

## FINANCIAL SUPERVISION COMMISSION

### Annual report Q 1 / 2023

(pursuant to § 60 section 1 item 1 of the Regulation on current and periodic information) for issuers of securities engaged in manufacturing, construction, trade or service activities

for Q1 of the financial year 2023 covering the period from 2023-01-01 to 2023-03-31 containing condensed IFRS/IAS financial statements in PLN currency transmission date: 2023-05-05

<p><b>NOVITA S.A.</b> (full name of the issuer)</p> <p><b>NOVITA</b> (abbreviated name of issuer)</p> <p><b>65-722</b> (postcode)</p> <p><b>Dekoracyjna</b> (street)</p> <p><b>068 456 12 01</b> (phone)</p> <p><b><a href="mailto:novita@novita.com.pl">novita@novita.com.pl</a></b> (e-mail)</p> <p><b>929-009-40-94</b> (NIP)</p>	<p><b>light industry</b> (sector according to Warsaw Stock Exchange classification / industry)</p> <p><b>Zielona Góra</b> (town/city)</p> <p><b>3</b> (number)</p> <p><b>068 456 13 51</b> (fax)</p> <p><b><a href="http://www.novita.com.pl">www.novita.com.pl</a></b> (www)</p> <p><b>970307115</b> (REGON)</p>
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SELECTED FINANCIAL DATA	in thousand PLN		in thousands. EUR	
	period from 01.01.2023 to 31.03.2023	period from 01.01.2022 to 31.03.2022	period from 01.01.2023 to 31.03.2023	period from 01.01.2022 to 31.03.2022
Net revenues from the sale of products, goods and materials	56 694	57 575	12 061	12 389
EBITDA (operating result + depreciation)	12 514	8 164	2 662	1 757
Profit/loss on sales	13 542	12 056	2 881	2 594
Operating profit (EBIT)	11 349	6 976	2 414	1 501
Gross profit	11 721	6 593	2 494	1 419
Net profit on continuing operations	9 488	5 568	2 019	1 198
Net cash flows from operating activities	16 225	8 257	3 452	1 777
Net cash flows from investing activities	(392)	(393)	(83)	(85)
Net cash flows from financing activities	3 781	(10 015)	804	(2 155)
Total net cash flow	19 614	(2 151)	4 173	(463)
Number of ordinary shares of the Company for the purpose of calculating the earnings per share ratio in units	2 500 000	2 500 000	2 500 000	2 500 000
Earnings per share	3,80	2,23	0,81	0,48
The number of diluted shares for the purpose of calculating diluted earnings per share in units.	2 500 000	2 500 000	2 500 000	2 500 000
Diluted earnings per share	3,80	2,23	0,81	0,48
	<b>2023-03-31</b>	<b>2022-12-31</b>	<b>2023-03-31</b>	<b>2022-12-31</b>
Total assets	202 456	186 748	43 301	39 819
Liabilities	45 712	39 492	9 777	8 421
Long-term liabilities	14 703	15 043	3 145	3 208
Current liabilities	31 009	24 449	6 632	5 213
Equity	156 744	147 256	33 525	31 399
Share capital	5 000	5 000	1 069	1 066
Number of shares	2 500 000	2 500 000	2 500 000	2 500 000
Book value per share	62,70	58,90	13,41	12,56

In order to translate the balance sheet items in the table "Selected financial data" as at 31 March 2023, the average exchange rate of the National Bank of Poland applicable for the euro on that day was used, i.e. EUR 1 = PLN 4.6755. Items from the statement of comprehensive income and the statement of cash flows shown in the table "Selected financial data" for the first quarter 2023 year were converted using EUR1 = PLN 4.7005 (this is the average of the average NBP exchange rates from the last days 3 months of 2023).

In order to translate the balance sheet items in the table "Selected financial data" as at 31 December 2022, the average exchange rate of the National Bank of Poland applicable for the euro on that day, i.e. EUR 1 = PLN 4.6899, was used. Items from the statement of comprehensive income and the statement of cash flows shown in the table "Selected financial data" for the first quarter 2022 year were converted using the exchange rate of EUR 1 = PLN 4.6472 (this is the average of the average NBP exchange rates from the last days of 3 months of 2022).

Selected financial data from the balance sheet (statement of financial position) are presented at the end of the current quarter and the end of the previous year which should be properly described.

