

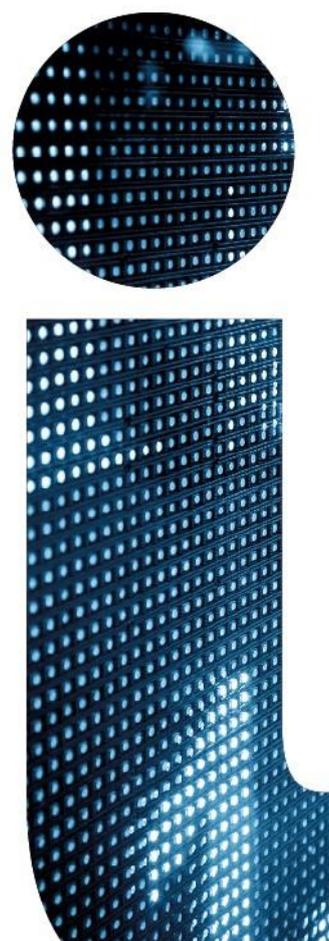
IPOPEMA Securities S.A.

Financial statements

for the year ended on
December 31, 2023

Warsaw, March 27, 2024

ipopema



Selected financial data

Selected financial data	in thousands PLN		in thousands EUR	
	2023	2022	2023	2022
Revenues from core activities	64,852	53,459	14,321	11,403
Core business costs	58,967	49,046	13,022	10,461
Result from core activities	5,885	4,413	1,300	941
Operating result	10,196	4,050	2,252	864
Gross result	11,242	5,736	2,483	1 223
Netto result	9,022	4,619	1,992	985
Net income per ordinary share (weighted average) – in PLN / EUR	0.30	0.15	0.07	0.03
Net cash flow from operating activities	10,844	39,262	2,395	8,374
Net cash flow from investing activities	- 4,729	- 2,323	- 1,044	- 496
Net cash flow from financing activities	- 576	- 8,108	- 127	- 1,729
Total cash flow	5,539	28,831	1 223	6,149

Selected financial data	in thousands PLN		in thousands EUR	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
Total assets	285 123	275,839	65,576	58,816
Current liabilities	210 530	206 449	48,420	44,020
Equity	66,037	61,505	15,188	13,114
Number of shares – pcs.	29,937,836	29,937,836	29,937,836	29,937,836
Book value per share (in PLN / EUR)	2.21	2.05	0.51	0.44

Individual items of selected financial data were converted into EUR using the following rates:

- For profit and loss and cash flow items:

Average rate, calculated as the arithmetic mean of the rates applicable on the last day of each month in a given period	2023	2022
EUR	4.5284	4.6883

- For the balance:

Rate valid as of today	December 31, 2023	December 31, 2022
EUR	4.3480	4.6899

- The highest and lowest EUR rates in the period:

EUR	2023	2022
Minimum rate	4.3053	4.4879
Maximum rate	4.7895	4.9647

Introduction to financial statements

Information about the Company

IPOPEMA Securities SA (the "Company") was established on March 2, 2005 (under the name Dom Maklerski IPOPEMA SA), in accordance with the Notarial Deed - Repertory A No. 2640/2005, also containing the Company's statute, prepared by Janusz Rudnicki, notary of the Notary Office in Warsaw, ul. Marszałkowska 55/73, premises 33. Pursuant to the above-mentioned statute, the Company was established for an indefinite period.

The company's registered office is located in Warsaw at ul. Próżna 9.

By the decision of the District Court for the capital city of St. Warsaw in Warsaw, 19th (currently 12th) Commercial Division of the National Court Register, on March 22, 2005, the Company was entered into the National Court Register - Register of Entrepreneurs under the KRS number 0000230737.

The company was assigned the REGON statistical number 140086881.

Brokerage activities are conducted by the Company based on the permit of the Securities and Exchange Commission (currently the Polish Financial Supervision Authority - hereinafter referred to as the "KNF") granted on June 30, 2005, as well as additional permits required later in connection with changes in regulations. Currently, the Company is authorized to perform most of the activities classified as brokerage activities specified in the Securities Trading Act, with the exception of the activities listed in Art. 69 section 2 points 4) and 8), in Art. 69 section 4 points 2) and 8) and in Art. 69a section 1 above Act.

The core business of the Company is brokerage and business and management consulting.

All shares of the Company issued until the date of publication of this report (in total 29,937,836) are admitted to trading on the regulated market organized by the Warsaw Stock Exchange and have been introduced to trading on the main market. The date of the first quotation of the Company's shares was May 26, 2009 .

Assumption of continuation of business activity

The financial statements were prepared with the assumption of continuing operations in the foreseeable future, i.e. in the period of 12 months after the balance sheet date. As at the date of approval of these financial statements, there are no circumstances indicating a threat to the Company's continued operations as a result of intentional or forced discontinuation or significant limitation of its current operations for a period of at least 12 months from the balance sheet date of December 31, 2023.

Composition of the Management Board and the Supervisory Board

As at the date of preparation of these financial statements, the Company's Management Board consists of:

Jacek Lewandowski – President of the Management Board,
Miroslaw Borys – Vice-President of the Management Board,
Mariusz Piskorski – Vice-President of the Management Board,
Stanislaw Waczkowski – Vice-President of the Management Board.

As at the date of preparation of these financial statements, the Company's Supervisory Board consists of:

Jacek Jonak – Chairman of the Supervisory Board,
Janusz Diemko – Secretary of the Supervisory Board,
Bogdan Kryca – Member of the Supervisory Board,
Ewa Radkowska-Świętoń – Member of the Supervisory Board,
Andrzej Knigawka – Member of the Supervisory Board.

Basis for preparing the financial statements

These financial statements cover the period from January 1 to December 31, 2023 and contain comparative data for the period from January 1 to December 31, 2022 .

The financial statements were prepared in accordance with the Polish Accounting Principles ("PZR"), in accordance with:

- Accounting Act of September 29, 1994 - Journal of Laws Laws of 2023, item 120, as amended ("Accounting Act");
- Regulation of the Minister of Finance of December 28, 2009 on specific accounting principles for brokerage houses - Journal of Laws Laws of 2017, item 123;
- Regulation of the Minister of Finance of December 12, 2001 on detailed rules for the recognition, valuation method, scope of disclosure and method of presentation of financial instruments - Journal of Laws Laws of 2017, item 277;
- Act of July 29, 2005 on trading in financial instruments - Journal of Laws Laws of 2022, item 1500 as amended;
- Regulation (EU) 2019/2033 of the European Parliament and of the Council of 27 November 2019 on prudential requirements for investment firms and amending Regulations (EU) No 1093/2010, (EU) No 575/2013, (EU) No 600/ 2014 and (EU) No 806/2014 ("IFR");
- Regulation of the Minister of Finance of October 5, 2020 on the scope of information disclosed in financial statements and consolidated financial statements required in the issue prospectus for issuers based in the territory of the Republic of Poland for which Polish accounting principles are applicable - Journal of Laws Laws of 2020, item 2000;
- Regulation of the Minister of Finance of March 29, 2018 on current and periodic information submitted by issuers of securities and the conditions for recognizing as equivalent information required by the laws of a non-member state - OJ of 2018, item 757.

Report identification

All financial data presented in these financial statements are presented in thousands of Polish zlotys ("PLN '000").

The financial statements were prepared in accordance with the historical cost principle, except for financial instruments held for trading, which are measured at fair value.

Information about subsidiaries

As at the date of preparation of these financial statements, the Company is the parent company of the following companies :

- IPOPEMA Investment Fund Company SA ("IPOPEMA TFI") with its registered office in Warsaw – 100% of shares in the share capital;
- IPOPEMA Business Consulting Sp. z o. o. ("IBC") with its registered office in Warsaw - 50.02% of the share capital; the remaining shares in IBC are held by Eliza Łoś-Strychowska and Tomasz Rowecki (members of the IBC Management Board);
- IPOPEMA Financial Advisory Sp. z o. o. ("IFA") with its registered office in Warsaw - 100% of shares in IFA;
- IPOPEMA Financial Advisory Sp. z o. o. limited partnership ("IFA SK") with its registered office in Warsaw - the partners of IFA SK are the Company and Jarosław Błaszczak as limited partners and IFA as general partner. The company is liable for IFA SK's liabilities towards creditors up to the amount of PLN 7,750, and its share in IFA SK's revenues is 77% (IFA has a 1% share in IFA SK's revenues);
- MUSCARI Capital Sp. z o. o. ("MUSCARI") with its registered office in Warsaw - the Company holds 100% of shares in MUSCARI (the company's previous name was Grupa Finanset Sp. z o. o.);
- IPOPEMA Fund Services Sp. z o. o. ("IFS") – in September 2022, IPOPEMA TFI acquired 100% of the shares of the limited liability company.

The parent company and its subsidiaries constitute the IPOPEMA Securities SA Capital Group ("IPOPEMA Capital Group", "Capital Group"). IFA, MUSCARI and IFS were excluded from consolidation due to the immateriality of the financial data, in accordance with IAS 8 point 8 . The consolidated report is prepared in accordance with International Financial Reporting Standards.

IPOPEMA Towarzystwo Funduszy Inwestycyjnych SA ("IPOPEMA TFI") was established in 2007 and operates on the basis of the permission of the Polish Financial Supervision Authority of September 13, 2007. Its scope of activity is (i) running an investment fund company and creating and managing investment funds, (ii) managing someone else's securities portfolio on behalf of others, (iii) consultancy in the field of securities trading, (iv) intermediation in the sale and redemption of investment fund participation units, (v) acting as a representative of foreign funds. The share capital of IPOPEMA TFI amounts to PLN 10,599,441.00 and is divided into 3,533,147 registered shares, and its Management Board consisted of people with many years of market practice and experience in the financial market, including: in the field of asset management and creation of investment funds: Jarosław Wikaliński - President of the Management Board and Katarzyna Westfeld, Paweł Jackowski and Tomasz Mrysz - Members of the Management Board. IPOPEMA Securities holds 100% of the shares and votes at the General Meeting of IPOPEMA TFI.

IPOPEMA Business Consulting Sp. z o. o. ("IPOPEMA BC", "IBC") was established in 2008. Its share capital amounts to PLN 100,050 and is divided into 2,001 shares, of which 1,001 is owned by IPOPEMA Securities, and the remaining 1,000 shares belong in equal parts to its partners - Eliza Łoś-Strychowska and Tomasz Rowecki, who constitute the Management Board of IPOPEMA BC. The scope of IBC's business is (i) other business and management consultancy, (ii) activities related to the management of IT devices, (iii) activities related to IT consulting, (iv) activities related to software, (v) sales wholesale of computers, peripherals and software.

IPOPEMA Financial Advisory Sp. z o. o. ("IFA") was established in 2011. Its share capital is PLN 5,000 and is divided into 100 shares, and its Management Board includes Jarosław Błaszczak - President of the Management Board and Marcin Kurowski - Member of the Management Board. The Company owns 100% of the shares in IFA.

IPOPEMA Financial Advisory Sp. z o. o. spółka komandytowa ("IFA SK") - in 2016, IPOPEMA Financial Advisory spółka z ograniczoną odpowiedzialnością spółka komandytowa was entered into the register of entrepreneurs, in which the partners are the Company and Jarosław Błaszczak as limited partners and IFA as the general partner. The company is liable for IFA SK's liabilities towards creditors up to PLN 7,750, and its share in IFA SK's revenues is 77% (in addition, IFA has a 1% share in IFA SK's revenues).

MUSCARI Capital Sp. z o. o. ("MUSCARI") – on March 16, 2020, the Company acquired 100% of MUSCARI shares (the company's previous name was Grupa Finanset Sp. z o. o.). Its share capital is PLN 50,000. PLN and is divided into 1 thousand shares; as of December 31, 2023, the Management Board consisted of Michał Czyszczak - President of the Management Board and Arkadiusz Seta - Vice-President of the Management Board. After the above date, the composition of the Management Board has changed and, as at the date of preparation of this report, the Management Board consists of one person - Arkadiusz Seta is the President of the Management Board.

Additionally, IPOPEMA Securities holds 50% of shares and rights in Investment Funds Depository Services SA ("IFDS"), i.e. a company established together with ProService Finteco sp. z o. o. with its registered office in Warsaw in March 2022. The main activity of IFDS will be the provision of depository services for closed-end investment funds. In September 2023, the company obtained the appropriate authorization from the Polish Financial Supervision Authority and is currently finalizing preparations to start operational activities. Considering that in principle the division of powers and votes is equal between the above-mentioned shareholders, in accordance with applicable regulations, none of them has the status of a parent company. Consequently, IFDS is not formally a subsidiary of IPOPEMA Securities and is not subject to consolidation.

Merger of companies

In the periods covered by these financial statements, there was no merger of companies referred to in Art. 44 bi art. 44c of the Accounting Act.

Correction of errors and corrections resulting from reservations in the opinions of entities authorized to audit

There are no error corrections in these financial statements.

Adopted accounting principles, methods of valuation of assets and liabilities (including depreciation), measurement of financial result

1) Cash and cash equivalents

Cash and cash equivalents shown in the balance sheet include cash at bank and in hand as well as short-term deposits.

The balance of cash and cash equivalents shown in the cash flow statement consists of the cash and cash equivalents specified above.

Cash is valued at the adjusted purchase price.

2) Tangible fixed assets and intangible assets

Fixed assets and intangible assets are valued at purchase price less depreciation and any impairment losses.

Costs incurred after the date of putting the fixed asset into use, such as maintenance and repair costs, are charged to the profit and loss account at the time they are incurred.

Depreciation is calculated on a straight-line basis over the estimated useful life of a given asset. The depreciation rates used by the Company are presented in the table below.

Type	Depreciation rates
Machines and technical devices	10% - 20%
Office equipment	7.51% - 100%
Computers	20% - 100%
Means of transport	25% - 50%
Buildings and premises	7.65% - 8.49%
Intangible assets	20% - 50%

Fixed assets and intangible assets with an initial value not exceeding PLN 10,000. PLN is included as a one-time expense. However, it is possible to include in the records of fixed assets and intangible assets with a value not exceeding PLN 10,000. PLN, if justified by the company's needs.

