

FINANCIAL SUPERVISION AUTHORITY

Consolidated Quarterly Report Qsr 4 / 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 4. quarter of financial year 2021 from 2021-01-01 to 2021-12-31
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 2022-03-01

COMARCH SA	
(full name of an issuer)	
COMARCH	Information Technology (IT)
(abbreviated name of issuer)	(sector according to WSE classification)
31-864	Kraków
(postal code)	(city)
Al. Jana Pawła II	39A
(street)	(number)
012 646 10 00	012 646 11 00
(telephone number)	(fax number)
IR@comarch.pl	www.comarch.pl
(e-mail)	(www)
677-00-65-406	350527377
(NIP)	(REGON)

SELECTED FINANCIAL DATA	thousands of PLN		thousands of EURO	
	Q4 2021	Q4 2020	Q4 2021	Q4 2020
DATA RELATED TO THE CONSOLIDATED FINANCIAL STATEMENT				
I. Revenues from sales	1,624,616	1,536,753	354,913	343,470
II. Operating profit (loss)	185,589	191,561	40,544	42,815
III. Profit before income tax	172,786	164,254	37,747	36,711
IV. Net profit attributable to shareholders of parent company	120,522	120,631	26,329	26,961
V. Net cash flows from operating activities	198,267	308,205	43,313	68,885
VI. Net cash flows from investing activities	-151,019	-111,299	-32,992	-24,876
VII. Net cash flows from financing activities	-62,772	-74,727	-13,713	-16,702
VIII. Change in net cash flows	-15,524	122,179	-3,391	27,307
IX. Number of shares	8,133,349	8,133,349	8,133,349	8,133,349
X. Earnings (losses) per single share (PLN/EURO)	14.82	14.83	3.24	3.31
XI. Diluted earnings (losses) per single share (PLN/EURO)	14.82	14.83	3.24	3.31
DATA RELATED TO THE FINANCIAL STATEMENT				
XII. Net revenues from sales of products, goods and materials	1,067,075	999,401	233,113	223,370
XIII. Profit (loss) on operating activities	68,803	64,525	15,031	14,422
XIV. Gross profit (loss)	94,766	93,878	20,703	20,982
XV. Net profit (loss)	79,170	80,008	17,295	17,882
XVI. Net cash flows from operating activities	109,288	120,949	23,875	27,033
XVII. Net cash flows from investing activities	-109,807	-42,096	-23,988	-9,409
XVIII. Net cash flows from financing activities	-28,587	-53,115	-6,245	-11,871
XIX. Total net cash flow	-29,106	25,738	-6,358	5,753

XX. Number of shares	8,133,349	8,133,349	8,133,349	8,133,349
XXI. Earnings (losses) per single share (PLN/EURO)	9.73	9.84	2.13	2.20
XXII. Diluted earnings (losses) per single share (PLN/EURO)	9.73	9.84	2.13	2.20
EQUITIES	31.12.2021	31.12.2020	31.12.2021	31.12.2020
XXIII. Equity attributable to shareholders (consolidated)	1,183,624	1,080,039	257,343	234,038
XXIV. Equity (parent company)	1,024,076	949,438	222,654	205,738

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 31.12.2021: 4.5775;

- arithmetical average of NBP average exchange rates as of the end of each month for the period 01.01.2020 to 31.12.2020: 4.4742;

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

- 31.12.2021: 4.5994

- 31.12.2020: 4.6148

Equity value (items XXIV and XXV) is presented at the end of 12 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 4 2021 jednostkowy.pdf	QSr 4 2021 Comarch SA
QSr 4 2021 skonsolidowany.pdf	QSr 4 2021 consolidated

SIGNATURES

Date	Name and surname	Position	Signature
2022-03-01	Konrad Tarański	Vice-President of the Management Board	
2022-03-01	Iwona Kasprzyk	Proxy	

COMARCH



Comarch Group Consolidated Financial Statement for the period 01.01.2021-31.12.2021

Krakow, the 1st of March, 2022

Statement in accordance with the International
Financial Reporting Standards

Spis treści

I. Consolidated Balance Sheet	5
II. Consolidated Income Statement.....	7
III. Total Income Consolidated Statement.....	7
IV. Consolidated Statement of Changes in Shareholders' Equity.....	8
V. Supplementary information	10
1. Information about Comarch Group Structure and Activities	10
1.1. Organizational Structure of Comarch Group.....	11
1.2. Activities Structure in the Comarch Group.....	12
1.3. Changes in Ownership and Organisational Structure in Q4 2021.....	13
1.4. Changes in Ownership and Organisational Structure after the Balance Sheet Date	13
2. Description of the Applied Accounting Principles.....	14
3. Notes to the Consolidated Financial Statement.....	20
3.1. Reporting by Segments for 12 Months 2021	20
3.2. Property, Plant and Equipment	25
3.3. Asset due to the Right of Use.....	25
3.4. Investment Real-Estate.....	26
3.5. Goodwill.....	26
3.6. Others Intangible Assets	27
3.7. Investment in Associates	27
3.8. Financial Assets Available for Sale.....	28
3.9. Derivative Financial Instruments	28
3.10. Deferred Income Tax	30
3.11. Inventories.....	31
3.12. Trade and Other Receivables	32
3.13. Long-Term Contracts	32
3.14. Share Capital.....	33
3.15. Credits and Loans.....	35
3.16. Liabilities due to Lease.....	40
3.17 Other Financial Liabilities	41
3.18 Provisions for Other Liabilities and Charges.....	41
3.19. Trade and Other Payables	42
3.20. Contingent Liabilities.....	42
3.21. Information about Liability in Relation to Purchase of Property, Plant and Equipment	43
3.22. Managerial Option Program for Members of the Management Board and Other Key Employees	43
3.23. Related-Party Transactions.....	44
3.24. Earnings per Share.....	45
4. Additional notes	46
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	46
4.2. Factors and Events of Unusual Nature with Significant Effects on the Achieved Financial Results.....	47
4.3. Other Events in the Fourth Quarter of 2021	48

4.4. Events after the Balance Sheet Date not included in the Report	48
4.5. Commentary on Differences between Financial Results Presented in Annual Report and Results Forecast for the Given Year Published Before	49
4.6. Significant Legal, Arbitration or Administrative Proceedings	49
4.7. Information about Transactions with Related Parties on Terms Different from Market Condition	49
4.8. Information about Suretyships, as well as Guarantees Provided by the Issuer and Its Subsidiaries	49
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	53
4.9.1. Impact of SARS-CoV-2 Coronavirus and COVID-19 Incidents on the Company's Operations and Financial Results	53
4.9.2 Influence of the Political and Economic Situation in Ukraine and Russia on the Activities and Financial Results of the Comarch Group	54
5. Significant Achievements and Failures as well as Factors and Events with Considerable Impact on the Financial Results of the Comarch Group in the Fourth Quarter of 2021 and Factors Which Will Substantially Impact Results Over the Course of at least the Next Quarter	55
5.1. Revenue and Financial Results	55
5.2. Sales Structure	58
5.3. Comarch S.A. Stock Price Performance	64
5.4. Events in the Fourth Quarter of 2021 that Greatly Impacted the Current Activities of the Comarch Group	65
5.5. Events after the Balance Sheet Date that Greatly Impacted the Current Activities of the Comarch Group	65



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



PLN 1,625 billion
of sales revenue



PLN 120.5 million
Net profit attributable to the parent Company's
shareholders



> PLN 1.4 billion
Capitalization of Comarch SA on WSE
(the 31st of December, 2021)



11.4%
Operating profit



6,700+
professionals employed

Comarch Group Consolidated Financial Statement for 12 months 2021

I. Consolidated Balance Sheet

ASSETS	Note	At 31 December 2021	At 31 December 2020
I. NON-CURRENT ASSETS		888,108	856,573
Tangible fixed assets	3.2	611,469	582,158
Property, plant and equipment	3.3	86,501	88,222
Right-of-use assets	3.4	38,198	39,874
Investment in real estates	3.5	45,774	45,774
Goodwill	3.6	59,988	55,528
Other intangible assets		1,180	1,298
Non-current prepayments	3.7	-	-
Investments in associates	3.9a	305	597
Other assets at fair value		210	216
Other investments	3.10	36,630	35,864
Deferred income tax assets		7,853	7,042
II. CURRENT ASSETS		1,223,540	1,146,985
Inventories	3.11	94,311	88,115
Trade and other receivables	3.12	470,382	429,858
Current income tax receivables		4,082	1,430
Long-term contracts receivables	3.13	142,385	157,441
Available-for-sale financial assets	3.8	74,184	20,001
Other financial assets at fair value – derivative financial instruments	3.9a	413	2,119
Cash and cash equivalents		437,783	448,021
TOTAL ASSETS		2,111,648	2,003,558

TOTAL EQUITY AND LIABILITIES	Note	At 31 December 2021	At 31 December 2020
I. EQUITY		1,195,158	1,098,547
Capital and reserves attributable to the company's equity holders		1,183,624	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		38,466	29,653
Retained earnings and net profit for the current period		993,984	899,212
Equities attributable to non-controlling interests		11,534	18,508
II. LIABILITIES		916,490	905,011
Non-current liabilities		245,187	252,430
Credit and loans	3.15	104,564	116,760
Other financial liabilities	3.17	5,450	-
Other liabilities		550	6,305
Liabilities due to lease	3.16	71,415	75,145
Financial liabilities at fair value – derivative financial instruments	3.9b	9,662	5,639
Provision for deferred income tax	3.10	51,139	46,778
Provisions for other liabilities and charges	3.18	2,407	1,803
Current liabilities		671,303	652,581
Trade and other payables	3.19	242,899	216,128
Current income tax liabilities		36,017	24,794
Long-term contracts liabilities	3.13	142,905	147,651
Credit and loans	3.15	40,443	40,176
Liabilities due to lease	3.16	21,023	19,142
Financial liabilities at fair value – derivative financial instruments	3.9b	4,906	3,820
Other financial liabilities	3.17	-	5,249
Provisions for other liabilities and charges	3.18	183,110	195,621
TOTAL EQUITY AND LIABILITIES		2,111,648	2,003,558

II. Consolidated Income Statement

	Note	Q4 2021*	12 months 2021	Q4 2020	12 months 2021
Cost of sales		517,369	1,624,616	474,294	1,536,753
Costs of products, services, goods and materials sold		(363,389)	(1,146,644)	(320,419)	(1,086,229)
Gross profit		153,980	477,972	153,875	450,524
Other operating income		4,324	18,126	18,967	54,259
Sales and marketing costs		(52,162)	(152,317)	(52,324)	(143,874)
Administrative expenses		(43,657)	(128,619)	(33,646)	(121,024)
Other operating expenses		(658)	(29,573)	(13,206)	(48,324)
Operating profit		61,827	185,589	73,666	191,561
Finance revenue / (costs) - net		(8,867)	(12,803)	(9,367)	(27,307)
Share of profit / (loss) of associates		-	-	-	-
Profit before income tax		52,960	172,786	64,299	164,254
Income tax expense		(18,556)	(59,236)	(11,959)	(43,761)
Net profit for the period		34,404	113,550	52,340	120,493
Net profit attributable to Shareholders of the parent company		35,640	120,522	53,656	120,631
Net profit / (loss) attributable to interests not entitled to control		(1,236)	(6,972)	(1,316)	(138)

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

- basic	3.24	14,82	14,83
- diluted	3.24	14,82	14,83

*) Data for the fourth quarter of 2021 (2020) were calculated by subtraction of the data for the twelve-month period 2021 (2020) from the data presented by the Group in the report for the three quarters of 2021 (2020).

III. Total Income Consolidated Statement

	Q4 2021*	12 months 2021	Q4 2020	12 months 2020
Net profit for the period	34,404	113,550	52,340	120,493
Other total income				
Exchange differences from recalculation of subsidiaries	3,381	8,811	4,786	19,498
Total other total income	3,381	8,811	4,786	19,498
Sum of total income for the period	37,785	122,361	57,126	139,99
Attributable to the parent company shareholders	39,023	129,335	58,442	140,116
Attributable to the interests not entitled to control	(1,238)	(6,974)	(1,316)	(125)

*) Data for the fourth quarter of 2021 (2020) were calculated by subtraction of the data for the twelve-month period 2021 (2020) from the data presented by the Group in the report for the three quarters of 2021 (2020).

IV. Consolidated Statement of Changes in Shareholders' Equity

	Attributable to the shareholders of the parent company					Capitals attributable to non-controlling interests	Total equity
	Share capital	Reserve capital from sales of shares above the nominal value	Other capitals	Exchange differences	Profit/(loss) from the previous years and net profit for the current period		
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⁾	-	-	-	19,485	-	13	19,498
Profit for the period ⁽²⁾	-	-	-	-	120,631	(138)	120,493
Total income recognised in equity ⁽¹⁺²⁾	-	-	-	19,485	120,631	(125)	139,991
Balance at 31 December 2020	8,133	84,446	58,595	29,653	899,212	18,508	1,098,547
Balance at 1 January 2021	8,133	84,446	58,595	29,653	899,212	18,508	1,098,547
Dividend paid *	-	-	-	-	(25,750)	-	(25,750)
Currency translation differences ⁽¹⁾	-	-	-	8,813	-	(2)	8,811
Profit for the period ⁽²⁾	-	-	-	-	120,522	(6,972)	113,550
Total income recognised in equity ⁽¹⁺²⁾	-	-	-	8,813	120,522	(6,974)	122,361
Balance at 31 December 2021	8,133	84,446	58,595	38,466	993,984	11,534	1,195,158

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

V. Consolidated Cash Flow Statement

	12 months 2021	12 months 2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit	113,550	120,493
Total adjustments	137,874	216,188
Depreciation	92,167	86,291
Profit (loss) from foreign exchange differences	(4,115)	11,331
Interest and profit sharing (dividends)	2,207	2,259
Profit (loss) on investing activities	(2,474)	(3,976)
Change in inventories	(6,564)	13,782
Change in receivables	1,728	67,500
Change in liabilities and provisions excluding credits and loans	54,925	39,001