The report should be submitted to the Polish Financial Supervision Authority, a company operating a regulated market and made public through a news agency in accordance with the law.

#### **CONTENT OF THE REPORT**

File	Description
NOVITA_raport_Q1_2023.pdf	Report of NOVITA S.A. for I quarter 2023

#### **SIGNATURES OF THE PERSONS REPRESENTING THE COMPANY**

Date	Name	Position/Function	Signature
2023-05-05	Radosław Muzioł	General Director / President of the Management Board	
2023-05-05	Jakub Rękosiewicz	Finance Director / Member of the Management Boar	



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# "NOVITA" S.A.

Condensed quarterly report  
for the first quarter of 2023



ZIELONA GÓRA, 5 May 2023

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**SELECTED FINANCIAL DATA**

SELECTED FINANCIAL DATA	in thousand PLN		in thousands. EUR	
	period from 01.01.2023 to 31.03.2023	period from 01.01.2022 to 31.03.2022	period from 01.01.2023 to 31.03.2023	period from 01.01.2022 to 31.03.2022
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	<b>2023-03-31</b>	<b>2022-12-31</b>	<b>2023-03-31</b>	<b>2022-12-31</b>
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In order to translate the balance sheet items in the table "Selected financial data" as at 31 December 2022, the average exchange rate of the National Bank of Poland applicable for the euro on that day, i.e. EUR 1 = PLN 4.6899, was used. Items from the statement of comprehensive income and the statement of cash flows shown in the table "Selected financial data" for the first quarter 2022 year were converted using the exchange rate of EUR 1 = PLN 4.6472 (this is the average of the average NBP exchange rates from the last days of 3 months of 2022).

## STATEMENT OF FINANCIAL SITUATION

for the first quarter ended 31 March 2023 (in thousands of zlotys)

ASSETS	2023-03-31	2022-12-31	2022-03-31
<b>Fixed assets</b>	<b>114 274</b>	<b>115 201</b>	<b>117 311</b>
Property, plant and equipment	113 852	114 847	116 923
Intangible assets	421	353	387
Other financial assets	1	1	1
<b>Current assets</b>	<b>88 182</b>	<b>71 547</b>	<b>70 774</b>
Inventory	29 991	31 283	35 526
Receivables from supplies, works and services	25 966	25 875	26 665
Other current receivables and accruals	2 971	4 733	3 023
Cash and cash equivalents	29 254	9 656	5 560
<b>TOTAL ASSETS</b>	<b>202 456</b>	<b>186 748</b>	<b>188 085</b>

LIABILITIES	2023-03-31	2022-12-31	2022-03-31
<b>Equity</b>	<b>156 744</b>	<b>147 256</b>	<b>131 444</b>
Share capital	5 000	5 000	5 000
Reserves and supplementary capitals	84 076	84 076	34 317
Revaluation reserve	(72)	(72)	(83)
Profits/Losses from previous years	58 252	36 883	86 642
Current year profit	9 488	21 369	5 568
<b>LIABILITIES</b>	<b>45 712</b>	<b>39 492</b>	<b>56 641</b>
<b>Long-term liabilities</b>	<b>14 703</b>	<b>15 043</b>	<b>13 852</b>
Reserve	191	191	226
Deferred income tax reserves	9 582	9 915	8 669
Other long-term financial liabilities	4 930	4 937	4 957
<b>Short-term liabilities</b>	<b>31 009</b>	<b>24 449</b>	<b>42 789</b>
Reserve	525	493	292
Short-term bank loans and loans	0	0	479
Other financial liabilities	7	27	7
Trade liabilities	22 786	18 093	23 988
Short-term liabilities and accruals	7 370	5 836	7 505
Income tax liabilities	321	0	10 518
<b>TOTAL LIABILITIES</b>	<b>202 456</b>	<b>186 748</b>	<b>188 085</b>

## STATEMENT OF COMPREHENSIVE INCOME

for the first quarter ended 31 March 2023 (in thousands of zlotys)

