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*Half-year report of the Auto Partner Group for the six months from 1 January to 30 June  
2024*

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## Table of contents

I. Condensed consolidated interim financial statements .....	5
Condensed consolidated interim statement of comprehensive income .....	5
Condensed consolidated interim statement of financial position.....	6
Condensed consolidated interim statement of cash flows .....	7
Condensed consolidated interim statement of changes in equity .....	8
Notes.....	9
1. About the Auto Partner Group .....	9
2. Statement of compliance and basis of accounting .....	10
3. Amendments to standards and interpretations .....	11
4. Significant judgements and estimates .....	12
5. Seasonality .....	12
6. Functional and reporting currency .....	12
7. Revenue from contracts with customers.....	13
8. Costs by nature and function of expense .....	13
9. Other gains/(losses), net.....	14
10. Finance income .....	14
11. Finance costs.....	14
12. Income tax.....	14
13. Property, plant and equipment .....	16
14. Intangible assets.....	17
15. Investments in other entities .....	18
16. Other financial assets.....	18
17. Inventories and contract assets .....	19
18. Trade and other receivables .....	20
19. Cash.....	21
20. Equity .....	21
21. Borrowings .....	21
22. Trade and other payables .....	22
23. Financial liabilities under lease contracts .....	23
24. Employee benefit obligations and provisions.....	24
25. Financial instruments.....	24
26. Related-party transactions.....	25
27. Contingent liabilities, future contract liabilities, sureties provided and received, and contingent assets.....	27
28. Events subsequent to the reporting date .....	27
29. Impact of the Russian Federation's military invasion of Ukraine on the Group's business .....	28
30. Authorisation for issue.....	28
II. Condensed separate interim financial statements .....	29

Condensed separate interim statement of comprehensive income .....	29
Condensed separate interim statement of financial position .....	30
Condensed separate interim statement of cash flows .....	31
Condensed separate interim statement of changes in equity.....	32
Notes.....	33
1. Overview .....	33
2. Statement of compliance and basis of accounting .....	34
3. Amendments to standards and interpretations .....	34
4. Significant judgements and estimates.....	36
5. Seasonality .....	36
6. Revenue from contracts with customers.....	36
7. Costs by nature and function of expense .....	37
8. Other gains/(losses), net.....	37
9. Finance income .....	37
10. Finance costs.....	37
11. Income tax.....	38
12. Property, plant and equipment .....	39
13. Intangible assets.....	41
14. Investments in related and other entities .....	41
15. Other financial assets.....	42
16. Inventories and contract assets .....	42
17. Trade and other receivables .....	43
18. Cash.....	44
19. Equity .....	44
20. Borrowings .....	45
21. Trade and other payables .....	46
22. Financial liabilities under lease contracts .....	46
23. Employee benefit obligations and provisions.....	47
24. Financial instruments.....	48
25. Related-party transactions.....	48
26. Contingent liabilities, future contract liabilities, sureties provided and received, and contingent assets.....	52
27. Events subsequent to the reporting date .....	52
28. Impact of the Russian Federation’s military invasion of Ukraine on the Company’s business .....	53
29. Authorisation of the condensed separate interim financial statements for issue .....	53
III. Interim Directors’ Report on the operations of the Group.....	54
1. The Company and the Group.....	54
2. Basis of accounting used in preparing the condensed consolidated half-year financial statements; key threats and risks expected in the six months remaining to the end of the financial year.....	55

3.	Key events related to the Company in the six months ended 30 June 2024.....	56
4.	Impact of the war in Ukraine on the Group’s operations and financial results.....	57
5.	Changes in the Group’s key management policies.....	57
6.	Management Board’ position on the feasibility of published forecasts.....	57
7.	Shareholders holding 5% or more of total voting rights in the Company .....	57
8.	Total number and par value of Company shares held by the Company’s management and supervisory staff (for each person separately).....	58
9.	Material court, arbitration and administrative proceedings .....	58
10.	Related-party transactions executed by the Company or its subsidiaries on non-arm’s length terms .....	58
11.	Significant sureties and guarantees received and issued, including in particular sureties and guarantees issued to and received from related entities.....	58
12.	Other information relevant to the assessment of the Company’s and the Group’s workforce, assets, financial position and profit or loss as well as the Group’s ability to meet its obligations .....	59
12.1.	Overview of key products, merchandise and services.....	59
12.2.	Overview of the Group’s geographical markets .....	60
12.3.	Projected development of the Group.....	61
12.4.	Current and projected financial position – factors and events, including of a non-recurring nature, having a material bearing on the condensed financial statements .....	62
12.5.	Workforce .....	67
13.	Factors that, in the Company’s opinion, will impact the Group’s results in the next quarter and beyond ...	67

This half-year report of the Auto Partner Group for the six months from 1 January to 30 June 2024 contains condensed consolidated interim financial statements of the Group. This document also contains the condensed interim financial statements of the parent in accordance with Section 62.3 of the Regulation of the Minister of Finance of 29 March 2018 on current and periodic information to be published by issuers of securities and conditions for recognition as equivalent of information whose disclosure is required under the laws of a non-member state.

## I. Condensed consolidated interim financial statements

### Condensed consolidated interim statement of comprehensive income

	Note	3 months ended		6 months ended	
		30 June 2024	30 June 2023	30 June 2024	30 June 2023
<b>STATEMENT OF PROFIT OR LOSS</b>		figures not subject to review	figures not subject to review	unaudited figures	unaudited figures
Revenue from contracts with customers	7	1,062,091	938,540	2,056,842	1,775,185
Cost of sales	8	(765,820)	(686,140)	(1,499,679)	(1,302,011)
<b>Gross profit</b>		<b>296,271</b>	<b>252,400</b>	<b>557,163</b>	<b>473,174</b>
Distribution costs and marketing expenses	8	(123,620)	(98,964)	(238,271)	(195,028)
Warehousing costs	8	(79,199)	(58,616)	(153,842)	(114,172)
Management and administrative expenses	8	(13,814)	(11,562)	(26,864)	(22,541)
Other gains/(losses), net	9	(664)	1,180	(2,500)	5,163
Other income		177	69	357	104
Other expenses		(736)	(398)	(1,540)	(593)
<b>Operating profit</b>		<b>78,415</b>	<b>84,109</b>	<b>134,503</b>	<b>146,107</b>
Finance income	10	(802)	2,753	275	2,871
Finance costs	11	(6,760)	(7,037)	(13,398)	(15,832)
<b>Profit before tax</b>		<b>70,853</b>	<b>79,825</b>	<b>121,380</b>	<b>133,146</b>
Income tax	12	(13,925)	(15,674)	(24,131)	(25,976)
<b>Profit from continuing operations</b>		<b>56,928</b>	<b>64,151</b>	<b>97,249</b>	<b>107,170</b>
<b>Net profit</b>		<b>56,928</b>	<b>64,151</b>	<b>97,249</b>	<b>107,170</b>
<b>OTHER COMPREHENSIVE INCOME</b>					
Exchange differences on translation of foreign operations		108	397	(158)	243
<b>Other comprehensive income that will be reclassified to profit or loss, after tax</b>		<b>108</b>	<b>397</b>	<b>(158)</b>	<b>243</b>
<b>Net other comprehensive income</b>		<b>108</b>	<b>397</b>	<b>(158)</b>	<b>243</b>
<b>TOTAL COMPREHENSIVE INCOME</b>		<b>57,036</b>	<b>64,548</b>	<b>97,091</b>	<b>107,413</b>
<b>Net profit attributable to:</b>					
owners of the parent		56,928	64,151	97,249	107,170
non-controlling interests		-	-	-	-
<b>Total comprehensive income attributable to:</b>					
owners of the parent		57,036	64,548	97,091	107,413
non-controlling interests		-	-	-	-
<b>Earnings per share (PLN per share)</b>					
basic earnings per share from continuing operations (PLN)		0.44	0.49	0.74	0.82
<b>basic earnings per share (PLN)</b>		<b>0.44</b>	<b>0.49</b>	<b>0.74</b>	<b>0.82</b>
diluted earnings per share from continuing operations (PLN)		0.44	0.49	0.74	0.82
<b>diluted earnings per share (PLN)</b>		<b>0.44</b>	<b>0.49</b>	<b>0.74</b>	<b>0.82</b>

## Condensed consolidated interim statement of financial position

	Note	As at 30 June 2024	As at 31 December 2023	As at 30 June 2023
<b>ASSETS</b>		unaudited figures		unaudited figures
<b>Non-current assets</b>				
Intangible assets	14	34,670	34,944	31,535
Property, plant and equipment	13	364,959	331,960	266,704
Investments in other entities	15	110	110	110
Other long-term receivables	18	4,985	4,494	4,226
Deferred tax assets	12	1,740	1,034	1,583
<b>Total non-current assets</b>		<b>406,464</b>	<b>372,542</b>	<b>304,158</b>
<b>Current assets</b>				
Inventories	17.1	1,054,483	1,006,367	973,600
Contract assets	17.2	23,552	19,366	20,205
Trade and other receivables	18	358,297	357,031	289,456
Other financial assets	16	3,305	-	105
Current tax assets	12	43	1,257	451
Cash and cash equivalents	19	41,776	37,360	27,900
<b>Total current assets</b>		<b>1,481,456</b>	<b>1,421,381</b>	<b>1,311,717</b>
<b>Total assets</b>		<b>1,887,920</b>	<b>1,793,923</b>	<b>1,615,875</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Share capital issued		13,062	13,062	13,062
Share premium		106,299	106,299	106,299
Other components of equity		2,103	2,103	2,103
Translation reserve		(1,815)	(1,657)	(789)
Retained earnings		1,004,041	926,385	809,969
<b>Equity attributable to owners of the parent</b>		<b>1,123,690</b>	<b>1,046,192</b>	<b>930,644</b>
<b>Total equity</b>	20	<b>1,123,690</b>	<b>1,046,192</b>	<b>930,644</b>
<b>Non-current liabilities</b>				
Long-term borrowings	21	56,566	104,146	77,000
Lease liabilities	23	170,113	152,413	109,846
Employee benefit obligations and provisions	24	894	1,927	2,143
Deferred tax liabilities	12	19,492	33,086	10,988
<b>Total non-current liabilities</b>		<b>247,065</b>	<b>291,572</b>	<b>199,977</b>
<b>Current liabilities</b>				
Trade and other payables	22.1	273,510	154,107	231,812
Contract liabilities	22.2	33,091	26,896	28,812
Short-term borrowings	21	111,515	196,135	132,951
Lease liabilities	23	33,455	37,306	37,977
Current tax liabilities	12	18,971	12	13,695
Employee benefit obligations and provisions	24	38,402	33,267	32,460
Short-term provisions		8,221	8,436	7,547
<b>Total current liabilities</b>		<b>517,165</b>	<b>456,159</b>	<b>485,254</b>
<b>Total liabilities</b>		<b>764,230</b>	<b>747,731</b>	<b>685,231</b>
<b>Total equity and liabilities</b>		<b>1,887,920</b>	<b>1,793,923</b>	<b>1,615,875</b>

## Condensed consolidated interim statement of cash flows

<i>indirect method</i>	Note	6 months ended	
		30 June 2024	30 June 2023
		unaudited figures	unaudited figures
<b>Cash flows from operating activities</b>			
<b>Profit before tax</b>		<b>121,380</b>	<b>133,146</b>
<b>Adjustments:</b>		<b>122,898</b>	<b>110,138</b>
Depreciation and amortisation		27,181	20,424
Foreign exchange gains/(losses)		779	(2,724)
Adjustments for gains/(losses) on sale of non-current assets		17	110
Other adjustments with cash flows from financing or investing activities		(104)	(103)
Interest		12,516	15,714
Change in inventories		(48,116)	(17,870)
Change in contract assets		(4,186)	(6,621)
Change in trade and other receivables		(2,139)	(8,190)
Change in trade and other payables		126,868	99,832
Change in contract liabilities		6,195	9,501
Change in employee benefit obligations and provisions		3,887	65
<b>Cash from operating activities</b>		<b>244,278</b>	<b>243,284</b>
Income tax paid		(18,258)	(36,290)
<b>Net cash from operating activities</b>		<b>226,020</b>	<b>206,994</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment and intangible assets		(29,075)	(18,974)
Disposal of property, plant and equipment and intangible assets		36	90
Loans		(3,260)	(3,537)
Repayment of loans		-	3,539
<b>Net cash from investing activities</b>		<b>(32,299)</b>	<b>(18,882)</b>
<b>Cash flows from financing activities</b>			
Dividend paid		(19,593)	(19,593)
Borrowings repaid		(131,694)	(138,930)
Payment of lease liabilities		(25,119)	(20,980)
Interest and fees paid		(12,923)	(15,544)
<b>Net cash from financing activities</b>		<b>(189,329)</b>	<b>(195,047)</b>
<b>Change in cash before exchange rate changes</b>		<b>4,392</b>	<b>(6,935)</b>
<b>Effect of exchange rate changes on cash</b>		<b>24</b>	<b>(96)</b>
<b>Net change in cash</b>		<b>4,416</b>	<b>(7,031)</b>
<b>Cash and cash equivalents at beginning of period</b>		<b>37,360</b>	<b>34,931</b>
<b>Cash and cash equivalents at end of period</b>	19	<b>41,776</b>	<b>27,900</b>

## Condensed consolidated interim statement of changes in equity

	Share capital issued	Share premium	Capital from issue of warrants	Translation reserve	Retained earnings	Equity attributable to owners of the parent	Total equity
<b>As at 1 January 2024</b>	<b>13,062</b>	<b>106,299</b>	<b>2,103</b>	<b>(1,657)</b>	<b>926,385</b>	<b>1,046,192</b>	<b>1,046,192</b>
Net profit	-	-	-	-	97,249	97,249	97,249
Other comprehensive income	-	-	-	(158)	-	(158)	(158)
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(158)</b>	<b>97,249</b>	<b>97,091</b>	<b>97,091</b>
Dividends paid	-	-	-	-	(19,593)	(19,593)	(19,593)
<b>Total changes in equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(158)</b>	<b>77,656</b>	<b>77,498</b>	<b>77,498</b>
<b>As at 30 June 2024</b> (unaudited figures)	<b>13,062</b>	<b>106,299</b>	<b>2,103</b>	<b>(1,815)</b>	<b>1,004,041</b>	<b>1,123,690</b>	<b>1,123,690</b>

	Share capital issued	Share premium	Capital from issue of warrants	Translation reserve	Retained earnings	Equity attributable to owners of the parent	Total equity
<b>As at 1 January 2023</b>	<b>13,062</b>	<b>106,299</b>	<b>2,103</b>	<b>(1,032)</b>	<b>722,392</b>	<b>842,824</b>	<b>842,824</b>
Net profit	-	-	-	-	223,586	223,586	223,586
Other comprehensive income	-	-	-	(625)	-	(625)	(625)
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(625)</b>	<b>223,586</b>	<b>222,961</b>	<b>222,961</b>
Dividends paid	-	-	-	-	(19,593)	(19,593)	(19,593)
<b>Total changes in equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(625)</b>	<b>203,993</b>	<b>203,368</b>	<b>203,368</b>
<b>As at 31 December 2023</b>	<b>13,062</b>	<b>106,299</b>	<b>2,103</b>	<b>(1,657)</b>	<b>926,385</b>	<b>1,046,192</b>	<b>1,046,192</b>

	Share capital issued	Share premium	Capital from issue of warrants	Translation reserve	Retained earnings	Equity attributable to owners of the parent	Total equity
<b>As at 1 January 2023</b>	<b>13,062</b>	<b>106,299</b>	<b>2,103</b>	<b>(1,032)</b>	<b>722,392</b>	<b>842,824</b>	<b>842,824</b>
Net profit	-	-	-	-	107,170	107,170	107,170
Other comprehensive income	-	-	-	243	-	243	243
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>243</b>	<b>107,170</b>	<b>107,413</b>	<b>107,413</b>
Dividends paid	-	-	-	-	(19,593)	(19,593)	(19,593)
<b>Total changes in equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>243</b>	<b>87,577</b>	<b>87,820</b>	<b>87,820</b>
<b>As at 30 June 2023</b> (unaudited figures)	<b>13,062</b>	<b>106,299</b>	<b>2,103</b>	<b>(789)</b>	<b>809,969</b>	<b>930,644</b>	<b>930,644</b>



## Notes

### 1. About the Auto Partner Group

#### 1.1. Principal business of the Group

The Auto Partner Group's principal business activity consists in the organisation of distribution of vehicle spare parts directly from manufacturers to end users. The Group is an importer and distributor of parts for passenger cars and delivery vehicles in the market for spare parts classified in accordance with the GVO regulations and European Union directives.

#### 1.2. About the parent – Auto Partner S.A.

Name of the reporting entity: Auto Partner S.A.

Registered office address: ul. Ekonomiczna 20, 43-150 Bieruń, Poland.

Registered office: Poland

Principal place of business: Auto Partner S.A. conducts operations mainly in the territory of Poland.

Country of registration: Poland

Legal form: Joint stock company (*spółka akcyjna*). The Company is entered in the National Court Register at the District Court for Katowice-Wschód, 8th Commercial Division of the National Court Register, under No. KRS 0000291327.

Tax Identification Number (NIP): 6340011017

Industry Identification Number (REGON): 276249079

Legal Entity Identifier (LEI): 259400NXH0FT0MF6PV21

The Company has been established for indefinite time. The Company's financial year is the same as the calendar year.

#### 1.3. Composition of the Management Board of the parent as at the date of authorisation of these financial statements for issue

Aleksander Górecki – President of the Management Board

Andrzej Manowski – Vice President of the Management Board

Piotr Janta – Vice President of the Management Board

Tomasz Werbiński – Member of the Management Board

#### 1.4. Composition of the Supervisory Board of the parent as at the date of authorisation of these financial statements for issue

Jarosław Plisz – Chair of the Supervisory Board

Bogumił Woźny – Deputy Chair of the Supervisory Board

Andrzej Urban – Member of the Supervisory Board

Bogumił Kamiński – Member of the Supervisory Board

Mateusz Melich – Member of the Supervisory Board

#### 1.5. Auditor

PricewaterhouseCoopers Polska spółka z ograniczoną odpowiedzialnością Audyt sp.k., with its registered office at ul. Polna 11, Warsaw.

## 1.6. Stock exchange listing of parent shares

Auto Partner S.A. shares are listed on the Warsaw Stock Exchange in the continuous trading system. The structure of the Company's share capital as at 30 June 2024 is presented below.

The share capital consists of:	number of shares	par value per share	amount of share capital
Series A ordinary bearer shares	1,000	PLN 0.10	PLN 100.00
Series B ordinary bearer shares	111,110	PLN 0.10	PLN 11,111.00
Series C ordinary bearer shares	160,386	PLN 0.10	PLN 16,038.60
Series D ordinary bearer shares	48,319,769	PLN 0.10	PLN 4,831,976.90
Series E ordinary bearer shares	39,964,295	PLN 0.10	PLN 3,996,429.50
Series F ordinary bearer shares	4,444,440	PLN 0.10	PLN 444,444.00
Series G ordinary bearer shares	999,000	PLN 0.10	PLN 99,900.00
Series H ordinary bearer shares	23,000,000	PLN 0.10	PLN 2,300,000.00
Series I ordinary bearer shares	2,070,000	PLN 0.10	PLN 207,000.00
Series J ordinary bearer shares	11,550,000	PLN 0.10	PLN 1,155,000.00
<b>Total</b>	<b>130,620,000</b>		<b>PLN 13,062,000.00</b>

## 1.7. Consolidated subsidiaries as at 30 June 2024

As at the reporting date, the Auto Partner Group comprised the parent company Auto Partner S.A. and four subsidiaries consolidated with the full method, as listed below.

Entity	Principal business	Registered office	% ownership interest	% ownership interest
			As at 30 June 2024	As at 31 December 2023
Maxgear Sp. z o.o. Sp. komandytowa	sale of spare parts and accessories for motor vehicles	Bieruń, Poland	100%*	100%*
Maxgear Sp. z o.o.	sale of spare parts and accessories for motor vehicles	Poland, Tychy	100%	100%
AP Auto Partner CZ, s.r.o.	sale of spare parts and accessories for motor vehicles	Prague, Czech Republic	100%	100%
AP Auto Partner RO, s.r.l.	sale of spare parts and accessories for motor vehicles	Romania, Bucharest	100%	100%

\*) 99% of the voting rights are held by Auto Partner S.A. as a limited partner; 1% of the voting rights are held by the general partner, in which Auto Partner S.A. holds 100% of the voting rights.

All the companies in the Group have been established for indefinite time. Financial statements of all subsidiaries have been prepared for the same period as the parent's financial statements, in accordance with consistently applied uniform accounting policies.

The financial year of the Group companies is the same as the calendar year.

## 2. Statement of compliance and basis of accounting

These condensed consolidated interim financial statements (these "financial statements") of the Group for the six months from 1 January to 30 June 2024 and for the corresponding period of the previous year have been prepared in accordance with IAS 34 *Interim Financial Reporting* and do not include all the information and disclosures required to be included in consolidated full-year financial statements. These condensed consolidated interim financial statements should be read in conjunction with the audited consolidated full-year financial statements for the year ended 31 December 2023 prepared in accordance with IFRS.

The accounting policies applied in the preparation of these condensed consolidated financial statements are consistent with the policies applied in the preparation of the consolidated full-year financial statements for the financial year ended 31 December 2023.

These condensed consolidated interim financial statements have been prepared on the assumption that the Group will continue as a going concern in the foreseeable future. As at the date of authorisation of these financial statements, there were no circumstances indicating any threat to the Group's ability to continue as a going concern.