A given item of property, plant and equipment and intangible assets may be removed from the balance sheet after its disposal or when no economic benefits are expected from the continued use of such an asset. The Company analyzes the indications of impairment of fixed assets at least once a year. Permanent impairment occurs when there is a high probability that an asset controlled by the entity will not bring in a significant part or all of the expected economic benefits in the future. This justifies the creation of an impairment loss, bringing the value of the asset resulting from the accounting books to the net selling price, and if there is no net selling price, to the fair value determined in another way. All revenues and costs resulting from the removal of a given asset from the balance sheet are recognized in the profit and loss account in the period in which such removal was made.

The final value, useful life and depreciation method of assets are verified and, if necessary, adjusted at the end of each financial year.

3) Receivables

short-term receivables

Short-term receivables include all receivables from customers, receivables from related entities, receivables from banks conducting brokerage activities, other brokerage houses and commodity brokerage houses in respect of concluded transactions and all or part of receivables from other titles not classified as financial assets, which become due within 12 months from the balance sheet date.

Receivables are valued at the adjusted purchase price, observing the prudent valuation principle. The value of receivables is reduced by impairment losses, created based on the analysis of the collectability of receivables from individual debtors.

The allowance for receivables is estimated in the event of an increase in the risk of failure to collect the full amount of receivables. Taking into account the specific nature of its business, the Company adopted the following policy when determining write-offs for overdue receivables:

- past due date of up to 6 months – no write-off,
- past due from 6 months to 1 year - write-off of 50% of the amount due,
- overdue for more than 1 year - write-off of 100% of the amount due.

Additionally, the company may create write-offs for receivables according to an individual assessment of receivables.

Write-offs for receivables are charged to other operating costs.

Short-term receivables from customers, short-term receivables from banks conducting brokerage activities, other brokerage houses and commodity brokerage houses, short-term liabilities to customers and short-term liabilities to banks conducting brokerage activities, other brokerage houses and commodity brokerage houses

Short-term receivables from customers, short-term receivables from banks conducting brokerage activities, other brokerage houses and commodity brokerage houses, short-term liabilities to customers and short-term liabilities to banks conducting brokerage activities , other brokerage houses and commodity brokerage houses arise in connection with concluded purchase and sale transactions securities that have not yet been settled in clearing houses due to the applicable transaction settlement procedure (T+2). In the case of purchase transactions

concluded on stock exchanges, executed at the request of customers whose accounts are maintained by depository banks, short-term liabilities to banks conducting brokerage activities, other brokerage houses and commodity brokerage houses (parties to market transactions)* and short-term receivables from customers are recognized, for which purchase transactions were completed. In the case of sales transactions concluded on stock exchanges, executed at the request of customers whose accounts are maintained by depository banks, short-term receivables from banks conducting brokerage activities, other brokerage houses and commodity brokerage houses (parties to market transactions)* and short-term liabilities to customers are recognized, for which sales transactions were completed.

* Pursuant to art. 45h of the amended Act on Trading in Financial Instruments, in relation to transactions concluded on the WSE, KDPW CCP (the transaction clearing entity) assumed the rights and obligations of the parties to market transactions.

Long-term receivables

Long-term receivables are receivables whose maturity date is longer than 12 months from the balance sheet date.

4) Financial instruments

Financial instruments are classified into the following categories:

- a) Financial assets
 - financial assets held for trading,
 - loans granted and own receivables,
 - financial assets held to maturity,
 - financial assets available for sale.
- b) Financial liabilities
 - financial liabilities held for trading,
 - other financial liabilities.

The purchase and sale of financial instruments is recognized on the transaction date. At the moment of initial recognition, they are valued at the purchase price, i.e. at the fair value of the funds issued/received, including transaction costs.

A financial asset is removed from the balance sheet when the Company loses control over the contractual rights constituting a given financial instrument; This typically occurs when the instrument is sold or when all cash flows attributable to the instrument are transferred to an independent third party.

Financial assets and liabilities held for trading

Financial assets and liabilities held for trading are financial instruments acquired for own account in connection with concluded transactions and valued at fair value taking into account their market value as at the balance sheet date.

The Company's financial assets held for trading include shares listed on the Warsaw Stock Exchange ("WSE") and a *forward* currency derivative.

Financial assets are entered into the books on the date of conclusion of the contract at the purchase price, i.e. at the fair value of the expenses incurred or other assets transferred in exchange, and financial liabilities are entered into the books on the date of conclusion of the contract at the fair value of the amount obtained or the value of other assets received. property.

For valuation purposes, the Company takes into account the closing prices of individual instruments announced by the WSE on the last business day of the period for which the financial statements were prepared. Changes in the value of instruments held for trading are included in income or expenses from financial instruments held for trading.

The company does not apply hedge accounting.

Loans granted and own receivables

Loans granted and own receivables include, regardless of the maturity (payment) date, financial assets arising as a result of issuing funds directly to the other party. Loans granted and own receivables are valued at the adjusted purchase price estimated using the effective interest rate. Receivables with a short maturity date, for which no interest rate has been specified, are valued at the amount of the required payment, observing the prudence principle. In the Company, this category mainly includes bank deposits, cash and loans granted. The Company classifies loans granted to employees and associates of IPOPEMA Securities as well as any loans granted to other entities as 'loans granted'.

Financial assets available for sale

All other financial instruments are financial assets available for sale. Financial assets available for sale are recognized at fair value, without deducting transaction costs, taking into account the market value as at the balance sheet date. Financial assets available for sale include - in accordance with the regulation on detailed accounting principles for brokerage houses - shares in subordinated entities and shares in a jointly controlled entity.

Shares and shares in subsidiaries and a jointly controlled entity are valued at purchase price, taking into account impairment losses.

Other financial liabilities

This category includes mainly bank loans, including overdrafts. Other financial liabilities are valued at the adjusted purchase price.

5) Impairment of financial instruments

At each balance sheet date, the Company assesses whether there are objective indications of impairment of a component of financial instruments or a group of financial instruments.

6) Active accruals

Short term

Costs incurred in the current reporting period but relating to future periods are included in short-term prepayments, provided that these costs are settled within 12 months from the balance sheet date .

Long term

The Company's long-term prepayments include deferred income tax assets and other prepayments that will be settled later than 12 months from the balance sheet date.

Deferred tax assets

Deferred tax assets are recognized in relation to all deductible temporary differences, in the amount in which it is probable that taxable income will be achieved that will allow the use of the above-mentioned differences.

7) Commitments

Current liabilities

Short-term liabilities are liabilities that mature in less than 12 months from the balance sheet date. Short-term liabilities include all liabilities to customers, liabilities to related entities, liabilities to banks conducting brokerage activities, other brokerage houses and commodity brokerage houses due to concluded transactions, liabilities to the National Depository and stock exchange clearing houses, liabilities to entities operating regulated securities markets and loan liabilities and other liabilities not classified as long-term liabilities, accruals or provisions for liabilities.

Liabilities are valued at the adjusted purchase price. Information on the recognition of short-term liabilities arising from concluded transactions is presented above in the description regarding short-term receivables.

Long-term liabilities

Long-term liabilities are liabilities whose repayment date is longer than 12 months from the balance sheet date.

8) Reserves and accrued expenses

Accruals and accruals

Costs attributable to a given period but not yet incurred are included in passive accruals and presented in short-term liabilities.

Reserves include :

- a) deferred income tax reserve,
- b) remaining reserves.

Deferred income tax

A deferred tax liability is recognized for all positive temporary differences.

Other reserves

Provisions are recognized when the Company has an obligation (legal or constructive) resulting from past events and when it is certain or highly probable that the fulfillment of this obligation will require an outflow of resources embodying economic benefits, and when the amount of this obligation can be reliably estimated. Other provisions are presented in the balance sheet divided into long- and short-term parts. The classification of provisions as long- or short-term items depends on how quickly a given item turns into an actual liability (within 12 or more than 12 months from the balance sheet date).

9) Equity

Equity consists of the following elements:

- core capital,
- supplementary capital,
- reserve capital from revaluation,
- profit (loss) from previous years,
- net profit (loss).

Share capital is disclosed at nominal value in accordance with the Company's statute and registered in the National Court Register. **Supplementary capital** is created in accordance with the Commercial Companies Code. It consists of the profit from previous years, which was retained in the Company based on the Shareholders' resolution, and the capital resulting from the surplus of the purchase price over the nominal value of the shares, the so-called agio.

Revaluation reserve capital is created as a result of the revaluation of financial assets available for sale - investment certificates and participation units.

Profit (loss) from previous years includes **undistributed** financial result from previous years.

Net profit (loss) includes the financial result of the current financial year.

10) Revenue recognition

Revenues from core activities are recognized if the amount of revenues can be measured reliably, i.e. it is probable that the Company will obtain economic benefits from the transaction and all commensurate costs can be measured reliably. Revenues include amounts received and receivable less value added tax (VAT). The amount of revenue is determined according to the value of the payment received or due.

Revenues and costs related to services provided for a period longer than 6 months, the start and end of which fall in different reporting periods, are recognized on the basis of the stage of completion of the service if the result of the transaction can be reliably measured, i.e. when (i) the degree of implementation of the contract can be determined reliably (ii) the total amount of revenues from the service contract and the costs of the service can be determined (iii) it is probable that the Company will obtain economic benefits from the contract. If it is not possible to meet these conditions, revenue is recognized only up to the amount of costs incurred to date, but not higher than the costs that the Company expects to recover. When it is probable that total contract costs will exceed total contract revenues, the expected loss is recognized as an expense immediately.

Revenues in foreign currencies are converted into Polish zlotys at the average exchange rate announced by the National Bank of Poland on the day preceding the date of obtaining the revenue.

11) The principle of accrual and matching of revenues with costs

The Company's financial result includes all revenues generated (incurred) and attributable to a given period, as well as costs related to these revenues, regardless of the payment date.

To ensure the matching of revenues and related costs, assets or liabilities of a given period include costs or revenues relating to future periods as well as costs for that period that have not yet been incurred. This means settling costs over time. Provisions are created for costs not yet incurred in a given reporting period.

12) Rules for determining the financial result

In accordance with Annex No. 1 to the Regulation of the Minister of Finance of December 28, 2009 on specific accounting principles for brokerage houses (Journal of Laws of 2017, item 123), the following stages of calculating the net result are distinguished in the profit and loss account:

- Profit (loss) from core activities,
- Profit (loss) from operations,
- Profit (loss) Gross,
- Net profit (loss).

Determining the result from core activities

Profit (loss) from core activities is the difference between revenues from core operations, including revenues from:

- brokerage activities, i.e. revenues from:
 - a) accepting and transmitting orders to purchase or sell financial instruments
 - b) execution of orders to purchase or sell financial instruments on the account of the principal
 - c) management of portfolios that include one or more financial instruments
 - d) investment advice
 - e) offering financial instruments
 - f) providing services in the performance of concluded investment and service underwriting agreements or concluding and performing other agreements of a similar nature, if their subject matter is financial instruments
 - g) keeping cash accounts, storing or registering financial instruments, including keeping accounts referred to in Art. 69 section 4 point 1 of the Act on Trading in Financial Instruments
 - h) the remaining
- other core activities

and the costs of core business, including costs incurred to generate income from the core business. The company keeps records of costs by type. The non-deductible VAT (settled according to the sales structure or relating to exempt activities) is recognized on generic accounts along with the basic cost (gross cost). Cost records by type are kept in Group 4 "Costs by type and their settlement". These costs include:

- fees for regulated markets, commodity exchanges and for the National Depository and exchange clearing houses,
- fees to CCP
- fees for the chamber of commerce,
- remuneration,
- Social security and other benefits,
- employee benefits,
- Usage of materials and energy,
- building maintenance and rental costs,
- Foreign Service,
- other material costs,
- depreciation,
- taxes and other public law fees,
- commissions and other fees,
- the remaining.

Determining the operating result

The result from operating activities includes the result from core activities adjusted for:

- profit (loss) from operations with financial instruments held for trading,
- profit (loss) from operations with financial instruments held to maturity,
- profit (loss) from operations with financial instruments available for sale,
- other operating revenues,
- Other operating cost.

Other operating revenues and costs are understood as costs and revenues indirectly related to the Company's operating activities, in particular costs and revenues related to:

- with the sale of fixed assets and intangible assets,
- with impairment losses on tangible fixed assets and intangible assets,
- with write-offs for receivables,
- with the creation/release of reserves,
- with compensation, penalties and fines,
- with the transfer or receipt of assets free of charge, including by way of donation, including cash for purposes other than the acquisition or creation of intangible assets,
- other.

Determining the gross result

The gross result includes the operating result adjusted for:

- financial revenues,
- financial costs .

Financial income in the Company includes, among others: interest on deposits, interest on loans granted, other interest and positive exchange rate differences. Interest income is recognized in the profit and loss account when it is accrued.

Financial costs include in particular: costs of obtaining financing, interest on loans and credits, other interest and negative exchange rate differences.

Determining net profit (loss).

The net result includes the gross result adjusted for income tax and other mandatory reductions in profit (increases in loss).

Income tax

Income tax affecting the financial result for a given reporting period includes:

- current part,
- deferred part.

Current tax

Current tax liabilities and receivables for the current and previous periods are valued at the amounts of expected payments to tax authorities (subject to refund from tax authorities) using tax rates and tax regulations that were legally or actually in force as of the balance sheet date.

Deferred tax

For financial reporting purposes, deferred tax is calculated using the balance sheet liabilities method in relation to temporary differences occurring as at the balance sheet date between the tax value of assets and liabilities and their carrying amount shown in the financial statements. The deferred part of income tax is the difference between the balance of deferred income tax reserves and assets at the end and beginning of the period.

13) Cash flow statement

The cash flow statement is prepared using the indirect method.

14) Conversion of items expressed in foreign currencies

Transactions expressed in currencies other than the Polish zloty are recognized in the accounting books as at the date of their execution - at the following exchange rates:

- 1) actually used on that day, resulting from the nature of the operation - in the case of sale or purchase of currencies and payment of receivables or liabilities,
- 2) average announced for a given currency by the National Bank of Poland on the day preceding that day - in the case of payment of receivables or liabilities, if it is not justified to use the exchange rate referred to in point 1, as well as in the case of other operations.

As at the balance sheet date, monetary assets and liabilities expressed in currencies other than Polish zloty are converted into Polish zloty using the average exchange rate applicable at the end of the reporting period, established for a given currency by the National Bank of Poland. The exchange rate differences resulting from the conversion are recognized as financial revenues (costs) accordingly.

