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Independent Auditor's Report on Annual Financial Statements

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For the Shareholders of Flexopack Polska Sp. z o.o.

Report on the Annual Financial Statements

Opinion

We have audited the annual financial statements of Flexopack Polska Sp. z o.o. (the Company) with its registered office in Tragamin 17, 82-200 Tragamin, which comprise the introduction to the annual financial statements, balance sheet as of December 31, 2021, the profit and loss account, statement of changes in equity, cash flow statement for the financial year then ended, additional notes and explanations.

In our opinion, the accompanying annual financial statements:

- give a true and fair view of the financial position of the Company as of December 31, 2021 and of its financial performance and of its cash flows for the financial year then ended in accordance with the Accounting Act of September 29, 1994 (uniform text: Journal of Laws of 2021, item 217, as amended) (the Accounting Act) and adopted accounting principles (policy),
- were prepared on the basis of properly maintained books of account,
- comply with the laws affecting the content and form of the annual financial statements and the provisions of the Company's articles of association.

Basis for Opinion

We conducted our audit in accordance with

- the Act of May 11, 2017 on statutory auditors, audit firms, and public supervision (uniform text: Journal of Laws of 2020, item 1415, as amended) (the Act on Statutory Auditors) and
- International Standards on Auditing adopted as National Standards on Auditing (NSA) by the National Council of Statutory Auditors' resolution No. 3430/52a/2019 of March 21, 2019, as amended.

Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Annual Financial Statements* section of our report.

We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants* (including *International Independence Standards*) (IESBA Code) adopted by the National Council of Statutory Auditors' resolution No. 3431/52a/2019 of March 25, 2019 together with the ethical requirements that are relevant to our audit of the financial statements in Poland.

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We have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management Board for the Annual Financial Statements

The Management Board of the Company is responsible for the preparation, on the basis of properly maintained books of account, of these annual financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Act, regulations issued on the basis thereof, adopted accounting principles (policy), other legal regulations, and the Company's articles of association. The Management Board of the Company is also responsible for such internal control as the Management Board determines is necessary to enable the preparation of annual financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the annual financial statements, the Management Board is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Management Board either intends to liquidate the Company or to cease the operations, or has no realistic alternative but to do so.

In accordance with the Accounting Act, the Management Board of the Company is obliged to assure compliance of the annual financial statements with the requirements of the Accounting Act.

Auditor's Responsibilities for the Audit of the Annual Financial Statements

Our objectives are to obtain reasonable assurance about whether the annual financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with NSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these annual financial statements.

The scope of the audit does not include assurance on the future viability of the Company or on the efficiency or effectiveness with which the Management Board has conducted or will conduct the affairs of the Company.

As part of an audit in accordance with NSAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the annual financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management Board.
- Conclude on the appropriateness of the Management Board's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the annual financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the

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date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the annual financial statements, including the disclosures, and whether the annual financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Other Information including the Report on the Company's operations

The other information comprises the Report on the Company's operations for the financial year ended December 31, 2021. The Management Board of the Company is responsible for the preparation of the Report on the Company's operations in accordance with the Accounting Act and other legal regulations. The Management Board of the Company is obliged to assure compliance of the Report on the Company's operations with the requirements of the Accounting Act.

Our opinion on the annual financial statements does not cover the Report on the Company's operations and we do not express any form of assurance conclusion thereon that results from NSAs. In connection with our audit of the annual financial statements, our responsibility is to read the Report on the Company's operations and, in doing so, consider whether it is materially inconsistent with the annual financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of the Report on the Company's operations, we are required to report that fact. Additionally, according to the Act on Statutory Auditors, our responsibility is to express an opinion on whether the Report on the Company's operations has been prepared in accordance with legal regulations and whether information included therein is consistent with the accompanying annual financial statements.

In our opinion, the Report on the Company's operations has been prepared in accordance with the applicable legal regulations, i.e. Article 49 of the Accounting Act, and information included therein is consistent with the accompanying annual financial statements. Moreover, taking into account our knowledge of the Company and its environment obtained during the audit of the annual financial statements, we state that we have not identified any material misstatements in the Report on the Company's operations.