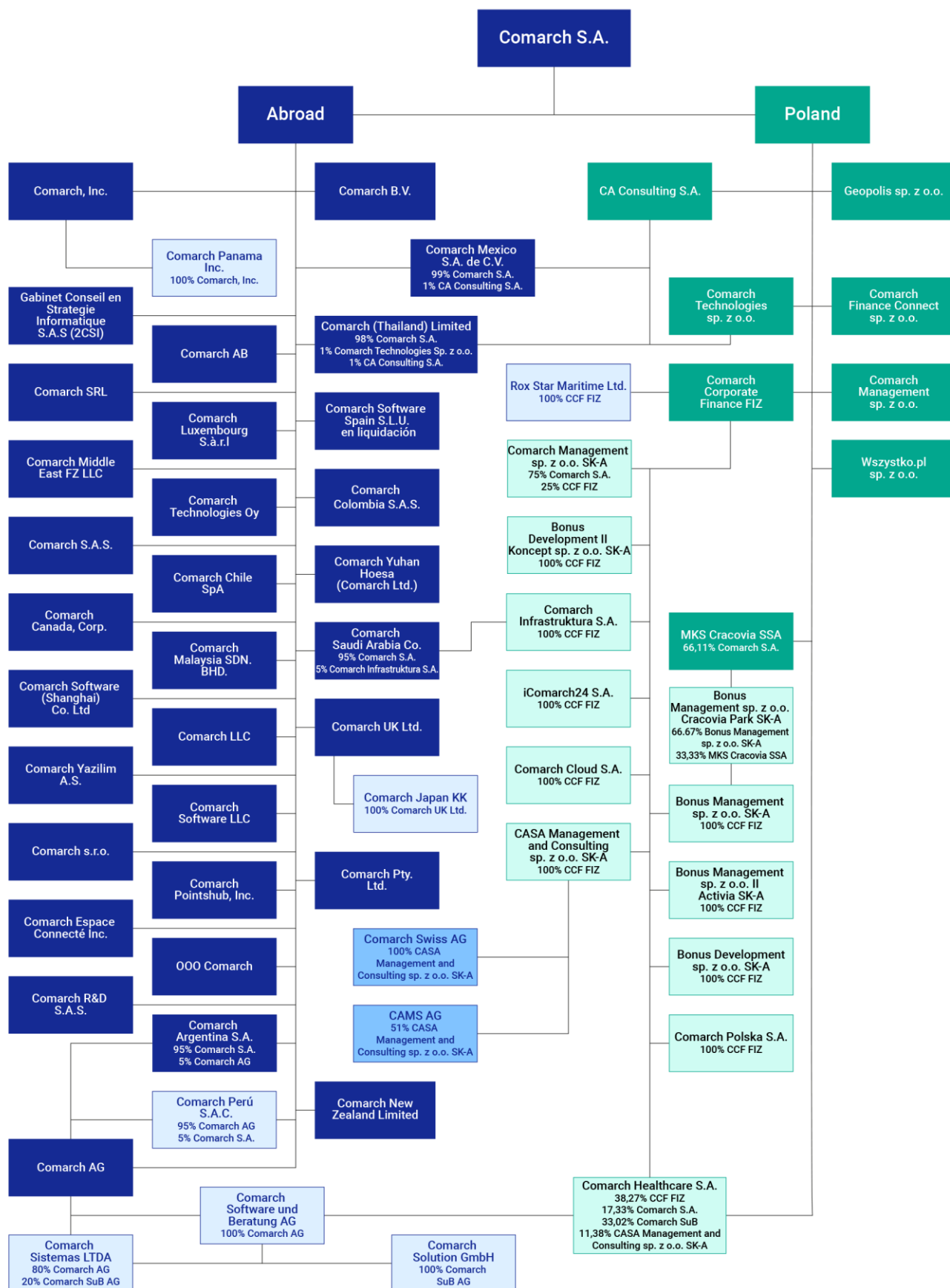
Other adjustments	-	-
Net profit less total adjustments	251,424	336,681
Income tax paid	(53,157)	(28,476)
Net cash generated (used) in operating activities	198,267	308,205
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property, plant and equipment	(56,928)	(87,818)
Proceeds from sale of property, plant and equipment	1,172	912
Purchases of intangible assets	(12,550)	(8,229)
Proceeds from disposal of investment in intangible assets	1,044	10,127
Expenses for purchase of financial assets	(175,173)	(30,454)
Expenses for investment in real estates	(18)	(4,046)
Paid loans	2,188	7,214
Repayment of granted loans	40	626
Proceeds from financial instruments	2	647
Expenses for financial instruments	(1,156)	(278)
Proceeds from financial assets	90,360	-
Other investment expenses	-	-
Net cash generated (used) in investing activities	(151,019)	(111,299)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from credits and loans	33,320	4,696
Repayments of credits and loans	(45,079)	(45,506)
Interest on credit	(2,243)	(2,765)
Interest on received loans	(72)	-
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	(23,464)	(21,249)
Other financial proceeds	516	2,297
Other financial expenses	-	-
Net cash generated (used) in financing activities	(62,772)	(74,727)
Net change in cash, cash equivalents and bank overdrafts	(15,524)	122,179
Cash, cash equivalents and bank overdrafts at beginning of the period	448,021	322,702
Positive (negative) exchange differences in cash and bank overdrafts	5,283	3,140
Cash, cash equivalents and bank overdrafts at end of the period	437,780	448,021
including limited disposal	3,144	3,,378

V. 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.

1.1. Organizational Structure of Comarch Group



100% Comarch S.A., unless otherwise indicated

On the 31st of December, 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,
- 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., Comarch Yazilim A.S., Comarch SRL, Comarch Malaysia SDN. BHD., Comarch AB, Comarch Argentina S.A., Comarch Colombia S.A.S., Comarch Japan KK, Comarch Saudi Arabia Co., Comarch Mexico S.A. de C.V., Comarch Yuhon Hoesa (Comarch Ltd.), Comarch (Thailand) Limited LTD, Comarch BV, Comarch Software (Shanghai) Co. Ltd, Comarch New Zealand LTD and 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 mainly in the public sector 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. conduct 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,
- 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 development and investment activity in the real estates,
- Comarch Healthcare S.A. produces and sells IT software related to medicine, provides medical and diagnostic services, as well as produces and provides complex IT solutions for medicine,
- 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,
- Rox Star Maritime Ltd. conducts activities related to yacht charter,
- 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. conducts preparations for the launch of an e-commerce portal under the name Wszystko.pl,
- Geopolis sp. z o.o. – is currently not operating, in January 2021, a bankruptcy petition was filed, dismissed in December 2021,
- Comarch Software Spain S.L.U. en liquidación- is currently not operating, during the winding-up procedure,
- Comarch s.r.o., Comarch Espace Connecté Inc., Comarch Peru S.A.C. and CAMS AG are currently not operating.

1.3. Changes in Ownership and Organisational Structure in Q4 2021

- On the 28th of October, 2021, Comarch S.A acquired 567 series C investment certificates issued by Comarch Corporate Finance Closed-End Investment Fund (CCF FIZ) for a total issue price of PLN 25,993,831.50,
- On the 2nd of November, 2021, Comarch Corporate Finance Closed-End Investment Fund (CCF FIZ) acquired 100% of shares in the company Rox Star Maritime Ltd. with headquarters on Malta for the amount EUR 6,540,000 (i.e. PLN 30 168 366 according to rate of 2nd of November, 2021),
- On the 25th of November, 2021, was concluded a contract for the sale of 100% of shares in Comarch Colombia S.A.S. by Comarch Software Spain S.L.U. en liquidación to Comarch S.A. for the amount EUR 680,289,31 (i.e. 3 176 134,73 according to rate of 25th of November, 2021. On the 1st of December, 2021, Comarch S.A. made a transfer as a transaction,
- The District Court in Toruń, 5th Commercial Division, by a decision dated the 29th of December, 2021, dismissed for bankruptcy petition of Geopolis sp. z o.o..

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

- On the 5th of January, 2022, the share capital of Cabinet Conseil en Strategie Informatique SAS was increased from EUR 500,000 EUR to EUR 2,000,000,
- On the 7th of February, 2022, Extraordinary Meeting of Shareholders of Comarch Management sp. z o.o. adopted a resolution to increase the company's share capital by PLN 100,000 through the issue of 1,000 new shares. The new shares were acquired entirely by Comarch S.A. After the registration of the above increase, the company will have a share capital of PLN 500,000, which will be divided into 5,000 shares, PLN 100 each,
- On the 8th of February, 2022, the share capital of Comarch Pty. Ltd. was increased from AUD 1,300,100 AUD to AUD 2,300,100 through the issue of 1,000,000 new shares. The shares were fully acquired by Comarch S.A.

2. Description of the Applied Accounting Principles

This unaudited Condensed Interim Consolidated Financial Statement of Comarch Group for the 12 months ended the 31st of December, 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 12 months ended the 31st of December, 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 12 months ended the 31st 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 12 months ended the 31st of December, 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 Financial Statements, costs that arise unevenly in the financial year are included or deferred only if the above costs should be included or deferred at the end of the financial year.

This Interim Consolidated Financial Statement for the 12 months ended the 31st of December, 2021, is prepared in thousands of Polish zloty ("PLN") and was authorized for issuance by the Management Board on the 1st of March, 2022.

Interpretations to standards applied in 2019 for the first time and continued in next 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, or later.

The Comarch Group plans to implement 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.

The Comarch Group analyses all concluded contracts in terms of meeting the criteria for considering them as leasing contracts according to IFRS 16. The Comarch Group to among the leasing contracts subject to IFRS 16 includes lease agreements for buildings and office space, the right of 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 1,392 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 31st of December, 2021, the value of the right to use assets in the Comarch Group amounted to PLN 86,501 thousand and the value of lease liabilities PLN 92,438 thousand. The value of depreciation from the asset due to the right of use in 2021 amounted to PLN 21,285 thousand. The value of interest on leasing liabilities during 2021 amounted to PLN 2,152 thousand.

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

	At 31 December 2021 – published data	At 31 December 2021 –without IFRS 16
IMPACT ON THE BALANCE SHEET		
Total assets	2,111,648	2,025,147
Fixed assets	888,108	801,607
Including: Asset due to the right of use	86,501	-
Total liabilities	2,111,648	2,025,147
Total liabilities, including:	916,490	824,052
Long-term liabilities	245,187	173,772
Current liabilities	671,303	650,280
Including: Lease liabilities, including:	92,438	-
Long-term liabilities	71,415	-
Current liabilities	21,023	-
Equity attributable to the Company's shareholders	1,183,624	1,189,560
IMPACT ON THE PROFIT AND LOSS ACCOUNT		
Depreciation	92,167	71,029
Including depreciation of the right to use	21,285	-
Net profit	113,550	113,398
Net profit attributable to the company's shareholders	120,522	120,371
Total cash flow	(15,524)	(15,524)
Net cash flow from operating activities	198,267	174,959
Net cash flow from investing activities	(151,019)	(151,019)
Net cash flow from financing activities	(62,772)	(39,464)

Depreciation of assets under the right of use	12 months 2021
Leasing of means of transport and computer equipment	1,245
Rent	58,629
Perpetual usufruct	26,627
Depreciation of assets under the right of use	86,501

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 period of 12 months of 2021 amounted to approx. PLN 808 thousand.

Standards and interpretations that have already been published and approved by the EU and entered into force on 1st of January, 2021 or later

- **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 1st of January, 2021, to annual periods beginning on or after 1st of January, 2023).
- **Amendments to IFRS 9 "Financial Instruments", IAS 39 "Financial Instruments - Recognition and Measurement", IFRS 7 "Financial Instruments - Disclosures", IFRS 4 and IFRS 16 Reform of benchmark interest rates (benchmarks) - Phase 2.** Amendments to these standards were published on the 27th of August, 2020, approved in the EU on the 1st of January, 2021. They are effective for annual periods beginning on or after 1st of January, 2021.

These changes did not have a significant impact on the Comarch Group's statements for the 12 months 2021.

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

- **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 periods beginning on or after 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 the 12th and they are effective for annual period beginning on or after the 1st of January, 2023.
- **Amendment to IFRS 16 Leasing: reliefs related to Covid-19 granted after the 30th of June, 2021** published on the 31st of March 2021, and they are effective for annual periods beginning on or after the 1st of April, 2021.
- **Amendment to IAS 12 Leasing - Income Taxes: deferred tax applies to assets and liabilities arising from a single transaction** published on the 7th of May 2021, and they are effective for annual periods beginning on or after the 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 12 months 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.à r.l	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 Ltd.
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%
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% by held 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
Rox Star Maritime Limited	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 12 Months 2021

In the Comarch Group, business segments are basic type of operating segments, however 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 12 months of 2021, the share of none of the customer exceeded 10% of total sales of the Comarch Group. Over 2021, Comarch Group 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 2022, the Comarch Group expects the distribution of sales revenue similar to that of 2021.

IT Segment	Eliminations	Total
------------	--------------	-------

12 months ended 31 December 2020	Poland	DACH market	Other markets	Investment segment	Sport Segment	Medicine Segment		
Revenue per segment- sales to external clients, including:	805,233	311,862	391,871	(741)	41,278	14,202	-	1,563,705
Sales revenue:	817,819	299,768	372,160	2,650	31,904	12,452	-	1,536,753
To customers in Telecommunication, Media, IT sector	114,504	62,525	131,012	-	-	-	-	308,041
To customers in Finance and Banking sector	181,188	41,411	36,552	-	-	-	-	259,151
To customers in Trade and services sector	63,885	31,790	136,009	-	-	-	-	231,684
To customers in Industry&Utilities	85,868	33,546	59,605	-	-	-	-	179,019
To customers in Public sector	146,191	8,350	-	-	-	-	-	154,541
To customers in small and medium enterprises sector	206,169	122,146	-	-	-	-	-	328,315
To customers in Medicine sector	19,435	-	8,933	-	-	12,452	-	40,820
To other customers	579	-	49	2,650	31,904	-	-	35,182
Other operating revenue	14,689	13,457	14,727	143	9,503	1,740	-	54,259
Finance revenue	(27,275)	(1,363)	4,984	(3,534)	(129)	10	-	(27,307)
Revenue per segment - sales to other segments	403,105	32,215	33,998	8,082	8,032	-	(485,432)	-
Revenue per segment - total *	1,208,338	344,077	425,869	7,341	49,310	14,202	(485,432)	1,563,705
Costs per segment relating to sales to external clients	707,940	281,282	352,054	2,886	40,635	14,654	-	1,399,451
Costs per segment relating to sales to other segments	403,105	32,215	33,998	8,082	8,032	-	(485,432)	-
Costs per segment - total *	1,111,045	313,497	386,052	10,968	48,667	14,654	(485,432)	1,399,451
Current taxes	(19,375)	(10,257)	(16,417)	(522)	-	-	-	(46,571)
Assets for the tax due to investment allowances and other tax relief	(614)	1,321	2,238	354	(489)	-	-	2,810
Share of segment in the result of parties valued using the equity method of accounting	-	-	-	-	-	-	-	-
Net result, including:	77,304	21,644	25,638	(3,795)	154	(452)	-	120,493
Result attributable to shareholders of the parent company	77,304	21,644	25,638	(3,628)	125	(452)	-	120,631
Result attributable to minority interest	-	-	-	(167)	29	-	-	(138)

*) 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 31st of December, 2020, as well as investment expenditures and depreciation in during 12 months of 2020:

31 December 2020 / 12 months 2020 ended 31 December 2020

	Segment IT			Investment Segment	Sport Segment	Medicine Segment	Total
	Poland	DACH region	Other countries				
Assets	998,430	281,439	463,526	144,162	107,018	8,983	2,003,558
Liabilities	397,469	100,058	338,182	34,691	34,074	537	905,011
Investment expenditures	66,490	4,192	13,949	4,745	35,683	5,766	130,825
Depreciation	57,219	9,201	10,858	3,557	5,025	431	86,291

12 months ended 31 December 2021	Poland	IT Segment DACH market	Other markets	Investment Segment	Sport Segment	Medicine Segment	Eliminations	Total
Revenue per segment- sales to external clients, including:	838,003	297,068	428,203	8,702	25,499	32,464	-	1,629,939
Sales revenue:	851,485	291,967	423,055	2,892	23,567	31,650	-	1,624,616
To customers in Telecommunication, Media, IT sector	169,200	69,434	164,755	-	-	-	-	403,389
To customers in Finance and Banking sector	150,558	40,405	35,285	-	-	-	-	226,248
To customers in Trade and services sector	54,851	33,842	157,511	-	-	-	-	246,204
To customers in Industry&Utilities	77,507	44,177	59,808	-	-	-	-	181,492
To customers in Public sector	133,542	-	2	-	-	-	-	133,544
To customers in small and medium enterprises sector	239,524	104,076	-	-	-	-	-	343,600
To customers in Medicine sector	25,500	32	5,308	-	-	31,650	-	62,490
To other customers	803	1	386	2,892	23,567	-	-	27,649
Other operating revenue	4,593	4,681	5,687	125	2,226	814	-	18,126
Finance revenue	(18,075)	420	(539)	5,685	(294)	-	-	(12,803)
Revenue per segment - sales to other segments	449,782	27,204	36,044	8,864	7,841	-	(529,735)	-
Revenue per segment - total *	1,287,785	324,272	464,247	17,566	33,340	32,464	(529,735)	1,629,939
Costs per segment relating to sales to external clients	727,603	263,204	390,412	3,732	45,788	26,414	-	1,457,153
Costs per segment relating to sales to other segments	449,781	27,205	36,044	8,864	7,841	-	(529,735)	-
Costs per segment - total *	1,177,384	290,409	426,456	12,596	53,629	26,414	(529,735)	1,457,153
Current taxes	(23,413)	(9,847)	(21,798)	(583)	-	-	-	(55,641)
Assets for the tax due to investment allowances and other tax relief	(1,770)	(1,406)	(645)	(144)	370	-	-	(3,595)
Share of segment in the result of parties valued using the equity method of accounting	-	-	-	-	-	-	-	-
Net result, including:	85,218	22,610	15,348	4,243	(19,919)	6,050	-	113,550
Result attributable to shareholders of the parent company	85,218	22,610	15,348	4,250	(12,954)	6,050	-	120,522
Result attributable to minority interest	-	-	-	(7)	(6,965)	-	-	(6,972)