The following rates were adopted for the purposes of balance sheet valuation:

Currency	December 31, 2023	December 31, 2022
USD	3.9350	4.4018
EUR	4.3480	4.6899
100 HUF	1.1359	1.1718
GBP	4.9997	5.2957
CZK	0.1759	0.1942
CHF	4.6828	4.7679
TRY	0.1337	0.2349
NOK	0.3867	0.4461
CAD	2.9698	3.2486
KNOT	0.3919	0.4213
DKK	0.5833	0.6307

AUD	2.6778	2.9890
RON	0.8742	0.9475

*Source: NBP

Changes in estimates

In the period covered by the report, there were no changes in estimates, except for depreciation and changes in provisions and write-offs for receivables, which were described in notes 2, 9, 11 and 16.

Changes in the accounting principles used

There were no changes in accounting principles in the period covered by the financial statements .

Seasonality of activity

The Company's operations are not seasonal, so the Company's results do not show any fluctuations during the year.

Comparability of reporting data

These financial statements have been presented in a way that ensures comparability of data by applying uniform accounting principles (policy) in all periods presented, consistent with the accounting principles (policy) applied by the Company .

Indication and explanation of differences in the value of disclosed data between financial statements and comparable data prepared in accordance with Polish accounting principles and, respectively, financial statements and comparable data prepared in accordance with IAS

IFRS 16

In 2019, IFRS 16 came into force, introducing (i) a new definition of leasing based on the concept of control over the use of a given asset and (ii) a uniform accounting model for the lessee. Pursuant to IFRS 16, an agreement is a lease or contains a lease if it conveys the right to control the use of an identified asset for a given period in exchange for remuneration. The transfer of the right to control use occurs when we are dealing with an identified asset for which the lessee is entitled to substantially all of the economic benefits and controls the use of the asset in a given period.

On the commencement date , the lessee recognizes an asset for the right to use the underlying asset and a lease liability , valued at the discounted expected cash flows from the contract, except for short-term leasing agreements up to 12 months and leasing agreements regarding assets of insignificant amounts. Expenditures related to the use of assets subject to operational leasing according to the Act are mostly recognized as costs of core activities, while according to IFRS 16 they are classified as depreciation costs and interest costs.

In accordance with IFRS, the lessee recognizes separately the depreciation of the right - of -use asset and the interest on the leasing liability . Right-of-use assets are amortized on a straight-line basis over the period of expected economic usefulness, while liabilities under leasing contracts are settled using the effective interest rate. Recognition of leasing costs is faster due to the recognition of interest expense using the effective interest rate method.

The company is a lessee in the case of lease agreements for office space and cars, as well as agreements for the provision of technical infrastructure and IT equipment. As at December 31 , 2023, the impact of the application of IFRS 16 on (i) total assets in the Brokerage and Related Services segment amounted to PLN 7,054 thousand (recognition of assets due to the right of use), (ii) total liabilities - an increase by PLN 7,331 thousand and (iii) the value of accrued expenses - a decrease by PLN 534 thousand, (iv) the impact on the gross result amounted to (-) PLN 37 thousand in 2023 (+PLN 122 thousand in 2022). Pursuant to the Accounting Act, fees under operating lease agreements are presented by the Company as (i) office rental costs in the amount of PLN 1,974 thousand (PLN 2,115 thousand in 2022), (ii) costs of external services in the amount of PLN 390 thousand (PLN 425 thousand in 2022), (iii) currency valuation (-) PLN 21 thousand (PLN 10,000 in 2022). However, in accordance with IFRS, the Group recognizes depreciation costs in the amount of PLN 1,772 thousand in 2023 (PLN 2,103 thousand in 2022) and financial costs (interest) in the amount of PLN 667 thousand (PLN 59 thousand in 2022).

Financial statements of IPOPEMA Securities S.A. for 2023

ASSETS	Note	December 31, 2023	December 31, 2022
AND Cash and other monetary assets	1	137,816	132,254
1. At the box office		-	1
2. In bank accounts		16,456	12,876
3. Other cash		121,360	119,377
4. Other monetary assets		-	-
II. short-term receivables	2	116,537	115,749
1. From customers		23,415	44,127
2. From related parties		1,741	1,039
3. From banks conducting brokerage activities, other brokerage houses and commodity brokerage houses		36,394	36,175
and) due to concluded transactions		32,091	31,873
b) the remaining		4,303	4,302
4. From entities operating regulated markets and commodity exchanges		-	12
5. From the National Depository and clearing houses and clearing houses		51	52
5.a. From CCP		50,835	32,563
6. From investment and pension fund companies and investment and pension funds		1,112	666
7. Due to taxes, subsidies and social security		40	37
8. Resulting from concluded framework loan and short sale agreements for borrowed securities		1,858	-
9. The remaining		1,091	1,078
III. Financial instruments intended for trading	3, 18	2,153	3,196
1. Shares		1,438	3,189
2. Derivatives		715	7
IV. Short-term prepayments	4	869	975
IV.a. Short-term loans granted	8	929	917
1. Subordinated units		746	730
2. The remaining		183	187
V Financial instruments held to maturity	5	-	-
VI. Financial instruments available for sale	6, 18	13,167	9,220
1. Stocks and shares		13,167	9,220
- subordinated units		13,167	9,220
VII. Long-term receivables	7	8,515	8,826
VIII. Long-term loans granted	7, 8	136	94
1. The remaining		136	94
IX. Intangible assets	9	2,640	2,453
1. Acquired concessions, patents, licenses and similar assets, including:		2,640	2,453
- computer software		2,640	2,453
X Property, plant and equipment	11	620	615
1. Fixed assets, including:		620	615
and) buildings and premises		-	64
b) computer teams		298	390
c) other fixed assets		322	161
2. Fixed assets under construction		-	-
XI. Long-term prepayments		1,741	1,540
1. Deferred tax assets	12	1,736	1,521
2. Other long-term accruals		5	19
XII. Share capital contributions due		-	-
XIII. Own shares		-	-
Total assets		285,123	275,839

Financial statements of IPOPEMA Securities S.A. for 2023

LIABILITIES		Note	December 31, 2023	December 31, 2022
AND.	Current liabilities	13	210 530	206 449
1.	Towards customers		155 403	131,372
2.	To related parties		439	390
3.	Towards banks conducting brokerage activities, other brokerage houses and commodity brokerage houses		20,932	50,763
and)	due to concluded transactions		20,932	50,747
b)	the remaining		-	16
4.	Towards entities operating regulated markets and commodity exchanges		261	256
5.	Towards the National Depository and clearing houses and clearing houses		218	215
5.a.	Towards CCP		348	304
6.	Credits and loans		25,344	19,419
and)	the remaining	13	25,344	19,419
7.	Debt securities		1	2
7a.	Negative valuation of financial instruments held for trading		-	-
8.	Due to taxes, customs duties and social security		3,100	1,579
9.	Towards investment and pension fund companies and investment and pension funds		-	9
10.	The remaining		4,484	2,140
II.	Long-term liabilities	15	-	51
1.	Due to financial leasing		-	51
	- from other units		-	51
III.	Accruals	15	-	-
IV.	Provisions for liabilities	16	8,556	7,834
1.	Due to deferred income tax		413	710
2.	For retirement benefits and similar		1 014	1,081
3.	The remaining		7,129	6,043
and)	long term		29	157
b)	short-term		7,100	5,886
V	Subordinated liabilities	17	-	-
VI.	Equity capital		66,037	61,505
1.	Core capital	19	2,994	2,994
2.	Supplementary capital	21	54,021	53,892
and)	from the sale of shares above their nominal value		10,351	10,351
b)	created by law		998	998
c)	established in accordance with the statute		42,672	42,543
3.	Net profit/loss		9,022	4,619
	Total liabilities		285 123	275,839
	Book value (in PLN thousand)		66,037	61,505
	Number of shares at the end of the period (pcs)		29,937,836	29,937,836
	Book value per share (in PLN)	24	2.21	2.05
	Diluted number of shares		29,937,836	29,937,836
	Diluted book value per share (in PLN)		2.21	2.05

OFF-BALANCE SHEET ITEMS		Note	December 31, 2023	December 31, 2022
AND.	Contingent liabilities	42, 43	1,513	1,446
II.	Foreign assets in use		-	-
III.	Futures contracts purchased or issued in the name and on the account of a brokerage house*		7,252*	7,052*
IV.	Other off-balance sheet items		-	-

* nominal value of the purchased forward contract

Financial statements of IPOPEMA Securities S.A. for 2023

	Profit and Loss Account	Note	2023	2022
AND.	Revenues from core activities, including:	27	64,852	53,459
	- from related parties		6,792	4 105
1.	Income from brokerage activities due to:		64,460	53 141
and)	accepting and transmitting orders to purchase or sell financial instruments		73	76
b)	execution of orders to purchase or sell financial instruments on the account of the principal		33,070	30,370
c)	investment advice		186	331
d)	offering financial instruments		16,379	14,353
e)	keeping cash accounts, storing or registering financial instruments, including keeping accounts referred to in Art. 69 section 4 point 1 of the Act on Trading in Financial Instruments		2,054	1,747
f)	the remaining		12,698	6,264
2.	Revenues from other core activities		392	318
II.	Core business costs		58,967	49,046
	- from related parties		3,498	2,934
1.	Fees for regulated markets, commodity exchanges and for the National Depository and exchange clearing houses		4,188	4,278
2.	Fees to CCP		386	312
3.	Chamber of Commerce fees		120	91
4.	Salaries		25,991	22,218
5.	Social security and other benefits		2 607	2,237
6.	Employee benefits		431	487
7.	Usage of materials and energy		208	161
8.	Foreign Service	27	20,362	14,901
9.	Building maintenance and rental costs		2,518	2,408
10.	Depreciation		745	875
11.	Taxes and other public law fees		469	436
12.	The remaining		942	642
III.	Profit (loss) from core activities		5,885	4,413
IV.	Income from financial instruments held for trading	28	4 111	1,277
1.	Corrections updating the value		747	307
2.	Profit from sale/redemption		3,364	970
V	Costs related to financial instruments held for trading	29	1 207	3,137
1.	Corrections updating the value		219	19
2.	Loss on sale/redemption		988	3 118
VI.	Profit (loss) from operations in financial instruments held for trading		2,904	- 1,860
VII.	Income from financial instruments available for sale	32	895	752
1.	Dividends and other profit shares		895	752
	- from related parties		895	752
VIII.	Costs related to financial instruments available for sale	33	-	-
IX.	Profit (loss) from operations with financial instruments available for sale		895	752
X	Other operating income	35	2,704	3,538
1.	Surplus from the sale of tangible fixed assets and intangible assets		199	-
2.	Reducing write-offs for receivables		11	31
3.	Release of provisions		434	1,275
4.	The remaining		2,060	2,232
XI.	Other operating cost	36	2,192	2,793
1.	Creation of write-offs for receivables		45	41
2.	Creation of reserves		4	-
3.	The remaining		2,143	2,752

Financial statements of IPOPEMA Securities S.A. for 2023

XII.	Profit (loss) from operations		10,196	4,050
XIII.	Financial revenues		4,185	3,716
1.	Interest on loans granted, incl		33	55
	- from related parties		16	16
2.	Interest on deposits	37	2,038	1,979
3.	Remaining interest		-	-
4.	Foreign exchange gains		-	359
	a) completed		-	213
	b) unrealized		-	146
5.	The remaining		2 114	1,323
XIV.	Financial costs		3,139	2,030
1.	Interest on loans and credits, including:	38	1,797	1,642
	- for related units		-	-
2.	Remaining interest		55	26
3.	Negative course differences		789	-
	a) completed		362	-
	b) unrealized		427	-
4.	The remaining		498	362
15th	profit (loss) Gross		11,242	5,736
XVI.	Income tax	39	2,220	1 117
XVII.	Net profit (loss).	41	9,022	4,619
	Weighted average number of ordinary shares - pcs.		29,937,836	29,937,836
	Profit per ordinary share (in PLN)		0.30	0.15
	Weighted average diluted number of ordinary shares - pcs.		29,937,836	29,937,836
	Diluted earnings per ordinary share (in PLN)		0.30	0.15

CASH FLOW		Note	2023	2022
AND	NET CASH FLOW FROM OPERATING ACTIVITIES	50		
AND	Net profit		9,022	4,619
II.	Total adjustments		1,822	34,643
1.	Depreciation		745	875
2.	Profits (losses) from exchange rate differences		- 23	- 34
3.	Interest and share in profits (dividends)		1,778	1,603
4.	Profit (loss) from investing activities		-	-
5.	Change in the balance of provisions and write-offs for receivables		756	- 719
6.	Change in the balance of financial instruments held for trading		1,042	- 1,748
7.	Change in the balance of receivables		- 511	94 124
8.	Change in the balance of short-term liabilities (except loans and credits), including special funds		- 1,871	- 59,330
9.	Change in the status of accruals		- 94	- 105
10.	Other corrections		-	- 23
III.	Net cash flow from operating activities (I + II)		10,844	39,262
B	NET CASH FLOW FROM INVESTING ACTIVITIES			
AND	Income from investing activities		208	195
1.	Repayment of loans granted		169	184
2.	Interest received		39	5
3.	Sale of financial instruments available for sale		-	6
II.	Expenditures related to investment activities		4,937	2,518
1.	Acquisition of intangible assets		464	1,617
2.	Acquisition of tangible fixed assets		296	228
3.	Acquisition of financial instruments available for sale (subsidiaries)		3,947	516
4.	Loans granted		230	157
III.	Net cash flows from investing activities (I - II)		- 4,729	- 2,323
C	NET CASH FLOW FROM FINANCING ACTIVITIES			
AND	Income from financial activities		6,121	2,701
1.	Issuance of debt securities		-	3
2.	Taking out short-term loans and credits		6,121	2,698
II.	Expenditures related to financial activities		6,697	10,809
1.	Repayment of short-term loans and credits		-	-
2.	Redemption of short-term debt securities		1	2
3.	Payments of liabilities under financial leasing agreements		213	56
4.	Payments of dividends and other distributions to owners		4,490	9,280
5.	Interest paid		1,993	1,471
III.	Net cash flows from financing activities (I - II)		- 576	- 8,108
D	TOTAL NET CASH FLOW (A.III +/- B.III +/- C.III)		5,539	28,831
E	BALANCE SHEET CHANGE IN CASH, including:		5,562	28,865
	- change in cash due to exchange rate differences on foreign currencies		23	34
F	CASH AT THE BEGINNING OF THE PERIOD	50	132 218	103,387
G	CASH AT THE END OF THE PERIOD (F +/- D), including:	50	137,757	132 218
	- limited use*		108,823	100 891

