

FINANCIAL SUPERVISION AUTHORITY

Consolidated Quarterly Report Qsr 3 / 2021

quarter / year

(pursuant to §60 sec.2 and §62 sec. 1 of the Regulation regarding current and periodical information)
for issuers of securities managing production, construction, trade or services activities

for <u>3</u> quarter of financial year <u>2021</u>	from <u>2021-01-01</u> to <u>2021-09-30</u>
including consolidated financial statement according to	International Financial Reporting Standards (IFRS)
in currency	PLN
and summary of financial statement according to	Act on Accounting
in currency	PLN
date of publication	<u>2021-11-17</u>

COMARCH SA	
(full name of an issuer)	
COMARCH	Information Technology (IT)
(abbreviated name of issuer)	(sector according to WSE classification)
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(postal code)	(city)
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SELECTED FINANCIAL DATA	thousands of PLN		thousands of EURO	
	Q3 2021	Q3 2020	Q3 2021	Q3 2020
DATA RELATED TO THE CONSOLIDATED FINANCIAL STATEMENT				
I. Revenues from sales	1,107,247	1,062,459	242,897	239,185
II. Operating profit (loss)	123,762	117,895	27,150	26,541
III. Profit before income tax	119,826	99,955	26,286	22,502
IV. Net profit attributable to shareholders of parent company	84,882	66,975	18,621	15,078
V. Net cash flows from operating activities	132,287	195,751	29,020	44,068
VI. Net cash flows from investing activities	-71,058	-53,107	-15,588	-11,956
VII. Net cash flows from financing activities	-45,410	-59,181	-9,962	-13,323
VIII. Change in net cash flows	15,819	83,463	3,470	18,790
IX. Number of shares	8,133,349	8,133,349	8,133,349	8,133,349
X. Earnings (losses) per single share (PLN/EURO)	10.44	8.23	2.29	1.85
XI. Diluted earnings (losses) per single share (PLN/EURO)	10.44	8.23	2.29	1.85
DATA RELATED TO THE FINANCIAL STATEMENT				
XII. Net revenues from sales of products, goods and materials	727,577	677,555	159,609	152,534
XIII. Profit (loss) on operating activities	66,271	48,819	14,538	10,990
XIV. Gross profit (loss)	98,122	84,915	21,525	19,116
XV. Net profit (loss)	88,192	77,620	19,347	17,474
XVI. Net cash flows from operating activities	81,322	84,622	17,840	19,050
XVII. Net cash flows from investing activities	-48,468	7,334	-10,632	1,651
XVIII. Net cash flows from financing activities	-22,443	-45,741	-4,923	-10,297
XIX. Total net cash flow	10,411	46,215	2,284	10,404

XX. Number of shares	8,133,349	8,133,349	8,133,349	8,133,349
XXI. Earnings (losses) per single share (PLN/EURO)	11.14	9.04	2.44	2.04
XXII. Diluted earnings (losses) per single share (PLN/EURO)	11.14	9.04	2.44	2.04
EQUITIES	30.09.2021	31.12.2020	30.09.2021	31.12.2020
XXIII. Equity attributable to shareholders (consolidated)	1,144,601	1,080,039	247,059	234,038
XXIV. Equity (parent company)	1,022,911	956,083	220,793	207,178

Euro exchange rates used for calculation of the selected financial data:

- arithmetical average of NBP average exchange rates as of the end of each month for the period 01.01.2021 to 30.09.2021: 4.5585;

- arithmetical average of NBP average exchange rates as of the end of each month for the period 01.01.2020 to 30.09.2020: 4.442;

The balance sheet items were presented based on NBP average exchange rates as of the end of the period:

- 30.09.2021: 4.6329;

- 31.12.2020: 4.6148.

Equity value (items XXIV and XXV) is presented at the end of 9 months of this year and at the end of the previous financial year.

When presenting selected financial data from the quarterly financial statement, it should be properly described.

Selected financial data from the consolidated balance sheet (consolidated statement regarding the financial situation) or from the balance sheet respectively (statement regarding the financial situation) is presented as of the end of the current quarter and as of the end of the previous year, and this should be properly described.

This report should be presented to the Financial Supervision Authority, the Warsaw Stock Exchange and press agency pursuant to the law.

REPORT INCLUDES:

File	Description
QSr 3 2021 jednostkowy.pdf	QSr 3 2021 Comarch SA
QSr 3 2021 skonsolidowany.pdf	QSr 3 2021 consolidated

SIGNATURES

Date	Name and surname	Position	Signature
2021-11-17	Konrad Tarański	Vice-President of the Management Board	
2021-11-17	Iwona Kasprzyk	Proxy	

COMARCH



Comarch Group **Consolidated Financial** **Statement** for the period from 1st of January, 2021 to 30th of September, 2021

Kraków, 17th of November, 2021

Statement in accordance with
The International Financial Reporting Standards

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60+ countries on **6** continents
– we implement projects all over the world



PLN 1,107 million
of sales revenue



PLN 84.9 million
of net profit attributable to shareholders of the
parent company



> PLN 1.9 billion
capitalization of Comarch S.A. on the WSE
(30.09.2021)



11.2%
of EBIT margin



6,600+
professionals employed

Comarch Group Consolidated Financial Statement for 9 Months 2021

I. Consolidated Balance Sheet

ASSETS	Note	At 30 September 2021	At 31 December 2020
I. NON-CURRENT ASSETS		848,214	856,573
Property, plant and equipment	3.2	578,101	582,158
Right of use assets	3.3	90,277	88,222
Investment in real estates	3.4	38,627	39,874
Goodwill	3.5	45,774	45,774
Other intangible assets	3.6	55,539	55,528
Non-current prepayments		1,032	1,298
Investments in associates	3.7	-	-
Other assets at fair value	3.9a	16	597
Other investments		210	216
Deferred income tax assets	3.10	31,468	35,864
Other receivables		7,170	7,042
II. CURRENT ASSETS		1,149,680	1,146,985
Inventories	3.11	106,542	88,115
Trade and other receivables	3.12	348,501	429,858
Current income tax receivables		2,756	1,430
Long-term contracts receivables	3.13	172,359	157,441
Available-for-sale financial assets	3.8	50,104	20,001
Other financial assets at fair value – derivative financial instruments	3.9a	474	2,119
Cash and cash equivalents		468,944	448,021
TOTAL ASSETS		1,997,894	2,003,558

TOTAL EQUITY AND LIABILITIES	Note	At 30 September 2021	At 31 December 2020
I. EQUITY		1,157,373	1,098,547
Capital and reserves attributable to the company's equity holders		1,144,601	1,080,039
Share capital	3.14	8,133	8,133
Reserve capital from sales of shares above the nominal value		84,446	84,446
Other capitals		58,595	58,595
Exchange differences		35,083	29,653
Net profit/(loss) from the previous years and net profit for the current period		958,344	899,212
Equities attributable to non-controlling interests		12,772	18,508
II. LIABILITIES		840,521	905,011
Non-current liabilities		253,348	252,430
Credit and loans	3.15	115,302	116,760
Other financial liabilities	3.17	5,394	-
Other liabilities		571	6,305
Liabilities due to lease	3.16	74,831	75,145
Financial liabilities at fair value – derivative financial instruments	3.9b	5,139	5,639
Provision due to deferred income tax	3.10	49,751	46,778
Provisions for other liabilities and charges	3.18	2,360	1,803
Current liabilities		587,173	652,581
Trade and other payables	3.19	211,814	216,128
Current income tax liabilities		24,657	24,794
Long-term contracts liabilities	3.13	137,325	147,651
Credit and loans	3.15	41,799	40,176
Liabilities due to lease	3.16	21,003	19,142
Financial liabilities at fair value – derivative financial instruments	3.9b	2,767	3,820
Other financial liabilities	3.17	-	5,249
Provisions for other liabilities and charges	3.18	147,808	195,621
TOTAL EQUITY AND LIABILITIES		1,997,894	2,003,558

II. Consolidated Income Statement

	Note	Q3 2021*	9 months ended 30 September 2021	Q3 2020	9 months ended 30 September 2020
Revenue		385,901	1,107,247	353,675	1,062,459
Cost of sales		(254,915)	(783,255)	(251,094)	(765,810)
Gross profit		130,986	323,992	102,581	296,649
Other operating income		2,880	13,802	20,674	35,292
Sales and marketing costs		(35,399)	(100,155)	(30,048)	(91,550)
Administrative expenses		(30,902)	(84,962)	(29,960)	(87,378)
Other operating expenses		(8,650)	(28,915)	(17,135)	(35,118)
Operating profit		58,915	123,762	46,112	117,895
Finance revenue / (costs) - net		(15,111)	(3,937)	(3,054)	(17,940)
Share of profit / (loss) of associates		-	1	-	-
Profit before income tax		43,804	119,826	43,058	99,955
Income tax expense		(15,833)	(40,680)	(9,026)	(31,802)
Net profit for the period		27,971	79,146	34,032	68,153
Net profit attributable to the Shareholders of the parent company		30,299	84,882	32,456	66,975
Interests not entitled to control		(2,328)	(5,736)	1,576	1,178

Earnings per share for profit attributable to the shareholders of the parent company during the period (expressed in PLN per share)

- basic	3.24	10.44	8.23
- diluted	3.24	10.44	8.23

*) Data for the third quarter of 2021 were calculated by subtraction of the data presented by the Group in the report for the 9 months of 2021 (2020) from the data for the first half of 2021 (2020) year (reviewed).

III. Total Income Consolidated Statement

	Q3 2021*	9 months ended 30 September 2021	Q3 2020	9 months ended 30 September 2020
Net profit for the period	27,971	79,146	34,032	68,153
Other total income				
Exchange differences from recalculation of subsidiaries	8,087	5,430	1,778	14,712
Total other total income	8,087	5,430	1,778	14,712
Sum of total income for the period	36,058	84,576	35,810	82,865
Attributable to the parent company shareholders	38,387	90,312	34,219	81,674
Attributable to the interests not entitled to control	(2,329)	(5,736)	1,591	1,191

*) Data for the third quarter of 2021 were calculated by subtraction of the data presented by the Group in the report for the 9 months of 2021 (2020) from the data for the first half of 2021 (2020) year (reviewed).

IV. Consolidated Statement of Changes in Shareholders' Equity

	Attributable to the shareholders of the parent company						Total equity
	Share capital	Reserve capital from sales of shares above the nominal value	Other	Share capital	Reserve capital from sales of shares above the nominal value	Capitals attributable to non-controlling interests	
Balance at 1 January 2020	8,133	84,446	58,595	10,168	790,781	18,633	970,756
Dividend paid	-	-	-	-	(12,200)	-	(12,200)
Currency translation differences ⁽¹⁾	-	-	-	14,699	-	13	14,712
Profit for the period ⁽²⁾	-	-	-	-	66,975	1,178	68,153
Total income recognised in equity ⁽¹⁺²⁾	-	-	-	14,699	66,975	1,191	82,865
Balance at 30 September 2020	8,133	84,446	58,595	24,867	845,556	19,824	1,041,421
Balance at 1 January 2021	8,133	84,446	58,595	29,653	899,212	18,508	1,098,547
Dividend to be paid	-	-	-	-	(25,750)	-	(25,750)
Currency translation differences ⁽¹⁾	-	-	-	5,430	-	-	5,430
Profit for the period ⁽²⁾	-	-	-	-	84,882	(5,736)	79,146
Total income recognised in equity ⁽¹⁺²⁾	-	-	-	5,430	84,882	(5,736)	84,576
Balance at 30 September 2021	8,133	84,446	58,595	35,083	958,344	12,772	1,157,373

*) Dividend in the amount of PLN 24,400 thousand applies to Comarch S.A. and in the amount of PLN 1,350 thousand PLN applies to Bonus Development Koncept sp.z o.o. SKA. Dividends were paid in July 2021.

V. Consolidated Cash Flow Statement

	9 months ended 30 September 2021	9 months ended 30 September 2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit	79,146	68,153
Total adjustments	93,982	148,125
Depreciation	64,976	64,881
Profit (loss) from foreign exchange differences	(5,281)	(9,747)
Interest and profit sharing (dividends)	3,727	1,917
Profit (loss) on investing activities	(2,372)	(4,270)
Change in inventories	(17,920)	(4,955)
Change in receivables	54,521	82,607

Change in liabilities and provisions excluding credits and loans	(3,669)	17,692
Other adjustments	-	-
Net profit less total adjustments	173,128	216,278
Income tax paid	(40,841)	(20,527)
Net cash generated (used) in operating activities	132,287	195,751
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property, plant and equipment	(37,570)	(45,177)
Proceeds from sale of property, plant and equipment	999	895
Purchases of intangible assets	(5,679)	(5,836)
Proceeds from disposal of investment in intangible assets	1,185	3,237
Expenses for purchase of financial assets	(120,000)	(10,454)
Expenses for investment in real estates	(14)	(4,046)
Repayment of granted loans	-	7,214
Interest	3	616
Proceeds from financial instruments	-	651
Expenses for financial instruments	(303)	(207)
Proceeds from financial assets	90,321	-
Other investment expenses	-	-
Net cash generated (used) in investing activities	(71,058)	(53,107)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from credits and loans	33,320	2,360
Repayments of credits and loans	(34,056)	(34,002)
Interest on credit	(1,725)	(1,904)
Interest on received loans	(59)	(234)
Proceeds from repaid loans	-	-
Proceeds from interest on loans	-	-
Other financial liabilities (loans granted)	-	-
Dividends and other payments to owner's distribution	(25,750)	(12,200)
Payment of liabilities under finance lease agreements	(17,625)	(15,397)
Other financial proceeds	485	2,196
Other financial expenses	-	-
Net cash generated (used) in financing activities	(45,410)	(59,181)
Net change in cash, cash equivalents and bank overdrafts	15,819	83,463
Cash, cash equivalents and bank overdrafts at beginning of the period	448,021	323,164
Positive (negative) exchange differences in cash and bank overdrafts	5,104	(726)
Cash, cash equivalents and bank overdrafts at end of the period	468,944	405,901
including limited disposal	3,803	2,633

VI. Supplementary information

1. Information about Comarch Group Structure and Activities

The basic activities of the Comarch Group (the "Group"), in which Comarch S.A. with its registered office in Krakow at Al. Jana Pawła II 39 A is the parent company, include activity related to software, PKD 62.01.Z. The registration court for Comarch S.A. is the District Court for Krakow Śródmieście in Krakow, The Eleventh Economic Division of the National Court Register. The company's KRS number is 0000057567. Comarch S.A. holds the dominant share in the Comarch Group regarding realised revenue, value of assets and number and volume of executed contracts. Comarch S.A. shares are admitted to public trading on the Warsaw Stock Exchange. The duration of the parent company is not limited.

On the 30th of September, 2021, associate of the parent company was:

- SolInteractive S.A. with its registered office in Krakow in Poland (16.10% votes held by CCF FIZ, 11.27% held by Bonus Management sp. z o.o. Activia SK-A).

The associated company is not consolidated. Shares are valued with equity method.

1.2. Activities Structure in the Comarch Group

The structure of activities of the Comarch Group is as follows:

- The parent company Comarch S.A. acquires the majority of contracts and in large part executes them,
- Companies Comarch AG, Comarch S.A.S., Comarch R&D S.A.S., Comarch Luxembourg S.à r.l., Comarch Inc., Comarch Panama Inc., Comarch Canada, Corp., Comarch Middle East FZ-LLC, Comarch LLC, OOO Comarch, Comarch Technologies Oy, Comarch UK Ltd, Comarch Chile SpA, Comarch Sistemas LTDA, Comarch Software Spain S.L.U. en liquidación, Comarch Yazilim A.S., Comarch SRL, Comarch Malaysia SDN. BHD., Comarch AB, Comarch Argentina S.A., Comarch Colombia S.A.S., Comarch Peru S.A.C., Comarch Japan KK, Comarch Saudi Arabia Co., Comarch Mexico S.A. de C.V., Comarch Yuhan Hoesa (Comarch Ltd.), Comarch (Thailand) Limited, Comarch BV, Comarch Software (Shanghai) Co. Ltd, Comarch Pty. LTD., Comarch New Zealand Limited i LLC „Comarch Software” acquire IT contracts in foreign markets and execute them in their entirety or in part,
- Comarch Software und Beratung AG is an important provider of ERP and an integrator of IT solutions in Germany. Activities of Comarch Solutions GmbH are identical as activities of Comarch Software und Beratung AG,
- Comarch Swiss AG sells and implements Comarch IT solutions, especially ERP and ECM on the Swiss market,
- Cabinet Conseil en Strategie Informatique S. A. S. provides IT solutions and services for medical entities on the French market,
- Comarch Polska S.A. acquires IT contracts in domestic markets and executes them in their entirety or in part,
- Comarch Technologies sp. z o.o. is responsible for the development of technologies related to the design and production of electronic devices and software,
- CA Consulting S.A. specialises in data communications relating to the provision of IT and consulting services for the own needs of the Comarch S.A. and for Comarch’s contractor,
- Comarch Cloud S.A., acquire IT contracts in domestic markets and execute them in their entirety or in part,
- Purpose of the Comarch Corporate Finance Fundusz Inwestycyjny Zamknięty is investment activity, through its subsidiaries, in the scope of new technologies and services, as well as investment activities on capital market,
- Comarch Management sp. z o.o., Comarch Management sp. z o.o. SK-A, CASA Management and Consulting sp. z o.o. SK-A, CAMS AG, Bonus Management sp. z o.o. SK-A and Bonus Management sp. z o.o. II Activia SK-A, Comarch Pointshub, Inc. conduct investment activities on capital market and activities related to IT,
- The subject matter of activities of Bonus Development sp. z o.o. SK-A and Bonus Development sp. z o.o. II Koncept SK-A are activities related to real estates,
- Comarch Healthcare S.A. produces and sells IT software related to medicine, medical devices, provides medical and diagnostic services, as well as produces and provides complex IT solutions for medicine sector,

- Comarch Infrastruktura S.A. offers services related to Data Centre and IT services outsourcing,
- iComarch24 S.A. conducts IT projects related to e-accounting and e-trading, as well as provides accounting services for domestic subsidiaries in the Comarch Group,
- MKS Cracovia SSA conducts sports activities and promotes physical education,
- „Bonus MANAGEMENT spółka z ograniczoną odpowiedzialnością” Cracovia Park SK-A conducts investment activities related to sport, wellness and recreation,
- Comarch Finance Connect sp. z o.o. conducts activities in the field of services related to the financial market,
- Wszystko.pl sp. z o.o. it is preparing to launch an e-commerce portal under the name Wszystko.pl,
- Geopolis sp. z o.o. it is not currently operating, in January, 2021, a petition for bankruptcy has been filed,
- Comarch s.r.o., Comarch Espace Connecté Inc. and CAMS AG are currently not operating.

1.3. Changes in Ownership and Organisational Structure in Q3 2021

- On the 30th of July, 2021, Comarch R&D S.à r.l. was transformed into a joint stock company Comarch R&D S.A.S. The conversion was registered in the appropriate register,
- On the 31st of August, 2021, an increase in the share capital of Comarch New Zealand Limited was registered at the local trade register. Currently the share capital of Comarch New Zealand Limited is NZD 550,000 (i.e. PLN 1,489,125, according to the exchange rate on the registration date) and consists of from 550,000 shares with a value of NZD 1 each,
- On the 22nd of September, 2021, the share capital of LLC "Comarch Software" in the amount of PLN 14,000 was paid by Comarch S.A.

1.4. Changes in Ownership and Organisational Structure after the Balance Sheet Date

- On the 28th October, 2021, Comarch S.A. acquired 567 series C investment certificates issued by Comarch Corporate Finance Fundusz Inwestycyjny Zamknięty (closed investment fund, "CCF FIZ") for the total issue price of PLN 25,993,831.50,
- On the 2nd November, 2021, Comarch Corporate Finance Fundusz Inwestycyjny Zamknięty (CCF FIZ) acquired 100% of shares in Rox Star Maritime Ltd. with its registered office in Malta.

2. Description of the Applied Accounting Principles

This unaudited Condensed Interim Consolidated Financial Statement of Comarch Group for the 9 months ended the 30th of September, 2021, and comparable data (the "Interim Consolidated Financial Statement") are prepared in accordance with International Accounting Standard ("IAS") 34 and with all accounting standards applicable to interim financial reporting adopted by the European Union, issued and effective as at the date of preparing the Condensed Interim Consolidated Financial Statement.

This Interim Consolidated Financial Statement for the 9 months ended the 30th of September, 2021, does not include all information and disclosures that are obligatory in annual financial statements, therefore should be read in conjunction with the audited Comarch Group IFRS Consolidated Financial Statement for the year ended the 31st of December, 2020 ("the IFRS Consolidated Financial Statement").

The scope of the accounting principles and calculation methods applied in the Interim Consolidated Financial Statement for the 9 months ended the 30th of December, 2021, does not differ from the accounting principles described in the audited Comarch Group IFRS Consolidated Financial Statement for the year ended the 31st of December, 2020 (notes 2 and 3 of the Consolidated Financial Statement of the Comarch Group for the year ended the 31st of December, 2020).

The Interim Consolidated Financial Statement for the 9 months ended the 30th of September, 2021, includes the consolidated balance sheet, consolidated income statement, total income consolidated statement, consolidated statement of changes in shareholders' equity, consolidated cash flow statement and selected explanatory notes.

In the Interim Consolidated Financial Statement, costs that arise unevenly during the year are anticipated or deferred in the interim financial statement, only if it would also be appropriate to anticipate or defer such costs at the end of the year.

This Interim Consolidated Financial Statement for the 9 months ended the 30th of September, 2021, is prepared in thousands of Polish zloty ("PLN") and was authorized for issuance by the Management Board on the 17st of November, 2021.

Interpretations to standards applied in 2019 for the first time and continued in the following years

■ IFRS 16 Leasing

The IFRS 16 standard was published on the 13th of January, 2016, and is effective for annual periods beginning on or after 1st of January, 2019.

The Comarch Group implemented the application of the IFRS 16 standard retrospectively, with the combined effect of the first application of IFRS 16 recognized as at 1st of January, 2019, without restatement of comparative data.

Comarch Group analyses all contracts concluded in terms of meeting the criteria for considering them as leasing agreements by IFRS 16. For lease agreements subject to IFRS 16, the Comarch Group included rental agreements for buildings and office space, the right to perpetual usufruct of land, leasing of means of transport and leasing of computer equipment.

For contracts concluded for a definite period, the Comarch Group has adopted a lease period consistent with the lease agreement period, unless circumstances indicating the use of the option of extension or termination were known. Contracts concluded for an indefinite period with a notice period shorter than 12 months are not subject to measurement according to IFRS 16 (except for the agreement for lease of the stadium in Krakow at street Kałuży 1, which was valued according to IFRS 16 due to the strategic nature of rented property, and for which the Comarch Group accepts a 5 years lease period). The estimated value of liabilities resulting from other agreements concluded for an indefinite period for a period of 12 months amounts to approx. PLN 1,450 thousand. Contracts of lease for an indefinite period with a notice period longer than 12 months the Comarch Group has not identified.

In accordance with the IFRS 16 Leasing standard, the Comarch Group has implemented uniform accounting principles that require lessees to recognize assets and liabilities for all lease agreements, taking into account the exceptions listed in the standard. The Comarch Group recognizes the right to use the asset together with an appropriate leasing liability determined in the amount of discounted future payments during the lease term. Instead of the previously included in the costs of the basic activity of fees for the use of leased assets, depreciation calculated on the value of the asset due to the right of use was introduced. Depreciation is allocated according to production costs, overheads or selling costs. Instead of the interest paid on the current leasing instalments included in the financial costs, interest accrued on the leasing liability was introduced. Assets due

to the right of use are amortized on a straight-line basis, whereas lease liabilities settled by the effective interest rate (the lesser interest rate of the lessee).

The lessee's marginal interest rate for a given leasing contract was determined as the sum of the risk-free rate depending on the currency and leasing period, the credit margin adjustment and the specific adjustment for the leased asset. The level of marginal interest rates applied by the Comarch Group is between 1.3% and 7.8%.

The implementation of IFRS 16 will have an impact on financial ratios calculated on the basis of the Comarch Group's financial statements, including those that are covenants in loan agreements concluded by the Comarch Group. The Comarch Group has excluded the impact of changes resulting from the implementation of IFRS 16 on the calculation of covenants in all loan agreements. The Management Board of the Comarch Group informs that it does not see any risk of exceeding the admissible values of covenants resulting from loan agreements concluded by the Comarch Group also in a situation when the data taking into account the application of IFRS 16 were used to calculate the value of covenants.