Marcin Diakonowicz

Statutory Auditor No. 10524

Key Audit Partner performing the audit on behalf of

Grant Thornton Polska Spółka z ograniczoną odpowiedzialnością sp. k.,
Poznań, ul. Abpa Antoniego Baraniaka 88 E, Audit Firm No. 4055

Signed by

Marcin Bartłomiej
Diakonowicz

Date: 15/04/2022 12:04

Warszawa, 15 April 2022

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I certify that the foregoing is a true and correct translation of the scan copy document in Polish. -----
Reg. No. 163/2022 -----
Gdańsk, Poland, 15 April 2022 -----

Ireneusz Gorczyński
Sworn Translator and Interpreter of English in Gdańsk
registered on the list of sworn translators and interpreters maintained
by the Minister of Justice of the Republic of Poland under No. TP/521/05



FINANCIAL STATEMENTS
FOR THE PERIOD 01.01.2021 - 31.12.2021
OF
Flexopack Polska Sp. z o.o.

Introduction

1. Company name and registered office, principal business activity, court or other registration authorities

Flexopack Polska Sp. z o. o. with its registered office in Trąbki Wielkie was registered in the business registry kept by the District Court in Gdańsk, 7th Commercial Division of the National Court Register, under number KRS 0000229401 on 24 February 2005.

The Company has been assigned the REGON statistical number 220023120.
The Company has been assigned the tax ID 5792061237.

The objects of the Company's business activity are as follows:

- manufacture of paper and cardboard products,
- manufacture of plastic packing goods,
- wholesale of other semi-finished products,
- renting and leasing of other machinery, equipment and tangible goods, not classified elsewhere,

- packing activity,
- business activities not classified elsewhere,
- wholesale of milk, dairy products and edible fats,
- non-specialised wholesale,
- real estate activities,
- other publishing activity.
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The financial statements are subject to mandatory annual audits.

2. Duration of the entity's business (if limited)

The duration of the entity's business is not limited.

3. Period covered by these financial statements

The financial statements were prepared for the period from 1 January 2021 to 31 December 2021.

Comparative data was prepared for the period from 1 January 2020 to 31 December 2020.

The entity does not have any internal organisational units that prepare their own financial statements.

4. Indication of consolidated data present in the financial statements if the entity comprises internal organisational units preparing their own financial statements

The entity does not have any internal organisational units that prepare their own financial statements.

5. Indication of whether the financial statements were prepared on the going concern assumption and whether there are circumstances indicating a threat to the continuation of business by the entity

The financial statements were prepared on the going concern assumption for the foreseeable future. As at the date of these financial statements, there are no circumstances indicating a threat to the continuation of the activity.

6. Indication of whether the financial statements were prepared for a period during which a merger occurred

No merger took place during the period covered by these financial statements.

7. Presentation of changes made in the accounting principles (policy), including asset, equity and liability valuation methods and the methods of preparing the financial statements

a) Qualification of finance lease agreements

Finance lease agreements are qualified in conformity with the principles applicable in tax regulations i.e. as required by the Corporate Income Tax Act. The Company prepared financial statements with the exemption of balance sheet presentation of property, plant and equipment used on the basis of lease agreements (Article 3(6) of the Accounting Act).

b) Principles concerning deferred income tax

Deferred income tax is determined with reference to all temporary differences as at the balance sheet date between the tax base of assets, equity and liabilities, and their balance sheet value shown in the financial statements.

c) Tangible and intangible fixed assets

Tangible and intangible fixed assets are carried at the acquisition price or production cost less depreciation and impairment.

Durable items with the initial value of less than PLN 1,000 are treated as materials.