CALCULATION VARIANT	01.01.2023 31.03.2023	01.01.2022 31.03.2022
<i>Continuing operations</i>		
Revenue from the sale of products, goods and materials	56 694	57 575
Costs of products, goods and materials sold	43 152	45 519
<b>Gross profit on sales</b>	<b>13 542</b>	<b>12 056</b>
Cost of sale	1 834	1 866
General administrative expenses	4 174	3 726
Other revenues	3 819	518
Other costs	4	6
<b>Operating profit</b>	<b>11 349</b>	<b>6 976</b>
Financial revenues	436	0
Financial costs	64	383
<b>Gross profit</b>	<b>11 721</b>	<b>6 593</b>
Income tax	2 233	1 025
<b>Net profit from continuing operations</b>	<b>9 488</b>	<b>5 568</b>

<b>Other total revenue</b>	<b>0</b>	<b>0</b>
Components that will not be reclassified as profit or loss when certain conditions are met	0	0
<i>Actuarial gains / losses on the measurement of employee benefits</i>	<i>0</i>	<i>0</i>
Income tax related to items presented in other comprehensive income	0	0
<b>Total total income</b>	<b>9 488</b>	<b>5 568</b>

<b>Earnings per share:</b>		
<b>From continuing operations</b>		
<i>Primary</i>	<i>3,80</i>	<i>2,23</i>
<i>Diluted</i>	<i>3,80</i>	<i>2,23</i>

## STATEMENT OF CASH FLOWS

for the first quarter ended 31 March 2023 (in thousands of zlotys)

INDIRECT METHOD	01.01.2023 31.03.2023	01.01.2022 31.03.2022
<b>Cash flows from operating activities</b>		
<b>Profit before tax</b>	<b>11 721</b>	<b>6 593</b>
<b>Total corrections:</b>	<b>4 504</b>	<b>1 664</b>
Depreciation	1 165	1 188
Foreign exchange gains/losses	16	58
Interest expense and revenue	64	204
Profit/loss on investing activities	0	0
Change in provisions	33	244
Change in inventory	1 292	6 631
Change in trade receivables	(91)	(1 867)
Change in the balance of other receivables and accruals	1 082	87
Change in the balance of supplies and works and service liabilities	4 693	(6 684)
Change in the balance of other accounts payable and accruals	1 653	2 629
Income tax paid/refunded	(1 531)	(826)
Other adjustments	(3 872)	0
<b>Net cash flows from operating activities</b>	<b>16 225</b>	<b>8 257</b>
<b>Cash flows from investing activities</b>		
Proceeds from the sale of property, plant and equipment and intangible assets	1	0
Acquisition of property, plant and equipment and intangible assets	(393)	(393)
<b>Net cash flows from investing activities</b>	<b>(392)</b>	<b>(393)</b>
<b>Cash flows from financing activities</b>		
Income from borrowings and borrowings	0	0
Repayment of loans and advances	0	(9 785)
Repayment of financial lease liabilities	(27)	(26)
Interest paid and bank commissions	(64)	(204)
Dividends paid to the Company's shareholders	0	0
Other receipts-grant	3 872	0
<b>Net cash flows from financing activities</b>	<b>3 781</b>	<b>(10 015)</b>
<b>Total net cash flow</b>	<b>19 614</b>	<b>(2 151)</b>
<b>Cash equivalents, cash equivalents and overdrafts at the beginning of the period</b>	<b>9 656</b>	<b>7 769</b>
<i>Foreign exchange gains/losses related to the valuation of cash, cash equivalents and overdrafts</i>	<i>(16)</i>	<i>(58)</i>
<b>Cash equivalents, cash equivalents and overdrafts at the end of the period</b>	<b>29 254</b>	<b>5 560</b>

## STATEMENT OF CHANGES IN EQUITY

for the first quarter ended 31 March 2023 (in thousands of zlotys)

per period	Equity capital				Total equity
01.01.2023 - 31.03.2023	Share capital	Reserve and spare capital	Revaluation reserve	Profits from previous and current year	
<b>Balance as at 01.01.2023</b>	<b>5 000</b>	<b>84 076</b>	<b>(72)</b>	<b>58 252</b>	<b>147 256</b>
<b>Total total income</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>9 488</b>	<b>9 488</b>
Actuarial profits/losses	0	0	0	0	0
Income tax on actuarial profit / losses	0	0	0	0	0
Profit for the financial year	0	0	0	9 488	9 488
<b>Other changes in equity</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0,00</b>	<b>0,00</b>
Distribution of reserve and supplementary capital for dividend payment	0	0	0	0,00	0,00
Distribution of profit for 2022	0	0	0	0,00	0,00
<b>Balance as at 31.03.2023</b>	<b>5 000</b>	<b>84 076</b>	<b>(72)</b>	<b>67 740</b>	<b>156 744</b>