As at the balance sheet date, the 30th of September, 2021, the value of the right to use assets in the Comarch Group amounted to PLN 90,277 thousand and the value of lease liabilities PLN 95,834 thousand. The value of depreciation from the asset due to the right of use in 2021 amounted to PLN 16,013 thousand. The value of interest on leasing liabilities in 2021 amounted to PLN 2,046 thousand.

Impact of the application of IFRS 16 on the Comarch Group's financial statements

	At 30 September 2021 – published data	At 30 September 2021 – without IFRS 16
IMPACT ON THE BALANCE SHEET		
Total assets	1,997,894	1,907,662
Fixed assets	848,214	757,982
Asset due to the right of use	90,277	-
Total liabilities	1,997,894	1,907,662
Total liabilities, including:	840,521	744,711
Long-term liabilities	253,348	178,517
Current liabilities	587,173	566,194
Lease liabilities, including:	95,834	-
Long-term liabilities	74,831	-
Current liabilities	21,003	-
Equity attributable to the Company's shareholders	1,144,601	1,150,179

IMPACT ON THE PROFIT AND LOSS ACCOUNT

Depreciation, including:	64,976	49,096
Depreciation of the right to use	16,013	-
Net profit	79,146	78,636
Net profit attributable to the company's shareholders	84,882	84,372

IMPACT ON THE CASH FLOW

Cash flow together	15,819	15,819
Net cash flow from operating activities	132,287	114,793
Net cash flow from investing activities	(71,058)	(71,058)
Net cash flow from financing activities	(45,410)	(27,916)

	9 months ended 30 September 2021
Depreciation of assets under the right of use	
Leasing of means of transport and computer equipment	860
Rent	14,859
Perpetual usufruct	294
Depreciation of assets under the right of use	16,013

The Comarch Group uses two simplifications regarding classifying the contract as a lease agreement by IFRS 16. The Comarch Group excluded from the valuation by IFRS 16 short-term contracts and agreements on low-value assets, i.e. with an initial value not exceeding USD 5,000. The use of the above simplifications by the Company obliges it to apply them throughout the standard's validity period. The applied simplifications are documented with appropriate accounting policy provisions. The cost related to contracts for short-term leasing and leasing of low-value assets in the 9 months of 2021 amounted to approx. PLN 650 thousand.

Standards and interpretations to standards already published and approved by EU, and effected on or after the 1st of January, 2021

- **Amendments to IFRS 4 Insurance Contracts** - extension of the temporary exemption from the application of IFRS 9, approved in the EU on the 16th of December, 2020 (the expiry date of the temporary exemption was extended from the 1st of January, 2021 to annual periods beginning on or after the 1st of January, 2023).
- **Amendments to IFRS 9 "Financial Instruments", IAS 39 "Financial Instruments: Recognition and Measurement", IFRS 7 "Financial Instruments – Information Disclosure, IFRS 4 and IFRS 16 Interest Rate Benchmark Reform (reference rates) – Phase 2.** Amendments to these standards were published on the 27th of August, 2020, approved in the EU on the 13th of January, 2021. They apply to annual periods beginning on or after the 1st of January, 2021 or later.

The above-mentioned changes to standards did not affect the Comarch Group's financial statements for the 9 months of 2021.

New standards and amendments to existing standards issued by the IASB that have not yet entered into force at the balance sheet date (have not yet been approved for use by EU countries)

- **IFRS 14 Regulatory Deferral Accounts** published on the 30th of January, 2014 (the process of adoption for use by EU countries suspended).
- **IFRS 17 Insurance contracts**, published on the 18th of May, 2017, together with changes of the 25th of June, 2020. It is effective for annual periods beginning on or after the 1st of January, 2023.
- **Amendments to IFRS 10 and IAS 28: Sale or contribution of assets between an investor and its associate or joint venture**, published on the 11th of September, 2014 (the adoption process by EU countries suspended).
- **Amendment to IAS 1 Presentation of financial statements: Classification of liabilities as short- and long-term**, published on the 23rd of January, 2020. It is effective for annual periods beginning on or after the 1st of January, 2022.
- **Amendments to IFRS 3, IAS 16, IAS 37 and annual amendments to the standards 2018-2020** published on the 14th of May, 2020. They are effective for annual periods beginning on or after the 1st of January, 2022.
- **Amendment to IAS 1 Disclosure of Accounting Policies and IAS 8 - Definition of Accounting Estimates** published on 12th of February, 2021 and applicable to annual periods beginning on or after 1st of January, 2023.
- **Amendment to IFRS 16 Leases - Covid-19 Reliefs granted after 30th of June, 2021**, published 31st of March, 2021 and effective for annual periods beginning on or after 1st of April, 2021.
- **Amendment to IAS 12 Leases - Income Taxes: Deferred tax relating to assets and liabilities arising from a single transaction**, published on 7th of May, 2021 and applicable to annual periods beginning on or after 1st of April, 2023.

The Comarch Group will apply the changed standards on the dates of their entry into force.

According to the assessment as at the date of preparation of this report, these changes should not have a significant impact on the financial statements.

The consolidated financial statement of the Comarch Group for the 9 months ended the 30th of September, 2021, comprises the financial statements of the following companies:

Company name	Relationship	Consolidation method	% held by Comarch S.A. in a subsidiary's share capital
Comarch S.A.	Parent company	Full	
Comarch AG	Subsidiary	Full	100%

Comarch Sistemas LTDA	Subsidiary	Full	80% held by Comarch AG, 20% held by Comarch Software und Beratung AG
Comarch Peru S.A.C.	Subsidiary	Full	95% held by Comarch AG, 5% held by Comarch S.A.
Comarch Software und Beratung AG	Subsidiary	Full	100% held by Comarch AG
Comarch Solutions GmbH	Subsidiary	Full	100% held by Comarch Software und Beratung AG
Comarch S.A.S.	Subsidiary	Full	100%
Comarch R&D S.A.S.	Subsidiary	Full	100%
Comarch Luxembourg S.à r.l.	Subsidiary	Full	100%
Comarch Inc.	Subsidiary	Full	100%
Comarch Panama Inc.	Subsidiary	Full	100% held by Comarch Inc.
Comarch Canada, Corp.	Subsidiary	Full	100%
Comarch Espace Connecté Inc.	Subsidiary	Full	100%
Comarch Middle East FZ-LLC	Subsidiary	Full	100%
Comarch LLC	Subsidiary	Full	100%
OOO Comarch	Subsidiary	Full	100%
Comarch Software (Shanghai) Co. Ltd.	Subsidiary	Full	100%
Comarch Technologies Oy	Subsidiary	Full	100%
Comarch UK Ltd.	Subsidiary	Full	100%
Comarch Japan KK	Subsidiary	Full	100% held by Comarch UK
Comarch Chile SpA	Subsidiary	Full	100%
Comarch Software Spain S.L.U. en liquidación	Subsidiary	Full	100%
Comarch Colombia S.A.S.	Subsidiary	Full	100% held by Comarch Software Spain S.L.U. en liquidación
Comarch Yazilim A.S.	Subsidiary	Full	100%
Comarch SRL	Subsidiary	Full	100%
Comarch Malaysia SDN. BHD.	Subsidiary	Full	100%
Comarch s.r.o.	Subsidiary	Full	100%
Comarch Pointshub, Inc.	Subsidiary	Full	100%
Comarch AB	Subsidiary	Full	100%
Comarch Argentina S.A.	Subsidiary	Full	95% held by Comarch S.A., 5% held by Comarch AG
Comarch Saudi Arabia Co.	Subsidiary	Full	95% held by Comarch S.A., 5% held by Comarch Infrastruktura S.A.
Comarch Mexico S.A. de C.V.	Subsidiary	Full	99% held by Comarch S.A., 1% held by CA Consulting S.A.
Comarch Yuhan Hoesa (Comarch Ltd.)	Subsidiary	Full	100%
Comarch (Thailand) Limited	Subsidiary	Full	98% held by Comarch S.A. 1% held by CA Consulting S.A. 1% held by Comarch Technologies sp. z o.o.
Comarch BV	Subsidiary	Full	100%
Comarch Pty. LTD	Subsidiary	Full	100%
Cabinet Conseil en Strategie Informatique S.A.S.	Subsidiary	Full	100%
Comarch New Zealand Limited	Subsidiary	Full	100%
LLC "Comarch Software"	Subsidiary	Full	100%
Comarch Technologies sp. z o.o.	Subsidiary	Full	100%
CA Consulting S.A.	Subsidiary	Full	100%

Geopolis sp. z o.o.	Subsidiary	Full	100%
Wszystko.pl sp. z o.o.	Subsidiary	Full	100%
Comarch Management sp. z o.o.	Subsidiary	Full	100%
Comarch Corporate Finance Fundusz Inwestycyjny Zamknięty	Subsidiary	Full	100% of total number of investment certificates
Comarch Management sp. z o.o. SK-A	Subsidiary	Full	26.45% held by Comarch S.A., 8.82% held by CCF FIZ, 64.73% purchased by Comarch Management sp. z o.o. SK-A to be redeemed
Bonus Management sp. z o.o. SK-A	Subsidiary	Full	100% held by CCF FIZ
Bonus MANAGEMENT sp. z o.o. Cracovia Park SK-A	Subsidiary	Full	50% held by Bonus Management sp. z o.o. SK-A, 50% held by MKS Cracovia SSA
Bonus Development sp. z o.o. SK-A	Subsidiary	Full	100% held by CCF FIZ
Bonus Management sp. z o.o. II Activia SK-A	Subsidiary	Full	100% held by CCF FIZ
Bonus Development sp. z o.o. II Koncept SK-A	Subsidiary	Full	100% held by CCF FIZ
Comarch Healthcare S.A.	Subsidiary	Full	38.27% held by CCF FIZ, 17.33% held by Comarch S.A., 33.02% held by Comarch Software und Beratung AG, 11.38% held by CASA Management and Consulting sp. z o.o. SKA
Comarch Polska S.A.	Subsidiary	Full	100% held by CCF FIZ
Comarch Cloud S.A.	Subsidiary	Full	100% held by CCF FIZ
Comarch Infrastruktura S.A.	Subsidiary	Full	100% held by CCF FIZ
iComarch24 S.A.	Subsidiary	Full	100% held by CCF FIZ
CASA Management and Consulting sp. z o.o. SK-A	Subsidiary	Full	100% held by CCF FIZ
Comarch Swiss AG	Subsidiary	Full	100% held by CASA Management and Consulting sp. z o.o. SK-A
CAMS AG	Subsidiary	Full	51% held by CASA Management and Consulting sp. z o.o. SK-A
Comarch Finance Connect sp. z o.o.	Subsidiary	Full	100%
MKS Cracovia SSA	Subsidiary	Full	66,11%

3. Notes to the Consolidated Financial Statement

3.1. Reporting by Segments for 9 Months 2021

In the Comarch Group, business segments are basic type of operating segments, and geographical segments are the supplementary type of operating segments. The operations of Comarch's subsidiary units comprise the following types of activities:

- the sale of IT systems and services, including production of software for medicine sector, as well as sales of IT hardware (hereinafter referred to as the "IT segment"),
- professional sports (hereinafter referred to as the "Sport segment"; MKS Cracovia SSA,
- investment activity on capital market and activity in relation with real estate investment, (hereinafter referred to as the "Investment segment"),
- activity in relation to medical services (hereinafter referred to as the "Medicine segment").

IT Segment has a dominant share in sales revenue, profits and assets. IT Segment is divided into the DACH (Germany, Austria and Switzerland) market, Polish market and other markets according to the specific character of the activity in the segment

Due to the geographical business division, the Comarch Group defines the following market segments: Poland, DACH region (Germany, Austria, and Switzerland) and other countries. The Sport Segment, Medicine Segment and Investment Segment operate exclusively on Polish territory. Due to the fact that only the IT Segment operates abroad and, at the same time, costs incurred in the IT segment are largely common for export and domestic sales, it is pointless to define separate results for export and domestic activities.

The Comarch Group's sales is highly diversified and there is no dependency on a single customer. Within 9 months of 2021 the share of none of the customer exceeded 10% of total sales of the Comarch Group. Over 2020, Comarch Group revenue structure was as follows: 25% of annual sales were achieved in the first quarter, 21% in the second quarter, 23% in the third quarter and 31% in the fourth quarter. Over 2021, the Comarch Group expects the distribution of sales revenue similar to that of 2020.

9 months ended 30 September 2020	IT Segment			Investment Segment	Sport Segment	Medicine Segment	Eliminations	Total
	Polish market	DACH market	Other markets					
Revenue per segment- sales to external clients, including:								
	535,912	227,227	276,955	(776)	31,320	9,173	-	1,079,811
Sales revenue:	550,340	215,967	262,267	1,923	23,185	8,777	-	1,062,459
To customers in Telecommunication, Media, IT sector	83,316	47,515	84,269	-	-	-	-	215,100
To customers in Finance and Banking sector	127,426	27,599	24,801	-	-	-	-	179,826
To customers in Trade and services sector	45,981	18,698	104,821	-	-	-	-	169,500
To customers in Industry&Utilities	59,184	24,029	42,156	-	-	-	-	125,369
To customers in Public sector	89,405	8,352	-	-	-	-	-	97,757
To customers in small and medium enterprises sector	130,374	89,774	-	-	-	-	-	220,148
To customers in Medicine sector	14,335	-	6,190	-	-	8,777	-	29,302
To other customers	319	-	30	1,923	23,185	-	-	25,457
Other operating revenue	6,513	11,677	8,640	142	7,934	386	-	35,292
Finance revenue	(20,941)	(417)	6,048	(2,841)	201	10	-	(17,940)
Revenue per segment - sales to other segments	266,063	23,664	24,722	6,033	5,970	-	(326,452)	-
Revenue per segment - total *	801,975	250,891	301,677	5257	37,290	9,173	(326,452)	1,079,811
Costs per segment relating to sales to external clients	477,648	202,943	260,261	1,930	26,882	10,192	-	979,856
Costs per segment relating to sales to other segments	266,063	23,664	24,723	6,033	5,969	-	(326,452)	-
Costs per segment - total *	743,711	226,607	284,984	7,963	32,851	10,192	(326,452)	979,856
Current taxes	(10,214)	(8,381)	(7,748)	(421)	(83)	-	-	(26,847)
Assets for the tax due to investment allowances and other tax relief	(3,932)	34	(756)	92	(393)	-	-	(49,55)
Share of segment in the result of parties valued	-	-	-	-	-	-	-	-

using the equity method
of accounting

Net result, including:	44,118	15,937	8,189	(3,035)	3,963	(1,019)	-	68,153
Result attributable to shareholders of the parent company	44,118	15,937	8,189	(2,870)	2,620	(1,019)	-	66,975
Result attributable to minority interest	-	-	-	(165)	1,343	-	-	1,178

*) items comprise revenue and costs of all types, which can be directly allocated to particular segments

Sales between specific segments are calculated based on market conditions.

Share of business segments in Assets and Liabilities and Investment Expenditures

The following table presents the assets and liabilities of particular segments as at the 30th of September, 2020, as well as investment expenditures and depreciation in during 9 months of 2020:

30 September 2020 / 9 months ended 30 September 2020

	IT Segment			Investment Segment	Sport Segment	Medicine Segment	Total
	Poland	DACH region	Other countries				
Assets	1,028,704	265,024	359,013	146,264	101,031	8,983	1,909,019
Liabilities	417,066	98,964	274,431	35,306	41,582	249	867,598
Investment expenditures	24,614	3,400	8,539	4,634	18,815	5,718	65,720
Depreciation	42,830	7,872	7,598	2,656	3,533	392	64,881

9 months ended 30 September 2021	Polish market	IT Segment DACH market	Other markets	Investmen t Segment	Sport Segment	Medicine Segment	Eliminations	Total
Revenue per segment- sales to external clients, including:	577,206	200,301	292,250	7,775	15,775	23,805	-	1,117,112
Sales revenue:	583,687	196,442	287,251	2,167	14,628	23,072	-	1,107,247
To customers in Telecommunication, Media, IT sector	129,963	39,774	108,425	-	-	-	-	278,162
To customers in Finance and Banking sector	106,948	27,036	24,824	-	-	-	-	158,808
To customers in Trade and services sector	35,110	25,620	111,188	-	-	-	-	171,918
To customers in Industry&Utilities	62,651	30,145	38,762	-	-	-	-	131,558
To customers in Public sector	75,343	-	2	-	-	-	-	75,345
To customers in small and medium enterprises sector	155,016	73,866	-	-	-	-	-	228,882
To customers in Medicine sector	18,165	-	3,555	-	-	23,072	-	44,792
To other customers	491	1	495	2,167	14,628	-	-	17,782
Other operating revenue	3,492	3,433	4,455	80	1,627	715	-	13,802
Finance revenue	(9,973)	426	544	5,528	(480)	18	-	(3,937)
Revenue per segment - sales to other segments	293,012	19,481	24,591	6,368	5,797	-	(349,249)	-
Revenue per segment - total *	870,218	219,782	316,841	14,143	21,572	23,805	(349,249)	1,117,112
Costs per segment relating to sales to external clients	484,241	180,996	279,221	2,255	32,229	18,345	-	997,287
Costs per segment relating to sales to other segments	293,012	19,481	24,591	6,368	5,797	-	(349,249)	-
Costs per segment - total *	777,253	200,477	303,812	8,623	38,026	18,345	(349,249)	997,287
Current taxes	(13,190)	(4,952)	(14,731)	(438)	-	-	-	(33,311)
Assets for the tax due to investment allowances and other tax relief	(4,636)	(1,897)	(718)	(92)	-26	-	-	(7,369)
Share of segment in the result of parties valuated using the equity method of accounting	1	-	-	-	-	-	-	1
Net result, including:	75,140	12,456	(2,420)	4,990	(16,480)	5,460	-	79,146
Result attributable to shareholders of the parent company	75,140	12,456	(2,420)	4,995	(10,749)	5,460	-	84,882
Result attributable to minority interest	-	-	-	(5)	(5,731)	-	-	(5,736)

*) items comprise revenue and costs of all types, which can be directly allocated to particular segments

Sales between specific segments are calculated based on market conditions.

Share of business segments in Assets and Liabilities and Investment Expenditures

The following table presents the assets and liabilities of particular segments as at the 30th of September, 2021, as well as investment expenditures and depreciation in during 9 months of 2021:

30 September 2021 / 6 months ended 30 September 2021

	IT Segment			Investment Segment	Sport Segment	Medicine Segment Poland	Total DACH region
	Poland	DACH region	Other countries				
Assets	1,041,839	259,978	437,168	145,082	105,619	8,208	1,997,894
Liabilities	352,736	102,201	320,742	32,916	31,001	925	840,521
Investment expenditures	139,811	1,509	11,102	478	9,359	1,307	163,566
Depreciation	41,101	6,699	8,613	2,712	5,283	568	64,976

The following table presents the allocation of sales revenue, assets and total investment expenditures into geographical segments.

Revenue from basic sales - activities location

	9 months ended 30 September 2021	%	9 months ended 30 September 2020	%
Poland	623,554	56.3	584,225	55.0
DACH region	196,442	17.7	215,967	20.3
Other countries	287,251	26	262,267	24.7
Total	1,107,247	100	1,062,459	100.0

Assets – activities location

	30 September 2021	%	31 December 2020	%
Poland	1,300,741	65.1	1,258,575	62.8
DACH region	259,978	21.9	281,439	14.1
Other countries	437,175	13.0	463,544	23.1
Total	1,997,894	100	2,003,558	100.0

Investment expenditures – activities location

	9 months ended 30 September 2021	%	12 months ended 31 December 2020	%	9 months ended 30 September 2020	%
Poland	150,955	92.3	112,684	86.3	53,781	55.0
DACH region	1,509	0.9	4,192	3.0	3,400	20.3
Other countries	11,102	6.8	13,949	10.7	8,539	24.7
Total	163,566	100	130,825	100,0	65,720	100.0

3.2. Property, Plant and Equipment

	30 September 2021	31 December 2020
Lands and buildings	417,840	425,495
Means of transport and machinery	128,523	134,584
Property, plant and equipment under construction	20,937	9,589
Others	10,739	12,434
Advance money for property, plant and equipment under construction	62	56
Total	578,101	582,158

Property, plant and equipment comprise mostly real estates and machinery owned by Comarch Group. As at the 30th of September, 2021, the Comarch Group's property are six office buildings in the Special Economic Zone in Krakow ("SEZ") at 74,144 square metres of the total space, two office buildings in Warsaw at 2,542 square metres of the total space and office buildings in Łódź at 12,572 square metres of the total space, one office building and data centre in Lille at 2,526 square metres of the total space, and an office building and data centre in Dresden at 2,144 square metres of the total space. The Comarch Group owns also lands in the Special Economic Zone in Krakow at approx. 2.01 ha of the total area and 1.21 ha in Mesa, Arizona, USA. Property, plant and equipment also include the MKS Cracovia SSA Training and Research Centre commissioned for use in the fourth quarter of 2020 with a total investment of PLN 42,586 thousand. The centre consists of 6 pitches, including 3 full-size ones, a sports hall with a football field, a building that serves as a hotel for players and 2 other buildings. As at the 30th of September, 2021, property, plant and equipment under construction comprise mostly expenditures related to modernization works of buildings incurred by Bonus Management sp. z o.o. SKA and Bonus Management sp. z o.o. II Activia SKA an amount of PLN 6,202 thousand and expenditures related to construction of Data Centre Comarch Inc. in the USA in the amount of PLN 9,713 thousand.

3.3. Asset due to the Right of Use

	30 September 2021	31 December 2020
Leasing of means of transport and IT equipment	1,465	1,837
Rent	62,086	59,269
Perpetual usufruct	26,726	27,116
Total	90,277	88,222

Value of depreciation of the asset due to the right of use in the 9 months of 2021 amounted to PLN 16,013 thousand.

3.4. Investment Real Estate

	30 September 2021	31 December 2020
Lands	7,431	7,431
Buildings	31,196	32,443
Total	38,627	39,874

Investment real estate relates to developed lands used for lease to entities outside the Comarch Group and lands located in Krakow, purchased in order to construct buildings dedicated for lease to the entities outside the Comarch Group. As at the 30th of September, 2021, investment real estate comprises two office buildings, placed in Krakow at 8,629 square metres of the total space, 4 residential buildings at 1,057 square metres of the total space, 1 service and production building with an area of 600 square metres (all located in Kraków), 2 services and warehouse buildings with an area of 2,611 square metres, located in Zabierzów, as well as real estate located in Kostrzyn with an area of 1,315 square metres.

3.5. Goodwill

Goodwill comprises Company's value established at purchases of shares in the following companies:

	30 September 2021	31 December 2020
Comarch Kraków	99	99
CDN Comarch	1,227	1,227
Comarch AG	1,900	1,900
Comarch, Inc.	58	58
Comarch Software und Beratung AG	29,038	29,038
Comarch Swiss AG	8,413	8,413
Cabinet Conseil en Strategie Informatique S.A.S.	5,039	5,039
Total	45,774	45,774

A test for loss in value was run as at the 31st of December, 2020 and did not show any loss in value regarding goodwill. The methodology used to run the test will be described in details in the annual financial statements for 2020.

3.6. Others Intangible Assets

	30 September 2021	31 December 2020
Costs of finished development works	-	-
Perpetual usufruct right	37,396	37,466
Licences and software	10,197	10,859
Other	7,946	7,203
Advance money for intangible assets	-	-
Total	55,539	55,528

Other intangibles include valuation of assets, classified as intangible assets, related to the right to use MKS Cracovia SSA players' cards in the amount of PLN 7,946 thousand.

The perpetual usufruct right for land related to MKS Cracovia SSA that is worth PLN 31,650 thousand is considered the intangible asset with unspecified period of use and is not depreciated. The Company expects renewal of perpetual usufruct right which will occur without incurring any major costs, as the Company is not obliged to meet any conditions, which would decide about extension of this right. The Company does not expect incurring any major costs when renewal of perpetual usufruct right, having in mind current activities of the co-owner of the sports club, i.e. Krakow commune.

3.7. Investment in Associates

As at 30th of September, 2021, the Comarch Group does not have any investments in associates.

At 1 January 2020	570
Granting loan by SolInteractive S.A.	-
Repayment of loan by SolInteractive S.A.	(570)
At 30 September 2020	-
At 1 January 2020	570
Granting loan to SolInteractive S.A.	-
Repayment of loan by SolInteractive S.A.	(570)
At 31 December 2020	-
At 1 January 2021	-
Granting loan to SolInteractive S.A.	-
Repayment of loan by SolInteractive S.A.	-

At 30 September 2021

-

3.8. Financial Assets Available for Sale

	30 September 2021	31 December 2020
Financial assets available for sale	50,104	20,001
Total	50,104	20,001

On the 30st of September, 2021, the financial assets available for sale consisted of those owned by Comarch S.A. participation units in debt securities investment funds, purchased as an investment of free cash. All participation units purchased by the company relate to low-risk sub-funds holding government and corporate debt securities as well as money market instruments. As at the 30th of September, 2021, the above-mentioned participation units were valued at fair value according to market price, and changes in the valuation were referred to the result on financial operations. The total value of the participation units at purchase price was PLN 50,000 thousand. PLN, and the total value of the participation units according to their valuation as at the balance sheet date was PLN 50,104 thousand.