Fixed assets with the initial value up to PLN 10,000 are depreciated on a one-off basis, and those over PLN 10,000 by the straight-line method with the application of depreciation rates listed in Annex 1 to the Corporate Income Tax Act, provided that the depreciation period is consistent with the useful life of an asset.

d) Fixed assets under construction

Fixed assets under construction are presented in the amount of the total costs directly related to their acquisition or production, less impairment.

e) Investment

The entity does not have any long-term investments.

f) Detailed accounts of tangible current assets

The entity keeps a detailed record of tangible current assets in conformity with item 1 of Article 17(2) of the Act i.e. the entity keeps quantity and quality records in which turnovers and balances in natural and cash units are recognised for each asset.

g) Materials

Production materials are carried at the acquisition price. The disposal of production materials is determined at average prices, according to the weighted average of the prices of the material.

As at the balance sheet date, the prices used for the valuation cannot exceed net sales prices of those materials.

Other materials are purchased in quantities satisfying the current demand of the Company; none of them are stored, and they are carried to costs as at the date of purchase.

h) Merchandise

Goods are valued at the purchase price.

As at the balance sheet date, the prices used for the valuation cannot exceed net sales prices of those goods.

i) Products

Inventories of finished and semi-finished products are carried at the actual costs of production. Those are determined on the basis of physical counts as at the end of each year.

As at the balance sheet date, the prices or production costs cannot exceed the net sales prices of those products.

j) Receivables

Receivables are presented as amounts due and payable, with due consideration for the conservative

k) Liabilities

Payables are presented as amounts due and payable.

l) Short-term investments and cash assets

The Company does not have any financial assets other than cash assets.

Cash includes assets in the form of domestic monies and foreign currencies as well as securities. Cash also includes interest on financial assets.

Domestic cash is presented at the nominal value.

In the case of all other assets and liabilities, the applied valuation methods are those clearly defined in conformity with the provisions of the Accounting Act of 29 September 1994 (Dz. U. [Journal of Laws] No. 121, item 591 as amended).

The entity prepares its income statement by nature of expense.

The entity prepares its cash flow statement according to the direct method.

The following rates of exchange are used for measuring the balance sheet and income statement items expressed in foreign currencies, according to the table of average rates of exchange published by the National Bank of Poland, ref. 254/Λ/NBP/2021 of 31/12/2021:

- EUR rate: PLN 4.5994
- GBP rate: PLN 5.4846
- USD rate: PLN 4.0600

m) Prepayments

Prepayments are activated if the costs incurred also concern future reporting periods.

n) Shareholders' equity

Share capital is presented in the amount determined in the Articles of Association and registered in the National Court Register.

o) Provisions for liabilities

Provisions for liabilities are measured at a justified and reliably assessed value.

Foreign exchange differences arising from the valuation as at the balance sheet date of assets and liabilities expressed in foreign currencies, except for long-term investments, receivables and liabilities in foreign currencies occurring in relation to payments, or at foreign currency selling transactions, are carried to financial revenues or financial costs, respectively.

Foreign exchange gains/losses in the valuation of assets and liabilities related to the acquisition of fixed assets or fixed assets under construction increase their value as appropriate.

p) Change in the accounting policy and correction of a basic error

The financial statements for the current and preceding reporting period were prepared with the use of the identical accounting principles (policy).