* Restricted cash includes mainly customer funds at the Company's disposal

STATEMENT OF CHANGES IN EQUITY		2023	2022
AND.	EQUITY AT THE BEGINNING OF THE PERIOD (BO)	61,505	66,166
	- adjustments to the adopted accounting principles (policy).	-	-
	- bug corrections	-	-
Ia	EQUITY AT THE BEGINNING OF THE PERIOD (BO), AFTER CORRECTIONS	61,505	66,166
1.	Core capital at the beginning of the period	2,994	2,994
1.1.	Changes in share capital	-	-
1.2.	Core capital at the end of the period	2,994	2,994
2.	Supplementary capital at the beginning of the period	53,892	53,718
2.1.	Changes in supplementary capital	129	174
and)	increase	129	174
	- from profit distribution (above the legally required minimum value)	129	174
b)	reduction	-	-
	- loss coverage	-	-
2.2.	Supplementary capital at the end of the period	54,021	53,892
3.	Revaluation reserve at the beginning of the period	-	-
3.1.	Changes in capital from revaluation	-	-
3.2.	Revaluation reserve at the end of the period	-	-
4.	Profit (loss) from previous years at the beginning of the period	4,619	9,454
4.1.	Retained profit at the beginning of the period	4,619	9,454
and)	increase	-	-
b)	reduction	4,619	9,454
	- distribution of profit from previous years (dividend)	4,490	9,280
	- distribution of profit from previous years (to supplementary capital)	129	174
4.2.	Loss from previous years at the beginning of the period	-	-
4.3.	Retained profit at the end of the period	-	-
5.	Netto result	9,022	4,619
and)	net profit	9,022	4,619
II.	EQUITY AT THE END OF THE PERIOD (EBZ)	66,037	61,505
III.	EQUITY, AFTER TAKING INTO ACCOUNT THE PROPOSED DISTRIBUTION OF PROFIT	66,037	61,505

Additional information and explanations to the financial statements

Information about significant events relating to previous years included in the financial statements of the financial year

In the period covered by the financial statements, there were no significant events relating to previous years.

Significant events that occurred after the balance sheet date and were not included in the financial statements

All events relating to the reporting period were included in the books and financial statements for the period from January 1 to December 31, 2023. After the balance sheet date, there were no events that were not, but should have been, included in the accounting books of the reporting period .

Changes in the applied accounting principles (policy) and the method of preparing financial statements

Both in 2023 and 2022, the Company did not change the principles of its accounting policy or the method of preparing financial statements .

Agreements not included in the balance sheet

Both in 2023 and 2022, the Company included in the financial statements all contracts that affect the data presented in these financial statements .

Error corrections

The Company did not correct errors in 2023 or 2022 .

Business segments

The company does not distinguish separate business segments within its structure and as a whole it constitutes one segment covering brokerage activities and business and management consulting. The information presented in this report is also information relating to the business segment.

The company does not distinguish geographical segments. The vast majority of sales are carried out in Poland. Foreign sales realized in 2023 constitute 3.69% (PLN 2,391 thousand) of the total sales revenue compared to 4.01%, i.e. PLN 2,142 thousand in 2022. The Company's tangible and intangible assets are located in Poland.

Information about significant events in 2023

There were no significant events in 2023 other than those indicated in this report and the Management Board's report published together with it.

Explanatory notes to the balance sheet (data in PLN thousand)

Note 1

Cash and other assets	December 31, 2023	December 31, 2022
Customer cash and other assets		
a) in bank accounts and on hand	108,823	100 891
Customers' cash and other assets, total	108,823	100 891
Cash and other assets:		
a) cash and other own assets of the brokerage house, including:	28,993	31,363
- at the box office	-	1
- on bank accounts , including:	16,456	12,876
on the VAT account	61	-

- other cash *	12,537	18,486
- other monetary assets	-	-
b) clients' cash and other assets deposited in cash accounts:	108,823	100 891
- at a brokerage house and paid towards the purchase of securities	108,823	100 891
- in the initial public offering or primary trading	-	-
(c) cash and other assets transferred from the settlement fund	-	-
Cash and other assets, total	137,816	132,254

* Other cash includes cash accumulated on bank deposits and accrued interest on these deposits

The breakdown of cash by currency is presented in note 13a.

Note 2

Selected short-term receivables	December 31, 2023	December 31, 2022
1. Selected short-term receivables	112,436	113,956
a) from customers, including:	23,415	44,127
- due to transactions concluded on the Warsaw Stock Exchange	17,944	32,328
- due to transactions concluded on the Budapest Stock Exchange	2,567	-
- due to transactions concluded on the Frankfurt Stock Exchange	-	1,842
- due to transactions concluded on the New York Stock Exchange	-	5,998
- the remaining	2,904	3,959
b) from related entities, incl	1,741	1,039
- from subsidiaries	1,741	1,039
c) from banks conducting brokerage activities, other brokerage houses and commodity brokerage houses due to:	36,394	36,175
1) concluded transactions	32,091	31,873
- on the Warsaw Stock Exchange *	30,867	26,763
- on the New York Stock Exchange	194	-
- on the Budapest Stock Exchange	-	3,283
- on the Australian Stock Exchange	70	1,827
- on the London Stock Exchange	849	-
- on the Amsterdam Stock Exchange	89	-
- on the Toronto Stock Exchange	22	-
2) other	4,303	4,302
d) from the National Depository and stock exchange clearing houses, incl	51	52
- from the settlement fund and deposits	51	52
e) receivables from CCP	50,835	32,563
- receivables from the settlement fund	50,835	32,563
2. Short-term receivables, net	116,537	115,749
- impairment losses on short-term receivables (positive value)	58	24
Short-term receivables, gross	116 595	115,773
3. Change in the balance of write-offs for short-term receivables		
As at the beginning of the period	24	42
a) increases (write-off for overdue receivables)	45	41
b) use	-	28
c) solution	11	31
Status of write-offs revaluating short-term receivables at the end of the period	58	24
4. Receivables (short- and long-term), with the remaining repayment period from the balance sheet date		
a) up to 1 month	110 812	111 111
b) over 1 month to 3 months	-	-
c) over 3 months to 1 year	-	4,302

d) over 1 year to 5 years	12,817	8,826
e) over 5 years	-	-
f) overdue receivables	1,481	360
Total receivables (gross)	125 110	124,599
g) write-offs for receivables (negative value)	- 58	-24
Receivables, total (net)	125,052	124,575
5. Overdue receivables (gross) – divided into receivables unpaid in the period:		
a) up to 1 month	916	270
b) over 1 month to 3 months	112	49
c) over 3 months to 1 year	417	19
d) over 1 year to 5 years	36	22
e) over 5 years	-	-
Total receivables (gross)	1,481	360
f) write-offs for receivables (negative value)	- 58	- 24
Total receivables (net)	1,423	336
6. Gross short-term receivables (currency structure)		
a) in Polish currency	105 851	95 543
b) in foreign currencies (after conversion into PLN) **	10,744	20,230
Gross short-term receivables, total	116 595	115,773

* Pursuant to art. 45h of the amended Act on Trading in Financial Instruments, short-term receivables from banks conducting brokerage activities, other brokerage houses and commodity brokerage houses due to concluded transactions in relation to transactions concluded on the WSE, include receivables from KDPW CCP (the entity settling the transactions, which has assumed the rights and obligations parties to the transaction).

** The division of receivables by currency is presented in note 13a.

The value of short-term receivables from customer banks in respect of concluded transactions and from banks conducting brokerage activities, other brokerage houses and commodity brokerage houses presents the value of concluded and unsettled (including suspended) purchase and sale transactions of securities.

Note 3

Financial instruments intended for trading	December 31, 2023	December 31, 2022
1. Financial instruments intended for trading		
a) shares*	1,438	3,189
(b) derivatives	715	7
c) exchange commodities	-	-
d) other	-	-
Financial instruments held for trading, together	2,153	3,196
2. Financial instruments held for trading (currency structure)		
a) in Polish currency	725	3,196
b) in foreign currencies (after conversion into PLN)	1,428	-
Financial instruments held for trading, together	2,153	3,196
3. Financial instruments held for trading (by marketability)		
A. With unlimited transfer, listed on stock exchanges (carrying value)		
a) shares (carrying amount):	1,438	3,189
- fair value	1,438	3,189
- market value	-	-
- value at purchase prices	1,713	3 207
b) bonds (carrying amount):	-	-
c) other – derivative contracts (carrying amount)	-	-
B. With unlimited transferability, listed on over-the-counter markets (carrying value)		
	-	-
C. With unlimited transferability, not listed on regulated markets (carrying value)		
	715	7

a) other – derivative contracts (carrying amount)	715	7
- value at purchase prices	-	-
D. With limited transferability (carrying value)	-	-
Value at purchase price, total	2,428	3 214
Carrying amount at the beginning of the period, total	3,196	1,447
Valuation as at the balance sheet date	- 275	- 18
Carrying amount, total	2,153	3,196

* The "shares" item refers entirely to shares listed on stock exchanges. Financial instruments held for trading are valued at fair value taking into account their market value as at the balance sheet date. For valuation purposes, the Company takes into account the closing prices of individual instruments announced by the above-mentioned stock exchanges on the last business day of the financial year. Changes in the value of these financial instruments are included in income or expenses from financial instruments held for trading. As at the balance sheet date, the company held 436,689 shares with a total carrying value of PLN 1,438 thousand. PLN, all shares are listed on the Warsaw Stock Exchange. As at December 31, 2022, the Company owned 105,021 shares with a total carrying value of PLN 3,189 thousand. zloty.

Information about financial assets

In 2023 and 2022, there were no changes in the method of determining the fair value of financial instruments or changes in the classification of financial assets. There were no significant changes in the economic situation or business conditions that would have a significant impact on the fair value of financial assets and liabilities.

Note 4

Short-term prepayments	December 31, 2023	December 31, 2022
costs of information and ICT services	424	351
other costs	445	624
Short-term accruals, total	869	975

Note 5

Financial instruments held to maturity - none.

Note 6

Financial instruments available for sale	December 31, 2023	December 31, 2022
1. Financial instruments available for sale		
- stocks and shares*	13,167	9,220
- debt securities	-	-
- investment fund participation units	-	-
- investment certificates	-	-
Financial instruments available for sale, together	13,167	9,220
2. Financial instruments available for sale of subsidiaries and unconsolidated jointly controlled entities that are not commercial companies		
- stocks and shares	13,167	9,220
- debt securities	-	-
- investment fund participation units	-	-
- investment certificates	-	-
Financial instruments available for sale of subsidiaries and unconsolidated jointly controlled entities that are not commercial companies, total	13,167	9,220
3. Financial instruments available for sale (currency structure)		
a) in Polish currency	13,167	9,220
b) in foreign currencies (converted into Polish zloty)	-	-
Financial instruments available for sale, together	13,167	9,220

4. Shares or stocks		
a) in the parent company	-	-
b) in a significant investor	-	-
c) in subordinated units	13,167	9,220
- dependent	8,704	8,704
- codependent	4,463	516
d) in other units	-	-
Shares or stocks, together	13,167	9,220

* Shares and stocks of subordinated entities are valued at purchase price, taking into account impairment.

5. Financial instruments available for sale (by marketability)		
A. With unlimited transfer, listed on stock exchanges (carrying value)	-	-
B. With unlimited transferability, listed on over-the-counter markets (carrying value)	-	-
C. With unlimited transferability, not listed on regulated markets (carrying value)	-	-
D. With limited transferability (carrying value)	13,167	9,220
- shares (carrying amount at purchase prices)	13,167	9,220
Value at purchase price, total	13,167	9,220
Carrying amount at the beginning of the period, total	9,220	8,704
Increases (due to)	3,947	516
- capital increase in a jointly controlled entity	3,947	516
Reductions	-	-
Carrying amount, total	13,167	9,220

6. Shares or shares in subordinated entities

a) name (company name) of the entity, indicating its legal form	IPOPEMA Towarzystwo Funduszy Inwestycyjnych SA	
b) registered office	street Próźna 9; 00-107 Warsaw	
c) subject of activity	running an investment fund company and creating and managing investment funds, managing someone else's securities portfolio on behalf of others, advising on trading in securities, intermediation in the sale and redemption of investment fund participation units, acting as a representative of foreign funds	
d) the nature of the relationship	subsidiary	
e) consolidation method used	full	
f) date of taking control	March 2007	
g) value of shares at purchase price	5,630	5,630
h) value adjustments (total)	-	-
i) carrying value of shares	5,630	5,630
j) percentage of the share capital held	100%	100%
k) share in the total number of votes at the general meeting	100%	100%
l) indication, other than that specified in point J) or k), basis of control		
m) the entity's equity, including:	56,673	47,587
- share capital	10,599	10,599
- supplementary capital	10,717	10,717
- other equity, including:	35,357	26,271
Profit (loss) from previous years	-	-
net profit (loss).	9,250	375
n) liabilities and provisions for liabilities of the entity, including:	53,148	28,680
- Long-term liabilities	224	164
- Current liabilities	31,242	21,663
o) receivables of the entity, including:	54,394	32,778