Comarch S.A. intends to sell financial assets available for sale held as at 30th of September, 2021, within 12 months from the balance sheet date.

After the balance sheet date

Comarch S.A. in the period from 1st of October, 2021 to 17th of November, 2021, did not sell participation units in investment funds. The last available before the publication of the report valuation of participation units held by Comarch S.A. amounted to PLN 49,479 thousand. This is the valuation of participation units published by individual investment funds, valid as of the 12th of November, 2021. Decrease in the value of available-for-sale financial assets in comparison with measurement on the balance sheet day was mainly result of a decrease in treasury bond measurement as a consequence of twofold increase in interest rates set by Monetary Policy Council.

3.9. Derivative Financial Instruments

a) Assets

	30 September 2021	31 December 2020
Forward foreign exchange contracts – held-for-trading	490	2,716
Transaction on change of IRS	-	-
	490	2,716
<i>Current portion</i>	<i>474</i>	<i>2,119</i>
<i>Non-current portion</i>	<i>16</i>	<i>597</i>

b) Liabilities

	30 September 2021	31 December 2020
Forward foreign exchange contracts – held-for-trading	5,767	5,958
Transaction on change of IRS	2,139	3,501
	7,906	9,459

<i>Current portion</i>	<i>2,767</i>	<i>3,820</i>
<i>Non-current portion</i>	<i>5,139</i>	<i>5,639</i>

Comarch Group held forward contracts to reduce the effect of changes in cash flows on financial result, where cash flows are related to the planned transactions and changes are the result of foreign exchange risk. As at the 30th of September, 2021, the above-mentioned instruments were valued at fair value according to market price and changes in valuation were referred into the results from financial operations. Total net value of forward contracts that were open as at the 30th of September, 2021, amounted to EUR 65,100 thousand, USD 18,800 thousand, NZD 1,700 thousand, GBP 1,200 thousand and JPY 75,000 thousand.

On the 9th of July, 2014, Comarch S.A. concluded a transaction on change of IRS for investment credit taken in June 2006 from BNP Paribas Bank Polska S.A. with its registered office in Warsaw, for financing of the third construction stage of production and office buildings in the Special Economic Zone in Krakow. As a consequence of the concluded transaction, variable EURIBOR1M rate was changed into a fixed interest rate. The hedging transaction was concluded for the period of 10 years, i.e. till the 29th of July, 2024. As at the 30th of September, 2021, valuation of the IRS transaction amounted to minus PLN 177 thousand.

On the 23rd of October, 2015, Comarch S.A. concluded a transaction on change of IRS for investment credit taken on the 4th of December, 2013, from Bank Pekao S.A. with its registered office in Warsaw. As a consequence of the concluded transaction, variable EURIBOR1M rate was changed into a fixed interest rate. The hedging transaction was concluded for the period of 8 years, i.e. till the 30th of November, 2023. As at the 30th of September, 2021, valuation of the IRS transaction amounted to minus PLN 133 thousand.

On the 20th of February, 2017, Comarch S.A. concluded a transaction on change of IRS for an investment credit granted in May 2016 by the Bank Handlowy with its registered office in Warsaw. As a consequence of the concluded transaction variable EURIBOR1M rate was changed into a fixed interest rate. The hedging transaction was concluded till the 29th of February, 2028. As at the 30th of September, 2021, valuation of the IRS transaction amounted to minus PLN 1,071 thousand.

On the 27th of November, 2017, Bonus Development Sp. z o.o. SKA concluded a transaction on change of IRS for an investment credit taken on the 29th of June, 2015, from Bank Pekao S.A. with its registered office in Warsaw. As a consequence of the concluded transaction variable EURIBOR1M rate was changed into a fixed interest rate. The hedging transaction was concluded till the 31st of May, 2030. As at the 30th of September, 2021, valuation of the IRS transaction amounted to minus PLN 758 thousand.

After the balance sheet date

Between the 1st of October, 2021, and the 17th of November, 2021, Comarch Group has concluded new forward contracts for the sales of currency in the amount of NZD 3,000 thousand, EUR 1,000 thousand, USD 1,000 thousand. The total net value of open *forward* contracts as of the 17th of September, 2021, amounted to EUR 64,000 thousand, USD 18,900 thousand, JPY 70,000 thousand, GBP 1,200 thousand and NZD 4,400 thousand. The contracts will be settled within 38 months from the balance sheet date. All forward contracts have been concluded in order to limit the influence of currency exchange rates on the financial results related to the contracts carried out by companies in Comarch Group, in which the remuneration or cost is set in a foreign currency.

3.10. Deferred Income Tax

	30 September 2021	31 December 2020
Deferred income tax assets		
Temporary differences	20,189	21,954
Asset due to a tax loss	5,884	5,526
Asset due to activities in Special Economic Zone ("SEZ")	5,395	8,384
Total	31,468	35,864
<i>Charged to financial result</i>	<i>31,468</i>	<i>35,864</i>

Comarch S.A. has three unused permits to operate in the Special Economic Zone in Krakow:

- obtained in 2013, its validity term has not been specified;
- obtained in February 2016, its validity term has not been specified;
- obtained in March 2016, its validity term has not been specified.

The Company also notes that on the 23rd of July, 2013, The Council of Ministers adopted a regulation extending the term of functioning of special economic zones in Poland to 2026.

Pursuant to IAS 12, unused tax relief as at the 30th of September, 2021, constitutes a deferred income tax asset. The company, while operating in the SEZ, originally had five permits. An investment relief due to the permit obtained in 1999 was fully utilized (its period of validity was the 31st of December, 2017). The investment tax relief under the permit obtained in 2007 was fully utilized, its value as at the 30th of September, 2021, is zero. Limit of the unused investment tax relief under the permit obtained in 2013, regarding investment in the office building SSE6, amounted to approx. PLN 24,960 thousand as at the 30th of September, 2021 (after discounting at the permit date). Limit of the unused investment tax relief under the permit obtained in March 2016, regarding investment in the office building SSE7 in Cracow, amounted to approx. PLN 22,809 thousand as at the 30th of September, 2021 (after discounting at the permit date). The company has no intention to use the permit obtained in February 2016 due to the fact of receiving (after obtaining it), co-financing of investment outlays to be incurred in this permit - to eliminate the risk of using two forms of public aid related to one investment.

During the three quarters of 2021, the Comarch Group settled in part a deferred tax asset related to temporary differences that was established on the 31st of December, 2020, and worth PLN 5,074 thousand, and created an asset due to temporary differences in the amount of PLN 3,309 thousand, as well as created an asset due to tax loss in the amount of PLN 797 thousand and released an asset of the same title in the amount of PLN 439 thousand. The total effect of the above-mentioned operations on the net result of the reporting period was minus PLN 1,407 thousand.

Deferred income tax assets are determined in the amount anticipated to be deducted from income tax in the future, due to negative temporary differences and income tax relief in connection with conducting business activity in SEZ, which will cause in the future a reduction in the basis for calculating income tax and a tax loss deductible, determined taking into account the precautionary principle. Due to the above principle, assets from operations in SEZ are set only in the annual time horizon, taking as base to determine the average income from zonal activity from the period of 3 years, selected from the five-year period (including the year for which the report is drawn up), after rejecting two extreme values.

During the three quarters of 2021, the Comarch Group settled an asset created for the zone operations in the amount of PLN 2,989 thousand which were created as at 31st of December, 2020. At the same time, in accordance with IAS 12, the Company, in the next year, will regularly verify the valuation of the Asset recognized for its feasibility. We would like to point out that the recognition of Assets does not affect cash flows in the parent company or in the Comarch Group (both the recognition of Assets, as well as its implementation). Therefore, this operation is purely accrual and results from the application by the Comarch Group of International Financial Reporting Standards for the preparation of the consolidated financial statements of the Comarch Group.

The total impact of changes in three quarters of 2021 results is minus PLN 4,396 thousand.

	30 September 2021	31 December 2020
Deferred income tax provision		
Temporary differences	19,256	18,554
Provision due to valuation of real estate of MKS Cracovia SSA	5,430	5,430
Provision due to valuation of certificates in CCF FIZ	25,065	22,794
Total	49,751	46,778
<i>Charged to equity</i>	<i>5,430</i>	<i>5,430</i>
<i>Charged to financial result</i>	<i>44,321</i>	<i>41,348</i>

Due to valuation of net assets of CCF FIZ during the three quarters of 2021, a deferred tax provision was increased by PLN 2,271 thousand. At the same time, a deferred tax provision due to temporary differences was recognized in the amount of PLN 3,826 thousand and dissolved in the amount of PLN 3,124 thousand. The total effect of the above-mentioned operations on the net result of the three quarters of 2021 was minus PLN 2,973 thousand.

Total changes in the deferred income tax resulted in a decrease in result of PLN 7,369 thousand.

In relation to MKS Cracovia SSA and Comarch Healthcare S.A., despite of the fact that the tax loss existed, a deferred tax asset was not created due to the lack of possibility to make the reliable estimates of the income tax allowing the use of existing tax loss from previous years.

3.11. Inventories

	30 September 2021	31 December 2020
Raw materials	3,468	2,101
Work in progress	88,925	74,814
Goods	12,624	10,437
Finished products	264	190
Advance due to finished products	1,261	573
Total	106,542	88,115

The cost of inventories included in 'Costs of products, goods and materials sold' in the income statement amounted to PLN 299,131 thousand (9 months ended the 30th of September, 2021), PLN 424,442 thousand (12

months ended the 31st of December, 2020), PLN 310,713 thousand (9 months ended the 30th of September, 2020).

Over the nine months of 2021, Comarch Group has created write-offs that revaluated value of goods and materials in the amount of PLN 112 thousand and has not created write-offs that revaluated value of finished products. The Comarch Group resolved write-offs revaluated goods and materials which had been created in the previous years in the amount of PLN 476 thousand.

3.12. Trade and Other Receivables

	30 September 2021	31 December 2020
Trade receivables - net	297,804	388,009
Trade receivables	370,440	457,257
Write-off revaluating receivables	(72,636)	(69,248)
Other receivables	26,350	19,284
Short-term prepayments	24,345	18,020
Other prepayments	-	-
Loans	-	4,543
Trade receivables and other receivables from related parties - net	2	2
Trade receivables and other receivables from related parties	2	2
Write-off revaluating receivables	-	-
Total	348,501	429,858
<i>Current portion</i>	<i>348,501</i>	<i>429,858</i>

The fair value of trade and other receivables is close to their balance sheet value presented above. There is no concentration of credit risk with respect to trade receivables as Comarch Group has a large number of customers. During first nine months of 2021, the Comarch Group recognised a write-off due to loss in value of its trade receivables that was worth PLN 16,711 thousand and dissolved previously created write-offs worth PLN 9,740 thousand in relation to payment of debts. These operations were presented in the income statement in other operating costs and revenue, respectively.

3.13. Long-term Contracts

Due to the fact that the company applies the rule of determining the degree of work progress in proportion to the share of incurred costs in the entire costs of a contract, the sum of incurred costs and recognized results corresponds to revenue. At the end of the reporting period, long-term contracts were evaluated in accordance with the degree of work progress.

	9 months ended 30 September 2021	9 months ended 30 September 2020
Revenue from completed contracts recognized in the reporting period	31,568	39,953
Revenue from contracts not completed recognized in the reporting period	372,954	348,379
Revenue from contracts not completed recognized in the reporting period- an effect of settlement pursuant to IFRS 15	25,243	23,772

Total	429,765	412,104
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Changes in settlements due to long-term contracts recognized in assets and liabilities between the 30th of September, 2020, and the 30th of September, 2021, are presented below:

	30 September 2021	30 September 2020
Long-term contracts revenue included to the balance sheet date - determined according to the progress of work	1,972,253	1,848,749
Issued invoices	(1,937,219)	(1,803,944)
Total	35,034	44,805

	Long-term contracts receivables	Long-term contracts liabilities	Net
Value as at 1 January 2020	193,865	(172,831)	21,034
Correction of the current period (reversal of the adjustment due to the application of IFRS 15)	(6,537)	(3,326)	(9,863)
Correction of the current period	33,690	(56)	33,634
Value as at 30 September 2020	221,018	(176,213)	44,805
Change	27,153	(3,382)	23,771
Value as at 1 January 2021	157,441	(147,651)	9,790
Correction of the current period (reversal of the adjustment due to the application of IFRS 15)	-	(1,064)	(1,064)
Correction of the current period	14,918	11,390	26,308
Value as at 30 September 2021	172,359	(137,325)	35,034
Change	14,918	10,326	25,244

3.14. Share Capital

	Number of shares	Ordinary and preference shares	Own shares	Number of shares
At 1 January 2020	8,133,349	8,133,349	-	8,133,349
At 30 September 2020	8,133,349	8,133,349	-	8,133,349
At 31 December 2020	8,133,349	8,133,349	-	8,133,349
At 30 September 2021	8,133,349	8,133,349	-	8,133,349

The nominal value of one share is PLN 1.

The share capital of Comarch S.A. consists of:

1. 864,800 series A registered preference shares by votes,
2. 75,200 series A ordinary shares,
3. 883,600 series B registered preference shares by votes,
4. 56,400 series B ordinary shares,
5. 3,008,000 series C ordinary shares,
6. 1,200,000 series D ordinary shares,
7. 638,600 series E ordinary shares,
8. 125,787 series G ordinary shares,
9. 102,708 series G3 ordinary shares,
10. 563,675 series H ordinary shares,
11. 441,826 series I2 ordinary shares,
12. 91,041 series J2 ordinary shares,
13. 73,953 series K3 ordinary shares,
14. 7,759 series L1 ordinary shares.

Registered shares in series A and B are preferential and each such share corresponds with 5 votes at the General Meeting. The conversion of registered shares into bearer shares is allowed. In case of that registered shares are converted into bearer shares, they lose all preferences. In case that registered preferential shares by votes are disposed their specific voting rights at the General Meeting expire, however their specific voting rights at the General Meeting do not expire in case of:

- a. disposal for the benefit of persons who were shareholders of the company on the 18th of March, 1998,
- b. disposal for the benefit of descendants of a disposer,
- c. conveying property of a registered share as a result of succession.
- d. disposal for the benefit of a legal person or non-corporate organizational unit of Polish or foreign law, including in particular, for the benefit of quasi-corporate unit of Polish or foreign law ("Structure") controlled, within the meaning of art. 8 sec 5 of the company's articles of association, only by a shareholder who contributes (disposes) registered preference shares by votes to the Structure ("Contributing Shareholder") or (jointly) controlled only by the Contributing Shareholder's relatives in the ascending and descending line, siblings or spouse, or (jointly) controlled by some or all of the persons mentioned above ("Related Person or Related Persons") and the Contributing Shareholder jointly ("Controlled Structure") and disposal by the one Controlled Structure of the registered preference shares by votes for the benefit of the other Controlled Structure".

The written consent of the Management Board is required to dispose of registered shares. The sale of shares without the permission of the Management Board is possible on the condition that it is stated in Comarch S.A.'s statute. Every ordinary share entitles its holder to one vote at the AGM. The conversion of bearer shares into registered shares is not permitted.

3.14.1. Changes in Share Capital in the Third Quarter of 2021

None present.

3.14.2. in Share Capital after the Balance Sheet Date

None present.

3.15. Credits and Loans

	30 September 2021	31 December 2020
Non-current	115,302	116,760
Non-revolving credits	114,855	115,617
Revolving credits	-	-
Loans	447	1,143
Current	41,799	40,176
Non-revolving credits	38,828	34,723
Revolving credits	-	413
Loans	2,971	5,040
Total credits and loans	157,101	156,936

The value of liabilities due to bank credits and loans was recognized in the amount of depreciated cost that was determined using the effective interest rate. The fair value of liabilities due to credits and loans does not differ significantly from the balance sheet value.

In three quarters of 2021, the value of drawdown credits and loans granted to entities outside the Comarch Group amounted to PLN 33,642 thousand. During the three quarters of 2021, the Comarch Group launched non-revolving bank loans and credits from entities outside the Comarch Group amounted to PLN 33,320 thousand. As at the balance sheet date, the Comarch Group did not use the overdraft facility.

Within reporting period, there were neither overdue payments nor interest payments on credits and loans. Comarch did not breach of any provisions of the credit or loan agreements that could entitle the creditor to claim earlier repayment of the credit or loan.

The exposure of Comarch Group bank credits to interest rate changes	12 months or less	1-5 years	Over 5 years	Total
At 31 December 2020				
Credit and loans	40,176	87,832	28,928	156,936
At 30 September 2021				
Credit and loans	41,799	89,578	25,724	157,101

The maturity of non-current bank credits, loans and financial liabilities	30 September 2021	31 December 2020
Between 1 and 2 years	39,523	34,767
Between 2 and 5 years	50,055	53,065
Over 5 years	25,724	28,928
	115,302	116,760

Currency structure of the balance sheet values of credits, loans and financial liabilities	30 September 2021	31 December 2020
In Polish currency (PLN)	3,339	5,749
In EUR (equivalence in PLN)	153,762	151,187
	157,101	156,936

Effective interest rates at the balance sheet date	30 September 2021	31 December 2020
Bank credits	0.99%	1.46%
Loans	1.19%	2.44%

3.15.1. Non-Revolving Credits and Loans

Debtor	Financial institution	Total amount of credit/loan according to the agreement		Amount to be paid as at the balance sheet date				Interest conditions	Repayment date	Securities
		Value	Currency	Value	Currency	Value	Currency			
Comarch S.A.										
Office buildings SSE4 in Krakow	BNP Paribas Bank Polska S.A.	44,000	PLN	1,849 (2,309 as at 31 st of December, 2020)	EUR	8,568 (10,655 as at 31 st of December, 2020)	PLN	EURIBOR1M + bank margin IRS till the 29 th of July, 2024	29 th of July, 2024	mortgage on the SSE4 building, assignment of rights from the building's insurance policy, blank promissory note, declaration on submission to enforcement
Comarch S.A.										
office buildings SSE5 in Krakow - refinancing	Powszechna Kasa Oszczędności Bank Polski S.A.	4,126	EUR	0 (387 as at 31 st of December, 2020)	EUR	0 (1,784 as at 31 st of December, 2020)	PLN	EURIBOR1M + bank margin	29 th of September, 2021	mortgage on the SSE5 building, assignment of rights from the building's insurance policy, declaration on submission to enforcement
Comarch S.A.										
office buildings SSE6 in Krakow	Bank Polska Kasa Opieki S.A.	13,323	EUR	3,606 (4,848 as at 31 st of December, 2020)	EUR	16,708 (22,372 as at 31 st of December, 2020)	PLN	EURIBOR1M + bank margin IRS till the 30 th of November, 2023	30 th of November, 2023	mortgage on the SSE6 building, assignment of rights from the building's insurance policy, assignment of rights from the guarantee of due performance and guarantee of the warranty, declaration on submission to enforcement
Comarch S.A.										
office buildings SSE7 in Krakow	Bank Handlowy w Warszawie S.A.	13,333	EUR	10,154 (11,340 as at 31 st of December, 2020)	EUR	47,044 (52,330 as at 31 st of December, 2020)	PLN	EURIBOR1M + bank margin IRS till the 29 th of February, 2028	29 th of February, 2028	mortgage on the SSE7 building, assignment of rights from the building insurance policy, declaration on submission to enforcement
Comarch S.A.										
Property, plant and equipment in use - equipment of Internet of Things laboratory in Krakow	DNB Bank Polska S.A.	2,531	EUR	788 (1,050 as at 31 st of December, 2020)	EUR	3,651 (4,848 as at 31 st of December, 2020)	PLN	EURIBOR1M + bank margin	30 th of December, 2023	registered pledge on fixed assets being the subject of financing, assignment of rights under the insurance policy for financed fixed assets, declaration on submission to enforcement
Bonus Development sp. z o.o. SK-A										
office buildings in Lodz	Bank Polska Kasa Opieki S.A.	9,262	EUR	5,562 (6,041 as at 31 st of December, 2020)	EUR	25,766 (27,878 as at 31 st of December, 2020)	PLN	EURIBOR1M + bank margin IRS till the 31 st of May, 2030	31.05.2030	mortgage on an office building in Łódź, a statement by Bonus Development Sp. z o.o. SK-A on submission to enforcement, assignment of rights from the insurance policy of an office building in Łódź, assignment of rights from the guarantee of due performance and warranty guarantee, assignment of rights under the lease of the financed property concluded with Comarch SA, surety from Comarch SA, declaration on submission to

										enforcement Comarch SA.
Comarch S.A.S, Comarch S.A.	BNP Paribas Bank Polska S.A.	8,000	EUR	2,618 (3,600 as at 31 st of December, 2020)	EUR	12,130 (16,613 as at 31 st of December, 2020)	PLN	EURIBOR3M + bank margin	18 th of September, 2023	mortgage on the second place on the estate Comarch S.A. (Krakow, Michał Życzkowski Street 23, building SSE4), statement by Comarch S.A. on submission to enforcement, assignment of rights from the insurance policy of SSE4 building
Data Centre in Lille in France										
Comarch S.A.	CaixaBank S.A. Branch in Poland	3,500	EUR	1,867 (2,567 as at 31 st of December, 2020)	EUR	8,650 (11,843 as at 31 st of December, 2020)	PLN	EURIBOR1M + bank margin	23 rd of August, 2023	Declaration of submission to enforcement
Comarch infrastructure modernization program										
Comarch S.A.	CaixaBank S.A. Branch in Poland	2,300	EUR	2,204 (437 as at 31 st of December, 2020)	EUR	10,209 (2,018 as at 31 st of December, 2020)	PLN	EURIBOR1M + bank margin	29 th of June, 2025	Declaration of submission to enforcement
Comarch infrastructure modernization program										
Comarch S.A.	IBM Global Financing Polska sp. z o.o.	12,980	PLN	,	,	282 (2,142 as at 31 st of December, 2020)	PLN	fixed	1 st of March, 2022	-
Delivery of IT equipment related to IT project realized by the Comarch Group										
Comarch Polska S.A.	IBM Global Financing Polska sp. z o.o.	3,475	PLN			605 (1,274 as at 31 st of December, 2020)	PLN	fixed	1 st of May, 2022	Comarch S.A. surety
Delivery of IT equipment related to IT project realized by the Comarch Group										
Comarch S.A.	IBM Global Financing Polska sp. z o.o.	3,139	PLN			566 (1,193 as at 31 st of December, 2020)	PLN	fixed	1 st of May, 2022	-
Delivery of IT equipment related to IT project realized by the Comarch Group										
Comarch S.A.	IBM Global Financing	1,825	PLN			456	PLN	fixed	1 st of May, 2022	-

Delivery of IT equipment related to IT project realized by the Comarch Group	Polska sp. z o.o.					(1,140 as at 31 st of December, 2020)				
Comarch S.A.						1,430				
Delivery of IT equipment related to IT project realized by the Comarch Group	IBM Global Financing Polska sp. z o.o.	2,145	PLN			(0 as at 31 st of December, 2020)	PLN	fixed	1 st of February, 2023	-
Comarch S.A.										
Property, plant and equipment in use	PKO Leasing S.A.	5,000	EUR	4,524 (0 as at 31 st of December, 2020)		20,957 (0 as at 31 st of December, 2020)	PLN	EURIBOR1M + margin	29 th of February 2028	a blank promissory note, registered pledge on the Subject of Financing, transfer of ownership to secure the Subject of Financing
CABINET CONSEIL EN STRATEGIE INFORMATIQUE S.A.S. (2CSI)										
Financing operating activities	CAISSE D'EPARGNE	30	EUR	0 (24 as at 31 st of December, 2020)	EUR	0 (79 as at 31 st of December, 2020)	PLN	fixed	5 th of February, 2023	-
CABINET CONSEIL EN STRATEGIE INFORMATIQUE S.A.S. (2CSI)										
Financing operating activities	CAISSE D'EPARGNE	51	EUR	0 (21 as at 31 st of December, 2020)	EUR	0 (100 as at 31 st of December, 2020)	PLN	fixed	5 th of December, 2021	-
CABINET CONSEIL EN STRATEGIE INFORMATIQUE S.A.S. (2CSI)										
Financing operating activities	HSBC	200	EUR	17 (63 as at 31 st of December, 2020)	EUR	79 (254 as at 31 st of December, 2020)	PLN	fixed	1 st of January, 2022	surety

3.15.2. Current Credit Lines

The companies of the Comarch Group have the following credit limits in current account:

Debtor	Financial institution	Total amount of credit/loan according to the agreement		Amount to be paid as at the balance sheet date				Interest conditions	Repayment date	Securities
		Value	Currency	Value	Currency	Value	Currency			
Comarch S.A.		20,000	PLN	0	PLN	0	PLN	WIBOR1M + bank margin	17 th of December, 2021	a blank promissory note

Financing operating activities	BNP Paribas Bank Polska S.A.									
Comarch S.A.	Bank Polska Kasa Opieki S.A.	30,000	PLN	0	PLN	0	PLN	WIBOR1M + bank margin	30 th of June, 2022	declaration of submission to enforcement
Financing operating activities										
Comarch S.A.	CaixaBank S.A. Branch in Poland	30,000	PLN	0	PLN	0	PLN	WIBOR1M + bank margin	31 st of May, 2022	declaration of submission to enforcement
Financing operating activities										

	30 September 2021	31 December 2020
Credit lines in the current account and revolving credits, including:	80,000	80,923
Used at the balance sheet date	-	413
Available at the balance sheet date	80,000	80,510

3.16. Liabilities due to Lease

	30 September 2021	31 December 2020
Leasing of means of transport and IT equipment	1,546	1,962
Rent	66,694	64,535
Perpetual usufruct	27,594	27,790
▪ Current portion	21,003	19,142
▪ Non-current portion	74,831	75,145
Total	95,834	94,287

Ageing of liabilities due to lease

	12 months or less	1-5 years	over 5 years	Total
Lease of means of transport and IT hardware	862	684	-	1,546
Rent	20,157	39,217	7,321	66,695
Perpetual usufruct	(16)	314	27,295	27,593
Liabilities due to lease	21,003	40,215	34,616	95,834

3.17. Other Financial Liabilities

	30 September 2021	31 December 2020
Liabilities due to dividends	-	-
▪ Current portion	-	-
▪ Non-current portion	-	-
Liabilities due to bills of exchange	5,394	5,249
▪ Current portion	-	5,249
▪ Non-current portion	5,394	-
Total	5,394	5,249

As at 30th of September, 2021, other financial liabilities relate to bills of exchange at Bonus Management Sp. z o.o. SK-A, with maturity on the fourth quarter of 2025 and bills of exchange at Bonus Management Sp. z o.o. II ACTIVIA SKA, with maturity on the fourth quarter of 2025.