Financial statements - Flexopack Polska Sp. z o.o.
Balance sheet

Balance sheet – Assets	Balance sheet as at 31/12/2021	Balance sheet as at 31/12/2020
A. NON-CURRENT ASSETS	29.988.068,73	35.002.973,14
I. Intangible fixed assets	0,00	0,00
II. Tangible fixed assets	29.950.287,73	34.532.439,14
1. Property, plant and equipment	29.486.008,65	33.930.421,17
a) land (including perpetual leasehold)	383.350,07	383.350,07
b) buildings, premises, rights to premises, civil and hydraulic engineering structures	11.837.161,50	12.189.373,63
c) machinery and equipment	17.052.012,93	21.135.046,60
d) motor vehicles	39.806,80	18.687,88
e) other tangible fixed assets	173.677,35	203.962,99
2. Fixed assets under construction	280.291,08	563.739,07
3. Advances on property, plant and equipment under construction	183.988,00	38.278,90
III. Long-term receivables	14.400,00	21.600,00
1. From affiliated entities	0,00	0,00
2. From other entities in which the company holds equity shares	0,00	0,00
3. From other entities	14.400,00	21.600,00
IV. Long-term investments	0,00	0,00
V. Long-term prepayments	23.381,00	448.934,00
1. Deferred income tax assets	23.381,00	448.934,00
2. Other accruals	0,00	0,00
B. CURRENT ASSETS	59.579.597,71	35.103.616,58
I. Inventories	35.428.822,03	18.268.832,65
1. Materials	27.314.142,61	12.339.486,17
2. Semi-finished products and work in progress	1.942.735,38	2.033.452,77
3. Finished products	5.010.176,87	2.596.592,73
4. Goods	1.161.767,17	1.299.300,98
5. Advances on supplies and services	0,00	0,00
II. Short-term receivables	23.812.292,49	16.373.903,40
1. Receivables from affiliated entities	8.716.168,88	7.304.052,84
a) trade receivables due within:	8.716.168,88	7.304.052,84
- up to 12 months	8.716.168,88	7.304.052,84
- over 12 months	0,00	0,00
b) other	0,00	0,00
2. Receivables from other entities in which the entity holds equity shares	0,00	0,00
3. Receivables from other entities	15.096.123,61	9.069.850,56
a) trade receivables due within:	13.989.075,56	8.979.527,99
- up to 12 months	13.989.075,56	8.979.527,99
- over 12 months	0,00	0,00
b) taxes, subsidies, customs duties, social security, health insurance and other state budget receivables	80.694,02	0,00
c) other	1.026.354,03	90.322,57
d) claims in court	0,00	0,00
III. Short-term investments	265.450,22	355.339,07
1. Short-term financial assets	265.450,22	355.339,07
a) in affiliated entities	0,00	0,00
b) in other entities	0,00	0,00
c) cash and cash equivalents	265.450,22	355.339,07
- cash in hand and at bank	265.450,22	355.339,07
2. Other short-term investments	0,00	0,00
IV. Short-term prepayments	73.032,97	105.541,46
C. Share capital called but not paid	0,00	0,00
D. Udziały (akcje) własne	0,00	0,00
Total assets:	89.567.666,44	70.106.589,72

Financial statements - Flexopack Polska Sp. z o.o.
Balance sheet

Balance sheet – Liabilities	Balance sheet as at 31/12/2021	Balance sheet as at 31/12/2020
A. SHAREHOLDERS' EQUITY (FUND)	29.418.571,85	28.219.902,36
I. Share capital (fund)	27.000.000,00	27.000.000,00
II. Supplementary capital reserve, including:	868.638,92	868.638,92
- share premium	0,00	0,00
III. Revaluation reserve (fund), including:	0,00	0,00
- revaluation of fair value	0,00	0,00
IV. Other reserve capital (funds), including:	0,00	0,00
- reserves established pursuant to company articles (statutes)	0,00	0,00
- for treasury shares (stock)	0,00	0,00
V. Retained profit (loss)	351.263,44	-2.910.056,70
VI. Net profit (loss)	1.198.669,49	3.261.320,14
VII. Deductions from net profit during the financial year (negative value)	0,00	0,00
B. LIABILITIES AND PROVISIONS FOR LIABILITIES	60.149.094,59	41.886.687,36
I. Provisions for liabilities	441.882,77	359.248,83
1. Provision for deferred income tax	0,00	0,00
2. Provision for retirement and similar benefits	441.882,77	359.248,83
- long-term	0,00	0,00
- short-term	441.882,77	359.248,83
3. Other reserves	0,00	0,00
- long-term	0,00	0,00
- short-term	0,00	0,00
II. Long-term liabilities	7.643.009,98	9.762.660,16
1. In relation to affiliated entities	0,00	0,00
2. In relation to other entities in which the company holds equity shares	0,00	0,00
3. In relation to other entities	7.643.009,98	9.762.660,16
a) borrowings	7.643.009,98	9.388.861,36
b) issue of debt securities	0,00	0,00
c) other financial liabilities	0,00	0,00
d) bills of exchange payable	0,00	0,00
e) other	0,00	373.798,80
III. Short-term liabilities	51.966.861,55	31.284.459,56
1. Liabilities towards affiliated entities	24.933.322,56	13.864.618,96
a) trade payables due within:	24.933.322,56	13.864.618,96
- up to 12 months	24.933.322,56	13.864.618,96
- over 12 months	0,00	0,00
b) other	0,00	0,00
2. Amounts payable to other entities in which the company holds equity shares	0,00	0,00
a) trade payables due within:	0,00	0,00
- up to 12 months	0,00	0,00
- over 12 months	0,00	0,00
b) other	0,00	0,00
3. Amounts payable to other entities	26.950.674,25	17.416.495,36
a) borrowings	5.132.977,78	3.957.632,35
b) issue of debt securities	0,00	0,00
c) other financial liabilities	247.105,43	109.472,91
d) trade payables due within:	20.326.656,61	9.625.389,99
- up to 12 months	20.326.656,61	9.625.389,99
- over 12 months	0,00	0,00
e) payments on account (received)	0,00	0,00
f) bills of exchange payable	0,00	0,00
g) taxes, customs duties, social security, health insurance and other state budget receivables	576.711,55	1.439.308,30
h) salaries/wages	360.744,44	323.619,25
i) other	306.478,44	1.961.072,56
4. Special funds	82.864,74	3.345,24
IV. Accruals	97.340,29	480.318,81
1. Negative goodwill	0,00	0,00
2. Other accruals	97.340,29	480.318,81
- long-term	97.340,29	480.318,81
- short-term	0,00	0,00
Total equity and liabilities:	89.567.666,44	70.106.589,72

