investments available for sale	299	299	298
Receivables	21,003	23,106	23,373
Non-current receivables on long-term rental	215,344	207,320	200,030
Deferred tax assets	30,775	13,534	23,224
	<u>1,185,847</u>	<u>1,213,941</u>	<u>1,217,650</u>
Inventory	3,312,473	2,223,117	2,441,471
Trade and other receivables	1,299,553	939,746	1,015,511
Receivables on short-term rental	70,294	68,241	62,867
Cash and cash equivalents	251,291	233,806	253,690
Current assets	<u>4,933,610</u>	<u>3,464,910</u>	<u>3,773,539</u>
TOTAL ASSETS	<u>6,119,457</u>	<u>4,678,851</u>	<u>4,991,189</u>
LIABILITIES			
Share capital	28,336	28,336	28,336
Share premium account	259,530	259,530	259,530
Supplementary capital	1,584,371	1,377,736	1,374,965
Other capital reserves	43,190	28,764	28,764
Foreign exchange gains /losses in subsidiaries	6,510	(10,352)	(15,529)
Retained earnings	944,163	711,482	603,330
Total equity	<u>2,866,100</u>	<u>2,395,496</u>	<u>2,279,396</u>
Long-term liabilities			
Liabilities due to credits, loans	586,415	536,295	539,746
Finance lease liabilities	214,849	244,098	255,424
Non-current liabilities on long-term rental	215,344	207,320	200,030
Other long-term liabilities	5,053	7,131	7,923
Deferred income tax provision	31,685	15,438	3,055
	<u>1,053,346</u>	<u>1,010,282</u>	<u>1,006,178</u>
Short-term liabilities			
Trade and other liabilities	1,168,441	485,761	988,513
Trade and other liabilities– passed for factoring	130,297	73,908	79,391
Liabilities due to credits, loans	683,481	493,126	422,202
Finance lease liabilities	47,927	47,820	41,051
Liabilities on the short-term rental	70,294	68,241	62,867
Employee benefits	36,024	33,499	33,843
Income tax liabilities	63,547	70,718	77,748
	<u>2,200,011</u>	<u>1,273,073</u>	<u>1,705,615</u>
TOTAL LIABILITIES	<u>6,119,457</u>	<u>4,678,851</u>	<u>4,991,189</u>

Interim consolidated statement of comprehensive income

(in thousand PLN)

	for the period of 3 months ended on		for the period of 9 months ended on	
	30/09/2021	30/09/2020	30/09/2021	30/09/2020
Continued activity				
Revenues from the sale of products, goods and materials	3,170,316	2,491,779	8,752,382	6,563,018
Cost of sales	(2,185,115)	(1,750,202)	(6,082,229)	(4,580,607)
Gross profit on sales	985,201	741,577	2,670,153	1,982,411
Other operating revenue	13,401	14,428	24,382	31,003
Selling cost, general and administrative expenses	(400,148)	(335,192)	(1,125,269)	(935,350)
Costs of distribution service	(320,259)	(263,479)	(906,405)	(710,378)
Other operating expenses	(22,835)	(18,691)	(48,033)	(39,541)
Operating profit	255,360	138,643	614,828	328,145
Financial income	2,772	3,197	10,050	11,274
Exchange differences	(3,391)	(1,086)	1,323	(5,003)
Financial costs	(10,707)	(22,266)	(34,602)	(51,403)
Profit before tax	244,034	118,488	591,599	283,013
Income tax	(48,274)	(30,183)	(117,738)	(60,616)
Net profit	195,760	88,305	473,861	222,397
OTHER COMPREHENSIVE INCOME				
Foreign exchange gains /losses	23,677	(229)	16,862	10,312
Total other comprehensive income, net	23,677	(229)	16,862	10,312
COMPREHENSIVE INCOME	219,437	88,076	490,723	232,709
Net profit attributable to:				
- the shareholders of the parent entity	195,760	88,305	473,861	222,397
- minority interests	-	-	-	-
	195,760	88,305	473,861	222,397
Comprehensive income attributable to:				
- the shareholders of the parent entity	219,437	88,076	490,723	232,709
- minority interests	-	-	-	-
	219,437	88,076	490,723	232,709
Net profit	195,760	88,305	473,861	222,397
Weighted-average number of ordinary shares	14,168,100	14,168,100	14,168,100	14,168,100
Earnings per ordinary share (in PLN)	13.82	6.23	33.45	15.70
Weighted-average diluted number of ordinary shares	14,168,100	14,168,100	14,168,100	14,168,100
Diluted earnings per ordinary share (in PLN)	13.82	6.23	33.45	15.70

Interim consolidated statement of changes in equity

for the period from 01 January 2021 to 30 September 2021 (not audited)

<i>(in thousand PLN)</i>	Share capital	Share premium account	Supplementary capital	Foreign exchange gains /losses	Other reserve capitals	Retained earnings	Equity attributable to the shareholders of the parent entity
As at 1 January 2021	28,336	259,530	1,377,736	(10,352)	28,764	711,482	2,395,496
Profit in the reporting period	-	-	-	-	-	473,861	473,861
Other comprehensive income							
Foreign exchange gains /losses	-	-	-	16,862	-	-	16,862
Total comprehensive income	-	-	-	16,862	-	473,861	490,723
Transactions with shareholders							
Distribution of prior period profit – dividend	-	-	-	-	-	(20,119)	(20,119)
Distribution of prior period profit - allocation to reserve capitals	-	-	206,635	-	14,426	(221,061)	-
As at 30 September 2021 (not audited)	28,336	259,530	1,584 371	6,510	43,190	944,163	2,866 100

for the period from 1 January 2020 to 31 December 2020

<i>(in thousand PLN)</i>	Share capital	Share premium account	Supplementary capital	Foreign exchange gains /losses in subsidiaries	Other reserve capitals	Retained earnings	Total equity
As at 1 January 2020	28,336	259,530	1,219,990	(25,841)	28,764	535,908	2,046,687
Profit in the reporting period	-	-	-	-	-	333,320	333,320
Other comprehensive income							
Foreign exchange gains /losses in subsidiaries	-	-	-	15,489	-	-	15,489
Total comprehensive income	-	-	-	15,489	-	333,320	348,809
Transactions with shareholders							
Distribution of prior period profit – dividend	-	-	-	-	-	-	-
Distribution of retained profits - transfer to supplementary and reserve capital	-	-	157,746	-	-	(157,746)	-
As at 31 December 2020	28,336	259,530	1,377,736	(10,352)	28,764	711,482	2,395,496

for the period from 01 January 2020 to 30 September 2020 (not audited) cont.

<i>(in thousand PLN)</i>	Share capital	Share premium account	Supplementary capital	Foreign exchange gains /losses	Other reserve capitals	Retained earnings	Equity attributable to the shareholders of the parent entity
As at 1 January 2020	28,336	259,530	1,219,990	(25,841)	28,764	535,908	2,046,687
Profit in the reporting period	-	-	-	-	-	222,397	222,397
Other comprehensive income							
Foreign exchange gains /losses	-	-	-	10,312	-	-	10,312
Total comprehensive income	-	-	-	10,312	-	222,397	232,709
Transactions with shareholders							
Distribution of prior period profit – dividend	-	-	-	-	-	-	-
Distribution of prior period profit - allocation to reserve capitals	-	-	154,975	-	-	(154,975)	-
As at 30 September 2020 (not audited)	28,336	259,530	1,374,965	(15,529)	28,764	603,330	2,279 396

