



ZESPÓŁ ELEKTROCIĘPŁOWNI WROCŁAWSKICH

**KOGENERACJA SA**

***SUPERVISORY BOARD'S REPORT  
ON THE APPRAISAL OF THE FOLLOWING:***

- **Financial statements for the year 2020**
- **Consolidated financial statements for the year 2020**
- **Management Board's report on the operations of the Company and the Group for 2020**
- **Management Board's motion on the coverage of loss for the year 2020**

Wrocław, 20 May 2021

**REPORT**

**is submitted by the Supervisory Board**

**of Zespół Elektrociepłowni Wrocławskich KOGENERACJA S.A.**

***Chairperson:*** Adam Lewandowski

***Vice Chairperson:*** Radosław Woszczyk

***Secretary:*** Roman Nowak

***Members:*** Jacek Grzywacz

Hanna Mazurkiewicz

Radosław Pobol

Piotr Szczepiórkowski

Pursuant to §17(2), items 1) ÷ 2) of the Company's Articles of Association, Article 382 §3 and Article 395 §5 of the Polish Code of Commercial Partnerships and Companies as well as the provisions of the Accounting Law of 29 September 1994 (Dz. U. [Journal of Laws] of 2019, item 351), the Supervisory Board appraised the financial statements, the consolidated financial statements, the Management Board's report on the Company and Group's operations, and the Management Board's motion concerning the coverage of loss for the financial year 2020 from reserve capitals.

#### **I. The result of the appraisal of the separate financial statements for the year 2020**

The Supervisory Board states that the appraised separate financial statements for the year 2020, ended on 31 December 2020, consisting of:

- the statement of total income for the year ended on 31 December 2020, showing a negative total income of PLN 611 thousand, and the net loss for the year ending on 31 December 2020 in the amount of PLN 436 thousand,
- the statement of financial position prepared as at 31 December 2020, with total assets and total liabilities amounting to PLN 1,978,884 thousand,
- the cash flow statement for the year ending on 31 December 2020, showing a decrease in the cash level by the amount of PLN 1,942 thousand,
- the summary of changes in the equity capital for the year ending on 31 December 2020, showing a decrease in the equity by the amount of PLN 611 thousand,
- notes to the separate financial statements.

have been prepared in accordance with the Company's books and documents as well as with the facts, as confirmed by the report of the independent statutory auditor on the audit of the annual financial statements – the company *Deloitte Audyt Sp. z ograniczoną odpowiedzialnością Sp. k.*

#### **II. The result of the appraisal of the consolidated financial statements for the year 2020**

Pursuant to Article 395 §5 of the Polish Code of Commercial Partnerships and Companies and §7, section 6, item 1 of the Supervisory Board's Regulations, as well as the provisions of the Accounting Act of 29 September 1994 (Dz. U. [Journal of Laws] of 2019, item 351), Supervisory Board appraised the consolidated financial statements for the financial year 2020.

The consolidation covered the following entities:

- Zespół Elektrociepłowni Wrocławskich KOGENERACJA Spółka Akcyjna – parent company,
- Elektrociepłownia "Zielona Góra" Spółka Akcyjna.

The Supervisory Board states that the appraised consolidated financial statements for the year 2020, ended on 31 December 2020, consisting of:

- consolidated statement of total income for the year ended on 31 December 2020, showing a positive total income of PLN 124,675 thousand, and the net profit for the year ending on 31 December 2020 in the amount of PLN 125,954 thousand,
- the consolidated statement of financial standing prepared as at 31 December 2020, with total assets and total liabilities amounting to PLN 2,854,313 thousand,

- the consolidated cash flow statement for the financial year ending on 31 December 2020, showing a decrease in the cash level by the amount of PLN 2,111 thousand,
- the consolidated summary of changes in the equity capital for the year ending on to 31 December 2020, showing an increase in the equity by the amount of PLN 124,675 thousand,
- notes to the consolidated financial statements.

have been prepared in accordance with the Company's books and documents as well as with the facts, as confirmed by the report of the independent statutory auditor on the audit of the annual consolidated financial statements – the company *Deloitte Audyt Sp. z ograniczoną odpowiedzialnością Sp. k.*

### **III. The result of the appraisal of the Management Board's report on the operations of the Company and the Group for 2020**

The information contained in the *Management Board's Report on the operations of KOGENERACJA S.A. Group and Zespół Elektrociepłowni Wrocławskich KOGENERACJA S.A. in 2020* is consistent with the financial statements. According to the Supervisory Board, the *Management Board's Report on the operations of KOGENERACJA S.A. Group and Zespół Elektrociepłowni Wrocławskich KOGENERACJA S.A. in 2020* has been prepared in accordance with the books and documents as well as with the facts.

In light of the appraisals presented in sections I–III of this Report, and taking into consideration the available information, the Supervisory Board considers it expedient to recommend that the Ordinary General Meeting grants discharge to the following persons for performing their functions in the Company's Management Board in the year 2020:

- |                      |                                       |   |
|----------------------|---------------------------------------|---|
| ▪ Paweł Szczeszek    | President of the Management Board     | – for the period from 1 January to 26 May 2020        |
| ▪ Paweł Strączyński  | Vice-president Management Board       | – for the period from 1 January to 23 February 2020   |
| ▪ Radosław Woszczyk  | acting Member of the Management Board | – for the period from 21 February to 2 June 2020      |
| ▪ Roman Nowak        | acting Member of the Management Board | – for the period from 27 May to 2 June 2020           |
| ▪ Mariusz Michałek   | President of the Management Board     | – for the period from 2 June to 15 September 2020     |
| ▪ Krzysztof Kwiecień | Vice-president Management Board       | – for the period from 2 June to 1 November 2020       |
| ▪ Andrzej Jedut      | President of the Management Board     | – for the period from 6 October to 31 December 2020   |
| ▪ Krzysztof Kryg     | Member of the Management Board        | – for the period from 6 October to 15 December 2020   |
| ▪ Krzysztof Kryg     | Vice-president Management Board       | – for the period from 16 December to 31 December 2020 |

### **IV. The result of the appraisal of the Management Board's motion concerning the coverage of loss for the year 2020**

The Supervisory Board positively appraises the motion of the Management Board addressed to the Ordinary General Meeting concerning covering the net loss for the financial year 2020 in the amount of PLN 436,292.45 (say: four hundred thirty six thousand two hundred ninety two zloty 45/100) from the reserve capitals of the Company.