Financial statements - Flexopack Polska Sp. z o.o.
Income statement

Income statement (by nature of expenses)	Income statement for the period (from - to)	Income statement for the period (from - to)
	From 01/01/2021 To 31/12/2021	From 01/01/2020 To 31/12/2020
A. NET REVENUES FROM SALES AND EQUIVALENT, including:	124.947.417,25	100.274.405,62
- from affiliated entities	56.239.554,66	42.460.935,12
I. Net revenues from sales of products	108.399.259,43	78.621.587,66
II. Change in products (increase - positive, decrease - negative)	0,00	0,00
III. Own work capitalised	0,00	0,00
IV. Net revenues from sales of goods and materials	16.548.157,82	21.652.817,96
B. OPERATING COSTS	123.442.220,88	92.915.723,14
I. Depreciation/amortisation	4.937.103,37	4.891.550,75
II. Consumption of materials and energy	86.757.508,16	53.351.883,17
III. External services	10.937.708,52	8.070.359,56
IV. Taxes and charges, including:	307.003,62	294.227,47
- excise	0,00	0,00
V. Salaries and wages	5.228.699,82	4.516.304,08
VI. Social security and other benefits, including:	1.213.126,91	958.078,70
- old-age pensions	449.377,11	392.182,44
VII. Other costs by category	301.133,05	279.765,52
VIII. Value of goods and materials sold	13.759.937,43	20.553.553,89
C. SALES PROFIT (LOSS) (A-B)	1.505.196,37	7.358.682,48
D. OTHER OPERATING REVENUES	1.174.770,13	82.356,02
I. Profit from the expenditure of non-financial fixed assets	0,00	0,00
II. Subsidies	0,00	0,00
III. Revaluation of non-financial assets	0,00	0,00
IV. Other operating revenues	1.174.770,13	82.356,02
E. OTHER OPERATING COSTS	838.762,38	631.175,38
I. Loss on the expenditure of non-financial fixed assets	85.108,41	0,00
II. Revaluation of non-financial assets	389.999,08	502.135,76
III. Other operating costs	363.654,89	129.039,62
F. OPERATING PROFIT (LOSS) (C+D-E)	1.841.204,12	6.809.863,12
G. FINANCIAL REVENUES	227.175,84	14.390,13
I. Dividends and shares in profit, including:	0,00	0,00
a) from affiliated entities, including:	0,00	0,00
- those in which the company holds equity shares	0,00	0,00
b) from other entities, including:	0,00	0,00
- those in which the company holds equity shares	0,00	0,00
II. Interest, including:	31.055,42	14.390,13
- from affiliated entities	0,00	0,00
III. Profit from the disposal of financial assets, including:	0,00	0,00
- in affiliated entities	0,00	0,00
IV. Revaluation of financial assets	0,00	0,00
V. Other	196.120,42	0,00
H. FINANCIAL COSTS	256.892,47	2.974.314,11
I. Interest, including:	256.892,47	355.719,83
- to affiliated entities	0,00	154.804,50
II. Loss on the expenditure of financial assets, including:	0,00	0,00
- in affiliated entities	0,00	0,00
III. Revaluation of financial assets	0,00	0,00
IV. Other	0,00	2.618.594,28
I. GROSS PROFIT (LOSS) (F+G-H)	1.811.487,49	3.849.939,14
J. INCOME TAX	612.818	588.619
K. OTHER STATUTORY APPROPRIATIONS OF PROFIT (INCREASES OF LOSS)	0,00	0,00
L. NET PROFIT (LOSS) (I-J-K)	1.198.669,49	3.261.320,14