All amounts in these condensed consolidated interim financial statements are presented in PLN thousands, unless indicated otherwise.

### 3. Amendments to standards and interpretations

The following amendments to existing standards issued by the International Accounting Standards Board (IASB) and endorsed by the EU came into effect in 2024:

#### **Amendment to IFRS 16 *Leases***

The amendments to IFRS 16 *Leases* clarify certain issues concerning subsequent measurement of a lease liability in the case of sale and leaseback transactions which satisfy the criteria under IFRS 15 to be accounted for as a sale. The amendments require that a seller-lessee subsequently measure lease liabilities arising in leasebacks in such a way as not to recognise any gain or loss relating to the right of use it retains. The new requirement is of particular importance where a leaseback involves variable payments that do not depend on an index or rate, as under IFRS 16 such payments are not 'lease payments'.

#### **Amendments to IAS 1 *Presentation of Financial Statements***

The amendments to IAS 1 clarify the criteria for classifying liabilities as current and non-current, and address the classification of liabilities when the entity is required to comply with certain covenants. The amended IAS 1 provides that liabilities are classified as current or non-current depending on the rights existing at the end of the reporting period. The classification does not depend on the entity's expectations or events after the reporting date (for example, covenants under credit facility agreements with which the entity must comply after twelve months from the reporting date).

#### **Amendments to IAS 7 *Statement of Cash Flows* and IFRS 7 *Financial Instruments: Disclosures – Supplier Finance Arrangements***

Amendments to IAS 7 *Statement of Cash Flows* and IFRS 7 *Financial Instruments: Disclosures* introduced new disclosure requirements for supplier finance arrangements (e.g. reverse factoring). Entities are required to disclose specific information about supplier finance arrangements to enable users of financial statements to assess how they affect the entity's liabilities and cash flows and understand their effect on the entity's exposure to liquidity risk. The amendments aim to enhance transparency of disclosures on finance arrangements but do not change the principles of recognition and measurement.

The Group has assessed the amendments listed above and found that they have not had a material effect on the financial statements.

Listed below are the issued standards and interpretations that are not yet effective and have not been early adopted by the Group.

#### **Amendments to IAS 21 *The Effects of Changes in Foreign Exchange Rates***

In August 2023, the IASB issued amendments to IAS 21 *The Effects of Changes in Foreign Exchange Rates*, which are intended to help entities determine whether a currency is exchangeable for another currency and estimate the spot exchange rate if it is not. In addition, where a currency is not exchangeable, the amended standard requires disclosure of additional information on how an alternative exchange rate is determined. The amendments are effective for financial statements for periods beginning on or after 1 January 2025. As at the date of these financial statements, the amendments were not yet endorsed by the European Union.

#### **Amendments to the classification and measurement of financial instruments – amendments to IFRS 9 and IFRS 7.**

In May 2024, the IASB issued amendments to IFRS 9 and IFRS 7 to:

- clarify the date of recognition and derecognition of certain financial assets and liabilities, with exemption for certain financial liabilities settled through electronic transfer;
- clarify and add further guidance on the assessment of whether a financial asset meets the SPPI test;
- add new disclosure requirements for certain instruments whose contractual terms may change cash flows; and
- update disclosure requirements for equity instruments designated at fair value through other comprehensive income (FVOCI).

The amendments are effective for financial statements for periods beginning on or after 1 January 2026. As at the date of these financial statements, the amendments were not yet endorsed by the European Union.

#### **Annual Improvements to IFRS Accounting Standards**

Annual Improvements to IFRS Accounting Standards amend the following standards: IFRS 1 First-time Adoption of International Financial Reporting Standards, IFRS 7 Financial Instruments: Disclosures, IFRS 9 Financial Instruments, IFRS 10 Consolidated Financial Statements and IAS 7 Statement of Cash Flows.

The amendments clarify the guidance on recognition and measurement. As at the date of these financial statements, the amendments were not yet endorsed by the European Union.

#### **IFRS 18 *Presentation and Disclosure in Financial Statements***

In April 2024, the IASB issued IFRS 18 *Presentation and Disclosures in Financial Statements*, A new standard replacing IAS 1 Presentation of Financial Statements, effective from 1 January 2027. The main changes compared with the previous standard pertain to the statement of profit or loss, required disclosures about performance measures, and the aggregation and disaggregation of information contained in financial statements. The new standard is effective for financial statements for periods beginning on or after 1 January 2027. As at the date of these financial statements, the amendments were not yet endorsed by the European Union.

#### **IFRS 19 *Subsidiaries without Public Accountability: Disclosures***

In May 2024, the IASB issued a new standard IFRS 19, which may be adopted by certain subsidiaries applying IFRS Accounting Standards to improve the effectiveness of disclosures in their financial statements. The new standard specifies reduced disclosure requirements. An eligible subsidiary that applies IFRS 19 is required to apply the requirements in other IFRS Accounting Standards, except for disclosure requirements. For disclosure requirements, it applies IFRS 19 instead of the disclosure requirements in other IFRS Accounting Standards. Eligible subsidiaries are entities that do not have public accountability, as defined in the new standard. In addition, IFRS 19 requires that the ultimate or any intermediate parent should produce consolidated financial statements available for public use that comply with IFRS Accounting Standards. Eligible entities may elect to apply the guidance provided in IFRS 19 for financial statements for periods beginning on or after 1 January 2027. As at the date of these financial statements, the amendments were not yet endorsed by the European Union.

#### **Amendments to IFRS 10 and IAS 28 concerning sale or contribution of assets between an investor and its associate or joint venture**

The amendments addressed the previous conflict between the requirements of IFRS 10 and IAS 28. The accounting treatment depends on whether the non-monetary assets sold or contributed to an associate or joint venture constitute a business. If the non-monetary assets constitute a business, the investor recognises full gain or loss resulting from the transaction. If the assets do not meet the definition of a business, the investor recognises a partial gain or loss only to the extent of unrelated investors' interests in the associate or joint venture. The amendments were issued on 11 September 2014. As at the date of these financial statements, the European Union had postponed the endorsement of the amendments.

The amendments listed above will have no material effect on the financial statements.

## 4. Significant judgements and estimates

The preparation of financial statements in accordance with IFRS requires the Management Board of the Group to use judgements and estimates which affect the applied accounting policies and the amounts of reported assets, liabilities, income and expenses. Judgements and estimates are reviewed on an ongoing basis. A change in estimates is recognised in profit or loss for the period in which the change occurred. During the reporting period, there were no material changes in judgements and estimates.

## 5. Seasonality

The sale of spare parts and accessories, which constitutes the principal business activity of the Group, is subject to seasonal fluctuations during the year. The highest sale volumes are recorded in the spring season (March to April/May) and in autumn (October and November), and additionally during summer months, while being relatively the lowest in winter. The seasonality of sales is reflected in higher demand for merchandise, which results in a seasonal increase in purchases of merchandise and the amount of related trade payables before the high seasons, especially spring.

## 6. Functional and reporting currency

These condensed consolidated interim financial statements have been prepared in Polish złoty (PLN). The Polish złoty is the functional currency of the parent and the reporting currency adopted for these consolidated financial statements. The data contained in these financial statements is presented in thousands of złoty, unless more accurate information is provided in specific cases.

The functional currencies of the foreign subsidiaries are the Czech koruna (CZK) and the Romanian leu (RON). The following policies have been applied to translate financial data for the purpose of consolidating the financial statements of foreign subsidiaries:

Items of the statement of financial position have been translated at the mid rates quoted by the National Bank of Poland at the end of the reporting period:

NBP mid rate as at	30 June 2024	31 December 2023
CZK	0.1724	0.1759
RON	0.8665	0.8742

Items of the statement of comprehensive income have been translated at the average of exchange rates quoted by the National Bank of Poland for the last day of each month in the reporting period:

Average NBP mid rate for reporting period	6 months 2024	6 months 2023
CZK	0.1721	0.1951
RON	0.8667	0.9332

Exchange differences on translation of foreign operations are recognised in other comprehensive income and as translation reserve in equity.

## 7. Revenue from contracts with customers

The principal business of the Group is the sale of spare parts and accessories for motor vehicles, therefore the Management Board does not identify separate reportable segments for the purposes of managing the Group's business. The Group presents revenue from contracts with customers by geographical region, i.e., domestic, EU and non-EU sales. The Group does not have key customers and sales to none of the Group's customers exceed 10% of total sales.

	Period ended 30 June 2024	Period ended 30 June 2023
<b>Revenue from sales of merchandise</b>	<b>2,054,030</b>	<b>1,774,252</b>
including:		
Sales of merchandise – Poland	1,018,848	878,735
Sales of merchandise – EU	1,016,266	875,539
Sales of merchandise – other exports	18,916	19,978
<b>Revenue from sales of services</b>	<b>2,812</b>	<b>933</b>
including:		
Sales of services – Poland	411	527
Sales of services – EU	2,401	406
<b>Total revenue from contracts with customers</b>	<b>2,056,842</b>	<b>1,775,185</b>

## 8. Costs by nature and function of expense

	Period ended 30 June 2024	Period ended 30 June 2023
Depreciation and amortisation	(27,181)	(20,424)
Raw materials and consumables used	(18,203)	(16,049)
Services	(225,700)	(177,345)
Taxes and charges	(3,348)	(2,410)
Employee benefits expense	(138,574)	(111,603)
Other costs by nature of expense	(6,282)	(3,910)

Merchandise, materials and services sold	(1,499,368)	(1,302,011)
<b>Total costs by nature of expense</b>	<b>(1,918,656)</b>	<b>(1,633,752)</b>
Cost of sales	(1,499,679)	(1,302,011)
Distribution costs and marketing expenses	(238,271)	(195,028)
Warehousing costs	(153,842)	(114,172)
Management and administrative expenses	(26,864)	(22,541)
<b>Total costs by function of expense</b>	<b>(1,918,656)</b>	<b>(1,633,752)</b>

## 9. Other gains/(losses), net

	Period ended 30 June 2024	Period ended 30 June 2023
Foreign exchange gains/(losses) on operating activities – unrealised	(2,258)	1,591
Foreign exchange gains/(losses) on operating activities – realised	419	3,415
Gains/(losses) on impairment of receivables	(992)	(193)
Other	331	350
<b>Total other gains/(losses), net</b>	<b>(2,500)</b>	<b>5,163</b>

## 10. Finance income

	Period ended 30 June 2024	Period ended 30 June 2023
Foreign exchange gains/(losses) on financing activities	-	2,516
Interest on loans	104	104
Interest on trade receivables	77	80
Interest on bank deposits	90	165
Other finance income	4	6
<b>Total finance income</b>	<b>275</b>	<b>2,871</b>

## 11. Finance costs

	Period ended 30 June 2024	Period ended 30 June 2023
<b>Interest expense:</b>		
Interest on term and overdraft facilities	(6,101)	(9,082)
Interest on non-bank borrowings from related entities	(1,099)	(1,239)
Interest on lease liabilities (other leases)	(2,706)	(3,158)
Interest on lease liabilities (office and warehouse space leases)	(2,205)	(1,828)
Other interest expense	(31)	(74)
	<u>(12,142)</u>	<u>(15,381)</u>
<b>Other finance costs:</b>		
Foreign exchange gains/(losses) on financing activities	(791)	-
Credit commissions and fees	(406)	(403)
Factoring commissions and fees	-	(4)
Other finance costs	(59)	(44)
	<u>(1,256)</u>	<u>(451)</u>
<b>Total finance costs</b>	<b>(13,398)</b>	<b>(15,832)</b>

## 12. Income tax

Period ended 30 June 2024	Period ended 30 June 2023
------------------------------	------------------------------

<b>Profit before tax</b>	<b>121,380</b>	<b>133,146</b>
Income tax at 19%	(23,062)	(25,298)
Permanent differences	(1,069)	(678)
<b>Total income tax disclosed in the statement of comprehensive income</b>	<b>(24,131)</b>	<b>(25,976)</b>
including:		
<b>Current income tax:</b>		
For current year	(38,431)	(29,527)
For previous years	-	(322)
	<u>(38,431)</u>	<u>(29,849)</u>
<b>Deferred income tax:</b>		
For current year	14,300	3,873
	<u>14,300</u>	<u>3,873</u>
	<b>(24,131)</b>	<b>(25,976)</b>
<b>Profit before tax</b>	<b>121,380</b>	<b>133,146</b>
Income tax	(24,131)	(25,976)
<b>Effective tax rate</b>	<b>19.88%</b>	<b>19.51%</b>

	As at 30 June 2024	As at 31 December 2023
Current tax assets	43	1,257
Current tax liabilities (i)	18,971	12

(i) As at the end of June 2024, current tax liability resulted mainly from the simplified method of making advance payments of income tax by the parent.

	As at 31 December 2023	Recognised in profit or loss for 2024	As at 30 June 2024
Temporary differences on deferred tax assets and liabilities			
<b>Deferred tax assets</b>			
Difference arising from rebate assets and inventory discounts	13,125	3,424	16,549
Difference arising from contracts with customers	3,198	(399)	2,799
Difference arising from estimated right to return merchandise	932	226	1,158
Merchandise write-down	1,289	(24)	1,265
Credit loss allowances for receivables	1,890	134	2,024
Provision for employee benefit obligations	1,609	403	2,012
Other provisions	1,472	(394)	1,078
Difference arising from social security contributions and employee capital plans	39	23	62
Elimination of margins on consolidation	3,891	(682)	3,209
Asset on tax loss of subsidiary	1,023	(179)	844
Difference arising from outstanding interest	104	105	209
Difference arising from inventory adjustment assets	1,384	(845)	539
Other temporary differences	(83)	277	194
<b>Total</b>	<b>29,873</b>	<b>2,069</b>	<b>31,942</b>
<b>Deferred tax liabilities</b>			
Difference arising from property, plant and equipment and lease liabilities	(16,852)	(2,215)	(19,067)
Difference arising from supplier discounts	(44,648)	14,098	(30,550)
Other temporary differences	(425)	348	(77)
<b>Total</b>	<b>(61,925)</b>	<b>12,231</b>	<b>(49,694)</b>
<b>Total deferred tax assets (liabilities)</b>	<b>(32,052)</b>	<b>14,300</b>	<b>(17,752)</b>

As at 30 June 2024	As at 31 December 2023
-----------------------	------------------------------

Deferred tax assets	31,942	29,873
Deferred tax liabilities	(49,694)	(61,925)
<b>Total</b>	<b>(17,752)</b>	<b>(32,052)</b>
Offset within individual entities and tax jurisdictions	(30,202)	(28,839)
<b>Deferred tax assets in the statement of financial position</b>	<b>1,740</b>	<b>1,034</b>
<b>Deferred tax liabilities in the statement of financial position</b>	<b>19,492</b>	<b>33,086</b>

### 13. Property, plant and equipment

	As at 30 June 2024	As at 31 December 2023
-		
Buildings and structures	133,060	125,017
Machinery and equipment	141,850	122,664
Vehicles	17,791	16,445
Other	57,428	53,729
Property, plant and equipment under construction	14,830	14,105
<b>Total carrying amount of property, plant and equipment</b>	<b>364,959</b>	<b>331,960</b>

In the statement of financial position, the Group presents right-of-use assets (lease contracts) in the same line item as assets owned by the Group. The assets and the related depreciation expense are presented below.

	As at 30 June 2024	As at 31 December 2023
-		
Buildings and structures	129,495	121,657
Machinery and equipment	72,733	66,201
Vehicles	12,222	11,449
Other	21,142	24,748
Property, plant and equipment under construction (i)	-	-
<b>Total carrying amount of property, plant and equipment under right-of-use arrangements</b>	<b>235,592</b>	<b>224,055</b>

	Period ended 30 June 2024	Period ended 30 June 2023
-		
Buildings and structures	12,829	9,192
Machinery and equipment	3,501	3,683
Vehicles	850	723
Other	627	711
<b>Total depreciation of property, plant and equipment under right-of-use arrangements</b>	<b>17,807</b>	<b>14,309</b>

Right-of-use assets are mainly contracts for lease of cars, storage racks, warehouse automation systems, and hardware, as well as office space rental contracts. Items of property, plant and equipment disclosed as used under lease contracts are secured with lessors' rights to leased assets. For information on lease liabilities, see Note 23.

Movements in property, plant and equipment	Buildings and structures	Machinery and equipment	Vehicles	Other property, plant and equipment	Property, plant and equipment under construction	Total
<b>Gross carrying amount as at 31 December 2022</b>	<b>123,507</b>	<b>122,906</b>	<b>24,905</b>	<b>64,571</b>	<b>31,390</b>	<b>367,279</b>
<b>Increase</b>						
Purchase	882	18,191	498	7,023	8,775	<b>35,369</b>



Accounting for property, plant and equipment under construction – purchase	135	2,931	-	102	(3,168)	-
Leases	72,366	6,255	4,501	2,996	-	<b>86,118</b>
Accounting for property, plant and equipment under construction – leases	-	22,601	-	291	(22,892)	-
Other	(12)	-	4	-	-	<b>(8)</b>
<b>Decrease</b>						
Disposal	-	(302)	(397)	(177)	-	<b>(876)</b>
Retirement	(544)	(116)	(129)	(29)	-	<b>(818)</b>
Other	-	(88)	(20)	(4)	-	<b>(112)</b>
<b>Gross carrying amount as at 31 December 2023</b>	<b>196,334</b>	<b>172,378</b>	<b>29,362</b>	<b>74,773</b>	<b>14,105</b>	<b>486,952</b>
<b>Increase</b>						
Purchase	496	12,087	357	3,098	3,950	<b>19,988</b>
Accounting for property, plant and equipment under construction – purchase	33	3,000	-	192	(3,225)	-
Leases	20,667	12,491	2,145	2,791	-	<b>38,094</b>
Accounting for property, plant and equipment under construction – leases	-	-	-	-	-	-
Other	-	-	-	-	-	-
<b>Decrease</b>						
Disposal	-	(36)	(105)	-	-	<b>(141)</b>
Retirement	-	(6)	-	(22)	-	<b>(28)</b>
Other	(3)	(4)	(2)	(12)	-	<b>(21)</b>
<b>Gross carrying amount as at 30 June 2024</b>	<b>217,527</b>	<b>199,910</b>	<b>31,757</b>	<b>80,820</b>	<b>14,830</b>	<b>544,844</b>
<b>Accumulated depreciation as at 31 December 2022</b>	<b>51,124</b>	<b>36,781</b>	<b>11,193</b>	<b>17,101</b>	-	<b>116,199</b>
Depreciation in period	20,700	13,329	2,084	4,057	-	<b>40,170</b>
Disposal	-	(290)	(281)	(77)	-	<b>(648)</b>
Retirement	(507)	(113)	(74)	(7)	-	<b>(701)</b>
Other	-	7	(5)	(30)	-	<b>(28)</b>
<b>Accumulated depreciation as at 31 December 2023</b>	<b>71,317</b>	<b>49,714</b>	<b>12,917</b>	<b>21,044</b>	-	<b>154,992</b>
Depreciation in period	13,150	8,379	1,122	2,358	-	<b>25,009</b>
Disposal	-	(30)	(69)	-	-	<b>(99)</b>
Retirement	-	(5)	-	(10)	-	<b>(15)</b>
Other	-	2	(4)	-	-	<b>(2)</b>
<b>Accumulated depreciation as at 30 June 2024</b>	<b>84,467</b>	<b>58,060</b>	<b>13,966</b>	<b>23,392</b>	-	<b>179,885</b>
<b>Net carrying amount as at 31 December 2023</b>	<b>125,017</b>	<b>122,664</b>	<b>16,445</b>	<b>53,729</b>	<b>14,105</b>	<b>331,960</b>
<b>Net carrying amount as at 30 June 2024</b>	<b>133,060</b>	<b>141,850</b>	<b>17,791</b>	<b>57,428</b>	<b>14,830</b>	<b>364,959</b>

#### 14. Intangible assets

	As at 30 June 2024	As at 31 December 2023
-		
Software	24,073	24,592
Intangible assets under development	10,597	10,352
<b>Total carrying amount of intangible assets</b>	<b>34,670</b>	<b>34,944</b>

In the statement of financial position, the Group discloses right-of-use intangible assets (lease contracts) in the same line item as intangible assets owned by the Group. The assets and the related amortisation expense are presented below.

	As at 30 June 2024	As at 31 December 2023
-		

Software	2,542	2,856
<b>Total carrying amount of right-of-use intangible assets</b>	<b>2,542</b>	<b>2,856</b>

	<b>Period ended</b>	<b>Period ended</b>
	<b>30 June 2024</b>	<b>30 June 2023</b>
-		
Software	192	233
<b>Total amortisation of right-of-use intangible assets</b>	<b>192</b>	<b>233</b>

Movements in intangible assets	Software	Other intangible assets	Intangible assets under development	Total
<b>Gross carrying amount as at 31 December 2022</b>	<b>32,061</b>	<b>343</b>	<b>12,889</b>	<b>45,293</b>
<b>Increase</b>				
Purchase	3,684	-	7,551	11,235
Accounting for intangible assets under development – purchase	10,088	-	(10,088)	-
Leases	(28)	-	-	(28)
<b>Gross carrying amount as at 31 December 2023</b>	<b>45,805</b>	<b>343</b>	<b>10,352</b>	<b>56,500</b>
<b>Increase</b>				
Purchase	231	-	1,672	1,903
Accounting for intangible assets under development – purchase	1,427	-	(1,427)	-
Other	(5)	-	-	(5)
<b>Gross carrying amount as at 30 June 2024</b>	<b>47,458</b>	<b>343</b>	<b>10,597</b>	<b>58,398</b>
<b>Accumulated amortisation as at 31 December 2022</b>	<b>17,907</b>	<b>343</b>	<b>-</b>	<b>18,250</b>
Amortisation in period	3,334	-	-	3,334
Other	(28)	-	-	(28)
<b>Accumulated amortisation as at 31 December 2023</b>	<b>21,213</b>	<b>343</b>	<b>-</b>	<b>21,556</b>
Amortisation in period	2,172	-	-	2,172
Other	-	-	-	-
<b>Accumulated amortisation as at 30 June 2024</b>	<b>23,385</b>	<b>343</b>	<b>-</b>	<b>23,728</b>
<b>Net carrying amount as at 31 December 2023</b>	<b>24,592</b>	<b>-</b>	<b>10,352</b>	<b>34,944</b>
<b>Net carrying amount as at 30 June 2024</b>	<b>24,073</b>	<b>-</b>	<b>10,597</b>	<b>34,670</b>

## 15. Investments in other entities

During the period from 1 January to 30 June 2024, there were no changes in investments in other entities compared to the information disclosed in the consolidated full-year financial statements for the year ended 31 December 2023.