3.18. Provisions for Other Liabilities and Charges

	Costs related to current period that will be incurred in future	Provisions for costs of contracts	Provisions for contractual penalties and other claims	Provisions for leaves	Provisions for premiums	Provisions for retirement benefits and similar	Total
At 1 January 2020	4,718	14,075	25,893	33,097	102,625	-	180,408
Change:	(1,379)	(530)	(13,585)	10,445	20,262	1,803	17,016
- Provisions created	14,662	16,982	2,620	32,159	113,023	1,803	181,249
- Provisions used and dissolved	(16,041)	(17,512)	(16,205)	(21,714)	(92,761)	-	(164,233)
At 31 December 2020	3,339	13,545	12,308	43,542	122,887	1,803	197,424
Current	3,339	13,545	12,308	43,542	122,887	-	195,621
Non-current	-	-	-	-	-	1,803	1,803
At 1 January 2021	3,339	13,545	12,308	43,542	122,887	1,803	197,424
Change:	4,254	(4,918)	(634)	5,224	(51,739)	557	(47,256)
- Provisions created	10,174	7,347	3,672	25,123	45,579	682	92,577
- Provisions used and dissolved	(5,920)	(12,265)	(4,306)	(19,899)	(97,318)	(125)	(139,833)
At 30 September 2021	7,593	8,627	11,674	48,766	71,148	2,360	150,168
Current	7,593	8,627	11,674	48,766	71,148	-	147,808
Non-current	-	-	-	-	-	2,360	2,360

All provisions were calculated based on credible estimate as of the balance sheet date.

3.19. Trade and Other Payables

	30 September 2021	31 December 2020
Trade payables	36,580	51,094
Advance payments received due to services and supplies	5,940	4,447
Trade payables and other liabilities to related parties	350	350
Liabilities due to social insurance and other tax charges	68,420	77,266
Investments liabilities	4,548	1,878
Revenue from the future periods	48,009	39,934
Other payables	5,709	7,298
Special funds (Social Services Fund and Residential Fund)	2,444	1,327
Liabilities due to remuneration	39,814	32,534
Total	211,814	216,128

The fair value of trade and other payables is close to the balance sheet value presented above.

3.20. Contingent Liabilities

On the 30th of September, 2021, the value of bank guarantees and letters of credit issued by banks on order from Comarch S.A. in reference to executed agreements and participation in tender proceedings was PLN 92,429 thousand, whereas it was PLN 91,066 thousand on the 31st of December, 2020.

On the 30th of September, 2021, the value of bank guarantees issued by banks on order from Comarch Software und Beratung was EUR 422 thousand (i.e. PLN 1,957 thousand), whereas it was EUR 422 thousand (i.e. PLN 1,949 thousand) on the 31st of December, 2020.

On the 30th of September, 2021, the value of bank guarantees issued by banks on order from Comarch AG was EUR 16 thousand (i.e. PLN 74 thousand), same as at 31st of December, 2020, when their value was also EUR 16 thousand (i.e. PLN 74 thousand).

Comarch S.A. declared a possibility to grant a financial support ("letters of comfort") for its subsidiaries: Comarch R&D S.A.S. (valid for an indefinite period), Comarch Argentina S.A. (valid for an indefinite period), Comarch Malaysia SDN. BHD. (valid for an indefinite period), Comarch Healthcare S.A. (valid for an indefinite period), Comarch Middle East FZ-LLC (valid for an indefinite period), Comarch Japan KK (valid for an indefinite period) and Comarch SAS (valid for an indefinite period).

	30 September 2021	31 December 2020
Granted credit lines for financing of current activities (guarantees, letters of credit, credit lines in current account)		
Credit lines*	206,455	245,504
Total	206,455	245,504

* they comprise credit lines at current account that are described in point 3.15.2.

The Comarch Group is the defendant in legal proceedings, in which the potential total amount of third-party claims is PLN 29,636 thousand. Provisions for part of these claims were presented in the balance sheet as at the 30th of September, 2021, and are worth PLN 1,576 thousand. During the three quarters of 2021, the Comarch Group created provisions for claims covered by legal proceedings in the amount of PLN 63 thousand and resolved provisions in this respect for the amount of PLN 322 thousand.

The Comarch Group is the party to the matters in disputes, but not legal proceedings in which the potential total amount of third-party claims is PLN 20,347 thousand. Provisions for part of these claims presented in the balance sheet as at the 30th of September, 2021, and are worth PLN 4,411 thousand. During the three quarters of 2021, the Comarch Group created provisions for matters in disputes, but not legal proceedings in the amount of PLN 1,802 thousand and resolved provisions in this respect for the amount of PLN 656 thousand.

According to the Management Boards of the Comarch Group companies, based on the opinions of legal advisors, there are no circumstances indicating the need to create provisions for other claims currently subject to court proceedings and disputes, not covered by court proceedings.

Due to the matters in disputes, during the three quarters of 2021, the Comarch Group created write-offs that revalue receivables in the amount of PLN 271 thousand.

Due to the matters in disputes, but not legal proceedings during the three quarters of 2021, the Comarch Group created write-offs that revalue receivables in the amount of PLN 303 thousand.

3.21. Information about Liability in Relation to Purchase of Property, Plant and Equipment

None present.

3.22. Managerial Option Program for Members of the Management Board and Other Key Employees

None present.

3.23. Related-Party Transactions

3.23.1. Revenue from Sales of Goods and Services

	9 months ended 30 September 2021	9 months ended 30 September 2020
Revenue from sales of goods	-	-
SolInteractive S.A.	-	-
Revenue from sales of services	9	13
SolInteractive S.A.	9	13
Total	9	13

Price for services is determined depending on the type of transaction, according to one of three methods:

1. comparable market price,
2. cost - plus basis (margin from 2% to 3% for goods, 5% for services),
3. margin on sales of services (from 10% to 40%).

3.23.2. Purchases of Goods and Services

	9 months ended 30 September 2021	9 months ended 30 September 2020
Purchases of goods	-	-
SolInteractive S.A.	-	-
Purchases of services	-	-
SolInteractive S.A.	-	-
▪ Included in generation costs	-	-
▪ Included in other costs	-	-
Total	-	-

3.23.3. Balance of Settlements as of the Balance Sheet Date Resulting from the Sales/Purchase of Goods /Services

	30 September 2021	31 December 2020
Receivables from related parties	2	2
SolInteractive S.A.	2	2
Payables from related parties	-	-
SolInteractive S.A.	-	-

3.23.4. Transactions with Associates and Personally Related Entities

	9 months ended 30 September 2021	9 months ended 30 September 2020
Purchases from personally related entities	2,862	2,626
Sales to personally related entities	1,416	1,294
Loans and interest on loans repaid by personally related entities	-	6,762
Loans and interest on loans granted to personally related entities	-	-
Purchases from associates	-	-
Sales to associates	9	13
Loans and interest on loans repaid by associates	-	577
Loans and interest on loans granted to associates	-	-
Purchases from personally related entities	-	1,000*

*) The item contains a payment of PLN 1,000 thousand from the person supervising Comarch S.A. to the company Bonus Management Sp. z o.o. II Activia SK-A in exchange for issued bills of exchange.

3.23.5. Balances of Settlements with Personally Related Entities at Balance Sheet Date

	30 September 2021	31 December 2020
Trade receivables from personally related parties	503	430
Loans receivables from personally related parties	4,752	4,677
Trade payables to personally related parties	377	353
Liabilities due to promissory note obligations from personally related parties	5,394*	5,249*

**) This item contains the liability of Bonus Management Sp. z o.o. SK-A and Bonus Management sp. z o.o. II Activia SK-A to a supervising person of Comarch S.A.*

3.24. Earnings per Share

	9 months ended 30 September 2021	9 months ended 30 September 2020
Net profit for the period attributable to equity holders of the Company	84,882	66,975
Weighted average number of shares in issue	8,133,349	8,133,349
Basic earnings per share (PLN)	10.44	8.23
Diluted number of shares	8,133,349	8,133,349
Diluted earnings per share (PLN)	10.44	8.23

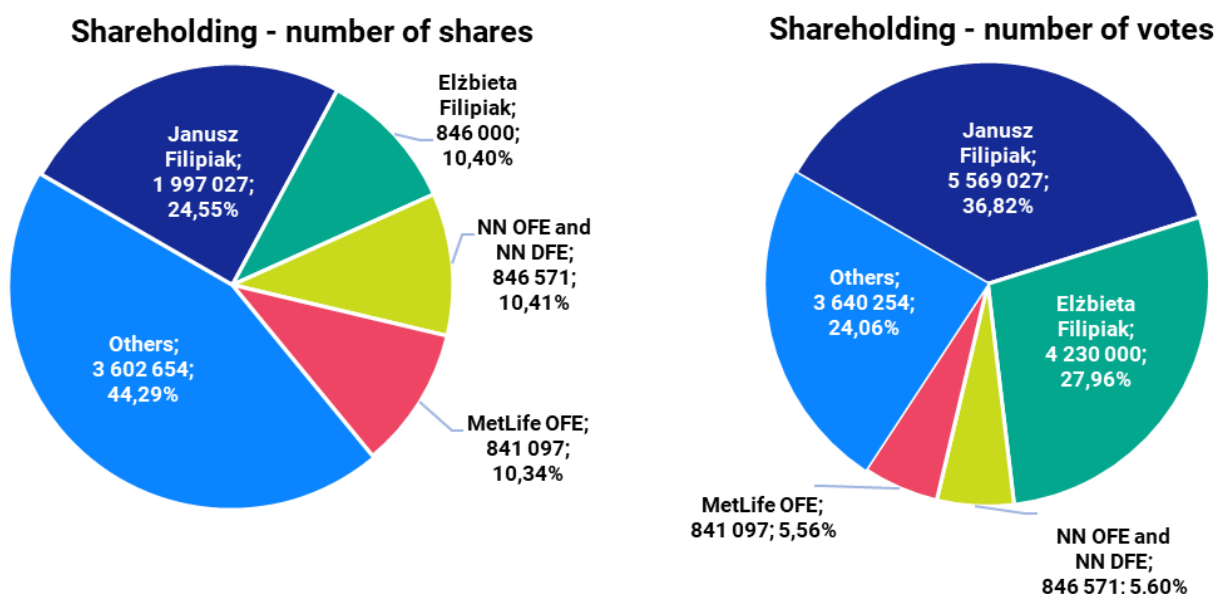
Basic earnings per share in the column "9 months ended 30 September 2021" is calculated by dividing the net consolidated profit attributable to shareholders of Comarch S.A. for the period from the 1st of January, 2021, to the 30th of September, 2021, by the weighted average number of shares in issue between the 1st of January, 2021, to the 30th of September, 2021, where the number of days is the weight. Basic earnings per share in the column "9 months ended 30 September 2020" is calculated by dividing the net consolidated profit attributable to shareholders of Comarch S.A. for the period from the 1st of January, 2020, to the 30th of September, 2020, by the weighted average number of shares in issue between the 1st of January, 2020, to the 30th of September, 2020, where the number of days is the weight.

Diluted earnings per share in the column "9 months ended 30 September 2021" is calculated by dividing the net consolidated profit attributable to shareholders of Comarch S.A. for the period from the 1st of January, 2021, to the 30th of September, 2021, by the sum of the weighted average number of shares in issue between the 1st of January, 2021, to the 30th of September, 2021, where the number of days is the weight and diluted number of shares. Diluted earnings per share in the column "9 months ended 30 September 2020" is calculated by dividing the net consolidated profit attributable to shareholders of Comarch S.A. for the period from the 1st of January, 2020, to the 30th of September, 2020, by the sum of the weighted average number of shares in issue between the 1st of January, 2020, to the 30th of September, 2020, where the number of days is the weight.

4. Additional notes

4.1. Information about Shareholders Holding at Least 5% of the Total Number of Votes at Comarch S.A. General Meeting and Shares Held by Members of the Management Board and the Board of Supervisors

4.1.1. Shareholders Who Directly or Indirectly through Subsidiary Entities Hold at least 5% of the Total Number of Votes at Comarch S.A. General Meeting as at 17th of November, 2021



4.1.2. Changes in the Total Number of Votes at Comarch S.A. in the Third Quarter of 2021

None present.

4.1.3. Changes in Significant Holdings of Comarch S.A. Shares from the Publication of the Last Periodical Report, i.e. 31st of August, 2021

Entity	At 17 November 2021				At 31 August 2021			
	Shares	% in share capital	Number of votes	% in votes	Shares	% in share capital	Number of votes	% in votes
Janusz Filipiak	1,997,027	24.55	5,569,027	36.82	1,997,027	24.55	5,569,027	36.82
Elżbieta Filipiak	846,000	10.40	4,230,000	27.96	846,000	10.40	4,230,000	27.96
Nationale-Nederlanden OFE + DFE	846,571	10.41	846,571	5.60	846,571	10.41	846,571	5.60
MetLife OFE	841,097	10.34	841,097	5.56	841,097	10.34	841,097	5.56

4.1.4. Changes in Holdings of Comarch S.A. Shares by Managing and Supervising Persons between 31st of August, 2021 and 17th of November, 2021

The following table presents the ownership of Comarch S.A. shares by management and supervisors as at the date on which the consolidated report for H1 2021 was published, i.e. on the 31st of August, 2021, and on the 17th of November, 2021, pursuant to the information possessed by the Company.

Members of the Management Board and the Board of Supervisors	Position	At 17 November 2021		At 31 August 2021	
		Shares	% in votes	Shares	% in votes
Janusz Filipiak	President of the Management Board	1,997,027	36.82	1,997,027	36.82
Elżbieta Filipiak	Chairman of the Board of Supervisors	846,000	27.96	846,000	27.96
Paweł Prokop	Vice-President of the Management Board	30,150	0.45	30,150	0.45
Andrzej Przewięźlikowski	Vice-President of the Management Board	0	0.00	0	0.00
Zbigniew Rymarczyk	Vice-President of the Management Board	34,000	0.22	34,000	0.22
Konrad Tarański	Vice-President of the Management Board	10,608	0.07	10,608	0.07
Marcin Warwas	Vice-President of the Management Board	10,608	0.07	10,608	0.07

4.2. Factors and Events of Unusual Nature with Significant Effects on the Achieved Financial Results

4.2.1. Deferred Income Tax Assets and Provisions

During the three quarters of 2021, the Group settled in part a deferred tax asset related to temporary differences that was established as at the 31st of December, 2020, and worth PLN 5,074 thousand, as well as an asset due to temporary differences was recognised in the amount of PLN 3,309 thousand and asset due to tax loss was created in the amount of PLN 797 thousand and was released in the amount PLN 439 thousand. The total effect of changes in the deferred tax on the net result of the Comarch Group in the three quarters 2021 amounted to minus PLN 1,407 thousand. During the three quarters of 2021, the Comarch Group settled in part an asset released for the zone operations in the amount of PLN 2,989 thousand which was created as at 31st of December, 2020. The total effect of changes in the deferred tax on the net result of the Comarch Group in the three quarters 2021 amounted to minus PLN 4,396 thousand.

In connection with the valuation of the net asset value of CCF FIZ, the provision was increased by PLN 2,271 thousand in the three quarters of 2021. At the same time, a deferred tax provision due to temporary differences was recognised in the amount of PLN 3,826 thousand and dissolved in the amount of PLN 3,124 thousand. The total effect of the all-above-mentioned operations on the net result of the three quarters of 2021 amounted to minus PLN 2,973 thousand.

Total changes in deferred tax resulted in a decrease in net profit of PLN 7,369 thousand.

Details are described in point [3.10](#).

4.2.2. Valuation of Currency Exchange Rate Differences and Financial Instruments Based on Exchange Rates

Realized foreign exchange rate differences and balance sheet valuation of exchange rates on receivables and liabilities as at the 30th of September, 2021 increased revenue and operating profit of Comarch Group in three quarters of 2021 by PLN 5,354 thousand (while in the corresponding period of 2020 increased by PLN 9,978 thousand). Exchange rate differences on the balance sheet valuation of trade payables, related to the weakening of the PLN exchange rate against foreign currencies in three quarters of 2021, decreased the result of Comarch Group by PLN 506 thousand (while in the corresponding period of 2020 decreased by PLN 853 thousand). Exchange rate differences from other activities decreased the result of Comarch Group by PLN 1,667 thousand

(while in the corresponding period of 2020 decreased by PLN 5,418 thousand). The valuation of financial instruments, participation units and closed transactions (mostly forward contracts and sold participation units) and provision for deferred income tax in reference to the valuation of the financial instruments decreased the Comarch Group's result by PLN 3,144 thousand (while in the corresponding period of 2020 decreased by PLN 7,880 thousand).

The total effect of exchange rate differences and valuation of derivative financial instruments on the net result of the Comarch Group in the three quarters of 2021 amounted to PLN 3,371 thousand (minus PLN 4,173 thousand in three quarters of 2020).

4.2.3. Creation of Write-Offs for Bad Debts

During 9 months of 2021, the Group created impairment losses on trade receivables in the amount of PLN 16,711 thousand and dissolved previously created write-offs in the amount of PLN 9,740 thousand in connection with the payment of receivables. These operations were recognized in other operating costs and revenue in the profit and loss account, respectively.

4.3. Other Events in the First Quarter of 2021

4.3.1. Signing the Agreement on Delivery and Maintenance of IT Systems for 450connect

On the 19th of July, 2021 the Management Board of Comarch S.A. informed about signing by Comarch AG, a wholly owned subsidiary of Comarch S.A., a framework agreement with 450connect GmbH. The subject matter of this framework agreement is delivery and maintenance of software, on the terms specified in the agreement. Presupposing, that the contract runs for the entire term of 20 years without being terminated by either party, Comarch AG will receive a remuneration of approximately EUR 42,300,000.00 i.e. PLN 194,059,710.00 over the term. Commercial conditions of the agreement and Comarch AG liability for the compensation of damages are in line with market standards used in similar agreements.

Company informed about the details in current report no. [RB-11-2021 \(ENG: RB-11-2021\)](#) dated the 19th of July, 2021.

4.3.2. Statement on the Company's Compliance with the Corporate Governance Principles Contained in Best Practice for GPW Listed Companies 2021

On the 30th of July, 2021, the Management Board of Comarch S.A. informed in the current report [EBI-3-2021 \(ENG: EBI-3-2021\)](#) that the full text of the Statement on the Company's Compliance with the Corporate Governance Principles Contained in Best Practice for GPW Listed Companies 2021 is available on the Company's [website \(ENG: website\)](#).

4.3.3. Non-Renewable Credit Agreement with CaixaBank, S.A. Oddział w Polsce (Branch in Poland)

The Management Board of Comarch S.A. informed about signing non-renewable credit agreement on the 5th of August, 2021 with CaixaBank, S.A. Branch in Poland with its office in Warsaw (hereinafter referred to as the "Bank") for general corporate purposes. The credit amount is EUR 14,500,000.00, i.e. PLN 66,054,750 at the EUR exchange rate on the date of the contract signing. The credit period lasts until the 5th of August, 2026, and the interest rate is based on a variable rate. The credit should be used by the 5th of August, 2022. The credit is secured with:

a) power of attorney granted to the Bank by Comarch S.A. to administer funds on settlement accounts maintained by the Bank;

b) Comarch S.A. statement on submission to enforcement up to 150% of the credit amount.

Company informed about the details in current report no. [RB-12-2021 \(ENG: RB-12-2021\)](#) dated the 5th of August, 2021.

4.4. Events after the Balance Sheet Date not included in the Report

4.4.1. Forward Contracts Concluded after the Balance Sheet Date

Between the 1st of October, 2021, and the 17th of November, 2021, Comarch Group has concluded new forward contracts for the sales of currency in the amount of NZD 3,000 thousand, EUR 1,000 thousand and USD 1,000 thousand. The total net value of open forward contracts as of the 17th of November, 2021, amounted to EUR 64,000 thousand, USD 18,900 thousand, JPY 70,000 thousand, GBP 1,200 thousand and NZD 4,400 thousand. The contracts will be settled within 38 months from the balance sheet date. All forward contracts have been concluded in order to limit the influence of currency exchange rates on the financial results related to the contracts carried out by companies in Comarch Group, in which the remuneration or cost is set in a foreign currency.

4.5. Commentary on Differences between Financial Results Presented in Annual Report and Results Forecast for the Given Year Published Before

The Company has not published the results forecast for 2021 and for the third quarter of 2021.

4.6. Significant Legal, Arbitration or Administrative Proceedings

The Comarch Group is the defendant in legal proceedings, in which the potential total amount of third-party claims is PLN 29,636 thousand.

The Comarch Group is the party to the matters in disputes, but not legal proceedings in which the potential total amount of third-party claims is PLN 20,347 thousand.

More information was presented in point [3.20](#).

4.7. Information about Transactions with Related Parties on Terms Different from Market Condition

None present.

4.8. Information about Suretyships, as well as Guarantees Provided by the Issuer and Its Subsidiaries

- Due to conclusion of a contract for the implementation, hosting and maintenance of the loyalty system, signed by Comarch Inc., a subsidiary of Comarch S.A., on the 28th of April, 2011, Comarch S.A. granted a surety for the benefit of a customer in order to guarantee the fulfilment of any obligations resulting from the contract by Comarch Inc. The value of the surety equals value of a maximum of USD 3,000 thousand and is valid for the whole term of the contract.
- Due to Bank Pekao S.A. granting an investment loan in the amount of PLN 15,889 thousand to Comarch Healthcare S.A., a Comarch S.A. subsidiary, on the 1st of September, 2011, Comarch S.A. granted a surety in order to guarantee the fulfilment of any obligations resulting from the contract. The value of the surety equals PLN 23,833 thousand and is valid until the 31st of December, 2021.
- Due to conclusion of a contract for implementation and maintenance of BSS system by Comarch UK, a subsidiary of Comarch S.A., Comarch S.A. granted a surety for obligations of Comarch UK. The surety

was granted up to the amount of liabilities of Comarch UK resulting from the aforementioned agreement, i.e. to the amount of GBP 808 thousand and in addition, GBP 86 thousand annually for SLA, and it is valid for the whole term of the agreement.