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- Long-term receivables	-	-
- short-term receivables	54,394	32,778
p) the entity's assets, total	109 821	76,267
r) sales revenues	228 722	176 016
s) value of shares in the entity unpaid by the issuer	-	-
t) dividends received or receivable from the entity for the last financial year	-	-
<hr/>		
a) name (company name) of the entity, indicating its legal form	IPOPEMA Business Consulting Sp. z o. o	
b) registered office	street Próźna 9; 00-107 Warsaw	
c) subject of activity	other business and management consultancy, IT equipment management activities, IT consultancy activities, software activities, wholesale of computers, peripheral devices and software	
d) the nature of the relationship	subsidiary	
e) consolidation method used	full	
f) date of taking control	August 2008	
g) value of shares at purchase price	3,000	3,000
h) value adjustments (total)	-	-
i) carrying value of shares	3,000	3,000
j) percentage of the share capital held	50.02%	50.02%
k) share in the total number of votes at the general meeting	50.02%	50.02%
l) indication, other than that specified in point j) or k), basis of control / joint control / significant influence		
m) the entity's equity, including:	11,726	10,271
- share capital	100	100
- supplementary capital	2,950	2,950
- other equity, including:	8,676	7,221
Profit (loss) from previous years	- 239	- 239
net profit (loss).	1,955	540
n) liabilities and provisions for liabilities of the entity, including:	7,004	4,887
- Long-term liabilities	-	-
- Current liabilities	5,972	4,887
o) receivables of the entity, including:	12,432	8,635
- Long-term receivables	-	-
- short-term receivables	12,432	8,635
p) the entity's assets, total	18,730	15,158
r) sales revenues	31,923	29,271
s) value of shares in the entity unpaid by the issuer	-	-
t) dividends received or receivable from the entity for the last financial year	250	-
<hr/>		
a) name (company name) of the entity, indicating its legal form	IPOPEMA Financial Advisory Sp. z o. o	
b) registered office	street Próźna 9; 00-107 Warsaw;	
c) subject of activity	supporting the activities of IFA SK	
d) the nature of the relationship	subsidiary	
e) consolidation method used	Excluded from consolidation due to the lack of significant impact on the situation of the Capital Group	
f) date of taking over direct control	May 2016 (date of taking direct control)	
g) value of shares at purchase price	1	1
h) value adjustments (total)	-	-
i) carrying value of shares	1	1
j) percentage of the share capital held	100%	100%
k) share in the total number of votes at the general meeting	100%	100%
l) indication, other than that specified in point j) or k), basis of control / joint control / significant influence		

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m) the entity's equity, including:	- 10	8
- share capital	5	5
- supplementary capital	-	-
- other equity, including:	3	3
Profit (loss) from previous years	-	- 9
net profit (loss).	- 18	9
n) liabilities and provisions for liabilities of the entity, including:	148	7
- Long-term liabilities	-	-
- Current liabilities	148	7
o) receivables of the entity, including:	-	15
- Long-term receivables	-	-
- short-term receivables	-	15
p) the entity's assets, total	138	15
r) sales revenues	14	14
s) value of shares in the entity unpaid by the issuer	-	-
t) dividends received or receivable from the entity for the last financial year	-	-

a) name (company name) of the entity, indicating its legal form	IPOPEMA Financial Advisory Sp. z o. o. limited partnership	
b) registered office	street Próźna 9; 00-107 Warsaw	
c) subject of activity	consulting activities	
d) the nature of the relationship	indirect subsidiary	
e) consolidation method used	full	
f) date of taking control	June 2016	
g) value of shares at purchase price	8	8
h) value adjustments (total)	-	-
i) carrying value of shares	8	8
j) percentage of the contribution held in the company	77%	77%
k) share in the total number of votes at the general meeting	n/a	n/a
l) indication, other than that specified in point j) or k), basis of control / joint control / significant influence		
m) the entity's equity, including:	651	1,032
- share capital	10	10
- due contributions to share capital (negative amount)	-	-
- supplementary capital	-	-
- other equity, including:	641	1,022
- Profit (loss) from previous years	- 115	- 115
- net profit (loss).	456	1,137
n) liabilities and provisions for liabilities of the entity, including:	1,881	1,554
- Long-term liabilities	-	-
- Current liabilities	1,880	1,551
o) receivables of the entity, including:	2,152	1,717
- Long-term receivables	-	-
- short-term receivables	2,152	1,717
p) the entity's assets, total	2,532	2,586
r) sales revenues	4,971	3,803
s) value of shares in the entity unpaid by the issuer	-	-
t) dividends received or receivable from the entity for the last financial year	645	752

a) name (company name) of the entity, indicating its legal form	MUSCARI Capital Sp. z o. o	
b) registered office	street Próźna 9; 00-107 Warsaw	

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c) subject of activity	intermediation in offering the Company's brokerage services as an agent of an investment company subsidiary	
d) the nature of the relationship	Excluded from consolidation due to the lack of significant impact on the situation of the Capital Group	
e) consolidation method used	March 2020	
f) date of taking over direct control	March 2020	
g) value of shares at purchase price	66	66
h) value adjustments (total)	-	-
i) carrying value of shares	66	66
j) percentage of the share capital held	100%	100%
k) share in the total number of votes at the general meeting	100%	100%
l) indication, other than that specified in point j) or k), basis of control / joint control / significant influence		
m) the entity's equity, including:	- 525	- 469
- share capital	50	50
- supplementary capital	74	74
- other equity, including:	- 649	- 593
Profit (loss) from previous years	- 593	- 473
net profit (loss).	- 56	- 120
n) liabilities and provisions for liabilities of the entity, including:	1 104	1,074
- Long-term liabilities	-	-
- Current liabilities	837	1,074
o) receivables of the entity, including:	468	416
- Long-term receivables	-	-
- short-term receivables	468	416
p) the entity's assets, total	579	605
r) sales revenues	3,919	3,259
s) value of shares in the entity unpaid by the issuer	-	-
t) dividends received or receivable from the entity for the last financial year	-	-
<hr/>		
a) name (company name) of the entity, indicating its legal form	IPOPEMA Fund Services Sp. z o. o	
b) registered office	street Próżna 9; 00-107 Warsaw	
c) core business	providing services related to maintaining a register of investment fund participants	
d) nature of the relationship	indirect subsidiary	
e) the consolidation method used	Excluded from consolidation due to the lack of significant impact on the situation of the Capital Group	
f) date of taking direct control	September 2022,	
g) value of shares at purchase price	1 010	1 010
h) value adjustments (total)	-	-
i) carrying value of shares	1 010	1 010
j) percentage of the share capital held	100%	100%
k) share in the total number of votes at the general meeting	100%	100%
l) indication, other than that specified in point j) or k), basis of control / joint control / significant influence		
m) the entity's equity, including:	1,237	996
- share capital	100	100
- supplementary capital	905	905
- other equity, including:	232	- 9
Profit (loss) from previous years	- 9	-

net profit (loss).	241	- 9
n) liabilities and provisions for liabilities of the entity, including:	151	41
- Long-term liabilities	-	-
- Current liabilities	151	41
o) receivables of the entity, including:	412	71
- Long-term receivables	-	-
- short-term receivables	412	71
p) the entity's assets, total	1,388	1,037
r) sales revenues	1,493	144
s) value of shares in the entity unpaid by the issuer	-	-
t) dividends received or receivable from the entity for the last financial year	-	-

7. Shares or stocks in other entities

a) name (company name) of the entity, indicating its legal form	Investment Funds Depository Services SA	
b) registered office	street Konstruktorska 12; 02-673 Warsaw	
c) subject of activity	providing depository services for closed-end investment funds	
d) the nature of the relationship	interdependent entity	
e) carrying value of shares	4,463	515
f) the entity's equity, including:	6,551	3,417
- share capital	8,925	4,125
g) percentage of share capital held,	50%	50%
h) share in the total number of votes at the general meeting	50%	50%
i) unpaid value of shares	-	-
j) dividends received or due for the last financial year	-	-

Note 7

As of December 31, 2023, long-term receivables amounted to PLN 8,515 thousand. PLN compared to PLN 8,826 thousand PLN as at December 31, 2022. Loans granted in the long-term part as at December 31, 2023 amounted to PLN 136,000. PLN (PLN 94 thousand as at December 31, 2022).

Note 8

As at December 31, 2023, the Company had the following items classified as loans granted and own receivables:

Loans granted and own receivables	December 31, 2023	December 31, 2022
Loans granted, including:	1,065	1 011
- in the long-term part	136	94
- in the short-term part	929	917
Cash and other monetary assets, including:	137,816	132,254
- at the box office	-	1
- on bank accounts	137,816	132 253
- other monetary assets	-	-
Interest on loans and own receivables	2,071	2,034
- completed	2,039	1,968
- unrealized, including the payment deadline	32	66
up to 3 months	2	11

from 3 to 12 months	-	52
over 12 months	thirty	3

Loans and own receivables bear interest at both variable and fixed rates. In 2022, an impairment loss was created on loans in the amount of PLN 348,000. PLN (no write-off in 2023). In 2023, income from interest on loans granted and own receivables amounted to PLN 2,071 thousand. PLN (including accrued interest not received PLN 32 thousand) compared to PLN 2,034 thousand PLN (including accrued interest not received PLN 66,000 in 2022).

Note 9

Intangible assets	December 31, 2023	December 31, 2022
1. Intangible assets		
a) goodwill	-	-
b) acquired concessions, patents, licenses and similar assets, including:	2,640	2,453
- computer software	2,640	2,453
c) other intangible assets	-	-
d) advance payments for intangible assets	-	-
Intangible assets, together	2,640	2,453
2. Change in the status of intangible assets (by type)		
a) gross value of intangible assets at the beginning of the period	11,692	10,075
b) increases – purchase	697	1,617
c) reduction	234	-
d) gross value of intangible assets at the end of the period	12,155	11,692
e) accumulated depreciation (depreciation) at the beginning of the period	9,239	8,858
f) depreciation for the period	276	381
g) liquidation	-	-
h) accumulated depreciation (depreciation) at the end of the period	9,515	9,239
i) impairment losses at the beginning of the period	-	-
j) write-offs due to permanent loss of value at the end of the period	-	-
k) net value of intangible assets at the end of the period	2,640	2,453
3. Intangible assets (ownership structure)		
a) own	2,640	2,453
b) used on the basis of a rental or lease agreement or other agreement, including a leasing agreement	-	-
Intangible assets, together	2,640	2,453

Note 10

Goodwill of subordinated entities - none.

Note 11

Property, plant and equipment	December 31, 2023	December 31, 2022
1. Tangible fixed assets		
a) fixed assets, including:	620	615
- buildings and premises	-	64
- computer teams	298	390
- means of transport	316	99
- other fixed assets	6	62
b) fixed assets under construction	-	-
c) advance payments for fixed assets under construction	-	-
Property, plant and equipment, total	620	615

2. Change in the balance of fixed assets (by type)		
a) gross value of fixed assets at the beginning of the period	8,410	8,206
- increases	474	299
- reduction	225	95
b) gross value of fixed assets at the end of the period	8,659	8,410
c) accumulated depreciation (depreciation) at the beginning of the period	7,795	7,396
- depreciation for the period	469	494
- adjustment of depreciation regarding leasing	-	-
- liquidation of fixed assets	225	95
d) accumulated depreciation (depreciation) at the end of the period	8,039	7,795
e) impairment losses at the beginning of the period	-	-
- change in the status of write-offs	-	-
f) write-offs due to permanent loss of value at the end of the period	-	-
Net value of fixed assets at the end of the period	620	615
3. Tangible fixed assets (ownership structure)		
a) own property,	304	516
b) assets used under a leasing contract, depreciated,	316	99
c) the value of fixed assets not depreciated or amortized by the brokerage house, used under rental, tenancy and other contracts *	-	-
Property, plant and equipment, total	620	615

* In the periods covered by these financial statements, the Company rented an office space under a lease agreement. The office premises in which the Company's headquarters are located are located in Warsaw, at 9 Próźna Street. The total amount of rent (including additional fees) in 2023 was PLN 2,518 thousand. PLN vs. 2,408 thousand PLN in 2022. The company does not have a valuation of the rented premises .

Data on the cost of production of fixed assets under construction and fixed assets for own needs

In the periods covered by these financial statements, the Company did not incur any costs of producing fixed assets under construction or fixed assets for its own needs .

Material transactions of purchase and sale of property, plant and equipment

Both in 2023 and 2022, there were no significant transactions of purchase and sale of property, plant and equipment .

Material liabilities arising from the purchase of property, plant and equipment

The company does not have any significant liabilities related to the purchase of property, plant and equipment. In 2023 and 2022, there were no significant transactions of purchase and sale of property, plant and equipment.

Note 12

Change in deferred tax assets	December 31, 2023	December 31, 2022
Change in deferred tax assets		
1. Assets at the beginning of the period, including:	1,521	1,685
a) transferred to the financial result	1,521	1,685
b) charged to equity capital	-	-
c) charged to goodwill or negative goodwill	-	-
2. Increases	2,095	2,139
a) charged to the financial result for the period in connection with negative temporary differences	2,095	1,572
b) charged to the financial result for the period in connection with the current tax loss	-	567
c) charged to equity in connection with negative temporary differences	-	-
d) charged to equity in connection with a tax loss	-	-
e) charged to goodwill or negative goodwill in connection with negative temporary differences	-	-

3. Reductions	1,880	2 303
a) charged to the financial result for the period in connection with negative temporary differences	1,880	1,736
b) charged to the financial result of the period in connection with the tax loss (use of tax losses from previous years)	-	567
c) charged to equity in connection with negative temporary differences	-	-
d) charged to equity in connection with a tax loss	-	-
e) charged to goodwill or negative goodwill in connection with negative temporary differences	-	-
4. Total balance of deferred tax assets at the end of the period, including:	1,736	1,521
a) transferred to the financial result	1,736	1,521
b) charged to equity capital	-	-
c) charged to goodwill or negative goodwill	-	-

Note 13

Current liabilities	December 31, 2022	December 31, 2022
1. Selected short-term liabilities	8,901	4,884
1.1. To related parties	490	390
- towards subsidiaries	490	390
1.2. Towards entities operating regulated markets and commodity exchanges	261	256
a) towards the Warsaw Stock Exchange	257	252
b) other	4	4
1.3. Towards the National Depository and stock exchange clearing houses	218	215
a) due to payments to the settlement fund	-	-
b) other	218	215
3a. Towards CCP	348	304
- liabilities due to payments to the settlement fund	175	158
- the remaining	173	146
1.4. Due to taxes, customs duties and social security	3,100	1,579
- including obtaining ownership rights to buildings and structures	-	-
1.5. Other, including:	4,484	2,140
- financial leasing liabilities	219	189
- other liabilities	4,265	1,951
2. Short-term liabilities (currency structure)		
a) in Polish currency	204 158	192,665
b) in foreign currencies (after conversion into PLN) **	6,372	13,784
Short-term liabilities, total	210 530	206 449
3. Liabilities towards banks conducting brokerage activities, other brokerage houses and commodity brokerage houses		
a) due to concluded stock exchange transactions (broken down into liabilities related to the settlement of transactions on individual stock exchanges):	20,932	50,747
- on the Warsaw Stock Exchange *	18,365	42,917
- on the Paris Stock Exchange	-	1,840
- on the Budapest Stock Exchange	2,567	-
- on the New York Stock Exchange	-	5,990
- on the Frankfurt Stock Exchange	-	-
b) other	-	16
Liabilities to banks conducting brokerage activities, other brokerage houses and commodity brokerage houses, total	20,932	50,763
4. Short-term liabilities with the remaining repayment period from the balance sheet date		
a) up to 1 month	210 494	206 058
b) over 1 month to 3 months	-	115

c) over 3 months to 1 year	-	230
d) over 1 year to 5 years	-	-
e) for which the maturity date has expired	36	46
Short-term liabilities, total	210 530	206 449
5. Short-term liabilities due to loans and credits	25,344	19,419
a) loan	-	-
b) bank loan	25,344	19,419
- loan amount remaining to be repaid	25,344	19,419
- interest rates		Wibor O/N + Bank's margin
- repayment date		The conditions are described below the table
- security		The conditions are described below the table
6. Short-term liabilities arising from issued debt financial instruments	1	2
7. Special funds	-	-

* Pursuant to art. 45h of the amended Act on Trading in Financial Instruments, balance sheet items, short-term liabilities from banks conducting brokerage activities, other brokerage houses and commodity brokerage houses in respect of transactions concluded, in relation to transactions concluded on the WSE, include liabilities towards KDPW CCP (the transaction clearing entity that joined rights and obligations of the parties to the transaction).