## 16. Other financial assets

	<b>As at 30 June</b>	<b>As at 31</b>
	<b>2024</b>	<b>December</b>
		<b>2023</b>
<b>Loans measured at amortised cost</b>		
Loans to other entities	3,305	-
<b>Total</b>	<b>3,305</b>	<b>-</b>
Long-term	-	-
Short-term	3,305	-
<b>Total</b>	<b>3,305</b>	<b>-</b>

On 24 January 2024, an agreement was signed with Global One Automotive GmbH of Frankfurt whereby the Company advanced a loan of EUR 750 thousand to Global One. The loan bore interest at 3M EURIBOR plus margin. The agreement was concluded for a definite term from 1 February 2024 to 31 July 2024. The Company holds 6.25% of shares in Global One Automotive GmbH as

a participant in the International Purchasing Group (since 2017). The loan principal and interest were repaid on 25 July 2024 and 16 August 2024, respectively.

There were no financial assets measured at fair value through profit or loss.

## 17. Inventories and contract assets

### 17.1. Inventories

Merchandise is stored in central and subsidiary warehouses and is, in principle, fully insured against theft, burglary, robbery, fire, and other natural disasters (except where the insurer has excluded specific risks or reduced the indemnification amount for such risks).

	As at 30 June 2024	As at 31 December 2023
Merchandise	1,061,290	1,014,290
Write-downs	(6,807)	(7,923)
<b>Total</b>	<b>1,054,483</b>	<b>1,006,367</b>

### Change in inventory write-downs

	Period ended 30 June 2024	Period ended 30 June 2023
-		
<b>At beginning of period</b>	<b>(7,923)</b>	<b>(9,169)</b>
Decrease	2,675	2,067
Increase	(1,559)	(1,790)
<b>As at end of period</b>	<b>(6,807)</b>	<b>(8,892)</b>

The cost of inventory write-downs primarily includes write-downs of inventories to their net realisable value as well as write-downs for merchandise that is of inferior quality or damaged.

### Inventories pledged as security

The Group created a registered pledge over inventories as security for bank borrowings. The amount of liabilities secured with the pledge is presented below.

	As at 30 June 2024	As at 31 December 2023
-		
Liabilities secured with pledge over inventories	133,124	255,586

### Recognised inventory cost

	Period ended 30 June 2024	Period ended 30 June 2023
-		
Cost of sales	(1,499,679)	(1,302,011)
Distribution costs	(4,743)	(3,706)
<b>Total inventory cost recognised</b>	<b>(1,504,422)</b>	<b>(1,305,717)</b>

Distribution costs and marketing expenses primarily include the cost of warranty replacement of merchandise.

## 17.2. Contract assets

	As at 30 June 2024	As at 31 December 2023
Contract assets	23,552	19,366

Customers may freely return purchased merchandise within 14 days from the purchase date, provided that the merchandise does not bear any traces of use. Warranty replacements are governed by the applicable provisions of the Polish Civil Code. The Group estimated the value of future adjustments to sales to reflect returns by customers based on historical data on returns and the current period's turnover. An asset is created in connection with the recognition of an estimated decrease in the cost of merchandise sold relating to the estimated right to return merchandise.

## 18. Trade and other receivables

	As at 30 June 2024	As at 31 December 2023
Trade receivables due within 12 months	241,215	203,558
Trade receivables due in more than 12 months	2,625	2,570
Trade receivables from suppliers	72,622	110,668
Credit loss allowances for trade receivables	(10,623)	(9,863)
<b>Total trade receivables</b>	<b>305,839</b>	<b>306,933</b>
Receivables from card system operators	1,540	1,438
Rent deposits receivable	2,315	2,081
Other financial receivables	4,926	4,568
Credit loss allowances for other financial receivables	(867)	(867)
<b>Total trade and other financial receivables</b>	<b>313,753</b>	<b>314,153</b>
Prepaid deliveries	15,291	17,069
Prepayments and accrued income	12,016	7,999
VAT tax to be settled in future periods/refunded to bank account	20,658	21,187
Other non-financial receivables	1,564	1,117
<b>Total non-financial receivables</b>	<b>49,529</b>	<b>47,372</b>
<b>Total trade and other receivables</b>	<b>363,282</b>	<b>361,525</b>
Other long-term receivables	4,985	4,494
Trade and other receivables	358,297	357,031
<b>Total trade and other receivables</b>	<b>363,282</b>	<b>361,525</b>

The change in the amount of the credit loss allowances for trade receivables is presented below.

	Period ended 30 June 2024	Period ended 30 June 2023
-		
<b>At beginning of period</b>	<b>(9,863)</b>	<b>(8,223)</b>
(Recognition)/Decrease	(760)	(868)
Write-off	-	383
<b>As at end of period</b>	<b>(10,623)</b>	<b>(8,708)</b>

### Trade and other receivables pledged as security

Trade receivables are pledged as security for bank borrowings. The amount of receivables pledged as security in the reporting periods is presented below.

	<u>As at 30 June 2024</u>	<u>As at 31 December 2023</u>
Receivables pledged as security	149,158	110,910

### 19. Cash

	<u>As at 30 June 2024</u>	<u>As at 31 December 2023</u>
Cash in hand	2,832	2,610
Cash at banks	33,243	26,155
Cash in bank deposits	2,123	745
Cash in transit	3,571	7,814
Other cash	7	36
<b>Total cash and cash equivalents in the consolidated statement of financial position</b>	<b>41,776</b>	<b>37,360</b>
in PLN	23,164	18,176
in other currencies (including measurement)	18,612	19,184
<b>Total</b>	<b>41,776</b>	<b>37,360</b>
<i>including restricted cash – split payment accounts</i>	9,335	3,834

### 20. Equity

During the period from 1 January to 30 June 2024, there were no changes in the share capital relative to 31 December 2023.

	<u>Period ended 30 June 2024</u>	<u>Period ended 31 December 2023</u>
Changes in retained earnings		
<b>Retained earnings at beginning of period</b>	<b>223,586</b>	<b>207,268</b>
Net profit attributable to owners	97,249	223,586
Dividend paid	(19,593)	(19,593)
Transfer to statutory reserve funds	(203,993)	(187,675)
<b>Retained earnings at end of period</b>	<b>97,249</b>	<b>223,586</b>

### Dividend for 2023

On 28 March 2024, the Management Board of the Company passed a resolution to recommend a dividend payment for the financial year 2023 to the Annual General Meeting.

Pursuant to the resolution, the Management Board recommended a dividend payment to the Company's shareholders totalling PLN 19,593,000, or PLN 0.15 per share. At its meeting held on 10 April 2024, the Supervisory Board resolved to endorse the Management Board's recommendation. At its meeting held on 24 May 2024, the Annual General Meeting resolved to pay dividend in accordance with the recommendation, setting 3 June 2024 as the dividend record date. The dividend was paid on 18 June 2024.

### 21. Borrowings

	<u>As at 30 June 2024</u>	<u>As at 31 December 2023</u>
<b>Unsecured – at amortised cost</b>		
Borrowings from related entities	27,250	27,250
	<b>27,250</b>	<b>27,250</b>
<b>Secured – at amortised cost</b>		
Overdraft facilities	47,953	109,540
Credit facilities	92,878	163,491
	<b>140,831</b>	<b>273,031</b>
<b>Total borrowings</b>	<b>168,081</b>	<b>300,281</b>

Non-current liabilities	56,566	104,146
Current liabilities (i)	111,515	196,135
<b>Total borrowings</b>	<b>168,081</b>	<b>300,281</b>

(i) The Group discloses all overdraft facilities as current liabilities, regardless of the contract facility term.

Credit facility and loan agreements:

	Agreement	Repayment date	Limit	Currency	As at 30 June 2024	As at 31 December 2023
<b>ING Bank Śląski S.A.</b>	Multi-product facility agreement No. <b>882/2015/00000925/00</b> of 19 October 2015	10 Oct 2024	177,000			
	working capital overdraft facility			PLN	47,737	74,207
	working capital facility in credit account			PLN	30,000	70,560
<b>Santander Bank Polska S.A.</b>	Multi-facility agreement No. <b>K00922/16</b> of 26 September 2016	31 Mar 2025	90,000			
	working capital facility in credit account			PLN	30,171	50,326
<b>mBank S.A.</b>	Overdraft facility agreement No. <b>11/145/19/Z/VV</b> of 22 October 2019	30 Sep 2025	50,000			
	working capital overdraft facility			EUR	-	419
<b>mBank S.A.</b>	Working capital facility in credit account agreement No. <b>11/026/23/Z/LE</b> of 5 April 2023	13 Dec 2024	15,000			
	working capital facility in credit account			PLN	-	15,000
<b>BNP Paribas Bank Polska S.A.</b>	Multi-purpose credit facility agreement No. <b>WAR/8806/21/537/CB</b> of 13 September 2021	12 Sep 2025	50,000			
	working capital overdraft facility			PLN	173	34,875
	working capital overdraft facility			EUR	43	39
<b>BNP Paribas Bank Polska S.A.</b>	Revolving credit facility agreement No. <b>WAR/8806/22/17/CB</b> of 24 January 2022	12 Sep 2025	25,000			
	working capital facility in credit account			PLN	25,000	25,160
<b>Credit Agricole Bank Polska S.A.</b>	Investment credit facility agreement No. <b>KRI/S/8/2022</b> of 13 September 2022	16 Sep 2028	15,000			
	investment credit facility in credit account			PLN	7,707	2,445
<b>Katarzyna Górecka and Aleksander Górecki</b>	Loan agreement of 2 January 2014 (as amended)	31 Dec 2026	26,700			
	loan agreement			PLN	27,250	27,250
	<b>Total</b>				<b>168,081</b>	<b>300,281</b>

During the period from 1 January to 30 June 2024, there were no changes to the terms and conditions of the agreements signed by the Group, as detailed in the consolidated full-year financial statements for the year ended 31 December 2023.

## 22. Trade and other payables

### 22.1 Trade and other payables

	<b>As at 30 June 2024</b>	<b>As at 31 December 2023</b>
--	---------------------------	-------------------------------

Trade payables due within 12 months	344,346	173,160
Trade receivables from suppliers	(78,737)	(33,702)
Taxes, customs duties, social security and other benefits payable	6,498	6,308
Liabilities arising from acquisition of property, plant and equipment and intangible assets	583	8,051
Other liabilities	820	290
	<b>273,510</b>	<b>154,107</b>
Current liabilities	273,510	154,107
<b>Total</b>	<b>273,510</b>	<b>154,107</b>

## 22.2 Contract liabilities

	<b>As at 30 June 2024</b>	<b>As at 31 December 2023</b>
Contract liabilities	917	593
Right-of-return liabilities (i)	32,174	26,303
<b>Total</b>	<b>33,091</b>	<b>26,896</b>

(i) Customers may freely return purchased merchandise within 14 days from the purchase date, provided that the merchandise does not bear any traces of use. Warranty replacements are governed by the applicable provisions of the Polish Civil Code. The Group estimated the value of future adjustments to sales to reflect returns by customers based on historical data on returns and the current period's turnover.

## 23. Financial liabilities under lease contracts

	<b>As at 30 June 2024</b>	<b>As at 31 December 2023</b>
Present value of lease liabilities		
Short-term lease liabilities	33,455	37,306
Long-term lease liabilities	170,113	152,413
<b>Total</b>	<b>203,568</b>	<b>189,719</b>

Financial liabilities under lease contracts are related mainly to property, plant and equipment (Note 12). For disclosures relating to depreciation of property, plant and equipment and amortisation of right-of-use intangible assets, see Notes 13 and 14. For information on interest expense, see Note 11.

IFRS 16 provides for exceptions to the lessee's general lease model for short-term leases and leases of low-value assets. In such cases, the Group does not recognise any right-of-use assets or lease liabilities. Provided below are the amounts expensed:

	<b>Period ended 30 June 2024</b>	<b>Period ended 30 June 2023</b>
Cost of short-term leases (i)	7,003	5,595
Cost of leases not disclosed due to the low value of underlying assets (ii)	923	749
<b>Total</b>	<b>7,926</b>	<b>6,344</b>

(i) The Group applies a practical expedient to short-term leases in the case of property lease contracts made for an indefinite period which may be terminated on short notice (up to 12 months), which do not involve any special space adaptation or material barriers to exit, i.e., penalties for early termination, and the Group has the practical ability to lease such space on the market. Costs of some of the lease contracts are also re-charged to the cooperating affiliates.

(ii) The Group applies a practical expedient to leases of low-value assets, mainly small office and other equipment, such as printers, payment terminals, waste containers, etc.

	As at 30 June 2024	As at 31 December 2023
Present value of future lease liabilities (iii)	136,177	97,346

(iii) The Group entered into contracts which will be classified as leases under IFRS 16. However, the liabilities under these contracts were not disclosed in the statement of financial position as at the reporting date because the leased assets were not made available for use by the Group by 30 June 2024. These contracts are property leases and contracts for warehouse equipment, including primarily warehouse racks and warehouse automation systems.

## 24. Employee benefit obligations and provisions

	As at 30 June 2024	As at 31 December 2023
Salaries and wages payable	14,154	12,569
Social security and Employee Capital Plan obligations	13,790	11,877
Provision for accrued holiday entitlements	9,162	6,370
Provision for retirement and disability benefit obligations	1,030	898
Obligations under the Incentive Scheme for 2022	1,160	3,480
	<b>39,296</b>	<b>35,194</b>
Long-term employee benefit obligations and provisions	894	1,927
Short-term employee benefit obligations and provisions	38,402	33,267
<b>Total</b>	<b>39,296</b>	<b>35,194</b>

	Period ended 30 June 2024	Period ended 30 June 2023
Provision for accrued holiday entitlements	(2,792)	(2,913)
Provision for retirement and disability benefit obligations	(132)	(223)
Provision for obligations under the Incentive Scheme for 2020	-	538
Provision for obligations under the Incentive Scheme for 2022	2,320	8,120
<b>Total change</b>	<b>(604)</b>	<b>5,522</b>

	obligations as at 31 December 2023	bonus paid in 2024	obligations as at 30 June 2024
bonus granted for 2022			
Company's Management Board	2,280	(1,520)	760
Subsidiary's Management Board	1,200	(800)	400
	<b>3,480</b>	<b>(2,320)</b>	<b>1,160</b>

## 25. Financial instruments

	As at 30 June 2024	As at 31 December 2023
<b>Financial assets</b>		
<b>Measured at fair value through profit or loss:</b>	-	-
<b>Measured at amortised cost:</b>	<b>358,834</b>	<b>351,513</b>
Cash	41,776	37,360
Trade and other financial receivables	313,753	314,153
Loans	3,305	-
Financial assets excluded from the scope of IFRS 9 – shares	110	110



## Financial liabilities

Measured at fair value through profit or loss:	-	-
<b>Measured at amortised cost:</b>	<b>435,190</b>	<b>448,383</b>
<i>Trade payables</i>	265,609	139,458
<i>Contract liabilities</i>	917	593
<i>Liabilities arising from acquisition of property, plant and equipment and intangible assets</i>	583	8,051
<i>Borrowings</i>	168,081	300,281
Financial liabilities outside the scope of IFRS 9 – lease liabilities	203,568	189,719

## Fair value

In the opinion of the Management Board, the carrying amounts of financial assets and liabilities disclosed in these financial statements approximate their fair values.

## 26. Related-party transactions

All transactions with related parties are made on an arm's length basis. Transactions between the parent and its related parties were eliminated on consolidation and are not presented in this note. Detailed information about transactions between the Group and other related parties is presented below.

Below are presented transactions with entities with personal links to members of the Management Board and the Supervisory Board and transactions with members of the Management Boards of the subsidiaries.

	Period ended 30 June 2024	Period ended 30 June 2023
<b>Sales of merchandise and services and other income</b>		
entities related to members of the Management Board and the Supervisory Board	16	20
<i>including:</i>		
<i>sales of merchandise</i>	3	-
<i>re-charge of costs</i>	13	20
members of subsidiaries' Management Boards	8	9
<i>including:</i>		
<i>sales of merchandise</i>	-	1
<i>re-charge of costs</i>	8	8
<b>Total</b>	<b>24</b>	<b>29</b>

	Period ended 30 June 2024	Period ended 30 June 2023
<b>Purchase of merchandise and services and other purchases</b>		
entities related to members of the Management Board and the Supervisory Board	1,126	1,141
<i>including:</i>		
<i>purchase of services</i>	1,126	1,141
members of subsidiaries' Management Boards	369	270
<i>including:</i>		
<i>purchase of services</i>	369	270
<b>Total</b>	<b>1,495</b>	<b>1,411</b>

	As at 30 June 2024	As at 31 December 2023
<b>Receivables</b>		

entities related to members of the Management Board and the Supervisory Board	19	55
members of subsidiaries' Management Boards	3	1
<b>Total</b>	<b>22</b>	<b>56</b>

	<b>As at 30 June 2024</b>	<b>As at 31 December 2023</b>
<b>Liabilities</b>		
entities related to members of the Management Board and the Supervisory Board	250	199
members of subsidiaries' Management Boards	66	36
<b>Total</b>	<b>316</b>	<b>235</b>

Presented below are transactions with and remuneration of members of the Management Board and the Supervisory Board.

	<b>Period ended 30 June 2024</b>	<b>Period ended 30 June 2023</b>
<b>Sales of merchandise and services and other income</b>		
Members of the Management Board	20	18
<i>including:</i>		
<i>re-charge of costs</i>	20	18
<b>Total</b>	<b>20</b>	<b>18</b>

	<b>As at 30 June 2024</b>	<b>As at 31 December 2023</b>
<b>Receivables</b>		
Members of the Management Board	398	97
<b>Total</b>	<b>398</b>	<b>97</b>

	<b>Period ended 30 June 2024</b>	<b>Period ended 30 June 2023</b>
<b>Salaries</b>		
Members of the Management Board	743	470
Members of subsidiaries' Management Boards	120	120
Supervisory Board	134	111
<b>Total</b>	<b>997</b>	<b>701</b>

	<b>As at 30 June 2024</b>	<b>As at 31 December 2023</b>
<b>Obligations under the Incentive Scheme</b>		
Members of the Management Board (Note 24)	760	2,280
Members of subsidiaries' Management Boards (Note 24)	400	1,200
<b>Total</b>	<b>1,160</b>	<b>3,480</b>

Loan advanced to the Group

	<b>As at 30 June 2024</b>	<b>As at 31 December 2023</b>
Loan advanced by Katarzyna Górecka and Aleksander Górecki (i) (Note 21)	27,250	27,250
<b>Total</b>	<b>27,250</b>	<b>27,250</b>

	Period ended 30 June 2024	Period ended 30 June 2023
Finance costs		
Interest expense recognised	(1,099)	(1,239)
<b>Total</b>	<b>(1,099)</b>	<b>(1,239)</b>

(i) Aleksander Górecki, as the sole founder of Turzyńska Fundacja Rodzinna (the “Foundation”), a beneficiary of the Foundation, a member of the Foundation’s Beneficiaries’ Meeting, and the sole member of the Foundation’s Management Board, indirectly holds Company shares through the Foundation, representing 43.60% of the Company’s share capital and 43.60% of total voting rights at the Company’s General Meeting. Mr Górecki also serves as the President of the Management Board of the Company. Katarzyna Górecka is a member of the Beneficiaries’ Meeting of Turzyńska Fundacja Rodzinna and is a Beneficiary of the Foundation.

## 27. Contingent liabilities, future contract liabilities, sureties provided and received, and contingent assets

As at 30 June 2024, the Group held the following bank guarantees:

- EUR 951 thousand bank guarantee No. DOK2419GWB20AR of 27 July 2020, provided in connection with a lease contract for a property in Bieruń, valid until 15 July 2026, granted within the credit limit of the facility provided by Santander Bank Polska S.A.
- EUR 190 thousand bank guarantee No. DOK2418GWB20TI of 27 July 2020, provided in connection with a lease contract for a property in Pruszków, valid until 31 December 2024, granted within the credit limit of the facility provided by Santander Bank Polska S.A.
- EUR 213 thousand bank guarantee No. DOK4042GWB21KW of 13 October 2021, provided in connection with a lease contract for a property in Poznań, valid until 29 June 2025, granted within the credit limit of the facility provided by Santander Bank Polska S.A.
- EUR 485 thousand bank guarantee No. DOK1141GWB22WS of 25 March 2022 (as amended), provided in connection with a lease contract for a property in Mysłowice, valid until 30 September 2024, granted within the credit limit of the facility provided by Santander Bank Polska S.A.
- PLN 68 thousand bank guarantee No. DOK1330GWB22KW of 12 April 2022, provided in connection with a lease contract for a property in Tychy, valid until 31 March 2025, granted within the credit limit of the facility provided by Santander Bank Polska S.A.
- PLN 2,000 thousand bank guarantee No. KLG87054IN23 of 3 April 2023, provided in connection with a distribution agreement, valid until 31 December 2024, granted within the credit limit of the facility provided by ING Bank Śląski S.A.
- PLN 3,000 thousand bank guarantee No. KLG95891IN24 of 12 June 2024, provided in connection with a distribution agreement, valid until 31 December 2026, granted within the credit limit of the facility provided by ING Bank Śląski S.A.

