



Interim summary consolidated financial statements

of the Group of Companies STS Holding Spółka Akcyjna

for the period from 1 January 2022 to 30 September 2022

Katowice, 23 November 2022

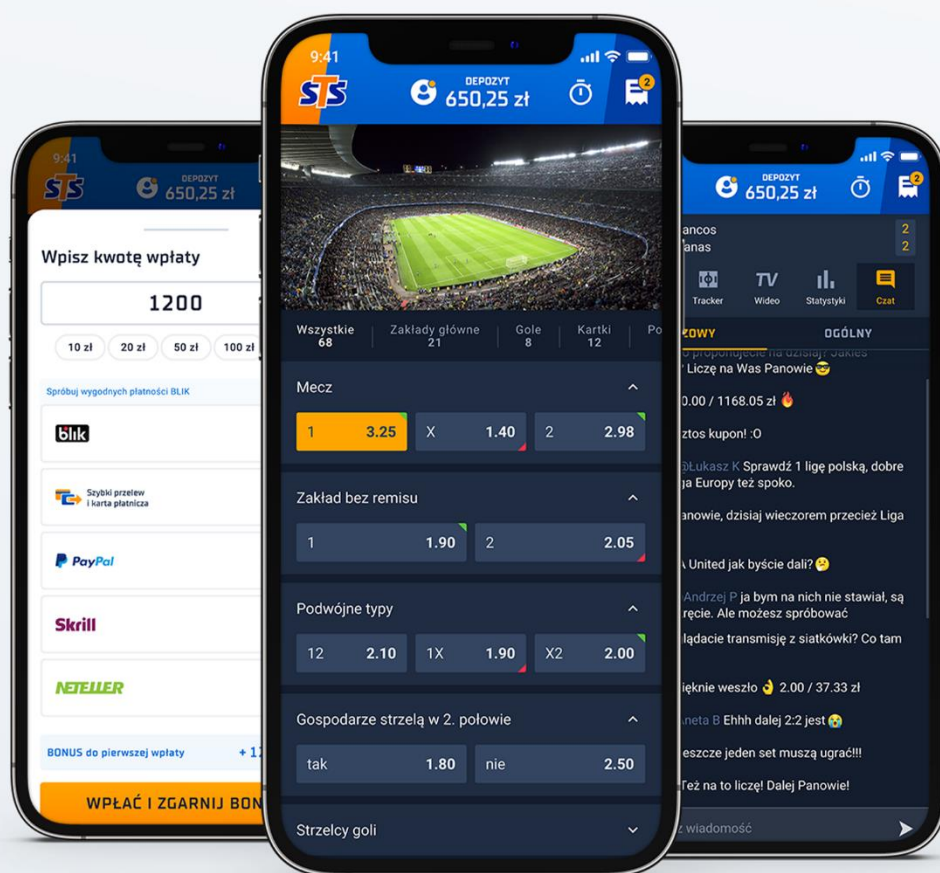


Table of Contents

I. General information	4
II. Interim summary consolidated statement of comprehensive income	10
III. Interim summary consolidated statement of financial position	12
IV. Interim summary consolidated statement of changes in equity	14
V. Interim summary consolidated statement of cash flows	16
VI. Selected financial data converted into EUR	18
VII. Additional information and notes concerning the interim summary consolidated financial statements	19
1. Summary of the accounting policy.....	19
2. Judgments and estimations made	20
3. Corrections of errors and changes in the accounting principles	20
4. Information on operating segments, geographical areas and key customers	20
5. Revenue recognition	21
6. Seasonality of operations.....	21
7. Operating segments	21
8. Revenue	23
9. Cost of operating activities.....	23
10. Other operating revenues and expenses	24
11. Financial revenues and expenses.....	25
12. Income tax	26
13. Income tax assets and liabilities	26
14. Earnings per share	27
15. Tangible fixed assets	27
16. Right-of-use assets and liabilities.....	29
17. Intangible assets	30
18. Inventories.....	31
19. Financial instruments	31
20. Fair value measurement hierarchy	32
21. Write-downs of the value of assets	33

22. Share capital	34
23. Dividends	37
24. Guarantees and sureties granted as well as contingent liabilities	37
25. Provisions.....	38
26. Transactions with related entities	39
27. Salaries of senior management and the Supervisory Board	41
28. Share-based payments	41
29. Discontinued operations	43
30. Significant events and transactions that may affect the results achieved in subsequent periods	43
31. A concise description of the issuer's significant achievements or failures	44
32. The list of the status of the issuer's shares held by the issuer's managing and supervising persons	44
33. Events after the balance sheet date	45
VIII. Interim summary financial statement of the parent entity STS Holding S.A.	46
1. Interim summary statement of financial position.....	46
2. Interim summary statement of comprehensive income.....	47
3. Interim summary statement of changes in equity	48
4. Interim summary statement of cash flows.....	49
5. Selected financial data converted into EUR	50
IX. Approval for publication.....	51

I. General information



1. Details of the Parent Entity

Name of the Reporting Entity or other identifying information: **STS Holding Spółka Akcyjna (STS Holding S.A.)**

Seat of the entity: Katowice, ul. Porcelanowa 8 (postal code 40-246)

Legal form of the entity: Spółka Akcyjna [joint stock company]

State of registration: Poland

Registered office address of the entity: Katowice, ul. Porcelanowa 8

Principal place of business: Katowice, ul. Porcelanowa 8

Description of the nature and basic scope of activity: holding company

Name of the parent entity: **STS Holding S.A.**

The company STS Holding S.A. was established on 10 March 2021 by Vistra Shelf Companies sp. z o.o., under the business name of Vartomil Investments Spółka Akcyjna (hereinafter: The company was based in Warsaw, ul. Towarowa 28 and was entered in the Register of Enterprises kept by the District Court for Katowice - Wschód in Katowice, 8th Commercial Division of the National Court Register, KRS number: 0000898108.

The Parent Entity was assigned REGON (National Business Registry Number) 388903879 and NIP (Tax Identification Number): 527-295-67-61.

The subject of the Company's activity is any profit-oriented economic activity conducted on its own account and as an agent, in particular activities of head office and holding companies, excluding financial holding companies, as specified in PKD 70.10.Z. [Polish Classification of Activities].

The first listing of the Company on the regulated market took place on 10 December 2021.

The ultimate parent of the company is Mr Mateusz Jurosek.

2. Duration of the Group of Companies

The Parent Entity STS Holding S.A. and other entities of the Group of Companies were established for an indefinite period.

3. Financial statements containing aggregate data

In the period from 1 January 2022 to 30 September 2022, the Company's enterprise did not include any internal organisational units that would prepare their separate financial statements, therefore the Parent Entity did not prepare any aggregate financial statements.

4. Description of activities of STS Holding S.A.

Founded in 1997, STS is the largest bookmaking company in Poland, which also operates on the international market.

The Group is licensed in the UK and Estonia, from which it offers services on several markets. The portfolio of the Group includes sports betting, Virtual Sports, online casino (excluding Poland), BetGames and a wide range of eSports.

The Group provides online services not only via the desktop website, but also through its mobile version, as well as dedicated Android and iOS applications and a network of approx. 400 retail betting shops across Poland. The Group is continuously improving its offering by, among others, providing more live bets and strengthening its leading position in the field of eSports. The Group has also created its own withdrawal system – STSpay – allowing quick transfers 24/7. The Group additionally owns Betsys – the company providing betting engine.

Thanks to effective 24/7 customer service, the Group can respond to increasing customer needs. Also, the Group offers live broadcasts of sports events via STS TV, also available to users of mobile devices. Every month, the Company broadcasts nearly 5,000 sports events, including, among others, football, tennis, volleyball, basketball and other sports.

The Group is actively involved in supporting Polish sport, being the largest private entity on the domestic sponsorship market. The Group is the official sponsor of the Polish National Football Team, the strategic sponsor of Lech Poznań, the main sponsor of Jagiellonia Białystok and the official bookmaker of Zagłębie Lubin, Widzew Łódź, Lechia Gdańsk, Polish Volleyball League and other clubs and sports associations. The Group also supports eSports.

The company STS S.A. has modern betting outlets, which are located in every major city in Poland - there are over 400 of them in total throughout the country.

The Group has over 1,500 employees.

In February 2019, the Group started operating on European markets. Outside Poland, STS.BET Ltd in Malta is licensed in the UK and Estonia, from which it offers services on several markets. The group is the first Polish bookmaker to start operating abroad. In addition, the Group operates in the Czech Republic (Betsys s.r.o.) and Malta (STS Gaming Group Ltd and STS.BET Ltd). Additionally, the Group is looking at the Dutch market and is considering applying for a license to organise gambling games in this country. The Group remains focused on Poland, but it expects its international offering, including its online casino, to be a growing and important part of the Group's operations in the future. The company also does not rule out the interest in new directions of foreign expansion and the commercialization of the Betsys system in order to offer it to other bookmaking operators in Central and Eastern Europe, in the markets where the Group is not operating.

5. Periods presented

The interim summary consolidated financial statements were prepared as on 30 September 2022 and they cover a period of 9 months, i.e. from 1 January 2022 to 30 September 2022.

For the data presented in the interim summary consolidated statement of financial position and off-balance sheet items, comparable financial data as on 31 December 2021 are presented.

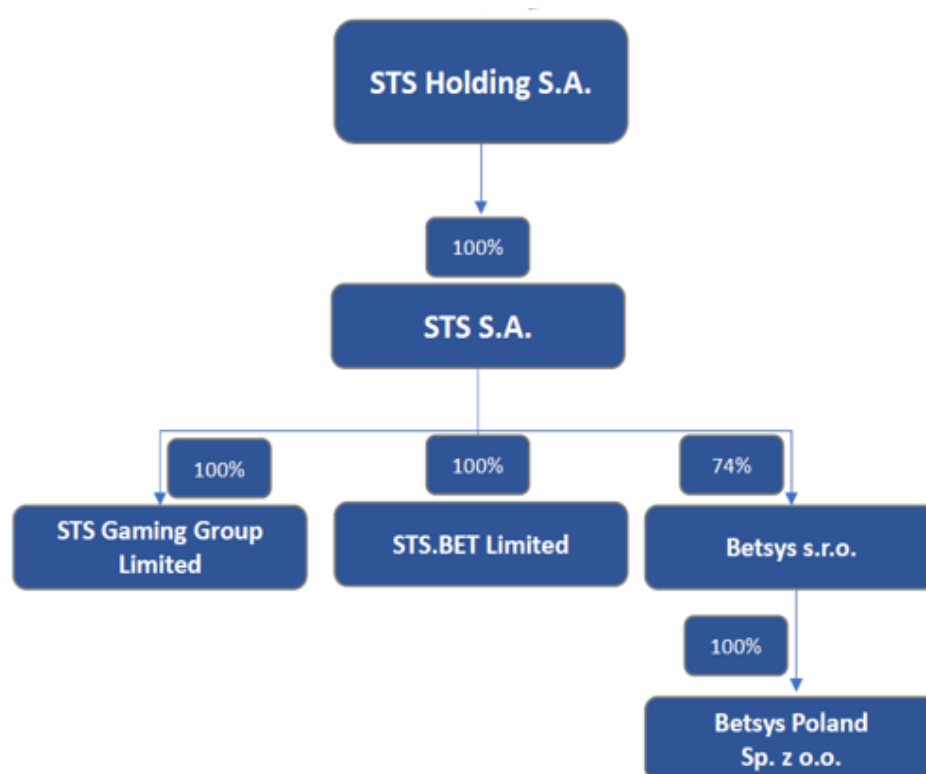
For the data presented in the interim summary consolidated statement of comprehensive income, the interim consolidated statement of changes in equity and the interim consolidated cash flow statement, comparable financial data for the period from 1 January 2021 to 30 September 2021 are presented.

6. Subsidiaries

The interim summary consolidated financial statements for the reporting year ended 30 September 2022 cover the following subsidiaries:

Name	Registered address	Registration data	Scope of business operations	Share capital (PLN)	Percentage share in capital	Percentage share in voting rights
STS Spółka Akcyjna	Katowice, ul. Porcelanowa 8	National Court Register (KRS): 0000829716	Betting	4,486,000	100%	100%
STS Gaming Group Limited	Malta, Pieta, 177/179 Triq Marina	C 68747	Bookmaker service provider	48,039,452	100%	100%
STS BET Limited	Malta, Pieta, 177/179 Triq Marina	C 77195	Betting	24,977,224	100%	100%
BetSys s. r. o.	Czech Republic, Prague, Karlin, Karolinska 650/1	ICO: 26499606	Programming services	33,540	74%	74%
Betsys Poland sp. z o.o.	Katowice, ul. Porcelanowa 8	National Court Register (KRS): 0000829716	Programming services	5,000	74%	74%

7. Structure of the Group of Companies



I

8. Business combination and loss of control

In the reporting period from 1 January 2022 to 30 September 2022, no business combination took place.

9. Composition of the governing bodies of the Parent Entity

As on 30 September 2022 and as on the date of preparation of the interim summary consolidated financial statements, the Management Board of the Parent Entity consists of the following persons:

Marcin Sylwester
Walczyko
Member of the Management
Board

**Mateusz Zbigniew
Juroszek**
President of the Management
Board

Zdzisław Jan
Kostrubała
Member of the Management
Board

As on 30 September 2022 and as on the date of preparation of the consolidated financial statements, the Management Board of the Parent Entity consists of the following persons:

Maciej Fijak
Chairman of the Supervisory
Board

Zbigniew Eugeniusz
Juroszek
Vice-Chairman of the Super-
visory Board, Member of the
Audit Committee

Milena
Olszewska-Miszuris
Member of the Supervisory
Board, Chairwoman of the
Audit Committee

Elżbieta Spyra
Member of the Supervisory
Board, Member of the Audit
Committee

Krzysztof Krawczyk
Member of the Supervisory
Board

In the period from 1 January 2022 to 30 September 2022, there were no changes in the composition of the Company's Management Board and Supervisory Board.