Cash flow statement	31/12/2021	31/12/2020
4A. CASH FLOW FROM OPERATING ACTIVITY		
I. Net profit (loss)	1.198.669,49	3.261.320,14
II. Total adjustments	-38.648,64	632.112,55
1. Depreciation	4.937.103,37	4.891.550,75
2. Foreign exchange gains (losses)	125.046,83	899.305,28
3. Interest and shares in profits (dividends)	57.998,54	181.421,82
4. Profit (loss) on investing activities	0,00	0,00
5. Change in provisions	82.633,94	34.395,58
6. Change in inventories	-17.159.989,38	52.669,90
7. Change in receivables	-7.438.389,09	-1.757.353,16
8. Change in short-term liabilities, except for borrowings	19.289.904,04	-3.122.475,99
9. Change in accruals	75.082,97	-539.050,63
10. Other adjustments	-8.039,86	-8.351,00
III. Net cash flows from operating activities (I+/-II)	1.160.020,85	3.893.432,69
B. CASH FLOWS FROM INVESTING ACTIVITIES		
I. Proceeds	0,00	0,00
1. Disposal of intangible and tangible fixed assets	0,00	0,00
2. Disposal of investments in real estate and in intangible assets	0,00	0,00
3. From financial assets, including:	0,00	0,00
a) in affiliated entities	0,00	0,00
b) in other entities	0,00	0,00
- disposal of financial assets	0,00	0,00
- dividends and shares in profits	0,00	0,00
- repayment of long-term loans allowed	0,00	0,00
- interest	0,00	0,00
- other proceeds from financial assets	0,00	0,00
4. Other proceeds from investments	0,00	0,00
II. Expenditures	813.859,18	2.938.413,21
1. Acquisition of intangible and tangible fixed assets	813.859,18	2.938.413,21
2. Investments in real estate and intangible assets	0,00	0,00
3. On financial assets, including:	0,00	0,00
a) in affiliated entities	0,00	0,00
b) in other entities	0,00	0,00
- acquisition of financial assets	0,00	0,00
- long-term loans allowed	0,00	0,00
4. Other capital expenditure	0,00	0,00
III. Net cash flows from investing activities (I-II)	-813.859,18	-2.938.413,21
C. CASH FLOW FROM FINANCING ACTIVITIES		
I. Proceeds	1.322.096,89	12.950.319,17
1. Net proceeds from the issue of shares or stock and other equity instruments and additional contributions to equity	0,00	0,00
2. Borrowings	1.322.096,89	12.950.319,17
3. Issue of debt securities	0,00	0,00
4. Other financial proceeds	0,00	0,00
II. Expenditures	1.758.147,41	13.586.393,80
1. Acquisition of own shares (stock)	0,00	0,00
2. Dividends and other payments to owners	0,00	0,00
3. Expenses on account of profit distribution, other than disbursements to owners	0,00	0,00
4. Repayment of borrowings	1.700.148,87	13.402.633,95
5. Buyout of debt securities	0,00	0,00
6. Other financial liabilities	0,00	0,00
7. Repayment of liabilities in relation to finance lease agreements	0,00	0,00
8. Interest	57.998,54	181.421,82
9. Other financial expenditure	0,00	2.338,03
III. Net cash flow from financing activities (I-II)	-436.050,52	-636.074,63
D. NET TOTAL CASH FLOW (A.III +/- B.III +/- C.III)	-129.595,02	358.632,43
E. CHANGE IN CASH BALANCES, including:	-89.888,85	318.944,85
- change in cash balances due to foreign exchange differences	39.706,17	-39.687,58
F. CASH AT THE BEGINNING OF THE PERIOD	355.339,07	36.394,22
G. CASH AT THE END OF THE PERIOD (F +/- D), including:	265.450,22	355.339,07
- with limited disposability	248.236,54	48.366,60