Interim consolidated statement of cash flows

<i>(in thousand PLN)</i>	01/01/2021 30/09/2021	01/01/2020 30/09/2020
Cash flows from operating activities		
Profit before tax	591,599	283,013
Adjustments:		
Amortization and depreciation	95,211	97,420
Foreign exchange gains /losses	(941)	4,422
(Profit) /loss on the sale of property, plant and equipment	5,780	5,102
Net interest	33,720	32,598
Other adjustments, net	14,758	10,337
Operating profit before changes in the working capital	740,127	432,891
Increase (decrease) in inventories	(1,089,355)	(378,652)
Increase (decrease) in receivables	(367,623)	(72,953)
Change in short-term liabilities	810,266	545,079
Cash generated by operating activities	93,415	526,366
Corporate income tax paid	(125,903)	(53,229)
Net cash from operating activities	(32,488)	473,137
Cash flow from investment activities		
Proceeds from the sale of intangible assets, investment property, property, plant and equipment	561	1,138
Acquisition of intangible assets, investment property, and property, plant and equipment	(54,887)	(37,622)
Repayment of loans granted	3,001	2,877
Cost of acquisition of shares in other entities	-	(452)
Loans granted	(1,056)	(2,580)
Interest received	210	314
Net cash from investing activities	(52,171)	(36,326)
Cash flow from financing activities		
(Repayments) / proceeds from credits	248,233	(198,309)
Financial lease contracts liabilities	(92,042)	(95,249)
Interest paid	(33,928)	(32,912)
Dividend paid	(20,119)	-
Other adjustments, net	-	(50)
Net cash from financing activities	102,144	(326,519)
Net change in cash and cash equivalents	17,485	110,293
Cash and cash equivalents at the beginning of the period	233,806	143,397
Cash and cash equivalents at the end of the period	251,291	253,689

Explanatory notes to the interim condensed financial statements for the period of 9 months ended on 30 September 2021

I. Information about the Inter Cars Capital Group

Scope of activities

The principal activities of Grupa Kapitałowa Inter Cars Spółka Akcyjna (hereinafter referred to as “the Group,” “the Inter Cars Capital Group,” the Inter Cars Group”) are import and distribution of spare parts for passenger cars and commercial vehicles. The parent company in the Group is Inter Cars S.A. Company (“the Company”, “the parent entity”).

Registered seat – the parent entity

Inter Cars S.A.
ul. Powsińska 64
02-903 Warsaw
Poland

Central Warehouse:

Europejskie Centrum Logistyczne (European Logistics Centre)
Swobodnia 35
05-170 Zakroczym

Contact and administrative details

The Company has been entered into the Register of Companies of the National Court Register kept by the District Court for the capital city of Warsaw, in Warsaw, XII Commercial Department of the National Court Register, under the following number:

KRS 0000008734
NIP 1181452946
Regon 014992887
phone (+48-22) 714 19 16
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bzarzadu@intercars.eu
relacje.inwestorskie@intercars.eu
www.intercars.com.pl

Supervisory Board

Andrzej Oliszewski, President
Piotr Płoszajski
Tomasz Rusak
Jacek Klimczak
Jacek Podgórski
Radosław Kudła

Management Board (as at the date of approval of the financial statements)

Maciej Oleksowicz, President
Krzysztof Soszyński, Vice-President
Wojciech Twaróg
Piotr Zamora

Statutory auditor

PricewaterhouseCoopers Polska spółka z ograniczoną odpowiedzialnością Audyt sp. k.
Ul. Polna 11,
00-633 Warsaw

II. Composition of the Capital Group

The parent company, Inter Cars S.A. (“the Company”) is registered in Poland. The interim consolidated financial statements for the period ended on 30 September 2021 contain information about the company, its subsidiaries referred to as the Inter Cars Capital Group (“the Group”), and about the Group’s share in related entities.

The consolidated financial statements of the Inter Cars Capital Group for the period ended on 31 December 2020 are available at www.intercars.com.pl in Investor Relations tab.

As at 30 September 2021, the following entities comprised the Inter Cars Capital Group: Inter Cars S.A. as the parent entity, and 35 other entities, including:

- 33 subsidiaries of Inter Cars S.A.
- 2 indirect subsidiaries of Inter Cars S.A.

The Group also holds shares in one associated entity.

Name of entity	Registered seat	Scope of activities	Consolidation method	% of the Group’s share in the share capital	
				30/09/2021	30/09/2020
Parent company					
Inter Cars S.A.	Warsaw, Poland	Import and distribution of spare parts for passenger cars and commercial vehicles	full	Not applicable	Not applicable
Direct subsidiaries					
Inter Cars Ukraine	Khmelnytsky, Ukraine	Distribution of spare parts for passenger cars and commercial vehicles	full	100%	100%
Q-service Sp. z o.o.	Cząstków Mazowiecki, Poland	Advisory services, organization of trainings and seminars related to automotive services and the automotive market	full	100%	100%
Lauber Sp. z o.o.	Słupsk, Poland	Remanufacturing of car parts	full	100%	100%
Inter Cars Česká republika s.r.o.	Prague, Czech Republic	Distribution of spare parts for passenger cars and commercial vehicles	full	100%	100%
Feber Sp. z o.o.	Warsaw, Poland	Manufacture of motor vehicles, trailers and semi-trailers	full	100%	100%
IC Development & Finance Sp. z o.o	Warsaw, Poland	Real estate development and lease	full	100%	100%
Armatus sp. z o.o.	Warsaw, Poland	Distribution of spare parts for passenger cars and commercial vehicles	full	100%	100%
Inter Cars Slovenská republika s.r.o.	Bratislava, Slovakia	Distribution of spare parts for passenger cars and commercial vehicles	full	100%	100%
Inter Cars Lietuva UAB	Vilnius, Lithuania	Distribution of spare parts for passenger cars and commercial vehicles	full	100%	100%
JC Auto S.A.	Braine-le-Château, Belgium	Distribution of spare parts for passenger cars and commercial vehicles	full	100%	100%
Inter Cars Italia s.r.l.	Pero, Italy	Distribution of spare parts for passenger cars and commercial vehicles	full	100%	100%
Inter Cars d.o.o.	Zaprešić (Grad Zaprešić), Croatia	Distribution of spare parts for passenger cars and commercial vehicles	full	100%	100%

Name of entity	Registered seat	Scope of activities	Consolidation method	% of the Group's share in the share capital	
				30/09/2021	30/09/2020
Inter Cars Hungária Kft	Budapest, Hungary	Distribution of spare parts for passenger cars and commercial vehicles	full	100%	100%
Inter Cars Romania s.r.l.	Cluj-Napoca, Romania	Distribution of spare parts for passenger cars and commercial vehicles	full	100%	100%
Inter Cars Cyprus Limited	Nicosia, Cyprus	Distribution of spare parts for passenger cars and commercial vehicles	full	100%	100%
Inter Cars Latvija SIA	Mārupes nov., Mārupe, Latvia	Distribution of spare parts for passenger cars and commercial vehicles	full	100%	100%
Cleverlog-Autoteile GmbH	Berlin, Germany	Distribution of spare parts for passenger cars and commercial vehicles	full	100%	100%
Inter Cars Bulgaria Ltd.	Sofia, Bulgaria	Distribution of spare parts for passenger cars and commercial vehicles	full	100%	100%
Inter Cars Marketing Services Sp. z o.o.	Cząstków Mazowiecki, Poland	Advertising, market and public opinion research	full	100%	100%
ILS Sp. z o.o.	Swobodnia, municipality Zakroczym, Poland	Logistics services	full	100%	100%
Inter Cars Malta Holding Limited	Birkirkara, Malta	Assets management	full	100%	100%
Q-service Truck Sp. z o.o.	Warsaw, Poland	Sale of commercial vehicles and trucks	full	100%	100%
Inter Cars INT Trgovina z rezervnimi deli in opremo za motorna vozila d.o.o. Inter Cars INT d.o.o.	Ljubljana, Republic of Slovenia	Distribution of spare parts for passenger cars and commercial vehicles	full	100%	100%
Inter Cars Eesti OÜ	Tallinn, Estonia	Distribution of spare parts for passenger cars and commercial vehicles	full	100%	100%
Inter Cars Piese Auto s.r.l.	Kishinev, Moldova	Distribution of spare parts for passenger cars and commercial vehicles	full	100%	100%
Inter Cars GREECE	Ilioupoli Attiki, Greece	Distribution of spare parts for passenger cars and commercial vehicles	full	100%	100%
Inter Cars d.o.o.	Sarajevo, Bosnia and Herzegovina	Distribution of spare parts for passenger cars and commercial vehicles	full	100%	100%
Inter Cars United Kingdom - automotive technology Ltd	Tipton, Great Britain	Distribution of spare parts for passenger cars and commercial vehicles	full	100%	100%
Inter Cars d.o.o. Beograd-Rakovica	Belgrade-Rakovica, Serbia	Distribution of spare parts for passenger cars and commercial vehicles	full	100%	100%
Inter Cars Fleet Services Sp. z o.o.	Warsaw Poland	Services for motor-vehicle fleets related to vehicle repairs	full	100%	100%
JAG Sp. z o.o.*	Warsaw, Poland	Distribution of spare parts for passenger cars and commercial vehicles	full	-	100%
OOO Inter Cars Automobilna Technika**	Mogilev, Belarus	Distribution of spare parts for passenger cars and commercial vehicles	Not applicable	100%	100%
Inter Cars Norge AS***	Oslo, Norway	Distribution of spare parts for passenger cars and commercial vehicles	Not applicable	100%	-
CB Dystrybucja Sp. z o.o.****	Warsaw, Poland	Point of sale management	Not applicable	100%	-