*) 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 31st of December, 2021, as well as investment expenditures and depreciation in during 12 months of 2021:

31 December 2021 / 12 months ended 31 December 2021

	IT Segment			Investment Segment	Sport Segment	Medicine Segment	Total
	Poland	DACH Region	Other countries				
Assets	1,064,140	269,287	521,803	141,213	105,236	9,969	2,111,648
Liabilities	395,017	94,823	359,012	34,397	31,541	1,700	916,490
Investment expenditures	171,792	2,654	28,152	30,737	9,909	2,581	245,825
Depreciation	57,530	10,807	12,251	3,633	7,109	837,	92,167

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

Revenue from basic sales - activities location

	12 months ended 31 December 2021	%	12 months ended 31 December 2020	%
Poland	909,594	56.0	864,825	56.3
DACH region	291,967	18.0	299,768	19.5
Other countries	423,055	26.0	372,160	24.2
Total	1,624,616	100.0	1,536,753	100.0

Assets – activities location

	31 December 2021	%	31 December 2020	%
Poland	1,320,553	62.5	1,258,575	62.8
DACH region	269,287	12.8	281,439	14.1
Other countries	521,808	24.7	463,544	23.1
Total	2,111,648	100.0	2,003,558	100.0

Investment expenditures – activities location

	12 months ended 31 December 2021	%	12 months ended 31 December 2020	%
Poland	215,019	87.5	112,684	86.3
DACH region	2,654	1.1	4,192	3.0
Other countries	28,152	11.5	13,949	10.7
Total	245,825	100.0	130,825	100.0

3.2. Property, Plant and Equipment

	31 December 2021	31 December 2020
Lands and buildings	416,424	425,495
Means of transport and machinery	150,721	134,584
Property, plant and equipment under construction	33,130	9,589
Others	10,988	12,434
Advance money for property, plant and equipment under construction	206	56
Total	611,469	582,158

Property, plant and equipment comprise mostly real estates and machinery owned by Comarch Group. As at the 31st of December, 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 also owns 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 31th of December, 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 5,984 thousand and expenditures related to construction of Data Centre Comarch Inc. in the USA in the amount of PLN 24,946 thousand.

3.3. Asset due to the Right of Use

	31 December 2021	31 December 2020
Leasing of means of transport and IT equipment	1,245	1,837
Rent	58,629	59,269
Perpetual usufruct	26,627	27,116
Total	86,501	88,222

Value of depreciation of the asset due to the right of use in the 12 months of 2021 amounted to PLN 21,285 thousand.

3.4. Investment Real-Estate

	31 December 2021	31 December 2020
Lands	7,431	7,431
Buildings	30,767	32,443
Total	38,198	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 a lease to the entities outside the Comarch Group. As at the 31st of December, 2021, investment real-estate comprises two office buildings, placed in Krakow at 8,629 square metres of the total space, 4 residential buildings at 1,026 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:

	31 December 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, 2021 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 2021.

3.6. Others Intangible Assets

	31 December 2021	31 December 2020
Costs of finished development works	-	-
Perpetual usufruct right	37,373	37,466
Licences and software	15,652	10,859
Other	6,963	7,203
Advance money for intangible assets	-	-
Total	59,988	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 6 963 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 an 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 the 31st of December, 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 31 December 2020	-
At 1 January 2021	-
Granting loan to SolInteractive S.A.	-
Repayment of loan by SolInteractive S.A.	-
At 31 December 2021	-

3.8. Financial Assets Available for Sale

	31 December 2021	31 December 2020
Financial assets available for sale	74,184	20,001
Total	74,184	20,001

On the 31st of December, 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 31st of December, 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 the purchase price was PLN 75,000 thousand PLN and the total value of the participation units according to their valuation as at the balance sheet date was PLN 74,184 thousand.

Comarch S.A. intends to sell financial assets available for sale held as at the 31st of December, 2021, within 12 months from the balance sheet date.

After the balance sheet date

Comarch S.A. in the period from the 1st of January, 2022 to the 1st of March, 2022, sold participation units in investment funds amounted to PLN 44,761 thousand. The last available before the publication of the report valuation of participation units held by Comarch S.A. amounted to PLN 29,219 thousand. This is the valuation of participation units published by individual investment funds, valid as of the 24th of February, 2022.

3.9. Derivative Financial Instruments

a) Assets

	31 December 2021	31 December 2020
Forward foreign exchange contracts – held-for-trading	718	2,716
Transaction on change of IRS	-	-
	718	2,716
<i>Current portion</i>	413	2,119
<i>Non-current portion</i>	305	597

b) Liabilities

	31 December 2021	31 December 2020
Forward foreign exchange contracts – held-for-trading	13,064	5,958
Transaction on change of IRS	1,504	3,501
	14,568	9,459
<i>Current portion</i>	4,906	3,820
<i>Non-current portion</i>	9,662	5,639

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 31st of December, 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 31st of December, 2021, amounted to EUR 60,600 thousand, USD 20,400 thousand, NZD 4,400 thousand, GBP 2,200 thousand and JPY 60,000 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 31st of December, 2021, valuation of the IRS transaction amounted to minus PLN 136 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 31st of December, 2021, valuation of the IRS transaction amounted to minus PLN 97 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 31st of December, 2021, valuation of the IRS transaction amounted to minus PLN 730 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 31st of December, 2021, valuation of the IRS transaction amounted to minus PLN 541 thousand.

After the balance sheet date

Between the 1st of January, 2022, and the 1st of March, 2022, Comarch Group has concluded new forward contracts for the sales of currency worth EUR 12,600 thousand and USD 4,500 thousand. The total net value of open forward contracts as of the 1st of March, 2022, amounted to EUR 64,700 thousand, USD 22,200 thousand, JPY 50,000 thousand, GBP 1,800 thousand and NZD 3,600 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

	31 December 2021	31 December 2020
Deferred income tax assets		
Temporary differences	22,131	21,954
Asset due to a tax loss	6,084	5,526
Asset due to activities in Special Economic Zone ("SEZ")	8,415	8,384
Total	36,630	35,864
<i>Charged to financial result</i>	<i>36,630</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 31st of December, 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 31st of December, 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 21,199 thousand as at the 31st of December, 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 31st of December, 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 four 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 6,073 thousand, and created an asset due to temporary differences worth PLN 6,250 thousand, as well as created an asset due to tax loss in the worth PLN 783 thousand and released an asset of the same title worth PLN 225 thousand. The total effect of the above-mentioned operations on the net result of the reporting period was plus PLN 735 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 four quarters of 2021, the Comarch Group settled an asset created for the zone operations in the value of PLN 8,384 thousand which were created as at the 31st of December, 2020, as well as created the new

asset for the zone operations in the value of PLN 8,415 thousand. 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 four quarters of 2021 results is plus PLN 766 thousand.

	31 December 2021	31 December 2020
Deferred income tax provision		
Temporary differences	18,255	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	27,454	22,794
Total	51,139	46,778
<i>Charged to equity</i>	<i>5,430</i>	<i>5,430</i>
<i>Charged to financial result</i>	<i>45,709</i>	<i>41,348</i>

Due to valuation of net assets of CCF FIZ during the four quarters of 2021, a deferred tax provision was increased by PLN 4,660 thousand. At the same time, a deferred tax provision due to temporary differences was recognized in the value of PLN 3,418 thousand and dissolved in the value of PLN 3,717 thousand. The total effect of the above-mentioned operations on the net result of the four quarters of 2021 was minus PLN 4,361 thousand.

Total changes in the deferred income tax resulted in a decrease in result of PLN 3,595 thousand.

In relation to MKS Cracovia SSA and Comarch Healthcare S.A., despite 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

	31 December 2021	31 December 2020
Raw materials	3,732	2,101
Work in progress	78,661	74,814
Goods	11,249	10,437
Finished products	279	190
Advance due to finished products	390	573
Total	94,311	88,115

The cost of inventories included in 'Costs of products, goods and materials sold' in the income statement amounted to PLN 401,995 thousand (12 months ended the 31st of December 2021), PLN 426,919 thousand (12 months ended the 31st of December 2020).

Over the twelve months of 2021, Comarch Group has created write-offs that revaluated value of goods and materials worth PLN 253 thousand and has created write-offs that revaluated value of finished products worth PLN 29 thousand. The Comarch Group resolved write-offs revaluated goods and materials which had been created in the previous years and worth PLN 590 thousand.

3.12. Trade and Other Receivables

	31 December 2021	31 December 2020
Trade receivables - net	426,010	388,009
Trade receivables	491,155	457,257
Write-off revaluating receivables	(65,145)	(69,248)
Other receivables	24,698	19,284
Short-term prepayments	19,575	18,020
Other prepayments	-	-
Loans	98	4,543
Trade receivables and other receivables from related parties - net	1	2
Trade receivables and other receivables from related parties	1	2
Write-off revaluating receivables	-	-
Total	470,382	429,858
<i>Current portion</i>	<i>470,382</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 twelve months of 2021, the Comarch Group recognised a write-off due to loss in value of its trade receivables that was worth PLN 19,826 thousand and dissolved previously created write-offs worth PLN 13,246 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.

	12 months ended 31 December 2021	12 months ended 31 December 2020
Revenue from completed contracts recognized in the reporting period	110,037	106,186
Revenue from contracts not completed recognized in the reporting period	542,078	543,854
Revenue from contracts not completed recognized in the reporting period- an effect of settlement pursuant to IFRS 15	(10,310)	(11,244)
Total	641,805	638,796

Changes in settlements due to long-term contracts recognized in assets and liabilities between the 31st of December, 2020, and the 31st of December, 2021, are presented below:

	31 December 2021	31 December 2020
Long-term contracts revenue included to the balance sheet date - determined according to the progress of work	2,158,152	2,069,821
Issued invoices	(2,158,672)	(2,060,031)
Total	(520)	9,790

	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)	-	(3,493)	(3,493)
Correction of the current period	(36,424)	28,673	(7,751)
Value as at 31 December 2020	157,441	(147,651)	9,790
Change	(36,424)	(25,180)	(11,244)
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)	-	(1,967)	(1,967)
Correction of the current period	(15,056)	6,713	(8,343)
Value as at 31 December 2021	142,385	(142,905)	(520)
Change	(15,056)	4,746	(10,310)

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 31 December 2020	8,133,349	8,133,349	-	8,133,349
At 31 December 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 shares and each such share corresponds with 5 votes at the General Meeting. The conversion of registered shares into ordinary shares is allowed. In case of that registered shares are converted into ordinary 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 a 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 Fourth Quarter of 2021

On the 30th of December, 2021, the Management Board of Comarch S.A. received from the person discharging managerial responsibilities (Zbigniew Rymarczyk) notification of the transaction referred to in art. 19 par. 1 of Regulation No. 596/2014 of the European Parliament and of the Council of the 16th of April, 2014 on market abuse. The notification concerned the purchase of 500 ordinary bearer shares on the basis of price of PLN 190.50 per 1 share and 161 ordinary bearer shares on the basis of price of PLN 190.00 per 1 share which value amounted to PLN 125,840 on the 30th of December, 2021. The company announced details in the current report no. [RB-13-2021](#) (ENG: [RB-13-2021](#)) dated the 30th of December, 2021.

3.14.2. Changes in Share Capital after the Balance Sheet Date

None present.

3.15. Credits and Loans

	31 December 2021	31 December 2020
Non-current	104,564	116,760
Non-revolving credits	104,385	115,617
Revolving credits	-	-
Loans	179	1,143
Current	40,443	40,176
Non-revolving credits	38,554	34,723
Revolving credits	-	413
Loans	1,889	5,040
Total credits and loans	145,007	156,936

The value of liability 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 four quarters of 2021, the value of drawdown credits and loans granted to entities outside the Comarch Group amounted to PLN 44,668 thousand. During the four 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 no 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 31 December 2021				
Credit and loans	40,443	82,406	22,158	145,007

The maturity of non-current bank credits, loans and financial liabilities	31 December 2021	31 December 2020
Between 1 and 2 years	35,761	34,767
Between 2 and 5 years	46,645	53,065
Over 5 years	22,158	28,928
	104,564	116,760

Currency structure of the balance sheet values of credits, loans and financial liabilities	31 December 2021	31 December 2020
In Polish currency (PLN)	2,049	5,749
In EUR (equivalence in PLN)	142,958	151,187
	145,007	156,936

Effective interest rates at the balance sheet date	31 December 2021	31 December 2020
Bank credits	0.98%	1.46%
Loans	0.95%	2.44%

3.15.1. Non-Revolving Credits and Loans

Debtor Subject of financing	Financial institution	Total value of credit/loan according to the agreement		Value 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	1,696 (2,309 as at the 31 st of December, 2020)	EUR	7,800 (10,655 as at the 31 st of December, 2020)	PLN	EURIBOR1M + bank margin IRS till the 29 th of July, 2024	the 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 the 31 st of December, 2020)	EUR	0 (1,784 as at the 31 st of December, 2020)	PLN	EURIBOR1M + bank margin	the 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	3,190 (4,848 as at the 31 st of December, 2020)	EUR	14,674 (22,372 as at the 31 st of December, 2020)	PLN	EURIBOR1M + bank margin IRS till the 30 th of November, 2023	the 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	9 759 (11,340 as at the 31 st of December, 2020)	EUR	44 885 (52,330 as at the 31 st of December, 2020)	PLN	EURIBOR1M + bank margin IRS till the 29 th of February, 2028	the 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	701 (1,050 as at the 31 st of December, 2020)	EUR	3,222 (4,848 as at the 31 st of December, 2020)	PLN	EURIBOR1M + bank margin	the 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	Bank Polska Kasa Opieki S.A.	9,262	EUR	5,402	EUR	24,844	PLN	EURIBOR1M + bank margin IRS till the 31 st of May, 2030	the 31 st of May, 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.
office buildings in Lodz				(6,041 as at the 31 st of December, 2020)		(27,878 as at the 31 st of December, 2020)				
Comarch S.A.S, Comarch S.A.	BNP Paribas Bank Polska S.A	8,000	EUR	2,291	EUR	10,539	PLN	EURIBOR3M + bank margin	the 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				(3,600 as at the 31 st of December, 2020)		(16,613 as at the 31 st of December, 2020)				
Comarch S.A.	CaixaBank S.A. Branch in Poland	3,500	EUR	1,634	EUR	7,515	PLN	EURIBOR1M + bank margin	the 23 rd of August, 2023	Declaration of submission to enforcement
Comarch infrastructure modernization program				(2,567 as at the 31 st of December, 2020)		(11,843 as at the 31 st of December, 2020)				
Comarch S.A.	CaixaBank S.A. Branch in Poland	2,300	EUR	2,060	EUR	9,475	PLN	EURIBOR1M + bank margin	the 29 th of June, 2025	Declaration of submission to enforcement
Corporate purposes				(437 as at the 31 st of December, 2020)		(2,018 as at the 31 st of December, 2020)				
Comarch S.A.	CaixaBank S.A. Branch in Poland	14,500	EUR	0	EUR	0	PLN	EURIBOR1M + bank margin	the 5 th of August, 2026	Declaration of submission to enforcement
Corporate purposes				(0 as at the 31 st of December, 2020)		(2,018 as at the 31 st of December, 2020)				
Comarch S.A.	IBM Global Financing Polska sp. z o.o.	12,980	PLN			71	PLN	fixed	the 1 st of March, 2022	-
Delivery of IT equipment related to IT project realized by the Comarch Group						(2,142 as at the 31 st of December, 2020)				