10. Going concern assumption

These interim summary consolidated financial statements have been prepared on the assumption that the Group will continue as a going concern in the foreseeable futures, i.e. in the period of at least 12 months after the balance sheet date.

Until the date of preparation of these interim summary consolidated financial statements for the period from 1 January to 30 September 2022, the Management Board of the Parent Entity has not learned about any events that have been not included, but should have been, in the accounting records of the reporting period. At the same time, these interim summary consolidated financial statements include events relating to previous years, described in Note 8.

11. Declaration of the Management Board

The Management Board of the Parent Entity declares that, to the best of its knowledge, these interim summary consolidated financial statements and comparative data have been prepared in accordance with the accounting principles applicable to the Group and give a true, clear and fair view of the property and financial position of the Group and its financial result.

The interim summary consolidated financial statements have been prepared on the basis of the historical cost principle, except for the financial instruments and defined retirement benefit plans and incentive programs, measured at fair value.

The interim summary consolidated financial statements has been prepared on the assumption that the Group will continue as a going concern in the foreseeable future.

The interim summary consolidated financial statements of the Group of Companies cover the period of 9 months ended 30 September 2022 and were prepared in accordance with IAS 34 Interim Financial Reporting.

The interim summary consolidated financial statements do not contain all the information that is disclosed in the annual consolidated financial statements prepared in accordance with IFRS. These interim summary consolidated financial statements should be read together with the consolidated financial statements of the Group of Companies for 2021, approved for publication on 27 April 2022.

The reporting currency of these interim summary consolidated financial statements is Polish zloty, and all amounts are expressed in Polish zloty (unless indicated otherwise).

The Group did not disclose any forecasts of results for 2022 and the following years.

12. The approval of the interim summary consolidated financial statements for publication

These interim summary consolidated financial statements were approved for publication by the Management Board of the Parent Entity on 23 November 2022.

II. Interim summary consolidated statement of comprehensive income



Specification	Note	01.01.2022 – 30.09.2022	01.01.2021 – 30.09.2021
Betting revenue	8	412,517,430	381,057,062
Revenue from sales	8	143,678	342,403
Other operating revenue	10	787,388	1,365,729
Amortization and depreciation	9	20,138,627	17,714,835
Consumption of materials and energy	9	7,819,783	8,807,837
External services	9	144,569,267	130,647,964
Taxes and charges	9	192,054	114,751
Employee benefits	9	75,972,212	63,226,785
Other costs by type	9	1,174,438	1,634,027
Other operating expenses	10	13,085,141	3,452,179
Profit (loss) on operating activities		150,496,974	157,166,816
Financial revenues	11	6,010,344	461,319
Financial expenses	11	1,469,874	4,410,227
Profit (loss) before tax		155,037,444	153,217,908
Income tax	12	36,508,007	33,520,674
Net profit (loss) from continuing operations		118,529,437	119,697,234
Profit (loss) from discontinued operations		-	-
Net profit/loss		118,529,437	119,697,234
Profit (loss) attributable to the shareholders of the parent entity		110,940,099	116,493,003
Net profit (loss) attributable to non-controlling interests		7,589,338	3,204,231
Other total income		234,342	-1,387,620
Items not transferred to profit and loss		-	-
Items transferred to profit or loss		234,342	-1,387,620
- Foreign exchange differences on translation of foreign operations		234,342	-1,387,620
Comprehensive income		118,763,779	118,309,614
Comprehensive income attributable to:			
- shareholders of the parent entity		111,174,441	115,105,383
- non-controlling entities		7,589,338	3,204,231
Profit (loss) per share (in PLN)			
Basic for the financial period	14	0.76	0.77
- From continuing operations	14	0.76	0.77
- From discontinued operations			
Diluted for the financial period	14	0.76	0.77
- From continuing operations	14	0.76	0.77
- From discontinued operations			

III. Interim summary consolidated statement of financial position



ASSETS	Note	30.09.2022	31.12.2021
Non-current assets		109,909,335	102,993,291
Tangible fixed assets	15	31,755,027	30,550,219
Intangible assets	17	22,123,986	7,788,015
Goodwill		11,515,210	11,515,210
Right-of-use assets	16	29,884,025	38,923,797
Deferred tax assets	13	1,425,453	851,205
Non-current prepayments and non-current accrued income		2,959,230	2,817,999
Other financial assets		10,246,404	10,546,846
Current Assets		219,542,755	163,859,794
Inventory	18	82,452	4,524
Trade and other receivables		19,549,658	16,404,261
Other financial assets		926,874	1,017,839
Cash and cash equivalents		198,983,771	146,433,170
TOTAL ASSETS		329,452,090	266,853,085

LIABILITIES	Note	30.09.2022	31.12.2021
Equity		126,258,965	105,401,310
Share capital of the parent entity		119,659,232	101,939,548
Share capital	22	156,534,958	156,389,998
Other reserve capitals		10,012,594	3,195,596
Retained earnings		-46,888,320	-57,646,046
Non-controlling shareholders' capital		6,599,733	3,461,762
Long-term liabilities		13,443,453	23,155,144
Right-of-use liabilities	16	13,040,524	22,630,266
Deferred income tax provisions	13	-	-
Provisions for pensions and similar benefits	25	402,929	524,878
Current Liabilities		189,749,672	138,296,631
Liabilities due to credits and loans		-	-
Right-of-use liabilities	16	17,935,009	17,373,996
Trade liabilities		17,199,609	16,236,637
Current income tax liabilities		11,019,293	2,923,292
Other liabilities		141,417,131	99,284,722
Provisions for pensions and similar benefits	25	1,986,073	2,292,807
Other provisions	25	192,557	185,177
Total liabilities		203,193,125	161,451,775
TOTAL LIABILITIES AND EQUITY		329,452,090	266,853,085

IV. Interim summary consolidated statement of changes in equity



Specification	Share capital	Surplus of the issue price above the nominal value of shares	Other capitals	Retained earnings	Capital of the parent entity's shareholders	Non-controlling shareholders' capital	Total equity
Equity as on 1 Jan 2022	156,389,998	-	3,195,596	-57,646,046	101,939,548	3,461,762	105,401,310
Changes in accounting principles (policy)	-	-	-	-	-	-	-
Equity after adjustments	156,389,998	-	3,195,596	-57,646,046	101,939,548	3,461,762	105,401,310
Increase in share capital	144,960	-	-	-	144,960	-	144,960
Payment of dividends	-	-	-	-57,917,934	-57,917,934	-4,451,367	-62,369,301
The amount allocated for dividend payment:	-	-	-	-42,264,439	-42,264,439	-	-42,264,439
Pricing of the incentive program	-	-	6,582,653	-	6,582,653	-	6,582,653
Other comprehensive income	-	-	234,345	-	234,345	-	234,345
Net profit/loss for the accounting year	-	-	-	110,940,099	110,940,099	7,589,338	118,529,437
Sum of capital changes	144,960	-	6,816,998	10,757,726	17,719,684	3,137,971	20,857,655
Equity as on 30 Sep 2022	156,534,958	-	10,012,594	-46,888,320	119,659,232	6,599,733	126,258,965

Specification	Share capital	Surplus of the issue price above the nominal value of shares	Other capitals	Retained earnings	Capital of the parent entity's shareholders	Non-controlling shareholders' capital	Total equity
Equity as on 1 Jan 2021	2,496,000	-	662,063	90,986,206	94,144,269	4,788,003	98,932,272
Changes in accounting principles (policy)	-	-	-	-	-	-	-
Equity after adjustments	2,496,000	-	662,063	90,986,206	94,144,269	4,788,003	98,932,272
Increase in share capital	100,000	-	-	-	100,000	-	100,000
Payment of dividends	-	-	-	-	-119,565,172	-5,773,668	-125,338,840
Distribution of the net profit	-	-	1,499,993	-1,499,993	-	-	-
Reorganization of the Group of Companies STS Holding SA	-2,496,000	-	-1,990,000	-4,254,737	-8,740,737	-	-8,740,737
Other comprehensive income	-	-	-59,683	-	-59,683	-	-59,683
Net profit/loss for the accounting year	-	-	-	116,493,003	116,493,003	3,204,231	119,697,234
Sum of capital changes	-2,396,000	-	-549,690	-8,826,899	-11,772,589	-2,569,437	-14,342,026
Equity as on 30 Sep 2022	100,000	-	112,373	82,159,307	82,371,680	2,218,566	84,590,246

V. Interim summary consolidated statement of cash flows



Specification	01.01.2022 – 30.09.2022	01.01.2021 – 30.09.2021
Profit (loss) before tax	155,037,444	153,217,908
Total adjustments:	23,127,215	26,673,127
Amortization and depreciation	20,138,627	17,714,835
Exchange gains/(losses)	234,343	-1,224,197
Interest and profit sharing	-1,880,454	683,498
Profit/(loss) on investment activity	391,407	12,960
Change in provisions	-421,302	-781,960
Change in the balance of inventories	-77,928	-172
Change in the balance trade and other receivables	-3,860,875	-3,307,139
Change in short-term liabilities, excluding credits and loans	2,020,742	13,575,302
Other adjustments	6,582,655	-
Total: Gross cash flows from operating activities	178,164,659	179,891,035
Income tax paid	-28,590,547	-35,822,912
Net cash flow from operating activities	149,574,112	144,068,123
INVESTMENT ACTIVITIES		
Disposal of intangible and legal assets and property, plant and equipment	185,402	432,484
Disposal of financial assets	-	144,033,314
Interests	2,519,413	224,173
Dividends and profits sharing	49	-
Purchase of intangible assets and tangible fixed assets	-23,861,452	-11,907,751
Expenses of financial assets	-	-41,511,895
Net cash flows from investment activity	-21,156,588	91,270,325
FINANCIAL ACTIVITIES		
Net inflow from insurance of shares and other equality instruments and contributions to capital	144,960	-
Credits and loans	-	1,790,503
Repayment of credits and loans	-	-8,160,345
Dividends paid	-57,917,934	-125,338,840
Distributions to minority shareholders	-4,451,367	-5,773,668
Payment of liabilities arising from financial leases	-12,736,351	-13,704,769
Interest paid	-639,008	-695,272
Other revenue/financial expenditure	-267,223	-350,172
Net cash flows from financial activities	-75,866,923	-152,232,563
Change in cash and cash equivalents before the effects of exchange rate differences	52,550,601	83,105,885
Foreign exchange gains / losses on the valuation of cash, cash equivalents and overdrafts		
Balance sheet change in cash:	52,550,601	83,105,885
Cash opening balance	146,433,170	48,652,271
Cash at the end of the period (F + D), including:	198,983,771	131,758,156
- of limited disposability	92,253	15,302,567

In the item "other adjustments", the valuation of the incentive program is presented, recognised in the equity of the Group.

The change in the balance of restricted cash results from the asset write-down made on 30 June 2022, related to the blockade and security, described in more detail in Note 21.

VI. Selected financial data converted into EUR

Selected financial data converted into EUR	PLN		EUR	
	01.01.2022- 30.09.2022	01.01.2021- 30.09.2021	01.01.2022- 30.09.2022	01.01.2021- 30.09.2021
Betting revenue	412,517,430	381,057,062	87,994,332	83,528,510
Other revenue from sales	143,678	342,403	30,648	75,055
Operating expenses	249,866,381	222,146,199	53,299,143	48,694,914
Profit/(loss) on operating activities	150,496,974	157,166,816	32,102,597	34,451,297
Profit/(loss) before tax	155,037,444	153,217,908	33,071,127	33,585,688
Net profit / (loss) attributable to the parent entity	110,940,099	116,493,003	23,664,697	25,535,511
Net cash flow from operating activities	149,574,112	144,068,123	31,905,741	31,580,036
Net cash flows from investment activity	-21,156,588	91,270,325	-4,512,924	20,006,647
Net cash flows from financial activities	-75,866,923	-152,232,563	-16,183,217	-33,369,698
Total net cash flows	52,550,601	83,105,885	11,209,599	18,216,985
Number of shares in thousands	156,535	156,250	156,535	156,250
Profit/(loss) per share (in PLN/EUR)	0.76	0.77	0.16	0.17
Diluted profit/(loss) per share (in PLN/EUR)	0.76	0.77	0.16	0.17
Book value per share (in PLN/EUR)	0.81	0.54	0.17	0.12
Diluted book value per share (in PLN/EUR)	0.81	0.54	0.17	0.12

	PLN		EUR	
	01.01.2022- 30.09.2022	01.01.2021- 31.12.2021	01.01.2022- 30.09.2022	01.01.2021- 31.12.2021
Total assets	329,452,090	266,853,085	67,652,078	58,019,108
Liabilities and provisions for liabilities	203,193,125	161,451,775	41,725,148	35,102,791
Long-term liabilities	13,443,453	23,155,144	2,760,576	5,034,384
Short-term liabilities	189,749,672	138,296,631	38,964,572	30,068,407
Equity	126,258,965	105,401,310	25,926,930	22,916,317
Share capital	156,534,958	156,389,998	32,144,022	34,002,261

The above financial data have been converted into EUR according to the following principles:

The items of the interim consolidated statement of comprehensive income and the interim consolidated cash flow statement have been converted at the exchange rates being the arithmetic mean of the EUR average exchange rates announced by the National Bank of Poland, valid on the last day of each month in a given reporting period.