## 28. Events subsequent to the reporting date

On 5 September 2024, the Company and Credit Agricole Bank Polska S.A. signed investment credit facility agreement No. KRI/S/24/2024 for PLN 10,000 thousand to finance and refinance investment expenditure; the facility is repayable by 12 September 2029. The agreement is secured with: 1) registered pledge over the equipment financed with funds drawn on the facility, for up to 120% of the amount disbursed by the Bank under the facility, 2) assignment of any claims under insurance policies covering the equipment financed with funds drawn on the facility, for up to 120% of the amount disbursed by the Bank under the facility, 3) notarised consent to enforcement under Art. 777.1 of the Code of Civil Procedure in respect of obligations under the Agreement, with wording acceptable to the Bank, for up to PLN 12,000 thousand, 4) shareholder loan subordination agreement for an amount of no less than PLN 26,700 thousand. The interest rate was set at 1M WIBOR plus margin.

On 15 September 2024, due to a fortuitous event (a flood in south-western Poland), Auto Partner S.A.'s branch office in Kłodzko was flooded. Based on the Group's estimates, the merchandise and equipment at the branch were valued at approximately PLN 1.75 million. As at the date of issue of this report, the amount of losses resulting from the occurrence was still being estimated. Since the merchandise and equipment at the branch office are insured, the Company intends to file a claim with the insurer. Therefore, the Group has not recognised any impairment losses on the destroyed property in these financial statements. The Company further reports that all of its branch offices and merchandise are insured.

## 29. Impact of the Russian Federation's military invasion of Ukraine on the Group's business

The Group did not identify any impact of the war in Ukraine on its operations in the three months to 30 June 2024. The Group's exposure to the Ukrainian market is negligible, accounting for less than 0.5% of its monthly revenue. To manifest solidarity with Ukraine, on 24 February 2022 the Group suspended its business on the Russian and Belarusian markets, closed all representative offices and discontinued the export of aftermarket parts to both Russia and Belarus. Before 24 February 2022, the Group's exports to the Russian and Belarusian markets accounted for 0.1% and 0.02%, respectively, of its monthly revenue.

As at the date of these financial statements, the situation in Ukraine did not have a material impact, whether direct or indirect, on the Group's operations, business continuity and financial condition. There were no indications of asset impairment linked to the conflict in Ukraine, as the Group does not possess any non-financial assets in Ukraine that could be affected by military operations there. Assuming that the armed conflict in Ukraine continues on its current course without spreading to neighbouring countries (particularly Poland and other EU nations), it is not expected to significantly affect the Group's sales volume, cash flows, or profitability, as has been the case so far.

However, it is important to note that while this assessment reflects the best knowledge of the Management Board, the actual impact may differ, given the unpredictability of how the Russian Federation's military actions in Ukraine might develop and affect the economic situation in Poland and Europe, as well as the uncertainty about their potential impact on the Group's sales volumes, cash flows, and profitability. The Management Board is monitoring the situation to the extent it could potentially affect the Group's business in future periods.

## 30. Authorisation for issue

These condensed consolidated interim financial statements of the Group were authorised for issue by the Management Board on 16 September 2024.

## II. Condensed separate interim financial statements

### Condensed separate interim statement of comprehensive income

	Note	3 months ended		6 months ended	
		30 June 2024	30 June 2023	30 June 2024	30 June 2023
		figures not subject to review	figures not subject to review	unaudited figures	unaudited figures
<b>STATEMENT OF PROFIT OR LOSS</b>					
Revenue from contracts with customers	6	1,061,611	938,429	2,058,059	1,775,668
Cost of sales	7	(773,620)	(697,997)	(1,520,700)	(1,319,448)
<b>Gross profit</b>		<b>287,991</b>	<b>240,432</b>	<b>537,359</b>	<b>456,220</b>
Distribution costs and marketing expenses	7	(121,754)	(97,801)	(235,262)	(193,447)
Warehousing costs	7	(79,058)	(58,447)	(153,559)	(113,861)
Management and administrative expenses	7	(10,819)	(8,932)	(21,174)	(17,450)
Other gains/(losses), net	8	(461)	668	(2,560)	1,788
Other income		174	70	354	103
Other expenses		(723)	(393)	(1,506)	(581)
<b>Operating profit</b>		<b>75,350</b>	<b>75,597</b>	<b>123,652</b>	<b>132,772</b>
Finance income	9	(1,342)	(1,244)	5,089	9,785
Finance costs	10	(6,374)	(6,854)	(12,570)	(14,489)
<b>Profit before tax</b>		<b>67,634</b>	<b>67,499</b>	<b>116,171</b>	<b>128,068</b>
Income tax	11	(13,432)	(14,088)	(22,005)	(23,805)
<b>Profit from continuing operations</b>		<b>54,202</b>	<b>53,411</b>	<b>94,166</b>	<b>104,263</b>
<b>Net profit</b>		<b>54,202</b>	<b>53,411</b>	<b>94,166</b>	<b>104,263</b>
<b>OTHER COMPREHENSIVE INCOME</b>					
Net other comprehensive income		-	-	-	-
<b>TOTAL COMPREHENSIVE INCOME</b>		<b>54,202</b>	<b>53,411</b>	<b>94,166</b>	<b>104,263</b>
<b>Earnings per share (PLN per share)</b>					
basic earnings per share from continuing operations (PLN)		0.41	0.41	0.72	0.80
<b>basic earnings per share (PLN)</b>		<b>0.41</b>	<b>0.41</b>	<b>0.72</b>	<b>0.80</b>
diluted earnings per share from continuing operations (PLN)		0.41	0.41	0.72	0.80
<b>diluted earnings per share (PLN)</b>		<b>0.41</b>	<b>0.41</b>	<b>0.72</b>	<b>0.80</b>

## Condensed separate interim statement of financial position

	Note	As at 30 June 2024	As at 31 December 2023	As at 30 June 2023
		unaudited figures		unaudited figures
<b>ASSETS</b>				
<b>Non-current assets</b>				
Intangible assets	13	34,670	34,944	31,535
Property, plant and equipment	12	362,917	329,607	264,028
Investments in related entities	14	45,443	45,443	30,448
Investments in other entities	14	110	110	110
Other long-term receivables	17	4,861	4,368	4,093
<b>Total non-current assets</b>		<b>448,001</b>	<b>414,472</b>	<b>330,214</b>
<b>Current assets</b>				
Inventories	16.1	977,453	938,505	930,639
Contract assets	16.2	23,552	19,366	20,205
Trade and other receivables	17	354,971	360,543	303,724
Other financial assets	15	3,305	-	105
Current tax assets	11	-	1,257	-
Cash and cash equivalents	18	30,100	32,386	23,650
<b>Total current assets</b>		<b>1,389,381</b>	<b>1,352,057</b>	<b>1,278,323</b>
<b>Total assets</b>		<b>1,837,382</b>	<b>1,766,529</b>	<b>1,608,537</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Share capital issued		13,062	13,062	13,062
Share premium		106,299	106,299	106,299
Other components of equity		2,103	2,103	2,103
Retained earnings		1,021,845	947,272	830,510
<b>Total equity</b>	19	<b>1,143,309</b>	<b>1,068,736</b>	<b>951,974</b>
<b>Non-current liabilities</b>				
Long-term borrowings	20	56,566	104,145	77,000
Lease liabilities	22	169,392	151,414	108,580
Employee benefit obligations and provisions	23	895	1,527	2,143
Deferred tax liabilities	11	21,792	36,781	14,698
<b>Total non-current liabilities</b>		<b>248,645</b>	<b>293,867</b>	<b>202,421</b>
<b>Current liabilities</b>				
Trade and other payables	21.1	242,247	139,796	222,089
Contract liabilities	21.2	33,091	26,896	28,812
Short-term borrowings	20	72,148	159,681	113,914
Lease liabilities	22	32,993	36,866	37,516
Current tax liabilities	11	18,971	-	13,481
Employee benefit obligations and provisions	23	37,757	32,251	30,783
Short-term provisions		8,221	8,436	7,547
<b>Total current liabilities</b>		<b>445,428</b>	<b>403,926</b>	<b>454,142</b>
<b>Total liabilities</b>		<b>694,073</b>	<b>697,793</b>	<b>656,563</b>
<b>Total equity and liabilities</b>		<b>1,837,382</b>	<b>1,766,529</b>	<b>1,608,537</b>

## Condensed separate interim statement of cash flows

indirect method	6 months ended		
	Note	30 June 2024	30 June 2023
		unaudited figures	unaudited figures
<b>Cash flows from operating activities</b>			
<b>Profit before tax</b>		<b>116,171</b>	<b>128,068</b>
<b>Adjustments:</b>		<b>107,877</b>	<b>42,721</b>
Depreciation and amortisation		26,875	20,110
Foreign exchange gains/(losses)		928	(2,978)
Adjustments for gains/(losses) on sale of non-current assets		17	7
Other adjustments with cash flows from financing or investing activities		(104)	-
Interest		11,705	14,378
Finance income recognised in profit or loss		(112)	(111)
Gain on interest in subsidiary		(4,717)	(6,818)
Change in inventories		(38,948)	(28,917)
Change in contract assets		(4,186)	(6,621)
Change in trade and other receivables		(4,353)	(5,426)
Change in trade and other payables		109,918	46,815
Change in contract liabilities		6,195	9,501
Change in employee benefit obligations and provisions		4,659	2,781
<b>Cash from operating activities</b>		<b>224,048</b>	<b>170,789</b>
Income tax paid		(16,766)	(34,312)
<b>Net cash from operating activities</b>		<b>207,282</b>	<b>136,477</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment and intangible assets		(29,075)	(18,973)
Disposal of property, plant and equipment and intangible assets		36	90
Gains on share in profit or loss of subsidiaries		13,765	13,213
Loans		(3,260)	(3,537)
Repayment of loans		-	3,539
<b>Net cash from investing activities</b>		<b>(18,534)</b>	<b>(5,668)</b>
<b>Cash flows from financing activities</b>			
Dividend paid		(19,593)	(19,593)
Borrowings repaid		(134,607)	(84,679)
Payment of lease liabilities		(24,859)	(20,737)
Interest and fees paid		(11,773)	(13,872)
Other cash used in financing activities – corporate surety		(338)	(338)
Other cash provided by financing activities – corporate surety		112	112
<b>Net cash from financing activities</b>		<b>(191,058)</b>	<b>(139,107)</b>
<b>Change in cash before exchange rate changes</b>		<b>(2,310)</b>	<b>(8,298)</b>
Effect of exchange rate changes on cash		24	(83)
<b>Net change in cash</b>		<b>(2,286)</b>	<b>(8,381)</b>
<b>Cash and cash equivalents at beginning of period</b>		<b>32,386</b>	<b>32,031</b>
<b>Cash and cash equivalents at end of period</b>	18	<b>30,100</b>	<b>23,650</b>

## Condensed separate interim statement of changes in equity

	Share capital issued	Share premium	Capital from issue of warrants	Retained earnings	Total equity
<b>As at 1 January 2024</b>	<b>13,062</b>	<b>106,299</b>	<b>2,103</b>	<b>947,272</b>	<b>1,068,736</b>
Net profit	-	-	-	94,166	94,166
Other comprehensive income	-	-	-	-	-
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>94,166</b>	<b>94,166</b>
Dividends paid	-	-	-	(19,593)	(19,593)
<b>Total changes in equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>74,573</b>	<b>74,573</b>
<b>As at 30 June 2024 (unaudited figures)</b>	<b>13,062</b>	<b>106,299</b>	<b>2,103</b>	<b>1,021,845</b>	<b>1,143,309</b>

	Share capital issued	Share premium	Capital from issue of warrants	Retained earnings	Total equity
<b>As at 1 January 2023</b>	<b>13,062</b>	<b>106,299</b>	<b>2,103</b>	<b>745,840</b>	<b>867,304</b>
Net profit	-	-	-	221,025	221,025
Other comprehensive income	-	-	-	-	-
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>221,025</b>	<b>221,025</b>
Dividends paid	-	-	-	(19,593)	(19,593)
<b>Total changes in equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>201,432</b>	<b>201,432</b>
<b>As at 31 December 2023</b>	<b>13,062</b>	<b>106,299</b>	<b>2,103</b>	<b>947,272</b>	<b>1,068,736</b>

	Share capital issued	Share premium	Capital from issue of warrants	Retained earnings	Total equity
<b>As at 1 January 2023</b>	<b>13,062</b>	<b>106,299</b>	<b>2,103</b>	<b>745,840</b>	<b>867,304</b>
Net profit	-	-	-	104,263	104,263
Other comprehensive income	-	-	-	-	-
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>104,263</b>	<b>104,263</b>
Dividends paid	-	-	-	(19,593)	(19,593)
<b>Total changes in equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>84,670</b>	<b>84,670</b>
<b>As at 30 June 2023 (unaudited figures)</b>	<b>13,062</b>	<b>106,299</b>	<b>2,103</b>	<b>830,510</b>	<b>951,974</b>



## Notes

### 1. Overview

#### 1.1. Principal business

The principal business of Auto Partner S.A. consists in the organisation of distribution of vehicle spare parts directly from manufacturers to end users. The Company is an importer and distributor of parts for passenger cars and delivery vehicles in the market for spare parts classified in accordance with the GVO regulations and European Union directives.

#### 1.2. About Auto Partner S.A.

Name of the reporting entity: Auto Partner S.A.

Registered office address: ul. Ekonomiczna 20, 43-150 Bieruń, Poland.

Registered office: Poland

Principal place of business: Auto Partner S.A. conducts operations mainly in the territory of Poland.

Country of registration: Poland

Legal form: Joint stock company (*spółka akcyjna*). The Company is entered in the National Court Register at the District Court for Katowice-Wschód, 8th Commercial Division of the National Court Register, under No. KRS 0000291327.

Tax Identification Number (NIP): 6340011017

Industry Identification Number (REGON): 276249079

Legal Entity Identifier (LEI): 259400NXH0FT0MF6PV21

The Company has been established for indefinite time. The Company's financial year is the same as the calendar year.

#### 1.3. Composition of the Management Board as at the date of authorisation of these financial statements for issue

Aleksander Górecki – President of the Management Board

Andrzej Manowski – Vice President of the Management Board

Piotr Janta – Vice President of the Management Board

Tomasz Werbiński – Member of the Management Board

#### 1.4. Composition of the Supervisory Board as at the date of authorisation of these financial statements for issue

Jarosław Plisz – Chair of the Supervisory Board

Bogumił Woźny – Deputy Chair of the Supervisory Board

Andrzej Urban – Member of the Supervisory Board

Bogumił Kamiński – Member of the Supervisory Board

Mateusz Melich – Member of the Supervisory Board

#### 1.5. Auditor

PricewaterhouseCoopers Polska spółka z ograniczoną odpowiedzialnością Audyt sp.k., with its registered office at ul. Polna 11, Warsaw.

#### 1.6. Listing venue

Auto Partner S.A. shares are listed on the Warsaw Stock Exchange in the continuous trading system. The structure of the Company's share capital as at 30 June 2024 is presented below.

The share capital consists of:	number of shares	par value per share	amount of share capital
Series A ordinary bearer shares	1,000	PLN 0.10	PLN 100.00
Series B ordinary bearer shares	111,110	PLN 0.10	PLN 11,111.00
Series C ordinary bearer shares	160,386	PLN 0.10	PLN 16,038.60
Series D ordinary bearer shares	48,319,769	PLN 0.10	PLN 4,831,976.90
Series E ordinary bearer shares	39,964,295	PLN 0.10	PLN 3,996,429.50
Series F ordinary bearer shares	4,444,440	PLN 0.10	PLN 444,444.00
Series G ordinary bearer shares	999,000	PLN 0.10	PLN 99,900.00
Series H ordinary bearer shares	23,000,000	PLN 0.10	PLN 2,300,000.00
Series I ordinary bearer shares	2,070,000	PLN 0.10	PLN 207,000.00
Series J ordinary bearer shares	11,550,000	PLN 0.10	PLN 1,155,000.00
<b>Total</b>	<b>130,620,000</b>		<b>PLN 13,062,000.00</b>

## 2. Statement of compliance and basis of accounting

These condensed separate interim financial statements (these "financial statements") of Auto Partner S.A. for the six months from 1 January to 30 June 2024 and for the corresponding period of the previous year have been prepared in accordance with IAS 34 *Interim Financial Reporting* and do not include all the information and disclosures required to be included in separate full-year financial statements. These condensed separate interim financial statements should be read in conjunction with the audited separate full-year financial statements for the year ended 31 December 2023 prepared in accordance with IFRS.

The accounting policies applied in the preparation of these condensed separate financial statements are consistent with the policies applied in the preparation of the separate full-year financial statements for the financial year ended 31 December 2023.

These condensed separate interim financial statements have been prepared on a going concern basis. As at the date of authorisation of these financial statements, there were no circumstances indicating any threat to the Company's ability to continue as a going concern.

All amounts in these condensed interim financial statements are presented in PLN thousands, unless indicated otherwise.

## 3. Amendments to standards and interpretations

The following amendments to existing standards issued by the International Accounting Standards Board (IASB) and endorsed by the EU came into effect in 2024:

### **Amendment to IFRS 16 *Leases***

The amendments to IFRS 16 *Leases* clarify certain issues concerning subsequent measurement of a lease liability in the case of sale and leaseback transactions which satisfy the criteria under IFRS 15 to be accounted for as a sale. The amendments require that a seller-lessee subsequently measure lease liabilities arising in leasebacks in such a way as not to recognise any gain or loss relating to the right of use it retains. The new requirement is of particular importance where a leaseback involves variable payments that do not depend on an index or rate, as under IFRS 16 such payments are not 'lease payments'.

### **Amendments to IAS 1 *Presentation of Financial Statements***

The amendments to IAS 1 clarify the criteria for classifying liabilities as current and non-current, and address the classification of liabilities when the entity is required to comply with certain covenants. The amended IAS 1 provides that liabilities are classified as current or non-current depending on the rights existing at the end of the reporting period. The classification does not depend on the entity's expectations or events after the reporting date (for example, covenants under credit facility agreements with which the entity must comply after twelve months from the reporting date).

### **Amendments to IAS 7 *Statement of Cash Flows* and IFRS 7 *Financial Instruments: Disclosures – Supplier Finance Arrangements***

Amendments to IAS 7 *Statement of Cash Flows* and IFRS 7 *Financial Instruments: Disclosures* introduced new disclosure requirements for supplier finance arrangements (e.g. reverse factoring). Entities are required to disclose specific information about supplier finance arrangements to enable users of financial statements to assess how they affect the entity's liabilities and cash flows and understand their effect on the entity's exposure to liquidity risk. The amendments aim to enhance transparency of disclosures on finance arrangements but do not change the principles of recognition and measurement.

The Group has assessed the amendments listed above and found that they have not had a material effect on the financial statements.

Listed below are the issued standards and interpretations that are not yet effective and have not been early adopted by the Group.

#### **Amendments to IAS 21 *The Effects of Changes in Foreign Exchange Rates***

In August 2023, the IASB issued amendments to IAS 21 *The Effects of Changes in Foreign Exchange Rates*, which are intended to help entities determine whether a currency is exchangeable for another currency and estimate the spot exchange rate if it is not. In addition, where a currency is not exchangeable, the amended standard requires disclosure of additional information on how an alternative exchange rate is determined. The amendments are effective for financial statements for periods beginning on or after 1 January 2025. As at the date of these financial statements, the amendments were not yet endorsed by the European Union.

#### **Amendments to the classification and measurement of financial instruments – amendments to IFRS 9 and IFRS 7.**

In May 2024, the IASB issued amendments to IFRS 9 and IFRS 7 to:

- clarify the date of recognition and derecognition of certain financial assets and liabilities, with exemption for certain financial liabilities settled through electronic transfer;
- clarify and add further guidance on the assessment of whether a financial asset meets the SPPI test;
- add new disclosure requirements for certain instruments whose contractual terms may change cash flows; and
- update disclosure requirements for equity instruments designated at fair value through other comprehensive income (FVOCI).

The amendments are effective for financial statements for periods beginning on or after 1 January 2026. As at the date of these financial statements, the amendments were not yet endorsed by the European Union.

#### **Annual Improvements to IFRS Accounting Standards**

Annual Improvements to IFRS Accounting Standards amend the following standards: IFRS 1 First-time Adoption of International Financial Reporting Standards, IFRS 7 Financial Instruments: Disclosures, IFRS 9 Financial Instruments, IFRS 10 Consolidated Financial Statements and IAS 7 Statement of Cash Flows.

The amendments clarify the guidance on recognition and measurement. As at the date of these financial statements, the amendments were not yet endorsed by the European Union.

#### **IFRS 18 *Presentation and Disclosure in Financial Statements***

In April 2024, the IASB issued IFRS 18 *Presentation and Disclosures in Financial Statements*, A new standard replacing IAS 1 Presentation of Financial Statements, effective from 1 January 2027. The main changes compared with the previous standard pertain to the statement of profit or loss, required disclosures about performance measures, and the aggregation and disaggregation of information contained in financial statements. The new standard is effective for financial statements for periods beginning on or after 1 January 2027. As at the date of these financial statements, the amendments were not yet endorsed by the European Union.