Indirect subsidiaries					
Name of entity	Registered seat	Scope of activities	Consolidation method	% of the Group's share in the share capital	
				30/09/2021	30/09/2020
Aurelia Auto d.o.o.	Vinkovci, Croatia	Distribution of spare parts and real estate rental	full	100%	100%
Inter Cars Malta Limited	Birkirkara, Malta	Sale of spare parts and advisory services related to automotive services and the automotive market	full	100%	100%
Associated entities					
InterMeko Europa Sp. z o.o.	Warsaw, Poland	Control and assessment of spare parts, components and accessories	equity method	50%	50%

* The Company sold on 30 June 2021

**The Company does not carry out operating activities

*** The Company founded in August 2021, has not started operating activities yet

**** The Company acquired in August 2021, has not started operating activities yet

***** 99.98% shares held by subsidiary company Inter Cars Malta Holding Limited, Inter Cars Cyprus Limited holds 1 share

***** 100% shares held by subsidiary company Inter Cars d.o.o. (Croatia)

In August 2021, a company in Norway was acquired - Inter Cars Norge AS. having its registered seat in Oslo, which will distribute spare parts and accessories for cars, buses and motorcycles.

Additionally, in August 2021 the company CB Dystrybucja Sp. z o.o., based in Warsaw, was established, whose main objective will be to optimise business processes in the Group.

Stock exchange listings

The shares of Inter Cars S.A., i.e., the parent entity, are listed on the Warsaw Stock Exchange in the continuous trading system.

III. Declaration of compliance with IFRS

Interim condensed consolidated financial statements of Inter Cars S.A. Capital Group (hereinafter referred to as "the condensed interim financial statements") were prepared for the period of 9 months ended on 30 September 2021.

The condensed interim financial statements comply with the requirements of the International Accounting Standard IAS 34 "Interim Financial Reporting" related to interim financial statements, and do not contain all the information required for annual financial statements. The condensed interim financial statements should be read together with the annual consolidated financial statements prepared in compliance with IFRS standards ended on 31 December 2020. In presented reporting period in the Group there were no changes in accounting policies in comparison to policies described in annual financial statements for the year 2020, except for implementation of new or modified accounting standards which are in force for annual statements for the accounting periods starting on or after 01 January 2021.

Interim condensed consolidated financial statement of Inter Cars S.A. Capital Group prepared for the period of 9 months ended on 30 September 2021 with explanatory notes to interim condensed financial statements and quarterly financial information of Inter Cars S.A. 3Q 2021 was approved by the Board of Managers for publication on 17 November 2021.

IV. Basis for preparing the condensed interim consolidated financial statements

With the exception of the changes described in "Changes to the accounting principles," these condensed interim financial statements were prepared by the Inter Cars Capital Group in accordance

with the same accounting standards as those applied by the Group to prepare the consolidated financial statements for the period ended on 31 December 2020.

The condensed interim consolidated financial statements were prepared under the assumption that Group will continue as a going concern in the foreseeable future and that there are no circumstances indicating a threat to the continuance of its operations.

All values presented in the condensed interim financial statements are quoted in PLN '000, unless otherwise indicated.

V. Changes to the accounting principles

The information included in these condensed interim financial statements was prepared based on the same accounting principles and calculation methods as those applied in the preceding annual consolidated financial statements for the year 2020.

VI. Foreign Exchange rates applied to calculate the figures for 3 quarter of 2021

All financial figures presented in the report in EUR were translated according to the following exchange rates:

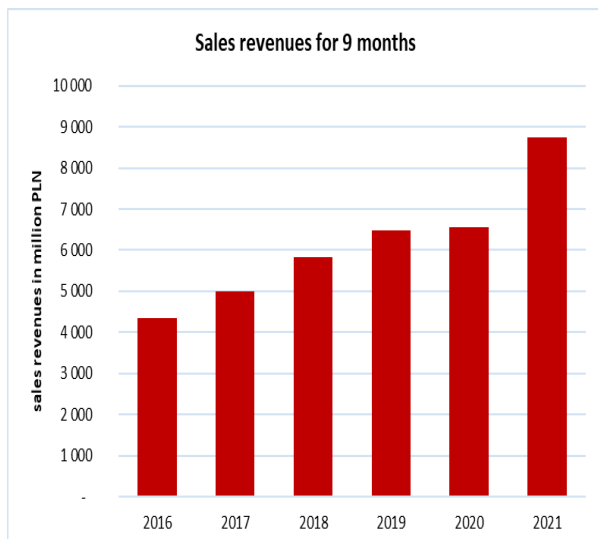
	Average exchange rate during the reporting period		Exchange rate at the end of the reporting period	
	9 months of 2021	9 months of 2020	30/09/2021	31/12/2020
EUR/PLN	4.5585	4.4420	4.6329	4.5268

The following principles have been used to convert data presented in thousand EURO in selected financial data:

- the figures resulting from the profit and loss account – the average exchange rate constituting the arithmetic mean of the exchange rates announced by President of the National Bank of Poland on the last day of each month of a given period;
- the figures resulting from the balance sheet – the exchange rate as at 30 September constituting the average EUR exchange rate announced on 30 September by the President of the National Bank of Poland;
- for translating the value of the share capital – the average EUR exchange rates applicable on the day on which an increase in the share capital was registered ;
- foreign currency gains/losses resulting from the above-mentioned translation are recognized in equity as foreign exchange gains/losses from translation of foreign subsidiaries.

OTHER INFORMATION ON THE ACTIVITIES OF THE INTER CARS CAPITAL GROUP

1. Summary of activities and consolidated and separate financial results for three quarters 2021



Summary of financial results of the Inter Cars Group

- In the period of 9 months of 2021 the Group recorded a **33,4% increase of consolidated sales revenues** compared to the same period of 2020.
- Growth of export sales, understood as sales performed by the foreign distribution companies and direct sales (by Inter Cars S.A.) to foreign clients **amounted to 39%** compared to the same period of the previous year, while the growth of revenue from export sales of foreign companies amounted to 38%.
- Inter Cars' domestic revenue accounted for approx. 44% of the Group's total revenue (including consolidation exemptions), compared to 47.5% in the same period a year before. The Polish market remains the basic sales market for the Capital Group.
- Consolidated margin on the sale of goods amounted to 30.5% in the first 3 quarters of 2021, whereas in the same period of 2020 it amounted to 30.2%. The impact of exchange rate differences on the change in margin in both periods was insignificant.
- The costs of sales and administration in 9 months of 2021 went down by 1.4 p.p. to 12.9% compared to the same period of 2020, when it was on the level of 14.3%.
- The consolidated profit on operating activity for the period of 9 months of 2021 amounted to PLN 614,828 thousand and was higher by PLN 286,682 thousand in comparison to the same period a year before.
- The consolidated net profit for the period of 9 months of 2021 amounted to PLN 473,861 thousand and was higher by PLN 251,463 thousand from the profit in the same period of 2020.
- The main factor influencing the level of the Group's result is primarily high sales dynamics, accompanied by improved profitability and high profit dynamics. In the opinion of the Company's Management Board, 3 quarters of 2021 should be considered as very positive for the Capital Group, despite the unstable economic environment, including the effects of the pandemic in Europe and worldwide. Inter Cars Capital Group's efforts are focused on ensuring availability of goods and optimisation of supply chains. In addition, the Company's Management Board continues to monitor operating costs and expenditure on ongoing projects, which has translated into a significant improvement in results.
- The stock level as at 30 September 2021 amounted to PLN 3,312,473 thousand and is 35.7% higher than as at 30 September 2020. The increase in the level of inventories slightly above the sales dynamics results, among other things, from the fact that the Capital Group wants to ensure the availability of goods for customers in the scope of the full Inter Cars offer in the fourth quarter of 2021 and at the turn of 2021/2022, in case of a possible interruption of supply chains.
- As at 30 September 2021, the net debt /EBITDA ratio amounted to 1.39, compared with 1.98 in the same period of 2020. The improvement in this ratio was mainly driven by improved profitability.
- The effective tax rate for the Group for 9 months cumulatively was 19.9%.