per period	Equity capital				Total equity
01.01.2022 - 31.12.2022	Share capital	Reserve and spare capital	Revaluation reserve	Profits from previous and current year	
<b>Balance as of 01.01.2022</b>	<b>5 000</b>	<b>34 317</b>	<b>(83)</b>	<b>86 642</b>	<b>125 876</b>
<b>Total total income</b>	<b>0</b>	<b>0</b>	<b>11</b>	<b>21 369</b>	<b>21 380</b>
Actuarial profits/losses	0	0	13	0	13
Income tax on actuarial profit / losses	0	0	(2)	0	(2)
Profit for the financial year	0	0	0	21 369	21 369
<b>Other changes in equity</b>	<b>0</b>	<b>49 759</b>	<b>0</b>	<b>(49 759)</b>	<b>0</b>
Distribution of reserve and supplementary capital for dividend payment	0	0	0	0	0
Distribution of profit for 2021	0	49 759	0	(49 759)	0
<b>Balance as at 31.12.2022</b>	<b>5 000</b>	<b>84 076</b>	<b>(72)</b>	<b>58 252</b>	<b>147 256</b>



Condensed quarterly report of "NOVITA" S.A. for the first quarter of 2023

per period	Equity capital				Total equity
	Share capital	Reserve and spare capital	Revaluation reserve	Profits from previous and current year	
<b>01.01.2022 - 31.03.2022</b>					
<b>Balance as of 01.01.2022</b>	<b>5 000</b>	<b>34 317</b>	<b>(83)</b>	<b>86 642</b>	<b>125 876</b>
<b>Total total income</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>5 568</b>	<b>5 568</b>
Actuarial profits/losses	0	0	0	0	0
Income tax on actuarial profits / losses	0	0	0	0	0
Profit for the financial year	0	0	0	5 568	5 568
<b>Other changes in equity</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Distribution of reserve capital for dividend payment	0	0	0		0
Distribution of profit for 2021	0	0	0	0	0
<b>Balance as at 31.03.2022</b>	<b>5 000</b>	<b>34 317</b>	<b>(83)</b>	<b>92 210</b>	<b>131 444</b>

## SEGMENT PERFORMANCE

for the period from 01 January 2023 to 31 March 2023 (in thousands of zlotys)

OPERATING SEGMENTS	per period 01.01.2023 - 31.03.2023				
	Continuing operations				Total activities
	Mechanically needle-punched nonwovens	Water needle-punched nonwovens (spunlace)	Rental	Other	
Revenue from external customers	4 226	50 718	1 374	376	56 694
Significant items of income and expenses, including:	(3 996)	(44 283)	(797)	(84)	(49 160)
Cost of production of products sold	(3 483)	(38 859)	(726)	0	(43 068)
Value of goods and materials sold	0	0	0	(84)	(84)
Cost of sale	(171)	(1 663)	0	0	(1 834)
General administrative expenses	(342)	(3 761)	(71)	0	(4 174)
<b>Profit or loss of the reporting segment</b>	<b>230</b>	<b>6 435</b>	<b>577</b>	<b>292</b>	<b>7 534</b>
Other operating revenue/expenses	136	3 680	(1)	0	3 815
<b>Segment operating profit / loss</b>	<b>366</b>	<b>10 115</b>	<b>576</b>	<b>292</b>	<b>11 349</b>
Depreciation	120	891	154	0	1 165
<b>EBITDA</b>	<b>486</b>	<b>11 006</b>	<b>730</b>	<b>292</b>	<b>12 514</b>

Information on geographical areas	Revenue	Assets
Domestic sales	31 162	*
Foreign sales	25 532	*

\* Non-current assets used in the operating activities of the entity are used both to manufacture products sold on the domestic and foreign markets.

