

**FINANCIAL SUPERVISION COMMISSION  
CURRENT REPORT NO. 17/2025**

Subject Name:

Fabryka Obrabiarek RAFAMET S.A.  
in restructuring  
in Kuźnia Raciborska

Date of preparation:

14-04-2025

Topic:

Issuer's write-downs as of December 31, 2024, creation of provisions for the Issuer's liabilities as of December 31, 2024, adjustments to the Company's financial result for 2023, and publication of estimated annual financial data.

Message:

The Management Board of Fabryka Obrabiarek RAFAMET S.A. in Restructuring (hereinafter referred to as the "Issuer" or the "Company"), informs that on April 14, 2025, the Issuer's Management Board adopted resolutions on updating write-downs as of 31.12.2024 of the Issuer's assets with a total value of PLN 16.719 thousand. The impairment allowances made consist of, among others:

1. the amount of PLN 481 thousand for the write-down of materials held by the Issuer as of 31.12.2024;
2. the amount of PLN 278 thousand for a write-down of receivables overdue more than 180 days as of December 31, 2024, in the amount of 50% of the nominal value of these receivables;
3. the amount of PLN 500 thousand for making as of 31.12.2024. 100% write-down of the loan granted by the Issuer to the Issuer's subsidiary Odlewnia Rafamet Sp. z o.o.;
4. the amount of PLN 1.353 thousand for making as of December 31, 2024. 100% write-down on work in progress, relating to machinery that has no disposal as of 31.12.2024;
5. the amount of PLN 9.369 thousand for the write-down of deferred tax assets as of 31.12.2024;
6. the amount of PLN 4.630 thousand for 100% write-down of fixed assets under construction.

In addition, the Issuer's Management Board indicates that on April 14, 2025, the Issuer's Management Board adopted resolutions to create provisions for the Issuer's liabilities in the total amount of PLN 500 thousand, including the amount of PLN 354 thousand for the creation of a provision for liabilities related to contractual penalties that may occur as a result of failure to fulfill the terms of the agreements concluded by the Company as of 31.12.2024.

In addition, the Issuer's Management Board indicates that on April 14, 2025, the Issuer's Management Board adopted resolutions to adjust the Company's financial result for 2023 in the total amount of PLN 5.888 thousand. The amount will: (i) will increase the Company's net loss for 2023 as shown in the Company's separate financial statements for 2023 to the amount of PLN 13.109 thousand in net loss, and at the same time (ii) will increase the Company's Group's net loss for 2023 as shown in the Company's Group's consolidated financial statements for 2023 to the amount of PLN 10.554 thousand in net loss. The adjustment to the Company's financial result for 2023 in the total amount of PLN 5.888 thousand consists of, among other things:

1. the amount of PLN 4.150 thousand as an adjustment to the financial result of previous years, with regard to fixed assets under construction, by creating a 100% write-down;
2. the amount of PLN 650 thousand as an adjustment to the financial result of previous years, in terms of the creation of a 100% write-down for work in progress;
3. the amount of PLN 3.125 thousand for the creation of a provision for liabilities related to the Company's accession to the bank loan from Bank Millennium S.A. jointly and severally with the subsidiary Odlewnia Rafamet Sp. z o.o.

The Issuer also indicates that as a result of the aggregation of financial data for 2024. The Issuer provides below selected estimates of (i) the Issuer's standalone financial results (the "Estimated Standalone Results") and (ii) the consolidated financial results of the Issuer's Group (the "Estimated Consolidated Results") for 2024, i.e., for the period from January 1, 2024 to December 31, 2024, prepared in connection with the completion of the financial data aggregation process, which Estimated Standalone Results and Estimated Consolidated Results are as follows:

**i. Estimated Unconsolidated Results (in thousands):**

- a. sales revenues: PLN 59.128 thousand,
- b. net loss: (PLN 48.620) thousand,
- c. equity of the Company: PLN 41.259 thousand;

**ii. Estimated Consolidated Results (in thousands):**

- a. sales revenues: PLN 82.367 thousand,
- b. net loss: (PLN 44.493) thousand,
- c. equity of the Company's Group: PLN 45.411 thousand.

The Issuer's Management Board stipulates that the presented figures, i.e. Estimated Unconsolidated Results, as well as Estimated Consolidated Results, are estimates and are subject to change. In case of significant changes in these estimates, and published in this current report, the Issuer will inform with a separate current report. In addition, the Issuer's Management Board explains that the Issuer's separate financial statements and the consolidated financial statements of the Issuer Group for 2024 are being reviewed by an independent auditor as part of the audit of the 2024 financial statements. In addition, the Issuer's Management Board indicates that in the course of work by the auditor on the Company's separate financial statements for 2024 and the consolidated financial statements of the Company's Group for 2024, received information from the auditor about the possibility of refusing to issue an audit opinion on the Company's separate and consolidated financial statements of the Company's Group and the Company's separate financial statements for 2024. The refusal may relate to the assumption of the Company's business continuity in a materially undiminished scope during the next 12 months from December 31, 2024. In the opinion of the auditor, the assumption of the Company's going concern depends on the successful raising of the first tranche of additional financing by the end of April 2025 and further tranches of additional financing later in 2025. In the opinion of the auditor, therefore, there is a risk that the auditor will not be able to comment on these issues as of the date of the opinion. Due to the significant and extensive nature of this limitation in the scope of the audit, the expert may not be able to give a positive opinion on these audited financial statements. The Issuer is taking steps to adopt in the Company's stand-alone financial statements for 2024 and the consolidated financial statements of the Company's Group for 2024 the assumption that the Company's operations will continue in a materially undiminished manner during the next 12 months from December 31, 2024.

Legal basis:

MAR Article 17.1 - confidential information.

Vice President  
Finance

Jakub Kaczmarek

President

Krystian Kozakowski