Comarch Polska S.A.						379				
Delivery of IT equipment related to IT project realized by the Comarch Group	IBM Global Financing Polska sp. z o.o.	3,475	PLN			(1,274 as at the 31 st of December, 2020)	PLN	fixed	the 1 st of May, 2022	Comarch S.A. surety
Comarch S.A.						284				
Delivery of IT equipment related to IT project realized by the Comarch Group	IBM Global Financing Polska sp. z o.o.	3,139	PLN			(1,193 as at the 31 st of December, 2020)	PLN	fixed	the 1 st of May, 2022	-
Comarch S.A.						152				
Delivery of IT equipment related to IT project realized by the Comarch Group	IBM Global Financing Polska sp. z o.o.	1,825	PLN			(1,140 as at the 31 st of December, 2020)	PLN	fixed	the 1 st of March, 2022	-
Comarch S.A.						1 162				
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 the 31 st of December, 2020)	PLN	fixed	the 1 st of February, 2023	-
Comarch S.A.				4,345		19,985				a blank promissory note, registered pledge on the Subject of Financing, transfer of ownership to secure the Subject of Financing
Property, plant and equipment in use	PKO Leasing S.A.	5,000	EUR	(0 as at the 31 st of December, 2020)		(0 as at the 31 st of December, 2020)	PLN	EURIBOR1M + bank margin	the 29 th of February, 2028	
CABINET CONSEIL EN STRATEGIE INFORMATIQUE S.A.S. (2CSI)				0	EUR	0				
Financing operating activities	CAISSE D'EPARGNE	30	EUR	(24 as at the 31 st of December, 2020)		(79 as at the 31 st of December, 2020)	PLN	fixed	the 5 th of February, 2023	-
CABINET CONSEIL EN STRATEGIE INFORMATIQUE S.A.S. (2CSI)				0	EUR	0				
Financing operating activities	CAISSE D'EPARGNE	51	EUR	(21 as at the 31 st of December, 2020)		(100 as at the 31 st of December, 2020)	PLN	fixed	the 5 th of December, 2021	-

CABINET CONSEIL EN STRATEGIE INFORMATIQUE S.A.S. (2CSI)	HSBC	200	EUR	4	EUR	20	PLN	fixed	the 1 st of January, 2022	surety
Financing operating activities				(63 as at the 31 st of December, 2020)		(254 as at the 31 st of December, 2020)				

3.15.2. Current Credit Lines

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

Debtor Purpose	Financial institution	Total value of credit/loan according to the agreement		Value to be paid as at the balance sheet date				Interest conditions	Repayment date	Securities
		Value	Currency	Value	Currency	Value	Currency			
Comarch S.A. Financing operating activities	BNP Paribas Bank Polska S.A	20,000	PLN	0	PLN	0	PLN	WIBOR1M + bank margin	the 28 th of February, 2023	a blank promissory note
Comarch S.A. Financing operating activities	Bank Polska Kasa Opieki S.A.	30,000	PLN	0	PLN	0	PLN	WIBOR1M + bank margin	the 30 th of June, 2022	declaration of submission to enforcement
Comarch S.A. Financing operating activities	CaixaBank S.A., Branch in Poland	30,000	PLN	0	PLN	0	PLN	WIBOR1M + bank margin	the 31 st of May, 2022	declaration of submission to enforcement

	31 December 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

	31 December 2021	31 December 2020
Leasing of means of transport and IT equipment	1,318	1,962
Rent	63,227	64,535
Perpetual usufruct	27,893	27,790
Current portion	21,023	19,142
Non-current portion	71,415	75,145
Total	92,438	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	738	580	-	1,318
Rent	20,300	36,385	6,542	63,227
Perpetual usufruct	(16)	317	27,592	27,893
Liabilities due to lease	21,022	37,282	34,134	92,438

3.17 Other Financial Liabilities

	31 December 2021	31 December 2020
Liabilities due to dividends	-	-
Current portion	-	-
Non-current portion	-	-
Liabilities due to bills of exchange	5,450	5,249
Current portion	-	5,249
Non-current portion	5,450	-
Total	5,450	5,249

As at the 31st of December, 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 portion	3,339	13,545	12,308	43,542	122,887	-	195,621
Non-current portion	-	-	-	-	-	1,803	1,803
At 1 January 2021	3,339	13,545	12,308	43,542	122,887	1,803	197,424
Change:	2,669	(2,941)	234	5,310	(17,783)	604	(11,907)
- Provisions created	13,357	13,293	6,643	30,959	117,222	794	182,268

- Provisions used and dissolved	(10,688)	(16,234)	(6,409)	(25,649)	(135,005)	(190)	(194,175)
At 31 December 2021	6,008	10,604	12,542	48,852	105,104	2,407	185,517
Current portion	6,008	10,604	12,542	48,852	105,104	-	183,110
Non-current portion	-	-	-	-	-	2,407	2,407

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

3.19. Trade and Other Payables

	31 December 2021	31 December 2020
Trade payables	49,502	51,094
Advance payments received due to services and supplies	5,223	4,447
Trade payables and other liabilities to related parties	350	350
Liabilities due to social insurance and other tax charges	93,568	77,266
Investments liabilities	12,957	1,878
Revenue from the future periods	39,014	39,934
Other payables	6,097	7,298
Special funds (Social Services Fund and Residential Fund)	1,291	1,327
Liabilities due to remuneration	34,897	32,534
Total	242,899	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 31st of December, 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 83,505 thousand, whereas it was PLN 91,066 thousand on the 31st of December, 2020.

On the 31st of December, 2021, the value of bank guarantees issued by banks on order from Comarch Software und Beratung was EUR 422 thousand (i.e. PLN 1,943 thousand), whereas it was EUR 422 thousand (i.e. PLN 1,949 thousand) on the 31st of December, 2020.

On the 31st of December, 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 the 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).

	31 December 2021	31 December 2020
Granted credit lines for financing of current activities (guarantees, letters of credit, credit lines in current account)		
Credit lines*	206,439	245,504
Total	206,439	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 value of third-party claims is PLN 29,505 thousand. Provisions for part of these claims were presented in the balance sheet as at the 31st of December, 2021, and are worth PLN 1,712 thousand. During the four quarters of 2021, the Comarch Group created provisions for claims covered by legal proceedings worth PLN 72 thousand and resolved provisions in this respect worth PLN 417 thousand.

The Comarch Group is the party to the matters in disputes, but not legal proceedings in which the potential total value of third-party claims is PLN 20,163 thousand. Provisions for part of these claims presented in the balance sheet as at the 31st of December, 2021, and are worth PLN 5,958 thousand. During the four quarters of 2021, the Comarch Group created provisions for matters in disputes, but not legal proceedings worth PLN 3,583 thousand and resolved provisions in this respect worth PLN 666 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 four quarters of 2021, the Comarch Group created write-offs that revalue receivables in the amount of PLN 377 thousand.

Due to the matters in disputes, but not legal proceedings during the four quarters of 2021, the Comarch Group created write-offs that revalue receivables in the amount of PLN 405 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

	12 months ended 31 December 2021	12 months ended 31 December 2020
Revenue from sales of goods		
SolInteractive S.A.	-	-
Revenue from sales of services		
SolInteractive S.A.	13	16
Total	13	16

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

	12 months ended 31 December 2021	12 months ended 31 December 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

	31 December 2021	31 December 2020
Receivables from related parties	1	2
SolInteractive S.A.	1	2
Payables from related parties	-	-
SolInteractive S.A.	-	-

3.23.4. Transactions with Associates and Personally Related Entities

	12 months ended 31 December 2021	12 months ended 31 December 2020
Purchases from personally related entities	3,606	3,346
Sales to personally related entities	1,765	1,736
Loans and interest on loans repaid by personally related entities	55	6,762
Loans and interest on loans granted to personally related entities	-	-
Purchases from associates	-	-
Sales to associates	13	16
Loans and interest on loans repaid by associates	-	577
Loans and interest on loans granted to associates	-	-
Purchases from personally related entities	-	-

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

	31 December 2021	31 December 2020
Trade receivables from personally related parties	504	430
Loans receivables from personally related parties	4,735	4,677
Trade payables to personally related parties	430	353
Liabilities due to promissory note obligations from personally related parties	5,450*	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

	12 months ended 31 December 2021	12 months ended 31 December 2020
Net profit for the period attributable to equity holders of the Company	120,522	120,631
Weighted average number of shares in issue	8,133,349	8,133,349
Basic earnings per share (PLN)	14.82	14.83
Diluted number of shares	8,133,349	8,133,349
Diluted earnings per share (PLN)	14.82	14.83

Basic earnings per share in the column "12 months ended 31 December 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 31st of December, 2021, by the weighted average number of shares in issue between the 1st of January, 2021, to the 31st of December, 2021, where the number of days is the weight. Basic earnings per share in the column "12 months ended 31 December 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 31st of December, 2020, by the weighted average number of shares in issue between the 1st of January, 2020, to the 31st of December, 2020, where the number of days is the weight.

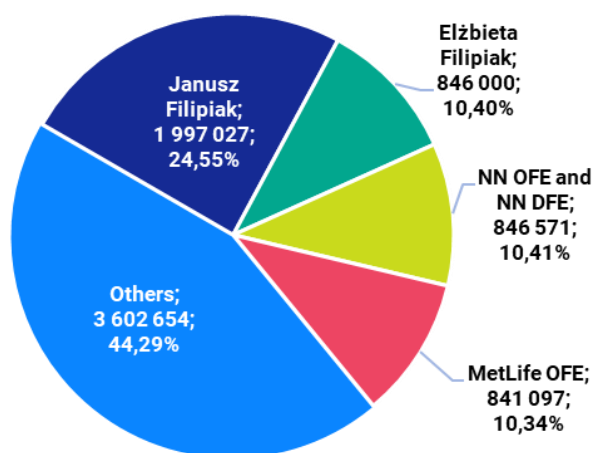
Diluted earnings per share in the column "12 months ended 31 December 2021" is calculated by dividing the net consolidated profit attributable to shareholders of Comarch S.A. for the period from the 1st of January, 2021, to the 30th of September, 2021, by the sum of the weighted average number of shares in issue between the 1st of January, 2021, to the 31st of December, 2021, where the number of days is the weight and diluted number of shares. Diluted earnings per share in the column "12 months ended 31 December 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 31st of December, 2020, by the sum of the weighted average number of shares in issue between the 1st of January, 2020, to the 31st of December, 2020, where the number of days is the weight.

4. Additional notes

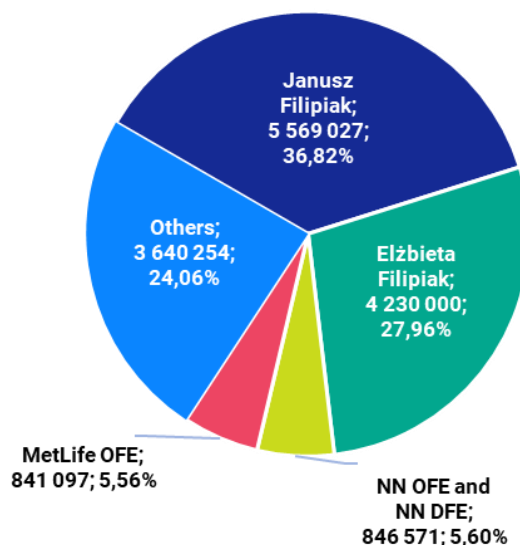
4.1. Information about Shareholders Holding at Least 5% of the Total Number of Votes at Comarch S.A. General Meeting and Shares Held by Members of the Management Board and the Board of Supervisors

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 the 1st of March, 2022

Shareholding - number of shares



Shareholding - number of votes



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

On the 30st of December, 2021 The Management Board of Comarch S.A. received from a person acting as a managing person (Zbigniew Rymarczyk) a notification of transactions referred to in Article 19 par. 1 of the Regulation of the European Parliament and the EU Council No. 596/2014 dated the 16th of April, 2014, on market abuse. On the 30th of December, 2021, the notification related to the acquisition of 500 ordinary bearer shares at a price of PLN 190,50 per share and 161 ordinary bearer shares at a price of PLN 190,00 per share with a total value of PLN 125,840. The company announced details in the current report no. [RB-13-2021](#) (ENG: [RB-13-2021](#)) dated the 30th of December, 2021.

4.1.3. Changes in Significant Holdings of Comarch S.A. Shares from the Publication of the Last Periodical Report, i.e., the 17th of November, 2021

Entity	At 1 March 2022				At 17 November 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 the 17th of November, 2021 and the 1st of March, 2022

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 three quarters 2021 was published, i.e. on the 17th of November, 2021, and on the 1st of March, 2022, pursuant to the information possessed by the Company.

Members of the Management Board and the Board of Supervisors		Position	At 1 March 2022		At 17 November 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	34,661	0.23	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

In the four 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 6,073 thousand, as well as an asset due to temporary differences was recognised in the value of PLN 6,250 thousand and asset due to tax loss was created in the value of PLN 783 thousand and was released in the value of PLN 225 thousand. The total effect of changes in the deferred tax on the net result of the Comarch Group in 12 months of 2021 amounted to plus PLN 735 thousand.

In the four quarters of 2021, the Comarch Group settled in part an asset released for the zone operations in the value of PLN 8,384 thousand that was created as at the 31st of December, 2020 and a new asset was created

due to the same in the amount of PLN 8,415 thousand. The total effect of changes in the deferred tax on the net result of the Comarch Group in the four quarters of 2021 amounted to plus PLN 766 thousand.

In connection with the valuation of the net asset value of CCF FIZ, the provision was increased by PLN 4,660 thousand in the four quarters of 2021. At the same time, a deferred tax provision due to temporary differences was recognised in the amount of PLN 3,418 thousand and dissolved in the amount of PLN 3,717 thousand. The total effect of the all-above-mentioned operations on the net result of the four quarters of 2021 amounted to minus PLN 4,361 thousand.

Total changes in deferred tax resulted in a decrease in net profit of PLN 3,595 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 31st of December, 2021, increased revenue and operating profit of Comarch Group in the four quarters of 2021 by PLN 7,915 thousand (while in the corresponding period of 2020 increased by PLN 12,781 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 the four quarters of 2021, decreased the result of Comarch Group by PLN 4,524 thousand (while in the corresponding period of 2020 decreased by PLN 20,616 thousand). Exchange rate differences from other activities increased the result of Comarch Group by PLN 2,218 thousand (while in the corresponding period of 2020 decreased by PLN 10,550 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 net result by PLN 7,484 thousand (while in the corresponding period of 2020 decreased by PLN 10,174 thousand).

The total effect of exchange rate differences and valuation of derivative financial instruments on the net result of the Comarch Group in the four quarters of 2021 amounted to minus PLN 1,875 thousand (minus PLN 28,559 thousand in 12 months of 2020).

4.2.3. Creation of Write-Offs for Bad Debts

In the four quarters of 2021, the Group created impairment losses on trade receivables in the amount of PLN 19,826 thousand and dissolved previously created write-offs in the amount of PLN 13,246 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 Fourth Quarter of 2021

None present.

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

4.4.1. Dates of Periodical Financial Reports in 2022

On the 4th of January, 2022, in the current report no. [RB-1-2022](#) (ENG: [RB-1-2022](#)) Comarch S.A.'s Management Board set dates of periodical financial reports in 2022:

Consolidated quarterly reports which include condensed consolidated financial statements and condensed financial statements:

- 1) Q4 2021 - on the 1st of March, 2022
- 2) Q1 2022 - on the 20th of May, 2022
- 3) Q2 2022 - Pursuant to §79 sec. 2 of the Regulation issued by the Minister of Finance concerning current and periodical information pertaining to companies traded on the stock exchange and on the conditions for recognizing the equivalence of information required by legal regulations binding in a country which is not a member state, Comarch S.A. will not publish quarterly report for the second quarter of 2022
- 4) Q3 2022 - on the 17th of November, 2022.