#### **IFRS 19 *Subsidiaries without Public Accountability: Disclosures***

In May 2024, the IASB issued a new standard IFRS 19, which may be adopted by certain subsidiaries applying IFRS Accounting Standards to improve the effectiveness of disclosures in their financial statements. The new standard specifies reduced disclosure requirements. An eligible subsidiary that applies IFRS 19 is required to apply the requirements in other IFRS Accounting Standards, except for disclosure requirements. For disclosure requirements, it applies IFRS 19 instead of the disclosure requirements in other IFRS Accounting Standards. Eligible subsidiaries are entities that do not have public accountability, as defined in the new standard. In addition, IFRS 19 requires that the ultimate or any intermediate parent should produce consolidated financial statements available for public use that comply with IFRS Accounting Standards. Eligible entities may elect to apply the guidance provided in IFRS 19 for financial statements for periods beginning on or after 1 January 2027. As at the date of these financial statements, the amendments were not yet endorsed by the European Union.

## Amendments to IFRS 10 and IAS 28 concerning sale or contribution of assets between an investor and its associate or joint venture

The amendments addressed the previous conflict between the requirements of IFRS 10 and IAS 28. The accounting treatment depends on whether the non-monetary assets sold or contributed to an associate or joint venture constitute a business. If the non-monetary assets constitute a business, the investor recognises full gain or loss resulting from the transaction. If the assets do not meet the definition of a business, the investor recognises a partial gain or loss only to the extent of unrelated investors' interests in the associate or joint venture. The amendments were issued on 11 September 2014. As at the date of these financial statements, the European Union had postponed the endorsement of the amendments.

The amendments listed above will have no material effect on the financial statements.

## 4. Significant judgements and estimates

The preparation of financial statements in accordance with IFRS requires the Management Board of the Company to use judgements and estimates which affect the applied accounting policies and the amounts of reported assets, liabilities, income and expenses. Judgements and estimates are reviewed on an ongoing basis. A change in estimates is recognised in profit or loss for the period in which the change occurred. During the reporting period, there were no material changes in judgements and estimates.

## 5. Seasonality

The sale of spare parts and accessories, which constitutes the principal business activity of the Company, is subject to seasonal fluctuations during the year. The highest sale volumes are recorded in the spring season (March to April/May) and in autumn (October and November), and additionally during summer months, while being relatively the lowest in winter. The seasonality of sales is reflected in higher demand for merchandise, which results in a seasonal increase in purchases of merchandise and the amount of related trade payables before the high seasons, especially spring.

## 6. Revenue from contracts with customers

The principal business of the Company is the sale of spare parts and accessories for motor vehicles, therefore the Management Board does not identify separate reportable segments for the purposes of managing the Company's business. The Company presents revenue from contracts with customers by geographical region, i.e., domestic, EU and non-EU sales. The Company does not have key customers and sales to none of the Company's customers exceed 10% of total sales.

	Period ended 30 June 2024	Period ended 30 June 2023
<b>Revenue from sales of merchandise</b>	<b>2,050,388</b>	<b>1,771,213</b>
including:		
Sales of merchandise – Poland	1,018,790	878,745
Sales of merchandise – EU	1,012,682	872,490
Sales of merchandise – other exports	18,916	19,978
<b>Revenue from sales of services</b>	<b>7,671</b>	<b>4,455</b>
including:		
Sales of services – Poland	5,135	3,965
Sales of services – EU	2,536	490
<b>Total revenue from contracts with customers</b>	<b>2,058,059</b>	<b>1,775,668</b>

## 7. Costs by nature and function of expense

	Period ended 30 June 2024	Period ended 30 June 2023
Depreciation and amortisation	(26,875)	(20,110)
Raw materials and consumables used	(18,069)	(15,927)
Services	(223,622)	(178,788)
Taxes and charges	(3,348)	(2,410)
Employee benefits expense	(136,057)	(105,917)
Other costs by nature of expense	(6,666)	(4,827)
Merchandise, materials and services sold	(1,516,058)	(1,316,227)
<b>Total costs by nature of expense</b>	<b>(1,930,695)</b>	<b>(1,644,206)</b>
Cost of sales	(1,520,700)	(1,319,448)
Distribution costs and marketing expenses	(235,262)	(193,447)
Warehousing costs	(153,559)	(113,861)
Management and administrative expenses	(21,174)	(17,450)
<b>Total costs by function of expense</b>	<b>(1,930,695)</b>	<b>(1,644,206)</b>

## 8. Other gains/(losses), net

	Period ended 30 June 2024	Period ended 30 June 2023
Foreign exchange gains/(losses) on operating activities – unrealised	(1,458)	519
Foreign exchange gains/(losses) on operating activities – realised	(423)	1,140
Gains/(losses) on impairment of receivables	(1,003)	(213)
Other	324	342
<b>Total other gains/(losses), net</b>	<b>(2,560)</b>	<b>1,788</b>

## 9. Finance income

	Period ended 30 June 2024	Period ended 30 June 2023
Gains on share in profit or loss of related entities	4,717	6,818
Gains on corporate surety provided (i)	112	112
Foreign exchange gains/(losses) on financing activities	-	2,521
Interest on loans to other entities	104	104
Interest on trade receivables	77	80
Interest on bank deposits	71	-
Other finance income	8	150
<b>Total finance income</b>	<b>5,089</b>	<b>9,785</b>

## 10. Finance costs

	Period ended 30 June 2024	Period ended 30 June 2023
<b>Interest expense:</b>		
Interest on term and overdraft facilities	(4,991)	(7,467)
Interest on non-bank borrowings from related entities	(1,099)	(1,239)
Interest on lease liabilities (other leases)	(2,706)	(3,158)
Interest on lease liabilities (office and warehouse space leases)	(2,163)	(1,770)
Other interest expense	(32)	(74)

	(10,991)	(13,708)
<b>Other finance costs:</b>		
Foreign exchange gains/(losses) on financing activities	(791)	-
Cost of corporate surety received (i)	(339)	(338)
Credit commissions and fees	(406)	(403)
Factoring commissions and fees	-	(3)
Other finance costs	(43)	(37)
	(1,579)	(781)
<b>Total finance costs</b>	<b>(12,570)</b>	<b>(14,489)</b>

## 11. Income tax

	Period ended 30 June 2024	Period ended 30 June 2023
<b>Profit before tax</b>	<b>116,171</b>	<b>128,068</b>
Income tax at 19%	(22,072)	(24,333)
Permanent differences	67	528
<b>Total income tax in the statement of comprehensive income</b>	<b>(22,005)</b>	<b>(23,805)</b>
including:		
<b>Current income tax:</b>		
For current year	(36,994)	(28,829)
For previous years	-	(322)
	(36,994)	(29,151)
<b>Deferred income tax:</b>		
For current year	14,989	5,346
	14,989	5,346
	<b>(22,005)</b>	<b>(23,805)</b>
<b>Profit before tax</b>	<b>116,171</b>	<b>128,068</b>
Income tax	22,005	23,805
<b>Effective tax rate</b>	<b>18.94%</b>	<b>18.59%</b>
	<b>As at 30 June 2024</b>	<b>As at 31 December 2023</b>
Current tax assets	-	1,257
Current tax liabilities (i)	18,971	-

(i) As at the end of June 2024, current tax liability resulted from the simplified method of making advance payments of income tax adopted by the Company.

	As at 31 December 2023	Recognised in profit or loss for 2024	As at 30 June 2024
Temporary differences on deferred tax assets and liabilities			
<b>Deferred tax assets</b>			
Difference arising from rebate assets and inventory discounts	13,036	3,317	16,353
Difference arising from contracts with customers	2,661	(146)	2,515
Difference arising from estimated right to return merchandise	932	226	1,158
Merchandise write-down	1,257	(98)	1,159
Credit loss allowances for receivables	1,878	146	2,024
Provision for employee benefit obligations	1,381	555	1,936
Other provisions	1,241	(386)	855

Difference arising from social security contributions and employee capital plans	39	23	62
Difference arising from outstanding interest on non-bank borrowing	273	(64)	209
Difference arising from inventory adjustment assets	1,384	(845)	539
Other temporary differences	(57)	239	182
<b>Total</b>	<b>24,025</b>	<b>2,967</b>	<b>26,992</b>

#### Deferred tax liabilities

Difference between carrying amount and tax base of property, plant and equipment	(16,826)	(1,557)	(18,383)
Difference arising from supplier discounts	(43,923)	13,583	(30,340)
Other temporary differences	(57)	(4)	(61)
<b>Total</b>	<b>(60,806)</b>	<b>12,022</b>	<b>(48,784)</b>

<b>Total deferred tax assets (liabilities)</b>	<b>(36,781)</b>	<b>14,989</b>	<b>(21,792)</b>
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	As at 30 June 2024	As at 31 December 2023
Deferred tax assets	26,992	24,025
Deferred tax liabilities	(48,784)	(60,806)
<b>Total</b>	<b>(21,792)</b>	<b>(36,781)</b>
Offset	(26,992)	(24,025)
<b>Deferred tax liabilities in the statement of financial position</b>	<b>21,792</b>	<b>36,781</b>

## 12. Property, plant and equipment

	As at 30 June 2024	As at 31 December 2023
-		
Buildings and structures	131,799	123,476
Machinery and equipment	141,699	122,507
Vehicles	17,813	16,466
Other	56,776	53,053
Property, plant and equipment under construction	14,830	14,105
<b>Total carrying amount of property, plant and equipment</b>	<b>362,917</b>	<b>329,607</b>

In the statement of financial position, the Company presents right-of-use assets (lease contracts) in the same line item as assets owned by the Company. The assets and the related depreciation expense are presented below.

	As at 30 June 2024	As at 31 December 2023
-		
Buildings and structures	128,287	120,190
Machinery and equipment	72,733	66,201
Vehicles	12,222	11,449
Other	20,491	24,073
<b>Total carrying amount of property, plant and equipment under right-of-use arrangements</b>	<b>233,733</b>	<b>221,913</b>

	Period ended 30 June 2024	Period ended 30 June 2023
-		
Buildings and structures	12,569	8,932

Machinery and equipment	3,501	3,683
Vehicles	850	723
Other	603	687
<b>Total depreciation of property, plant and equipment under right-of-use arrangements</b>	<b>17,523</b>	<b>14,025</b>

Right-of-use assets are mainly contracts for lease of cars, storage racks, warehouse automation systems, and hardware, as well as office space rental contracts. Items of property, plant and equipment disclosed as used under lease contracts are secured with lessors' rights to leased assets. For information on lease liabilities, see Note 22.

Movements in property, plant and equipment	Buildings and structures	Machinery and equipment	Vehicles	Other property, plant and equipment	Property, plant and equipment under construction	Total
<b>Gross carrying amount as at 31 December 2022</b>	<b>120,473</b>	<b>122,687</b>	<b>24,713</b>	<b>63,596</b>	<b>31,390</b>	<b>362,859</b>
<b>Increase</b>						
Purchase	882	18,191	498	7,023	8,775	<b>35,369</b>
Accounting for property, plant and equipment under construction – purchase	135	2,931	-	102	(3,168)	-
Leases	72,366	6,255	4,501	2,996	-	<b>86,118</b>
Accounting for property, plant and equipment under construction – leases	-	22,601	-	291	(22,892)	-
Other	-	-	4	-	-	<b>4</b>
<b>Decrease</b>						
Disposal	-	(302)	(397)	(177)	-	<b>(876)</b>
Retirement	(544)	(116)	(129)	(29)	-	<b>(818)</b>
Other	-	(68)	-	(4)	-	<b>(72)</b>
<b>Gross carrying amount as at 31 December 2023</b>	<b>193,312</b>	<b>172,179</b>	<b>29,190</b>	<b>73,798</b>	<b>14,105</b>	<b>482,584</b>
<b>Increase</b>						
Purchase	496	12,087	357	3,098	3,950	<b>19,988</b>
Accounting for property, plant and equipment under construction – purchase	33	3,000	-	192	(3,225)	-
Leases	20,667	12,491	2,145	2,791	-	<b>38,094</b>
Accounting for property, plant and equipment under construction – leases	-	-	-	-	-	-
Other	-	-	-	-	-	-
<b>Decrease</b>						
Disposal	-	(36)	(105)	-	-	<b>(141)</b>
Retirement	-	(6)	-	(22)	-	<b>(28)</b>
Other	-	-	4	(23)	-	<b>(19)</b>
<b>Gross carrying amount as at 30 June 2024</b>	<b>214,508</b>	<b>199,715</b>	<b>31,591</b>	<b>79,834</b>	<b>14,830</b>	<b>540,478</b>
<b>Accumulated depreciation as at 31 December 2022</b>	<b>50,199</b>	<b>36,746</b>	<b>10,985</b>	<b>16,850</b>	-	<b>114,780</b>
Depreciation in period	20,144	13,329	2,096	3,979	-	<b>39,548</b>
Disposal	-	(290)	(281)	(77)	-	<b>(648)</b>
Retirement	(507)	(113)	(74)	(7)	-	<b>(701)</b>
Other	-	-	(2)	-	-	<b>(2)</b>
<b>Accumulated depreciation as at 31 December 2023</b>	<b>69,836</b>	<b>49,672</b>	<b>12,724</b>	<b>20,745</b>	-	<b>152,977</b>
Depreciation in period	12,873	8,379	1,122	2,323	-	<b>24,697</b>
Disposal	-	(30)	(69)	-	-	<b>(99)</b>
Retirement	-	(5)	-	(10)	-	<b>(15)</b>
Other	-	-	1	-	-	<b>1</b>
<b>Accumulated depreciation as at 30 June 2024</b>	<b>82,709</b>	<b>58,016</b>	<b>13,778</b>	<b>23,058</b>	-	<b>177,561</b>
<b>Net carrying amount as at 31 December 2023</b>	<b>123,476</b>	<b>122,507</b>	<b>16,466</b>	<b>53,053</b>	<b>14,105</b>	<b>329,607</b>
<b>Net carrying amount as at 30 June 2024</b>	<b>131,799</b>	<b>141,699</b>	<b>17,813</b>	<b>56,776</b>	<b>14,830</b>	<b>362,917</b>



### 13. Intangible assets

	As at 30 June 2024	As at 31 December 2023
-		
Software	24,073	24,592
Intangible assets under development	10,597	10,352
<b>Total carrying amount of intangible assets</b>	<b>34,670</b>	<b>34,944</b>

In the statement of financial position, the Company discloses right-of-use intangible assets (lease contracts) in the same item as intangible assets owned by the Company. The assets and the related amortisation expense are presented below.

	As at 30 June 2024	As at 31 December 2023
-		
Software	2,542	2,856
<b>Total carrying amount of right-of-use intangible assets</b>	<b>2,542</b>	<b>2,856</b>

	Period ended 30 June 2024	Period ended 30 June 2023
-		
Software	192	233
<b>Total amortisation of right-of-use intangible assets</b>	<b>192</b>	<b>233</b>

Movements in intangible assets	Software	Other intangible assets	Intangible assets under development	Total
<b>Gross carrying amount as at 31 December 2022</b>	<b>31,761</b>	<b>343</b>	<b>12,889</b>	<b>44,993</b>
<b>Increase</b>				
Purchase	3,684	-	7,551	11,235
Accounting for intangible assets under development – purchase	10,088	-	(10,088)	-
Leases	-	-	-	-
Other	-	-	-	-
<b>Gross carrying amount as at 31 December 2023</b>	<b>45,533</b>	<b>343</b>	<b>10,352</b>	<b>56,228</b>
<b>Increase</b>				
Purchase	231	-	1,672	1,903
Accounting for intangible assets under development – purchase	1,427	-	(1,427)	-
Leases	-	-	-	-
Other	1	-	-	1
<b>Gross carrying amount as at 30 June 2024</b>	<b>47,192</b>	<b>343</b>	<b>10,597</b>	<b>58,132</b>
<b>Accumulated amortisation as at 31 December 2022</b>	<b>17,607</b>	<b>343</b>	<b>-</b>	<b>17,950</b>
Amortisation in period	3,334	-	-	3,334
<b>Accumulated amortisation as at 31 December 2023</b>	<b>20,941</b>	<b>343</b>	<b>-</b>	<b>21,284</b>
Amortisation in period	2,178	-	-	2,178
<b>Accumulated amortisation as at 30 June 2024</b>	<b>23,119</b>	<b>343</b>	<b>-</b>	<b>23,462</b>
<b>Net carrying amount as at 31 December 2023</b>	<b>24,592</b>	<b>-</b>	<b>10,352</b>	<b>34,944</b>
<b>Net carrying amount as at 30 June 2024</b>	<b>24,073</b>	<b>-</b>	<b>10,597</b>	<b>34,670</b>

### 14. Investments in related and other entities

During the period from 1 January to 30 June 2024, there were no changes in investments in related and other entities compared to the information disclosed in the full-year financial statements of the Company for the year ended 31 December 2023.

## 15. Other financial assets

	As at 30 June 2024	As at 31 December 2023
<b>Loans measured at amortised cost</b>		
Loans to other entities	3,305	-
<b>Total</b>	<b>3,305</b>	<b>-</b>
including:		
Long-term	-	-
Short-term	3,305	-
<b>Total</b>	<b>3,305</b>	<b>-</b>

On 24 January 2024, an agreement was signed with Global One Automotive GmbH of Frankfurt whereby the Company advanced a loan of EUR 750 thousand to Global One. The loan bore interest at 3M EURIBOR plus margin. The agreement was concluded for a definite term from 1 February 2024 to 31 July 2024. The Company holds 6.25% of shares in Global One Automotive GmbH as a participant in the International Purchasing Group (since 2017). The loan principal and interest were repaid on 25 July 2024 and 16 August 2024, respectively.

There were no financial assets measured at fair value through profit or loss.

## 16. Inventories and contract assets

### 16.1 Inventories

Merchandise is stored in central and subsidiary warehouses and is, in principle, fully insured against theft, burglary, robbery, fire, and other natural disasters (except where the insurer has excluded specific risks or reduced the indemnification amount for such risks).

	As at 30 June 2024	As at 31 December 2023
Merchandise	983,708	946,190
Write-downs	(6,255)	(7,685)
<b>Total</b>	<b>977,453</b>	<b>938,505</b>

### Change in inventory write-downs

	Period ended 30 June 2024	Period ended 30 June 2023
-		
<b>At beginning of period</b>	<b>(7,685)</b>	<b>(8,976)</b>
Decrease	2,674	2,067
Increase	(1,244)	(1,770)
<b>As at end of period</b>	<b>(6,255)</b>	<b>(8,679)</b>

The cost of inventory write-downs comprises write-downs of inventories to their net realisable value as well as write-downs for merchandise that is of inferior quality or damaged.

### Inventories pledged as security

The Company created a registered pledge over inventories as security for bank borrowings. The amount of liabilities secured with the pledge is presented below.

	As at 30 June 2024	As at 31 December 2023
-		
Liabilities secured with pledge over inventories	102,130	219,131

### Recognised inventory cost

	Period ended 30 June 2024	Period ended 30 June 2023
Cost of sales	(1,520,700)	(1,319,448)
Distribution costs and marketing expenses	(4,743)	(3,706)
<b>Total inventory cost recognised</b>	<b>(1,525,443)</b>	<b>(1,323,154)</b>

Distribution costs and marketing expenses primarily include the cost of warranty replacement of merchandise.

### 16.2 Contract assets

	As at 30 June 2024	As at 31 December 2023
Contract assets	23,552	19,366

Customers may freely return purchased merchandise within 14 days from the purchase date, provided that the merchandise does not bear any traces of use. Warranty replacements are governed by the applicable provisions of the Polish Civil Code. The Company estimated the value of future adjustments to sales to reflect returns by customers based on historical data on returns and the current period's turnover. An asset is created in connection with the recognition of an estimated decrease in the cost of merchandise sold relating to the estimated right to return merchandise.

### 17. Trade and other receivables

	As at 30 June 2024	As at 31 December 2023
Trade receivables due within 12 months	244,984	204,594
Trade receivables due in more than 12 months	2,625	2,570
Trade receivables from suppliers	67,478	106,082
Impairment losses on trade receivables	(10,655)	(9,885)
<b>Total trade receivables</b>	<b>304,432</b>	<b>303,361</b>
Receivables under share of profit of subsidiary limited partnership	4,717	13,765
Receivables from card and online payment system operators	1,540	1,438
Rent deposits receivable	2,315	2,081
Other financial receivables	3,968	3,608
Impairment losses on other receivables	(33)	(33)
<b>Total trade and other financial receivables</b>	<b>316,939</b>	<b>324,220</b>
Prepaid deliveries	8,788	10,523
Receivables on sale of property, plant and equipment	-	-
Prepayments and accrued income	11,883	7,865
VAT tax to be settled in future periods/refunded to bank account	20,658	21,187
Other non-financial receivables	1,564	1,116
<b>Total non-financial receivables</b>	<b>42,893</b>	<b>40,691</b>
<b>Total trade and other receivables</b>	<b>359,832</b>	<b>364,911</b>
Other long-term receivables	4,861	4,368
Trade and other receivables	354,971	360,543
<b>Total trade and other receivables</b>	<b>359,832</b>	<b>364,911</b>

The change in the amount of the credit loss allowances for trade receivables is presented below.

	Period ended 30 June 2024	Period ended 30 June 2023
<b>At beginning of period</b>	<b>(9,885)</b>	<b>(8,377)</b>
(Recognition)/Decrease	(770)	(888)
Write-off	-	383
<b>As at end of period</b>	<b>(10,655)</b>	<b>(8,882)</b>

#### Trade and other receivables pledged as security

Trade receivables are pledged as security for bank borrowings (Note 20). The amount of receivables pledged as security in the reporting periods is presented below.