- Due to conclusion of a contract for implementation of Next Generation Performance Management Solution, signed by Comarch AG, a subsidiary of Comarch S.A., Comarch S.A. granted a surety for the benefit of a customer in order to guarantee the fulfilment of any obligations resulting from the contract by Comarch AG. The value of the surety equals value of a maximum of EUR 3,823 thousand and is valid for the whole term of the contract.
- Due to conclusion of a contract for implementation of Planning and Inventory Application (PIA), signed by Comarch AG, a subsidiary of Comarch S.A., Comarch S.A. signed a letter of comfort upon which it ensures proper contract performance by Comarch AG. The letter of comfort is valid for 24 months from contract completion. Contract's value amounts to EUR 3,505 thousand.
- Due to conclusion of a contract for implementation of Comarch Loyalty Management, signed by Comarch UK, a subsidiary of Comarch S.A., Comarch S.A. granted a surety for the benefit of a customer for obligations of Comarch UK. The surety was granted up to the maximum amount of GBP 2,351 thousand and is valid for the whole term of the contract.
- Due to conclusion of a contract for implementation and licence of Comarch Loyalty Management, as well as services related to data centre and Support & Maintenance, signed by Comarch SAS, a subsidiary of Comarch S.A., Comarch S.A. granted a surety for obligations of Comarch SAS resulting from this project. The surety was granted up to the maximum amount of the signed agreements, i.e. EUR 2,807 thousand and is valid till the end of this project.
- Due to conclusion of an agreement signed by branch of Comarch AG in Belgium with a customer, Comarch S.A. granted a surety for liabilities of Comarch AG resulting from this project. The surety was granted up to the amount of the agreement, i.e. EUR 236 thousand and is valid till the termination of the project.
- Due to conclusion of a contract for purchase of licences, maintenance and support, signed by Comarch UK, a subsidiary of Comarch S.A., Comarch S.A. granted a surety for future obligations of Comarch UK resulting from this project. The surety was granted up to the amount of GBP 11,244 thousand and is valid for 12 years after the contract completion.
- Due to conclusion of the contracts for fuel cards service signed by Comarch Healthcare S.A., a subsidiary of Comarch S.A., Comarch S.A. granted a surety for the benefit of an operator of fuel cards in order to guarantee the fulfilment of any obligations resulting from these contracts by Comarch Healthcare S.A. The granted surety has been renewed, consequently it is valid till the 31st of May, 2026, and the total amount of granted surety is PLN 100 thousand.
- Due to conclusion of a contract for implementation of Comarch ECM, maintenance and SaaS, signed by Comarch SAS, a subsidiary of Comarch S.A., Comarch S.A. granted a surety for the liabilities of Comarch SAS, resulting from the project. The surety was granted up to the amount of EUR 838 thousand and is valid till the termination of the contract.
- Due to conclusion of a contract for fuel cards service signed by CA Consulting S.A., a subsidiary of Comarch S.A., Comarch S.A. granted a surety for the benefit of an operator of fuel cards in order to guarantee the fulfilment of any obligations resulting from this contract by CA Consulting S.A. The surety has been renewed, consequently it is valid till the 31st of May, 2026, and the total amount of granted surety is PLN 50 thousand.
- Due to conclusion of a framework agreement signed by branch of Comarch AG in Belgium with a customer, Comarch S.A. granted a surety for liabilities of Comarch AG. The surety was granted up to the amount of the agreement, i.e. EUR 3,241 thousand and is valid till the termination of the project.

- Due to conclusion of a contract for implementation of Comarch Customer Engagement Platform by Comarch Middle East FZ-LLC, a subsidiary of Comarch S.A., Comarch S.A. granted a surety („Parent Guarantee”) for the liabilities of Comarch Middle East FZ-LLC resulting from this project. The contract was concluded for five years. The surety is valid until fulfilment by Comarch Middle East FZ-LLC of all obligations under the contract and has been granted up to a maximum liability of the contract, i.e. USD 10,000 thousand.
- Due to conclusion of a contract for investment credit by Bonus Development Sp. z o.o. SK-A, a subsidiary of Comarch S.A., with Bank Pekao S.A. under which the bank grants Bonus Development Sp. o.o. SK-A funding in the amount of PLN 38,800 thousand (EUR 9,262 thousand on the date of signing the agreement) and due to the conclusion of the agreement on treasury transactions related to securing exchange rate risk and interest rate of above mentioned credit, Comarch S.A. granted a sureties for the liabilities of Bonus Development Sp. z o.o. SK-A resulting from these contracts. Sureties are valid until repayment of all obligations under the credit agreement, the maturity date is on the 28th of June, 2030.
- Due to conclusion of a contract by Comarch Polska S.A., a subsidiary of Comarch S.A., for service of fuel cards, Comarch S.A. granted a surety for the benefit of an operator of fuel cards for liabilities of Comarch Polska S.A. resulting from this contract. The surety has been renewed so consequently it is valid till the 14th of September, 2026, and was granted up to the amount of PLN 10 thousand.
- Due to conclusion of a contract by Comarch AB, a subsidiary of Comarch S.A., for implementation and service of Loyalty Management Solutions, Comarch S.A. granted a surety for liabilities of Comarch AB. The surety is valid until fulfilment of all obligations under the contract by Comarch AB and was granted up to the amount of SEK 39,747 thousand.
- Due to conclusion of a contract by Comarch AB, a subsidiary of Comarch S.A., for implementation and service of Master Services Agreement, Comarch S.A. granted a surety for Comarch AB. The surety is valid till the termination of the contract and was granted up to the amount of PLN 3,827 thousand.
- Due to conclusion of a contract by Comarch UK, a subsidiary of Comarch S.A., for implementation and service of Comarch Loyalty Management, Comarch Campaign Management, Comarch Social Mining and Comarch Smart Analytics, Comarch S.A. granted a surety for Comarch UK. The surety was granted up to the amount of GBP 3,318 thousand and is valid till the termination of the contract.
- Due to conclusion of a contract by Comarch Healthcare S.A., a subsidiary of Comarch S.A., the contract for service of payment cards, a surety for Comarch Healthcare S.A. was granted to the amount of PLN 450 thousand and is valid for the duration of the contract.
- Due to conclusion of a contract by Comarch UK, a subsidiary of Comarch S.A., the contract for service of payment cards, a surety for Comarch UK was granted to the amount of PLN 330 thousand and is valid for the duration of the contract.
- Due to conclusion of a contract by Comarch Software und Beratung AG, a subsidiary of Comarch S.A., the contract for implementation and service of Telco BSS and Telco OSS, a surety for Comarch Software und Beratung AG was granted to the amount of EUR 11,524 thousand and is valid for the duration of the contract.
- Due to conclusion of a contract by Comarch S.A.S., a subsidiary of Comarch S.A., the contract for implementation of Comarch Retail, Comarch Mobile Sale and Comarch POS, a surety for liabilities of Comarch S.A.S. was granted to the amount of EUR 1,444 thousand and is valid for the duration of the contract.
- Due to conclusion of a contract by Comarch Colombia S.A.S., a subsidiary of Comarch S.A., the contract for implementation of Comarch Loyalty Management service, a surety for liabilities of Comarch Colombia S.A.S. was granted to the amount of USD 10,710 thousand and is valid for the duration of the contract.
- Due to conclusion of a contract by Comarch Luxembourg S.a.R.L., a subsidiary of Comarch S.A., the contract for the implementation, servicing and delivery of necessary licenses for the implementation of

the Billing System project, a surety for liabilities of Comarch Luxembourg S.a.R.L. was granted to the amount of EUR 7,240 thousand by Comarch S.A. and is valid for the duration of the contract.

- Due to conclusion of a contract by Comarch Polska S.A., a subsidiary of Comarch S.A., the contract for the purchase of IT equipment to perform a contract with one of the clients, a surety for liabilities of Comarch Polska S.A. was granted to the amount of PLN 3,660 thousand by Comarch S.A. and is valid for the duration of the contract.
- Due to conclusion of a contract by Comarch AG, a subsidiary of Comarch S.A., the contract for the implementation, servicing and delivery of necessary licenses for the implementation of the e-invoicing service, a surety for liabilities of Comarch AG was granted to the amount of EUR 2,095 thousand by
- Due to of a contract by Comarch UK Ltd, a subsidiary of Comarch S.A., the contract for the implementation, servicing and delivery of necessary licenses for Comarch NRM service, a surety for liabilities of Comarch UK Ltd was granted to the amount of GBP 9,966 thousand by Comarch S.A. and is valid for the duration of the contract.
- Due to of a contract by Comarch Yuhan Hoesa, a subsidiary of Comarch S.A., the contract for the implementation, servicing and delivery of necessary licenses for Comarch NW Next Generation service, a surety for liabilities of Comarch Yuhan Hoesa was granted to the amount of EUR 18,467 thousand by Comarch S.A. and is valid for the duration of the contract.
- Due to of a contract by Comarch S.A.S., a subsidiary of Comarch S.A., the contract for the implementation, servicing and delivery of necessary licenses for Comarch ERP, POS and MoS services, a surety for liabilities of Comarch S.A.S. was granted to the amount of EUR 1,254 thousand by Comarch S.A. and is valid for the duration of the contract.
- Due to conclusion of a contract by COMARCH Middle East FZ-LLC, a subsidiary of Comarch S.A., the contract for the implementation, servicing and delivery of necessary licenses CLM, a surety for liabilities of COMARCH Middle East FZ-LLC was granted to the amount of USD 3,155 thousand by Comarch S.A. and is valid for the duration of the contract.
- Due to conclusion of a contract by Comarch AG, a subsidiary of Comarch S.A., the contract for the implementation, servicing and providing e-invoicing service, a surety for liabilities of Comarch AG was granted to the amount of EUR 784 thousand by Comarch S.A. and is valid for the duration of the contract.
- Due to conclusion of a contract by Comarch Japan KK, a subsidiary of Comarch S.A., the contract for the lease of office space, a surety of liabilities of Comarch Japan KK, resulting from this contract. The surety has been renewed, consequently it is valid until the 31st of July 2022, and its value is equal to JPY 16,449 thousand.
- Due to conclusion of a contract by Comarch S.A.S., a subsidiary of Comarch S.A., the contract for delivery of BSSv7 platform, a surety for liabilities of Comarch S.A.S. was granted to the amount of EUR 11,175 thousand by Comarch S.A. and is valid for the duration of the contract.
- Due to conclusion of a contract by Comarch Swiss AG, a subsidiary of Comarch S.A., the contract for implementation of Convergent Billing together with license, a surety for liabilities of Comarch Swiss AG was granted to the amount of CHF 12,144 thousand by Comarch S.A. and is valid for the duration of the contract.
- Due to conclusion of a contract by Comarch UK Ltd, a subsidiary of Comarch S.A., the contract for implementation of NRM & SI services with a license, a surety for liabilities of Comarch UK Ltd was granted to the amount of GBP 10,659 thousand by Comarch S.A. and is valid for the duration of the contract.
- Due to conclusion of a contract by Comarch Technologies OY, a subsidiary of Comarch S.A., the contract for implementation of the CLM system, a surety for liabilities of Comarch Technologies OY resulting from this contract was granted by Comarch S.A. Surety is valid for the duration of the contract and its value is equal to EUR 673 thousand.

- Due to conclusion of a contract by Comarch Technologies OY, a subsidiary of Comarch S.A., the contract for granting a licence, support services for CLM and hosting services, a surety for liabilities of Comarch Technologies OY resulting from this contract was granted by Comarch S.A. Surety is valid for the duration of the contract and its value is equal to EUR 4,325 thousand.
- Due to conclusion of a contract by Comarch UK, a subsidiary of Comarch S.A., the contract for inventory management, a surety for liabilities of Comarch UK resulting from this contract was granted by Comarch S.A. Surety is valid for the duration of the contract and its value is equal to GBP 7,544 thousand.
- Due to conclusion of a contract by Comarch AG, a subsidiary of Comarch S.A., the contract for the licence and maintenance service, a surety for liabilities of Comarch AG was granted to the amount of EUR 42,251 thousand by Comarch S.A. and is valid for the duration of the contract.

4.9. Other Information Significant for the Assessment of Means and Employees, Financial Rating, Financial Results and Their Changes and Information Significant for the Assessment of the Possibility of the Execution of Obligations by the Issuer

4.9.1. Impact of SARS-CoV-2 Coronavirus and COVID-19 Incidents on the Company's Operations and Financial Results

In reference to the recommendations of the European Securities and Markets Authority and the Polish Financial Supervision Authority of the 12th of March, 2020, the Management Board of Comarch S.A. in the current report no. [RB-5-2020](#) (ENG: [RB-5-2020](#)) dated on the 19th of March, 2020, provided information on the possible impact of the SARS-CoV-2 coronavirus spread and COVID-19 incidence on the Company's operations and financial results.

The Management Board of Comarch S.A. monitors on an ongoing basis the development of the situation related to the continuing effects of the spread of SARS-CoV-2 coronavirus and COVID-19 incidence and their impact on Comarch S.A.'s and Comarch Group's operations. The Management Board of Comarch S.A. hereby informs that as at the date of publication of this report the Company's and Comarch Group's operations were conducted without any interruptions. Subsidiaries in Comarch Group have implemented all guidelines recommended by the Chief Sanitary Inspectorate and other state institutions in the countries of the Company's operational activity, with particular regard to employee's safety, health and hygiene recommendations. Business trips to countries identified by the Chief Sanitary Inspectorate as high-risk countries were suspended, direct contacts of employees within the organization were limited, the remote work mode of office workers was launched on a large scale and hygiene recommendations are implemented in the Comarch S.A.'s offices. Comarch S.A. has both implemented a vaccination programme against COVID-19 for employees at the Company's headquarters in Krakow and in the biggest branches in Poland and is planning to implement a re-vaccination campaign (so-called: third dose).

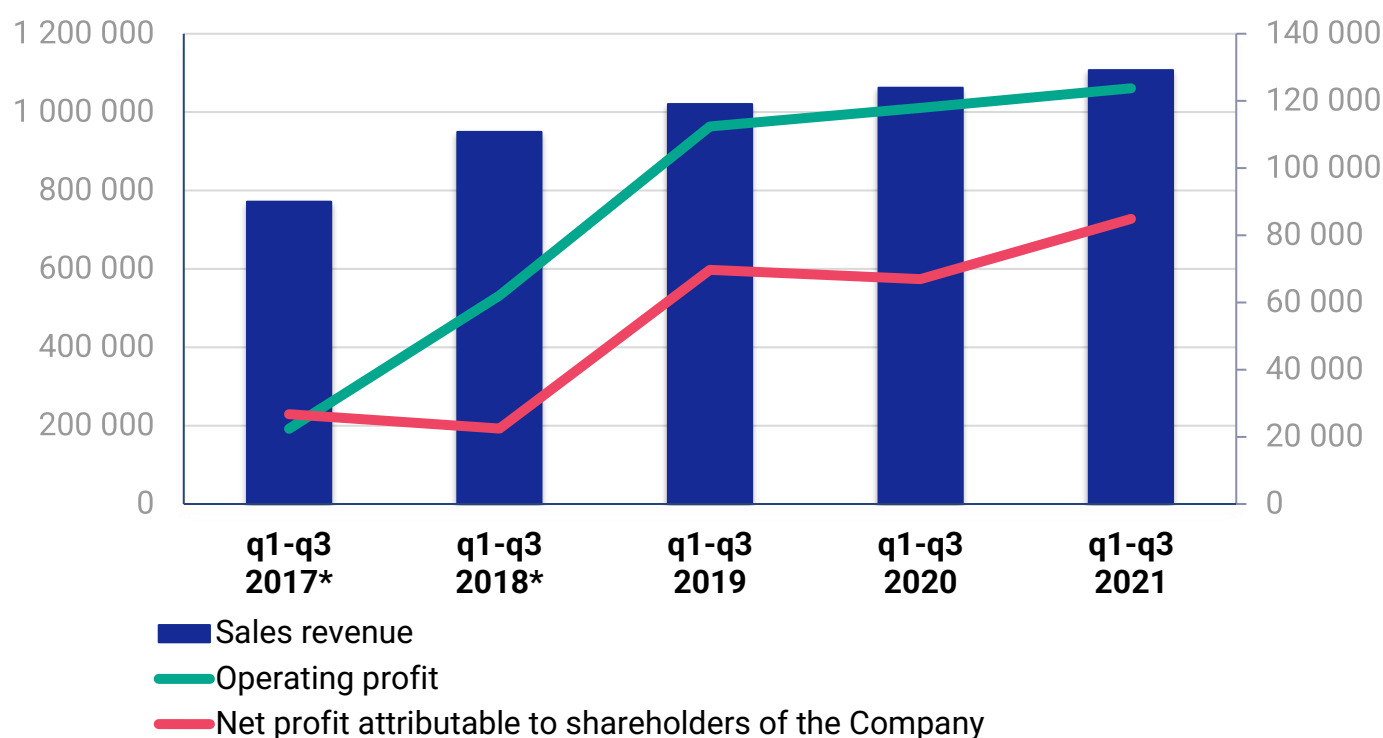
Regardless of the current intensity of the epidemic, remote communication methods are commonly used in business contacts. The Management Board of the Company notes that the activities of the Comarch Group are very well diversified in terms of industry, products and geography, and the effects of the pandemic did not pose a threat to the financial stability of the company or introduced significant disruptions in the implementation of existing contracts or in the product or material supply chains indispensable for the Comarch Group's operations.

During the epidemic period, there was no decrease in revenue from sales of services and products offered by the Comarch Group. The Comarch Group's operational activity and the financial results achieved in subsequent periods will be influenced by factors such as the duration and scope of the epidemic, the number of people falling ill with COVID-19, administrative restrictions on the functioning of states and businesses, restrictions on

the movement of employees, the possibility of taking advantage of aid packages launched by individual countries, as well as the pace of implementation of the immunization programme.

5. Significant Achievements and Failures as well as Factors and Events with Considerable Impact on the Financial Results of the Comarch Group in the Third Quarter of 2021 and Factors Which Will Substantially Impact Results Over the Course of at least the Next Quarter

5.1. Revenue and Financial Results



*) From the 1st of January, 2018, the Group started to apply the principles resulting from IFRS 15. For comparative purposes, the data for 2017 were also transformed in accordance with IFRS 15.

In the third quarter of 2021, the Comarch Group generated sales revenue of value PLN 385,901 thousand PLN, higher by PLN 32,226 thousand, i.e. by 9.1%, from that achieved in the third quarter of 2020. Operating profit amounted to PLN 58,915 thousand and was higher by PLN 12,803 thousand, i.e. by 27.8% than in the third quarter of 2020. The net result attributable to the shareholders of the parent company in the third quarter of 2021 amounted to PLN 30,299 thousand and was lower by PLN 2,157 thousand PLN, i.e. by 6.6% than in the third quarter of 2020. EBIT margin in the reporting period was + 15.3%, while net margin + 7.9%. In the third quarter of 2021, the Comarch Group generated EBITDA of PLN 78,037 thousand, that is higher by PLN 13,501 thousand, i.e. by 20.9% compared to the same period of the previous year.

The profitability of the Comarch Group's operations in the third quarter of 2021 was higher compared to the similar period of the previous year. The results achieved by the Comarch Group in the described period of the year were affected, among others, by:

- foreign exchange rate differences on the balance sheet valuation of trade receivables and liabilities, which increased the operating result in the described period by PLN 6,121 thousand, while in the similar period of the previous year they decreased by PLN 5,396 thousand,

- decrease in domestic sales revenue, which amounted to PLN 9,545 thousand (i.e. of 6.1%), resulting from decreased sales to customers in the Public Sector, partially offset by an increase in sales to customers in the SME and the Medicine sector. In the third quarter of 2021, domestic sales constituted 38.2% of the total revenue of the Comarch Group,
- increase in foreign sales of PLN 41,770 thousand, i.e. of 21.2%, which was mainly the result of higher sales to customers in the telecommunications sector. In the third quarter of 2021, foreign sales constituted 61.8% of the total revenue of the Comarch Group,
- occurrence of negative balance sheet valuation of forward and IRS financial instruments, as well as due to exchange rate differences on credits and loans taken in foreign currencies the value of which amounted to minus PLN 12,742 thousand in the reporting period, while in the third quarter of the previous year it amounted to minus PLN 4,634 thousand,
- increase in operating expenses, which is a consequence of the wage pressure in the IT sector, the basic wage fund in the Comarch Group in the reporting period increased by 6.6% compared to the third quarter of 2020,
- current income tax, which was the result of high profitability of operations of the Group companies in Poland and Germany, its value in the third quarter of 2021 amounted to PLN 13,461 thousand,
- creation and release of write-offs for doubtful trade receivables, which reduced the Group's operating result by PLN 4,545 thousand,
- the application of the IFRS 15 accounting standard, as a result of which a portion of the revenue derived from the sales of Comarch software licenses is settled over time, in accordance with the stage of completion of the projects. The value of the correction in this respect amounted to minus PLN 2,227 thousand in the third quarter of 2021,
- the application of the IFRS 16 accounting standard caused that the depreciation value, and thus the value of EBITDA profit, was increased in the third quarter of 2021 by PLN 5,271 thousand.

In the third quarter of 2021, employment in the Comarch Group increased by 364 people which was related to the implementation of the summer student internship program.

Within three quarters of 2021, the Comarch Group generated sales revenue in the amount of PLN 1,107,247 thousand. They were higher by PLN 44,788 thousand, i.e. 4.2% than those achieved in similar period of 2020. Operating result amounted to PLN 123,762 thousand and was higher by PLN 5,867 thousand i.e. by 5.0% than within three quarters of 2020. Net result attributable to the shareholders of the parent company was PLN 84,882 thousand and increased by PLN 17,907 thousand, i.e. by 26.7% compared to the previous year. The EBIT margin was +11.2% and net margin amounted to 7.7%. During the described period, the Comarch Group generated EBITDA in the amount of PLN 188,738 thousand, higher by PLN 5,962 thousand i.e. by 3.3% than in the similar period of the previous year.

The results achieved by the Comarch Group in within three quarters of 2021 were influenced by, among others:

- foreign exchange rate differences on the balance sheet valuation of trade receivables and liabilities, which increased the operating result in the described period by PLN 4,848 thousand while in the similar period previous year decreased by PLN 10,287 thousand,
- increase in domestic sales revenue of PLN 11,163 thousand, (i.e. by 2.6%), as a result of increased sales to customers in the SMEs Poland and Medicine with a simultaneous decline in sales revenue from customers in the Public sector. In three quarters of 2021, domestic sales constituted 40% of the total revenue of the Comarch Group,

- increase in foreign sales of PLN 33,624 thousand, i.e. by 5.3%, which was mainly the result of higher sales to customers in the telecommunications sector. In three quarters of 2021, foreign sales constituted 60% of the total revenue of the Comarch Group,
- occurrence of positive balance sheet valuation of forward and IRS financial instruments, as well as due to exchange rate differences on credits and loans taken in foreign currencies the value of which amounted to plus PLN 794 thousand in the reporting period while in the first three quarters of the previous year it amounted to minus PLN 13,829 thousand,
- increase in operating expenses, which is a consequence of the wage pressure in the IT sector, the basic wage fund in the Comarch Group in the reporting period increased by 6.9% compared to the first three quarters of 2020,
- current income tax, which was the result of high profitability of operations of the Group companies in Poland, Germany and Japan, its value in the first three quarters of 2021 amounted to PLN 33,311 thousand,
- creation and release of write-offs for doubtful trade receivables, which reduced the Group's operating result by PLN 6,971 thousand,
- the application of the IFRS 15 accounting standard, as a result of which a portion of the revenue derived from the sales of Comarch software licenses is settled over time, in accordance with the stage of completion of the projects. The value of the correction in this respect amounted to minus PLN 4,110 thousand in the thirteenth three quarters of 2021,
- the application of the IFRS 16 accounting standard caused that the depreciation value, and thus the value of EBITDA profit, was increased in the thirteenth three quarters of 2021 by PLN 16,013 thousand.

The Comarch Group's financial result in subsequent periods will be significantly affected by: business cycle, the costs of implementing new contracts, the situation on the public procurement market, the costs associated with the development of new IT solutions, as well as high labour costs, public and legal levies as well as the availability of qualified employees.

In the first three quarters of 2021, the employment in the Comarch Group increased by 3.2%. As at 30th of September, 2021, the Comarch Group employed 6,670 people, i.e. by 208 people more than on 31st of December, 2020.