ANNUAL AND HALF-YEAR REPORTS:

- 1) Annual report for 2021 - on the 29th of April, 2022
- 2) Consolidated annual report for 2021 - on the 29th of April, 2022
- 3) Consolidated half-year report which includes condensed consolidated financial statement and condensed financial statement for the first half of 2022 - on the 31st of August, 2022.

4.4.2. Forward Contracts Concluded after the Balance Sheet Date

Between the 1st of January, 2022, and the 1st of March, 2022, Comarch Group has concluded new forward contracts for the sales of currency worth EUR 12,600 thousand, USD 4,500 thousand. The total net value of open forward contracts as of the 1st of March, 2022, amounted to EUR 64,700 thousand, USD 22,200 thousand, JPY 50,000 thousand, GBP 1,800 thousand and NZD 3,600 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 fourth 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 value of third-party claims is PLN 29,505 thousand.

The Comarch Group is the party to the matters in disputes, but not legal proceedings in which the potential total value of third-party claims is PLN 20,163 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 liability 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 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 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 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 Comarch S.A. and is valid for the duration of the contract.
- 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 Company 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 Company 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, including a re-vaccination (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.

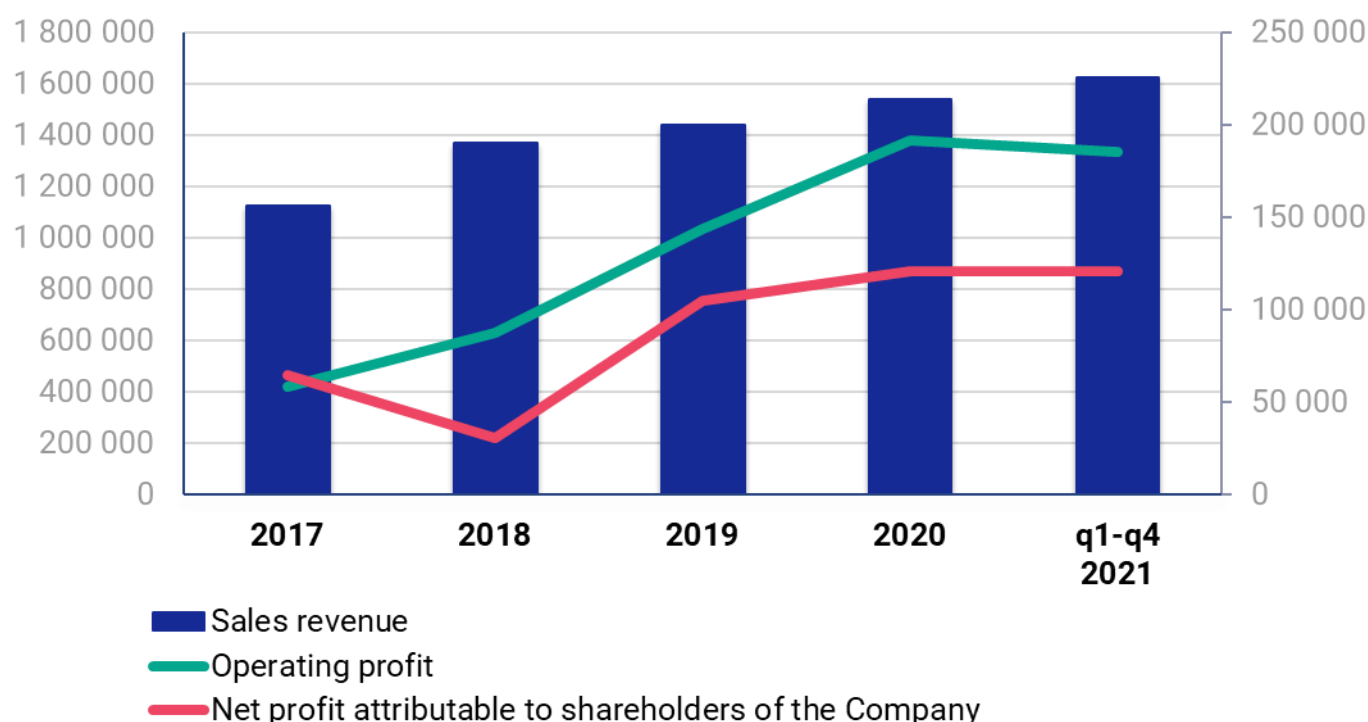
4.9.2 Influence of the Political and Economic Situation in Ukraine and Russia on the Activities and Financial Results of the Comarch Group

In reference to the recommendations of the Polish Financial Supervision Authority dated the 25th of February, 2022, the Management Board of Comarch S.A. informs that they monitor the impact of the political and economic situation in Ukraine and Russia on the Comarch Group's operations on an ongoing basis.

The Management Board of the Company informs that as at the date of publication of this report, the operating activities of the Group are conducted without disruptions, and the effects of the Russian invasion of Ukraine do not have a significant negative impact on the economic situation of Comarch Group. Activity of Comarch is very well diversified geographically and in terms of products, the company conducts projects in over 60 countries on 6 continents. Sales to customers from Ukraine and Russia accounted for 1.5% of the Comarch Group's total revenue in 2021. The Comarch Group's teleinformation infrastructure is also very well diversified and constantly improved. Comarch invariably remains a stable workplace and business partner for customers all over the world.

5. Significant Achievements and Failures as well as Factors and Events with Considerable Impact on the Financial Results of the Comarch Group in the Fourth 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 fourth quarter of 2021, the Comarch Group generated sales revenue of value PLN 517,369 thousand PLN, higher by PLN 43,075 thousand, i.e. by 9.1%, from that achieved in the fourth quarter of 2020. Operating profit amounted to PLN 61,827 thousand and was lower by PLN 11,839 thousand, i.e. by 16.1% than in the fourth quarter of 2020. The net result attributable to the shareholders of the parent company in the fourth quarter of 2021 amounted to PLN 35,640 thousand and was lower by PLN 18,016 thousand, i.e. by 33.6% than in the fourth quarter of 2020. EBIT margin in the reporting period was +12.0%, while net margin +6.9%. In the fourth quarter of 2021, the Comarch Group generated EBITDA of PLN 89,018 thousand, that is lower by PLN 6,058 thousand, i.e. by 6.4% compared to the same period of the previous year.

The profitability of the Comarch Group's operations in the fourth quarter of 2021 was lower 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 decreased the operating result in the described period by PLN 1,457 thousand, while in the similar period of the previous year they increased it by PLN 2,452 thousand,

- increase in domestic sales revenue, which amounted to PLN 37,876 thousand (i.e. of 18.3%), resulting from increased sales to customers in the SMEs and the Medicine sector, but also to customers of the Telecommunications sector in Poland. In the fourth quarter of 2021, domestic sales constituted 47.2% of the total revenue of the Comarch Group,
- increase in foreign sales of PLN 5,199 thousand, i.e. of 1.9%, which was mainly the result of higher sales to customers in the Telecommunications sector. In the fourth quarter of 2021, foreign sales constituted 52.8% of the total revenue of the Comarch Group,
- occurrence of negative balance sheet valuation of financial instruments, disposal of securities and financial assets, as well as due to exchange rate differences on credits and loans taken in foreign currencies the value of which amounted to minus PLN 7,701 thousand in the reporting period, while in the fourth quarter of the previous year it amounted to minus PLN 7,940 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 12.8% compared to the fourth quarter 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 fourth quarter of 2021 amounted to PLN 22,330 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 plus PLN 5,461 thousand in the fourth 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 fourth quarter of 2021 by PLN 5,272 thousand.

In the fourth quarter of 2021, employment in the Comarch Group increased by 53 people.

Within four quarters of 2021, the Comarch Group generated sales revenue in the amount of PLN 1,624,616 thousand. They were higher by PLN 87,863 thousand, i.e. 5.7% than those achieved in 2020. Operating result amounted to PLN 185,589 thousand and was lower by PLN 5,972 thousand i.e. by 3.1% than within 2020. Net result attributable to the shareholders of the parent company was PLN 120,522 thousand and was at the level of the previous year (decreased by PLN 109 thousand, i.e. by 0.1%). The EBIT margin was +11.4% and net margin amounted to 7.4%. During the described period, the Comarch Group generated EBITDA in the amount of PLN 277,756 thousand comparable to that achieved in the previous year.

The results achieved by the Comarch Group in within four 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 3,391 thousand while in the similar period previous year decreased by PLN 7,835 thousand,
- increase in domestic sales revenue of PLN 49,040 thousand, (i.e. of 7.7%), as a result of increased sales to customers in the SMEs Poland and Medicine but also to customers of the Telecommunications sector in Poland. Within four quarters of 2021, domestic sales constituted 42.3% of the total revenue of the Comarch Group,
- increase in foreign sales of PLN 38,823 thousand, i.e. of 4.3%, which was mainly the result of higher sales to customers in the Telecommunications sector. Over four quarters of 2021, foreign sales constituted 57.7% of the total revenue of the Comarch Group,
- occurrence of negative balance sheet valuation of financial instruments, disposal of securities and financial assets, as well as due to exchange rate differences on credits and loans taken in foreign

currencies the value of which amounted to minus PLN 6,907 thousand in the reporting period while in the four quarters of the previous year it amounted to minus PLN 21,769 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 8.3% compared to 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 four quarters of 2021 amounted to PLN 55,641 thousand,
- creation and release of write-offs for doubtful trade receivables, which reduced the Group's operating result by PLN 6,580 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 PLN 1,350 thousand in the four 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 four quarters of 2021 by PLN 21,285 thousand.

The Comarch Group's financial result in subsequent periods will be significantly affected by: business cycle and the political situation in the world, 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 four quarters of 2021, the employment in the Comarch Group increased by 4.0%. As at the 31st of December, 2021, the Comarch Group employed 6,723 people, i.e. by 261 people more than as at the 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 fourth quarter of 2021 and previous periods, the financial situation of the Comarch Group is stable and guarantees security of operations in the event of a changing political and economic situation in Poland and in the world. This is particularly important in view of the Russian invasion of Ukraine in February 2022 and the development of the Covid-19 pandemic and the social, political, economic effects it causes.

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:

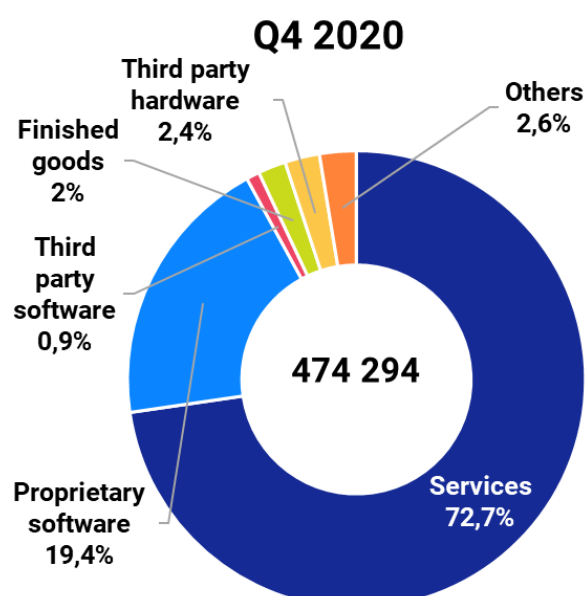
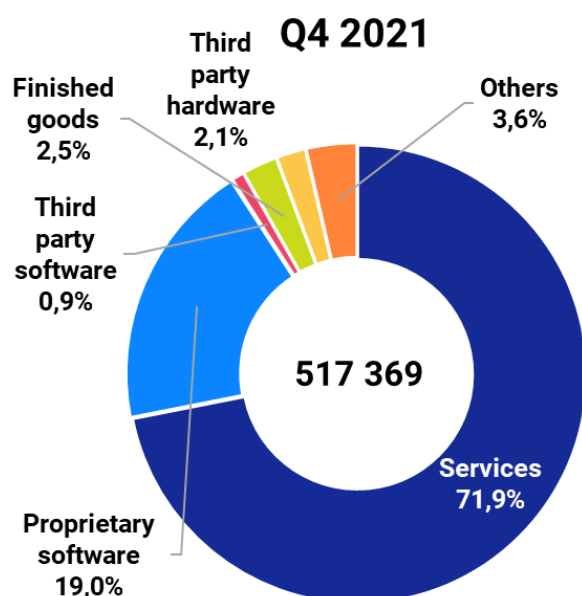
- significant investments in human capital,
- development and sales of IT solutions based mostly on own products,
- development of sales on foreign markets, in particular in Western Europe, Asia and Oceania, and North America,
- continuous improvement of operational efficiency by improving procedures and cost rationalization,
- developing further business areas, especially in the field of telemedicine, Internet of Things (IoT), e-commerce services and services related to the financial market,
- 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	Q4 2021	%	Q4 2020	%	Change PLN	Change %
Services	372,200	71.9	344,793	72.7	27,407	7.9
Proprietary software	98,272	19.0	91,839	19.4	6,433	7.0
Third party software	4,385	0.9	4,441	0.9	-56	-1.3
Finished goods	12,684	2.5	9,290	2.0	3,394	36.5
Third party hardware	11,075	2.1	11,629	2.4	-554	-4.8
Others	18,753	3.6	12,302	2.6	6,451	52.4
Total	517,369	100.0	474,294	100.0	43,075	9.1

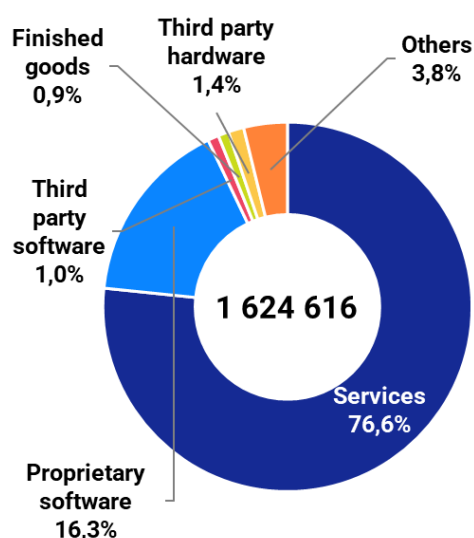
In the fourth quarter of 2021, products sales structure of revenue did not change significantly. Revenue from sales of services increased by 7.9%, i.e. by PLN 27,407 thousand. Sales of services accounted for 71.9% of total sales revenue of the Comarch Group. Revenue from sales of proprietary software increased by PLN 6,433 thousand, i.e. by 7.0%. The value of revenue from sales of third-party software was at the level of the previous year. The value of sales of finished goods was higher by PLN 3,394 thousand, i.e. by 36.5% than in the fourth quarter of 2020. Sales of third-party hardware was lower by PLN 554 thousand i.e. by 4.8% compared to the fourth quarter of 2020. The value of other sales was higher by PLN 6,451 thousand, i.e. by 52.4%, the increase was mainly due to the development of sales of medical services.