** The division of liabilities by currency is presented in note 13a.

As at December 31, 2023, the Company had PLN 25,344 thousand. PLN liabilities due to loans related to the brokerage activities (against PLN 19,419 thousand as at December 31, 2022), resulting from two agreements concluded on July 22, 2009 with Alior Bank SA for a working capital loan in the current account (credit lines). These loans are used to settle liabilities towards the National Depository for Securities / KDPW CCP in connection with the brokerage activities and are renewed annually - their current validity period expires on December 1, 2024:

- i. Revolving loan agreement (credit line) in the maximum amount of PLN 8 million. The purpose of the agreement is to finance the payment of the Company's liabilities towards the National Depository for Securities / KDPW CCP related to the clearing and settlement of transactions concluded on the regulated market as part of its brokerage activities. The loan is secured by a blank promissory note *with* a promissory note declaration, a power of attorney to manage bank accounts at the bank, a declaration of voluntary submission to enforcement in the field of monetary payments to the bank and a deposit (in the form of a term deposit) in the amount of PLN 4 million as joint security. with the loan described in point ii.
- ii. A revolving credit agreement (credit line) in the maximum amount of PLN 25 million, the purpose of which is to finance the Company's liabilities arising from membership in the Transaction Settlement Guarantee Fund operated by KDPW CCP. The loan is secured by a blank promissory note *with* a promissory note declaration, a power of attorney to manage bank accounts at the bank and a declaration of voluntary submission to enforcement in the field of monetary payments to the bank. In accordance with the information provided in point and above, the common security for both loans is also a deposit of PLN 4 million.

Information on non-repayment of a credit or loan or violation of material provisions of the credit or loan agreement for which no corrective actions were taken by the end of the reporting period

Did not occur.

Bonds

In 2023 and until the date of publication of this report, the Company did not issue any bonds, while in 2022 the Company issued 12 registered bonds with a total nominal value of PLN 2.4 thousand. PLN with a maturity date falling in 2022-2024. The total value of the Company's liabilities arising from the purchase of the above-mentioned bonds will not exceed their nominal value and is insignificant for the Company. Their issue was related to the policy implemented in the Company regarding the payment of variable remuneration components under the risk management system and in compliance with applicable regulations. More information regarding the above. policy is disclosed in the current document published on the Company's website entitled "Disclosures related to the capital adequacy of IPOPEMA Securities SA".

In 2023, bonds were redeemed for a total amount of PLN 0.8 thousand. PLN (PLN 1.6 thousand in 2022).

Note 13a

Definition, goals and principles of risk management to which the brokerage house is exposed

Activities on capital markets are inextricably linked to risks that may have a significant impact on the operation of the Company, which are briefly discussed below, as well as in the Management Board's report on the activities of the Company and its Capital Group. All types of risk are monitored and controlled in relation to the profitability of the business and the level of capital necessary to ensure the security of the concluded transactions in terms of capital requirements.

Credit risk

The Company is exposed to credit risk, understood as the risk of creditors not fulfilling their obligations and thus causing the Company to incur losses. Taking into account the above, credit risk was recognized in the financial statements by creating impairment losses. The age of receivables and the amounts of write-offs for receivables are presented in note 2.

In the opinion of the Management Board, there is no significant concentration of credit risk because the Company has many customers.

With respect to other financial assets of the Company, such as cash and cash equivalents and financial assets available for sale, the Company's credit risk arises as a result of the other party's inability to make payment, and the maximum exposure to this risk is equal to the carrying value of these instruments. Credit risk related to bank deposits, financial instruments and other investments is considered low because the Company has concluded transactions with institutions with an established financial position.

Credit risk – maximum loss amount

As at December 31, 2023, the maximum amount of loss due to credit risk for loans granted (specified in note 8) is PLN 1,065 thousand. PLN (PLN 1,011 thousand as at December 31, 2022), short-term receivables (specified in note 2.4) amount to PLN 125,052 thousand, respectively. PLN and 124,575 thousand zloty.

The credit risk associated with deposits is considered low because the agreements are concluded with banks with a stable financial situation.

Interest rate risk

The Company has liabilities under working capital loans for which interest is calculated on the basis of a variable interest rate, therefore there is a risk of an increase in these rates compared to the moment of concluding the agreement. The Company invests free cash in variable-rate investments, which reduces investment profits when interest rates drop. Information on assets and liabilities exposed to interest rate risk is presented in notes 1 and 13.

Due to the fact that in the reporting period the Company had both assets and liabilities bearing variable interest rates (which partially offset the risk), as well as the specific nature of these liabilities (credit lines with large daily fluctuations in their use), the Company did not use interest rate hedging, recognizing that the interest rate risk is not significant.

Currency risk

The Company has funds in its bank account in foreign currencies and is therefore exposed to the risk of changes in exchange rates. It is mainly related to changes in the EUR and USD exchange rates, and - to a lesser extent - GBP, HUF, CAD and others. Moreover, in connection with its operations on foreign stock exchanges, the Company settles transactions in foreign currencies (EUR, USD, GBP, HUF, CAD and others). Due to the specificity of transaction settlements (the Company acts as an intermediary), the share of this risk in the overall risk assessment of the Company's activities is insignificant.

Values in currency, not converted into PLN	December 31, 2023	December 31, 2022
Receivables in currency		
- EUR	1,603	1,927
- USD	251	1,370
- HUF	226 299	280 165
- GBP	16	-
- AUD	26	611
-CAD	7	-
-RON	59	55
Liabilities in currency		
- EUR	153	548
- USD	375	1,376
- HUF	225 941	280 137
- GBP	314	6
-RON	6	25
-CAD	7	-
- AUD	26	611
Accruals		

- EUR	123	5
Cash in currency		
- CZK	546	211
- EUR	1 016	358
- HUF	32,150	28,100
-RON	15	16
- USD	1,523	638
- GBP	7	98
- SEC	363	200
- DKK	133	115
- NOK	392	150
- CHF	16	15
- TRY	5	23
-CAD	164	156
- AUD	21	21

Price risk

The Company had financial instruments traded on stock exchanges, therefore the Company identifies the risk related to fluctuations in the prices of financial instruments. These instruments are recognized in the statements as financial instruments held for trading.

The amount of investment in financial instruments held for trading is presented in note 3.

Liquidity risk

The Company is exposed to the risk of loss of liquidity understood as the risk of losing the ability to settle liabilities within specified periods. The risk results from the potential limitation of access to financial markets, which may result in the inability to obtain new financing or refinance its debt. The Company's goal is to maintain liquidity at an optimal level by managing receivables, liabilities, financial instruments and through debt financing, i.e. short-term bank loans.

The table informing about the maturity dates of liabilities (aging of liabilities) is presented in note 13. The vast majority of liabilities (approx. 97%) result from transactions concluded on stock exchanges, which are mostly intermediation transactions in the purchase or sale of financial instruments for the Company's clients. The liability arising from this type of stock exchange transaction is largely balanced by the transaction generating, on the other hand, a receivable from stock exchange transactions. The balance of stock exchange transactions (receivables vs. liabilities) as of December 31, 2023 amounted to PLN 2,495 thousand. PLN against (-)1,608 thousand PLN as at December 31, 2022. Liabilities towards KDPW / KDPW CCP resulting from transactions concluded on the WSE may be financed from available credit lines. The risk of loss of liquidity in this case is considered low.

The Company identifies liquidity risk as one of the typical risks for every business entity and under normal market conditions it assesses it at a relatively low level, considering the state of its own cash (note 1) and available credit lines financing its activities on stock exchanges (note 13).

Moreover, a change in the approach of the bank financing the company's activities on the stock exchange cannot be ruled out - both due to the general market situation and the possible deterioration of the Company's financial situation. In an extremely negative scenario, it cannot be ruled out that this financing may be significantly limited or even suspended, which could negatively affect the scale of operations in this business segment and, consequently, further reduce the amount of revenues. Currently, however, the Company does not identify any reasons for the materialization of the above-mentioned. risk to a higher extent than in previous years.

Note 14

Information on the fair value of financial instruments not measured at fair value

Loans granted, own receivables and liabilities as at December 31, 2023	carrying value	item on the balance sheet	fair value
Loans granted and own receivables	138,881		138,881
- loan	1,065	Loans granted	1,065
- cash	137,816	Cash	137,816
Financial liabilities (credit)	25,344	Commitments	25,344

Loans granted, own receivables and liabilities as at December 31, 2022	carrying value	item on the balance sheet	fair value
Loans granted and own receivables	133 265		133 265
- loan	1 011	Loans granted	1 011
- cash	132,254	Cash	132,254
Financial liabilities (credit)	19,419	Commitments	19,419

Note 15

There are no long-term liabilities as at December 31, 2023 for PLN 51,000. PLN of leasing liabilities as at December 31, 2022.

Long-term liabilities	December 31, 2023	December 31, 2022
a) up to 1 year	-	51
b) over 1 year to 3 years	-	-
c) over 3 years up to 5 years	-	-
d) over 5 years	-	-
Total long-term liabilities	-	51

There were no accrued expenses as at December 31, 2023 or as at December 31, 2022.

Note 16

Provisions for liabilities	December 31, 2023	December 31, 2022
1. Change in the balance of long-term reserves for retirement and similar benefits	-	-
2. Change in the balance of short-term provisions for retirement and similar benefits	- 67	39
3. Change in the balance of other long-term reserves	- 128	- 49
4. Change in the balance of other short-term provisions	1 214	- 1,247
The balance of other short-term provisions at the beginning of the period	5,886	7,133
a) creation	12,304	9,037
b) use	11,056	9,009
c) solution	34	1,275
The balance of other short-term provisions at the end of the period	7,100	5,886
Balance of other short-term provisions at the end of the period (by title)		
For the audit and preparation of financial statements	81	117
For employee benefits *	5,229	4,186
The remaining	1,790	1,583
Balance of remaining short-term provisions at the end of the period,	7,100	5,886

* employee benefits, in accordance with the Accounting Act and IAS 19, constitute employee benefits in respect of remuneration, social security contributions, paid annual leave, paid sick leave, profit sharing and bonuses, as well as post-employment benefits, such as pensions, other retirement benefits and termination benefits and non-monetary benefits for current employees.

Change in the balance of deferred tax liabilities	December 31, 2023	December 31, 2022
1. The balance of the deferred tax liability at the beginning of the period, including:	710	154
a) related to the financial result	710	154
- fixed assets and intangible assets	83	75
- valuation of financial instruments	92	10
- receivables	535	69
b) charged to equity capital	-	-
c) charged to goodwill or negative goodwill	-	-
2. Increases	937	896
a) charged to the financial result of the period due to positive temporary differences:	937	896
- fixed assets and intangible assets	35	9
- valuation of financial instruments	485	283
- receivables	417	604
b) charged to equity capital	-	-
c) charged to goodwill or negative goodwill	-	-
3. Reductions	1,234	340
a) charged to the financial result of the period due to negative temporary differences:	1,234	340
- fixed assets and intangible assets	16	1
- valuation of financial instruments	474	201
- receivables	744	138
b) charged to equity capital	-	-
4. The balance of the deferred tax liability at the end of the period, including:	413	710
a) transferred to the financial result for the period due to temporary differences due to:	413	710
- fixed assets and intangible assets	102	83
- valuation of financial instruments	103	92
- receivables	208	535
b) charged to equity capital	-	-
c) charged to goodwill or negative goodwill	-	-

Note 17

Subordinated liabilities – none.

Note 18

Changes in individual categories of financial instruments

	Financial instruments intended for sale	Financial instruments intended for trading		Loans granted and own receivables		Other financial obligations
		Financial assets	Financial liabilities	Loan granted	Cash and other monetary assets	New short-term loans
As of January 1, 2023	9,220	3,196	-	1 011	132,254	19,419
Increases:	3,947	50,986	-	263	5,562	6,317
- purchase of shares	3,947	50,278	-	-	-	-
- granting a loan	-	-	-	230	-	-
- taking out a loan	-	-	-	-	-	6,121
- interest and exchange rate differences	-	-	-	33	-	-
- valuation of financial instruments / other	-	708	-	-	5,562	196
Reductions:	-	52,029	-	209	-	-
- sale of shares / participation units	-	51,773	-	-	-	-

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- valuation of financial instruments	-	256	-	-	-	-
- repayment / other changes	-	-	-	209	-	-
As of December 31, 2022	13,167	2,153	-	1,065	137,816	25,344

	Financial instruments intended for sale	Financial instruments intended for trading		Loans granted and own receivables		Other financial obligations
		Financial assets	Financial liabilities	Loan granted	Cash and other monetary assets	New short-term loans
As of January 1, 2022	8,710	1,447	190	1 006	103,389	16,549
Increases:	516	34,360	-	213	28,865	2,870
- purchase of shares	516	34,353	-	-	-	-
- granting a loan	-	-	-	158	-	-
- taking out a loan	-	-	-	-	-	2,698
- interest and exchange rate differences	-	-	-	55	-	172
- valuation of financial instruments / other	-	7	-	-	28,865	-
Reductions:	6	32,611	190	208	-	-
- sale of shares/participation units	6	32,593	-	-	-	-
- valuation of financial instruments	-	18	-	-	-	-
- write-off of value	-	-	-	19	-	-
- repayment / other changes	-	-	190	189	-	-
As of December 31, 2022	9,220	3,196	-	1 011	132,254	19,419

Note 19

Core capital	December 31, 2023	December 31, 2022
a) nominal value of one share (in PLN)	0.10	0.10
b) series/emission	A,B,C	A,B,C
c) type of action	ordinary bearer	ordinary bearer
d) type of preference of shares	lack	lack
e) type of limitation of rights to shares	lack	lack
f) number of shares	29,937,836	29,937,836
g) value of the series/issue at nominal value (in PLN thousand)	2,994	2,994
h) method of covering the capital	cash	cash
i) right to dividend (from date)	the shares participate in the distribution of profit for 2023 and 2022	shares participate in the distribution of profit for 2022 and 2021

The Company's share capital has not changed in 2023 or 2022.