The Comarch Group is actively looking for new markets (including in Western Europe and Asia), continues to invest in new IT products and services, and is constantly expanding and modernizing existing infrastructure. Thanks to very good financial results achieved in the third quarter of 2021 and previous periods, the financial situation of the Comarch Group is stable and guarantees security of operations in the event of changing macroeconomic situation in Poland and in the world. This is particularly important in view of the development of the Covid-19 pandemic and the economic effects it causes. During the epidemic period, there was no decrease in revenue from sales of services and products offered by the Group. The Comarch Group's financial results achieved in subsequent periods will be influenced by factors such as the duration and scope of the epidemic, the number of people falling ill with COVID-19, further administrative restrictions on the functioning of states and businesses, restrictions on the movement of employees, the possibility of taking advantage of aid packages launched by individual countries, as well as the pace of implementation of the immunization programme.

The Group consciously bears the costs of developing new products and new business segments, as well as developing activities on new foreign markets, thus investing in building a competitive advantage for the future.

In subsequent periods, the Group intends to continue its strategy assuming:

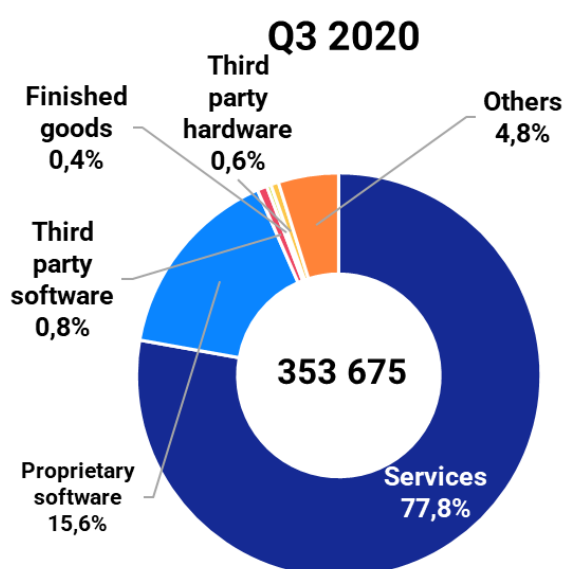
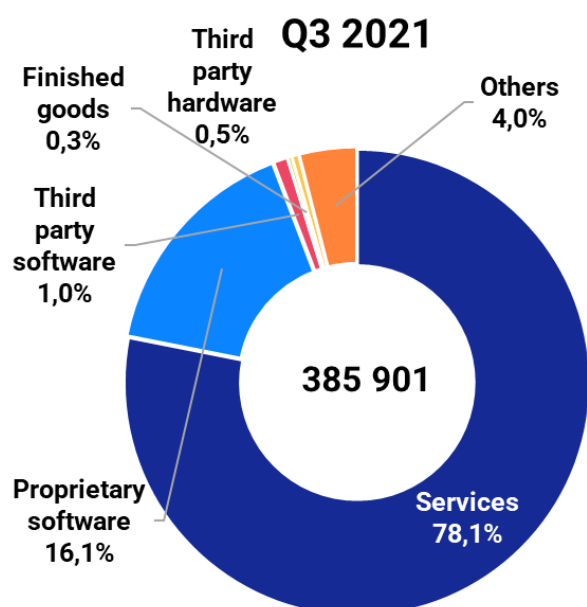
- significant investments in human capital,
- development and sales of IT solutions based mostly on own products,
- development of sales on foreign markets, in particular in Western Europe, Asia and Oceania, and North America,
- continuous improvement of operational efficiency by improving procedures and cost rationalization,
- developing further business areas, especially in the field of telemedicine, Internet of Things (IoT), e-commerce services,
- promotion of a service model of IT sales, especially solutions based on Comarch Cloud technology,
- investments in own technologies and IT infrastructure, also outside Poland.

5.2. Sales Structure

Products sales structure (in thousands of PLN)

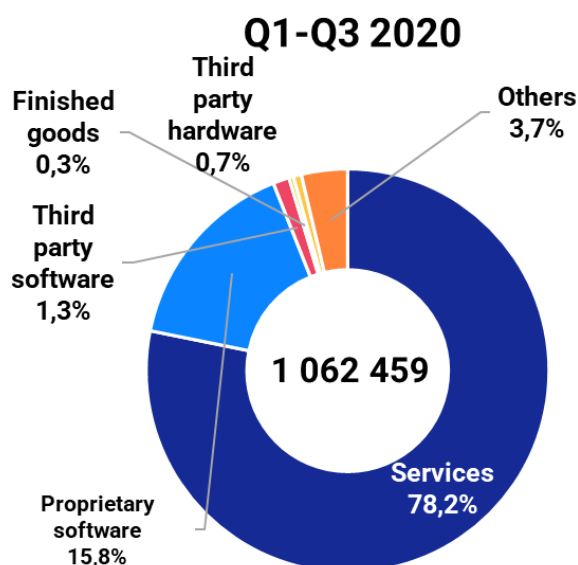
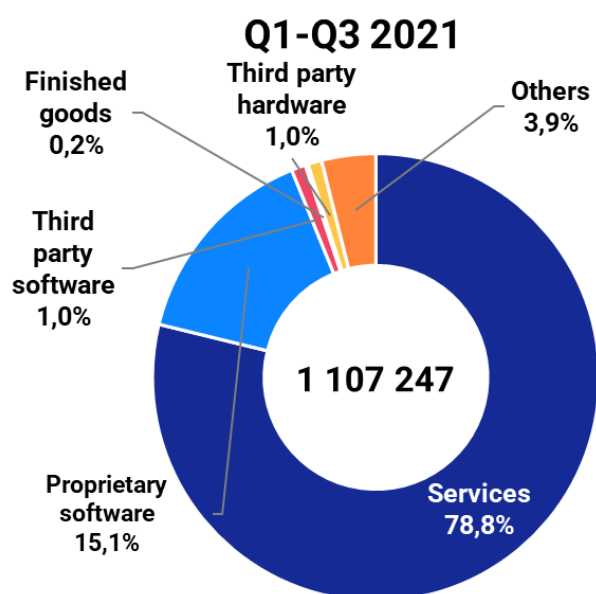
Products sales structure	Q3 2021	%	Q3 2020	%	Change PLN	Change %
Services	301,184	78.1	275,137	77.8	26,047	9.5
Proprietary software	62,203	16.1	55,238	15.6	6,965	12.6
Third party software	3,909	1.0	2,805	0.8	1,104	39.4
Finished goods	1,263	0.3	1,181	0.4	82	6.9
Third party hardware	1,803	0.5	2,226	0.6	-423	-19.0
Others	15,539	4.0	17,088	4.8	-1,549	-9.1
Total	385,901	100.0	353,675	100.0	32,226	9.1

In the third quarter of 2021, products sales structure of revenue did not change significantly. Revenue from sales of services increased by 9.5%, i.e. by PLN 26,047 thousand. Sales of services accounted for 78.1% of total sales revenue of the Comarch Group. Revenue from sales of proprietary software increased by PLN 6,965 thousand, i.e. by 12.6%. The value of revenue from sales of third-party software was higher by PLN 1,104 thousand, i.e. by 39.4% from the one recorded in the third quarter of the previous year. The value of sales of finished goods was lower by about PLN 82 thousand, i.e. by 6.9% than in the third quarter of 2020. Sales of third-party hardware was lower compared to the third quarter of 2020 by PLN 423 thousand i.e. by 19.0% while in the third quarter of 2020. The value of other sales was lower by PLN 1,549 thousand, i.e. by 9.1%.



Products sales structure	9 months ended 30 September 2021	%	9 months ended 30 September 2020	%	Change PLN	Change %
Services	872,597	78.8	830,530	78.2	42,067	5.1
Proprietary software	166,568	15.1	168,113	15.8	-1,545	-0.9
Third party software	11,343	1.0	13,778	1.3	-2,435	-17.7
Finished goods	2,354	0.2	3,814	0.3	-1,460	-38.3
Third party hardware	11,011	1.0	6,968	0.7	4,043	58.0
Others	43,374	3.9	39,256	3.7	4,118	10.5
Total	1,107,247	100.0	1,062,459	100.0	44,788	4.2

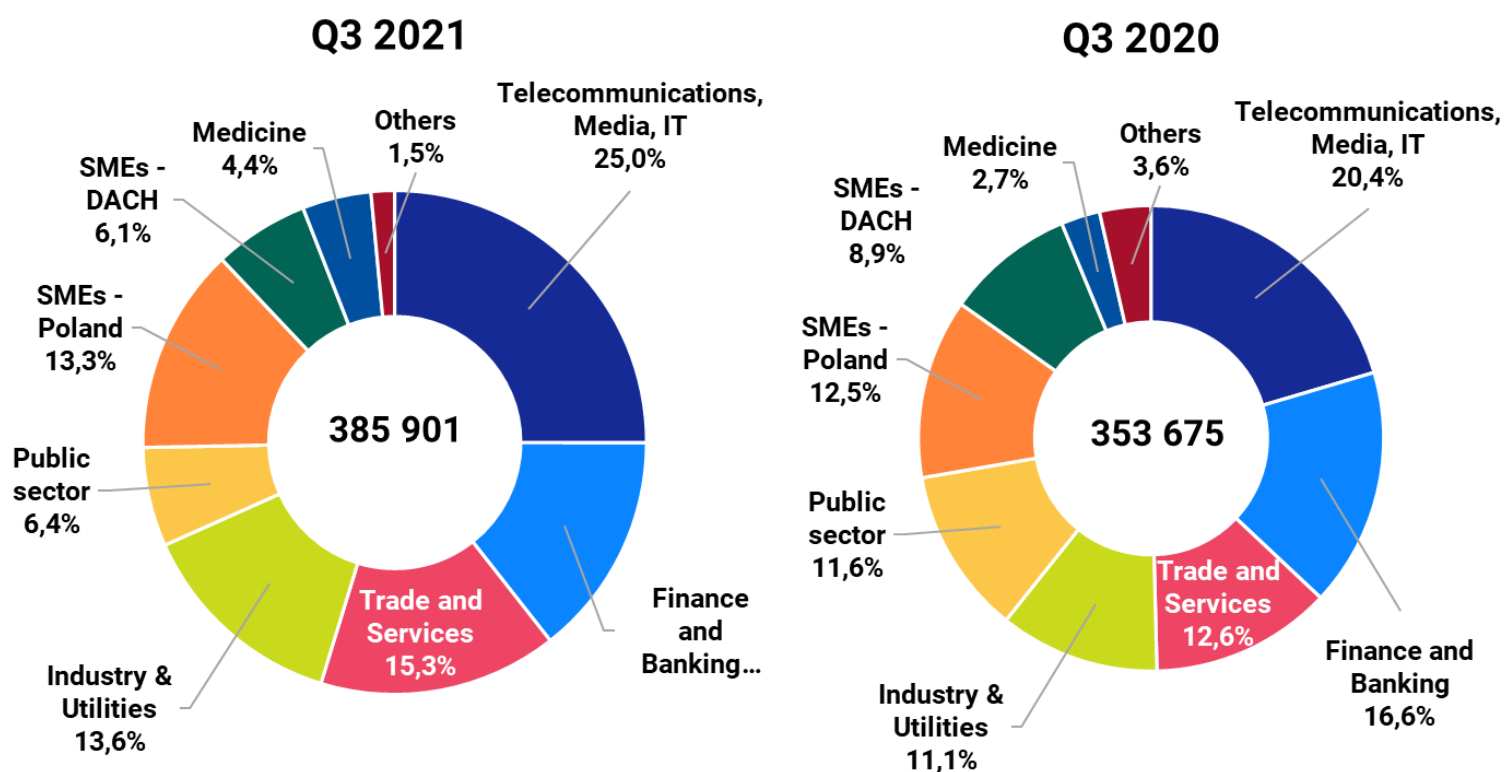
Likewise in the period of 9 months of 2021, Group's products sales structure was changed significantly compared to the same period in the previous year. The value of sales of services increased by 42,067 thousand, i.e. by 5.1%. Revenue from sales of proprietary software maintained at a level similar to previous year's level. Sales of own finished goods decreased compared to the previous year (by PLN 1,460 thousand, i.e. by 38.3%), however sales of third-party hardware increased, an increase in revenue of PLN 4,403 thousand (of 58.0%). Revenue from sales of third-party software decreased by PLN 2,435 thousand, i.e. by 17.7%. During the 9 months of 2021, other sales increased by PLN 4,188 thousand, i.e. by 10.5%.



Market sales structure (in thousands of PLN)

Market sales structure	Q3 2021	%	Q3 2020	%	Change PLN	Change %
Telecommunications, Media, IT	96,564	25.0	72,252	20.4	24,312	33.6
Finance and Banking	55,488	14.4	58,618	16.6	-3,130	-5.3
Trade and Services	59,182	15.3	44,532	12.6	14,649	32.9
Industry & Utilities	52,430	13.6	39,362	11.1	13,068	33.2
Public sector	24,535	6.4	40,902	11.6	-16,367	-40.0
Small and Medium-Sized Enterprises - Poland	51,213	13.3	44,203	12.5	7,010	15.9
Small and Medium-Sized Enterprises - DACH	23,576	6.1	31,630	8.9	-8,054	-25.5
Medicine	17,073	4.4	9,568	2.7	7,505	78.4
Others	5,840	1.5	12,608	3.6	-6,768	-53.7
Total	385,901	100.0	353,675	100.0	32,226	9.1

In the third quarter of 2021, the value of sales revenue of the Comarch Group to recipients from the TMT sector amounted to PLN 96,564 thousand, which means an increase of PLN 24,312 thousand (i.e. of 33.6%) compared to the third quarter of 2020 owing to the implementation of contracts acquired in previous periods. In the third quarter of 2021, customers in the finance and banking sector purchased products and services worth PLN 55,488 thousand, lower by PLN 3,130 thousand, i.e. by 5.3% from the one achieved in the same period of the previous year. Sales of ERP solutions to small and medium-sized enterprises in Poland increased by PLN 7,010 thousand, i.e. by 15.9% and reached the value of PLN 51,213 thousand. Decrease in sales to customers in the SME sector in the DACH region, amounted to PLN 8,054 thousand, i.e. 25.5%. Sales revenue from customers in the trade and services sector increased by PLN 14,649 thousand, i.e. by 32.9%, In the case of customers in the industry & utilities, sales revenue increased by PLN 13,068 thousand, i.e. by 33.2% and amounted to PLN 52,430 thousand. In the third quarter of 2021, sales revenue from public entities decreased by PLN 16,367 thousand, i.e. by 40.0%. In the discussed period, revenue from sales to customers in the medical sector increased significantly by PLN 7,505 thousand, i.e. by 78.4% due to the growing sales of IT solutions and medical services. Revenue from sales to other customers decreased by PLN 6,768 thousand, i.e. by 53.7% mainly as a result of lower revenue from sports activities.

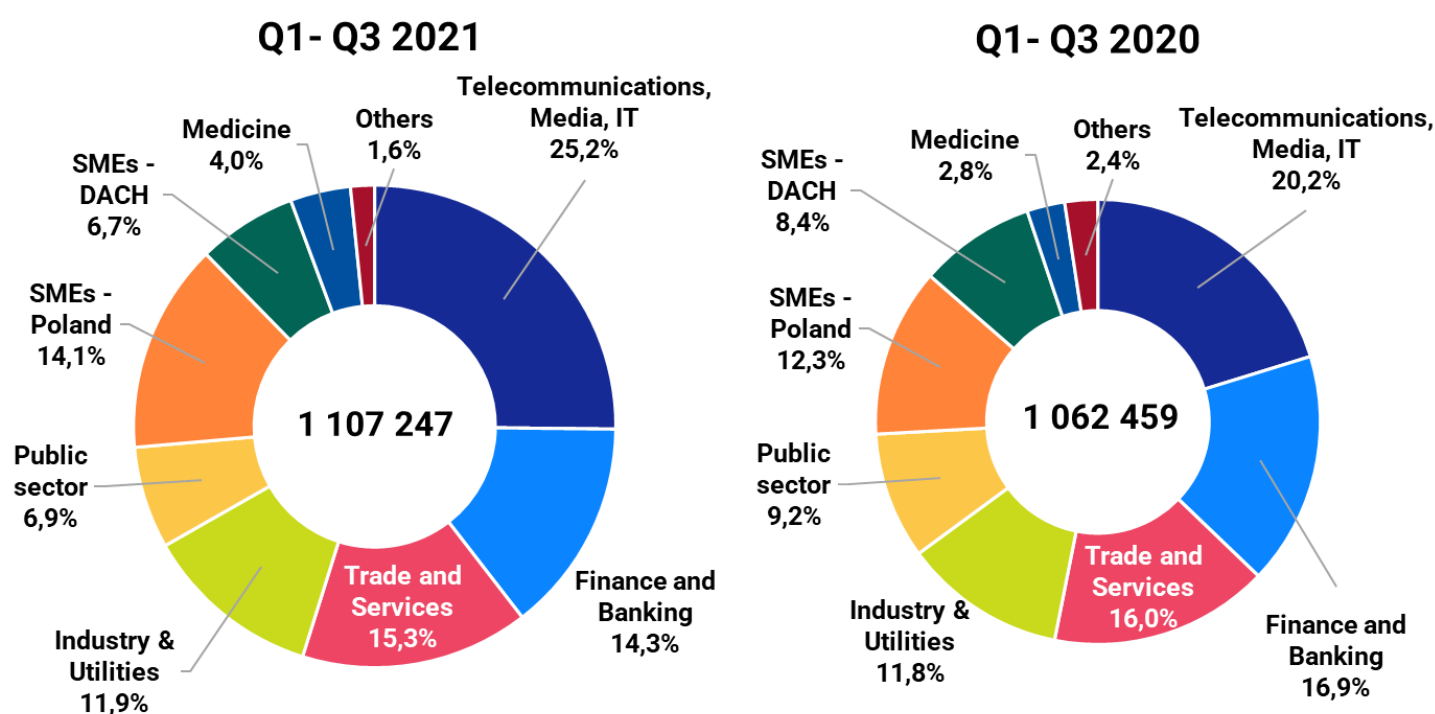


Market sales structure	Q1-Q3 2021	%	Q1-Q3 2020	%	Change PLN	Change %
Telecommunications, Media, IT	278,813	25.2	215,100	20.2	63,713	29.6
Finance and Banking	158,812	14.3	179,826	16.9	-21,014	-11.7
Trade and Services	169,566	15.3	169,500	16.0	66	0.0
Industry & Utilities	132,124	11.9	125,369	11.8	6,755	5.4
Public sector	75,793	6.9	97,757	9.2	-21,964	-22.5
Small and Medium-Sized Enterprises - Poland	155,597	14.1	130,374	12.3	25,223	19.3
Small and Medium-Sized Enterprises - DACH	73,866	6.7	89,774	8.4	-15,908	-17.7
Medicine	44,812	4.0	29,302	2.8	15,510	52.9
Others	17,864	1.6	25,457	2.4	-7,593	-29.8
Total	1,107,247	100.0	1,062,459	100.0	44,788	4.2

In the period of 9 months of 2021, the value of sales revenue of the Comarch Group to recipients from the TMT sector amounted to PLN 278,813 thousand, which means an increase by PLN 63,713 thousand (i.e. by 29.6%) compared to the corresponding period of 2020. Customers in the finance and banking sector purchased products and services worth PLN 158,812 thousand, lower than that achieved in the corresponding period of the previous year by PLN 21,014 thousand, i.e. by 11.7%. Sales to customers in the trade and services sector

remained at the last year's level. Revenue from sales to recipients from the industry and utilities sector increased by PLN 6,755 thousand, i.e. by 5.4%. Revenue from sales to recipients from the public sector decreased by PLN 21,964 thousand, i.e. by 22.5%. There was a significant increase in revenue in the case of sales to the medical sector (an increase of PLN 15,510 thousand i.e. of 52.9%). Customers in the SME-Poland sector purchased products and services worth PLN 25,223 thousand, i.e. higher by 19.3% than that achieved in the corresponding period of the previous year. A decrease was recorded in sales to clients in the SME-DACH sector (of PLN 15,908 thousand, i.e. of 17.7%). Sales to other customers decreased by PLN 7,593 thousand, i.e. by 29.8%.

The business situation within 9 months of 2021 confirmed that maintaining the diversity of the offer and diversification of sources of income is beneficial for the stable development of the Comarch Group's operations. Thanks to the focus on selling proprietary solutions, the Comarch Group recorded a further increase in revenue and improvement in operating profitability.



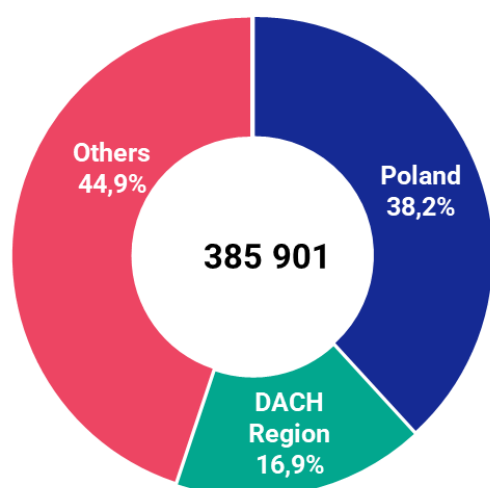
Geographical sales structure (in thousands of PLN)

Geographical sales structure	Q3 2021	%	Q3 2020	%	Change PLN	Change %
Domestic (Poland)	147,253	38.2	156,797	44.3	-9,545	-6.1
Export	238,648	61.8	196,878	55.7	41,770	21.2
Total	385,901	100.0	353,675	100.0	32,226	9.1

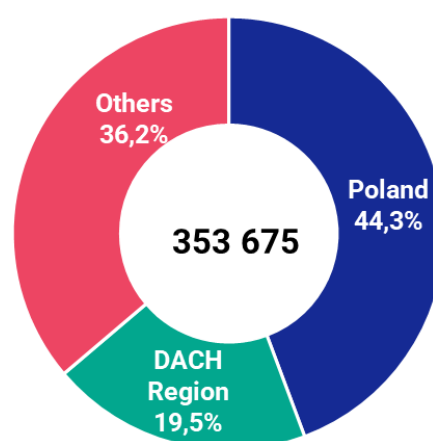
In the third quarter of 2021, the Comarch Group recorded a decrease in sales revenue on the domestic market and an increase in sales revenue on foreign markets. The value of revenue from domestic sales decreased by PLN 9,545 thousand, i.e. by 6.1% compared to the third quarter of 2020. That was caused, among others, by a

decline in sales to public sector customers, partially offset by an increase in sales to SME and the medical sector. In the discussed period, the Comarch Group recorded an increase in revenue from foreign sales of PLN 41,770 thousand (i.e. of 21.2%). This is the result of higher sales to customers in the telecommunications sector. In the third quarter of 2021, foreign sales constituted 61.8% of the total revenue of the Comarch Group.

Q3 2021



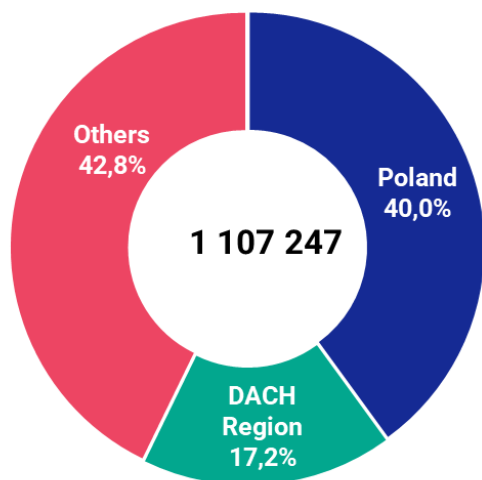
Q3 2020



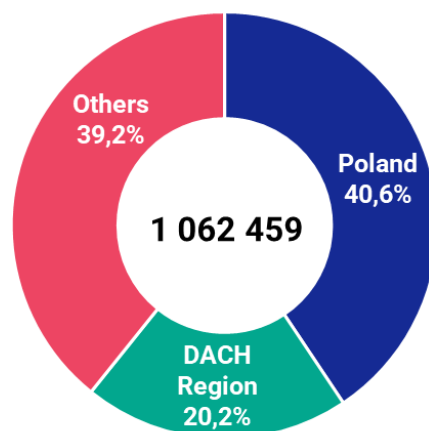
Geographical sales structure	Q1-Q3 2021	%	Q1-Q3 2020	%	Change PLN	Change %
Domestic (Poland)	442,641	40.0	431,477	40.6	11,163	2.6
Export	664,606	60.0	630,982	59.4	33,624	5.3
Total	1,107,247	100.0	1,062,459	100.0	44,788	4.2

Within 9 months of 2021, domestic sales of the Comarch Group amounted to PLN 442,641 thousand, and was higher by PLN 11,163 thousand, i.e. by 2.6% that achieved in corresponding period in 2020. That was caused, among others, by an increase in revenue from sales to clients in the SME sector and the medical sector, with a simultaneous decrease in revenue from sales to clients in the public sector. The value of foreign sales within 9 months of 2021 amounted to PLN 664,606 thousand and was higher by 33,624 thousand, i.e. by 5.3% than in the corresponding period of the previous year. It is mainly related to the increase in revenue from sales to recipients from the telecommunications sector. In the period of 9 months of 2021, foreign sales constituted 60.0% of the total revenue of the Comarch Group.