The rates were respectively: PLN/EUR 4.6880 from 1 January to 30 September 2022 and PLN/EUR 4.5620 from 1 January to 30 September 2021.

The items of assets and liabilities of the interim consolidated statement of financial position have been converted at the EUR exchange rates announced by the National Bank of Poland, applicable on the last day of the reporting period. The rates were, respectively: 4.8698 PLN/EUR as on 30 September 2022 and 4.5994 PLN/EUR as on 31 December 2021.

VII. Additional information and notes concerning the interim summary consolidated financial statements

1. Summary of the accounting policy

These interim summary consolidated financial statements have been prepared in accordance with the accounting principles that were presented in the last consolidated financial statements of the Group for the year ended 31 December 2021, except for the changes described below resulting from the entry into force of new standards, interpretations and amendments to standards.

Amendments to IFRS 9, examples for IFRS 16, IAS 41 under the Annual Improvements 2018 – 2020:

IFRS 9: (1) in the 10% test performed to determine whether a modification should result in removal of a liability, only fees exchanged between the debtor and the creditor should be taken into account; (2) it was clarified that fees incurred are recognised in profit or loss if the liability is removed, and in the value of the liability if it is not removed;

IFRS 16: the issue of lessor's incentive in the form of assumption of fit-out costs incurred by the lessee, which raised doubts with respect to interpretation, was removed from example 13;

IAS 41: the prohibition to recognise tax flows in measurement of biological assets was deleted.

The amendments apply to annual periods commencing on or after 1 January 2022 (except for the amendment to the example in IFRS 16, which applies from the moment of publication).

The above changes did not affect these financial statements.

Amendment to IAS 16 "Tangible fixed assets"

It was clarified that production carried out as part of pre-use testing of a tangible asset should be recognised as (1) inventory, in accordance with IAS 2, and (2) revenue, when the asset is sold (and should not affect the value of the tangible asset). Testing of a tangible asset is a component of that asset's cost. The amendment applies to annual periods commencing on or after 1 January 2022.

The above change did not affect these financial statements.

Amendment to IAS 37 "Provisions, contingent liabilities and contingent assets"

It was clarified that the costs of fulfilment of onerous contracts include incremental costs (e.g. labour costs) and an allocated part of other costs directly related to the cost of fulfilment, e.g. depreciation and amortization. The amendment applies to annual periods commencing on or after 1 January 2022.

The above change did not affect these financial statements.

Amendment to IFRS 3 "Business combinations"

References to definitions of liabilities found in the framework and to the definition of contingent liabilities found in IAS 37 were clarified. The amendment applies to annual periods commencing on or after 1 January 2022.

The implementation of the above-mentioned standards and changes to the existing standards did not affect the Company's interim financial statements.

Amendment to IFRS 16 "Leases"

In 2020, the Board published simplifications for the lessees who are granted reliefs due to the COVID-19 pandemic. One of the conditions was that the reliefs would apply only to payments maturing by the end of June 2021. Now, this date has been postponed to June 2022. The amendment applies to annual periods commencing on or after 1 April 2021, with the possibility of earlier application.

Earnings per share

Basic net earnings per share for each period is determined as the quotient of the net profit for a given period and the weighted average number of shares outstanding in that period, and includes additional issues of shares registered in the National Court Register after the balance sheet date.

2. Judgments and estimations made

When preparing the interim summary consolidated financial statements, the Management Board of the Parent Entity uses its judgment in making numerous estimates and assumptions that affect the applied accounting principles and the presented values of assets, liabilities, revenue and costs. The actually realised values may differ from those estimated by the Management Board.

Information concerning the estimates and assumptions that are significant for the interim summary consolidated financial statements is presented in the consolidated financial statements for 2021.

As of 1 January 2022, the Group changed its estimate for the determination of the marginal discount rate used to discount cash flows resulting from new concluded lease agreements. The marginal interest rate that was used to discount cash flows resulting from new lease agreements concluded for an indefinite period was determined using the judgment of the Group's management that is based on easily observable loan rates with a payment profile similar to the lease. For this purpose, the management of the Group analysed the possible interest rates on loans for financing the purchase of premises based on the offers collected from the banks cooperating with the Group. The analysed loan offers had a payment profile similar to that of leasing. Given the above, the Management made a judgment by setting a marginal interest rate at 5%. That change did not have a significant impact on the financial data for the period covered by these interim consolidated financial statements.

3. Corrections of errors and changes in the accounting principles

There were no errors that require correction in the interim summary consolidated financial statements. The Group also did not make any changes to its accounting policy in relation to the principles applied in the annual report for 2021.

4. Information on operating segments, geographical areas and key customers

The Group identifies two primary operating segments of its business. These are:

- retail segment,
- the online betting segment.

With respect to the aforementioned components of the Group's activities:

- there is an involvement in business activities, which means that it is possible to gain revenue and incur costs,
- results of activities are regularly reviewed by the Parent's Management Board, which uses them to make decisions on resources allocated to a given segment and in assessment of segment performance,
- separate financial information is available.

Segments are identified on the basis of the service distribution channel criterion. Both segments involve betting on the outcome of sports events. In case of the retail segment, customers conclude bets through physical presence in a sales establishment. With respect to the online segment, customers conclude bets via a website.

Poland is the geographical area for both segments.

Operating segments were not combined in any way.

The Group does not identify as an operating segment its other revenue-generating activities due to their irrelevance for the overall business.

5. Revenue recognition

Recognition and measurement of revenue from the Group's core business, i.e. revenue from plants, are regulated by IFRS 9 Financial Instruments. Sports bets staked by the Company with a customer are derivative instruments that are recognised and measured using IAS 32 Financial Instruments: Presentation and IFRS 9 Financial Instruments. The amounts staked are classified as financial instruments measured at fair value through profit or loss.

Revenue from bets is recognised in the statement of comprehensive income on a net basis, i.e. amounts staked are reduced by the costs of paid out winnings and the gambling and lottery tax.

Revenue from the sale of other services (mainly services related to the organization of bookmaking) and revenue from the sale of goods and materials constitute revenue from contracts with customers within the scope of IFRS 15. The method of recognizing this revenue from sales in the Group's interim summary consolidated financial statement, including both the value and the timing of revenue recognition, is set out in a five-step model that includes the following steps:

- identification of the customer contract,
- identification of performance obligations,
- determination of the transaction price,
- assigning the transaction price to performance obligations,
- recognition of revenue on or after the fulfilment of performance obligations.

6. Seasonality of operations

There is no seasonality in the area of the Group's operations.

7. Operating segments

The Group has distinguished operating segments based on sales channels. The segments shown correspond to internal reports regularly provided to key decision makers. The segments identified by the Group and their financial data are presented below.

Information on individual operating segments in the period from 1 January to 30 September 2022:

For the period from 1 Jan 2021 to 30 Sep 2021	Retail segment	Betting segment on-line	Values not assigned to segments	Total
Segment's total revenue	83,695,782	329,388,483	364,231	413,448,496
Revenue from external customers (from the sale of games and bets)	83,573,441	328,943,989	-	412,517,430
Other sales	-	-	143,678	143,678
Other operating revenue	122,341	444,494	220,553	787,388

Operating expenses, including:	75,113,253	179,753,384	8,078,758	262,945,395
<i>Expenses by type</i>	63,348,961	158,670,487	7,708,306	229,727,754
<i>Amortization and depreciation</i>	11,093,461	9,014,815	30,351	20,138,627
Other operating expenses	670,831	12,068,082	340,101	13,079,014
Segment's operating result	8,582,529	149,635,099	-7,714,527	150,503,101
Financial revenue	-	1,752,557	4,257,787	6,010,344
Financial expenses	584,312	-	885,562	1,469,874
Profit before tax	7,998,217	151,387,656	-4,342,302	155,043,571
Income tax	-225,340	36,551,100	182,247	36,508,007
Net profit on continuing operations	8,223,557	151,344,563	-4,524,549	155,043,571
Segment assets as on 30 Sep 2021	42,589,629	41,858,914	245,003,547	329,452,090
Segment liabilities as on 30 Sep 2021	32,396,717	66,983,650	103,812,758	203,193,125

Information on individual operating segments in the period from 1 January to 30 September 2021:

For the period from 1 Jan 2021 to 30 Sep 2021	Retail segment	On-line betting segment	Values not assigned to segments	Total
Segment's total revenue	74,233,896	307,891,560	639,738	382,765,194
Revenue from sales	74,085,540	306,971,522	-	381,057,062
Other sales	-	-	342,403	342,403
Other operating revenue	148,356	920,038	297,335	1,365,729
Operating expenses, including:	69,210,119	154,636,016	1,752,243	225,598,378
<i>Expenses by type</i>	56,507,697	147,919,792	3,875	204,431,364
<i>Amortization and depreciation</i>	12,348,581	5,333,392	32,862	17,714,835
Other operating expenses	353,841	1,382,832	1,715,506	3,452,179
Segment's operating result	5,023,777	153,255,544	-1,112,505	157,166,816
Financial revenue	-	-	461,319	461,319
Financial expenses	654,460	1,935,052	1,820,715	4,410,227
Profit before tax	4,369,317	151,320,492	-2,471,901	153,217,908
Income tax	-2,919	34,181,917	-658,324	33,520,674
Net profit on continuing operations	4,372,236	117,138,575	-1,813,577	119,697,234
Segment assets as on 30 Sep 2021	32,825,543	19,212,072	184,069,057	236,106,672
Segment liabilities as on 30 Sep 2021	32,901,949	74,964,629	43,649,848	151,516,426

The costs of the incentive program are presented in amounts not allocated to the segment due to the adopted principle that they are costs related to STS Holding S.A.

8. Revenue

Specification of sales revenue and total revenue are as follows:

Specification	01.01.2022 – 30.09.2022	01.01.2021 – 30.09.2021
Continuing operations		
Betting revenue, including:	412,517,430	381,057,062
- value of amounts staked*	3,299,593,340	3,274,032,584
- value of winnings paid out	2,467,189,635	2,467,724,318
- bonuses provided to customers	50,560,889	48,018,246
- gambling and lottery tax	369,325,386	377,232,958
Revenue from sales of services	140,478	337,660
Revenue from sale of goods and materials	3,200	4,743
Total revenue from sales	412,664,308	381,404,208
Other operating revenue	787,388	1,365,729
Financial revenue	6,010,344	461,319
Total revenues from continuing operations	419,462,040	383,231,257
Revenue from discontinued operations	-	-
Total revenue	419,462,040	383,231,257

* The value of amounts staked represents the customer contributions received for bets placed in a given reporting period, adjusted by amounts contributed by customers in the current period for bets concluded that have not been settled by the balance sheet date, as well as by amounts contributed in the previous period and settled in the current reporting period.

In Q3 2022, adjustments to the gaming tax statement were included in the books, resulting in a tax refund. Those adjustments concerned previous reporting periods.

9. Cost of operating activities

The operating costs specification is as follows:

Specification	01.01.2022 – 30.09.2022	01.01.2021 – 30.09.2021
Amortization and depreciation	20,138,627	17,714,835
Personnel expenses	75,416,858	63,877,270
Marketing	62,007,037	46,064,563
Costs of organizing bookmaking services	39,229,231	34,245,353
IT expenses	14,710,612	22,802,535
Consent to the use of results	16,452,798	16,178,940
Administrative expenses	4,628,046	5,633,391
Property expenses	3,616,458	4,481,975
Utilities	5,269,506	4,678,931
Transport costs	2,469,897	2,191,604
Other	5,927,311	4,276,802
Total	249,866,381	222,146,199

The value of personnel costs in the period from 1 January to 30 September 2022 was mainly influenced by the recognition of the incentive program settlement in the amount of PLN 6.6 million, as well as an increase in the minimum wage and an increase in the average remuneration in the Group.

From 1 January 2022, Betsys s.r.o. began to capitalise the costs related to updating the software it produces, due to the fact that those costs can be reliably estimated and the Group will achieve economic benefits related to the use of new versions of software. On this account, the value of IT costs in the current period decreased compared to the corresponding period of the previous year.

The increase in the value of marketing costs in Q3 2022 compared to Q3 2021 results from the intensification of marketing activities addressed to online customers, mainly in the Polish market.

10. Other operating revenues and expenses

The specification of other operating revenue is as follows:

Other operating revenue	01.01.2022 – 30.09.2022	01.01.2021 – 30.09.2021
Profit on disposal of fixed assets	186,216	50,130
Release of write-downs of receivables	15,697	12,569
Return of free tokens - previous years	47,348	-
Compensation	137,562	114,357
Consideration for timely payments to the Tax Office	65,266	67,334
Revenue from contractual penalties	-	150,000
CIT 10Z adjustment for 2020	-	14,143
Revenue adjustment - previous years	87,405	-
Recognition of disputed claims	-	785,760
Release of provisions	195,747	-
Other	52,147	171,436
Total	787,388	1,365,729

In accordance with the accounting policy, free tokens - i.e. bonuses granted and closed (based on the rules of campaigns and promotions)) adjust the costs of winnings in the same period. Free tokens granted in previous years and closed in the current period are recognised in other operating income. In the period from 1 January 2022 to 30 September 2022, the amount of PLN 47 thousand free tokens granted in 2021 was recognised in other operating income.