	As at 30 June 2024	As at 31 December 2023
Trade receivables encumbered with registered pledge	149,158	110,910

#### 18. Cash

	As at 30 June 2024	As at 31 December 2023
Cash in hand	2,792	2,578
Cash at banks	22,095	21,372
Cash in bank deposits (overnight deposits)	1,836	745
Cash in transit	3,369	7,655
Other cash	8	36
<b>Total cash and cash equivalents in the statement of financial position</b>	<b>30,100</b>	<b>32,386</b>
in PLN	14,572	15,535
in other currencies (including measurement)	15,528	16,851
<b>Total</b>	<b>30,100</b>	<b>32,386</b>
<i>including restricted cash – split payment accounts</i>	<i>1,315</i>	<i>1,244</i>

#### 19. Equity

During the period from 1 January to 30 June 2024, there were no changes in the share capital relative to 31 December 2023.

	Period ended 30 June 2024	Period ended 31 December 2023
Changes in retained earnings		
<b>Retained earnings at beginning of period</b>	<b>221,025</b>	<b>210,553</b>
Net profit attributable to owners	94,166	221,025
Dividend paid	(19,593)	(19,593)
Transfer to statutory reserve funds	(201,432)	(190,960)
<b>Retained earnings at end of period</b>	<b>94,166</b>	<b>221,025</b>

#### Dividend for 2023

On 28 March 2024, the Management Board of the Company passed a resolution to recommend a dividend payment for the financial year 2023 to the Annual General Meeting. Pursuant to the resolution, the Management Board recommended a dividend payment to the Company's shareholders totalling PLN 19,593,000, or PLN 0.15 per share. At its meeting held on 10 April 2024, the Supervisory Board resolved to endorse the Management Board's recommendation. At its meeting held on 24 May 2024, the Annual General Meeting resolved to pay dividend in accordance with the recommendation, setting 3 June 2024 as the dividend record date. The dividend was paid on 18 June 2024.

## 20. Borrowings

	As at 30 June 2024	As at 31 December 2023
<b>Unsecured – at amortised cost</b>		
Borrowings from related entities	27,250	27,250
	<b>27,250</b>	<b>27,250</b>
<b>Secured – at amortised cost</b>		
Overdraft facilities	8,586	73,085
Credit facilities	92,878	163,491
	<b>101,464</b>	<b>236,576</b>
<b>Total borrowings</b>	<b>128,714</b>	<b>263,826</b>
Non-current liabilities	56,566	104,145
Current liabilities (i)	72,148	159,681
<b>Total borrowings</b>	<b>128,714</b>	<b>263,826</b>

(i) The Company discloses all overdraft facilities as current liabilities, regardless of the contract facility term.

Credit facility and loan agreements:

	Agreement	Repayment date	Limit	Currency	As at 30 June 2024	As at 31 December 2023
<b>ING Bank Śląski S.A.</b>	Multi-product facility agreement No. 882/2015/00000925/00 of 19 October 2015	10 Oct 2024	177,000			
	working capital overdraft facility			PLN	8,373	72,473
	working capital facility in credit account			PLN	30,000	70,560
<b>Santander Bank Polska S.A.</b>	Multi-facility agreement No. K00922/16 of 26 September 2016	31 Mar 2025	90,000			
	working capital facility in credit account			PLN	30,171	50,326
<b>mBank S.A.</b>	Overdraft facility agreement No. 11/145/19/Z/VV of 22 October 2019	30 Sep 2025	50,000			
	working capital overdraft facility			EUR	-	419
<b>mBank S.A.</b>	Working capital facility in credit account agreement No. 11/026/23/Z/LE of 5 April 2023	13 Dec 2024	15,000			
	working capital facility in credit account			PLN	-	15,000
<b>BNP Paribas Bank Polska S.A.</b>	Multi-purpose credit facility agreement No. WAR/8806/21/537/CB of 13 September 2021	12 Sep 2025	50,000			
	working capital overdraft facility			PLN	173	154
	working capital overdraft facility			EUR	40	39
<b>BNP Paribas Bank Polska S.A.</b>	Revolving credit facility agreement No. WAR/8806/22/17/CB of 24 January 2022	12 Sep 2025	25,000			
	working capital facility in credit account			PLN	25,000	25,160

<b>Credit Agricole Bank Polska S.A.</b>	Investment credit facility agreement No. KRI/S/8/2022 of 13 September 2022	16 Sep 2028	15,000		
	investment credit facility in credit account			PLN	7,707 2,445
<b>Katarzyna Górecka and Aleksander Górecki</b>	Loan agreement of 2 January 2014 (as amended)	31 Dec 2026	26,700		
	loan agreement			PLN	27,250 27,250
	<b>Total</b>				<b>128,714 263,826</b>

During the period from 1 January to 30 June 2024, there were no changes to the terms and conditions of the agreements signed by the Company, as detailed in the Company's full-year financial statements for the year ended 31 December 2023.

## 21. Trade and other payables

### 21.1 Trade and other payables

	As at 30 June 2024	As at 31 December 2023
Trade payables due within 12 months	317,572	163,073
Trade receivables from suppliers	(78,737)	(33,702)
Taxes, customs duties, social security and other benefits payable	2,623	2,181
Liabilities arising from acquisition of property, plant and equipment and intangible assets	583	8,051
Other liabilities	206	193
	<b>242,247</b>	<b>139,796</b>
Current liabilities	242,247	139,796
<b>Total</b>	<b>242,247</b>	<b>139,796</b>

### 21.2 Contract liabilities

	As at 30 June 2024	As at 31 December 2023
Contract liabilities	917	593
Right-of-return liabilities (i)	32,174	26,303
<b>Total</b>	<b>33,091</b>	<b>26,896</b>

(i) Customers may freely return purchased merchandise within 14 days from the purchase date, provided that the merchandise does not bear any traces of use. Warranty replacements are governed by the applicable provisions of the Polish Civil Code. The Company estimated the value of future adjustments to sales to reflect returns by customers based on historical data on returns and the current period's turnover.

## 22. Financial liabilities under lease contracts

	As at 30 June 2024	As at 31 December 2023
Present value of lease liabilities		
Long-term lease liabilities	169,392	151,414
Short-term lease liabilities	32,993	36,866
<b>Total</b>	<b>202,385</b>	<b>188,280</b>

Financial liabilities under lease contracts are related mainly to property, plant and equipment (Note 12). For disclosures relating to depreciation of property, plant and equipment and amortisation of right-of-use intangible assets, see Notes 12 and 13. For information on interest expense, see Note 10.

IFRS 16 provides for exceptions to the lessee's general lease model for short-term leases and leases of low-value assets. In such cases, the Company does not recognise any right-of-use assets or lease liabilities. Provided below are the amounts expensed:

	Period ended 30 June 2024	Period ended 30 June 2023
Cost of short-term leases (i)	7,003	5,595
Cost of leases not disclosed due to the low value of underlying assets (ii)	897	749
<b>Total</b>	<b>7,900</b>	<b>6,344</b>

(i) The Company applies a practical expedient to short-term leases in the case of property lease contracts made for an indefinite period which may be terminated on short notice (up to 12 months), which do not involve any special space adaptation or material barriers to exit, i.e., penalties for early termination, and the Company has the practical ability to lease such space on the market. Costs of some of the lease contracts are also re-charged to the cooperating affiliates.

(ii) The Company applies a practical expedient to leases of low-value assets, mainly small office and other equipment, such as printers, payment terminals, waste containers, etc.

	As at 30 June 2024	As at 31 December 2023
Present value of future lease liabilities (iii)	136,177	97,346

(iii) The Company entered into contracts which will be classified as leases under IFRS 16. However, the liabilities under these contracts were not disclosed as at the reporting date because the leased assets were not made available for use by the Company by 30 June 2024. These contracts are property leases and contracts for warehouse equipment, including primarily warehouse racks and warehouse automation systems.

### 23. Employee benefit obligations and provisions

	As at 30 June 2024	As at 31 December 2023
Salaries and wages payable	14,000	12,430
Social security and Employee Capital Plan obligations	13,700	11,800
Provision for accrued holiday entitlements	9,162	6,370
Provision for retirement and disability benefit obligations	1,030	898
Obligations under the Incentive Scheme for 2022	760	2,280
	<b>38,652</b>	<b>33,778</b>
Long-term employee benefit obligations and provisions	895	1,527
Short-term employee benefit obligations and provisions	37,757	32,251
<b>Total</b>	<b>38,652</b>	<b>33,778</b>

	Period ended 30 June 2024	Period ended 30 June 2023
Provision for accrued holiday entitlements	(2,792)	(2,913)

Provision for retirement and disability benefit obligations	(132)	(223)
Provision for obligations under the Incentive Scheme for 2020	-	348
Provision for obligations under the Incentive Scheme for 2022	1,520	5,320
<b>Total change</b>	<b>(1,404)</b>	<b>2,532</b>

bonus granted for 2022	obligations as at 31 December 2023	bonus paid in 2024	obligations as at 30 June 2024
Management Board	2,280	(1,520)	760

## 24. Financial instruments

	As at 30 June 2024	As at 31 December 2023
<b>Financial assets</b>		
<b>Measured at fair value through profit or loss:</b>	-	-
<i>Held for trading</i>	-	-
<i>Classified for measurement at fair value through profit or loss:</i>	-	-
<b>Measured at amortised cost:</b>	<b>350,344</b>	<b>356,606</b>
<i>Cash</i>	30,100	32,386
<i>Trade and other financial receivables</i>	312,222	310,455
<i>Share of profit receivables</i>	4,717	13,765
<i>Loans</i>	3,305	-
<b>Measured at fair value through other comprehensive income</b>	-	-
Financial assets excluded from the scope of IFRS 9 – shares	45,553	45,553
<b>Financial liabilities</b>		
<b>Measured at fair value through profit or loss:</b>	-	-
<i>Held for trading</i>	-	-
<i>Classified for measurement at fair value through profit or loss:</i>	-	-
<i>Hedging derivatives</i>	-	-
<b>Measured at amortised cost:</b>	<b>369,049</b>	<b>401,841</b>
<i>Trade payables</i>	238,835	129,371
<i>Contract liabilities</i>	917	593
<i>Liabilities arising from acquisition of property, plant and equipment and intangible assets</i>	583	8,051
<i>Borrowings</i>	128,714	263,826
Financial liabilities outside the scope of IFRS 9 – lease liabilities	202,385	188,280

### Fair value

In the opinion of the Management Board, the carrying amounts of financial assets and liabilities disclosed in these financial statements approximate their fair values.

## 25. Related-party transactions

All transactions with related parties are made on an arm's length basis. The values of those transactions are presented below.

### Transactions with entities with cross-equity links



	Period ended 30 June 2024	Period ended 30 June 2023
<b>Sales of merchandise and services and other income</b>		
<b>Maxgear Sp. z o.o. Sp. komandytowa</b>	<b>4,786</b>	<b>3,727</b>
<i>including:</i>		
<i>sales of merchandise</i>	<i>1</i>	<i>1</i>
<i>sales of services</i>	<i>4,724</i>	<i>3,438</i>
<i>re-charge of costs</i>	<i>61</i>	<i>288</i>
<b>AP Auto Partner CZ s.r.o.</b>	<b>18,595</b>	<b>12,294</b>
<i>including:</i>		
<i>sales of merchandise</i>	<i>18,394</i>	<i>12,167</i>
<i>sales of services</i>	<i>136</i>	<i>84</i>
<i>re-charge of costs</i>	<i>65</i>	<i>43</i>
<b>Total</b>	<b>23,381</b>	<b>16,021</b>

	Period ended 30 June 2024	Period ended 30 June 2023
<b>Finance income</b>		
<b>Maxgear Sp. z o.o. Sp. komandytowa</b>	<b>4,829</b>	<b>5,821</b>
<i>including:</i>		
<i>share of profit</i>	<i>4,717</i>	<i>5,709</i>
<i>corporate surety</i>	<i>112</i>	<i>112</i>
<b>Maxgear Sp. z o.o.</b>	<b>-</b>	<b>1,109</b>
<i>including:</i>		
<i>distribution of dividend from statutory reserve funds</i>	<i>-</i>	<i>1,109</i>
<b>Total</b>	<b>4,829</b>	<b>6,930</b>

	Period ended 30 June 2024	Period ended 30 June 2023
<b>Finance costs</b>		
<b>Maxgear Sp. z o.o. Sp. komandytowa</b>	<b>(338)</b>	<b>(338)</b>
<i>including:</i>		
<i>corporate surety</i>	<i>(338)</i>	<i>(338)</i>
<b>Total</b>	<b>(338)</b>	<b>(338)</b>

	Period ended 30 June 2024	Period ended 30 June 2023
<b>Purchase of merchandise and other purchases</b>		
<b>Maxgear Sp. z o.o. Sp. komandytowa</b>	<b>191,470</b>	<b>162,075</b>
<i>including:</i>		
<i>purchase of merchandise</i>	<i>191,470</i>	<i>162,075</i>

<b>Total</b>	<b>191,470</b>	<b>162,075</b>
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	As at 30 June 2024	As at 31 December 2023
<b>Receivables</b>		
<b>Maxgear Sp. z o.o. Sp. komandytowa</b>	7,845	13,765
<i>including:</i>		
<i>trade receivables</i>	3,128	-
<i>share of profit receivables</i>	4,717	13,765
<b>AP Auto Partner CZ s.r.o.</b>	2,175	2,238
<i>including:</i>		
<i>trade receivables</i>	2,175	2,238
<b>Total</b>	<b>10,020</b>	<b>16,003</b>

	As at 30 June 2024	As at 31 December 2023
<b>Liabilities</b>		
<b>Maxgear Sp. z o.o. Sp. komandytowa</b>	497	16,649
<i>including:</i>		
<i>trade payables</i>	497	16,649
<b>Total</b>	<b>497</b>	<b>16,649</b>

Transactions with entities with personal links to members of the Management Board and the Supervisory Board; transactions with members of the Management Boards of the subsidiaries

	Period ended 30 June 2024	Period ended 30 June 2023
<b>Sales of merchandise and services and other income</b>		
entities related to members of the Management Board and the Supervisory Board	16	20
<i>including:</i>		
<i>sales of merchandise</i>	3	-
<i>re-charge of costs</i>	13	20
members of subsidiaries' Management Boards	8	9
<i>including:</i>		
<i>sales of merchandise</i>	-	1
<i>re-charge of costs</i>	8	8
<b>Total</b>	<b>24</b>	<b>29</b>

	Period ended 30 June 2024	Period ended 30 June 2023
<b>Purchase of merchandise and services and other purchases</b>		
entities related to members of the Management Board and the Supervisory Board	1,126	1,141
<i>including:</i>		
<i>purchase of services</i>	1,126	1,141
members of subsidiaries' Management Boards	272	270
<i>including:</i>		
<i>purchase of services</i>	272	270
<b>Total</b>	<b>1,398</b>	<b>1,411</b>

	As at 30 June 2024	As at 31 December 2023
<b>Receivables</b>		
entities related to members of the Management Board and the Supervisory Board	19	55
members of subsidiaries' Management Boards	3	1
<b>Total</b>	<b>22</b>	<b>56</b>

	As at 30 June 2024	As at 31 December 2023
<b>Liabilities</b>		
entities related to members of the Management Board and the Supervisory Board	250	199
members of subsidiaries' Management Boards	49	21
<b>Total</b>	<b>299</b>	<b>220</b>

#### Transactions with and remuneration of members of the Management Board and the Supervisory Board

	Period ended 30 June 2024	Period ended 30 June 2023
<b>Sales of merchandise and services and other income</b>		
Members of the Management Board	20	18
<i>including:</i>		
<i>re-charge of costs</i>	20	18
<b>Total</b>	<b>20</b>	<b>18</b>

	As at 30 June 2024	As at 31 December 2023
<b>Receivables</b>		
Members of the Management Board	398	97
<b>Total</b>	<b>398</b>	<b>97</b>

	Period ended 30 June 2024	Period ended 30 June 2023
<b>Salaries</b>		
Members of the Management Board	743	470
Supervisory Board	134	111
<b>Total</b>	<b>877</b>	<b>581</b>

	As at 30 June 2024	As at 31 December 2023
<b>Obligations under the Incentive Scheme</b>		
Members Management Board (Note 23)	760	2,280
<b>Total</b>	<b>760</b>	<b>2,280</b>

#### Loan advanced to the Company

	As at 30 June 2024	As at 31 December 2023
<b>Loans received</b>		
Loan advanced by Katarzyna Górecka and Aleksander Górecki (i) (Note 20)	27,250	27,250

Total	27,250	27,250
<b>Finance costs</b>	<b>Period ended 30 June 2024</b>	<b>Period ended 30 June 2023</b>
Interest expense recognised	(1,099)	(1,239)
<b>Total</b>	<b>(1,099)</b>	<b>(1,239)</b>

(i) Aleksander Górecki, as the sole founder of Turzyńska Fundacja Rodzinna (the “Foundation”), a beneficiary of the Foundation, a member of the Foundation’s Beneficiaries’ Meeting, and the sole member of the Foundation’s Management Board, indirectly holds Company shares through the Foundation, representing 43.60% of the Company’s share capital and 43.60% of total voting rights at the Company’s General Meeting. Mr Górecki also serves as the President of the Management Board of the Company. Katarzyna Górecka is a member of the Beneficiaries’ Meeting of Turzyńska Fundacja Rodzinna and is a Beneficiary of the Foundation.

## 26. Contingent liabilities, future contract liabilities, sureties provided and received, and contingent assets

As at 30 June 2024, the Company held the following bank guarantees:

– EUR 951 thousand bank guarantee No. DOK2419GWB20AR of 27 July 2020, provided in connection with a lease contract for a property in Bieruń, valid until 15 July 2026, granted within the credit limit of the facility provided by Santander Bank Polska S.A.

– EUR 190 thousand bank guarantee No. DOK2418GWB20TI of 27 July 2020, provided in connection with a lease contract for a property in Pruszków, valid until 31 December 2024, granted within the credit limit of the facility provided by Santander Bank Polska S.A.

– EUR 213 thousand bank guarantee No. DOK4042GWB21KW of 13 October 2021, provided in connection with a lease contract for a property in Poznań, valid until 29 June 2025, granted within the credit limit of the facility provided by Santander Bank Polska S.A.

– EUR 485 thousand bank guarantee No. DOK1141GWB22WS of 25 March 2022 (as amended), provided in connection with a lease contract for a property in Mysłowice, valid until 30 September 2024, granted within the credit limit of the facility provided by Santander Bank Polska S.A.

– PLN 68 thousand bank guarantee No. DOK1330GWB22KW of 12 April 2022, provided in connection with a lease contract for a property in Tychy, valid until 31 March 2025, granted within the credit limit of the facility provided by Santander Bank Polska S.A.

– PLN 2,000 thousand bank guarantee No. KLG87054IN23 of 3 April 2023, provided in connection with a distribution agreement, valid until 31 December 2024, granted within the credit limit of the facility provided by ING Bank Śląski S.A.

– PLN 3,000 thousand bank guarantee No. KLG95891IN24 of 12 June 2024, provided in connection with a distribution agreement, valid until 31 December 2026, granted within the credit limit of the facility provided by ING Bank Śląski S.A.

## 27. Events subsequent to the reporting date

On 5 September 2024, the Company and Credit Agricole Bank Polska S.A. signed investment credit facility agreement No. KRI/S/24/2024 for PLN 10,000 thousand to finance and refinance investment expenditure; the facility is repayable by 12 September 2029. The agreement is secured with: 1) registered pledge over the equipment financed with funds drawn on the facility, for up to 120% of the amount disbursed by the Bank under the facility, 2) assignment of any claims under insurance policies covering the equipment financed with funds drawn on the facility, for up to 120% of the amount disbursed by the Bank under the facility, 3) notarised consent to enforcement under Art. 777.1 of the Code of Civil Procedure in respect of obligations under the Agreement, with wording acceptable to the Bank, for up to PLN 12,000 thousand, 4) shareholder loan subordination agreement for an amount of no less than PLN 26,700 thousand. The interest rate was set at 1M WIBOR plus margin.

On 15 September 2024, due to a fortuitous event (a flood in south-western Poland), Auto Partner S.A.'s branch office in Kłodzko was flooded. Based on the Company's estimates, the merchandise and equipment at the branch were valued at approximately PLN 1.75 million. As at the date of issue of this report, the amount of losses resulting from the occurrence was still being estimated. Since the merchandise and equipment at the branch office are insured, the Company intends to file a claim with the insurer. Therefore, the Company has not recognised any impairment losses on the destroyed property in these financial statements.

The Company further reports that all of its branch offices and merchandise are insured.

## 28. Impact of the Russian Federation's military invasion of Ukraine on the Company's business

The Company did not identify any impact of the war in Ukraine on its operations in the three months to 30 June 2024. The Company's exposure to the Ukrainian market is negligible, accounting for less than 0.5% of its monthly revenue. To manifest solidarity with Ukraine, on 24 February 2022 the Company suspended its business on the Russian and Belarusian markets, closed all representative offices and discontinued the export of aftermarket parts to both Russia and Belarus. Before 24 February 2022, the Company's exports to the Russian and Belarusian markets accounted for 0.1% and 0.02%, respectively, of its monthly revenue.

As at the date of these financial statements, the situation in Ukraine did not have a material impact, whether direct or indirect, on the Company's operations, business continuity and financial condition. There were no indications of asset impairment linked to the conflict in Ukraine, as the Company does not possess any non-financial assets in Ukraine that could be affected by military operations there. Assuming that the armed conflict in Ukraine continues on its current course without spreading to neighbouring countries (particularly Poland and other EU nations), it is not expected to significantly affect the Company's sales volume, cash flows, or profitability, as has been the case so far.