Sales by country	Share %
Poland	55%
Country 1	15%
Country 2	13%
Other	17%

Information on major customers	Revenue share	Operating segment
Customer 1	20%	Water needle-punched nonwovens (spunlace)
Customer 2	13%	Water needle-punched nonwovens (spunlace)
Customer 3	10%	Water needle-punched nonwovens (spunlace)

## SEGMENT PERFORMANCE

for the period from 1 January 2022 to 31 March 2022 (in thousands of zlotys)

OPERATING SEGMENTS	per period 01.01.2022 - 31.03.2022				
	Continuing operations				Total activities
	Mechanically needle-punched nonwovens	Water needle-punched nonwovens (spunlace)	Rental	Other	
Revenue from external customers	4 023	51 777	1 228	547	57 575
Significant items of income and expenses, including:	(3 854)	(46 071)	(660)	(526)	(51 111)
Cost of production of products sold	(3 407)	(40 977)	(609)	0	(44 993)
Value of goods and materials sold	0	0	0	(526)	(526)
Cost of sale	(163)	(1 703)	0	0	(1 866)
General administrative expenses	(284)	(3 391)	(51)	0	(3 726)
<b>Profit or loss of the reporting segment</b>	<b>169</b>	<b>5 706</b>	<b>568</b>	<b>21</b>	<b>6 464</b>
Other operating revenue /expenses	453	63	1	(5)	512
<b>Segment operating profit / loss</b>	<b>622</b>	<b>5 769</b>	<b>569</b>	<b>16</b>	<b>6 976</b>
Depreciation	124	908	156	0	1 188
<b>EBITDA</b>	<b>746</b>	<b>6 677</b>	<b>725</b>	<b>16</b>	<b>8 164</b>

Information on geographical areas	Revenue	Assets
Domestic sales	30 218	*
Foreign sales	27 357	*

\* Non-current assets used in the operating activities of the entity are used both to manufacture products sold on the domestic and foreign markets.

Sales by country	Share %
Poland	53%
Country 1	11%
Country 2	11%
Other	25%

Information on major customers	Revenue share	Operating segment
Customer 1	17%	Water needle-punched nonwovens (spunlace)
Customer 2	11%	Water needle-punched nonwovens (spunlace)

The Company monitors segment operating results separately to make decisions about resource allocation, impact assessment of resource allocation and operating results. The basis for assessing the results of operations is EBITDA (defined as operating profit plus depreciation). The Company's financing (including financial expenses and income), assets and liabilities, and income taxes are monitored at the Company level and are not allocated to segments.

## **ADDITIONAL INFORMATION AND EXPLANATIONS**

### **1. Accounting rules adopted in preparation of the accounts**

The financial statements as at March 31, 2023 were prepared in accordance with IFRS adopted by the International Accounting Standards Board and interpretations issued by the International Financial Reporting Interpretations Committee operating at the board, which were approved by the European Union.

The financial statements as at March 31, 2023 should be read in conjunction with the audited financial statements as at December 31, 2022.

The presentation of the report is based on IAS 34 "Interim Financial Reporting" using the same accounting principles as described in the financial statements as at December 31, 2022.

### **2. Periodicity, seasonality of action**

In NOVITA" S.A. there is no seasonality of sales.

### **3. Significant acquisitions and sales of property, plant and equipment and significant liabilities arising from the purchase of property, plant and equipment**

In the reporting period, the Company acquired property, plant and equipment for the total amount of PLN 273 thousand.

In the first quarter of 2023, the Company did not make significant sales of property, plant and equipment.

### **4. Information on non-payment of the credit or loan or breach of material provisions of the credit or loan agreement for which no remedial action has been taken by the end of the reporting period**

The Company did not violate any material provisions of the loan agreements.

### **5. Foreign exchange gains and losses**

Foreign exchange gains and losses in the first quarter of the 2023 were:

- positive exchange rate differences PLN 758 thousand,
- negative exchange rate differences PLN 421 thousand.

The excess of positive exchange rate differences over negative differences in the amount of PLN 337 thousand was shown in the *Financial income* item.

## 6. Changes in accounting estimates

	2023-03-31	2022-12-31	change
<b>Impairment losses on assets:</b>	<b>1 113</b>	<b>1 137</b>	<b>(24)</b>
- fixed assets	0	0	0
- long- and short-term investments	0	0	0
-Stocks	400	424	(24)
- long-term and short-term receivables	713	713	0
<b>Deferred tax asset</b>	<b>497</b>	<b>466</b>	<b>31</b>
<b>Deferred tax liability</b>	<b>10 079</b>	<b>10 381</b>	<b>(302)</b>
<b>Reserve:</b>	<b>716</b>	<b>684</b>	<b>32</b>
- for employee benefits and the like:	716	684	32
- retirement and disability benefits	231	235	(4)
-Vacations	47	47	0
-Other	438	402	36