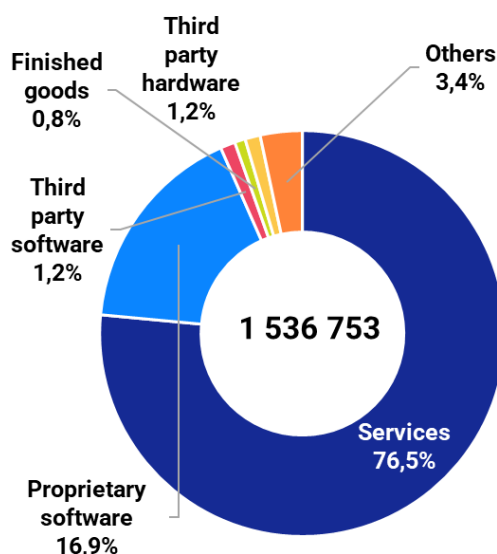
Products sales structure	12 months ended 31 December 2021	%	12 months ended 31 December 2020	%	Change PLN	%
Services	1,244,797	76.6	1,175,323	76.5	69,474	5.9
Proprietary software	264,840	16.3	259,952	16.9	4,888	1.9
Third party software	15,728	1.0	18,219	1.2	-2,491	-13.7
Finished goods	15,038	0.9	13,104	0.8	1,934	14.8
Third party hardware	22,086	1.4	18,597	1.2	3,489	18.8
Others	62,127	3.8	51,558	3.4	10,569	20.5
Total	1,624,616	100.0	1,536,753	100.0	87,863	5.7

Likewise, in the period of 12 months of 2021, Group's products sales structure was not changed significantly compared to the same period in 2020. The value of sales of services increased by 69,474 thousand, i.e. by 5.9%. Revenue from sales of proprietary software increased by PLN 4,888 thousand, i.e. by 1.9% compared to the previous year. Sales of own finished goods increased compared to the previous year (by PLN 1,934 thousand, i.e. by 14.8%), also sales of third-party hardware increased, an increase in revenue of PLN 3,489 thousand (of 18.8%). Revenue from sales of third-party software decreased by PLN 2,491 thousand, i.e. by 13.7%. During the 12 months of 2021, other sales increased by PLN 10,569 thousand, i.e. by 20.5%.

Q1-Q4 2021



2020

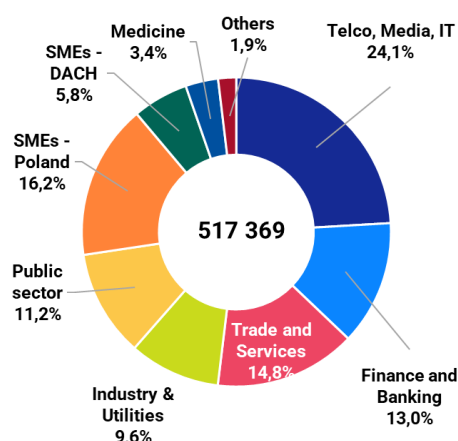


Market sales structure (in thousands of PLN)

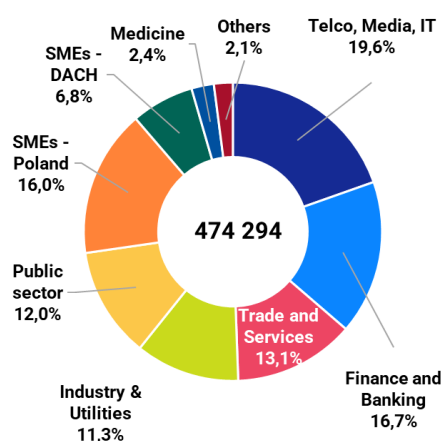
Market sales structure	Q4 2021	%	Q4 2020	%	Change PLN	Change %
Telecommunications, Media, IT	124,576	24.1	92,941	19.6	31,635	34.0
Finance and Banking	67,436	13.0	79,325	16.7	-11,889	-15.0
Trade and Services	76,638	14.8	62,184	13.1	14,454	23.2
Industry & Utilities	49,368	9.6	53,650	11.3	-4,282	-8.0
Public sector	57,751	11.2	56,784	12.0	967	1.7
Small and Medium-Sized Enterprises - Poland	83,927	16.2	75,795	16.0	8,132	10.7
Small and Medium-Sized Enterprises - DACH	30,210	5.8	32,372	6.8	-2,162	-6.7
Medicine	17,678	3.4	11,518	2.4	6,160	53.5
Others	9,785	1.9	9,725	2.1	60	0.6
Total	517,369	100.0	474,294	100.0	43,075	9.1

In the fourth quarter of 2021, the value of sales revenue of the Comarch Group to recipients from the TMT sector amounted to PLN 124,576 thousand, which means an increase of PLN 31,635 thousand (i.e. of 34.0%) compared to the fourth quarter of 2020. In the fourth quarter of 2021, customers in the finance and banking sector purchased products and services worth PLN 67,436 thousand, i.e. lower by PLN 11,889 thousand, i.e. by 15.0% 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 8,132, i.e. by 10.7% and reached the value of PLN 83,927 thousand. Decrease in sales to customers in the SME sector in the DACH region, amounted to PLN 2,162 thousand, i.e. 6.7%. Sales revenue from customers in the trade and services sector increased by PLN 14,454 thousand, i.e. by 23.2%, In the case of customers in the industry & utilities, sales revenue decreased by PLN 4,282 thousand, i.e. by 8.0% and amounted to PLN 49,368 thousand. In the fourth quarter of 2021, sales revenue from public entities remained at the last year's level. In the discussed period, revenue from sales to customers in the medical sector increased significantly by PLN 6,160 thousand, i.e. by 53.5% due to the growing sales of IT solutions and medical services. Revenue from sales to other customers remained at the last year's level.

Q4 2021



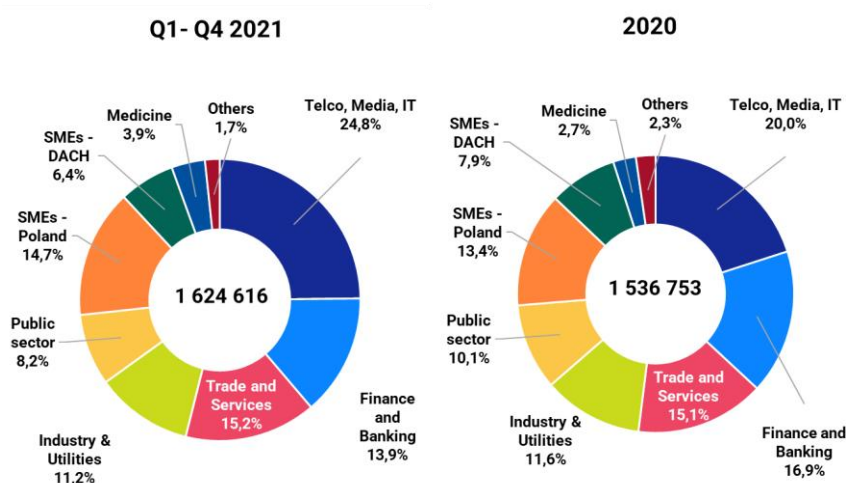
Q4 2020



Market sales structure	12 months ended 31 December 2021	%	12 months ended 31 December 2020	%	Change PLN	Change %
Telecommunications, Media, IT	403,389	24.8	308,041	20.0	95,348	31.0
Finance and Banking	226,248	13.9	259,151	16.9	-32,903	-12.7
Trade and Services	246,204	15.2	231,684	15.1	14,520	6.3
Industry & Utilities	181,492	11.2	179,019	11.6	2,473	1.4
Public sector	133,544	8.2	154,541	10.1	-20,997	-13.6
SMEs - Poland	239,524	14.7	206,169	13.4	33,355	16.2
SMEs - DACH	104,076	6.4	122,146	7.9	-18,070	-14.8
Medicine	62,490	3.9	40,820	2.7	21,670	53.1
Others	27,649	1.7	35,182	2.3	-7,533	-21.4
Total	1,624,616	100.0	1,536,753	100.0	87,863	5.7

In the period of 12 months of 2021, the value of sales revenue of the Comarch Group to recipients from the TMT sector amounted to PLN 403,389 thousand, which means an increase of PLN 95,348 thousand (i.e. of 31.0%) compared to 2020. Customers in the finance and banking sector purchased products and services worth PLN 226,248 thousand, lower than that achieved in the corresponding period of the previous year by PLN 32,903 thousand, i.e. by 12.7%. Sales to customers in the trade and services sector increased by PLN 14,520 thousand, i.e. by 6.3% compared to the corresponding period of 2020. Revenue from sales to recipients from the industry and utilities sector increased by PLN 2,473 thousand, i.e. by 1.4%. Revenue from sales to recipients from the public sector decreased by PLN 20,997 thousand, i.e. by 13.6%. There was a significant increase in revenue in the case of sales to the medical sector (an increase of PLN 21,670 thousand, i.e. of 53.1%). Customers in the SME-Poland sector purchased products and services worth PLN 33,355 thousand, i.e. higher by 16.2% 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 18,070 thousand, i.e. of 14.8%). Sales to other customers decreased by PLN 7,533 thousand, i.e. by 21.4%.

The business situation within 12 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.

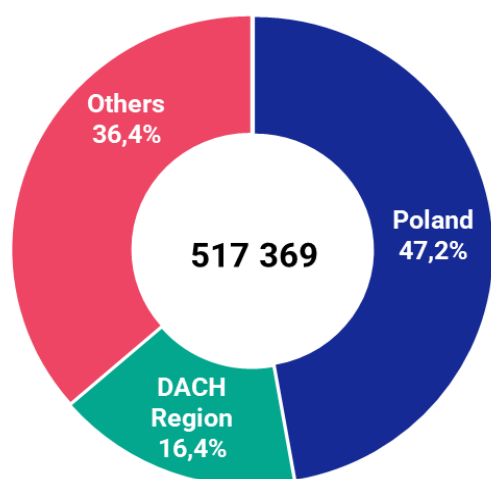


Geographical sales structure (in thousands of PLN)

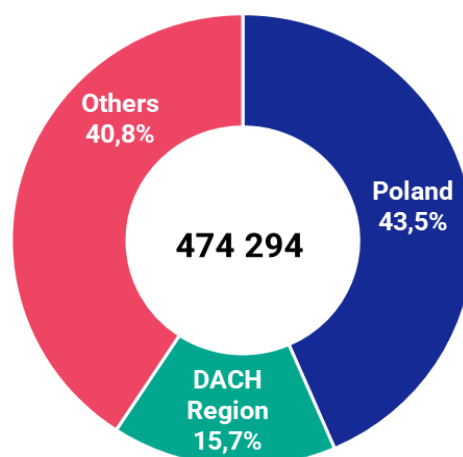
Geographical sales structure	Q4 2021	%	Q4 2020	%	Change in PLN	Change %
Domestic (Poland)	244,342	47,20	206,466	43,5	37,876	18,3
Export	273,027	52,80	267,828	56,5	5,199	1,9
Total	517,369	100,0	474,294	100,0	87,863	5,7

In the fourth quarter of 2021, the Comarch Group recorded an increase in sales revenue both on the domestic and foreign markets. The value of revenue from domestic sales increased by PLN 37,876 thousand, i.e. by 18,3% compared to the fourth quarter of 2020. It was caused, among others, by greater sales to clients from the SME-Poland, Medicine sectors, as well as from the telecommunication sector in Poland. In the discussed period, the Comarch Group recorded an increase of export sales revenue, that is of PLN 5,199 thousand (i.e. of 1,9%) more than in the fourth quarter of the previous year. This is mostly the result of higher sales to recipients from the telecommunication sector. In the fourth quarter of 2021, export sales constituted 52,8% of the Comarch Group's total revenue.

Q4 2021



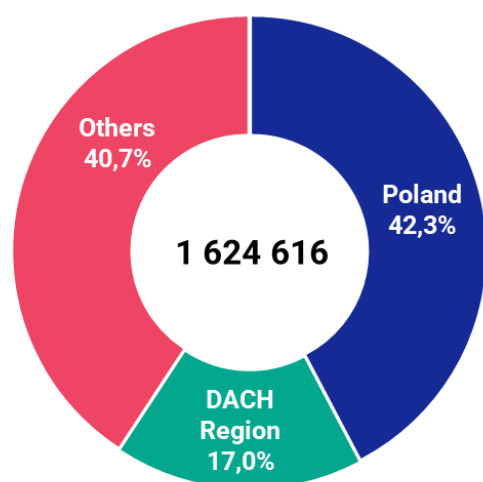
Q4 2020



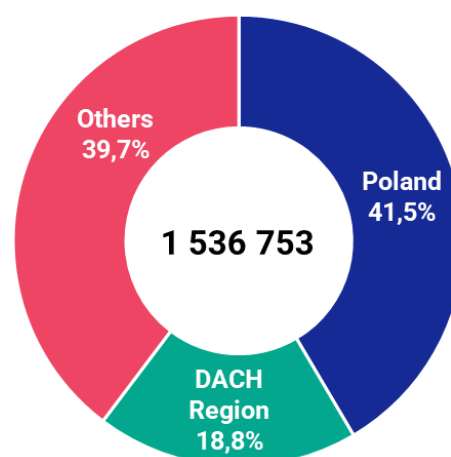
Geographical sales structure	12 months 2021	%	12 months 2020	%	Change in PLN	Change %
Domestic (Poland)	686,983	42,30	637,943	41,5	49,040	7,70
Export	937,633	57,70	898,810	58,5	38,823	4,30
Total	1,624,616	100,0	1,536,753	100,0	87,863	5,7

Within 12 months of 2021, domestic sales of the Comarch Group amounted to PLN 686,983 thousand, and was higher by PLN 49,040 thousand, i.e. by 7.7% more than 2020. That was caused by an increase in sales to the SME - Poland and Medicine sectors also to clients from the telecommunications sector in Poland. Export sales during 12 months of 2021 amounted PLN 937,633 and was higher by PLN 38,823 thousand (i.e. by 4,3%) than in the previous year. It is mainly related to the increase in sales revenue to recipients from telecommunications sector. In the period of 12 months of 2021, export sales accounted for 57,7% of the Comarch Group's total revenue.

Q1-Q4 2021

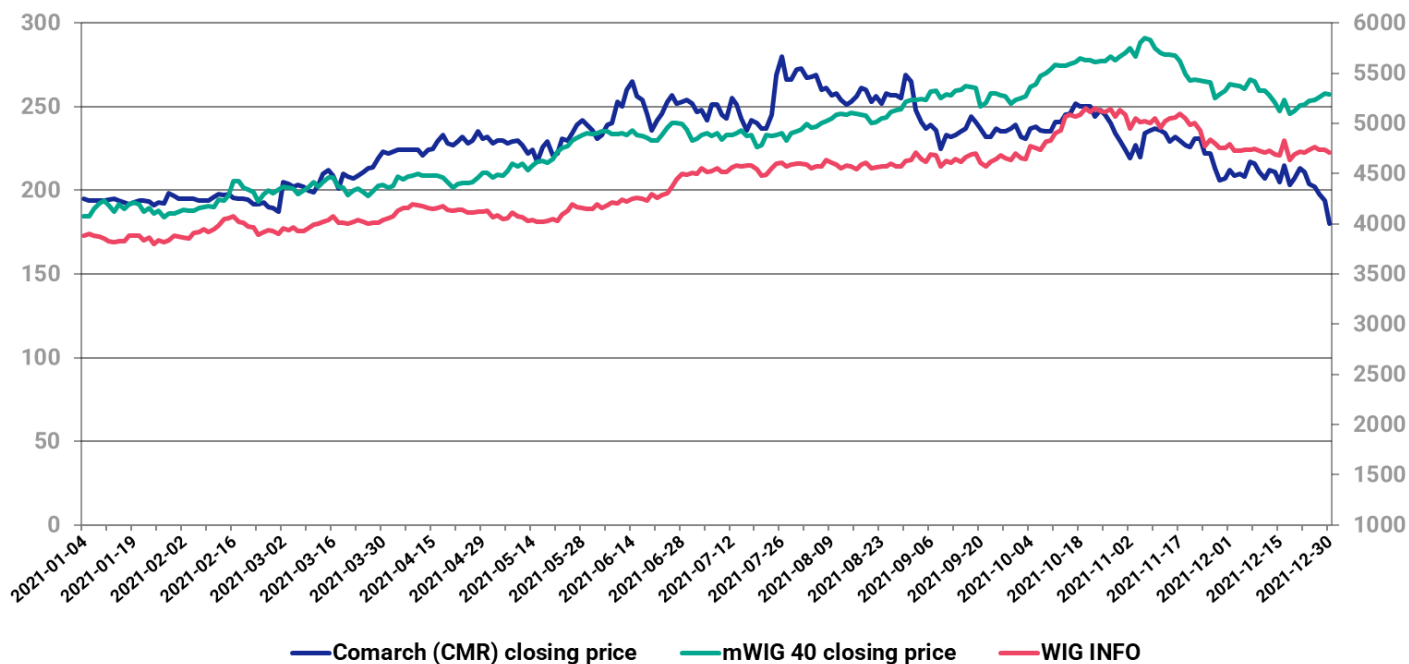


2020



5.3. Comarch S.A. Stock Price Performance

2021



On the 31st of December, 2021, the share price of Comarch S.A. amounted to PLN 180 which is a decrease of 7,5% compared to the PLN 194,50 as of the 31st of December, 2020. During the year 2021, the maximum share price was PLN 280. The results of the Comarch Group and the price of Comarch shares in the following quarters will depend primarily on the demand for IT products and services. They will be shaped by the economic, political epidemic situation in Poland, and in the world, as well as the financial situation of medium and large enterprises, which constitute the Comarch Group's basic customer base. The level of exchange rates and the pace of salary growth of employees in the IT sector will also have a significant impact.