The specification of other operating expenses is as follows:

Other operating expenses	01.01.2022 – 30.09.2022	01.01.2021 – 30.09.2021
Write-downs of receivables	24,591	795,712
Donations	138,162	216,357
Complaints	459,475	451,033
Costs of repairs	71,195	39,045
Penalties, fines	15,052	17,050
Liquidation of fixed assets	4,358	-
Other costs from previous years	1,370,837	1,008,165
Cash write-down	9,228,194	-
Enforcement and court costs	-	17,495
Reconciliation of accounts	507,429	303,289

CIT tax for previous years	323,082	-
VAT for previous years (STS.BET)	505,338	-
Other operating expenses	437,428	604,033
Total	13,085,141	3,452,179

In connection with the receipt of information on the attachment of a cash claim, as on 30 September 2022, STS S.A. entered in its books a cash write-down in the net amount of PLN 9.2 million.

The case is described in further detail in Note 21.

11. Financial revenues and expenses

The specification of financial revenue is as follows:

Financial revenue	01.01.2022 – 30.09.2022	01.01.2021 – 30.09.2021
Revenue from interest, including:	3,605,970	224,591
- interest on bank deposits	3,378,563	284
- budget interest - reimbursement	-	72
- interest on loans	-	34,235
- interest on bonds	171,627	190,000
- other interest	55,780	-
Exchange rate differences	2,293,887	-
Profits from participation in investment fund units	-	202,096
Revaluation of financial assets	61,174	-
Other	49,313	34,632
Total	6,010,344	461,319

The specification of the financial expenses is as follows:

Financial expenses	01.01.2022 – 30.09.2022	01.01.2021 – 30.09.2021
Interest on loans	-	142,570
Bank interest	-	11,775
Budget interest	157,293	-
Other interest	4,252	75,831
Interest on lease contracts	639,008	683,498
Exchange rate differences	-	699,366
Bank fees	269,802	350,172
Bond valuation	99,686	64,000
Valuation of financial assets	270,113	377,591
Write-downs of financial assets	-	1,935,051
Other	29,720	70,373
Total	1,469,874	4,410,227

12. Income tax

The main components of the tax burden for the periods from 1 January 2022 to 30 September 2022 and from 1 January 2021 to 30 September 2021 are as follows:

Income tax shown in the interim summary consolidated statement of comprehensive income	01.01.2022 – 30.09.2022	01.01.2021 – 30.09.2021
Current income tax	36,686,548	35,280,016
For the financial year	36,686,548	35,277,975
Adjustments for previous years	-	2,041
Change in deferred income tax	-178,541	-1,759,342
Associated with the emergence and reversal of temporary differences	-178,541	-1,759,342
Related to the reduction of income tax rates	-	-
Tax burden shown in net profit	36,508,007	33,520,674
Tax burden recognised in other comprehensive income	-	-

13. Income tax assets and liabilities

Deferred tax assets and provisions have been recognised in relation to the following assets and liabilities:

	01.01.2022 – 30.09.2022	01.01.2021 – 31.12.2021
Deferred tax assets, including those created for:	9,948,060	8,414,052
obligations towards Social Insurance Institution (ZUS)	206,977	354,706
provisions for employee benefits	445,297	535,253
liability due to unpaid winnings	209,031	198,383
right-of-use liabilities	5,853,078	5,388,907
valuation of receivables	293,480	304,861
Valuation of financial assets	189,110	-
unpaid wages	144,228	108,414
other	346,900	225,792
provisions	2,095,496	1,142,405
tax loss	164,463	155,331
Deferred tax provisions	8,522,607	7,562,847
right-of-use assets	5,630,134	5,195,554
valuation of investments in TFI units	-	16,608
differences between tax and balance sheet depreciation	110,236	144,275
valuation and interest on the loan granted	181,048	-
other	1,825,136	1,729,348
coupons staked	776,053	477,062
Net assets (liabilities) for deferred tax	1,425,453	851,205

14. Earnings per share

Basic earnings per share are calculated by dividing the net profit for the period attributable to ordinary shareholders of the Group by the weighted average number of ordinary shares outstanding during the period.

Diluted earnings per share are calculated by dividing the net profit for the period attributable to ordinary shareholders (after deducting interest on redeemable preferred shares convertible into ordinary shares) by the weighted average number of ordinary shares outstanding during the period (adjusted for the effect of dilutive options and dilutive redeemable preferred stock convertible into common stock)

Calculation of profit per share - assumptions	01.01.2022 – 30.09.2022	01.01.2021 – 30.09.2021
Net profit on continuing operations	118,529,437	119,697,234
Loss on discontinued operations	-	-
Earnings per share attributable to ordinary shareholders used to calculate diluted earnings per share	118,529,437	119,697,234
The profit shown for the purpose of calculating the value of diluted earnings per share	118,529,437	119,697,234
Number of shares issued	01.01.2022 – 30.09.2022	01.01.2021 – 30.09.2021
Weighted average number of shares shown for the purpose of calculating the value of basic earnings per share in pcs.	156,468,584	156,249,998
Earnings per share	0.76	0.77
Adjusted weighted average number of ordinary shares used to calculate diluted earnings per share	156,545,002	156,249,998
Diluted earnings per share	0.76	0.77

For the comparability of data as on 30 September 2021, the number of shares was converted in accordance with the parity applied after the capital increase in 2021.

In the period from 1 January to 30 September 2022, the diluting instruments were the rights and subscription warrants allocated under the incentive scheme entitling to acquire the Parent Entity's shares in the future.

Information on the number of granted allowances can be found in Note 28.

15. Tangible fixed assets

Changes in the balance of tangible fixed assets are presented in the tables below:

Balance as on 30 September 2022:

Specification	Land	Buildings and structures	Plant and equipment	Means of transport	Other fixed assets	Fixed assets under construction	Total
Gross carrying amount as on 1 Jan 2022	870,922	17,640,615	35,005,588	4,328,406	8,673,708	3,884,546	70,403,785
Increases, due to:	-	1,975,748	7,804,728	1,948,604	1,041,177	6,857,944	19,628,200
- acquisition of fixed assets	-	1,958,659	6,608,810	2,099,439	757,186	6,857,944	18,282,038
- other	-	-	1,155,972	-191,131	279,676	-	1,244,517
- currency translation profit (loss)	-	17,089	39,945	40,295	4,315	-	101,644

Decreases, due to:	-	-	-880,857	-1,274,600	-57,505	-9,547,294	-11,760,257
- liquidation and sale	-	-	-880,857	-1,274,600	-57,506	-	-2,212,963
- acceptance for fixed assets	-	-	-	-	-	-9,547,294	-9,547,294
Gross carrying amount as on 30 Sep 2022	870,922	19,616,363	41,929,459	5,002,410	9,657,380	1,195,196	78,271,728
Redemption as on 1 Jan 2022	-	-1,327,140	-29,384,999	-2,853,816	-7,641,980	-	-41,207,935
Increases, due to:	-	-548,700	-3,055,897	-1,945,403	-241,449	-	-5,791,449
- amortization and depreciation	-	-546,954	-1,682,761	-1,736,558	-244,781	-	-4,211,054
- other	-	-	-1,375,384	-193,654	-	-	-1,569,038
- currency translation profit (loss)	-	-1,746	2,248	-15,191	3,332	-	-11,357
Decreases, due to:	-	-	876,499	1,274,600	56,893	-	2,207,992
- sale and liquidation	-	-	876,499	1,274,600	56,893	-	2,207,992
Redemption as on 30 Sep 2022	-	-1,875,840	-31,564,397	-3,524,619	-7,826,536	-	-44,791,392
Write-downs as on 1 Jan 2022	-	-	-	-	-	-34,826	-34,826
Write-downs as on 30 Sep 2022	-	-	-	-	-	-	-
Advance for tangible fixed assets under construction	-	-	-	-	-	159,169	159,169
Net carrying amount as on 31 Dec 2021	870,922	17,740,523	10,365,062	1,477,791	1,830,844	1,319,539	33,604,681
Transfer of leased assets to right-of-use assets	-	14,932	-	-1,472,799	-	-	-1,457,867
Transferring the balance sheet depreciation adjustment to IFRS	-	-	-	-	-391,787	-	-391,787
Net carrying amount as on 31 Dec 2021 after the transfer	870,922	17,755,455	10,365,062	4,992	1,439,057	1,319,539	31,755,027

As on 30 September 2022, there were no liabilities due to the purchase of property, plant and equipment.

Balance as on 31 Dec 2021:

Specification	Land	Buildings and structures	Plant and equipment	Means of transport	Other fixed assets	Fixed assets under construction	Total
Gross carrying amount as on 1 Jan 2021	870,922	10,683,766	31,124,629	3,878,167	7,850,157	5,779,553	60,187,195
Increases, due to:	-	6,956,849	4,677,724	502,439	1,021,420	9,856,278	23,014,710
- acquisition of fixed assets	-	6,948,304	4,753,824	83,685	1,021,663	9,844,944	22,652,420
- other	-	-	-	403,295	-	-	403,295
- currency translation profit (loss)	-	8,545	-76,701	15,459	-243	11,335	-41,005
Decreases, due to:	-	-	-796,765	-52,200	-197,868	-11,751,286	-12,798,119
- liquidation and sale	-	-	-796,765	-52,200	-197,868	-	-1,046,833
- acceptance for fixed assets	-	-	-	-	-	-11,751,286	-11,751,286
Gross carrying amount as on 31 Dec 2021	870,922	17,640,615	35,005,588	4,328,406	8,673,708	3,884,546	70,403,785
Redemption as on 1 Jan 2021	-	-724,415	-27,075,282	-1,891,153	-7,502,299	-	-37,193,450
Increases, due to:	-	-602,424	-3,071,544	-1,014,863	-311,147	-	-4,999,979
- amortization and depreciation	-	-601,926	-2,961,709	-994,856	-310,667	-	-4,869,158
- currency translation profit (loss)	-	-498	71,180	-20,007	-480	-	50,195
Decreases, due to:	-	-	761,828	52,200	171,466	-	985,494
- liquidation and sale	-	-	761,828	52,200	171,466	-	985,494
Redemption as on 31 Dec 2021	-	-1,327,140	-29,384,999	-2,853,816	-7,641,980	-	-41,207,935
Write-downs as on 1 Jan 2021	-	-	-	-	-	-34,826	-34,826

Write-downs as on 31 Dec 2021	-	-	-	-	-	-	-
Advance for tangible fixed assets under construction	-	-	-	-	-	2,449,910	2,449,910
Net carrying amount as on 31 Dec 2021	870,922	16,313 476	5,620,589	1,474,590	1,031,728	6,334,456	31,645,761
Transfer of leased assets to right-of-use assets	-	-17,017	-	-1,078,525	-	-	-1,095,542
Net carrying amount as on 31 Dec 2021 after the transfer	870,922	16,296,458	5,620,589	396,065	1,031,728	6,334,456	30,550,219

In the reporting period, there were no indications of impairment of tangible fixed assets.

In the reporting period, the Group did not activate borrowing costs. There were also no significant purchase and sale transactions regarding property, plant and equipment.

16. Right-of-use assets and liabilities

Right-of-use assets

Under finance lease agreements, the Group uses premises for the purposes of operating betting points, technical equipment and cars. The lease contracts were concluded for 2-5 years, depending on the lease contract (24-60 monthly instalments).

At the end of the reporting period, the net value of the right-of-use assets was:

Specification	30.09.2022	31.12.2021
Technical equipment and machines	-	-
Means of transport	1,472,799	1,078,525
PWUG	588,428	595,408
Leased premises	27,822,798	37,249,864
Total	29,884,025	38,923,797

Technical equipment and machinery as well as means of transport are also a security for leasing liabilities. In connection with the lease agreements, the Group issued promissory notes as security.

Right-of-use liabilities

The Group uses finance lease by renting cars, technical equipment and machinery as well as commercial premises.

Financial lease amounts are presented below

Specification	30.09.2022	31.12.2021
Payable within 1 year	17,935,009	17,373,996
Payable within over 1 year	13,040,524	22,630,266
Total financial liabilities	30,975,533	40,004,262

17. Intangible assets

Balance as on 30 September 2022:

Specification	IT platform to handle bookmaker transac- tions	Other intangible assets	Intangible assets un- der construction	Total
Gross carrying amount as on 1 Jan 2022	8 499,277	3,144,853	249,180	11,893,260
Increases, due to:	-	16,871,566	17,003,508	33,875,074
- acquisition	-	16,920,972	17,003,508	33,924,480
Decreases, due to:	-	-	- 16,927,595	- 16,927,595
- adoptions of WNIP for use	-	-	- 16,927,595	- 16,927,595
- other	-	-49,406	-	-49,406
Gross carrying amount as on 30 Sep 2022	8,499,277	20,016,419	325,094	28,840,740
Redemption as on 1 Jan 2022	-1,133,231	-2,971,143	-	-4,104,374
Increases, due to:	-637,442	-2,515,472	-28,266	-3,180,180
- amortization and depreciation	-637,442	-2,515,472	-28,266	-3,180,180
Decreases,	-	-	-	-
Redemption as on 30 Sep 2022	-1,770,673	-5,485,615	-28,266	-7,284,554
- currency translation profit/(loss) on the financial statements of foreign entities	-	567,801	-	567,801
Net carrying amount as on 30 Sep 2022	6,728,554	15,098,604	296,828	22,123,986

From 1 January 2022, Betsys s.r.o. began to capitalise the costs related to updating the software it produces, due to the fact that those costs can be reliably estimated and the Group will achieve economic benefits related to the use of new versions of software.