Revenues increased in all geographical markets

The Group has been consistently expanding its business in Central and Eastern Europe. This market displays a large potential of growth and a net profitability higher than the domestic market. In the current reporting period, the Group recorded sales growth on all geographical markets

In the period of 9 months of 2021 the most dynamic sales growth, as compared to the same period of 2020 (after translation into PLN and following consolidation exemptions), was recorded by companies in the following countries: Greece (increase by 145%), Moldova (increase by 75%), Slovenia (increase by 56%), Bosnia (increase by 51%), Bulgaria (increase by 51%). Whilst the Companies in the Group with the

greatest influence on Group's revenue were the companies in the following countries: Poland (increase by 26%), Romania (increase by 36%), Latvia (increase by 44%), Slovakia (increase by 21%), Czech (increase by 35%), Hungary (increase by 24%), Lithuania (increase by 32%), Ukraine (increase by 19%).

The underlying financial data of the Inter Cars S.A. Group for 3 quarters of 2021 were as follows:

	for the period of 9 months ended on 30 September <i>Not audited</i>		for the period of 9 months ended on 30 September <i>Not audited</i>	
	2021	2020	2021	2020
	<i>PLN</i>	<i>PLN</i>	<i>EUR</i>	<i>EUR</i>
<i>(‘000)</i>				
Profit and loss account (for the period)				
Sales revenues	8,752,382	6,563,018	1,920,014	1,477,492
Gross profit (loss) on sales	2,670,153	1,982,411	585,753	446,288
Net financial revenues / costs	(23,229)	(45,132)	(5,096)	(10,160)
Operating profit (loss)	614,828	328,145	134,875	73,873
Net profit (loss)	473,861	222,397	103,951	50,067
Other financial data				
Operating cash flows	(32,488)	473,137	(7,127)	106,514
Investing cash flows	(52,171)	(36,326)	(11,445)	(8,178)
Financing cash flows	102,144	(326,519)	22,407	(73,507)
Basic profit per share	33.45	15.70	7.34	3.53
Sales margin	30.5%	30.2%		
EBITDA margin	8.11%	6.5%		
Balance sheet (as at)	30/09/2021	31/12/2020	30/09/2021	31/12/2020
Cash and cash equivalents	251,291	233,806	54,241	50,664
Balance sheet total	6,119,457	4,678,851	1,320,870	1,013,879
Loans, borrowings and finance lease	1,532,672	1,321,339	330,823	286,326
Equity attributable to the shareholders of the parent entity	2,866,100	2,395,496	618,641	519,090

Overview of the financial results of the parent company – Inter Cars

The underlying financial data of Inter Cars S.A. were as follows:

	for the period of 9 months ended on 30 September <i>Not audited</i>		for the period of 9 months ended on 30 September <i>Not audited</i>	
	2021	2020	2021	2020
	<i>PLN</i>	<i>PLN</i>	<i>EUR</i>	<i>EUR</i>
<i>(‘000)</i>				
Profit and loss account (for the period)				
Sales revenues	6,010,183	4,561,986	1,318,456	1,027,012
Gross profit (loss) on sales	1,513,959	1,169,014	332,118	263,173
Costs of license	(25,382)	(5,216)	(5,568)	(1,174)
Net financial revenues / costs	21,132	1,785	4,636	402
Operating profit (loss)	395,266	199,035	86,710	44,808
Net profit (loss)	340,108	146,389	74,610	32,956

Overview of the financial results of the parent company Inter Cars S.A. cont.

	for the period of 9 months ended on 30 September <i>Not audited</i>		for the period of 9 months ended on 30 September <i>Not audited</i>	
	2021	2020	2021	2020
	<i>PLN</i>	<i>PLN</i>	<i>EUR</i>	<i>EUR</i>
(‘000)				
Other financial data				
Operating cash flows	(117,575)	248,346	(25,792)	55,909
Investing cash flows	22,576	6,483	4,953	1,460
Financing cash flows	110,866	(232,217)	24,321	(52,278)
Basic profit per share	24.01	10.33	5.27	2.33
Sales margin	25.2%	25.6%		
EBITDA margin	6.98%	4.96%		
Balance sheet (as at)	30/09/2021	31/12/2020	30/09/2021	31/12/2020
Cash and cash equivalents	34,946	19,079	7,543	4,134
Balance sheet total	4,572 725	3,633,211	987,011	787,295
Loans, borrowings and finance lease	1,226,050	1,046 306	264,640	226,728
Equity	2,110,484	1,790 495	455,543	387,990

The sales revenues in 9 months of 2021 were **31.7% higher** than in the same period of 2020.

The sales margin for 3 quarters of 2021 was 25.2% (compared to 25.6% in 3 quarters of 2020).

Distribution costs – the share of the entity managing the branch in the margin earned. The sales margin generated by a branch is divided between the branch and Inter Cars in the 50/50 ratio. The branch system is based on the assumption of entrusting management of a distribution point (branch) to external entities. Sales are made on behalf of Inter Cars.

License fees - fees for using trademarks held by Inter Cars Marketing Services S.A. for the purposes of the current activity of the distribution companies.

Financial revenues and costs include primarily costs and revenues due to interest on loans and the dividends received from subsidiary companies. In Q3 2021, the Company incurred PLN 4,529k of the cost of interest. In the period of 9 months 2021 the cost of interest amounted to PLN 15,880 thousand (compared to the same period of 2020, respectively: PLN 15,813 thousand and PLN 33,650 thousand). The dividend received from subsidiary Companies in 2021 amounted to PLN 34,714 thousand.

Liabilities resulting from credits, loans, debt securities and finance lease as at 30 September 2021 amounted to PLN 1,226,050 thousand, including borrowings from related companies: PLN 94,880 thousand.

2. Factors and events of a non-recurring nature having a material bearing on the financial result, and a description of the Company’s material achievements and failures along with a list of related key events

The major events affecting the current and future business activity of the Inter Cars Group:

- The consolidated EBITDA for 12 months cumulatively for the period ending on 30 September 2021 amounted to PLN 922,700 thousand (cumulatively as a profit on operating activity plus depreciation) and was PLN 416,258 thousand higher compared to 2020. This is the effect of an increase in sales, and thus in margins, in all markets where Inter Cars operates. At the

same time controlled and slower growth of costs translated into higher result of the whole Group.

- The negative value of cash from operating activities in the cash flow statement is mainly due to an increase in inventories in the Inter Cars Group. It is a deliberate effort to secure the current and continuous supply of parts to customers. The Management expects that in Q4 2021 and Q1 2022, due to delays at suppliers, there may be shortages in deliveries to Group warehouses.
- The net debt /EBITDA ratio as at 30 September 2021 was 1.39 (compared to 1.98 as at 30 September 2020).

3. Material evaluations and estimates

The preparation of the condensed consolidated interim financial statements in conformity with the EU IFRS requires the Company's Management Board to use evaluations and estimates that affect the application of accounting principles and reported amounts of assets and liabilities, income and expenses. The judgements and estimates are reviewed on an ongoing basis. Revisions to estimates are recognized in the period in which the estimate is revised.

Information on particularly significant areas that are subject to evaluations and estimates and that affect the interim financial statements did not change from the information presented in the annual financial statements as at 31 December 2020, besides changes described in point V of the statement.

4. Seasonality

The demand for spare parts is seasonal. The peak season falls in the second and third quarters. The demand is lower at the beginning and the end of the year. This is directly linked to the seasonal nature of some repairs for which the spare parts are required, and to the smaller number of repairs made by clients during winter.