	2022-03-31	2021-12-31	change
<b>Impairment losses on assets:</b>	<b>1 302</b>	<b>1 803</b>	<b>(501)</b>
- fixed assets	0	0	0
- long- and short-term investments	0	0	0
-Stocks	557	1 042	(485)
- long-term and short-term receivables	745	761	(16)
<b>Deferred tax asset</b>	<b>598</b>	<b>542</b>	<b>56</b>
<b>Deferred tax liability</b>	<b>9 267</b>	<b>9 063</b>	<b>204</b>
<b>Reserve:</b>	<b>518</b>	<b>274</b>	<b>244</b>
- for employee benefits and the like:	518	274	244
- retirement and disability benefits	243	246	(3)
-Vacations	28	28	0
-Other	247	0	247

## 7. Information on write-offs of inventories to net realisable value and their reversals

In the period from 01 January 2023 to 31 March 2023, impairment losses were reversed to the net realisable value of PLN 24 thousand.

## 8. Information on changes in economic conditions and operating conditions that have a material impact on the fair value of the Company's financial assets and financial liabilities

NOVITA S.A. holds shares with a nominal value of PLN 500 in Textilimpex Łódź.

In the period covered by this report, the Company did not issue equity instruments. Financial assets held by the Company are cash and trade receivables. Due to the significant share of exports in total revenues and the purchase of raw materials for production and certain services (transport, forwarding) paid in foreign currencies, the Company is exposed to the risk of currency fluctuations. Changes due

to exchange rate differences in sales and purchases cancel each other out to a large extent, in the period covered by this report the surplus of positive exchange rate differences over negative differences amounted to PLN 337 thousand. No revenue hedging transactions were concluded.

The economic situation of customers and suppliers both in Poland and abroad, as well as the conditions of conducting business by the Company, have not changed enough to affect the fair value of the Company's financial assets and financial liabilities.

#### **9. Information concerning the issue, redemption and repayment of debt and equity securities**

In the presented period, the Company did not carry out any issue, redemption and repayment of debt securities and equity securities.

#### **10. Information on disputes and significant settlements due to court cases**

As at 31 March 2023, the Company was not a party to proceedings before a court or other authority for liabilities or receivables with a total value of at least 10% of equity and did not make significant settlements due to court cases.

#### **11. Information on changes in liabilities or contingent assets after the date of the last annual report**

After 31 December 2022 there were no changes in the Company's liabilities or contingent assets.

#### **12. Description of changes in the organization of the capital group**

On 3 August 2016, NOVITA S.A. became a subsidiary of Tebesa S p.z o.o., which through the acquisition of a majority stake became the main shareholder of NOVITA S.A.

Tebesa Sp. z o.o. is a subsidiary of the Israeli company Vaporjet Ltd. (holding 100% of shares in Tebesa), whose business is the production of nonwovens.

#### **13. Effects of changes in the composition of the entity during the interim period**

During the first quarter in 2023 there were no changes in the composition of the entity.

#### **14. A brief description of the issuer's achievements or failures during the period to which the report relates, together with a list of the most important events concerning the issuer's capital group**

Net revenues from the sale of products, goods and materials in the first quarter of 2023 amounted to PLN 56,694 thousand and were lower by 1.5% than revenues from the corresponding period of the previous year amounting to PLN 57,575 thousand.

Operating expenses in the first quarter of 2023 amounted to PLN 49,160 thousand and were lower by 3.8% compared to costs in the corresponding period of the previous year.

EBITDA in the first quarter of 2023 amounted to PLN 12,514 thousand, which means an increase by 53.3% compared to EBITDA for the corresponding period of 2022, which amounted to PLN 8,164 thousand. Presented and EBITDA for the first quarter 2023 takes into account the public aid received in the amount of PLN 3,783 thousand under the program "Aid for energy-intensive sectors related to sudden increases in natural gas and electricity prices in 2022".

#### **Information on significant events and achievements in the period January – March 2023**

- In the first quarter of 2023, the Company acquired the right to receive public aid under the government program called "Aid for energy-intensive sectors related to sudden increases in natural gas and electricity prices in 2022". In accordance with the application of IAS 20, the Company recognised such aid at the time it was received. In March 2023, the Company received money under the above-described aid in the amount of PLN 3,872 thousand, which was included in other operating income less costs incurred strictly related to receiving compensation in the amount of PLN 89 thousand. In the statement of comprehensive income, the Company shows the compensated value of compensation minus the costs incurred related to its receipt in the amount of PLN 3,783 thousand.
- In the first months of 2023, the Company recorded stabilization on the gas and energy market, and the observed downward trend in prices should have a positive impact on the Company's results.