Balance as on 31 Dec 2021:

Specification	IT platform to handle bookmaker transactions	Other intangible assets	Intangible assets un- der construction	Total
Gross carrying amount as on 1 Jan 2021	8 499,277	3,246,315	-	11,745,542
Increases, due to:	-	121,936	346,525	486,461
- acquisition	-	121,936	346,525	486,461
Decreases, due to:	-	-223,398	-115,345	-338,743
- adoption of WNIP for use	-	-	-115,345	-115,345
- liquidation or sale	-	-223,398	-	-223,398
Gross carrying amount as on 31 Dec 2021	8 499,277	3,144,853	249,180	11,893,260
Redemption as on 1 Jan 2021	-283,308	-2,940,668	-	-3,223,976
Increases, due to:	-849,923	-253,873	-	-1,103,796
- amortization and depreciation	-849,923	-253,873	-	-1,103,796
Decreases, due to:	-	223,398	-	223,398
- liquidation or sale	-	223,398	-	223,398
Redemption as on 31 Dec 2021	-1,133,231	-2,971,143	-	-4,104,374
- currency translation profit/(loss) on the financial statements of foreign entities	-	-871	-	-871
Net carrying amount as on 31 Dec 2021	7,365,966	172,839	249,180	7,788,015

18. Inventories

The inventory specification is as follows:

Inventory specification	30.09.2022	31.12.2021
Materials	78,060	-
Semi-finished products and work in progress	-	-
Finished products	-	-
Goods	4,392	4,524
Total	82,452	4,524

As at 30 September 2022 and 31 December 2021, inventories were not covered by a write-down.

19. Financial instruments

The allocation of financial assets and financial liabilities to the categories of financial instruments listed in IFRS 9 is as follows:

Item	Instrument category under IFRS 9	Carrying value		Fair value	
		30.09.2022	31.12.2021	30.09.2022	31.12.2021
Assets					
Non-current prepayments and non-current accrued income, including:		2,959,230	2,817,999	2,959,230	2,817,999
- deposit receivables	AZK	1,983,450	1,858,713	1,983,450	1,858,713
Other long-term and short-term financial assets, including:		11,173,278	11,564,685	11,173,278	11,564,685
- investment fund participation units	AWF	4,037,695	4,159,622	4,037,695	4,159,622
- shares of a company listed on the WSE	AWF	926,874	1,017,839	926,874	1,017,839
- corporate bonds	AZK	6,208,709	6,387,224	6,208,709	6,387,224
Trade receivables	AZK	521,513	1,604,779	521,513	1,604,779
Other (short-term) receivables, including:		19,028,145	14,799,482	19,028,145	14,799,482
- tax receivables (other than financial instruments)		6,416,949	5,122,147	6,416,949	5,122,147
- other receivables	AZK	12,611,196	9,677,335	12,611,196	9,677,335
Cash and cash equivalents, including:	AZK	198,983,771	146,433,170	198,983,771	146,433,170
- deposits		153,027,043	31,616,873	153,027,043	31,616,873
Liabilities					
Right-of-use liabilities (long- and short-term)	ZZK	30,975,533	40,004,262	30,975,533	40,004,262
Other long-term liabilities		-	-	-	-
Credits and loans	ZZK	-	-	-	-
Trade liabilities	ZZK	17,199,609	16,236,637	17,199,609	16,236,637
Other liabilities, including:		152,436,424	102,208,014	152,436,424	102,208,014
- public law liabilities (other than financial instruments)		53,767,213	59,874,124	53,767,213	59,874,124
- liabilities to customers for deposits, bonuses and pending bets, including:	ZWF + ZZK	34,345,393	30,961,998	34,345,393	30,961,998

• liabilities due to pending bets	ZWF	3,132,966	1,908,250	3,132,966	1,908,250
- payroll liabilities		5,231,518	4,683,056	5,231,518	4,683,056
- other liabilities	ZZK	59,032,300	6,688,836	59,032,300	6,688,836

Financial instrument categories under IFRS 9 (key to symbols):

- AZK - financial assets measured at amortised cost,
- AWF - financial assets measured at fair value through financial result,
- ZZK - Financial liabilities measured at amortised cost,
- ZWF - financial liabilities measured at fair value through financial result.

20. Fair value measurement hierarchy

In the interim summary consolidated financial statements, at the end of each financial year, investment fund participation units and liabilities to customers due to deposits, bonuses and pending bets were measured at fair value at the end of each financial year. Disclosures about the fair value measurement hierarchy that reflect the significance of the input data used in the measurement of fair value are included in the tables below.

Specification	30.09.2022		
	Level 1	Level 2	Level 3
Assets - Investment fund participation units	1,956,433	2,081,263	-
Liabilities- Liabilities to customers for deposits, bonuses and pending bets	-	-	3,132,966
TOTAL	1,956,433	2,081,263	3,132,966

Specification	31.12.2021		
	Level 1	Level 2	Level 3
Assets - Investment fund participation units	2,127,982	2,031,640	-
Liabilities- Liabilities to customers for deposits, bonuses and pending bets			1,908,250
TOTAL	2,127,982	2,031,640	1,908,250

Level 1 of the fair value hierarchy comprises financial assets whose fair value is measured on the basis of prices quoted in active markets for identical assets. Level 2 of the fair value hierarchy are financial assets whose fair value is measured using valuation models where all significant inputs are observable on the market directly (as prices) or indirectly (based on prices). This category includes financial instruments for which there is no active market. Investment fund participation units are included in in this category. Input data are identified as the fund's net asset value per share (participation unit). The valuation method adopted and used by the Group is the valuation according to the official net asset value of the fund per participation unit as on the balance sheet date, as announced by the collective investment institution.

Valuation techniques and inputs used by the Group for fair value measurements classified under level 3 of the fair value hierarchy:

- in the case of amounts due to customers for deposits made and bonuses granted to customers, the estimated fair value is the nominal value of deposits made by customers and bonuses granted to customers;
- in the case of bets pending as on the balance sheet date, the estimated fair value is the value adjusted by the expected margin of the Group based on the data from the last three years and relevant information available as on the reporting date.

Liabilities for pending bets are valued at the end of each reporting period. The valuation effect is recognised in sales revenue (revenue from betting).

Changes in the value of pending bets and the amounts resulting from the valuation recognised in profit or loss in individual years are as follows:

Specification	30.09.2022	31.12.2021
Liabilities for pending bets at the beginning of the year after valuation	1,908,250	1,176,481
Settlement - resolution of bets	-1,908,250	-1,176,481
Liabilities for pending bets at year-end prior to valuation	4,084,492	2,510,855
Measurement difference - recognised in profit or loss (revenue from betting)	-951,526	-602,605
Liabilities for pending bets at year-end after valuation	3,132,966	1,908,250

21. Write-downs of the value of assets

Change in the balance of write-downs on the value of trade receivables due to expected credit losses:

Specification	30.09.2022	31.12.2021
Related entities		
Balance of write-downs on the value of trade receivables due to expected losses at the beginning of the period	-	-
Increases	-	-
Decreases	-	-
Balance of write-downs of the expected losses of trade receivables from related entities at the end of the period	-	-
Other entities		
Balance of write-downs on the value of trade receivables due to expected losses at the beginning of the period	958,806	912,073
Increases, including:	82,643	46,733
- write-downs of overdue and disputed receivables	82,643	46,733
Decreases, including:	-11,033	-
- release of write-downs	-11,033	-
Balance of write-downs on the value of trade receivables due to expected losses from other entities at the end of the period	1,030,416	958,806
Balance of write-downs on the value of trade receivables due to expected total losses at the end of the period	1,030,416	958,806

Change in the balance of write-downs on the value of other receivables:

Specification	30.09.2022	31.12.2021
Related entities	-	-
Other entities	-	-
Balance of write-downs on the value of other receivables at the beginning of the period	1,605,636	745,713
Creation/termination of write-downs	-4,664	859,923
Balance of write-downs on the value of other receivables at the end of the period	1,600,971	1,605,636

Update of court cases as on 30 Sep 2022:

By the decision of the District Prosecutor's Office in Ostrów Wielkopolski of 11 August 2021 (subsequently amended), file ref.: PO I Ds. 57.2021, the funds in one of STS S.A.'s bank accounts were blocked up to the amount of: PLN 6,008,115.09 in connection with the suspicion of committing a money laundering offence by one of the customers of STS S.A. staking amounts with STS S.A. The decision was implemented by blocking the funds accumulated on the account of STS S.A. at mBank S.A. (pursuant to Art. 86 sec. 10 in conjunction with sections 9 and 11 of the Act on counteracting money laundering and terrorist financing). The blockade was

established for a period of 6 months, i.e. until 11 February 2022. The complaint of STS S.A. against the above-mentioned blockade was dismissed on 8 November 2021 by the Regional Court in Kalisz. The blockade of the account was then changed by the order of the District Prosecutor's Office in Ostrów Wielkopolski of 3 November 2021, which established security on the property of the suspect threatened to forfeit it to the State Treasury, of the financial benefit resulting from the crime or return to the victim of the financial benefit that the perpetrator obtained from the committed crime, through the seizure of property in the form of funds from the crime and accumulated on the above-mentioned a bank account kept for STS S.A. STS S.A. is neither a direct nor an indirect perpetrator of the act being the subject of the proceedings under file reference number PO 1 Ds. 57.2021, and therefore, according to the Management Board, taking such strict actions by the Public Prosecutor's Office in relation to STS S.A. is disproportionate and pointless. At the moment, it is difficult to determine the chances of STS to release the above-mentioned secured amount, as STS S.A. is not a party to the criminal proceedings under which the blockade was established and then the property was secured. As on 20 July 2022, the District Court in Kalisz has not yet considered a complaint of STS S.A. against the Prosecutor's Office's decision concerning the security. Apart from the aforementioned appeal, until the customer's criminal case is legally resolved, STS S.A. is not entitled to any additional legal remedies allowing questioning of the Prosecutor's Office's decision concerning the security.

In January 2020, funds in the account of the company STS S.A. in the amount of PLN 9.2 million were blocked and secured in connection with different pending criminal proceedings as funds potentially derived from the illegal activity of a person who was in the past a client of the Group and was indicted for money laundering.

In May 2021, the company STS S.A. filed a civil claim against the State Treasury for the release of the blocked and secured amounts. On 29 August 2022, as reported in current report no. 19/2022, the Parent Entity was informed about the seizure of cash receivables from the bank account of the company STS S.A. for the amount of PLN 9.2 million. The seizure was carried out as a result of the final conclusion of the criminal proceedings against the former client of STS S.A. and the implementation of the decision on securing property and blocking bank accounts. This seizure, due to the legal protection measures taken by STS S.A., has not yet been enforced as at the date of publication of this report.

STS S.A. was not a party to criminal proceedings against the aforementioned former client and did not have appropriate procedural tools enabling the protection of the Company's interests in the course of the pending criminal proceedings. However, in May 2021, the company STS S.A. launched a civil action against the State Treasury claiming the amount of PLN 9.2 million, corresponding to the amount of funds covered by the current seizure. The relevant proceedings are pending and a ruling has yet to be issued. STS S.A. intends to use all legal means at its disposal to protect its property interests. In the opinion of the Management Board of STS Holding S.A., the situation does not have a significant impact on the financial situation of the STS Group.

In connection with the receipt of information on the attachment of a cash claim, STS S.A. recognised an asset write-down in the net amount of PLN 9.2 million.

22. Share capital

The share capital structure by share series as on 30 September 2022 is as follows:

Series/issue of shares	Type of share preference	Type of restriction of rights to shares	Number of shares	Unit value	Value of series / issue at nominal value	Form of capital contributions
A	None	None	100,000	1	100 000.00	Cash
B	None	None	156,149,998	1	156,149,998.00	In-kind contribution
C	None	None	140,000	1	140,000.00	Cash
D	None	None	144,960	1	144,960	Cash
Total	x	x	156,534,958	x	156,534,958.00	x

The share capital structure by share series as on 31 December 2021 is as follows:

Series/issue of shares	Type of share preference	Type of restriction of rights to shares	Number of shares	Unit value	Value of series / issue at nominal value	Form of capital contributions
A	None	None	100,000	1	100 000.00	Cash
B	None	None	156,149,998	1	156,149,998.00	In-kind contribution
C	None	None	140,000	1	140,000.00	Cash
Total	x	x	156,389,998	x	156,389,998.00	x

The company STS Holding SA was established on 10 March 2021 by Vistra Shelf Companies sp. z o.o., , under the business name of Vartomil Investments Spółka Akcyjna. The company was based in Warsaw, ul. Towarowa 28 and was entered into the Register of Entrepreneurs kept by the District Court for the Capital City of Warsaw in Warsaw, 13th Commercial Division of the National Court Register under KRS number: 0000898108.

On 10 June 2021, the company's shares were acquired by the following companies: Betplay Capital sp. z o.o. (former: Betplay International sp. z o.o.), Juroszek Investments sp. z o.o. and MJ Investments sp. z o.o.

On 10 September 2021, the Extraordinary General Meeting of the Parent Entity adopted Resolution No. 3 on increasing the Company's share capital by issuing series B shares for the existing shareholders of the Company. The share capital of the Company was increased by PLN 156,149,998.00 through the issue of 156,149,998 series B shares with a nominal value of PLN 1.00 per share and an issue price of PLN 19.1767091322446 per share. All shares were offered for subscription pursuant to Art. 431 para. 2 point 1 of the Commercial Companies Code, by way of a private subscription by the existing shareholders of STS Holding S.A. holding the company's shares as at the subscription rights date, in exchange for an in-kind contribution in the form of 112,150,000 series A and B registered shares of STS Spółka Akcyjna with its registered office in Katowice. The total value of the in-kind contribution was PLN 2,994,443,131.00.