Q1-Q3 2021

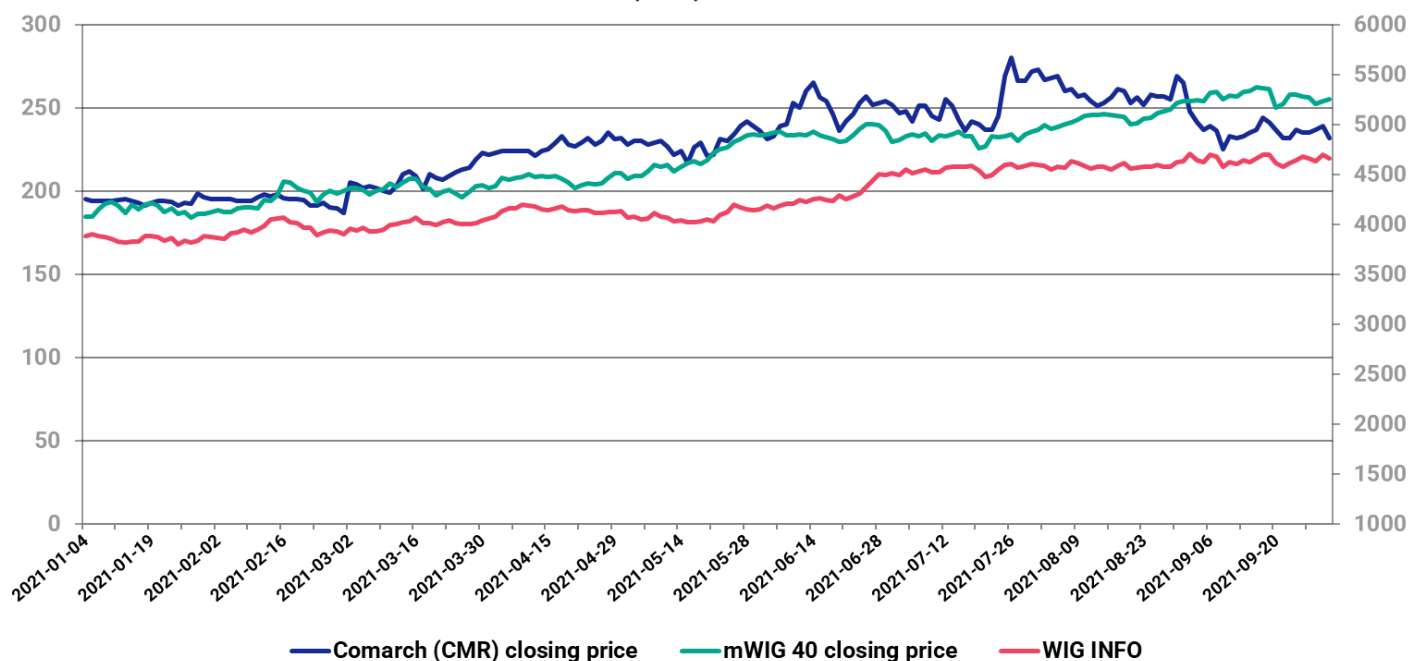


Q1- Q3 2020



5.3. Comarch S.A. Stock Price Performance

Q1-Q3 2021



On the 30th of September, 2021, the share price of Comarch S.A. amounted to PLN 232.00, which is an increase of 19.3% compared to the PLN 194.50 as of the 31st of December, 2020. In the three quarters of 2021, the maximum exchange rate was PLN 280.00. Comarch S.A. share price between 30th of September, 2020 and 30th of September, 2021 increased from PLN 214.00 to PLN 232.00, i.e. by 8.4%.

The results of the Comarch Group and the Comarch share price in the coming quarters will depend primarily on the demand for IT products and services. They will be shaped by the economic, political and epidemic situation in Poland and in the world, as well as the financial situation of medium and large enterprises, which constitute

the basic customer base of the Comarch Group. The pace of salary growth in the IT sector, as well as the level and volatility of exchange rates will have a significant impact.

	9 months ended 30 September 2021 / 30.09.2021	9 months ended 30 September 2020 / 30.09.2020
Closing price at the balance sheet date	232	214
Average price during the reporting period	228.10	203.34
MIN price during the reporting period	187.00	149.50
MAX price during the reporting period	280.00	226.00
Average volume during the reporting period	2,800	4,287
Capitalization at the balance sheet date	1,886,936,968	1,740,536,686

Ratios for unconsolidated data

P/E at the balance sheet date	20.83	23.67
P/BV at the balance sheet date	1.84	1.82
P/S at the balance sheet date	2.59	2.57

Ratios for consolidated data

P/E at the balance sheet date	22.23	25.99
P/BV at the balance sheet date	1.65	1.70
P/S at the balance sheet date	1.70	1.64

5.4. Events in the Third Quarter of 2021 that Greatly Impacted the Current Activities of the Comarch Group

5.5. Signing the Agreement on Delivery and Maintenance of IT Systems for 450connect

Management Board of Comarch S.A. informed that on the 19th of July, 2021, Comarch AG, a wholly owned subsidiary of Comarch S.A., signed a framework agreement with 450connect GmbH. The subject matter of this framework agreement is delivery and maintenance of software, on the terms specified in the agreement. Presupposing, that the contract runs for the entire term of 20 years without being terminated by either party, Comarch AG will receive a remuneration of approximately EUR 42,300,000.00 i.e. PLN 194,059,710.00 (in words: one hundred ninety-four million fifty-nine thousand seven hundred and ten zlotys and 00/100) over the term. Commercial conditions of the agreement and Comarch AG liability for the compensation of damages are in line with market standards used in similar agreements.

Company informed about the details in current report no. [RB-11-2021](#) (ENG: [RB-11-2021](#)) dated the 19th of July, 2021.

5.6. Non-Renewable Credit Agreement with CaixaBank, S.A. Oddział w Polsce (Branch in Poland)

Management Board of Comarch S.A. informed that on the 5th of August, 2021, Comarch S.A. signed a non-renewable credit agreement with CaixaBank, S.A. Branch in Poland with its office in Warsaw (hereinafter referred to as the "Bank") for general corporate purposes. The credit amount is EUR 14,500,000.00, i.e. PLN 66,054,750 at the EUR exchange rate on the date of the contract signing. The credit period lasts until the 5th of August, 2026, and the interest rate is based on a variable rate. The credit should be used by the 5th of August, 2022.

The credit is secured with: a) power of attorney granted to the Bank by Comarch S.A. to administer funds on settlement accounts maintained by the Bank; b) Comarch S.A. statement on submission to enforcement up to 150% of the credit amount.

Company informed about the details in current report no. [RB-12-2021](#) (ENG: [RB-12-2021](#)) dated the 5th of August, 2021.

5.7. Events after the Balance Sheet Date that Greatly Impacted the Current Activities of the Comarch Group

None present.

17th of November, 2021

SIGNATURES OF MANAGEMENT BOARD MEMBERS

Name and surname	Position	Signature
Janusz Filipiak	President of the Management Board	
Paweł Prokop	Vice-President of the Management Board	
Andrzej Przewięźlikowski	Vice-President of the Management Board	
Zbigniew Rymarczyk	Vice-President of the Management Board	
Konrad Tarański	Vice-President of the Management Board	
Marcin Warwas	Vice-President of the Management Board	

SIGNATURE OF PERSON CHARGED WITH CARRYING ON ACCOUNT BOOKS

Name and surname	Position	Signature
Maria Smolińska	Head Accountant	

Comarch S.A.

Al. Jana Pawła II 39a
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COMARCH



Quarterly summary of Comarch S.A. financial statement for the period 01.01.2021- 30.09.2021

Krakow, 17th of November, 2021

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60+ countries on **6** continents
- we carry out projects all over the world



PLN 728 million
of sales revenue



PLN 88 million
of net profit



> PLN 1,9 billion
Capitalization of Comarch SA on WSE
(30th of September 2021)



12,1%
EBIT margin



5,100+
professionals employed

The Quarterly Financial Statements of Comarch S.A. for the Third Quarter of 2021

I. Balance Sheet

ASSETS	30 September 2021	30 June 2021	31 December 2020	30 September 2020
I. NON-CURRENT ASSETS	766,185	764,220	746,673	752,227
1. Intangible assets	18,096	19,587	7,332	7,912
2. Property, plant and equipment	323,277	325,475	330,914	318,141
3. Non-current investments	417,784	413,544	401,539	419,769
3.1. Non-current financial assets	398,954	394,455	381,947	399,910
a) in related parties	398,938	392,150	381,350	398,850
b) in other entities in which the Company holds equity interests	-	-	-	-
c) in other entities	16	2,305	597	1,060
3.2 Real estates	18,787	19,046	19,549	19,816
3.3 Other non-current investment	43	43	43	43
4. Non-current prepayments	7,028	5,614	6,888	6,405
4.1 Deferred income tax assets	6,098	4,840	5,755	5,158
4.2 Other accruals	930	774	1,133	1,247
II. CURRENT ASSETS	695,775	704,845	701,304	695,378
1. Inventories	73,283	70,599	54,546	73,473
2. Current receivables	350,809	329,314	437,982	364,441
2.1 from related parties	241,485	216,073	292,387	253,236
2.2 from other entities in which the Company holds equity interests	-	-	-	-
2.3 from other entities	109,324	113,241	145,595	111,205
3. Current investments	155,069	192,993	115,876	114,163
3.1 Current financial assets	155,069	192,993	115,876	114,163
a) in related parties	782	831	680	905
b) in other entities in which the Company holds equity interests	-	-	-	-
c) in other entities	50,578	103,149	22,120	1,240
- interest and shares	-	-	-	-
- other securities	50,104	100,140	20,001	-
- other current financial assets	474	3,009	2,119	1,240
d) cash and cash equivalents	103,709	89,013	93,076	112,018
4. Short-term prepayments	116,614	111,939	92,900	143,301
TOTAL ASSETS	1,461,960	1,469,065	1,447,977	1,447,605

EQUITY AND LIABILITIES	30 September 2021	30 June 2021	31 December 2020	30 September 2020
I. EQUITY	1,022,911	985,436	949,438	956,083
1. Share capital	8,133	8,133	8,133	8,133
2. Supplementary capital	818,985	818,985	763,377	763,377
3. Revaluation reserve	106,856	103,737	97,175	106,208
4. Other reserve capitals	745	745	745	745
5. Previous years' profit (loss)	-	-	-	-
6. Net profit (loss)	88,192	53,836	80,008	77,620
II. LIABILITIES AND PROVISIONS FOR LIABILITIES	439,049	483,629	498,539	491,522
1. Provisions for liabilities	134,915	149,338	179,422	143,129
1.1 Provision for deferred income tax	25,962	25,862	23,661	25,832
1.2 Other provisions	108,953	123,476	155,761	117,297
a) current	107,105	121,701	154,363	117,297
b) non-current	1,848	1,775	1,398	-
2. Non-current liabilities	91,316	99,964	96,103	97,819
2.1 to related parties	500	6,534	10,897	10,750
2.2 to other entities in which the Company holds equity interests	-	-	-	-
2.3 to other entities	90,816	93,430	85,206	87,069
3. Current liabilities	154,202	173,838	165,331	161,109
3.1 to related parties	22,664	16,108	33,403	38,098
3.2 to other entities in which the Company holds equity interests	350	350	350	350
3.3 to other entities	128,938	154,441	130,408	120,567
3.4 Special funds	2,250	2,939	1,170	2,094
4. Accruals	58,616	60,489	57,683	89,465
4.1 Other accruals	58,616	60,489	57,683	89,465
a) current	58,616	60,489	57,683	89,465
TOTAL EQUITY AND LIABILITIES	1,461,960	1,469,065	1,447,977	1,447,605

Book value	1,022,911	985,436	949,438	956,083
Number of shares	8,133,349	8,133,349	8,133,349	8,133,349
Book value per single share (PLN)	125.77	121.16	116.73	117.55
Diluted number of shares	8,133,349	8,133,349	8,133,349	8,133,349
Diluted book value per single share (PLN)	125.77	121.16	116.73	117.55

II. Income Statement

For period 01.01 – 30.09.2021 r. and 01.01 – 30.09.2020 r.	Q3 2021*	9 months ended 30 September 2021	Q3 2020*	9 months ended 30 September 2020
I. Net revenue from sales of products, goods and materials	248,850	727,577	228,518	677,555
revenue from related parties	95,501	261,178	90,919	243,780
1. Net revenue from sales of products	241,192	699,148	218,136	638,598
2. Net revenue from sales of goods and materials	7,658	28,429	10,382	38,957
II. Costs of products, goods and materials sold to related parties	172,802	541,984	169,991	529,061
8,553	8,553	24,595	10,141	25,814
1. Manufacturing cost of products sold	166,509	516,931	160,527	493,977
2. Value of products, goods and materials sold	6,293	25,053	9,464	35,084
III. Gross profit (loss) on sales	76,048	185,593	58,527	148,494
IV. Costs of sales	15,145	43,892	15,319	45,317
V. Administrative expenses	20,186	51,448	19,078	49,228
VI. Profit (loss) on sales	40,717	90,253	24,130	53,949
VII. Other operating revenue	203	1,794	487	6,279
1. Profit on disposal of non-financial non-current assets	215	530	131	329
2. Other operating revenues	(12)	1,264	356	5,950
VIII. Other operating costs	5,218	25,776	408	11,409
1. Loss on disposal of non-financial non-current assets			-	-
2. Cost of works financed in part with subsidies	123	428	201	1,068
3. Revaluation of non-financial assets			-	-
4. Other operating costs	5,095	25,348	207	10,341
IX. Profit (loss) on operating activities	35,702	66,271	24,209	48,819
X. Financial revenue	2,983	45,026	682	48,751
1. Interest	104	583	338	1,161
from related parties	80	527	300	935
2. Dividends and share in profits	5,280	37,648	4,087	45,098
from related parties	5,280	37,648	4,087	45,098
3. Profit (loss) on disposal of investment	(391)	-	651	651
4. Revaluation of financial assets	-	-	-	-
5. Other	(2,010)	6,795	(4,394)	1,841
XI. Finance costs	990	13,175	2,179	12,655
1. Interest	569	1,568	539	1,893
from related parties	35	133	73	355
2. Revaluation of investments	96	96	(188)	-
3. Loss from the sales of investments	-	9,092	-	92
4. Other	325	2,419	1,828	10,670
XII. Profit (loss) on business activities	37,695	98,122	22,712	84,915
XIII. Gross profit (loss)	37,695	98,122	22,712	84,915
XIV. Income tax	3,339	9,930	389	7,295
XV. Net profit (loss)	34,356	88,192	22,323	77,620

Net profit (loss) (annualised)	90 580	73 537
Weighted average number of shares 01.10.2021 – 30.09.2021	8 133 349	8 133 349
Earnings (losses) per single share (PLN)	11,14	9,04
Diluted weighted average number of shares 01.10.2021 – 30.09.2021	8 133 349	8 133 349
Diluted earnings (losses) per single share (PLN)	11,14	9,04

*) Data for the third quarter of 2021 (2020) were calculated by subtraction of the data presented by the Group in the report for the first half of 2021 (2020) (reviewed) from the data for the three quarters of 2021 (2020).

III. Changes in Equity

	Q3 2021	9 months ended 30 September 2021	12 months ended 31 December 2020	9 months ended 30 September 2020
I. OPENING BALANCE OF EQUITY	985,436	949,438	881,540	881,540
a) changes to adopted accounting principles (policies)	-	-	-	-
I. a. Opening balance of equity after adjustments	985,436	949,438	881,540	881,540
1. Opening balance of share capital	8,133	8,133	8,133	8,133
1.1 Changes in share capital	-	-	-	-
a) increases (due to)	-	-	-	-
- shares issue	-	-	-	-
1.2 Closing balance of share capital	8,133	8,133	8,133	8,133
2. Opening balance of supplementary capital	818,985	763,377	717,950	717,950
2.1 Changes in supplementary capital	-	55,608	45,427	45,427
a) increases (due to)	-	55,608	45,427	45,427
- profit-sharing for the previous years	-	55,608	45,427	45,427
2.2 Closing balance of supplementary capital	818,985	818,985	763,377	763,377
3. Opening balance of revaluation reserve	103,737	97,175	97,085	97,085
3.1 Changes in revaluation reserve	3,119	9,681	90	9,123
a) increases (due to)	3,851	11,952	110	11,263
- provision for deferred income tax due to certificates valuation	-	-	-	-
- balance sheet valuation of investment certificates	3,851	11,952	110	11,263
b) decreases (due to)	732	2,271	20	2,140
- balance sheet valuation of investment certificates	-	-	-	-
- provision for deferred income tax due to certificates valuation	732	2,271	20	2,140
3.2 Closing balance of revaluation reserve	106,856	106,856	97,175	106,208
4. Opening balance of capital from merger	-	-	-	-
4.1 Closing balance of capital from merger	-	-	-	-
5. Opening balance of other reserve capitals	745	745	745	745
5.1 Closing balance of other reserve capitals	745	745	745	745
6. Opening balance of previous years' profit	-	80,008	57,627	57,627
a) changes to adopted accounting principles (policies)	-	-	-	-

6.1 Opening balance of previous years' profit after adjustments	-	80,008	57,627	57,627
a) decreases (due to)	-	80,008	57,627	57,627
- transferring the result from the previous years to supplementary capital	-	55,608	45,427	45,427
- payment of dividend	-	24,400	12,200	12,200
6.2 Closing balance of previous years' profit	-	-	-	-
7. Result for H1 (opening balance)	53,836	-	-	-
7.1 Net result for the period	34,356	88,192	80,008	77,620
7.2. Net result	88,192	88,192	80,008	77,620
II. CLOSING BALANCE OF EQUITY	1,022,911	1,022,911	949,438	956,083
III. EQUITY INCLUDING PROPOSED PROFIT-SHARING (LOSS COVERAGE)	1,022,911	1,022,911	949,438	956,083

IV. Cash Flow Statement

For period 01.01 – 30.09.2021 and 01.01 – 30.09.2020	Q3 2021	9 months ended 30 September 2021	Q3 2020	9 months ended 30 September 2020
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A. CASH FLOWS FROM OPERATING ACTIVITIES

I. Net profit (loss)	34,356	88,192	22,323	77,620
II. Total adjustments	(34,481)	(6,870)	9,960	7,002
1. Depreciation	11,609	33,880	10,736	32,599
2. Exchange gains (losses)	(183)	(52)	997	1,201
3. Interest and profit sharing (dividends)	(9,031)	(36,751)	(3,652)	(44,209)
4. (Profit) loss on investing activities	(380)	8,117	(312)	(1,203)
5. Change in provisions	(15,155)	(46,778)	(16,801)	(19,742)
6. Change in inventories	(2,684)	(18,737)	(2,147)	(10,722)
7. Change in receivables	(16,268)	97,439	9,953	34,865
8. Change in current liabilities, excluding credits and loans	5,572	(21,068)	7,815	8,641
9. Change in prepayments and accruals	(7,961)	(22,920)	3,371	5,572
10. Change in deferred income	-	-	-	-
11. Other adjustments	-	-	-	-
III. Net cash used in operating activities (I+/-II) – indirect method	(125)	81,322	32,283	84,622

B. CASH FLOWS FROM INVESTING ACTIVITIES

I. Inflows	59,831	129,795	14,055	59,635
1. Disposal of property, plant and equipment and intangible assets	216	958	183	665
2. From financial assets, including:	59,615	128,837	13,221	58,319
a) in related parties	9,613	38,516	13,221	58,319
- repaid loans	(129)	321	9,000	12,292
- repaid interest on loans	547	547	(795)	-
- received loans	-	-	-	-

- received interest	-	-	928	928
- received dividends	9195	37,648	4,088	45,099
b) in other entities	50,002	90,321	-	-
- interest	-	-	-	-
- dividends and share in profits	-	-	-	-
- other proceeds from financial assets	50,002	90,321	-	-
3. Other investment proceeds	-	-	651	651
II. Outflows	(11,421)	(178,263)	(15,004)	(52,301)
1. Purchase of property, plant and equipment and intangible assets	(8,381)	(35,033)	(4,304)	(14,326)
2. Expenses for investment in real estates	-	(14)	(2)	(148)
3. For financial assets, including:	(3,040)	(143,216)	(10,698)	(37,827)
a) in related parties	(2,944)	(23,120)	(10,000)	(27,375)
- purchase of financial assets	(1,850)	(10,575)	-	(9,145)
- granted non-current loans	(1,094)	(12,545)	(10,000)	(18,230)
- repayment of loans from related parties	-	-	-	-
- repayment of interest on loans	-	-	-	-
b) in other entities	(96)	(120,096)	(698)	(10,452)
4. Other investment expenses	-	-	-	-
III. Net cash used in investing activities (I-II)	48,410	(48,468)	(949)	7,334

C. CASH FLOWS FROM FINANCING ACTIVITIES

I. Inflows	111	33,568	260	3,022
1. Credits and loans	-	33,320	-	1,825
2. Proceeds from issuance of the shares and other instruments, as well as additional payment to capital	-	-	-	-
3. Loans repaid	-	-	-	-
4. Interest received on loan repayments	-	-	-	-
5. Other financial proceeds (received subsidies)	111	248	260	1,197
II. Outflows	(34,053)	(56,011)	(21,264)	(48,763)
1. Purchase of own shares (shares) + additional capital contributions	-	-	-	-
2. Dividends and other payments to owners	(24,400)	(24,400)	(12,200)	(12,200)
3. Repayment of loans and credits	(9,150)	(30,167)	(8,495)	(34,745)
4. Interests	(503)	(1,444)	(569)	(1,818)
5. Granted loans	-	-	-	-
6. Other financial expenses	-	-	-	-
III. Net cash (used in)/generated from financing activities (I-II)	(33,942)	(22,443)	(21,004)	(45,741)
D. NET CASH FLOW, TOTAL (A.III+/-B.III+/-C.III)	14,343	10,411	10,330	46,215
E. BALANCE SHEET CHANGE IN CASH AND CASH EQUIVALENTS	14,696	10,633	9,334	45,017
change in cash and cash equivalents due to exchange differences	353	222	(996)	(1,198)

F. CASH AND CASH EQUIVALENTS OPENING BALANCE	89,013	93,076	102,684	67,001
G. CLOSING BALANCE OF CASH AND CASH EQUIVALENTS (F+/-E)	103,709	103,709	112,018	112,018
limited disposal	(164)	1,455	493	2,454

V. Additional information and commentary

1. Adopted accounting policies

This financial statement was prepared according to the Act passed on the 29th of September, 1994, on Accounting (unified text - Journal of Laws 2021, pos. 217) and the requirements specified in the Regulation issued by the Minister of Finance on the 29th of March, 2018, concerning current and periodical information pertaining to companies listed on the stock exchange, as well as conditions for recognizing the equivalence of information required by legal regulations binding in a country which is not a member state (unified text - Journal of Laws, 2018, No. 757). A complete description of the adopted accounting principles was presented in the last annual financial statement, i.e. for the period from the 1st of January, 2020, until the 31st of December, 2020. If this financial statement for the 9 months ended the 30th of September, 2021, was prepared according to IFRS, the financial results would amount to PLN 89,175 thousand.

Profit according to the Act on Accounting	88,192
Depreciation of perpetual usufruct	(70)
Asset due to activity in the SEZ	(2,989)
Correction of revenue from the title of IFRS 15	229
Correction of revenue from the title of IFRS 16	3,864
Correction of revenue from the title of IFRS 9	(51)
Profit according to IFRS	89,175

2. Information about Significant Changes in Estimated Values, Including Information about Corrections due to Provisions, Provision and Deferred Income Tax Assets Mentioned in the Act on Accounting and about Write-offs that Revaluated Asset Items

As at 30th of September, 2021, Comarch S.A. has created write-offs that revaluated goods and materials and finished products in the amount of PLN 111 thousand, as well as did not create write-offs that revaluated finished products. The company resolved write-offs revaluated goods and materials which had been created in the previous years in the amount of PLN 475 thousand.

No hedges were made on inventories owned by the Company.