However, it is important to note that while this assessment reflects the best knowledge of the Management Board, the actual impact may differ, given the unpredictability of how the Russian Federation's military actions in Ukraine might develop and affect the economic situation in Poland and Europe, as well as the uncertainty about their potential impact on the Company's sales volumes, cash flows, and profitability. The Management Board is monitoring the situation to the extent it could potentially affect the Company's business in future periods.

## 29. Authorisation of the condensed separate interim financial statements for issue

These condensed separate interim financial statements of the Company were authorised for issue by the Management Board on 16 September 2024.

### III. Interim Directors' Report on the operations of the Group

#### 1. The Company and the Group

The Group operates under the name of Auto Partner (the "Group"), with Auto Partner S.A. of Bieruń as the parent (the "Company" or the "parent"). Key information on the parent is presented below:

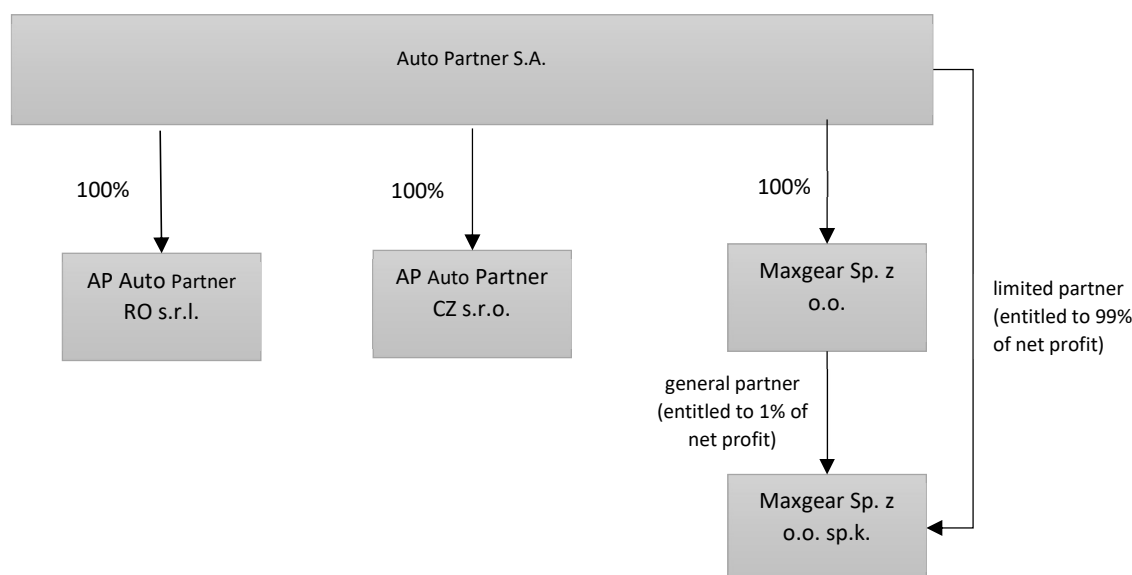
Registered office:	Bieruń
Legal form:	joint stock company ( <i>spółka akcyjna</i> )
Country of incorporation:	Poland
Address:	ul. Ekonomiczna 20, 43-150 Bieruń
Tel./Fax:	+48 32,325 15 00 / +48 32,325 15 20
Email:	<a href="mailto:kontakt@autopartner.com">kontakt@autopartner.com</a>
Website:	<a href="http://www.autopartner.com">www.autopartner.com</a>

As at 30 June 2024, in addition to the parent, the Group included the following subsidiaries: Maxgear Spółka z ograniczoną odpowiedzialnością of Tychy (wholly-owned by the parent), Maxgear Spółka z ograniczoną odpowiedzialnością spółka komandytowa of Bieruń (the parent is a limited partner in the company, entitled to 99% of its profits), AP Auto Partner CZ s.r.o. of Prague, the Czech Republic (wholly-owned by the parent), and AP Auto Partner RO s.r.l. of Bucharest, Romania (wholly-owned by the parent).

The companies are consolidated in the Group's financial statements on a full basis.

Apart from conducting its business involving the sale of automotive parts and accessories, the Company, as the parent, acts as the holding company in the Group and coordinates the operation of its subsidiaries and creation of a uniform trading, marketing, investment and credit policy for the Group.

The chart below presents the structure of the Group as at the reporting date, including all of the Company's subsidiaries.



Source: the Group.

#### Material subsidiaries of Auto Partner S.A.

##### **Maxgear Sp. z o.o.**

Maxgear Sp. z o.o., with its registered office at ul. Bałuckiego 4, 43-100 Tychy, Poland, is entered in the Register of Businesses at the National Court Register under No. 0000279190. The company's share capital amounts to PLN 50,000 and is divided into

100 shares with a par value of PLN 500 per share. Maxgear Sp. z o.o. is wholly owned by the Company, which holds 100% of its shares and the right to exercise all 100 voting rights at its General Meeting.

The company is a general partner in Maxgear Sp. z o.o. Sp.k., which it represents and whose operations it manages. Maxgear Sp. z o.o. does not carry out any operating activities. The Group's strategy provides for continued building of the value of its private label brands. In this model, Maxgear Sp. z o.o. is to continue as an entity representing Maxgear Sp. z o.o. Sp.k. and managing its operations.

#### **Maxgear Sp. z o.o. sp.k.**

Maxgear Sp. z o.o. Sp.k., with its registered office at ul. Ekonomiczna 20, 43-150 Bieruń, is entered in the Register of Businesses at the National Court Register under No. 0000332893. Its general partner is Maxgear Sp. z o.o. The Company is its limited partner, with the limited partner's contribution amount of PLN 20,000 and a 99% share in the company's profits. The right to the remaining 1% of profits is held by Maxgear Sp. z o.o.

The company's business involves purchasing merchandise which is then sold by the Group under the Maxgear brand. Most of the merchandise is imported from Asia and then resold to the Company for further distribution.

#### **AP Auto Partner CZ s.r.o.**

AP Auto Partner CZ s.r.o., with its registered office in Prague, the Czech Republic, is incorporated under the Czech law and is responsible for the Group's operations in the Czech market. AP Auto Partner CZ s.r.o. is wholly owned by the Company, which holds the right to exercise all voting rights at its General Meeting. AP Auto Partner CZ s.r.o. is engaged in sales in the Czech market through a warehouse in Prague.

#### **AP Auto Partner RO s.r.l.**

AP Auto Partner RO s.r.l., with its registered office in Bucharest, Romania, is incorporated under the Romanian law and is to be responsible for the Group's operations in the Romanian market. AP Auto Partner RO s.r.l. is wholly owned by the Company, which holds the right to exercise all voting rights at its General Meeting. The Group intends to use the company as a platform for expansion of its warehouse facilities and sales in this market.

2. [Basis of accounting used in preparing the condensed consolidated half-year financial statements; key threats and risks expected in the six months remaining to the end of the financial year](#)

#### *Basis of accounting used in preparing the condensed consolidated half-year financial statements*

The condensed consolidated interim financial statements have been prepared in accordance with IAS and IFRS; the basis of accounting is described in Note 2 to the condensed consolidated interim financial statements.

In its consolidated half-year report the Company has included condensed separate interim financial statements containing the information required under Section 62.3 of the Regulation of the Minister of Finance of 29 March 2018 on current and periodic information to be published by issuers of securities and conditions for recognition as equivalent of information whose disclosure is required under the laws of a non-member state.

#### *Description of key threats and risks relating to the six months remaining to the end of the financial year*

The Management Board has identified the following risks related to its operations:

- Risk of changes in the bonus policies applied by spare part suppliers (manufacturers)
- Risk of unsuccessful strategy implementation or adoption of a wrong development strategy
- Risk of a shift in the demand structure
- Risk related to the structure of the Group's debt
- Currency risk
- Risk related to the concentration of stocks (merchandise) in the central warehouse
- Risk of loss of key personnel and inability to hire qualified workforce
- Risk related to the IT system
- Risk related to the operation of the Group's main warehouse
- Risk of fire erupting on the Company's premises

- Risk related to administrative decisions, legislative or regulatory changes (e.g. in connection with the tightening of the European Union's climate policy) affecting the Group's operations

At present, the Company has not identified any significant risks other than those specified above. In particular, as at the date of issue of these financial statements, the Company did not identify any credit or liquidity risks, or risks related to the availability of financing or breach of financial covenants. The Company's financial condition is stable, with cash and available credit limits providing a safety buffer. In the medium and long term, depending on how the situation develops, the Company, in consultation with the financing banks, will adjust the credit limits to the current needs and the value of the collateral it may provide. Operating decisions will also be made on an ongoing basis, including in relation to operating costs, to maintain an appropriate level of profitability and thus meet the financial covenants provided for in the agreements with banks.

As at the date of issue of this Report, the Company did not identify any risks related to the valuation of non-financial assets (in particular inventories) or the delivery of purchased merchandise. There were no significant delays in deliveries or problems with order placement or fulfilment.

The Management Board of the Company assesses and manages the Company's business risks on an ongoing basis. The Management Board is responsible for monitoring and identifying the risks. The enterprise risk is managed by the Management Boards of individual Group companies.

### 3. Key events related to the Company in the six months ended 30 June 2024

1. On 24 January 2024, the Company entered into an agreement with Global One Automotive GmbH of Frankfurt whereby it advanced a loan of EUR 750,000.00 to Global One. The loan interest rate was set at 4.2%. The agreement was concluded for a definite term until 31 July 2024. The Company holds 6.25% of shares in Global One Automotive GmbH as a participant in the International Purchasing Group (since 2017). The loan was repaid by Global One by the contractual deadline.
2. On 23 January 2024, the Supervisory Board approved the Rules of the 2024–2025 Incentive Scheme for members of the Auto Partner S.A. Management Board, providing for the payment of additional remuneration tied to the Company's financial performance for members appointed to the Management Board (the "Rules", the "Incentive Scheme"). The Scheme is intended for the following members of the Company's Management Board: Andrzej Manowski, Piotr Janta and Tomasz Werbiński. The purpose of the Scheme is to establish mechanisms to encourage activities that would ensure long-term growth of the shareholder value, reduce turnover of the Company's management staff, and reward their contribution to the shareholder value growth. For detailed rules of awarding incentive bonuses, visit the Company's website at <https://ir.autopartner.com/lad-korporacyjny/#polityka-wynagrodzen>. The total amount of bonuses to be paid in accordance with the Rules will not exceed PLN 5,600,000 over the entire duration of the Scheme. In the first year of the Scheme, the total amount of bonuses for 2024 to be paid in accordance with the Rules will not exceed PLN 2,800,000.
3. On 23 January 2024, the General Meeting of Maxgear Sp. z o.o. approved the Rules of the 2024–2025 Incentive Scheme for the following members of the Management Board of Maxgear Sp. z o.o.: Grzegorz Pal and Arkadiusz Cieplak (the "Rules", the "Incentive Scheme"). The terms of the Incentive Scheme will be the same as those applying to members of the Auto Partner S.A. Management Board. The total amount of bonuses to be paid in accordance with the Rules will not exceed PLN 2,000,000 over the entire duration of the Scheme. In the first year of the Scheme, the total amount of bonuses for 2024 to be paid in accordance with the Rules will not exceed PLN 1,000,000.
4. On 28 March 2024, the Management Board of the Company passed a resolution to recommend a dividend payment for the financial year 2023 to the Annual General Meeting. Pursuant to the resolution, the Management Board recommended a dividend payment to the Company's shareholders totalling PLN 19,593,000 (nineteen million, five hundred and ninety-three thousand zloty), or PLN 0.15 (fifteen grosz) per share. At its meeting held on 10 April 2024, the Supervisory Board resolved to endorse the Management Board's recommendation. On 24 May 2024, the Annual General Meeting resolved to allocate the net profit for 2023 in accordance with the Management Board's recommendation. The dividend record date was set for 3 June 2024. The payment was made on 18 June 2024.
5. On 24 May 2024, the Annual General Meeting approved, among other things, the financial statements of the Company and the Group for 2023, and resolved to amend the Company's Articles of Association. The amendments were published in ESPI Current Report No. 13/2024 on 24 May 2024. On 31 May 2024, they were registered by the District Court for Katowice Wschód, 8th Division of the National Court Register.
6. On 23 July 2024, the Extraordinary General Meeting resolved to introduce amendments to the Articles of Association, granting the Supervisory Board the authority to appoint an audit firm to perform an attestation engagement in relation to the Sustainable Development Report. The amendment was registered by the District Court for Katowice Wschód, 8th Division of the National Court Register, on 5 August 2024.



#### Events subsequent to the reporting date

- On 5 September 2024, an investment credit facility agreement was signed with Credit Agricole Bank Polska Spółka Akcyjna of Wrocław. Under the agreement, an investment credit facility of PLN 10,000,000 was advanced to the Company to finance and refinance Auto Partner S.A.'s investment expenditure. The interest rate was set at 1M WIBOR plus margin. The final repayment date under the agreement is 12 September 2029.
- On 15 September 2024, due to a fortuitous event (a flood in south-western Poland), Auto Partner S.A.'s branch office in Kłodzko was flooded. Based on the Company's estimates, the merchandise and equipment at the branch were valued at approximately PLN 1.75 million. As at the date of issue of this report, the amount of losses resulting from the occurrence was still being estimated. Since the merchandise and equipment at the branch office are insured, the Company intends to file a claim with the insurer. Therefore, the Company has not recognised any impairment losses on the destroyed property in these financial statements.

The Company further reports that all of its branch offices and merchandise are insured.

#### 4. Impact of the war in Ukraine on the Group's operations and financial results

The Group identified no impact of the war in Ukraine on its operations in the six months ended 30 June 2024. The Company's exposure to the Ukrainian market is negligible, accounting for less than 0.5% of its monthly revenue. On 24 February 2022 the Company suspended its business on the Russian and Belarusian markets, closed all representative offices and discontinued the export of aftermarket parts to both Russia and Belarus. Before 24 February 2022, the Company's exports to the Russian and Belarusian markets accounted for 0.1% and 0.02%, respectively, of its monthly revenue.

As at the date of these financial statements, the situation in Ukraine did not have a material impact, whether direct or indirect, on the Company's operations, business continuity and financial condition. There were no indications of asset impairment linked to the conflict in Ukraine, as the Company does not possess any non-financial assets in Ukraine that could be affected by military operations there. Assuming that the armed conflict in Ukraine continues on its current course without spreading to neighbouring countries (particularly Poland and other EU nations), it is not expected to significantly affect the Company's sales volume, cash flows, or profitability, as has been the case so far.

However, it is important to note that while this assessment reflects the best knowledge of the Management Board, the actual impact may differ, given the unpredictability of how the Russian Federation's military actions in Ukraine might develop and affect the economic situation in Poland and Europe, as well as the uncertainty about their potential impact on the Company's sales volumes, cash flows, and profitability. The Management Board is monitoring the situation to the extent it could potentially affect the Company's business in future periods.

#### 5. Changes in the Group's key management policies

In the reporting period, there were no changes in the organisation of the Group, including changes that would result from a business combination, acquisition or loss of control of a subsidiary or a long-term investment, a demerger, restructuring or discontinuation of business activities.

#### 6. Management Board's position on the feasibility of published forecasts

The Management Board did not publish any forecasts of the Company's or the Group's results for 2024.

#### 7. Shareholders holding 5% or more of total voting rights in the Company

In the period from the issue of the extended consolidated report for the three months ended 31 March 2024 (21 May 2024) to the date of issue of this report (17 September 2024), there were no changes in major holdings of Company shares.

To the Company's best knowledge, the shareholders holding 5% or more of total voting rights as at 17 September 2024 (the issue date of this report) were as follows:

Shareholder	Number of shares held	Number of voting rights at GM	Ownership interest (%)	Share of total voting rights (%)
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<b>Turzyńska Fundacja Rodzinna*</b>	56,944,758	56,944,758	43.60%	43.60%
<b>Otwarty Fundusz Emerytalny Złota Jesień (OFE PZU)</b>	8,617,124	8,617,124	over 5%**	over 5%**
<b>Nationale Nederlanden Powszechne Towarzystwo Emerytalne S.A.</b>	13,062,403	13,062,403	10.0003%	10.0003%

\* Entity controlled by Aleksander Górecki.

\*\* In the most recent notification, received by the Company on 10 April 2017, Otwarty Fundusz Emerytalny Złota Jesień (OFE PZU) reported that it held 8,617,124 Company shares, which, according to the Company's calculations based on the current share capital amount, currently represent 6.622% of total voting rights.

#### 8. Total number and par value of Company shares held by the Company's management and supervisory staff (for each person separately)

To the best of the Company's knowledge, in the period from the issue of the extended consolidated report for the three months ended 31 March 2024 (21 May 2024) to the date of issue of this report (17 September 2024), no changes occurred in the holdings of Company shares by members of the Company's Management and Supervisory Boards.

The table below presents the holdings of Company shares by members of the Management and Supervisory Boards as at 17 September 2024, i.e. the issue date of this report.

None of the members of the Management Board or Supervisory Board holds any shares in the Company's subsidiaries.

Full name	Position	Number of Company shares held	Par value of the shares (PLN)
Aleksander Górecki indirectly through Turzyńska Fundacja Rodzinna	President of the Management Board	56,944,758	5,694,475.80
Andrzej Manowski	Vice President of the Management Board	200,000	20,000.00
Piotr Janta	Vice President of the Management Board	177,263	17,726.30
Jarosław Plisz	Chair of the Supervisory Board	20	2.00
<b>Total:</b>		<b>57,322,041</b>	

#### 9. Material court, arbitration and administrative proceedings

As at the issue date of this report, no material proceedings were pending in relation to any liabilities or claims of the Company or any of its subsidiaries.

#### 10. Related-party transactions executed by the Company or its subsidiaries on non-arm's length terms

The Group companies enter into related-party transactions exclusively on an arm's length basis. For detailed information on related-party transactions, see Note 25 to the condensed consolidated interim financial statements and Note 24 to the condensed separate interim financial statements.

#### 11. Significant sureties and guarantees received and issued, including in particular sureties and guarantees issued to and received from related entities

In the six months ended 30 June 2024, the Company and its subsidiaries did not issue any sureties for borrowings or any guarantees to a single entity or such entity's subsidiary where the total amount of outstanding sureties or guarantees would be significant.

## 12. Other information relevant to the assessment of the Company's and the Group's workforce, assets, financial position and profit or loss as well as the Group's ability to meet its obligations

### 12.1. Overview of key products, merchandise and services

The Group is a specialised logistics operator whose principal business activity consists in the organisation of distribution of vehicle spare parts directly from manufacturers to end users. It imports and distributes parts for passenger cars and delivery vehicles in the market for spare parts classified in accordance with the GVO regulations and European Union directives. The Group operates as a platform for sale, mainly via electronic channels, and supply logistics of spare parts, which are delivered on a just-in-time basis to distributed customers: repair workshops and stores.

The Group offers a wide range of spare parts. The key product category is spare parts for European, Japanese and Korean cars.

The Group is also consistently expanding its sales of parts for motorcycles and motor scooters, and operates in the area of distribution of tools and equipment for repair shops. It also offers specialist training to its customers to improve their qualifications. Since 2016, the Group has also been actively developing its independent repair workshop brand of MaXserwis, which brings together the cooperating businesses.

The Group's sales by product group:

PRODUCT GROUP	6 months ended			
	30 June 2024		30 June 2023	
	sales [PLN thousand]	share (%)	sales [PLN thousand]	share (%)
Suspension	351,021	16.9%	296,819	16.5%
Brakes	294,723	14.2%	263,003	14.6%
Drivetrain	249,306	12.0%	228,331	12.7%
Engine – consumables	194,055	9.4%	158,894	8.8%
Consumables/ accessories	185,894	9.0%	167,888	9.3%
Engine – repairs	185,873	9.0%	151,154	8.4%
Electrical systems	174,741	8.4%	167,005	9.3%
Filters	106,300	5.1%	94,164	5.2%
Equipment for repair workshops	59,254	2.9%	45,935	2.6%
Exhaust system	47,380	2.3%	44,597	2.5%
Air conditioning system	34,543	1.7%	27,554	1.5%
Body	32,889	1.6%	28,211	1.6%
Hydraulic parts	28,059	1.4%	24,709	1.4%
Other	26,161	1.3%	21,941	1.2%
Engine cooling system	25,812	1.2%	22,280	1.2%
Turbochargers	25,708	1.2%	20,300	1.1%
Transmission	13,660	0.7%	7	0.0%
Lines	12,393	0.6%	10,750	0.6%
Lighting	11,834	0.6%	9,958	0.6%
Wheel and wheel parts	8,232	0.4%	6,891	0.4%
Heating and ventilation	6,622	0.3%	5,231	0.3%
<b>Total</b>	<b>2,074,461</b>	<b>100.0%</b>	<b>1,795,622</b>	<b>100.0%</b>

IAS adjustments, security deposits, other	-20,431		-21,370	
<b>Total – revenue from sales of merchandise</b>	<b>2,054,030</b>		<b>1,774,252</b>	

Source: the Group.