As at December 31, 2023, the share capital amounted to PLN 2,993,783.60 and was divided into 7,000,000 series A ordinary bearer shares, 21,571,410 series B ordinary bearer shares and 1,366,426 series C ordinary bearer shares. All the issued shares have a nominal value of PLN 0.10 and have been fully paid.

Core capital (structure) - as of December 31, 2023 and as of the date of publication of the report

Shareholder	Number of shares and votes at the General Meeting	Value of shares acquired (in PLN)
OFE PZU "Złota Jesień" ^{**}	2,990,000	299,000
IPOPEMA PRE-IPO FIZAN ^{1 fund}	2,990,789	299,079
IPOPEMA 10 FIZAN ^{2 Fund}	2,851,420	285 142
Value FIZ*	2,992,824	299 282
QUERCUS Funds ^{3 *}	2,912,236	291 224
Katarzyna Lewandowska	2,136,749	213 675
Jarosław Wikaliński ⁴	1,499,900	149,990
Total shareholders above 5%	18,373,918	1,837,392

* Data based on notifications received by the Company from shareholders

¹ The main participant of the Fund is Jacek Lewandowski - President of the Management Board of the Company, as well as Katarzyna Lewandowska

² The only participant of the Fund is Stanisław Waczkowski - Vice-President of the Management Board of the Company

³ QUERCUS Umbrella SFIO and QUERCUS Multistrategy FIZ

⁴ Based on the oral agreement regarding unanimous voting at the AGM, Jarosław Wikaliński and Małgorzata Wikalińska have a total of 2,990,789 votes, i.e. 9.98% of the total number of votes at the AGM

Core capital (structure) – as of December 31, 2022.

Shareholder	Number of shares and votes at the General Meeting	Value of shares acquired (in PLN)
OFE PZU "Złota Jesień" ^{**}	2,993,684	299 368
IPOPEMA PRE-IPO FIZAN ^{1 fund}	2,990,789	299,079
IPOPEMA 10 FIZAN ^{2 Fund}	2,851,420	285 142
Value FIZ*	2,750,933	275 093
QUERCUS Funds ^{3 *}	2,256,200	225 620
Katarzyna Lewandowska	2,136,749	213 675
Jarosław Wikaliński ⁴	1,499,900	149,990
Total shareholders above 5%	17,479,675	1,747,967

* Data based on notifications received by the Company from shareholders

¹ The main participant of the Fund is Jacek Lewandowski - President of the Management Board of the Company, as well as Katarzyna Lewandowska

² The only participant of the Fund is Stanisław Waczkowski - Vice-President of the Management Board of the Company

³ QUERCUS Umbrella SFIO and QUERCUS Multistrategy FIZ

⁴ Based on the oral agreement regarding unanimous voting at the AGM, Jarosław Wikaliński and Małgorzata Wikalińska have a total of 2,990,789 votes, i.e. 9.98% of the total number of votes at the AGM

Note 20

Own shares

Apart from possible cases of purchasing shares in connection with its brokerage activities in the field of intermediation in trading in shares on the WSE, the Company did not purchase its own shares.

Note 21

Supplementary capital	December 31, 2023	December 31, 2022
a) from the sale of shares above their nominal value	10,351	10,351
b) created by law	998	998
c) established in accordance with the statute/agreement, above the legally required (minimum) value	42,672	42,543
Supplementary capital, total	54,021	53,892

Note 22

There were no write-offs from net profit during the financial year.

Note 23

Negative goodwill of subordinated entities did not occur.

Note 24

Book value per share	December 31, 2023	December 31, 2022
Equity (in PLN thousand)	66,037	61,505
Number of shares issued	29,937,836	29,937,836
Book value per share (in PLN)	2.21	2.05

The book value per share is equal to the ratio of the value of equity as at the balance sheet date and the number of shares issued as at the balance sheet date.

Note 25

Revaluation capital – none .

Note 26

Customer financial instruments	December 31, 2023	December 31, 2022
Securities admitted to public trading		
- quantity	322 508	322 978
- value	2,372,287	2,241,067
Securities not admitted to public trading		
- quantity	4,956	4,498
- value	278,425	125,635
Broadcast sponsor		
(i) shares		
- quantity	812	812
- value	15,048	11,951
(ii) bonds		
- quantity	46	83
- value	21,920	40,897
(iii) investment certificates		
- quantity	233 324	150 813
- value	35 984 420	35 735 009

Explanatory notes to the profit and loss account

Note 27

Revenues from core activities	2023	2022
Revenues from trading in securities	35,294	30,694
Revenues from investment banking services, including:	21,854	19,635
- offering financial instruments	14,020	14,030
- advisory services and other investment banking revenues	7,834	5,605
Other income	7,704	3,130
Total revenues	64,852	53,459

Revenues from accepting and transmitting orders for the purchase or sale of investment fund participation units or participation titles in collective investment institutions amounted to PLN 6.9 thousand. PLN in 2023 compared to PLN 10.2 thousand PLN in 2022.

Revenues – territorial structure	2023	2022
Poland	62,461	51,317
Abroad	2,391	2,142
Total revenues	64,852	53,459

Costs - External services	2023	2022
- transaction costs other than the costs of settling transactions through clearing houses and stock exchanges	14,225	9 209
- information and ICT services	4,748	4,248
- other external services	1,389	1,444
Total external services	20,362	14,901

Note 28

Revenues from financial instruments intended for trading in 2023 amounted to PLN 4,111 thousand. PLN, compared to PLN 1,277 thousand PLN in 2022.

Note 29

In 2023, costs related to financial instruments held for trading amounted to PLN 1,207 thousand. PLN, compared to PLN 3,137 thousand PLN in 2022.

Note 30

There were no income from financial instruments held to maturity.

Note 31

There were no costs related to financial instruments held to maturity.

Note 32

Income from financial instruments available for sale

In 2023, revenues from financial instruments available for sale amounted to PLN 895 thousand. PLN (PLN 752,000 in 2022) and related entirely to dividends received from subsidiaries.

Note 33

Costs related to financial instruments available for sale

There were no costs related to financial instruments available for sale in 2023 or 2022.

Note 34

There was no gain (loss) on the sale of all or part of the shares of subordinated entities.

Note 35

Other operating income	2023	2022
a) n surplus from the sale of tangible fixed assets and intangible assets	199	-
b) release of reserves	434	1,275
c) reducing write-offs for receivables	11	31
d) other, including:	2,060	2,232
- re-invoicing of costs	2,032	2,149
- other	28	83
Other operating income, total	2,704	3,538

Note 36

Other operating cost	2023	2022
a) creation of reserves	4	-
b) creation of write-offs for receivables	45	41
c) other, including:	2,143	2,752
- re-invoicing of costs	2,026	2,130
- other	117	622
Other operating costs, total	2,192	2,793

Note 37

Interest on deposits	2023	2022
interest on own deposits and deposits, including:	2,038	1,979
- unrealized for up to 3 months	2	11
- unrealized for 3-12 months	-	-

Note 38

Interest on loans and credits	2023	2022
a) completed	1,788	1,446
b) unrealized:	9	196
- unrealized for up to 3 months	9	196
- unrealized for 3-12 months	-	-
Interest on loans and credits, total	1,797	1,642

Note 39

Income tax	2023	2022
Current income tax		
1 Gross profit (loss).	11,242	5,736
2 Differences between gross profit (loss) and the tax base for income tax, by title	3,132	- 3,407
a/ costs that do not constitute tax deductible costs:	14,604	11,443
representation	325	156
PFRON	152	135
membership fees	261	220
balance sheet valuations of financial instruments and settlements	894	525
write-off of receivables	45	41
depreciation	-	93

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reserves	12,681	9,536
the remaining	246	738
b/ revenues that do not constitute tax revenues:	4,526	6,782
dissolution of the reserve	434	1,275
reversal of the write-off for receivables	11	31
interest on deposit, loans and receivables	33	60
dividend	895	752
balance sheet valuations of financial instruments and settlements	995	960
benefits from KDPW	1,995	1,300
estimated revenues	161	2,329
the remaining	2	75
c/ statistically added costs:	11,273	9,024
use of the reserve for employee benefits	6,071	5 511
dissolved reserves	4,325	2,888
audit of financial statements	152	155
VAT correction	49	-
interest paid	649	440
the remaining	27	thirty
d/ statistically added revenues	4,327	956
interest	52	8
benefits from KDPW	1,951	864
estimated revenues	2,324	-
the remaining	-	84
e/ loss deduction	-	-
3 Donation made	-	232
4 Tax base for income tax	14,374	2,097
5 Income tax at the rate of 19%	2,732	398
6 Tax increases, omissions, exemptions, deductions and reductions – tax paid on dividends received	-	-
7 Current income tax included (shown) in the tax return for the period, including:	2,732	398
- shown in the profit and loss account	2,732	398
- regarding items that decreased or increased equity	-	-
Deferred income tax, disclosed in the profit and loss account:		
- decrease (increase) due to the emergence and reversal of temporary differences	- 2,095	- 2,139
- reduction (increase) due to changes in tax rates	-	-
- decrease (increase) due to previously unrecognized tax loss, tax credit or temporary difference of the previous period	-	-
- decrease (increase) in deferred tax assets	1,880	2 303
- change in the balance of the deferred tax provision	- 297	555
Deferred income tax, total	- 512	719

Tax settlements and other areas of activity subject to regulations may be subject to control by administrative authorities, which are authorized to impose penalties and sanctions. The lack of reference to established legal regulations in Poland results in ambiguities and inconsistencies in the applicable regulations. Frequently occurring differences in opinions regarding the legal interpretation of tax regulations both within state authorities and between state authorities and enterprises result in areas of uncertainty and conflicts. These phenomena make the tax risk in Poland significantly higher than that usually existing in countries with a more established and stable tax system.

Tax settlements may be subject to audit for a period of five years, starting from the end of the year in which the payment deadline expired.

Note 40

Other mandatory reductions in profit (increases in loss) did not occur.

Note 41

Proposed distribution of profit for the current year and the profit for the previous year

Profit sharing	2023	2022
Net profit/loss	9,022	4,619
Supplementary capital	-	129
Dividend	-	4,490

By the time this report is prepared, the Management Board has not made a decision regarding the recommendation on how to distribute the profit for 2023. Determinations in this matter will be made at a later date, but no later than by the time of convening the Ordinary General Meeting, which, in accordance with the Commercial Companies Code, must be take place within 6 months until the end of the given financial year

Note 42

List of groups of liabilities secured by the assets of the brokerage house:

Both in 2023 and 2022, the Company's assets were secured by working capital loans in the current account, detailed information about which is provided in note 13. The security is a deposit on the bank account in the amount of PLN 4.1 million (as at December 31, 2023). A *blank bills of exchange* together with bill of exchange declarations and powers of attorney to manage bank accounts at the Bank.

In 2022, the Company paid security worth PLN 0.2 million resulting from the framework agreement concluded with Alior Bank regarding treasury transactions.

In 2018, the Company paid a deposit of EUR 1.5 million to the bank that is the clearing bank for transactions concluded on foreign stock exchanges.

In January 2012, the Company was granted a guarantee by PKO Bank Polski SA (formerly Nordea Bank Polska) up to the total amount of EUR 268,000, secured by a deposit in the current amount of PLN 1,993,000. Pursuant to the annex of April 2023, the guarantee amount was increased to EUR 323,000. Euro. The guarantee was issued for the period until April 16, 2028 and applies to liabilities related to the rental of office space.

Note 43

Contingent liabilities and assets, including guarantees and sureties granted, underwriting agreements, bill of exchange liabilities

The company issued bills of exchange as security for the loan (a detailed description can be found in note 13) and paid a deposit of EUR 1.5 million to secure the settlement of the transaction on foreign stock exchanges.

Note 44

Security granted

In the periods covered by these financial statements, the Company did not grant any collateral.

Note 45

Impairment losses on financial assets, property, plant and equipment, intangible assets or other assets and the reversal of such write-offs

Both in 2023 and 2022, the Company did not make any write-offs or reverse previously created impairment losses on financial assets, property, plant and equipment, intangible assets or other assets, except for changes in the balance of write-offs for receivables (note 2).

Note 4 6

Information on revenues, costs and results of discontinued or planned activities

In 2023 and 2022, the Company did not identify any discontinued operations. Consequently, all information presented in the financial statements for 2023 concerns continuing operations.

Note 47

The company as a lessee – the right to use the building

The company rents office space on the basis of a lease agreement. The right to use the building for the duration of the contract was classified as operational leasing. The lease agreement for the right to the building was initially concluded for a period of 5 years (starting from 2013), however, pursuant to the annexes concluded, this period was extended - currently until 2028.

The value of minimum leasing fees is presented in the table below.

Lease liabilities	December 31, 2023	December 31, 2022
	Present value of minimum lease payments	
Within a period of 1 year	1,894*	1,435*
In the period from 1 to 5 years	5,763*	6,668*
Over 5 years old	-	-
Total leasing liabilities	7,657	8 103

* value calculated on the basis of linear distribution of the cost over the leasing period

The company as a lessee – financial leasing

The company concluded vehicle leasing agreements. The financing party is entitled to recalculate the remuneration when the WIBOR / EURIBOR 1M interest rate changes and in the event of changes in regulations (including in particular tax regulations) . A mileage limit has been set for the vehicles, which will be settled for the entire duration of the contract. If the mileage of the vehicle is higher than the limit agreed by the parties, the company will pay an additional fee for exceeding the vehicle mileage limit .

