

Current report no. 13/2019

Date prepared: 09/04/2019

Subject: Preliminary consolidated financial results of the Impexmetal Capital Group for the year 2018.

The legal basis: Art. 17 para. 1 MAR - confidential information

The contents of the report:

The Management Board of Impexmetal S.A. (The Company) informs that due to the completion on 09.04.2019 of the financial data aggregation process, executed for the sake of preparing a consolidated financial statement of the Impexmetal Capital Group for the year 2018, a decision was made to make the preliminary financial results for the above-mentioned period public.

The preliminary financial results of the Impexmetal Capital Group for the year 2018 (data for the analogous year of 2017 are presented in brackets):

- sales revenues: PLN 3,300 million (PLN 3,353 million),
- gross profit on sales: PLN 354 million (PLN 328 million),
- operating profit: PLN 195 million (PLN 136 million),
- EBITDA: PLN 261 million (PLN 196 million),
- net profit: PLN 186 million (PLN 63 million)

The following had a particular impact on the results reached in 2018, compared to the results reached in 2017:

- higher sales volumes,
- higher unit processing margins:
- the reversal of the write-off on financial assets in the amount of PLN 18 million.

Moreover, in 2017, the Company established a provision for ongoing tax proceedings in the companies of the Capital Group, in the amount of PLN 65 million, which affected the comparability of the consolidated net result (in 2018, the Company failed to establish significant provisions).

The company informs that detailed information regarding the final results reached by the Company and the IMPEXMETAL Capital Group in 2018 will be provided in the annual interim reports for 2018, which will be made public within the deadline determined in the current report no. 5/2019 dated January 30th, 2019.

Signatures:

Piotr Szeliga – President of the Management Board

Małgorzata Iwanejko – Member of the Management Board.