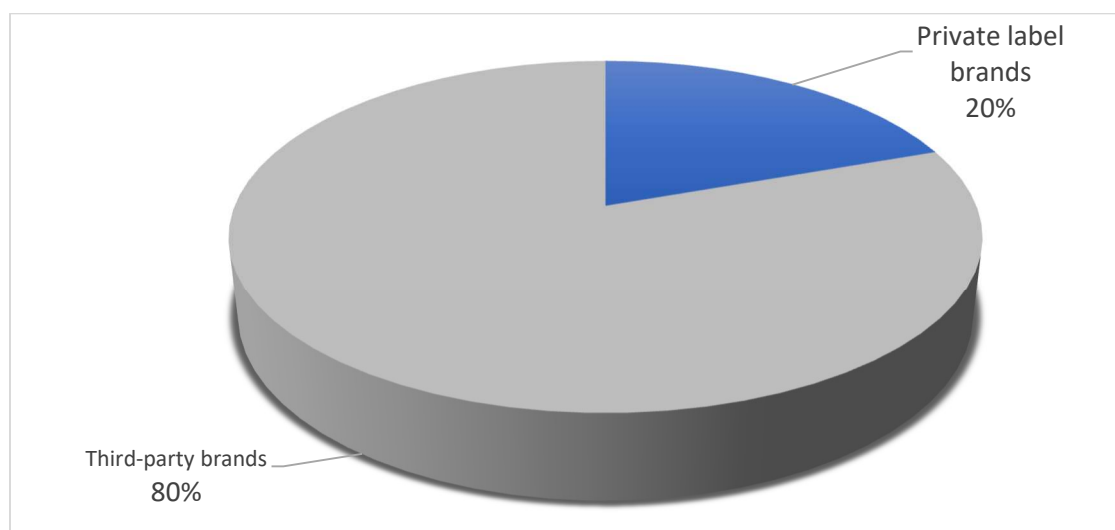
### Private label brands

The Group's leading private label brand is MaXgear. It includes high-margin products comparable to those offered by known European suppliers, such as Hans Pries, Febi, and Vaico. Under the MaXgear brand, the Group offers products in all product groups. The Group also offers private label brands and brands distributed on an exclusive basis: Quaro, comprising braking system parts, Rooks, covering workshop equipment, and Rymec, specialising in drivetrain systems.

The Group seeks to maximise the quality of the products it sells under private label brands. The success of those efforts is confirmed by the complaint rate, which does not deviate much from those reported by quality leaders, as evidenced by, for example, the range of brake products. The Group seeks to further reduce the complaint rate by reviewing the production facilities on an ongoing basis and selecting appropriate automotive part suppliers.

The Group is also gradually expanding its sales of premium segment private label brands and brands for which it is the exclusive distributor. Thanks to the product diversification and the development of proprietary brands, the Company is able to grow in a stable way and achieve greater sales profitability than in the case of the broad market brands.

Share of private label brands in total sales



Source: the Group.

## 12.2. Overview of the Group's geographical markets

Currently, domestic sales account for close to half of the Group's revenue, and export sales for the remainder. Supplies to the Group's foreign customers in Germany, Austria, the Czech Republic, Slovakia, Hungary, Romania, Slovenia, Croatia, Lithuania, Latvia, Estonia, the Netherlands, Belgium, Luxemburg, Denmark, Finland, Sweden, Norway, France, Spain, Portugal, Italy, Switzerland, United Kingdom, Ireland, Serbia, and Bosnia and Herzegovina are mainly delivered directly from the Group's central warehouse and Pruszków and Poznań hubs.

Revenue structure by domestic and export sales:

	Period ended 30 June			
	2024		2023	
	PLN thousand	share (%)	PLN thousand	share (%)
Sales of merchandise – Poland	1,018,848	49.5%	878,735	49.5%

Sales of merchandise – EU	1,016,266	49.4%	875,539	49.3%
Sales of merchandise – other exports	18,916	0.9%	19,978	1.1%
Sales of services – Poland	411	0.0%	527	0.0%
Sales of services – EU	2,401	0.1%	406	0.0%
<b>Total</b>	<b>2,056,842</b>	<b>100%</b>	<b>1,775,185</b>	<b>100.0%</b>

Source: the Group, consolidated financial statements.

The strong increase in the Group's export sales in recent years was achieved as a result of intensified efforts in this area, and the Group still sees significant export growth potential in the coming years.

### 12.3. Projected development of the Group

All companies of the Auto Partner Group pursue a common and uniform growth strategy. The Group's strategy is to ensure sustainable growth of the shareholder value by further expanding the scale of its business, increasing the market share, and strengthening the market position, while focusing on business process efficiency in order to achieve attractive margins.

The Management Board has defined four main strategic objectives for the Group:

1. growth of the business scale,
2. further product diversification,
3. further increase in profitability,
4. Expansion into new markets.

#### **Growth of the business scale**

The Group intends to implement a programme to expand the network of own branches and to regularly take measures to optimise its economic efficiency. The Group's objective is to provide customers in Poland with access to a distribution network capable of making deliveries more than once a day. In line with the expansion of the branch network, regional logistics and storage centres are established, which significantly improve the efficiency of distribution across Poland, and can also be used to efficiently supply selected foreign markets. The Group recognises the growing market need to minimise spare parts delivery times between the distributor and the workshop. Currently, a project is underway to launch a new logistics and storage centre in Zgorzelec.

Expansion into foreign markets is another way to accelerate business growth.

Since the end of 2017, the Group has conducted sales activities through its first foreign branch, operated by the subsidiary AP Auto Partner CZ s.r.o. Located in Prague, the Czech Republic, the branch aims to expand the customer base to include repair workshops. In 2022, AP Auto Partner CZ s.r.o. opened its second branch in the Czech Republic.

The Group is currently analysing further foreign markets where it intends to intensify its activities. The Group is also considering the opening of another warehouse outside Poland (probably in Western Europe).

#### **Further product diversification**

Further steps in the Group development will involve continued expansion of its portfolio of spare parts.

By joining the Global One Automotive Group in 2017, the Group obtained access to the offering of key suppliers in the spare parts sector, whose products had not been available at its warehouses.

#### **Further increase in profitability**

One part of the strategy for further growth of the Group's profitability is continued brand value building for the private label product brands based on experience gained in the development of the MaXgear brand. The adopted strategy led to the introduction of new proprietary brands and brands offered on an exclusive basis: Quaro, comprising braking system parts, Rymec, specialising in drivetrain parts, and Rooks, covering workshop equipment.

In addition, the profitability growth will be supported by the increasing business scale, translating into further improvement of the terms of cooperation with automotive part suppliers. Another aspect with a bearing on profitability is the bonus obtained through the Global One purchasing group.

The Group also intends to continue its effective cost control policy by improving and developing its IT solutions and business processes.

#### 12.4. Current and projected financial position – factors and events, including of a non-recurring nature, having a material bearing on the condensed financial statements

The analysis of the Group's financial and operating position was conducted on the basis of the IFRS-compliant separate and consolidated financial statements for the six months ended 30 June 2024.

The table below presents selected items of the consolidated statements of profit or loss and other comprehensive income for the periods indicated.

	For 6 months ended 30 June (consolidated financial statements)		
	2024	2023	2022
	PLN thousand	PLN thousand	PLN thousand
Revenue	2,056,842	1,775,185	1,346,519
Gross profit	557,163	473,174	403,428
Operating profit	134,503	146,107	136,538
Profit before tax	121,380	133,146	127,002
Net profit	97,249	107,170	102,759

Source: the Group, consolidated financial statements.

##### Revenue

Revenue from sales of merchandise accounted for 99.9% of total revenue in the six months ended 30 June 2024, which is due to the nature of the Group's business. Revenue from sales of merchandise includes revenue from sales of suspension and steering system parts, braking system parts, shock absorbers and springs, filters, fuel system parts, seals and engine parts, drive belts and rollers, electrical systems, cooling and air-conditioning parts, lines, wires, bands, oils and car chemicals, wipers, exhaust systems, and accessories. Revenue from sales of services includes revenue from sales of training, transport and rental services.

In the six months ended 30 June 2024, the Group generated revenue of PLN 2,056,842 thousand, up 15.9% year on year. The growth rate in foreign sales (up 15.8%) was almost identical to that seen on the domestic market (15.9%).

The higher revenue was achieved thanks to an effective pricing policy and business growth, and particularly by: (i) expanding the product mix, (ii) better matching the product mix with the needs of customers in various price segments, (iii) steadily optimising and improving customer service.

##### Gross profit (loss)

In the six months ended 30 June 2024, the Group's gross profit reached PLN 557,163 thousand, an increase of 17.8% year on year.

The Group was able to maintain a strong gross margin despite a high share of export sales, which deliver lower gross margins but, at the same time, generate lower operating expenses.

##### Operating profit (loss)

The Group's operating profit in the six months ended 30 June 2024 was PLN 134,503 thousand, down 7.9% year on year.

On the cost side, there was a clear negative impact from rising employee costs, driven in part by a very large increase, of approximately 20% year on year, in the minimum wage. This affected the pay expectations of a significant portion of employees, as well as the prices of many third-party services. The cost pressure related to wages led to a drop in operating profit compared with the six months ended 30 June 2023 and a marked decline in EBIT margin. Going forward, the Group will continue to focus on optimising the use of human resources and investing in process automation wherever it is economically justified.

##### Net profit (loss)

In the six months ended 30 June 2024, the Group earned a net profit of PLN 97,249 thousand, which means a decrease of 9.3% year on year. In addition to the factors described above, the key drivers of net profit and net profit margin included lower interest expense (a positive effect of reduced interest rates and consistently low debt levels, with net debt to EBITDA at approximately 0.9) and, on the other hand, foreign exchange losses on measurement of rental contracts recognised as leases (in the six months ended 30 June 2023, the Group reported a significant amount of foreign exchange gains).

## Size and structure of assets

The table below presents the Group's assets as at the dates indicated.

	As at 30 June 2024 (consolidated financial statements)	As at 31 December 2023 (consolidated financial statements)
	PLN thousand	PLN thousand
<b>Non-current assets</b>	<b>406,464</b>	<b>372,542</b>
<b>Current assets</b>	<b>1,481,456</b>	<b>1,421,381</b>
Inventories and right-of-return assets	1,078,035	1,025,733
Trade and other receivables	358,297	357,031
Other assets	3,348	1,257
Cash and cash equivalents	41,776	37,360
<b>Total assets</b>	<b>1,887,920</b>	<b>1,793,923</b>

Source: the Group, consolidated financial statements.

As at 30 June 2024, the Group's total non-current assets increased by PLN 33,922 thousand, or 9.1% on the end of 2023. In the first six months of the year, the Group mainly incurred expenditure on ongoing replacements and upgrades of property, plant and equipment, which included partial replacement of the car fleet, upgrade of the storage facilities, development and extension of the facilities' infrastructure and investments in IT licences and infrastructure.

Inventories (including right-of-return assets) amounted to PLN 1,078,035 thousand as at 30 June 2024, up 5.1% on the end of the previous year.

Trade and other receivables rose by 0.4%, with the key contributing factor being higher sales, accompanied by a decline in receivables relative to the previous year-end following the settlement of annual turnover bonuses with suppliers.

## Sources of capital

The table below presents the Group's equity and liabilities as at the dates indicated.

	As at 30 June 2024 (consolidated financial statements)	As at 31 December 2023 (consolidated financial statements)
	PLN thousand	PLN thousand
<b>Equity</b>	<b>1,125,505</b>	<b>1,047,849</b>
Share capital issued	13,062	13,062
Share premium	106,299	106,299
Other components of equity	2,103	2,103
Retained earnings	1,004,041	926,385
<b>Liabilities</b>	<b>764,230</b>	<b>747,731</b>
Bank borrowings, other financial liabilities	168,081	300,281
Lease liabilities	203,568	189,719
Trade payables and right-of-return liabilities	306,601	181,003
Other liabilities other than trade payables	85,980	76,728
<b>Total equity and liabilities</b>	<b>1,889,735</b>	<b>1,795,580</b>

Source: the Group, consolidated financial statements.



## ***Equity***

As at the end of June 2024, equity accounted for 59.6% of the Group's total equity and liabilities and stood at PLN 1,125,505 thousand. Equity grew by 7.4% in the reporting period, mainly due to the period's net profit of PLN 97,249 thousand, partly offset by the payment of dividend for 2023, of PLN 19,593 thousand.

## ***Liabilities***

As at 30 June 2024, the Group's liabilities represented 40.4% of total equity and liabilities and amounted to PLN 764,230 thousand. The largest items of the Group's liabilities as at the end of June 2024 were interest-bearing liabilities (bank borrowings and leases), representing 48.6% of total liabilities, and trade payables, representing 40.1% of total liabilities.

## **Liquidity**

In the six months ended 30 June 2024, the main sources of external financing for the Company and the Group were: (i) credit facilities (overdraft facilities and revolving working capital credit facilities), (ii) loans from beneficiaries of Turzyńska Fundacja Rodzinna, a major shareholder in the Company, and (iii) leases.

The Group expects that the funding sources referred to above will continue to be its main sources of external financing in the near future. In addition, in justified cases, the Group may also consider raising financing through the issue of shares and debt securities (bonds) to a broader group of investors on the capital markets.

The table below presents selected data from the consolidated statement of cash flows for the six months ended 30 June 2024.

For 6 months ended 30 June (consolidated financial statements)		
	2024	2023
Net cash from operating activities	226,020	206,994
Net cash from investing activities	(32,299)	(18,882)
Net cash from financing activities	(189,329)	(195,047)
<b>Total net cash flows</b>	<b>4,392</b>	<b>(6,935)</b>
Cash and cash equivalents at beginning of period	37,360	34,931
Effect of exchange rate movements on net cash in foreign currencies	24	(96)
<b>Cash and cash equivalents at end of period</b>	<b>41,776</b>	<b>27,900</b>

Source: the Group, consolidated financial statements.

## **Financial metrics**

In describing the Group's financial position, the Company uses alternative performance measures (APMs). The Management Board believes that the selected APMs provide valuable additional information (apart from the data in the financial statements) on the Group's financial and operating position, and facilitate analysis and assessment of the Group's financial performance in the reporting periods.

The definitions of the measures used by the Group in the reporting process are provided below. Selection of the APMs was preceded by an analysis of their suitability for providing useful information to investors about the financial position, cash flows and financial efficiency, and the Company believes that the selected APMs enable an optimum assessment of those aspects.

## **Profitability metrics**

The profitability metrics presented below were calculated on the basis of financial data from the consolidated statement of profit or loss and other comprehensive income for the six months ended 30 June 2024.

The tables below present the Group's profitability metrics for the periods indicated.

For 6 months ended 30 June (consolidated financial statements)			
	2024	2023	2022



	PLN thousand	PLN thousand	PLN thousand
EBITDA (PLN thousand) <sup>1</sup>	161,684	166,531	151,856
Gross margin (%) <sup>2</sup>	27.1	26.7	30.0
EBITDA margin (%) <sup>3</sup>	7.9	9.4	11.3
EBIT margin (%) <sup>4</sup>	6.5	8.2	10.1
Profit before tax margin (%) <sup>5</sup>	5.9	7.5	9.4
Net profit margin (%) <sup>6</sup>	4.7	6.0	7.6

Source: the Group.

- (1) The Group defines and calculates EBITDA as operating profit (loss) before depreciation and amortisation.
- (2) Gross margin is defined as the ratio of gross profit (loss) for the reporting period to revenue for the period.
- (3) EBITDA margin is defined as the ratio of EBITDA for the reporting period to revenue for the period.
- (4) EBIT margin is defined as the ratio of operating profit (loss) for the reporting period to revenue for the period.
- (5) Profit before tax margin is defined as the ratio of profit before tax for the reporting period to revenue for the period.
- (6) Net profit margin is defined as the ratio of net profit for the period to revenue for the period.

	For 6 months ended 30 June (consolidated financial statements)		For year (consolidated financial statements)	
	2024	2023	2023	2022
	PLN thousand	PLN thousand	PLN thousand	PLN thousand
ROE <sup>1</sup> (%)	18.0	24.4	23.7	27.7
ROA <sup>2</sup> (%)	10.6	13.6	13.3	14.9

Source: the Group.

- (1) The Group defines and calculates ROE by dividing net profit for the period (annualised) by average equity (calculated as the arithmetic mean of equity as at the end of the previous period and as at the end of the reporting period).
- (2) The Group defines and calculates ROA by dividing net profit for the period (annualised) by average assets (calculated as the arithmetic mean of total assets as at the end of the previous period and as at the end of the reporting period).

### The Group's efficiency metrics

The Group's efficiency metrics presented below were calculated on the basis of financial data derived from the consolidated statement of profit or loss and other comprehensive income for the first six months of 2024 and the consolidated statement of financial position as at 30 June 2024.

The table below presents the Group's efficiency metrics for the periods indicated.

	As at (consolidated financial statements)			
	30 June 2024	30 June 2023	31 December 2023	31 December 2022
	days	days	days	days
Inventory turnover period (days) <sup>1*</sup>	128	136	137	158
Average collection period (days) <sup>2</sup>	32	29	32	34
Average payment period (days) <sup>3</sup>	30	29	23	24

Cash conversion cycle <sup>4</sup>	130	137	146	168
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Source: the Group.

- (1) The Group defines and calculates the inventory turnover period as the ratio of average sum of inventories and right-of-return assets (calculated as the arithmetic mean of the balance as at the end of the previous period and as at the end of the reporting period) to cost of sales in the period, multiplied by the number of days in the period.
- (2) The Group defines and calculates the average collection period as the ratio of average trade and other receivables (calculated as the arithmetic mean of trade and other receivables as at the end of the previous period and as at the end of the reporting period) to revenue in the period, multiplied by the number of days in the period.
- (3) The Group defines and calculates the average payment period as the ratio of average trade and other payables and right-of-return liabilities (calculated as the arithmetic mean of trade and other payables as at the end of the previous period and as at the end of the reporting period) to cost of sales in the period, multiplied by the number of days in the period.
- (4) The Group defines and calculates the cash conversion cycle as the sum of the inventory turnover period and average collection period less average payment period.

### The Group's debt ratios

The Group's debt ratios presented below were calculated on the basis of the consolidated statement of financial position as at 30 June 2024.

The table below presents the Group's debt ratios.\*

	As at (consolidated financial statements)			
	30 June 2024	30 June 2023	31 December 2023	31 December 2022
	PLN thousand	PLN thousand	PLN thousand	PLN thousand
Total debt ratio (%) <sup>1</sup>	40.5	42.4	41.7	46.3
Long-term debt ratio (%) <sup>2</sup>	13.1	12.4	16.3	17.2
Short-term debt ratio (%) <sup>3</sup>	27.4	30.0	25.4	29.2
Equity-to-debt ratio (%) <sup>4</sup>	147.0	135.8	139.9	115.9

Source: the Group.

- (1) The Group defines and calculates the total debt ratio as the ratio of total liabilities as at the reporting date to total assets as at the reporting date.
- (2) The Group defines and calculates the long-term debt ratio as the ratio of non-current liabilities as at the reporting date to total assets as at the reporting date.
- (3) The Group defines and calculates the short-term debt ratio as the ratio of current liabilities as at the reporting date to total assets as at the reporting date.
- (4) The Group defines and calculates the equity-to-debt ratio as equity as at the reporting date to total liabilities as at the reporting date.

### Liquidity ratios

The Group's liquidity ratios were calculated on the basis of financial data derived from the consolidated statement of financial position as at 30 June 2024.

The table below presents the Group's liquidity ratios.

	As at (consolidated financial statements)			
	30 June 2024	30 June 2023	31 December 2023	31 December 2022
	PLN thousand	PLN thousand	PLN thousand	PLN thousand
Current ratio <sup>1</sup>	2.86	2.70	3.12	2.81
Quick ratio <sup>2</sup>	0.78	0.66	0.87	0.69
Cash ratio <sup>3</sup>	0.09	0.06	0.08	0.08

Source: the Group.

- (1) The Group defines and calculates the current ratio as the ratio of current assets as at the reporting date to current liabilities as at the reporting date.
- (2) The Group defines and calculates the quick ratio as the ratio of total current assets less inventories and right-of-return assets as at the reporting date to current liabilities as at the reporting date.
- (3) The Group defines and calculates the cash ratio as the ratio of cash and cash equivalents plus current financial assets as at the reporting date to current liabilities as at the reporting date.

## 12.5. Workforce

As at the end of June 2024, the Group had 2,901 employees, up 105 on 31 December 2023, when the headcount was 2,796.

The table below presents the Group's workforce by type of employment:

Type of employment	As at 30 June 2024	As at 31 December 2023
Employment contract	2,882	2,779
Civil-law contract for specified activity	19	17
Civil-law contract for specified work	0	0
<b>Total</b>	<b>2,901</b>	<b>2,796</b>
Average workforce	2,875	2,593

The table below presents the Group's workforce by area:

Area	As at 30 June 2024	As at 31 December 2023
Management and administration	150	150
Sales and marketing	1,020	986
Logistics and storage	1,731	1,660
<b>Total</b>	<b>2,901</b>	<b>2,796</b>

## 13. Factors that, in the Company's opinion, will impact the Group's results in the next quarter and beyond

The following factors will have an impact on the Group's performance in the future periods:

- The establishment of a new logistics and storage centre in Zgorzelec, comprising 28,534 sqm of storage, maintenance and utility space and 1,117 sqm of office and staff amenity space, under lease contract signed with MLP Poznań East spółka z ograniczoną odpowiedzialnością of Pruszków on 22 December 2022. The completion of the facility is anticipated in late 2025 or early 2026.
- Inflation rate in the areas with a significant impact on the Group's profit or loss.
- Movements of currency exchange rates, in particular the USD/PLN and EUR/PLN exchange rates.
- Market interest rates underlying the interest rates paid on bank borrowings and variable-rate lease contracts, including, without limitation, WIBOR rates.

Bieruń, 16 September 2024

#### **Signatures of Management Board Members**

Aleksander Górecki – President of the Management Board

Andrzej Manowski – Vice President of the Management Board

Piotr Janta – Vice President of the Management Board

Tomasz Werbiński – Member of the Management Board

#### **Signature of the person responsible for accounting records**

Kamila Obłodecka-Pieńkosz – Chief Accountant