Leasing agreements were classified as financial leasing. The value of minimum leasing fees is presented in the table below.

Financial leasing liabilities	December 31, 2023	December 31, 2022
Net carrying amount	316	99
Present value of minimum lease payments	219	240
Within a period of 1 year	219	189
In the period from 1 to 5 years	-	51
Over 5 years old	-	-
The value of contingent leasing fees recognized as an expense in the period	213	56

Note 48

Information about the amount and nature of individual items of income or expenses that are of extraordinary value or that occurred incidentally

In the periods covered by these financial statements, the Company did not experience any extraordinary profits or losses.

Note 49

Data on future income tax liabilities

In the periods covered by these financial statements, the Company had no future income tax liabilities.

Note 5 0

Cash flow statement items

Division of the Company's activities adopted in the cash flow statement:

Operating activities – providing brokerage and advisory services as well as purchasing and selling securities.

Investment activities – purchase and sale of intangible assets, tangible fixed assets and long-term securities.

Financial activities – obtaining or losing sources of financing (changes in the size and ratio of equity and external capital in the entity) and all related monetary costs and benefits.

Cash structure

	Presentation in the balance sheet		Presentation in the cash flow statement	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
Cash and other monetary assets	137,816	132,254	137,757	132 218
1 At the box office	-	1	-	1
2 In bank accounts	16,456	12,876	16,456	12,876
3 Other cash	121 360	119,377	121 360	119,377
4 Exchange differences calculated	-	-	- 59	- 36

The difference between the presentation of cash in the balance sheet and in the cash flow statement in 2023 and 2022 results from the reduction of cash by the amount of exchange rate differences.

Cash and other monetary assets at the end of the period include cash and other monetary assets of own and customers - the division is presented in note 1.

Differences in changes in balance sheet items

	Presentation in the balance sheet		Balance sheet change	Presentation in the cash flow statement – change in status
	December 31, 2023	December 31, 2022		2023
Receivables (short- and long-term) gross	125 110	124,599	511	511
Net receivables	125,052	124,575		
Write-offs for receivables	58	24	34	34
Provisions (excluding deferred tax on equity and provisions for unpaid interest)	8,556	7,834	722	722
Total change in the balance of write-offs and provisions				756

Differences in changes in balance sheet items

	Presentation in the balance sheet		Balance sheet change	Presentation in the cash flow statement – change in status
	December 31, 2022	December 31, 2021		2022
Receivables (short- and long-term) gross	124,599	218 723	- 94,124	- 94,124
Net receivables	124,575	218 681		
Write-offs for receivables	24	42	- 18	- 18
Provisions (excluding deferred tax on equity and provisions for unpaid interest)	7,834	8,535	- 701	- 701
Total change in the balance of write-offs and provisions				- 719

Note 5 1

Employment structure

The average employment (employees and permanent collaborators) in 2023 was 86 full-time positions (86 full-time positions in 2022).

Number of employees (employees and permanent collaborators) per full-time equivalent:

Organizational unit	December 31, 2023	December 31, 2022
Management	4	4
The others	84	78
Together	88	82

Note 52

Remuneration of members of the management board and members of supervisory bodies (including remuneration from profit)

The table below presents the amount of remuneration of the Supervisory Board and members of the Management Board - both paid and due or potentially due - and additional benefits (medical care partially financed by the Company, PPE contributions) from IPOPEMA Securities:

Total remuneration (including bonus remuneration)	2023	2022
Management	3,229	2,278
Jacek Lewandowski	871	937
Mirosław Borys	705	553
Mariusz Piskorski	446	394
Stanisław Waczkowski	1,277	394
board of directors	210	143
Jacek Jonak	50	35
Janusz Diemko	40	24
Bogdan Kryca	40	28
Ewa Radkowska - Świętoń	40	28
Andrzej Knidawka	40	28

In addition to remuneration, members of the Management Board and the Supervisory Board who are shareholders of the Company participate in the payment of dividends on the same terms as other shareholders.

Agreements with Mariusz Piskorski and Mirosław Borys of November 4, 2008

Two members of the Management Board - Mariusz Piskorski and Mirosław Borys - concluded agreements with the Company, under which each of them is entitled to compensation in the amount of three months' remuneration in the event of dismissal from the Management Board or failure to be appointed for the next term of office (subject to the cases specified in the agreement), as well as in the event of a change in remuneration conditions to less favorable ones.

Note 53

Loans, credits, advances and guarantees granted to members of the management board and members of supervisory bodies

In the periods covered by these financial statements, the Company did not grant any loans, credits, advances or guarantees to members of the management board or members of supervisory bodies.

Note 54

Information on significant transactions (in 2023 and 2022, i.e. the period for which comparative data were prepared) concluded by the Company with:

a) the parent company

Not applicable.

b) a significant shareholder

Not applicable.

c) subordinated units

Transactions with the subsidiary IPOPEMA Financial Advisory Sp. z o. o. SK

In 2017, the Company signed an agreement to provide office and administrative support services to IFA SK - the revenue recognized by the Company in 2023 and 2022 was below PLN 0.4 million.

Transactions with the subsidiary IPOPEMA Towarzystwo Funduszy Inwestycyjnych SA

The company executes contracts for IPOPEMA TFI: (i) providing services of offering investment certificates, (ii) ordering intermediation in the sale and redemption of investment fund participation units, (iii) providing additional services in connection with IPOPEMA TFI taking over the management of funds from other investment fund companies, (iv) maintaining a register of shareholders, (v) performing the function of an issue agent in accordance with Article 7a(1a) of the Act of July 29, 2005 on Trading in Financial Instruments, (vi) providing analytical services (so-called research services) Total value of the Company's remuneration for work performed and for remuneration for activities related to improving the quality of service for fund participants amounted to PLN 6.4 million in 2023 (PLN 3.8 million in 2022) .

Transactions with the subsidiary MUSCARI Capital Sp. z o. o

In 2023, MUSCARI provided financial intermediation services to the Company. The company incurred costs for these services in the amount of PLN 3.5 million in 2023 (compared to PLN 2.9 million in 2022).

d) members of the management board and supervisory bodies

Did not occur.

e) spouses, relatives of members of the management board and supervisory bodies

Did not occur.

f) persons related by virtue of care, adoption, guardianship to members of the management board and managing bodies

Did not occur.

Transactions with related parties – revenues and costs

Name of the affiliated	Revenue from primary school	Other operating and financial revenues	Shopping	Revenue from primary school	Other operating and financial revenues	Shopping
	in 2023			in 2022		
IPOPEMA BC	-	10	-	-	6	-
IPOPEMA TFI	6,442	204	-	3,830	456	-
IFA SK	350	18	-	275	18	-
MUSCARI	-	18	3,498	-	28	2,934
Together	6,792	233	3,498	4 105	508	2,934

In addition to the above-mentioned revenues, the Company also receives dividend revenues from subsidiaries, information on dividends received can be found in note 57.

Transactions with related entities – receivables and liabilities

Name of the affiliated company	Receivables and loans granted		Commitments	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
IPOPEMA BC	50	-	-	-
IPOPEMA TFI	1,260	681	-	-

IFA SK	431	340	-	-
MUSCARI	746	742	439	390
Together	2,487	1,763	439	390

IPOPEMA Securities provides brokerage services to funds managed by IPOPEMA TFI SA, however, the costs resulting from this type of transactions are borne directly by the funds.

Transactions with related entities not included in the financial statements

In the periods covered by these financial statements, apart from the transactions indicated in the information above, there were no other significant transactions with related entities.

Material transactions concluded by the entity on terms other than market conditions with related parties

In the periods covered by these financial statements, the Company did not enter into any significant transactions with related parties on terms other than market conditions.

Note 55

Under the agreement concluded in 2022, the entity authorized to audit the annual separate and consolidated financial statements of the Company/Group and to review financial statements for the first half of the year is Grant Thornton Polska PSA. based in Poznań at ul. Archbishop Antoniego Baraniaka 88 E The contract was concluded for a period of 2 years. No remuneration was paid to other companies in the Grant Thornton network.

Auditor's remuneration due in thousands PLN (gross)

The type of service	2023	2022
mandatory audit of the annual financial statements	90	83
other attestation services*	94	93
tax advisory services	-	-
other services	-	-

* *'other assurance services' includes financial statement review services, assessment of client asset safekeeping requirements and assessment of remuneration report*

Note 56

Name and registered office of the parent entity preparing the consolidated financial statements

Not applicable.

Note 57

Dividends paid and proposed for payment

On May 24, 2023, the Ordinary General Meeting decided to pay a dividend from the profit for 2022, which amounted to PLN 4,619 thousand. zloty. The dividend amount per share was PLN 0.15. The date of establishing the rights to dividend was June 2, 2023 (dividend day), and the date of its payment was June 9, 2023. On this date, the dividend was paid in the total amount of PLN 4,490 thousand. zloty . The difference between the value of the dividend paid and the amount of PLN 4,619 thousand PLN adopted by the General Meeting, which amounted to PLN 129 thousand. PLN is the result of rounding in the amount of dividend per share and in accordance with the above-mentioned by resolution of the General Meeting, it contributed to the Company's supplementary capital.

On May 25, 2022, the Ordinary General Meeting decided to pay a dividend from the profit for 2021, which amounted to PLN 9,454 thousand. zloty. The amount of dividend per share was PLN 0.31. The date of establishing the rights to dividend was June 3, 2022 (dividend day), and the date of payment was June 10, 2022. On this date, the dividend was paid in the total amount of PLN 9,280 thousand. zloty.

Dividends received

On June 30, 2023, the meeting of IBC shareholders decided to pay part of the profit for 2022 in the total amount of PLN 250,000. zloty. The company received the full payment of its share in the IBC profit on June 30, 2023.

IFA SK shareholders meeting:

- on July 26, 2023, decided to pay part of the profit for 2022 in the amount of PLN 183,000. zloty,
 - on October 12, 2023, decided to pay part of the profit for 2022 in the amount of PLN 154,000. zloty,
 - on October 20, 2023, decided to pay part of the profit for 2022 in the amount of PLN 154,000. zloty,
 - on November 24, 2023, decided to pay part of the profit for 2022 in the amount of PLN 154,000. zloty,
- The company received the full payment of its share in the profit of IFA SK in 2023.

Note 58

Information about joint ventures that are not subject to consolidation

According to the information included in the Introduction to this report, IFDS was established by IPOPEMA Securities together with ProService Finteco sp. z o. o. with its registered office in Warsaw, and the division of rights and votes is equal between both of the above-mentioned companies. shareholders. Therefore, in accordance with applicable regulations, none of them has the status of a parent company. Consequently, IFDS is not formally a subsidiary of IPOPEMA Securities and is not subject to consolidation.

Note 59

Information about court cases

In 2023 and until the date of publication of these financial statements, the Company was not a party to any significant court proceedings.

Note 60

Proceedings pending before a public administration body and information about inspections

In the period from March to July 2023, the Polish Financial Supervision Authority ("PFSA") carried out a routine inspection at the Company, the subject of which was to "verify whether the operations and financial situation of IPOPEMA Securities SA are consistent with the provisions of law, regulations, conditions specified in permits, principles of fair dealing or the interests of principals. The scope of the inspection included checking compliance with the legal provisions of the Company's financial situation, in particular the correctness of financial reporting to the Polish Financial Supervision Authority, and verification of the determination and method of managing risk for the client. As a result of the inspection, the Company received post-inspection recommendations, which were implemented.

In the second half of 2023, an audit of the First Masovian Tax Office in Warsaw was carried out, which was completed in December 2023. The scope of the audit included the application of due diligence procedures and reporting procedures related to the CRS (*Common Reporting Standard*) procedure by the reporting financial institution (IPOPEMA Securities SA). As a result of the inspection, the Company received post-inspection recommendations to which it did not raise any objections and is currently implementing them.

In December 2023, the Company was inspected by the National Depository for Securities and concerned the records of financial instruments and the functioning of IT systems used to keep records of financial instruments. In connection with the inspection, the Company received a post-inspection recommendation from the National Depository for Securities, which was implemented.

Note 61

Capital adequacy

The Company, as an investment company, is obliged to calculate own funds and prudential requirements in accordance with Regulation (EU) 2019/2033 of the European Parliament and of the Council of 27 November 2019 on prudential requirements for investment companies and amending Regulation (EU) No. 1093/2010 , (EU) No 575/2013, (EU) No 600/2014 and (EU) No 806/2014 ("IFR").

Data as of December 31, 2023 regarding information on own funds, capital requirements for own funds and capital ratios specified in the IFR Regulation are presented below. The capital requirement calculated in accordance with the IFR Regulation is the highest of the following values:

- capital requirement for fixed indirect costs,
- permanent minimum requirement for initial capital,
- K-factor capital requirement.

As at December 31, 2023, the highest of these values is the capital requirement for the Company regarding the K-ratio.

Position – in thousands zloty	December 31, 2023	December 31, 2022
Own funds	44,144	47,032
Own funds requirements	18,536	18,277
- fixed minimum capital requirement	3,261	3,517
- requirement for fixed indirect costs	8,481	8 124
- K factor requirement	18,536	18,277
Common Equity Tier 1 capital ratio	238.16%	257.33%
Surplus(+)/shortage(-) of Common Equity Tier 1 capital	33,764	36,797
Tier 1 capital ratio	238.16%	257.33%
Surplus(+)/shortage(-) of Tier 1 capital	30,242	33,324
Total capital ratio	238.16%	257.33%
Surplus(+)/deficiency(-) of total capital	25,608	28,755

Information about the violation of capital adequacy ratios and the large exposure limit

In the period covered by this report, the Company did not record any violations of capital adequacy ratios on an individual or consolidated basis.

Note 62

Events after the balance sheet date

All events affecting the financial statements for 2023 were included in the accounting books for 2023.

Warsaw, March 27, 2024

Jacek Lewandowski
Chairman of the Board

Mariusz Piskorski
Vice President

Stanisław Waczkowski
Vice President

Mirosław Borys
Vice President

Danuta Ciosek
Chief accountant