5. Information on business segments

The core business of the Inter Cars S.A. Capital Group is the sale of spare parts. In addition, the companies Feber Sp. z o.o., Lauber Sp. z o.o., IC Development & Finance Sp. z o.o., Inter Cars Marketing Services Sp. z o.o. and ILS Sp. z o.o. are active in other business segments, such as: the manufacturing of semi-trailers, remanufacturing of spare parts, real estate development, marketing and logistics, whilst Q-service Truck Sp. z o.o. is an authorized dealer of Isuzu commercial vehicles and an importer of Ford Trucks vehicles. The above-mentioned business segments may not be recognized as separate business segments individually, hence they are shown in the "Other segments" column.

The Inter Cars Group applies uniform accounting policies to all its business segments and they are also the same as the ones used for preparing these financial statements.

Transactions between particular segments are carried out at arm's length.

Information on business segments

for the period of 9 months ended on 30 September 2021

	Sale of spare parts	Other segments	Eliminations	Total
External sales	8,579,562	172,820	-	8,752,382
Inter-segment sales	3,016	437,599	(440,615)	-
Profit before tax	638,065	10,637	(57,103)	591,599

for the period of 9 months ended on 30 September 2020

	Sale of spare parts	Other segments	Eliminations	Total
External sales	6,476,372	86,646	-	6,563,018
Inter-segment sales	6,173	372,302	(378,475)	-
Profit before tax	297,769	7,287	(22,043)	283,013

Assets by operating segments	Status as at 30 September 2021	Status as at 31 December 2020
Sale of spare parts segment	8,314,101	6,518,825
Other segments	575,200	515,095
Eliminations	(2,769,844)	(2,355,069)
	6,119,457	4,678,851

6. Dividend

On 27 April 2021, the Company's Management Board passed a resolution to accept the Board's motion for the distribution of the 2020 profit, in conformity with which the Board shall motion for the distribution of the 2020 profit in such a way, that from the net profit of PLN 222,609,760.53 for 2020, the amount of PLN 20,118,702.00, i.e. PLN 1.42 per share shall be paid out to the shareholders in the form of a dividend, whilst the remaining amount of the profit in the amount of PLN 202,491,058.53 shall be transferred to supplementary capital. The Board also took a decision to propose to the General Shareholders Meeting the day of dividend for 30 June 2021 and pay-out of the dividend for 14 July 2021.

The Company's Supervisory Board acknowledged and approved the Management Board's motion of 27 April 2021 regarding the distribution of the 2020 profit and recommended that the Company's Shareholders Meeting adopt a resolution on distributing the 2020 profit in conformity with the Management Board's motion.

The dividend was paid out on 14 July 2021.

7. Liabilities due to borrowings and other debt instruments

The syndicated credit facility agreement

The terms and conditions of the syndicated credit facility agreement signed on 14 November 2016, with further amendments, have been described in the annual consolidated financial statement of the Group ended on 31 December 2020.

On 4th November 2021, an annex was signed to the term and revolving facility contracts of 14 November 2016, As a result, the date of repayment of revolving credit facilities was set to be 12 November 2022. and their maximum total amount was increased by PLN 121,686,000 and now amounts to PLN 1,000,373,500. At the same time, the date of repayment of the term loan was extended to 14 November 2024 and the maximum total loan amount was increased by PLN 78,314,000 and is now PLN 643,814,000.00.

In addition, pursuant to the annex, DNB Bank Polska S.A. resigned from its function as the lender and ceased to be a party to the Credit Agreement, and Santander Bank Polska S.A. joined the Credit Agreement as the lender.

Bank credits concluded directly by subsidiary companies:

Daughter company Inter Cars INT d o.o. concluded a credit agreement with SKB Banka for the amount of EUR 2 million, with maturity date 28 September 2021. On 8 November 2021, an annex was signed, increasing the loan amount to EUR 3 million with maturity date of 8 December 2022.

Inter Cars Česká republika s.r.o. concluded with Raiffeisenbank a.s. a credit line agreement for the amount of CZK 153.5m, repayable by 28 February 2022.

Inter Cars Romania s.r.l. has a credit line facility with RON 70m limit in Bank ING Bank N.V

Inter Cars Bulgaria Ltd. concluded a credit agreement with Raiffeisenbank EAD for a credit line of EUR 10 million with maturity date of 30 October 2022

On the other hand, the company Inter Cars d o.o. (Bosnia and Herzegovina) concluded a credit agreement with Intesa Sanpaolo Banka d.d. for the amount of BAM 4 million with maturity date of 15 April 2024.

Loans and borrowings as at 30/09/2021

Current loans and borrowings	Contractual amount (limit)	Used	Maturity date
Syndicated credit	878,688	602,019	12/11/2022
- Inter Cars S.A.		559,859	
- Inter Cars Slovenská republika s.r.o.		30,980	
- Lauber Sp. z o.o.		11,180	
Raiffeisen a.s. (Inter Cars Česká republika s.r.o)	27,240	16,439	28/02/2022
ING Bank N.V (Inter Cars Romania s.r.l.)	65,555	55,815	11/11/2022
SKB Banka (ICSI - Inter Cars INT D o.o.)	13,899	9,266	08/12/2022
	985,382	683,539	

Non-current loans and borrowings at nominal value	Contractual amount (limit)	Used	Maturity date
Syndicated credit	565,500	537,000	14/11/2024
Raiffeisenbank (Bulgaria) EAD (Inter Cars Bulgaria Ltd)	46,329	41,265	30/10/2022
Intesa Sanpaolo Banka d.d. (Inter Cars d o.o. Bosnia and Herzegovina)	9,475	8,283	15/04/2024
	621,304	586,548	

Loans and borrowings as at 31/12/2020

Current loans and borrowings at nominal value	Contractual amount (limit)	Used	Maturity date
Syndicated credit	878,688	413,884	12/11/2021
Inter Cars S.A.		376,274	
Inter Cars Slovenska Republika s.r.o.		28,276	
Lauber Sp. z.o.o.		9,334	
ING Bank N.V. (Inter Cars Romania s.r.l.)	66,353	61,474	11/11/2021
Raiffeisen a.s. (Inter Cars Česká republika s.r.o)	26,295	7,585	28/02/2021
SKB Banka (ICSI - Inter Cars INT D o.o.)	9,230	2,769	30/09/2021
	980,566	485,712	

Non-current loans and borrowings at nominal value	Contractual amount (limit)	Used	Maturity date
Syndicated credit	565,500	537,000	14-11-2022
	565,500	537,000	

8. Contingent liabilities and sureties

In the reporting period, Inter Cars S.A. and its subsidiaries did not grant any sureties for credits, loans or other guarantees worth at least 10% of equity capital.

Contingent liabilities, granted security and unrecognized liabilities did not change materially from those described in the financial statements as at 31 December 2020.

As at 30 September 2021, the total value of guaranties amounted to PLN 10,253 thousand and comprised guaranties for suppliers and customers.

9. The Management Board's standpoint on the feasibility of meeting the previously published forecasts of financial results for 2021

The Capital Group Inter Cars S.A. did not publish any forecasts of financial results.

10. The list of shareholders holding at least 5% of the total number of the votes as at the date of release of these statements***

Shareholder	Number of shares	Total nominal value (PLN)	Percentage of share in the share capital held (%)	Percentage of total vote held (%)
OK Automotive Investments B.V.*	3,726,721	7,453,442	26.30%	26.30%
AVIVA Otwarty Fundusz Emerytalny Aviva Santander	1,896,778	3,793,556	13.39%	13.39%
Nationale-Nederlanden OFE and Nationale-Nederlanden DFE	1,416,799	2,833,598	9.99%	9.99%
Andrzej Oliszewski	1,277,370	2,554,740	9.02%	9.02%
Immersion Capital LLP**	748,776	1,497,552	5.29%	5.29%
Total	9,066,444	18,132,888	63.99%	63.99%

* OK Automotive Investments B.V. is a company which is dependent from Maciej Oleksowicz, President of the Management Board of the Company.