The capital increase was registered by the Registry Court on 4 November 2021.

On 21 October 2021, the Extraordinary General Meeting of STS Holding S.A. adopted Resolution no. 5 on increasing the Company's share capital by way of issuing series C shares, depriving the existing shareholders of the company of all pre-emptive rights and registering the Company's shares in the depository of securities kept by the National Depository for Securities and applying for admission and introduction of series C shares to trading on the regulated market kept by the Warsaw Stock Exchange. The Company's share capital was increased by PLN 140,000.00 through the issue of 140,000 series C ordinary registered shares. The shares were acquired by Mr Zdzisław Kostrubała (member of the Company's Management Board) in the number of 70,000 shares, in exchange for a cash contribution of PLN 70,000.00, and Mr Marcin Walczysko (member of the Company's Management Board) in the number of 70,000 shares, in exchange for a cash contribution of PLN 70,000.00.

On 23 November 2021, the Polish Financial Supervision Authority approved the Offering Memorandum of STS Holding S.A. The process of offering and allocating series A and B shares to investors was completed on 8 December 2021. Series A, B and C shares have been listed on the Warsaw Stock Exchange since 10 December 2021 under the STH symbol (ISIN: PLSTSHL00012).

On 5 May 2022, the Management Board of STS Holding S.A. adopted Resolution no. 3 on increasing the Company's share capital by way of issuing series D shares, depriving the existing shareholders of the Company of all pre-emptive rights and registering the Company's shares in the depository of securities kept by the National Depository for Securities and applying for admission and introduction of series D shares to trading on the regulated market kept by the Warsaw Stock Exchange [Giełda Papierów Wartościowych w Warszawie S.A.], in connection with the implementation of the "STS Holding S.A. Incentive Program". The share capital was increased by issuing 144,960 series D ordinary bearer shares with a par value of PLN 1.00 per share and an issue price of PLN 1.00 per share. The shares of the new issue of series D were offered to key managers of the STS Group in accordance with the terms and conditions of the Regulation of "STS Holding S.A. Incentive Program". Payments for the shares were made prior to the adoption of Resolution No. 3. The share capital increase was registered by the Registry Court on 1 June 2022.

The share capital structure by shareholders holding more than 5% of votes at the General Meeting of Shareholders as on 23 November 2022 is as follows:

Shareholders	Number of shares	Nominal value of shares (PLN)	Participation in share capital (%)	Number of votes	Share in the total number of votes at the General Meeting of Shareholders (%)
Mateusz Juroszek and Zbigniew Juroszek, including:	109,619,476	PLN 109,619,476.00	70.03%	109,619,476	70.03%
• <i>Juroszek Holding sp. z o.o.</i>	52,713,314	PLN 52,713,314.00	33.68%	52,713,314	33.68%
• <i>MJ Investments sp. z o.o.</i>	39,859,376	PLN 39,859,376.00	25.46%	39,859,376	25.46%
• <i>Betplay Capital sp. z o.o.</i>	17,046,786	PLN 17,046,786.00	10.89%	17,046,786	10.89%
Nationale Nederlanden Powszechno Towarzystwo Emerytalne S.A.	9,375,000	PLN 9,375,000.00	5.98%	9,375,000	5.98%
Others	37,540,482	PLN 37,540,482.00	23.99%	37,540,482	23.99%
Total:	156,534,958	PLN 156,534,958.00	100.00 %	156,534,958	100.00 %

On 14 November 2022, the Parent Entity received a notification from Norges Bank about the reduction of its share below the threshold of 5% of the total number of votes at the General Meeting of Shareholders.

The share capital structure by shareholders holding more than 5% of votes at the General Meeting of Shareholders as on 30 September 2022 is as follows:

Shareholders	Number of shares	Nominal value of shares (PLN)	Participation in share capital (%)	Number of votes	Share in the total number of votes at the General Meeting of Shareholders (%)
Mateusz Juroszek and Zbigniew Juroszek, including:	109,619,476	PLN 109,619,476.00	70.03%	109,619,476	70.03%
• <i>Juroszek Holding sp. z o.o.</i>	52,713,314	PLN 52,713,314.00	33.68%	52,713,314	33.68%
• <i>MJ Investments sp. z o.o.</i>	39,859,376	PLN 39,859,376.00	25.46%	39,859,376	25.46%
• <i>Betplay Capital sp. z o.o.</i>	17,046,786	PLN 17,046,786.00	10.89%	17,046,786	10.89%
Norges Bank	10,145,400	PLN 10,145,400.00	6.48%	10,145,400	6.48%
Nationale Nederlanden Powszechno Towarzystwo Emerytalne S.A.	9,375,000	PLN 9,375,000.00	5.98%	9,375,000	5.98%
Others	27,395,082	PLN 27,395,082.00	17.51%	27,395,082	17.51%
Total:	156,534,958	PLN 156,534,958.00	100.00 %	156,534,958	100.00 %

On 13 July 2022, MJ Investments sp. z o.o. acquired 74,474 shares in STS Holding S.A.

The share capital structure by shareholders holding more than 5% of votes at the General Meeting of Shareholders as on 31 December 2021 is as follows:

Shareholders	Number of shares	Nominal value of shares (PLN)	Participation in share capital (%)	Number of votes	Share in the total number of votes at the General Meeting of Shareholders (%)
Mateusz Juroszek and Zbigniew Juroszek, including:	109,375,000	PLN 109,375,000.00	69.94%	109,375,000	69.94%
• <i>Juroszek Holding sp. z o.o.</i>	52,628,313	PLN 52,628,313.00	33.65%	52,628,313	33.65%
• <i>MJ Investments sp. z o.o.</i>	39,699,901	PLN 39,699,901.00	25.39%	39,699,901	25.39%
• <i>Betplay Capital sp. z o.o.</i>	17,046,786	PLN 17,046,786.00	10.90%	17,046,786	10.90%
Norges Bank	10,145,400	PLN 10,145,400.00	6.49%	10,145,400	6.49%
Nationale Nederlanden Powszechno Towarzystwo Emerytalne S.A.	9,375,000	PLN 9,375,000.00	5.99%	9,375,000	5.99%
Others	27,494,598	PLN 27,494,598.00	17.58%	27,494,598	17.58%
Total:	156,389,998	PLN 156,389,998.00	100.00 %	156,389,998	100.00 %

23. Dividends

On 25 May 2022, the Ordinary General Meeting of STS S.A. adopted Resolution No. 3 on the distribution of the net profit of STS S.A. for 2021 in the amount of PLN 153,325,065.11 less the advance payment for dividends in the amount of PLN 67,454,043.94 paid to the Shareholder of STS Holding S.A. The remaining amount of PLN 85,871,021.17 will be paid to the Shareholder as a dividend on 27 June 2022.

In accordance with the resolution of 22 June 2022, adopted by the Ordinary General Meeting of Shareholders of STS Holding S.A. regarding the payment of dividends and distribution of the Company's profit, the General Meeting of Shareholders decided to allocate the Company's net profit for 2021 in the amount of PLN 57,917,934.46 for the payment of dividends for shareholders of the Company. Number of shares covered by the dividend: 156,534,958. Dividend value per share: PLN 0,37 The dividend record date has been set at 16 August 2022, and the payment date at 26 August 2022.

On 20 September 2022, acting under Art. 349 sec. 1 of the Commercial Companies Code and Art. 26 sec. 4 of the Company's Articles of Association, adopted a resolution on granting consent to the payment of an advance on the expected dividend for 2022. Therefore, on 20 September 2022, the Management Board decided to pay the advance for the expected dividend for 2022 and determined that the advance payment for the dividend will amount to PLN 42,264,438.66, i.e. not more than half of the Company's profit earned from the end of the previous financial year, recognised in the financial statements as on 30 June 2022 and audited by a statutory auditor. The advance payment covered 156,534,958 shares of the Company. The advance payment per 1 share amounted to PLN 0.27. The date of establishing the list of shareholders entitled to the advance payment: 24 October 2022. The advance payment date is 31 October 2022.

24. Guarantees and sureties granted as well as contingent liabilities

On 14 June 2022, STS SA signed an overdraft agreement for the amount not exceeding PLN 20 million. The final payment of the balance must be made by 30 May 2023. The repayment of the Bank's receivables is secured by a blank promissory note issued by the borrower with a promissory note declaration of 14 June 2022.

On 2 September 2021, a multi-purpose overdraft limit agreement was concluded between: Powszechna Kasa Oszczędności Bank Polski Spółka Akcyjna, and STS S.A. and Betplay Capital sp. z o.o. (former Betplay International sp. z o.o.) (Borrowers). On 31 May 2022, an annex to the agreement was signed, under which the agreement was amended in terms of reduction of the credit limit to PLN 20 million, extension of the period for which the limit was granted until 31 May 2023 and release of Betplay Capital Sp. z o. o.

from any obligations incurred under the Agreement. The loan repayment is secured by a blank promissory note issued by the Company STS S.A., along with a promissory note declaration, and a civil law surety of: Zbigniew Juroszek to the amount of PLN 30 million and Mateusz Juroszek to the amount of PLN 30 million.

On 14 June 2022, STS S.A. signed an overdraft agreement with mBank S.A. for the amount not exceeding PLN 20 million. The final payment of the balance must be made by 30 May 2023. The repayment of the Bank's receivables is secured by a blank promissory note issued by the borrower with a promissory note declaration of 14 June 2022.

As on the balance sheet date of 30 September 2022, and as on the date of these interim summary consolidated financial statements, STS S.A. has not used the credit lines granted.

STS S.A. is a party to an aircraft lease agreement, with the parent company - Betplay Capital Sp. z o. o. (former Betplay International sp. z o. o. - BI) with its seat in Katowice as the lessee and mLeasing Sp. z o.o. as the lessor. It is a tripartite agreement where STS S.A. acts as a guarantor of blank promissory notes issued by BI to secure the agreement and STS S.A. will be jointly and severally liable if BI ceases to make lease payments under the contract with conditional assumption of rights and responsibilities. The total value of the leased assets is PLN 37 million, the monthly lease payment is PLN 520 thousand, lease period: 5 years.

On 25 January 2022, the Issuer's subsidiary, i.e. STS S.A., received the decision of GIIF on the imposition of an administrative penalty on STS S.A. in connection with the violation of certain provisions of the Act of 1 March 2018 on counteracting money laundering and financing terrorism ("AML Act"). According to the information obtained, GIIF, by decision of 14 January 2022, imposed an administrative penalty on STS S.A. in the amount of PLN 2,950,000.00.

In the opinion of the Issuer, the imposition of an administrative penalty by GIIF and the initiation of the proceedings in question was unjustified. In particular, the explanations presented by STS S.A., submitted both as part of the control and administrative proceedings, were not taken into consideration by GIIF.

In the opinion of the Issuer's Management Board, STS S.A. complied with all procedures required by law, including the verification of players, reporting and compliance with other obligations under the AML Act. Therefore, STS S.A. appealed against the decision of GIIF and is going to use all the means of appeal it is entitled to, including an appeal to the administrative court.

In the Issuer's opinion, the administrative penalty imposed by GIIF will not have a significant impact on the financial situation of the Issuer's Group. At the present stage, the decision of GIIF is not final, and the penalty will be payable only from the date on which the decision to impose it becomes final.

Fines are typical administrative sanctions for non-compliance with regulatory obligations. However, one of the sanctions provided by the Polish Gambling Law for failure to comply with the obligations relating to the prevention of money laundering or terrorism financing is the withdrawal of the relevant licenses to conduct sports betting. Any sanctions imposed and/or regulatory measures applied may require the Group to expend significant capital or other resources, modify internal standards, procedures, systems or the Group's product offering, and may require the Group to modify or cease its operations, all of which could adversely affect the Group's business, performance, prospects, value, financial condition, and results of operations. In the Group's opinion, the probability of the materialization of this risk is medium.

25. Provisions

Specification	Provisions for retirement and pension gratuities	Provisions for unused holiday leaves
Balance as on 1 Jan 2021	434,501	1,844,310
Establishment/update of a provision	524,878	2,292,807
Provision release	-434,501	-1,844,310
Balance as on 31 Dec 2021, including:	524,878	2,292,807
- long-term	524,878	-
- short-term	-	2,292,807
Balance as on 1 Jan 2022	524,878	2,292,807
Establishment/update of a provision	402,929	1,986,073
Costs of benefits paid (use of the reserve)	-	-

Provision release	-524,878	-2,292,808
Balance as on 30 Sep 2022, including:	402,929	1,986,073
- long-term	402,929	-
- short-term	-	1,986,073

Information on other provisions is presented in the tables below.

Specification	30.09.2022	31.12.2021
Other, including the provision for the audit of the financial statements	192,557	185,177
- short-term	192,557	185,177

Change in the balance of provisions:

Specification	Other provisions - short-term
Balance as on 1 Jan 2021	55,474
Created during the financial year	348,758
Used	-43,050
Released	-176,005
Balance as on 31 Dec 2021	185,177
Created during the financial year	137,453
Used	-130,073
Balance as on 30 Sep 2022	192,557

In the period from 1 January 2022 to 30 September 2022, there were no provisions for restructuring costs.

26. Transactions with related entities

The Parent Entity identified related parties in accordance with the principles of IAS 24.