	12 months 2021 / 31 December 2021	12 months 2020 / 31 December 2020
Closing price at the balance sheet date	180,00	194,50
Average price during the reporting period	227,20	202,00
MIN price during the reporting period	180,00	149,50
MAX price during the reporting period	280,00	226,00
Average volume during the reporting period	3,003	3,837
Capitalization at the balance sheet date	1,464,002,820	1,581,936,381

Ratios for unconsolidated data

P/E at the balance sheet date	18,50	19,77
P/BV at the balance sheet date	1,43	1,67
P/S at the balance sheet date	1,37	1,58

Ratios for consolidated data

P/E at the balance sheet date	12,15	13,12
P/BV at the balance sheet date	1,24	1,46
P/S at the balance sheet date	0,90	1,03

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

None present.

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

None present.

the 1st of March, 2022

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
31-864 Kraków

ir@comarch.pl

+48 12 687 78 22

[Relacje inwestorskie | COMARCH SA](#)
comarch.com/investors/

COMARCH



Quarterly Summary of Comarch S.A. Financial Statement for the period 01.01.2021- 31.12.2021

Krakow, the 1th of March, 2022

Table of contents

I. Balance Sheet	5
II. Income Statement	7
III. Changes in Equity	8
IV. Cash Flow Statement	9
V. Additional information and commentary	11
1. Adopted accounting policies	11
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.....	12
3. Selected Notes to the Summary Financial Statement	13
3.1. Non-current Financial Assets.....	13
3.2. Changes in Non-current Financial Assets (Types)	13
3.3. Current Financial Assets	14
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	15
5. Factors and Events of Unusual Nature with Significant Effects on the Achieved Financial Results	15
6. Discussion of Seasonality (Cyclical Nature) of the Issuer's Business in the Period Presented.....	16
7. Information about Write-Offs that Revaluated Inventories at the Net Realizable Value and Reversal Referred to Them	16
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	16
9. Information about Creation, Increasing, Using and Dissolution of Provisions	17
10. Information about Provisions and Assets in Reference to Deferred Income Tax.....	18
11. Information about Significant Transactions of Purchase and Sale of Property, Plant and Equipment, Intangible Assets and Non-current Financial Assets.....	18
12. Information about Liability in Relation to Purchase of Property, Plant and Equipment or Non-current Financial Assets	18
13. Information about Significant Settlements in Reference to Court Proceedings	18
14. Correction of Mistakes from the Previous Periods	19
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)	19
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.....	19
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	19

18. In Case of Financial Instruments Valuated in Fair Value – Information about Changes in Method of Its Establishment.....	19
19. Information Related to Changes in Classification of Financial Assets as a Result of Changes in Their Purpose or Using of These Assets	19
20. Information on any Issue, Repurchase or Repayment of Debt and Equity Securities	19
21. Information on any Dividend Paid Out or Declared, Including Its Total and per Share Value, Separately for Ordinary and Preference Shares.....	19
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	20
23. Information on any Changes in Contingent Liabilities or Contingent Assets which Have Occurred since the End of the Last Financial Year.....	20
24. Other Information with Significant Effects on the Financial Condition Assessment and the Achieved Financial Results of the Issuer	21
24.1. Impact of SARS-CoV-2 Coronavirus and COVID-19 Incidents on the Company's Operations and Financial Results.....	21
24.2. Selection of the most advantageous offer in the public procurement for providing the support, operation and maintenance of the KSI ZUS	21
24.3. Statement from ZUS on Partial Withdrawal from the Agreement (KSI ZUS)	22
24.4. Signing the Agreement on Construction of Comarch Data Centre.....	22
24.5. Signing the Agreement on Delivery and Maintenance of IT Systems for 450connect.....	22
24.6. Non renewable Credit Agreement with CaixaBank, S.A. Oddział w Polsce (Branch in Poland)	23
24.7. Influence of the Political and Economic Situation in Ukraine and Russia on the Activities and Financial Results of the Company	23



Projects in over **60** countries
on **6** continents



PLN 1.07 billion
of sales revenue



PLN 79 million
of net profit



> PLN 1.4 billion
Capitalization of Comarch SA on WSE
(the 31st of December, 2021)



7.4%
net margin



5 200+
professionals employed

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

I. Balance Sheet

ASSETS	31 December 2021	30 September 2021	31 December 2020
I. NON-CURRENT ASSETS	791,447	766,185	746,673
1. Intangible assets	22,362	18,096	7,332
2. Property, plant and equipment	315,771	323,277	330,914
3. Non-current investments	444,952	417,784	401,539
3.1. Non-current financial assets	426,376	398,954	381,947
a) in related parties	426,067	398,938	381,350
b) in other entities in which the Company holds equity interests	-	-	-
c) in other entities	309	16	597
3.2 Real estates	18,533	18,787	19,549
3.3 Other non-current investment	43	43	43
4. Non-current prepayments	8,362	7,028	6,888
4.1 Deferred income tax assets	7,414	6,098	5,755
4.2 Other accruals	948	930	1,133
II. CURRENT ASSETS	732,519	695,775	701,304
1. Inventories	66,385	73,283	54,546
2. Current receivables	442,654	350,809	437,982
2.1 from related parties	283,595	241,485	292,387
2.2 from other entities in which the Company holds equity interests	-	-	-
2.3 from other entities	159,059	109,324	145,595
3. Current investments	139,052	155,069	115,876
3.1 Current financial assets	139,052	155,069	115,876
a) in related parties	755	782	680
b) in other entities in which the Company holds equity interests	-	-	-
c) in other entities	74,597	50,578	22,120
- interest and shares	-	-	-
- other securities	74,184	50,104	20,001
- other current financial assets	413	474	2,119
d) cash and cash equivalents	63,700	103,709	93,076
4. Short-term accruals	84,428	116,614	92,900
TOTAL ASSETS	1,523,966	1,461,960	1,447,977

EQUITY AND LIABILITIES	31 December 2021	30 September 2021	31 December 2020
I. EQUITY	1,024,076	1,022,911	949,438
1. Share capital	8,133	8,133	8,133
2. Supplementary capital	818,985	818,985	763,377
3. Revaluation reserve	117,043	106,856	97,175
4. Other reserve capitals	745	745	745
5. Previous years' profit (loss)	-	-	-
6. Net profit (loss)	79,170	88,192	80,008
II. LIABILITIES AND PROVISIONS FOR LIABILITIES	499,890	439,049	498,539
1. Provisions for liabilities	171,046	134,915	179,422
1.1 Provision for deferred income tax	28,343	25,962	23,661
1.2 Other provisions	142,703	108,953	155,761
a) current	140,798	107,105	154,363
b) non-current	1,905	1,848	1,398
2. Non-current liabilities	87,268	91,316	96,103
2.1 to related parties	-	500	10,897
2.2 to other entities in which the Company holds equity interests	-	-	-
2.3 to other entities	87,268	90,816	85,206
3. Current liabilities	185,230	154,202	165,331
3.1 to related parties	28,478	22,664	33,403
3.2 to other entities in which the Company holds equity interests	350	350	350
3.3 to other entities	155,288	128,938	130,408
3.4 Special funds	1,114	2,250	1,170
4. Accruals	56,346	58,616	57,683
4.1 Other accruals	56,346	58,616	57,683
a) current	56,346	58,616	57,683
TOTAL EQUITY AND LIABILITIES	1,523,966	1,461,960	1,447,977

Book value	1,024,076	1,022,911	949,438
Number of shares	8,133,349	8,133,349	8,133,349
Book value per single share (PLN)	125.91	125.77	116.73
Diluted number of shares	8,133,349	8,133,349	8,133,349
Diluted book value per single share (PLN)	125.91	125.77	116.73

II. Income Statement

For period 01.01 – 31.12.2021 and 01.01 – 31.12.2020	Q4 2021*	12 months 2021	Q4 2020*	12 months 2020
I. Net revenue from sales of products, goods and materials	339,498	1,067,075	321,846,	999,401
revenue from related parties	144,569	405,747	129,735	373,515
1. Net revenue from sales of products	324,649	1,023,797	302,545	941,143
2. Net revenue from sales of goods and materials	14,849	43,278	19,301	58,258
II. Costs of products, goods and materials sold	254,630	796,614	234,615	763,676
to related parties	10,642	35,237	9,701	35,515
1. Manufacturing cost of products sold	241,521	758,452	216,843	710,820
2. Value of products, goods and materials sold	13,109	38,162	17,772	52,856
III. Gross profit on sales	84,868	270,461	87,231	235,725
IV. Costs of sales	28,848	72,740	26,974	72,291
V. Administrative expenses	29,652	81,100	26,624	75,852
VI. Profit on sales	26,368	116,621	33,633	87,582
VII. Other operating revenue	267	2,061	1,240	7,519
1. Profit on disposal of non-financial non-current assets	173	703	162	491
2. Other operating revenues	94	1,358	1,078	7,028
VIII. Other operating costs	24,103	49,879	19,167	30,576
1. Loss on disposal of non-financial non-current assets	-	-	-	-
2. Cost of works financed in part with subsidies	161	589	261	1,329
3. Revaluation of non-financial assets	-	-	-	-
4. Other operating costs	23,942	49,290	18,906	29,247
IX. Profit on operating activities	2,532	68,803	15,706	64,525
X. Financial revenue	8,635	53,661	1,317	50,068
1. Interest	385	968	301	1,462
from related parties	393	920	272	1,207
2. Dividends and share in profits	6,939	44,587	-	45,098
from related parties	6,939	44,587	-	45,098
3. Profit (loss) on disposal of investment	-	-	(4)	647
4. Other	1,311	8,106	1,020	2,861
XI. Finance costs	14,523	27,698	8,060,	20,715
1. Interest	500	2,068	549	2,442
from related parties	32	165	73	428
2. Loss from the sales of investments	786	882	-	-
3. Revaluation of financial assets	4,720	13,812	4,600	4,692
4. Other	8,517	10,936	2,911	13,581
XII. Profit (loss) on business activities	(3,356)	94,766	8,963	93,878
XIII. Gross profit (loss)	(3,356)	94,766	8,963	93,878
XIV. Income tax	5,666	15,596	6,575	13,870
XV. Net profit (loss)	(9,022)	79,170	2,388	80,008

Net profit (annualised)	79,170	80,008
Weighted average number of shares 01.01.2021 – 31.12.2021 (in pieces)	8,133,349	8,133,349
Earnings per single share (PLN)	9.73	9.84
Diluted weighted average number of shares 01.01.2021 – 31.12.2021 (in pieces)	8,133,349	8,133,349
Diluted earnings per single share (PLN)	9.73	9.84

*) Data for the fourth quarter of 2021 (2020) were calculated by subtraction of the data for the twelve-month period 2021 (2020) from the data presented by the Group in the report for the three quarters of 2021 (2020).

III. Changes in Equity

	Q4 2021	12 months 2021	Q4 2020	12 months 2020
I. OPENING BALANCE OF EQUITY	1,022,911	949,438	956,083	881,540
a) changes to adopted accounting principles (policies)	-	-	-	-
I. a. Opening balance of equity after adjustments	1,022,911	949,438	956,083	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	763,377	717,950
2.1 Changes in supplementary capital	-	55,608	-	45,427
a) increases (due to)	-	55,608	-	45,427
- profit-sharing for the previous years	-	55,608	-	45,427
2.2 Closing balance of supplementary capital	818,985	818,985	763,377	763,377
3. Opening balance of revaluation reserve	106,856	97,175	106,208	97,085
3.1 Changes in revaluation reserve	10,187	19,868	(9,033)	90
a) increases (due to)	12,576	24,528	(11,153)	110
- provision for deferred income tax due to certificates valuation	-	-	-	-
- balance sheet valuation of investment certificates	12,576	24,528	(11,153)	110
b) decreases (due to)	2,389	4,660	(2,120)	20
- balance sheet valuation of investment certificates	-	-	-	-
- provision for deferred income tax due to certificates valuation	2,389	4,660	(2,120)	20
3.2 Closing balance of revaluation reserve	117,043	117,043	97,175	97,175
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
a) changes to adopted accounting principles (policies)	-	-	-	-

6.1 Opening balance of previous years' profit after adjustments	-	80,008	-	57,627
a) decreases (due to)	-	80,008	-	57,627
- transferring the result from the previous years to supplementary capital	-	55,608	-	45,427
- payment of dividend	-	24,400	-	12,200
6.2 Closing balance of previous years' profit	-	-	-	-
7. Result for H1 (opening balance)	88,192	-	77,620	-
7.1 Net result for the period	(9,022)	79,170	2,388	80,008
7.2. Net result	79,170	79,170	80,008	80,008
II. CLOSING BALANCE OF EQUITY	1,024,076	1,024,076	949,438	949,438
III. EQUITY INCLUDING PROPOSED PROFIT-SHARING (LOSS COVERAGE)	1,024,076	1,024,076	949,438	949,438

IV. Cash Flow Statement

For period 01.01 – 31.12.2021 and 01.01 – 31.12.2020	Q4 2021	12 months 2021	Q4 2020	12 months 2020
---	---------	-------------------	---------	-------------------

A. CASH FLOWS FROM OPERATING ACTIVITIES

I. Net profit (loss)	(9,022)	79,170	2,388	80,008
II. Total adjustments	36,988	30,118	33,939	40,941
1. Depreciation	14,845	48,725	10,375	42,974
2. Exchange gains (losses)	492	440	(1,533)	(332)
3. Interest and profit sharing (dividends)	(6,627)	(43,378)	83	(44,126)
4. Profit on investing activities	5,494	13,611	4,425	3,222
5. Change in provisions	33,742	(13,036)	38,411	18,669
6. Change in inventories	6,899	(11,838)	18,926	8,204
7. Change in receivables	(74,170)	23,269	(64,561)	(29,696)
8. Change in current liabilities, excluding credits and loans	27,731	6,663	9,677	18,318
9. Change in prepayments and accruals	28,582	5,662	18,136	23,708
10. Change in deferred income	-	-	-	-
11. Other adjustments	-	-	-	-
III. Net cash used in operating activities (I+/-II) – indirect method	27,966	109,288	36,327	120,949

B. CASH FLOWS FROM INVESTING ACTIVITIES

I. Inflows	7,326	137,121	13,830	73,465
1. Disposal of property, plant and equipment and intangible assets	233	1,191	260	925
2. From financial assets, including:	7,093	135,930	14,221	72,540
a) in related parties	7,054	45,570	13,574	71,893
- repaid loans	-	321	13,081	25,373
- repaid interest on loans	115	662	-	-
- received loans	-	-	-	-
- received interest	-	-	494	1,422

- received dividends	6,939	44,587	(1)	45,098
b) in other entities	39	90,360	647	647
- interest	-	-	-	-
- dividends and share in profits	-	-	-	-
- other proceeds from financial assets	39	90,360	647	647
3. Other investment proceeds	-	-	(651)	-
II. Outflows	(68,665)	(246,928)	(63,260)	(115,561)
1. Purchase of property, plant and equipment and intangible assets	(6,357)	(41,390)	(22,778)	(37,104)
2. Expenses for investment in real estates	(4)	(18)	-	(148)
3. For financial assets, including:	(62,304)	(205,520)	(40,482)	(78,309)
a) in related parties	(36,518)	(59,638)	(20,482)	(47,857)
- purchase of financial assets	(29,180)	(39,755)	(13,482)	(22,627)
- granted non-current loans	(7,338)	(19,883)	(7,000)	(25,230)
- repayment of loans from related parties	-	-	-	-
- repayment of interest on loans	-	-	-	-
b) in other entities	(25,786)	(145,882)	(20,000)	(30,452)
4. Other investment expenses	-	-	-	-
III. Net cash used in investing activities (I-II)	(61,339)	(109,807)	(49,430)	(42,096)

C. CASH FLOWS FROM FINANCING ACTIVITIES

I. Inflows	2,818	36,386	2,055	5,077
1. Credits and loans	2,764	36,084	1,955	3,780
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)	54	302	100	1,297
II. Outflows	(8,962)	(64,973)	(9,429)	(58,192)
1. Purchase of own shares (shares) + additional capital contributions	-	-	-	-
2. Dividends and other payments to owners	-	(24,400)	-	(12,200)
3. Repayment of loans and credits	(8,532)	(38,699)	(8,852)	(43,597)
4. Interests	(426)	(1,870)	(577)	(2,395)
5. Granted loans	(4)	(4)	-	-
6. Other financial expenses	-	-	-	-
III. Net cash (used in)/generated from financing activities (I-II)	(6,144)	(28,587)	(7,374)	(53,115)
D. NET CASH FLOW, TOTAL (A.III+/-B.III+/-C.III)	(39,517)	(29,106)	(20,477)	25,738
E. BALANCE SHEET CHANGE IN CASH AND CASH EQUIVALENTS	(40,009)	(29,376)	(18,942)	26,075
change in cash and cash equivalents due to exchange differences	(492)	(270)	1,535	337

F. CASH AND CASH EQUIVALENTS OPENING BALANCE	103,709	93,076	112,018	67,001
G. CLOSING BALANCE OF CASH AND CASH EQUIVALENTS (F+/-E)	63,700	63,700	93,076	93,076
limited disposal	858	858	1,272	1,272

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, 2105 and 2106) 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 12 months 2021 was prepared according to IFRS, the financial results would amount to PLN 82,442 thousand.