#### **15. Information on significant events that occurred after the end of the first quarter**

After the balance sheet date, there were no events affecting the Company's financial position.

#### **16. Indication of factors which, in the issuer's opinion, will affect its results in the next quarter**

The Company closely monitors the activities that accompany the war in Ukraine, however, due to the scale and dynamics of the conflict, it is difficult for the Company to estimate what additional implications the conflict may cause.

In the Company's opinion, significant factors that may affect the results achieved in subsequent quarters may be a decrease in demand for spunlace nonwovens and a possible increase in the prices of raw materials and utilities. However, the company monitors price changes with great attention and, if necessary, intends to actively react to market behavior.

#### **17. Position of the Management Board regarding the possibility of realizing the previously published forecasts of results for the year 2023, in the light of the results presented in the quarterly report in relation to the forecasted results**

"NOVITA" S.A. did not publish a forecast of its results for the year 2023.

#### **18. Information on transactions entered into by the issuer or a subsidiary with related parties**

All transactions with related parties were concluded on market terms.

## Condensed quarterly report of "NOVITA" S.A. for the first quarter of 2023

The table below presents the total amounts of transactions concluded with related parties in the 3-month period ended 31 March 2023 and 31 March 2022:

RELATED PARTY TRANSACTIONS*	per period 01.01.2023 - 31.03.2023				
	Parties to the transaction	Sale	Receivables*	Shopping	Liabilities*
TEBESA Sp. z o.o.		2	0	0	0
Vaporjet		0	0	35	12

\* The amounts are shown in gross value as at 31.03.2023

RELATED PARTY TRANSACTIONS*	per period 01.01.2022 - 31.03.2022				
	Parties to the transaction	Sale	Receivables*	Shopping	Liabilities*
TEBESA Sp. z o.o.		8	8	0	0
Vaporjet		0	0	35	12

\* Amounts are shown in gross value as at 31.03.2022

### 19. Information on sureties or guarantees granted by the issuer or subsidiary

During the first quarter of 2023, the Company did not provide guarantees or sureties.

### 20. Information on dividends paid or declared

In the first quarter of 2023 there was no dividend payment.

### 21. Shareholders

The composition of the shareholders of "NOVITA" S.A. as at the date of publication of the report for the first quarter of 2023, according to the information held by the Company, with an indication of shareholders holding, directly or indirectly, through subsidiaries at least 5% of the total number of votes at the Issuer's general meeting:

Shareholders of NOVITA S.A. as at 05.05.2023				
Shareholder	Number of shares	Share in share capital	Number of votes	Share in the total number of votes at the AGM
Vaporjet Ltd. (through its subsidiary Tebesa Sp. z o.o.)	1 602 719	64,11%	1 602 719	64,11%
Finveco Sp. z o.o. (directly and indirectly through a subsidiary of Finveco Investements Sp. z o.o. S.K.A.)	691 000	27,64%	691 000	27,64%
Other	206 281	8,25%	206 281	8,25%
Together	2 500 000	100,00%	2 500 000	100,00%

In the period from 7 April 2023, i.e. from the date of publication of the previous report (annual report for 2022) to the date of publication of this report, there were no changes in the composition of the shareholders of "NOVITA" S.A.



**22. Summary of the issuer's shares held by the issuer's managers and supervisors as at the date of publication of the quarterly report together with an indication of changes in ownership in the period since the publication of the previous periodic report separately for each person**

As at the date of the report, the Company's shares were not directly held by the Company's managers or supervisors.

In the period from 7 April 2023, i.e. from the date of publication of the previous report (annual report for 2022) to the date of publication of this report, there were no changes in the ownership of shares by the managers or supervisors of "NOVITA" S.A.

Zielona Góra, 5 May 2023

Signatures of the Management Board members:

Radosław Muzioł      President of the Management Board      .....

Jakub Rękosiewicz      Member of the Management Board      .....

Shlomo Finkelstein      Member of the Management Board      .....

Rami Gabay      Member of the Management Board      .....