Financial statements - Flexopack Polska Sp. z o.o.
Statement of changes in shareholders' equity (fund)

Statement of changes in shareholders' equity (fund)	31/12/2021	31/12/2020
I. Shareholders' equity (fund) at the beginning of the period (opening balance)	28.219.902,36	24.958.582,22
- changes of the applied accounting principles (policy)	0,00	0,00
- corrections of errors	0,00	0,00
I.a. I. Shareholders' equity (fund) at the beginning of the period (opening balance), after adjustments	27.000.000,00	27.000.000,00
1. Share capital (fund) at the beginning of the period	27.000.000,00	27.000.000,00
1.1. Changes in share capital (fund)	0,00	0,00
1.2. Share capital (fund) at the end of the period	27.000.000,00	27.000.000,00
2. Supplementary capital (fund) at the beginning of the period	868.638,92	868.638,92
2.1. Changes in supplementary capital (fund)	0,00	0,00
2.2. Supplementary capital (fund) at the end of the period	868.638,92	868.638,92
3. Revaluation reserve at the beginning of the period - changes of the applied accounting principles (policy)	0,00	0,00
3.1. Changes of the revaluation reserve	0,00	0,00
3.2. Revaluation reserve (fund) at the end of the period	0,00	0,00
4. Other reserve capital (funds) at the beginning of the period	0,00	0,00
4.1. Changes in other reserve capital (funds)	0,00	0,00
4.2. Other reserve capital (funds) at the end of the period	0,00	0,00
5. Retained profit (loss) at the beginning of the period	3.261.320,14	-2.910.056,70
5.1. Retained profit at the beginning of the period	3.261.320,14	162.782,70
- changes of the applied accounting principles (policy)	0,00	0,00
- corrections of errors	0,00	0,00
5.2. Retained profit at the beginning of the period, after adjustments	3.261.320,14	162.782,70
a) increase (on account of)	0,00	0,00
- distribution of retained profit	0,00	0,00
b) decrease (on account of)	2.910.056,70	162.782,70
5.3. Retained profit at the end of the period	351.263,44	0,00
5.4. Retained loss at the beginning of the period	-2.910.056,70	-3.072.839,40
- changes of the applied accounting principles (policy)	0,00	0,00
- corrections of errors	0,00	0,00
5.5. Retained loss at the beginning of the period, after adjustments	-2.910.056,70	-3.072.839,40
a) increase (on account of)		
- carrying forward of the retained loss to be covered		
b) decrease (on account of)	2.910.056,70	162.782,70
5.6. Retained loss at the end of the period	0,00	-2.910.056,70
5.7. Retained profit (loss) at the end of the period	351.263,44	-2.910.056,70
6. Net profit/loss	1.198.669,49	3.261.320,14
a) net profit	1.198.669,49	3.261.320,14
b) net loss	0,00	0,00
c) deductions from profit	0,00	0,00
II. Shareholders' equity (fund) at the end of the period (closing balance)	29.418.571,85	28.219.902,36
III. Shareholders' equity (fund) after consideration of the suggested distribution of profit (coverage of loss)	29.418.571,85	28.219.902,36