Profit according to the Act on Accounting	79,170
Depreciation of perpetual usufruct	(93)
Asset due to activity in the SEZ	31
Asset due to activity in the SEZ	(658)
Correction of revenue from the title of IFRS 16	4,048
Correction of revenue from the title of IFRS 9	(56)
Profit according to IFRS	82,442

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 31st of December, 2021, Comarch S.A. has created write-offs that revaluated goods and materials in the amount of PLN 234 thousand, as well as created write-offs that revaluated finished products in the amount of PLN 29 thousand. The company resolved write-offs revaluated goods and materials which had been created in the previous years in the amount of PLN 556 thousand.

No hedges were made on inventories owned by the Company.

As at the 31st of December, 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 4,568 thousand and created write-offs worth PLN 50,907 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 31st of December, 2021, an asset due to temporary differences in income tax worth PLN 2,793 thousand was created, an asset due to temporary differences in income tax worth PLN 1,134 thousand was resolved, a provision for deferred tax due to temporary differences was created in the amount of PLN 67 thousand and was resolved in the amount of PLN 45 thousand. The total effect of these operations on the result as at the 31st of December, 2021 amounted to plus PLN 1,637 thousand.

A provision for deferred income tax related to valuation of investment certificates in CCF FIZ was increased by PLN 4,660 thousand. This provision as well as certificates valuation are settled with revaluation reserve.

As at the 31st of December, 2021, Comarch S.A. has created write-offs due the loss of value of shares in subsidiaries in the amount of PLN 13,812 thousand and included a revaluation write-off on loans to related parties in the amount of PLN 25,888 thousand.



3. Selected Notes to the Summary Financial Statement

3.1. Non-current Financial Assets

	31 December 2021	30 September 2021	31 December 2020
a) in subsidiaries and correlated parties	426,067	398,938	381,350
- interest or shares	232,059	233,534	231,842
- loans granted	21,957	31,922	27,979
- other securities	172,051	133,482	121,529
- 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	309	16	597
- loans granted	4	-	-
- other non-current financial assets (types)	305	16	597
• forwards and IRS	305	16	597
Total Non-current Financial Assets	426,376	398,954	381,947

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

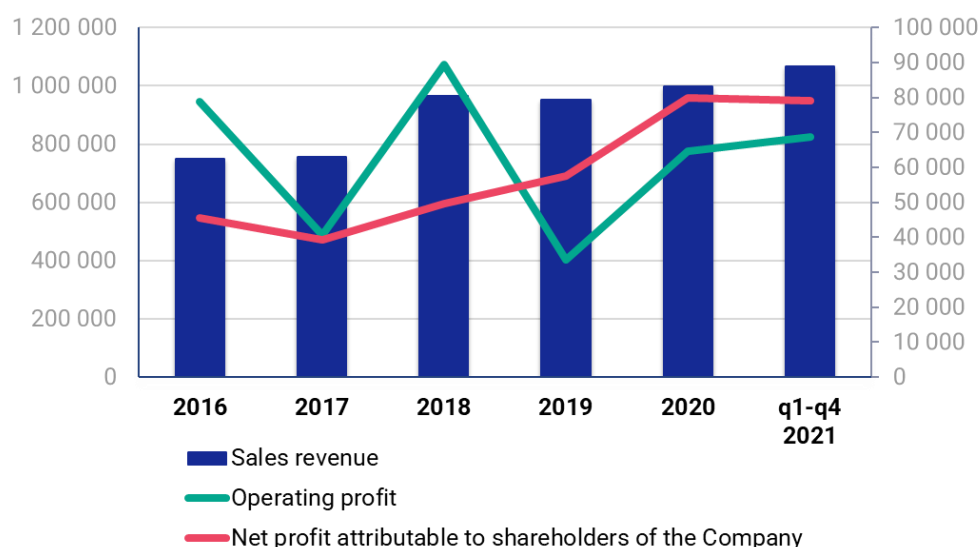
	Q4 2021	12 months 2021	Q4 2020	12 months 2020
a) opening balance	398,954	381,947	399,910	364,443
- interests or shares	233,534	231,842	223,055	203,490
- loans granted	31,922	27,979	43,112	36,794
- other securities	133,482	121,529	132,683	121,420
- other non-current assets (forward contracts)	16	597	1,060	2,739
- others	-	-	-	-
b) increases (due to)	49,444	84,742	9,445	58,975
- purchases of shares in subsidiaries	3,186	13,761	13,482	33,079
- loans granted to subsidiaries	7,338	19,883	7,000	25,230
- capitalisation of loan interest from entities	184	184	-	-
- balance sheet valuation of non-current loans	-	-	-	-
- revaluation write-off of long-term loans	-	-	-	-
- balance sheet valuation of loans in subsidiaries	104	120	177	557
- valuation of forward contracts	-	-	-	-
- valuation of participation units in CCF FIZ	12,575	24,528	(11,154)	109
- purchases of certificates in CCC FIZ	25,994	25,994	-	-
- balance sheet valuation of shares	59	268	(60)	-

- release of revaluating write-offs for non-current loans	4	4	-	-
c) decreases (due to)	22,022	40,313	27,408	41,471
- repayment of subsidiaries' loans	-	-	13,081	25,373
- 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	321	-	-
- valuation of participation units in CCF FIZ	-	-	-	-
- valuation of forward contracts	(289)	292	463	2,142
- revaluation of shares	-	-	4,600	4,692
- revaluation write-off due to impairment of shares	4,720	13,812	-	-
- balance sheet valuation of shares	-	-	35	35
- creating revaluation write-offs on loans to related parties	17,511	25,888	9,229	9,229
- redemption of capital of loans of related parties	-	-	-	-
d) closing balance	426,376	426,376	381,947	381,947

3.3. Current Financial Assets

	31 December 2021	30 September 2021	31 December 2020
a) in related parties	755	782	680
- loans granted	402	521	402
- other financial assets	353	261	278
b) in other entities in which the Company holds equity interests	-	-	-
- loans granted	-	-	-
- other financial assets	-	-	-
c) in other entities	74,597	50,578	22,120
- interest or shares	-	-	-
- loans granted	-	-	-
- other securities	74,184	50,104	20,001
- other current financial assets	413	474	2,119
• forward and IRS contracts	413	474	2,119
d) cash and cash equivalents	63,700	103,709	93,076
- cash in hand and at banks	63,700	103,709	93,076
- other cash assets	-	-	-
Total current financial assets	139,052	155,069	115,876

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 fourth quarter of 2021, Comarch S.A. achieved PLN 339,498 thousand of sales revenue, which represents an increase of PLN 17,652 thousand, i.e. of 5.5% compared to the same period of 2020. Net revenue from sales of products constituted 95.6% of the total Company's sales and increased by PLN 22,104 thousand, while net revenue from sales of goods and materials decreased (by PLN 4,452 thousand, i.e. by 23.1%). The Company's operating profit in the fourth quarter of 2021 amounted PLN 2,532 thousand and net result was minus PLN 9,022 thousand. EBIT margin amounted to 0.7% and net margin was minus 2.7%.

In the 12 months of 2021, Comarch S.A. reached sales revenue higher by 6.8% (i.e. by PLN 67,674 thousand) than achieved in the corresponding period of the previous year (PLN 1,067,075 thousand compared to PLN 999,401 thousand). Net sales of products constituted 95.9% of total sales of the Company and noted an increase in the amount of PLN 82,654 thousand (i.e. of 8.8%). The Company's operating profit achieved in the four quarters of 2021 amounted to PLN 68,803 thousand, net result was PLN 79,170. EBIT margin was 6.4%, and net margin was 7.4%.

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 31st of December, 2021, increased revenue and result of Comarch S.A. by PLN 6,729 thousand (while in the similar period of 2020 decreased by PLN 7,835 thousand), whereas exchange rate differences from other activities increased the result of Comarch S.A. by PLN 1,377 thousand (while in the similar period of 2020 decreased by PLN 10,550 thousand). The valuation of financial instruments, securities and closed transactions (mostly forward contracts and participation units) decreased the Company's net profit by PLN 7,865 thousand (while in the similar period of 2020 decreased it by PLN 10,174 thousand). The total effect of exchange rate differences and valuation of derivative financial instruments on the net result of the Comarch S.A. in 12 months of 2021 amounted to plus PLN 241 thousand (minus PLN 28,559 thousand in 12 months of 2020).

In addition to the above-mentioned, in the period of four quarters of 2021, financial income increased by PLN 44,587 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 31st of December, 2021, Comarch S.A. created write-offs due the loss of value of shares in subsidiaries in the amount PLN 13,812 thousand and included a revaluation write-off on loans to related parties in the amount of PLN 25,888 thousand.

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

Over 2021, 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 2022, the Company expects the distribution of sales revenue similar to that of 2021.

7. Information about Write-Offs that Revaluated Inventories at the Net Realizable Value and Reversal Referred to Them

As at the 31st of December, 2021, Comarch S.A. created write-offs that revaluated goods and materials in the amount PLN 234 thousand and created write-offs that revaluated finished goods in the amount PLN 29 thousand. The Company resolved write-offs revaluated goods and materials, which had been created in the previous years in the amount of PLN 556 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:	4,692	-	-	9,229	13,921
- creation write-offs	4,692	-	-	9,229	13,921
- dissolution write-offs	-	-	-	-	-
Balance at 31 January 2020	133,571	-	-	9,229	142,800
Balance at 1 January 2021	133,571	-	-	9,229	142,800
Change:	13,812	20	-	25,888	39,720
- creation write-offs	13,812	20	-	25,888	39,720
- dissolution write-offs	-	-	-	-	-
Balance at 31 January 2021	147,383	20	-	35,117	182,520

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:	(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:	1,061	111	2,950	(17,687)	507	(13,058)
- creation reserve	6,161	1,089	21,712	108,743	638	138,343
- dissolution reserve	(5,100)	(978)	(18,762)	(126,430)	(131)	(151,401)
Balance at 31 December 2021	14,884	3,258	34,432	88,224	1,905	142,703
Current	14,884	3,258	34,432	88,224	-	140,798
Non-current	-	-	-	-	1,905	1,905

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-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-Q4 2021	2,793	4,727
Dissolution in Q1-Q4 2021	1,134	45
Balance at 31 December 2021	7,414	28,343

11. Information about Significant Transactions of Purchase and Sale of Property, Plant and Equipment, Intangible Assets and Non-current Financial Assets

In reporting period Comarch S.A. purchased computer hardware valued at PLN 19,563 thousand, technical devices for the amount of PLN 721 thousand. Also acquired intangible assets for the amount of PLN 23,776 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 892 thousand.

In the 2021, shares in related entities were acquired in the amount of PLN 13,761 thousand and the certificates in CCC FIZ in the amount of PLN 25,994 thousand.

Comarch S. A. has a receivable due to payments for shares in the increased capital in a subsidiary company Cabinet Conseil En Strategie Informatique SAS, France (2 C.S.I.) in the amount of PLN 9,206 thousand. The increase of capital was not registered with the company until the 31st of December, 2021.

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

As at the 31st of December, 2021, Comarch S.A. has liabilities due to purchase of computer hardware in the amount of PLN 927 thousand, other liabilities related to purchase of property, plant and equipment in use in the amount of PLN 12 thousand, as well as liabilities due to purchase of intangible assets in the amount of PLN 7,824 thousand.

Comarch S.A. has also liabilities due to acquisition of shares in increased share capital of the subsidiary, Comarch Pointshub Inc., in the amount of PLN 3,613 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 the 18th of May, 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 the 1st of January, 2020 to 31st of December, 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).

The 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 31st of December, 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 83,505 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 including PLN 1,032 thousand which is covered by provisions presented in the balance sheet at the 31st of December, 2021. In a period of four quarters of 2021, Comarch S.A. created provisions for claims covered by legal proceedings in the amount of PLN 6 thousand whereas resolved provisions in this respect for the amount of PLN 372 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 including PLN 2,225 thousand which is covered by provisions presented in the balance sheet at the 31st of December, 2021. In the period of four quarters of 2021, Comarch S.A. created provisions for matters in disputes, but not legal proceedings in the amount of PLN 1,083 thousand and resolved provisions in this respect for the amount of PLN 606 thousand.

Due to the legal proceedings, in the 12 months of 2021 the Comarch S.A. created new write-offs that revalue receivables in the amount of PLN 3 thousand whereas did not created 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, including re-vaccinations (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

On the 5th of February, 2021 Comarch S.A.'s Management Board informed 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.

The Company announced details in a current report no. [RB-2-2021](#) (ENG: [RB-2-2021](#)) dated the 5th of February, 2021.

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 the 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 the 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 the 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 the 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.

24.7. Influence of the Political and Economic Situation in Ukraine and Russia on the Activities and Financial Results of the Company

In reference to the recommendations of the Polish Financial Supervision Authority dated the 25th of February, 2022, the Management Board of Comarch S.A. informs that they monitor the impact of the political and economic situation in Ukraine and Russia on the Company's operations on an ongoing basis.

The Management Board of the Company informs that as at the date of publication of this report, the operating activities of the Company are conducted without disruptions, and the effects of the Russian invasion of Ukraine do not have a significant negative impact on the economic situation of Comarch S.A. Activity of Comarch S.A. is very well diversified geographically and in terms of products, the company conducts projects in over 60 countries on 6 continents. Sales to customers from Ukraine and Russia accounted for 1.5% of the Company's total revenue in 2021. The Company's teleinformation infrastructure is also very well diversified and constantly improved. Comarch invariably remains a stable workplace and business partner for customers all over the world.

the 1st of March, 2022

PODPISY CZŁONKÓW ZARZĄDU

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
31-864 Kraków

ir@comarch.pl

+48 12 687 78 22

<https://www.comarch.com/investors/>