**Immersion Capital LLP – operates on behalf and for Immersion Capital Master Fund Limited managed by it.

*** The list of shareholders was prepared based on notifications received in accordance with art. 69 of the Act on Public Offering, Conditions Governing the Introduction of Financial Instruments to Organized Trading, and Public Companies (Journal of Laws of 2005, No. 184 item 1539, as amended), and art. 19 of Regulation (EU) No 596/2014 of the European Parliament and of the Council of 16 April 2014 on market abuse ("MAR Regulation").

Until the date of release of these financial statements, the Company had not received any other shareholding notifications.

11. Changes in the number of shares and rights to shares (options) in Inter Cars S.A. held by the Company's management and supervisory personnel since the publication of the most recent quarterly report.

The Company's supervisory and managing personnel hold directly a total of 5,004,091 shares, constituting 35.32% of the total vote at the General Shareholders Meeting of Inter Cars.

The managing and supervisory personnel hold no shares in the subsidiaries of Inter Cars.

Shareholder	Number of shares	Total nominal value	Percentage of share in the share capital held (%)	Percentage of total vote held (%)
Management Board				
Maciej Oleksowicz*	3,726,721	7,453,442	26.30%	26.30%
	3,726,721	7,453,442		
Supervisory Board				
Andrzej Oliszewski	1,277,370	2,554,740	9.02%	9.02%
	1,277,370	2,554,740		
Total	5,004 091	10,011,182	35.32%	35.32%

* OK Automotive Investments B.V. is a company which is dependent from Maciej Oleksowicz, President of the Management Board of the Company.

There have been no changes in shareholding structure of the issuer since the date of publication of the previous report, i.e., 09 September 2021:

Shareholder	Number of shares	Increases	Decreases	Number of shares
	as at			as at
	09/09/2021			18/11/2021
Maciej Oleksowicz	3,726,721	-	-	3,726,721
Andrzej Oliszewski	1,277,370	-	-	1,277,370
Total	5,004 091	-	-	5,004 091

12. Information on court, arbitration and administrative proceedings

No proceedings were brought during the reporting period before any court or administrative body with respect to any liabilities or claims of Inter Cars S.A. or its subsidiary undertakings, whose aggregate value would represent 10% or more of the Company's equity.

Furthermore, no proceedings are pending before any court or administrative body with respect to any liabilities or claims of Inter Cars S.A. or its subsidiaries whose aggregate value would represent 10% or more of the Company's equity.

13. Transactions with related entities

<i>(in thousand PLN)</i>	1.01.2021- 30.09.2021	1.01.2020- 30.09.2020
<i>remuneration of the members of the Supervisory Board and the Management Board</i>		
Remuneration of the members of the Supervisory Board	403	469
Remuneration of the members of the Management Board	6,173	6,428
	6,576	6,897
	1.01.2021- 30.09.2021	1.01.2020- 30.09.2020
<i>Transactions with related entities</i>		
Income on sales to related entities	230	186
Purchase of goods and services from related entities	539	197
	30/09/2021	31/12/2020
<i>Settlements with related entities</i>		
Receivables from related entities	32	69
Liabilities to related entities	4	-

All transactions with related entities are executed at arm's length. The parent entity transacts with entities related to the members of the Supervisory Board and the Management Board and their family members.

Spółka P.H. AUTO CZEŚCI Krzysztof Pietrzak is a company linked to the Vice-President of the Management Board of Inter Cars S. A., Krzysztof Soszyński, while FF-SPORT Sp. z o.o. is managed by President of the Management Board, Maciej Oleksowicz.

Moreover, Mr Krzysztof Oleksowicz, holding the position of Advisor of the Management Board, who is affiliated with Maciej Oleksowicz, – received in first three quarters of 2021 remuneration amounting to PLN 720 thousand.

14. Other information which the Company deems relevant for the assessment of its personnel, assets, financial position and financial result or changes in any of the foregoing, and for the assessment of the Company's ability to perform its obligations

In the reporting period, no events other than those already mentioned took place which were significant for the assessment of the personnel, property, financial situation, financial result and their changes, as well as for the assessment of the possibility of fulfilling the issuer's obligations.

However, the Group's Management Board points out that a comprehensive assessment of the situation and the ability to fulfil obligations should take into account the risk related to the COVID-19 pandemic and the potential impact of this pandemic on the issuer's operations.

15. Events subsequent to the balance sheet day as at which the report was prepared which may have a material bearing on the Company's future financial results

On 4th November 2021, an annex was signed to the term and revolving facility contracts of 14 November 2016. Under the Annex, the date of repayment of revolving credit facilities was set to be 12 November 2022 and their maximum total amount was increased by PLN 121,686,000, and the term loan facility was extended to 14 November 2024 and the maximum total amount of the facilities was increased by PLN 78,314,000.

In addition, pursuant to the annex, DNB Bank Polska S.A. resigned from its function as the lender and ceased to be a party to the Credit Agreement, and Santander Bank Polska S.A. joined the Credit Agreement as the lender.

On 12 August 2020 the Company sold 10% of shares in Partslife International Polska sp. z o.o.

On the same day Partslife GmbH based in Neu-Isenburg, Germany, Autonet Import S.R.L. based in Satu Mare, Romania and Inter Cars S.A. formed a joint venture Partslife International Kft, in which Inter Cars acquired 33% of the shares.

16. Information on material transactions with related entities concluded on terms other than at arm's length, including information on their amounts and nature.

All transactions with related entities were concluded at arm's length.

17. Factors which in the Company's opinion will affect its financial results in the period covering at least the next quarter.

Factors which in the Management Board's opinion will affect the Company's financial results in Q4 2021 include:

- ✓ *the condition of the Polish and European economy* and its impact on the financial situation of customers and consumers (including the impact of the SARS-CoV2 pandemic on the global economy and the market demand);
- ✓ *availability of goods from suppliers* and the consequent risk of maintaining continuous sales growth;;
- ✓ *delays in deliveries of electronic components to car manufacturers*, resulting in decreased sales of new cars and increased demand for second-hand vehicles;
- ✓ *trends in the foreign exchange rates*, mainly EUR, USD and JPY against PLN, UAH, HUF, CZK, HRK and RON, BGN, MDL, BAM, RSD, GBP;
- ✓ trends in the demand from export customers, related mainly to political and legal situation in Ukraine;
- ✓ changes in interest rates, which will determine the amount of interest on contracted loans and thus affect the financial expenses;
- ✓ planned improvement in the stock turnover, which should reduce the financial costs by lowering the requirement for inventory financing;

-
- ✓ *optimization of logistics processes related to cost reductions;*
 - ✓ enhanced awareness of the "Inter Cars" brand and obtaining new customers, which will contribute to the development of operating activities.

INTERIM CONDENSED SEPARATE FINANCIAL STATEMENTS OF INTER CARS S.A. FOR THE PERIOD FROM 1 January 2021 TO 30 September 2021
Separate statement of financial position

<i>(in thousand PLN)</i>	30/09/2021 <i>not audited</i>	31/12/2020 <i>audited</i>	30/09/2020 <i>not audited</i>
ASSETS			
Non-current assets			
Tangible fixed assets	109,369	112,281	110,730
Right-of-use assets	27,650	30,383	31,397
Intangible assets	179,799	183,731	185,398
Investments in subordinated entities	446,267	445,757	427,961
Investments available for sale	260	260	258
Receivables	15,207	17,085	18,267
Non-current receivables on long-term rental	102,150	99,846	100,145
Deferred tax assets	-	-	(2,523)
	880,702	889,343	871,633
Current assets			
Inventory	1,885,171	1,295,136	1,513,905
Trade and other receivables	1,726,676	1,385,571	1,371,438
Receivables on short-term rental	45,230	44,082	44,708
Cash and cash equivalents	34,946	19,079	40,580
	3,692,023	2,743,868	2,970,631
TOTAL ASSETS	4,572 725	3,633,211	3,842,264
LIABILITIES			
Equity			
Share capital	28,336	28,336	28,336
Share premium account	259,530	259,530	259,530
Supplementary capital	1,476,252	1,273,761	1,273,761
Other reserve capitals	5,935	5,935	5,935
Retained earnings	340,431	222,933	146,713
	2,110,484	1,790 495	1,714,275
Long-term liabilities			
Liabilities due to credits, loans	536,868	535,529	536,935
Finance lease liabilities	24,555	28,313	31,585
Non-current liabilities on long-term rental	102,150	99,846	100,145
Deferred income tax provision	17,358	23,845	-
	680,931	687,533	668,665
Short-term liabilities			
Trade and other liabilities	982,048	551,970	916,782
Liabilities on credits, loans and debt securities	654,565	476,684	403,487
Finance lease liabilities	10,062	5,781	15,029
Liabilities on the short-term rental	45,230	44,082	44,708
Employee benefits	19,249	18,520	18,807
Income tax liabilities	70,156	58,146	60,511
	1,781,310	1,155 183	1,459,324
TOTAL LIABILITIES	4,572 725	3,633,211	3,842,264