REPORT
of the Management Board of FLEXOPACK POLSKA Sp. z o.o.
for the year 2021

The Management Board of FLEXOPACK POLSKA Sp. z o.o. in Tragamin:
President of the Management Board – Maciej Bujalski,
Member of the Management Board – Dimitrios Mantzoros,
Member of the Management Board – Anastasios Lymperopoulos,
Member of the Management Board – Spyros Gkinosatis
Member of the Management Board – Piotr Piecha

The reporting year 2021 was the next year of the consolidation of opportunities which Flexopack Polska has gained following investment made in previous years. The year was devoted to the further development of sales markets for FLEXOPACK POLSKA's products. The sales staff of both FLEXOPACK POLSKA and FLEXOPACK SA concentrated their efforts on acquiring new customers, in particular on the North American and Australian markets.

In 2021, the Company focussed on the following several main aspects of its activity:

- further securing stable operations, in particular in the period of uncertainty and market imbalance caused by the SARS-CoV-2 pandemic.
- securing the supply chain in the period of significant disturbance at the raw materials market.
- optimising internal process and the costs of manufacture in the period of dramatic raw material and energy price increases. To ensure the continuity of the Company's activity, commercial actions were also taken to transfer the growing costs of manufacture to the end customer.

In 2021, FLEXOPACK POLSKA was again successfully certified in the BRC system, owing to which the Company may deal with the world's largest food manufacturing companies, for which such certification is a necessary condition of cooperation.

FLEXOPACK POLSKA maintained its market position in heat-shrink film. Steps were also taken to make a stronger entry onto new sales markets too.

FLEXOPACK POLSKA has many strong points enabling it to gain the competitive edge. These include: state-of-the art technology and excellent product quality, the complete range of products, implemented quality systems, a comprehensive IT system and an efficient and competent team.

2021 was yet another year of the growth of the revenues, which amounted to PLN 124,947.4 thousand, which means a 25% increase against 2020. The full picture of the Company's economic activity is presented in the financial statements.

Last year's actions related to the SARS-CoV-2 epidemic permitted the Company to avoid any disturbance in the Company's activity effectively. The implemented procedures confirmed their efficiency.

Production continuity was ensured from both the personnel and raw materials availability point of view.

The Company's Management very carefully monitors the developments related to the hostilities in the Ukraine.

As the Company is not engaged in significant trade with the Ukraine, Russian Federation and Republic of Belarus and does not import any raw materials from any of these countries, no impact on the Company's current activity has been noted.

However, taking into account the unstable situation in the Ukraine and the duration of that situation and possible consequences cannot be clearly foreseen, the Management Board is currently unable to estimate the possible impact on the Company's future operations in a binding manner.

As at the date of this report, the Company's financial situation did not change and no impact on the production, sales or supply chain was noted. The Company pays its liabilities towards suppliers on an ongoing basis. No significant delays to the payments from the Company's customers were noted.

Next year, the Management Board will continue its activities aiming at better profitability through the increase of the revenues, cost optimisation and the use of foreign exchange risk hedging instruments. Significant investment expenditure is also being planned.

Owing to all those activities, the assumed objectives are being fulfilled and this is a positive signal for the next years.

**MACIEJ
BUJALSKI**
Digitally signed
by MACIEJ BUJALSKI
Date: 11/04/2022
09:55:12 +02'00'

**ANASTASIOS
LYMPEPOPOULOS**
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by ANASTASIOS
LYMPEPOPOULOS
Date: 11/04/2022
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**SPYRIDON
GKINOSATIS**
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by SPYRIDON
GKINOSATIS
Date: 11/04/2022
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**DIMITRIOS
MANTZOROS**
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by DIMITRIOS
MANTZOROS
Date: 11/04/2022
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I certify that the foregoing is a true and correct translation of the scan copy document in Polish. -----
Reg. No. 158/2022 -----
Gdańsk, Poland, 11 April 2022 -----



Ireneusz Gorczyński
Sworn Translator and Interpreter of English in Gdańsk
registered on the list of sworn translators and interpreters maintained
by the Minister of Justice of the Republic of Poland under No. TP/521/05