The following entities were considered related entities:

- **subsidiary entities:**
 - STS S.A.
 - STS Gaming Group Limited
 - STS BET Limited
 - Betsys s.r.o.
 - Betsys Poland spółka z ograniczoną odpowiedzialnością;
- **members of the Supervisory Board:**
 - Zbigniew Eugeniusz Juroszek
 - Maciej Fijak
 - Elżbieta Spyra
 - Milena Olszewska – Miszuris
 - Krzysztof Krawczyk
- **key personnel members:**
 - Mateusz Zbigniew Juroszek - President of the Management Board,
 - Marcin Sylwester Walczysko – Vice-President of the Management Board,
 - Zdzisław Jan Kostrubała – Member of the Management Board;

- **other entities related to the persons mentioned in the points above:**

- Stowarzyszenie Pracodawców i Pracowników firm Bukmacherskich,
- Sport Twoją Szansą,
- Betplay Capital spółka z ograniczoną odpowiedzialnością,
- MJ Investments spółka z ograniczoną odpowiedzialnością,
- ZJ-Invest spółka z ograniczoną odpowiedzialnością,
- ATAL Construction spółka z ograniczoną odpowiedzialnością,
- ATAL Spółka Akcyjna,
- Metan Energy P. Basista Spółka Jawna,
- ATAL ART Invest spółka z ograniczoną odpowiedzialnością (former: ATAL Services spółka z ograniczoną odpowiedzialnością),
- Juroszek Holding spółka z ograniczoną odpowiedzialnością (former: Juroszek Investments spółka z ograniczoną odpowiedzialnością),
- ATAL - Nowe Polesie 2 spółka z ograniczoną odpowiedzialnością w likwidacji,
- ZJ-Invest spółka z ograniczoną odpowiedzialnością spółka komandytowa,
- JP Construct spółka z ograniczoną odpowiedzialnością spółka komandytowa,
- Temisto 9 spółka z ograniczoną odpowiedzialnością,
- Juroszek Catch Me spółka jawna,
- JP Construct spółka z ograniczoną odpowiedzialnością w likwidacji,
- Juroszek Apartments spółka jawna,
- WM Advisory spółka z ograniczoną odpowiedzialnością,
- ATAL Development GmbH,
- Yestersen spółka z ograniczoną odpowiedzialnością,
- 11bit studios S.A.

All transactions with related entities were carried out on an market terms.

The overdue liabilities at the end of the period are interest-free and settled in cash or in a cashless manner, except for liabilities due to loans to which interest is accrued in accordance with the concluded contracts. Liabilities to related entities have not been covered by any granted or received guarantees. They are also not secured in any other forms. At the end of the financial period, i.e. 30 September 2022, the Group had no doubtful receivables from related parties. Transactions between the Parent Entity and its subsidiaries falling within the scope of these consolidated financial statements have been eliminated in the course of consolidation and are not shown in this note. Data on transactions with other related entities and information on unsettled balances are presented in the table.

Related party	Sales to related entities		Purchases from related entities	
	30.09.2022	30.09.2021	30.09.2022	30.09.2021
Betplay Capital spółka z ograniczoną odpowiedzialnością	62,136	1,544	-	-
MJ Investments spółka z ograniczoną odpowiedzialnością	10,700	900	-	12,300
ZJ-Invest spółka z ograniczoną odpowiedzialnością,	3,070	3,252	878,055	547,115
ATAL Spółka Akcyjna	-	61	16,796	548,716
Juroszek Catch Me spółka jawna	270	-	-	-
Juroszek Apartments spółka jawna	2,043	2,043	-	-
Yestersen spółka z ograniczoną odpowiedzialnością	-	-	-	45,838

Related party	Receivables from related entities		including overdue receivables		Liabilities to related entities		including overdue receivables	
	30.09.2022	30.09.2021	30.09.2022	30.09.2021	30.09.2022	30.09.2021	30.09.2022	30.09.2021
Betplay Capital spółka z ograniczoną odpowiedzialnością	387	-	193	-	-	-	-	-
ATAL Spółka Akcyjna	1,228	-	-	-	-	-	-	-
Yestersen spółka z ograniczoną odpowiedzialnością	-	8,107	-	8,107	-	-	-	-
MJ Investments spółka z ograniczoną odpowiedzialnością	-	-	-	-	123	-	123	-

There were no transactions with the participation of key management personnel, except for the transaction of taking up shares in the increased share capital of the Parent Entity. The transaction is described in detail in Note 22 "Share capital".

As of the balance sheet date, a dividend prepayment liability of PLN 42,264,438.66 arose for shareholders: Juroszek Holding limited liability company, MJ Investments limited liability company and Betplay Capital limited liability company.

27. Salaries of senior management and the Supervisory Board

Data regarding salaries of Members of the Management Board and Supervisory Board who have been identified as key management personnel in accordance with IAS 24 is presented below.

There were no long-term or post-employment benefits, and no benefits due to termination of employment.

In the period from 1 January 2022 to 30 September 2022, there were share-based payments to two members of the Parent Entity's Management Board.

Benefits paid to the Members of the Management Board

Specification	01.01.2022 – 30.09.2022	01.01.2021 – 30.09.2021
Remuneration of the Members of the Management Board	835,160	457,990
Incentive program	2,310,477	-

Benefits paid to the Members of the Supervisory Board

Specification	01.01.2022 – 30.09.2022	01.01.2021 – 30.09.2021
Remuneration of the Members of the Supervisory Board	265,200	20,505

28. Share-based payments

The STS Holding incentive program was adopted on the basis of two resolutions:

- Resolution No. 5 of the Extraordinary General Meeting of STS Holding SA (hereinafter: the "Company") of 21 October 2021 on the increase of the Company's share capital by issuing series C shares, depriving the existing shareholders of the Company of all pre-emptive rights. Pursuant to this resolution, the share capital of the Company was increased by the amount of PLN 140,000.00 through the issue of 140,000 ordinary registered series C shares with a nominal value of PLN 1.00 each, and with an issue price of PLN 1.00 per share. These shares were offered for private subscription by Mr Zdzisław Kostrubała (member of the Management Board) in the number of 70,000 series C shares in exchange for a cash contribution of PLN 70,000.00, and Mr Marcin Walczysko (member of the Management Board) in the number of 70,000 shares series C in exchange for a cash contribution of PLN 70,000.00. The capital increase was registered by the Registry Court on 29 November 2021. The Extraordinary General Meeting, having read the written opinion of the Management Board of the Company justifying the reasons for depriving the Company's shareholders of the pre-emptive rights and the proposed issue price for series C shares, decided in the interest of the Company to deprive the Company's shareholders of the entire pre-emptive rights regarding all series C shares;

The rights to purchase 1 share of the Company at the price of PLN 1 were acquired on 21 October 2021. The purchased shares are subject to transferability restriction for a period of 12 months from the allotment date (Lock-up period). The allowance does not include the so-called vesting conditions that relate to the vesting period. The number of granted allowances is 140,000; in this case, there was a new issue of the underlying assets. The allowances valued in this part of the report are shares that are purchased immediately on the grant date and therefore have been valued based on their market price.

- Resolution No. 4 of the Extraordinary General Meeting of STS Holding SA of 29 October 2021 on the introduction of an incentive program for key employees and associates of the STS Holding S.A. Group. The incentive program was established to introduce mechanisms in the Company that increase the value of the Company and its group of companies, and to further enable participation of key employees and associates in the expected increase in the value of the Group and to ensure their permanent bond with the Group. The incentive program will be implemented based on the Company's financial results achieved in individual financial years, starting from the financial year ending on 31 December 2021, to the financial year ending on 31 December 2023. In order to enable the implementation of the Incentive Program, it was decided to authorise the Management Board to use the authorization to increase the share capital as part of the authorised capital established in accordance with the conditions set out in the Articles of Association amended by Resolution No. 6 of the Extraordinary General Meeting of STS Holding SA of 21 October 2021 for the purpose of issuing shares in accordance with the provisions of the Regulations. As part the Incentive Program, the Management Board will be authorised to issue no more than 714,000 series D bearer shares of the Company.

General assumptions of the Incentive Program:

The purpose of the Incentive Program is to link the interests of the Program participants with the achievement of long-term business goals and the implementation of the Group's strategy, as well as to maintain an employment relationship with the Participants who have a key influence on the shaping and implementation of the Group's strategy. With regard to the Program participants being the Members of the Management Board, the Incentive Program implements the goals of the Company's remuneration policy by constantly linking the interests of the Management Board members with the long-term goals and strategy of the Group to enable participation of the Management Board members in the growth of the Company's value. The Incentive Program will be implemented in the years 2022-2024 and it covers the implementation of goals for the financial years ended 31 December 2021, 2022 and 2023. The Management Board has defined the list of participants who received or will receive a letter regarding participation in the Program and the maximum number of Bonus Shares that a given Participant may receive under the Incentive Program.

Each Participant must sign a Letter of participation in the Program.

The Management Board of the Company defined the EBITDA Target for the given performance period. The fulfilment of the EBITDA Target will be verified within two weeks from the publication of the Company's Annual Report for a given Performance Period. Within two weeks of the publication of the Company's Annual Report for a given Performance Period, each participant will receive a Notification from the Management Board confirming the level of fulfilment of the targets for the given performance period and the total number of bonus shares to which a given participant is conditionally entitled. Each participant will pay the issue price for one premium share equal to the nominal value of the Company's shares. The Management Board will adopt a resolution on the increase of the Company's share capital and the allocation of the Bonus Shares immediately after receiving the confirmation of payment of the Issue Price from each of the Participants. The period of restriction of the transferability of the Bonus Shares shall be 12 months from a given Allotment Date ("Lock-Up Period").

The valued allowances are shares that are purchased immediately on the grant date and therefore have been valued based on their market price. The invitation to the program was sent on 21 December 2021. Letters about joining the program were signed by program participants in the period from 21 December to 30 December 2021. The grant date was the same for the three annual tranches.

The numerical method of approximating the solutions of differential equations, known as the finite difference method, was used to estimate the value of the allowances. The adopted valuation method is commonly used in the valuation of derivative instruments and it is in line with IFRS 2. It is a development of the Black-Scholes-Merton model.

On 5 May 2022, the Management Board of the Parent Entity adopted Resolution no. 3 on increasing the Company's share capital by way of issuing series D shares, depriving the existing shareholders of the Company of all pre-emptive rights and registering the Company's shares in the depository of securities kept by the National Depository for Securities and applying for admission and introduction of series D shares to trading on the regulated market kept by the Warsaw Stock Exchange [Giełda Papierów

Wartościowych w Warszawie S.A.]. In connection with the launch of the "STS Holding S.A. Incentive Program" by the Company, the share capital of the Company was increased within the limits of the authorised capital by the amount of PLN 144,960.00, i.e. from PLN 156,389,998.00 to PLN 156,534,958.00.

The issue price of one share is PLN 1.00. The Management Board of STS Holding S.A. decided in the interest of the Company to deprive the Company's shareholders of the entire pre-emptive rights regarding all series D shares. In accordance with the requirements resulting from the Company's Articles of Association, the Supervisory Board adopted a resolution on granting consent to the exclusion of pre-emptive rights in full by the Management Board. All newly created series D shares are ordinary bearer shares and participate in the dividend starting from 1 January 2021.

The expenses recognised as employee benefits related to the granted rights to acquire the Company's shares are presented in the table below:

	01.01-30.09.2022	10.03-31.12.2021
Total cost of a share-based payment settled in equity instruments - applies to the program for Members of the Management Board of STS Holding S.A.	6,582,653	3,917,102
Total cost of a share-based payment settled in cash	-	-
Total - the cost of a share-based payment	6,582,653	3,917,102

29. Discontinued operations

There were no discontinued operations in the Group in the periods covered by these interim summary consolidated financial statements.

30. Significant events and transactions that may affect the results achieved in subsequent periods

Sports events in 2022

In Q3 and Q4 2022, the company expects a positive effect primarily on operating results, resulting from the World Cup in Qatar and the participation of the Polish national team in it. The company hopes that the event will positively translate into the acquisition of new users, among other things, as was the case with major sports events in 2020, 2018 and 2016. In addition, the acquisition of new users and an attractive level of player retention in the STS Group should also positively translate into operational data recorded in the subsequent quarters of 2023.

The impact of the declaration of the Coronavirus (COVID-19) pandemic on the Group's current and future operations

Since March 2020, the global markets have been exposed to severe disruption due to the COVID-19 pandemic. As a result of the pandemic, individual countries, including Poland, have taken extensive measures to limit the spread of the virus and its effects, such as introducing social, travel, and economic restrictions. In 2021, restrictive measures introduced by the governments were gradually relaxed mainly due to the growing percentage of the vaccinated population.

Currently, a decrease is observed in the impact of COVID-19 on the current functioning of the society and the entire economy, which is reflected in the abolition of the epidemic state in Poland, in force from Q1 2022, as of 16 May 2022.

This is due to a reduction in the number of recorded infections, hospitalizations, and deaths due to coronavirus infection. Instead, a state of epidemiological emergency was introduced, and most of the restrictions and limitations were lifted earlier.

The Management Board of the Group perceives the current situation related to the outbreak of the coronavirus as a phenomenon that should not have a significant impact on the primary market in the long term and, as on the date of approval of these interim summary consolidated financial statements for publication, the Management Board believes that there are no circumstances that would indicate a threat to the continued operations of the companies included in the Group in the foreseeable future.

The Management Board of the Parent Entity did not find any material uncertainty related to the going concern of the Group resulting from the COVID-19 pandemic. In making the assessment, the Management Board analysed possible negative scenarios that may affect future cash flows, availability of financing, planned revenues and financial results.

The impact of the war in Ukraine on the Group's operations

The Group's operations are and may be affected in the future by the armed conflict that commenced on a large scale between Russia and Ukraine. The war may have serious consequences for the Polish economy.