Separate statement of comprehensive income

(in thousand PLN)

	for the period of 3 months ended on 30 September		for the period of 9 months ended on 30 September	
	2021	2020	2021	2020
Continued activity				
Revenues from the sale of products, goods and materials	2,153,192	1,709,361	6,010,183	4,561,986
Cost of sales	(1,595,114)	(1,291,600)	(4,496,224)	(3,392,972)
Gross profit on sales	558,078	417,761	1,513,959	1,169,014
Other operating revenue	8,510	(1,750)	14,742	4,638
Selling cost, general and administrative expenses	(216,373)	(193,691)	(635,872)	(545,299)
Costs of distribution service	(152,223)	(136,379)	(441,812)	(380,658)
Costs of license	(8,960)	(1,965)	(25,382)	(5,216)
Other operating expenses	(7,715)	(3,707)	(30,369)	(43,444)
Operating profit	181,317	80,269	395,266	199,035
Financial income	1,736	2,035	7,586	6,631
Dividends received	21,283	24,000	34,714	26,859
Exchange differences	(3,390)	(1,086)	1,323	(5,003)
Financial costs	(8,101)	(18,699)	(22,491)	(38,702)
Profit before tax	192,845	86,519	416,398	188,820
Income tax	(33,407)	(22,198)	(76,290)	(42,431)
Net profit	159,438	64,321	340,108	146,389
OTHER COMPREHENSIVE INCOME				
Total other comprehensive income, net	-	-	-	-
COMPREHENSIVE INCOME	159,438	64,321	340,108	146,389
Net profit	159,438	64,321	340,108	146,389
Weighted-average number of ordinary shares	14,168,100	14,168,100	14,168,100	14,168,100
Earnings per ordinary share (in PLN)	11,25	4.45	24.01	10.33
Weighted-average diluted number of ordinary shares	14,168,100	14,168,100	14,168,100	14,168,100
Diluted earnings per ordinary share (in PLN)	11.25	4.45	24.01	10.33

Separate statement of changes in equity

for the period from 1 January 2021 to 30 September 2021

(in thousand PLN)

	Share capital	Share premium account	Supplementary capital	Other reserve capitals	Retained earnings	Total equity
As at 1 January 2021	28,336	259,530	1,273,761	5,935	222,933	1,790,495
Statement of comprehensive income						
Profit in the reporting period	-	-	-	-	340,108	340,108
Total comprehensive income	-	-	-	-	340,108	340,108
Distribution of prior period profit – dividend	-	-	-	-	(20,119)	(20,119)
Distribution of retained profits - carried over to supplementary capital	-	-	202,491	-	(202,491)	-
As at 30 September 2021	28,336	259,530	1,476,252	5,935	340,431	2,110,484

for the period from 1 January 2020 to 31 December 2020

(in thousand PLN)

	Share capital	Share premium account	Supplementary capital	Other reserve capitals	Retained earnings	Total equity
Shareholder's equity as at 1 January 2020	28,336	259,530	1,118,787	5,935	155,298	1,567,886
Statement of comprehensive income						
Profit in the reporting period	-	-	-	-	222,609	222,609
Total comprehensive income	-	-	-	-	222,609	222,609
Transactions with shareholders						
Distribution of prior period profit – dividend	-	-	-	-	-	-
Distribution of retained profits - carried over to supplementary capital	-	-	154,974	-	(154,974)	-
Owner's equity as at 31 December 2020	28,336	259,530	1,273,761	5,935	222,933	1,790,495

Separate statement of changes in equity (cont.)
for the period from 1 January 2020 to 30 September 2020
(in thousand PLN)

	Share capital	Share premium account	Supplementary capital	Other reserve capitals	Retained earnings	Total equity
As at 1 January 2020	28,336	259,530	1,118,787	5,935	155,298	1,567,886
Statement of comprehensive income						
Profit in the reporting period	-	-	-	-	146,389	146,389
Total comprehensive income	-	-	-	-	146,389	146,389
Distribution of prior period profit – dividend	-	-	-	-	-	-
Distribution of retained profits - carried over to supplementary capital	-	-	154,974	-	(154,974)	-
As at 30 September 2020	28,336	259,530	1,273 761	5,935	146,713	1,714 275

Separate statement of cash flows

(in thousand PLN)

	<u>01/01/2021- 30/09/2021</u>	<u>01/01/2020- 30/09/2020</u>
Cash flows from operating activities		
Profit (loss) before tax	416,398	188,820
Adjustments:		
Amortization and depreciation	24,473	27,431
Foreign exchange gains /losses	320	4,860
(Profit) /loss on the sale of property, plant and equipment	(2,193)	(237)
Net interest and share in profits	14,474	18,720
Net dividends	(34,714)	(26,859)
Other adjustments, net	1	(2)
Operating profit before changes in the working capital	<u>418,759</u>	<u>212,733</u>
Increase (decrease) in inventories	(590,035)	(257,559)
Increase (decrease) in receivables	(338,860)	(56,450)
Increase (decrease) in receivables under rental	(3,451)	(6,894)
Change in short-term liabilities	463,328	372,838
Change in liabilities under rental	3,451	6,894
Cash generated by operating activities	<u>(46,807)</u>	<u>271,562</u>
Corporate income tax paid	(70,768)	(23,216)
Net cash from operating activities	<u>(117,575)</u>	<u>248,346</u>
Cash flow from investment activities		
Proceeds from the sale of plant, property, equipment and intangible assets	204	824
Purchase of property, plant, equipment and intangible assets	(13,970)	(13,647)
Sale of shares in subordinated entities	150	-
Purchase of financial assets in related and other entities	(811)	(2,593)
Repayment of loans granted	5,483	673
Loans granted	(3,698)	(5,500)
Interest received	504	962
Dividends received	34,714	25,764
Net cash from investing activities	<u>22,576</u>	<u>6,483</u>
Cash flow from financing activities		
(repayments) / proceeds from loans and lease	183,583	(172,463)
Interest paid	(14,978)	(19,682)
Financial lease contracts liabilities	(37,620)	(40,022)
Payment of the factoring	-	-
Dividend paid	(20,119)	-
Deposits received (returned)	-	(50)
Net cash from financing activities	<u>110,866</u>	<u>(232,217)</u>
Net change in cash and cash equivalents	<u>15,867</u>	<u>22,613</u>
Cash and cash equivalents at the beginning of the period	19,079	17,967
Cash and cash equivalents at the end of the period	<u>34,946</u>	<u>40,580</u>

1. Accounting principles

Declaration of compliance with IFRS

Interim condensed separate financial statements of Inter Cars S.A. (hereinafter referred to as “the condensed interim financial statements”) were prepared for the period of 9 months ended on 30 September 2021.

These condensed separate interim consolidated financial statements were prepared in accordance with the International Accounting Standard IAS 34 "Interim Financial Reporting" relating to interim financial statements and is not inclusive of all information required with respect to annual financial statements. These condensed separate interim financial statements should be read together with the audited separate financial statements prepared in accordance with the IFRS for the year ended on 31 December 2020. No changes to the accounting principles applied by the Company were made during the reporting period presented compared to the those described in the financial statements for the year ended on 31 December 2020.

The accounting principles applied by Inter Cars are the same as those applied by the Group, with the exception of interest in subsidiaries, valued at the historical costs minus revaluation write-downs.

Description of amendments and the new standards, their influence on the statements of the Company was delivered in note V thereof.

The interim condensed separate financial statements of Inter Cars S.A. were approved for publication by the Management Board on 17 November 2021.