As at the 30th of September, 2021, due to payments of receivables, Comarch S.A. resolved revaluating write-offs, which had been created in the previous years and were worth PLN 3,766 thousand and created write-offs worth PLN 24,115 thousand that revaluated bad debts. Due to the fact that the Company is taxed according to general principles and enjoys tax-exempt status, temporary differences in the tax yield may be realised within both of these activities. At the same time, the final determination within which of these activities (taxed or tax-exempt) the temporary differences will be realised is established on the basis of the annual settlement of income tax, after the end of the fiscal year. As at the 30th of September, 2021, an asset due to temporary differences in income tax worth PLN 1,400 thousand was created, an asset due to temporary differences in income tax worth PLN 1,057 thousand was resolved, a provision for deferred tax due to temporary differences was created in the amount of PLN 664 thousand and was resolved in the amount of PLN 634 thousand. The total effect of these operations on the result as at the 30th of September, 2021 amounted to plus PLN 313 thousand.

A provision for deferred income tax related to valuation of investment certificates in CCF FIZ was increased by PLN 2,271 thousand. This provision as well as certificates valuation are settled with revaluation reserve.

As at the 30th of September, 2021, Comarch S.A. has created write-offs due the loss of value of shares in subsidiaries in the amount of PLN 9,092 thousand.



3. Selected Notes to the Summary Financial Statement

3.1. Non-current Financial Assets

	30 September 2021	30 June 2021	31 December 2020	30 September 2020
a) in subsidiaries and correlated parties	398,938	392,150	381,350	398,850
- interest or shares	233,534	231,515	231,842	223,055
- loans granted	31,922	31,003	27,979	43,112
- other securities	133,482	129,632	121,529	132,683
- other non-current financial assets, including:	-	-	-	-
• interest on granted loans	-	-	-	-
b) in other entities in which the Company holds equity interests	-	-	-	-
- interest or shares	-	-	-	-
- loans granted	-	-	-	-
c) in other entities	16	2,305	597	1,060
- other non-current financial assets (types)	16	2,305	597	1,060
• forwards and IRS	16	2,305	597	1,060
Total Non-current financial assets	398,954	394,455	381,947	399,910

3.2. Changes in Non-current Financial Assets (Types)

	Q3 2021	9 months ended 30 September 2021	Q3 2020	9 months ended 30 September 2020
a) opening balance	394,455	381,947	393,935	364,443
- interests or shares	231,515	231,842	223,158	203,490
- loans granted	31,003	27,979	42,070	36,794
- other securities	129,632	121,529	127,308	121,420
- other non-current assets (forward contracts)	2,305	597	-	-
- others	-	-	1,399	2,739
b) increases (due to)	5,185	35,298	15,314	49,530
- purchases of shares in subsidiaries	1,850	10,575	-	19,597
- loans granted to subsidiaries	1,194	12,545	10,000	18,230
- change of the nature of loans on long-term from entities in which the Company holds equity interests	-	-	(80)	-
- balance sheet valuation of non-current loans	-	-	(258)	-
- revaluation write-off of long-term loans	(186)	-	-	-
- balance sheet valuation of loans in subsidiaries	16	16	380	380
- valuation of forward contracts	(1,708)	-	-	-
- valuation of participation units in CCF FIZ	3,850	11,953	5,375	11,263
- balance sheet valuation of shares	169	209	(103)	60
- release of revaluating write-offs for non-current loans	-	-	-	-

c) decreases (due to)	686	18,291	9,339	14,063
- repayment of subsidiaries' loans	-	-	9,000	12,292
- repayment of interest on subsidiaries' loans	-	-	-	-
- change of the nature of loans to current loans from entities in which the entity has an equity interest	80	241	-	-
- valuation of participation units in CCF FIZ	-	-	-	-
- valuation of forward contracts	581	581	339	1,679
- revaluation of shares	-	-	-	92
- creating revaluation write-offs on interest on loans to related parties	-	9,092	-	-
- balance sheet and adjusted valuation of interest on loans	(215)	-	-	-
- balance sheet valuation of shares	-	-	-	-
- creating revaluation write-offs on loans to related parties	240	8,377	-	-
- redemption of capital of loans of related parties	-	-	-	-
d) closing balance	398,954	398,954	399,910	399,910

3.3. Current Financial Assets

	30 September 2021	30 June 2021	31 December 2020	30 September 2020
a) in related parties	782	831	680	905
- loans granted	521	422	402	402
- other financial assets	261	409	278	503
b) in other entities in which the Company holds equity interests	-	-	-	-
- loans granted	-	-	-	-
- other financial assets	-	-	-	-
c) in other entities	50,578	103,149	22,120	1,240
- interest or shares	-	-	-	-
- loans granted	-	-	-	-
- other securities	50,104	100,140	20,001	-
- other current financial assets	474	3,009	2,119	1,240
• forward and IRS contracts	474	3,009	2,119	1,240
d) cash and cash equivalents	103,709	89,013	93,076	112,018
- cash in hand and at banks	103,709	89,013	93,076	112,018
- other cash assets	-	-	-	-
Total current financial assets	155,069	192,993	115,876	114,163

4. Brief Description of Significant Achievements or Failures of the Issuer during the Period Covered by the Report, Including a List of the Most Significant Events Related to Such Achievements or Failures

In the 9 months of 2021, Comarch S.A. reached sales revenue higher by 7.4% (i.e. by PLN 50,022 thousand) that achieved while in the corresponding period of 2020 (PLN 727,577 thousand compared to PLN 677,555 thousand). Net sales of products constituted 96.1% of total sales of the Company and were higher by PLN 60,550 thousand (i.e. by 9.6%). The Company's operating profit achieved in the 9 months of 2021 amounted to PLN 66,271 thousand, net result was PLN 88,192. EBIT margin was 9.1%, and net margin was 12.1%.

In the third quarter of 2021, Comarch S.A. achieved PLN 248,850 thousand of sales revenue, which represents an increase of PLN 20,332 thousand, i.e. of 8.9% compared to the third quarter of 2020. Net revenue from sales of products constituted 96.9% of the total Company's sales and increased by PLN 23,056 thousand (PLN 241,192 thousand compared to PLN 218,136 thousand), while net revenue from sales of goods and materials decreased (by PLN 2,724 thousand, i.e. by 26.2%). The Company's operating profit in the third quarter of 2021 amounted PLN 35,702 thousand and net profit was PLN 34,356 thousand. EBIT margin amounted to 14.3% and net margin was 13.8%.

5. Factors and Events of Unusual Nature with Significant Effects on the Achieved Financial Results

Except for the ones described in point 2 of this financial statement, currency exchange rate differences and financial instruments based on exchange rates have influence on the financial results. Realized foreign exchange rate differences and balance sheet valuation of exchange rates on receivables and liabilities as at the 30th of September, 2021, increased revenue and operating profit of Comarch S.A. by PLN 5,865 thousand (while in the similar period of 2020 increased by PLN 8,401 thousand), whereas exchange rate differences from other activities increased the result of Comarch S.A. by PLN 930 thousand (while in the similar period of 2020 decreased by PLN 6,511 thousand). The valuation of financial instruments, securities and closed transactions (mostly forward contracts and participation units) decreased the Company's net profit by PLN 1,149 thousand (while in the similar period of 2020 decreased it by PLN 7,261 thousand). The total effect of exchange rate differences and valuation of derivative financial instruments on the net result of the Comarch S.A. in 9 months of 2021 amounted to plus PLN 5,646 thousand (minus PLN 5,371 thousand in 9 months of 2020).

In addition to the above in the period of 9 months of 2021, financial income increased by PLN 37,648 thousand due to dividends from subsidiaries (while in the similar period of the previous year it amounted to PLN 45,098 thousand).

As at the 30th of September, 2021, Comarch S.A. has created write-offs due the loss of value of shares in subsidiaries in the amount PLN 9,092 thousand.

6. Discussion of Seasonality (Cyclical Nature) of the Issuer's Business in the Period Presented

Over 2020, Comarch S.A. revenue structure was as follows: 24% of annual sales were achieved in the first quarter, 21% in the second quarter, 23% in the third quarter and 32% in the fourth quarter.

Over 2021, the Company expects the distribution of sales revenue similar to that of 2020.

7. Information about write-offs that revaluated inventories at the net realizable value and reversal referred to them

As at the 30th of September, 2021, Comarch S.A. created write-offs that revaluated goods and materials in the amount PLN 111 thousand and write-offs that revaluated finish goods have not been created. The Company resolved write-offs revaluated goods and materials, which had been created in the previous years in the amount of PLN 475 thousand.

8. Information about Revaluating Write-Offs in Relation to Impairment of Financial Assets, Property, Plant and Equipment, Intangible Assets or Other Assets and about Reversal Referred to Them

Revaluating write-offs in relation to impairment	Financial assets	Property, plant and equipment	Intangible assets	Other assets	Total
Balance at 1 January 2020	128,879	-	-	-	128,879
Change:	92	-	-	-	92
- creation write-offs	92	-	-	-	92
- dissolution write-offs	-	-	-	-	-
Balance at 30 September 2020	128,971	-	-	-	128,971
Balance at 1 January 2020	128,879	-	-	-	128,879
Change:	4,692	-	-	9,229	13,921
- creation write-offs	4,692	-	-	9,229	13,921
- dissolution write-offs	-	-	-	-	-
Balance at 31 December 2020	133,571	-	-	9,229	142,800
Balance at 1 January 2021	133,571	-	-	9,229	142,800
Change:	9,092	-	-	8,379	17,471
- creation write-offs	9,092	-	-	8,379	17,471
- dissolution write-offs	-	-	-	-	-
Balance at 30 September 2021	142,663	-	-	17,608	160,271

9. Information about Creation, Increasing, Using and Dissolution of Provisions

	Provisions for contracts costs	Provisions for contractual penalties and other claims	Provisions for leaves	Provisions for remuneration	Provision for pension and related benefits	Total
Balance at 1 January 2020	13,885	8,323	24,006	89,732	-	135,946
Change:	(1,197)	(5,207)	5,946	(18,191)	-	(18,649)
- creation reserve	4,806	396	16,733	41,733	-	63,668

- dissolution reserve	(6,003)	(5,603)	(10,787)	(59,924)	-	(82,317)
Balance at 30 September 2020	12,688	3,116	29,952	71,541	-	117,297
Current	12,688	3,116	29,952	71,541	-	117,297
Non-current	-	-	-	-	-	-
Balance at 1 January 2020	13,885	8,323	24,006	89,732	-	135,946
Change:	(62)	(5,176)	7,476	16,179	1,398	19,815
- creation reserve	9,020	432	21,310	103,812	1,398	135,972
- dissolution reserve	(9,082)	(5,608)	(13,834)	(87,633)	-	(116,157)
Balance at 31 December 2020	13,823	3,147	31,482	105,911	1,398	155,761
Current	13,823	3,147	31,482	105,911	-	154,363
Non-current	-	-	-	-	1,398	1,398
Balance at 1 January 2021	13,823	3,147	31,482	105,911	1,398	155,761
Change:	(1,747)	9	3,285	(48,805)	450	(46,808)
- creation reserve	2,692	987	17,905	41,738	547	63,869
- dissolution reserve	(4,439)	(978)	(14,620)	(90,543)	(97)	(110,677)
Balance at 30 September 2021	12,076	3,156	34,767	57,106	1,848	108,953
Current	12,076	3,156	34,767	57,106	-	107,105
Non-current	-	-	-	-	1,848	1,848

All provisions were calculated based on credible estimate as of the balance sheet date.

10. Information about Provisions and Assets in Reference to Deferred Income Tax

	Asset due to deferred income tax	Provision due to deferred income tax
Balance at 1 January 2020	6,082	24,786
Creation in Q1-Q3 2020	713	2,152
Dissolution in Q1-Q3 2020	(1,637)	(1,106)
Balance at 30 September 2020	5,158	25,832
Balance at 1 January 2020	6,082	24,786
Creation in Q1-Q4 2020	1,305	20
Dissolution in Q1-Q4 2020	(1,632)	(1,145)
Balance at 31 December 2020	5,755	23,661
Balance at 1 January 2021	5,755	23,661
Creation in Q1-Q3 2021	1,400	2,935
Dissolution in Q1-Q3 2021	(1,057)	(634)
Balance at 30 September 2021	6,098	25,962

11. Information about Significant Transactions of Purchase and Sale of Property, Plant and Equipment

In reporting period Comarch S.A. purchased computer hardware valued at PLN 15,643 thousand, technical devices for the amount of PLN 450 thousand. Also acquired intangible assets for the amount of PLN 17,066 thousand including copyrights to medical systems acquired from a subsidiary for the total amount of PLN 15,669 thousand.

In reporting period Comarch S.A., revenue from sales of property, plant and equipment amounted to PLN 660 thousand.

12. Information about Liability in Relation to Purchase of Property, Plant and Equipment or Non-current Financial Assets

As at 30th of September, 2021, Comarch S.A. has liabilities due to purchase of computer hardware in the amount of PLN 3,367 thousand, investment liabilities in the amount of PLN 37 thousand as well as liabilities due to purchase of intangible assets in the amount of PLN 405 thousand.

Comarch S.A. has also liabilities due to acquisition of shares in increased share capital of subsidiary, Comarch Pointshub Inc., in the amount of PLN 3,553 thousand.

13. Information about Significant Settlements in Reference to Court Proceedings

None present.

14. Correction of Mistakes from the Previous Periods

None present.

15. Information in Relation to Changes in Economic Situation and Conditions for Operation, which Have a Significant Effect on Fair Value of an Entity's Financial Assets and Financial Liabilities Regardless of whether the Assets and the Liabilities Are Recognised in Fair Value or in Adjusted Purchase Price (Depreciated Cost)

None present.

16. Information about Unpaid Credits or Loans, as well as Breach of Significant Provisions of the Credit or Loan Agreements which Were Not Subject to Corrective Measures as of the Reporting Period

None present.

17. Information about One or More Transactions Concluded by the Issuer or Its Subsidiary with Related Parties, if Individually or in Total are Significant and Concluded on Terms Different from Market Conditions

None present.

18. In Case of Financial Instruments Valuated in Fair Value – Information about Changes in Method of Its Establishment

None present.

19. Information Related to Changes in Classification of Financial Assets as a Result of Changes in Their Purpose or Using of These Assets

None present.

20. Information on any Issue, Repurchase or Repayment of Debt and Equity Securities

None present.

21. Information on any Dividend Paid Out or Declared, Including Its Total and per Share Value, Separately for Ordinary and Preference Shares

Comarch S.A.'s Management Board informed in a current report no. [RB-4-2021](#) (ENG: [RB-4-2021](#)) dated the 18th of May, 2021 that the Supervisory Board of Comarch SA, by virtue of Resolution No. 09/05/2021 of May 18, 2021, positively expressed the opinion of the Management Board of Comarch S.A. dated the 17th of May, 2021, so that the Company's net profit in the financial year from January 1, 2020 to December 31, 2020 in the amount of PLN 80,008,432.99 was divided in such a way that:

1) part of the net profit of PLN 24,400,047 (in words: twenty four million four hundred thousand forty seven zlotys) will be used to pay dividend. The dividend in the amount of PLN 3.00 (in words: three zlotys) per share

will be given to persons who are shareholders of the Company on 6th of July, 2021 (dividend day), and the dividend will be paid on 16th of July, 2021.

2) the remaining part of the net profit in the amount of PLN 55,608,385.99 will be transferred to supplementary capital.

On the 24th of June, 2021, the General Shareholder's Meeting passed the resolution no. 9, related to distribution of the net profit earned in the fiscal year 1 January 2020 - 31 December 2020 (current report no. [RB-8-2021](#), ENG: [RB-8-2021](#), of the 24th of June, 2021). Dividend was paid on the 16th of July, 2021.

22. Events that Occurred after the Date of Condensed Quarterly Financial Statement, which Are Not Included in the Financial Statement but May Significantly Affect the Future Performance of the Issuer

None present.

23. Information on any Changes in Contingent Liabilities or Contingent Assets which Have Occurred since the End of the Last Financial Year

As at the 30th of September, 2021, the value of bank guarantees and letters of credit issued by banks on order from Comarch S.A. in reference to executed agreements and participation in tender proceedings was PLN 92,429 thousand, whereas it was PLN 91,066 thousand as at the 31st of December, 2020.

Comarch S.A. is the defendant in legal proceedings in which the potential total amount of third party claims is PLN 17,790 thousand of which PLN 851 thousand is covered by provisions included in the balance sheet at the 30th of September, 2021. In the third quarter of 2021, Comarch S.A. did not create provisions for claims covered by legal proceedings whereas resolved provisions in this respect for the amount of PLN 322 thousand.

The Comarch S.A. is a party to the matters in disputes, but not legal proceedings in which the potential total amount of third-party claims is PLN 3,524 thousand of which PLN 2,305 thousand is covered by provisions included in the balance sheet at the 30th of September, 2021. In the 9 months of 2021, Comarch S.A. created provisions for matters in disputes, but not legal proceedings in the amount of PLN 987 thousand and resolved provisions in this respect for the amount of PLN 656 thousand.

Due to the legal proceedings, in the 9 months of 2021 the Comarch S.A. created write-offs that revalue receivables in the amount of PLN 3 thousand whereas did not create write-offs that revalue receivables due to the matters in disputes (but not legal proceedings).

24. Other Information with Significant Effects on the Financial Condition Assessment and the Achieved Financial Results of the Issuer

24.1. Impact of SARS-CoV-2 Coronavirus and COVID-19 Incidents on the Company's Operations and Financial Results

In reference to the recommendations of the European Securities and Markets Authority and the Polish Financial Supervision Authority of the 12th of March, 2020, the Management Board of Comarch S.A. in the current report no. [RB-5-2020](#) (ENG: [RB-5-2020](#)) dated on the 19th of March, 2020, provided information on the possible impact of the SARS-CoV-2 coronavirus spread and COVID-19 incidence on the Company's operations and financial

results. The Management Board of Comarch S.A. monitors on an ongoing basis the development of the situation related to the continuing effects of the spread of SARS-CoV-2 coronavirus and COVID-19 incidence and their impact on Comarch S.A.'s operations. The Management Board of Comarch S.A. hereby informs that as at the date of publication of this report the Company's operations were conducted without any interruptions. The Comarch S.A. implemented all guidelines recommended by the Chief Sanitary Inspectorate and other state institutions in the countries of the Company's operational activity, with particular regard to employee's safety, health and hygiene recommendations. Business trips to countries identified by the Chief Sanitary Inspectorate as high risk countries were suspended, direct contacts of employees within the organization were limited, the remote work mode of office workers was launched on a large scale and hygiene recommendations are implemented in the Comarch S.A.'s offices. Comarch S.A. has both implemented a vaccination programme against COVID-19 for employees at the Company's headquarters in Krakow and in the biggest branches in Poland and is planning to implement a re-vaccination campaign (so-called: third dose).

Regardless of the current intensity of the epidemic, remote communication methods are commonly used in business contacts. The Management Board of the Company notes that the activities of the Comarch S.A. are very well diversified in terms of industry, products and geography, and the effects of the pandemic did not pose a threat to the financial stability of the company or introduced significant disruptions in the implementation of existing contracts or in the product or material supply chains indispensable for the Company's operations.

During the epidemic period, there was no decrease in revenue from sales of services and products offered by the Comarch S.A. The Company's operational activity and the financial results achieved in subsequent periods will be influenced by factors such as the duration and scope of the epidemic, the number of people falling ill with COVID-19, administrative restrictions on the functioning of states and businesses, restrictions on the movement of employees, the possibility of taking advantage of aid packages launched by individual countries, as well as the pace of implementation of the immunization programme.

24.2. Selection of the most advantageous offer in the public procurement for providing the support, operation and maintenance of the KSI ZUS

Comarch S.A.'s Management Board informed in a current report no. [RB-2-2021](#) (ENG: [RB-2-2021](#)) dated the 5th of February, 2021 about the receipt of the notification of February 4, 2021 regarding the selection of the most advantageous offer in the public procurement for providing the support, operation and maintenance of the Comprehensive IT System for the Social Insurance Institution (KSI ZUS), tender procedure no. TZ/271/65/19, organized by the Social Insurance Institution in Warsaw (hereinafter referred to as the "ZUS"), which indicate that the offer submitted by the Consortium of Comarch Polska S.A. and Comarch S.A. (hereinafter referred to as the "Consortium") was selected. The total value of the offer submitted by the Consortium under this tender is PLN 203,886,156.11 gross. The term of the contract is a maximum of 77 months from the date of the contract conclusion. The Management Board of Comarch S.A. will inform about the contract conclusion with the separate current report. Comarch S.A.'s Management Board recognized this information as an inside information due to its potential influence for the financial and economic situation of the Company.

24.3. Statement from ZUS on Partial Withdrawal from the Agreement (KSI ZUS)

On the 20th of February, 2021 the Management Board of Comarch S.A. informed about the receipt on 19th of February, 2021 of a statement from ZUS on partial withdrawal from the Agreement, submitted on the basis of the right under the Agreement, in terms of part of the supplementary order referred to in § 2 sec. 1 point 1 of the Annex of 23rd of December, 2020, pursuant to which the Consortium was entrusted with the provision of services

supporting the operation and maintenance of KSI ZUS currently covered by the Agreement with Asseco Poland S.A. According to the statement of ZUS, the decision to exercise the right of partial withdrawal from the Agreement was influenced by the judgment of the National Appeals Chamber of 19th of February, 2021 (ref. KIO 18/21). Maximum value of services covered by part of the supplementary order to the extent indicated in § 2 section 1 point 1 of the Annex of 23rd of December 2020, to which the ZUS declaration relates, amounts to PLN 37,550,399.67 net (PLN 46,186,991.59 gross). The remaining scope of services covered by the Agreement remains unchanged.

Company informed about the details in current report no. [RB-3-2021](#) (ENG: [RB-3-2021](#)) dated the 20th of February, 2021.

24.4. Signing the Agreement on Construction of Comarch Data Centre

On the 10th of June, 2021 the Management Board of Comarch S.A. informed about signing on the 9th of June, 2021, an agreement between Comarch Inc. seated in the United States of America (hereinafter: "Ordering Party"), a subsidiary of the issuer, and The Weitz Company LLC (hereinafter "Contractor") for the construction of Comarch Data Centre with infrastructure in Mesa, Arizona (hereinafter "Agreement").

The value of the Agreement amounts to USD 19,746,980.85 net, i.e. PLN 72,165,341.52. The deadline for the performance of the subject of the Agreement is 330 days from the signing the Agreement.

Company informed about the details in current report no. [RB-6-2021](#) (ENG: [RB-6-2021](#)) dated the 10th of June, 2021.

24.5. Signing the Agreement on Delivery and Maintenance of IT Systems for 450connect

On the 19th of July, 2021 the Management Board of Comarch S.A. informed about signing by Comarch AG, a wholly owned subsidiary of Comarch S.A., a framework agreement with 450connect GmbH. The subject matter of this framework agreement is delivery and maintenance of software, on the terms specified in the agreement. Presupposing, that the contract runs for the entire term of 20 years without being terminated by either party, Comarch AG will receive a remuneration of approximately EUR 42,300,000.00 i.e. PLN 194,059,710.00 over the term. Commercial conditions of the agreement and Comarch AG liability for the compensation of damages are in line with market standards used in similar agreements.

Company informed about the details in current report no. [RB-11-2021](#) (ENG: [RB-11-2021](#)) dated the 19th of July, 2021.

24.6. Non renewable Credit Agreement with CaixaBank, S.A. Oddział w Polsce (Branch in Poland)

The Management Board of Comarch S.A. informed about signing non-renewable credit agreement on the 5th of August, 2021 with CaixaBank, S.A. Branch in Poland with its office in Warsaw (hereinafter referred to as the "Bank") for general corporate purposes. The credit amount is EUR 14,500,000.00, i.e. PLN 66,054,750 at the EUR exchange rate on the date of the contract signing. The credit period lasts until the 5th of August, 2026, and the interest rate is based on a variable rate. The credit should be used by the 5th of August, 2022. The credit is secured with:

a) power of attorney granted to the Bank by Comarch S.A. to administer funds on settlement accounts maintained by the Bank;

b) Comarch S.A. statement on submission to enforcement up to 150% of the credit amount.

Company informed about the details in current report no. [RB-12-2021](#) (ENG: [RB-12-2021](#)) dated the 5th of August, 2021.

17th of November 2021 r.**SIGNATURES OF MANAGEMENT BOARD MEMBERS**

Name and Surname	Position	Signature
Janusz Filipiak	President of the Management Board	
Paweł Prokop	Vice-president of the Management Board	
Andrzej Przewięźlikowski	Vice-president of the Management Board	
Zbigniew Rymarczyk	Vice-president of the Management Board	
Konrad Tarański	Vice-president of the Management Board	
Marcin Warwas	Vice-president of the Management Board	

SIGNATURE OF PERSON CHARGED WITH CARRYING ON ACCOUNT BOOKS

Name and Surname	Position	Signature
Maria Smolińska	Head Accountant	

Comarch S.A.

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