Currently, it is difficult to precisely estimate the impact of the war in Ukraine on the Group's operations, however, as at the date of approval of these interim summary consolidated financial statements, the Management Board has not identified any circumstances that would pose a threat to the Group continuing as going concern. Due to the complexity of the situation and the possibility of many scenarios being realised, the development of the situation will be monitored on an ongoing basis.

31. A concise description of the issuer's significant achievements or failures

Q1-Q3 2022 (STS Holding S.A. Group)

- The total amounts staked reached PLN 3.300 billion (to compare, in Q1-Q3 2021, it amounted to PLN 3.274 billion),
- Customer winnings - in Q1-Q3 2022, the Group paid out winnings in the amount of PLN 2.467 billion (compared to PLN 2.468 billion in Q1-Q3 2021),
- The Group recorded NGR at the level of PLN 463 million. Comparatively, in the period of Q1-Q3 2021, it was PLN 429 million.
- In Q3 2022, the STS Group recorded a GGR of PLN 832 million, compared to PLN 806 million in the period of Q1-Q3 2021.

Q3 2022 (STS Holding SA Group)

- The total amounts staked in Q3 2022 reached PLN 1.110 billion, compared to PLN 1.052 billion in Q3 2021.
- Customer winnings - In Q3 2022, the STS Group paid out winnings in the amount of PLN 826 million (compared to PLN 796 million in Q3 2021),
- In Q3 2022, the STS Group recorded a NGR of PLN 167 million, compared to PLN 134 million in Q3 2021.
- In Q3 2022, the STS Group recorded a GGR of PLN 284 million, compared to PLN 257 million in Q3 2021.

32. The list of the status of the issuer's shares held by the issuer's managing and supervising persons

The ownership status of the shares of STS Holding S.A. held by members of the Management Board and Supervisory Board as on 23 November 2022 was as follows:

- Zdzisław Kostrubała (Member of the Management Board) held 95,920 shares,
- Marcin Walczysko (Member of the Management Board) held 95,920 shares,
- Mateusz Juroszek (President of the Management Board) held 39,859,376 shares through a wholly-controlled company MJ Investments sp. z o.o.,

- Zbigniew Juroszek (Vice-Chairman of the Supervisory Board) held 52,713,314 shares through a wholly-controlled company Juroszek Holding sp. z o.o.
- In addition, Mateusz Juroszek and Zbigniew Juroszek jointly, through Betplay Capital sp. z o.o, in which they hold shares, owned 17,046,786 shares.

The ownership status of the shares of STS Holding S.A. held by members of the Management Board and Supervisory Board as on 30 September 2022 was as follows:

- Zdzisław Kostrubała (Member of the Management Board) held 95,920 shares,
- Marcin Walczysko (Member of the Management Board) held 95,920 shares,
- Mateusz Juroszek (President of the Management Board) held 39,859,376 shares through a wholly-controlled company MJ Investments sp. z o.o.,
- Zbigniew Juroszek (Vice-Chairman of the Supervisory Board) held 52,713,314 shares through a wholly-controlled company Juroszek Holding sp. z o.o.
- In addition, Mateusz Juroszek and Zbigniew Juroszek jointly, through Betplay Capital sp. z o.o, in which they hold shares, owned 17,046,786 shares.

33. Events after the balance sheet date

On **16 November 2022**, STS S.A. concluded a package of agreements extending cooperation with the Polish Football Association ("PZPN"). Pursuant to those agreements, STS S.A. obtained the right to use the results of football matches, e.g. Ekstraklasa, I liga and 2 liga and the Polish Cup, as well as other marketing services. In return, STS S.A. is obliged to pay to PZPN the amount based on the coefficient agreed by both parties. The fee will be settled each time after the end of the quarterly reporting period.

The new terms of cooperation come into force on 1 January 2023 and they will comprehensively regulate the rules of cooperation between STS S.A. and PZPN.

On **14 November 2022**, STS Holding S.A. received a notification from Norges Bank under Art. 69 sec. 1 item 1 of the Act of 29 July 2005 on Public Offering, Conditions Governing the Introduction of Financial Instruments to Organised Trading, and on Public Companies ("**Act on Public Offering**") on reducing the share held below the threshold of 5% of the total number of votes at the Issuer's General Meeting.

On **31 October 2022**, an advance payment was made towards the expected dividend for 2022 in the amount of PLN 42,264,438.66.

There were no other events that should be included in these summary consolidated financial statements.

VIII. Interim summary financial statement of the parent entity STS Holding S.A.

1. Interim summary statement of financial position

ASSETS	30.09.2022	31.12.2021
Non-current assets	3,001,618,989	2,995,028,437
Tangible fixed assets	-	-
Intangible Assets	259,170	249,180
Goodwill	-	-
Right-of-use assets	14,932	17,017
Deferred tax assets	-	7
Non-current prepayments and non-current accrued income	-	-
Other financial assets	3,001,344,887	2,994,762,233
Current Assets	90,954,736	64,117,844
Inventory	-	-
Trade and other receivables	-	-
Other financial assets	-	-
Short-term prepayments and accruals	55,733	101
Cash and cash equivalents	90,899,003	64,117,743
TOTAL ASSETS	3,092,573,725	3,059,146,281
LIABILITIES	30.09.2022	31.12.2021
Equity	3,049,882,433	3,056,696,333
Share capital	156,534,958	156,389,998
Unregistered increase of share capital	-	-
Other capitals	2,838,471,299	2,838,293,133
Other capitals	10,499,756	3,917,102
Retained earnings carried forward from the previous years	-	-
The amounts allocated for dividend payment	-42,264,439	-
Net profit (loss)	86,640,859	58,096,100
Long-term liabilities	148,892	14,400
Right-of-use liabilities	12,382	14,400
Deferred income tax provisions	136,510	-
Provisions for pensions and similar benefits	-	-
Short-term liabilities	42,542,400	2,435,548
Liabilities due to credits and loans	-	-
Right-of-use liabilities	2,687	2,656
Trade liabilities	122,580	2,237,385
Current income tax liabilities	45,571	12
Other liabilities	42,285,107	89,149
Provisions for pensions and similar benefits	663	566
Other provisions	85,792	105,780
TOTAL LIABILITIES AND EQUITY	3,092,573,725	3,059,146,281

2. Interim summary statement of comprehensive income

Specification	01.01.2022 – 30.09.2022	10.03.2021 – 30.09.2021
Revenue from holding activities	85,871,021	-
Dividend revenue	85,871,021	-
Other operating revenue	-	-
Amortization and depreciation	30,351	-
Consumption of materials and energy	23,147	-
External services	689,973	135,383
Taxes and charges	103,871	-
Employee benefits	342,610	-
Other costs by type	-	-
Other operating expenses	-	-
Profit (loss) on operating activities	84,681,069	-135,850
Financial revenue	2,142,264	62
Financial expenses	227	-
Profit (loss) before tax	86,823,106	-135,321
Income tax	182,247	-
Net profit (loss) from continuing operations	86,640,859	-135,321
Other total income	-	-
Comprehensive income	86,640,859	-135,321

Profit (loss) per share (in PLN)

Basic for the financial period		
- From continuing operations	0.55	0.00
- From discontinued operations	0.55	0.00
Diluted for the financial period		
- From continuing operations	0.55	0.00
- From discontinued operations	0.55	0.00
Weighted average number of ordinary shares	156,468,584	100,000
Weighted average diluted number of ordinary shares	156,545,002	100,000

3. Interim summary statement of changes in equity

Specification	Share capital	Supplemen- tary capital	Other capitals including the incentive pro- gram	Retained earn- ings carried forward from the previous years	Write-down on profit	Financial re- sult for the current peri- od	Equity
Equity as on 1 Jan 2022	156,389,998	2,838,293,133	3,917,102	58,096,100	-	-	3,056,696,333
Changes in accounting principles (policy)	-	-	-	-	-	-	-
Error correction	-	-	-	-	-	-	-
Equity after adjustments	156,389,998	2,838,293,133	3,917,102	58,096,100	-	-	3,056,696,333
Increase in share capital	144,960						144,960
Incentive program			6,582,654				6,582,654
Payment of dividends				-57,917,934			-57,917,934
The amount allocated for dividend payment					-42,264,439		-42,264,439
Distribution of the net profit		178,166		-178,166			
Write-down on profit							
Other							
Net profit/loss for the accounting year						86,640,859	86,640,859
Equity as on 30 Sep 2022	156,534,958	2,838,471,299	10,499,756	-	-42,264,439	86,640,859	3,049,882,433

Specification	Share capi- tal	Supplemen- tary capital	Other capitals including the incentive pro- gram	Retained earnings car- ried forward from the pre- vious years	Write-down on profit	Financial result for the current period	Equity
Equity as on Mar 10, 2021	-	-	-	-	-	-	-
Changes in accounting principles (policy)	-	-	-	-	-	-	-
Error correction	-	-	-	-	-	-	-
Equity after adjustments	-	-	-	-	-	-	-
Increase in share capital	-	2,994,443,131	100,000				2,994,543,131
Incentive program							
Payment of dividends							
Distribution of the net profit							
Write-down on profit							
Other							
Net profit/loss for the accounting year						-135,321	-135,321
Equity as on 30 Sep 2022	-	2,994,443,131	100,000	-	-	-135,321	2,994,407,810

4. Interim summary statement of cash flows

Specification	01.01.2022 – 30.09.2022	10.03.2021 – 30.09.2021
Profit (loss) before tax	86,823,106	-135,321
Total adjustments:	-147,441,216	174,773
Amortization and depreciation	30,351	-
Exchange gains/(losses)	-	-
Interest and profit sharing (dividend)	-87,294,812	-62
Profit/(loss) on investment activity	-	-
Change in provisions	-19,891	125,950
Change in the balance of inventories	-	-
Change in the balance trade and other receivables	-	-2,033
Change in short-term liabilities, excluding credits and loans	-60,101,232	50,973
Change in payments and accruals	-55,632	-55
Other adjustments	-	-
Total: Cash from operating activities	-60,618,110	39,452
Income tax paid	-159	-
Net cash flow from operating activities	-60,618,269	39,452
INVESTMENT ACTIVITIES		
Inflows	87,294,812	95,062
Dividends received	85,871,021	-
Interests	1,423,791	62
Repayment of loans granted	-	95,000
Spending	-38,256	-145,833
Purchase of intangible assets and tangible fixed assets	-38,256	-50,833
Expenses of financial assets - loans granted	-	-95,000
Other investment expenses	-	-
Net cash flows from investment activity	87,256,556	-50,771
FINANCIAL ACTIVITIES		
Inflows	144,960	100,000
Net inflow from insurance of shares and other equality instruments and contributions to capital	144,960	100,000
Spending	-1,987	-
Repayment of credits and loans	-	-
Payment of liabilities arising from financial leases	-1,760	-
Interest paid	-227	-
Other revenue/financial expenditure	-	-
Net cash flows from financial activities	142,973	100,000
Total net cash flows	26,781,260	88,681
Change in cash and cash equivalents before the effects of exchange rate differences		
Balance sheet change in cash:	26,781,260	88,681
Cash opening balance	64,117,743	-
Cash at the end of the period (F + D), including: - of limited disposability	90,899,003	88,681

5. Selected financial data converted into EUR

Selected financial data converted into EUR	PLN		EUR	
	01.01.2022- 30.09.2022	10.03.2021- 30.09.2021	01.01.2022- 30.09.2022	10.03.2021- 30.09.2021
Dividend revenue	85,871,021	-	18,317,197	-
Cost of the activity	1,189,952	135,383	253,829	29,676
Profit/(loss) on operating activities	84,681,069	-135,383	18,063,368	-29,676
Profit/(loss) before tax	86,823,106	-135,321	18,520,287	-29,663
Net cash flow from operating activities	-60,618,269	39,452	-12,930,518	8,648
Net cash flows from investment activity	87,256,556	-50,771	18,612,747	-11,129
Net cash flows from financial activities	142,973	100,000	30,498	21,920
Total net cash flows	26,781,260	88,681	5,712,726	19,439
Number of shares in thousands	156,535	100	156,535	100
Profit/(loss) per share (in PLN/EUR)	0.55	-	0.12	-
Diluted profit/(loss) per share (in PLN/EUR)	0.55	-	0.12	-
Book value per share (in PLN/EUR)	19.76	29,994.08	4.06	6,463.36
Diluted book value per share (in PLN/EUR)	19.75	29,994.08	4.06	6,463.36

	PLN		EUR	
	30.09.2022	31.12.2021	30.09.2022	31.12.2021
Total assets	3,092,573,725	3,059,146,281	635,051,486	665,118,555
Liabilities and provisions for liabilities (excluding accruals)	42,691,292	2,449,948	8,766,539	532,667
Long-term liabilities	148,892	14,400	30,575	3,131
Short-term liabilities	42,542,400	2,435,548	8,735,965	529,536
Equity	3,049,882,433	3,056,696,333	626,284,947	664,585,888
Share capital	156,534,958	156,389,998	32,144,022	34,002,261

IX. Approval for publication

The interim summary consolidated financial statements containing the interim summary financial statements of the parent entity - STS Holding S.A., prepared for the 9-month period ended 30 September 2022 (including comparative data) were approved for publication by the Management Board of the Parent Entity on 23 November 2022.

Katowice, 23 November 2022

Mateusz Juroszek
President of the Management Board of STS Holding S.A.

Zdzisław Kostrubała
Member of the Management Board of STS Holding S.A.

Marcin Walczysko
Member of the Management Board of STS Holding S.A.

Bożena Gwiazda
Chief Accountant of the Group