The interim condensed separate financial statements of Inter Cars S.A. were prepared under the assumption that the company shall continue as a going concern in the foreseeable future.

All values presented in the interim condensed financial statements were expressed in PLN, unless otherwise indicated.

2. Investments in subordinated entities

	<u>2021</u>	<u>2020</u>
As at 1 January (gross)	446,368	425,978
Increase, including:	810	2,594
- purchase of shares in Inter Cars Norge AS	26	-
- new share capital in CB Dystrybucja Sp. z o.o.	5	-
- increase in share capital in Inter Cars d o.o. Beograd Rakovica	779	846
- increase in share capital in Inter Cars Fleet Services Sp. z o.o.	-	995
- purchase of shares of JAG Sp. z o.o.	-	300
- new share capital in OOO Inter Cars Automobilna Technika	-	451
- purchase of shares of Partslife international Polska sp. z o.o.*	-	2
Decrease, including:	(300)	-
- sale of shares of JAG Sp. z o.o.	(300)	-
As at 30 September (gross):	446,878	428,572
- impairment on Inter Cars Hungaria Kft.	(611)	(611)
As at 30 September (net)	446,267	427,961

* On 12 August 2020 the Company bought 10% of shares in Partslife International Polska sp. z o.o.

3. Transactions with related entities in the condensed standalone financial statements

	Sales revenues		Purchase of goods and services	
	01/01/2021-30/09/2021	01/01/2020-30/09/2020	01/01/2021-30/09/2021	01/01/2020-30/09/2020
Inter Cars Ukraine LLC	138,915	116,788	-	-
Q-Service Sp. z o.o.	33	3	185,538	155,697
Lauber Sp. z o.o.	3,900	6,114	70,641	59,160
Inter Cars Ceska Republika	189,040	130,806	2,329	1,861
Inter Cars Slovenska Republika	193,290	151,303	2,014	2,010
Feber Sp. z o.o.	572	479	8,445	4,894
Inter Cars Lietuva UAB	221,388	154,912	2,306	2,283
IC Development & Finance Sp. z o.o.	5	10	87	327
Inter Cars Italia srl.	3,166	4,990	1,319	32
Inter Cars d.o.o.	125,488	78,773	8,301	4,769
JC Auto S.A.	278	110	-	1
Inter Cars Hungária Kft	120,623	86,122	1,782	2,204
Inter Cars Romania s.r.l.	273,852	189,937	3,480	2,153
Armatus sp. z o.o.	3	3	30	169
Cleverlog Autoteile BmbH	116,889	90,280	638	207
Inter Cars Latvija SIA	138,031	84,028	3,625	1,608
Inter Cars Bulgaria Ltd.	141,433	82,783	1,889	2,628
Inter Cars Marketing Services Sp. z o.o.	63	245	39,693	11,395
ILS Sp. z o.o.	3,248	4,051	308,317	253,095
Q-Service Truck Sp. z o.o.	698	559	25,255	16,495
Inter Cars Malta Limited	4	33	280,607	244,701
Inter Cars d.o.o. (Slovenia)	10,061	3,121	502	307
Inter Cars Eesti OU	31,399	18,383	837	544
Inter Cars Piese Auto s.r.l.	95	2	19	-
Inter Cars Greece Ltd.	37,580	9,846	1,596	140
Inter Cars d.o.o. (Bosnia)	212	3	1,094	-
Inter Cars United Kingdom - automotive technology Ltd	12,195	11,951	-	-
Inter Cars d.o.o. (Serbia)	296	4	-	-
Inter Cars Fleet Services Sp. z o.o.	30,227	4,883	1,211	702
JAG Sp. z o.o.	1,104	954	7,792	6,632
OOO Inter Cars Automobila Technika (Belarus)	10	-	-	-
	1,794,098	1,231,476	959,348	774,014

Transactions with related entities in the condensed standalone financial statements (continued)

Settlement	Receivables as at		Liabilities as at	
	30/09/2021	31/12/2020	30/09/2021	31/12/2020
Inter Cars Ukraine LLC	86,357	76,634	-	-
Q-Service Sp. z o.o.	-	191	61,784	23,841
Lauber Sp. z o.o.	30,370	31,749	21,428	13,252
Inter Cars Česká republika s.r.o.	52,190	49,899	19	-
Inter Cars Slovenská republika s.r.o.	50,847	39,348	398	37
Feber Sp. z o.o.	80	65	13,223	13,333
Inter Cars Lietuva UAB	68,864	46,045	4	19
IC Development & Finance Sp. z o.o.	5	78	1,596	1,727
Inter Cars Italia srl.	234	(3,047)	2,152	850
Inter Cars d.o.o.	174,633	145,252	137	108
JC Auto S.A.	259	22	-	-
Inter Cars Hungária Kft.	68,656	43,746	35	(1)
Inter Cars Romania s.r.l.	336,243	274,938	18	923
Armatus sp. z o.o.	1	-	(342)	(342)
Cleverlog-Autoteile GmbH	1,834	1,427	-	-
Inter Cars Latvija SIA	64,386	41,457	235	12
Inter Cars Bulgaria EOOD	129,268	119,430	141	44
Inter Cars Marketing Services Sp. z o.o.	-	37	171,043	119,678
ILS Sp. z o.o.	68	2,980	68,032	40,258
Q-Service Truck Sp. z o.o.	93	31	8,950	6,534
Inter Cars Malta Holding Limited	-	-	(21)	(21)
Inter Cars Malta Limited	(6)	(7)	148,420	112,820
Inter Cars INT d.o.o. (Slovenia)	3,375	3,382	112	72
Inter Cars Eesti OÜ	3,313	3,264	136	185
Inter Cars Piese Auto s.r.l.	(90)	(88)	30	-
Inter Cars Greece	32,153	15,884	86	190
ILS Latvijas filiāle	91	71	-	-
Intermeko Europe Sp. z o.o.	1	1	104	-
Inter Cars d o.o. (Bosnia)	593	377	1,511	-
Inter Cars d o.o. (Serbia)	109	354	-	-
Inter Cars Fleet Services Sp. z o.o.	22,345	31,396	47	4,648
JAG Sp. z o.o.	-	433	-	933
Inter Cars United Kingdom - AUTOMOTIVE TECHNOLOGY LTD.	2,451	3,202	-	-
Inter Cars Cyprus Ltd	-	-	4	-
OOO INTER CARS AUTOMOBILNA TEHNIKA	66	-	-	-
Gross receivables / liabilities from subsidiaries	1,128,790	928,553	499,282	339,104
Reserves for returns	(51,586)	(64,631)	-	-
Net receivables / liabilities from subsidiaries	1,077,204	863,922	499,282	339,104

Receivables on dividend

<i>Receivables from subsidiaries</i>	30/09/2021	31/12/2020
Inter Cars Česká republika s.r.o.	-	2,840
Feber Sp. z o.o.(advance payment)	-	(1,850)
Inter Cars Bulgaria EOOD	-	5,962
Inter Cars INT d.o.o.	-	1,192
Gross receivables on dividend	-	8,144

Settlements on loans and borrowings

<i>Receivables from subsidiaries</i>	30/09/2021	31/12/2020
Lauber Sp. z o.o.	8,766	8,766
IC Development & Finance Sp. z o.o.	17,892	17,848
Q-Service Truck sp z o.o.	2,555	2,555
Inter Cars Malta Limited	-	1
Inter Cars d o.o. Beograd Rakovica	931	955
JAG Sp. z o.o.*	-	2,003
Inter Cars Fleet Services Sp. .	3,239	3,239
Gross receivables on loans	33,383	35,367

*JAG Sp. z o.o. Company was sold on 30 June 2021.

Liabilities to subsidiaries

Inter Cars Marketing Services Sp. z o.o.	-	1
Inter Cars Cyprus Ltd.	94,880	81,590
	94,880	81,591

Sureties issued by Inter Cars S.A. as at 30 September 2021 towards related companies:

Sureties and guarantees granted by Inter Cars S.A. as at 30 September 2021 amounted in total to: PLN 393,104 thousand.

In the reporting period, the Company did not grant any credit or loan sureties nor guarantees of a material value to any entity or a subsidiary of such entity.