



**GAMES**

**CI GAMES  
CAPITAL GROUP**

Quarterly financial report for the period from 1st January to 31 March 2024.  
Warsaw, 29th May 2024

SELECTED FINANCIAL INFORMATION

Consolidated Profit and Loss Accounts	for the period from 1.01 to 31.03.2024		for the period from 1.01 to 31.03.2023	
	PLN'000	EUR'000	PLN'000	EUR'000
	Net revenue from sales	21,816	5,049	9,838
Profit (loss) from operating activities	(251)	(58)	(589)	(125)
Gross profit (loss)	(304)	(70)	(773)	(164)
<b>Net profit (loss)</b>	<b>37</b>	<b>9</b>	<b>(537)</b>	<b>(114)</b>
Weighted average number of shares (in thousands)	182,943	182,943	182,943	182,943
Number of diluted shares (in thousands units)	184,632	184,632	185,962	185,962
Profit (loss) per ordinary share (PLN)	0.00	0.00	0.00	0.00
Diluted earnings/ loss per share (PLN)	0.00	0.00	0.00	0.00

Consolidated statement of cash flow	for the period from 1.01 to 31.03.2024		for the period from 1.01 to 31.03.2023	
	PLN'000	EUR'000	PLN'000	EUR'000
	Net cash flows from operating activities	30,875	7,145	9,058
Net cash flows from investing activities	(14,298)	(3,309)	(22,882)	(4,868)
Net cash flows from financing activities	(31,522)	(7,295)	15,196	3,233
<b>Net cash flows</b>	<b>(14,945)</b>	<b>(3,459)</b>	<b>1,372</b>	<b>292</b>

Consolidated balance sheet	as of 31.03.2024		as of 31.12.2023	
	PLN'000	EUR'000	PLN'000	EUR'000
	Non-current assets	188,938	43,930	187,526
Current assets	53,117	12,350	87,468	20,117
<b>Total assets</b>	<b>242,055</b>	<b>56,280</b>	<b>274,994</b>	<b>63,246</b>
Equity	161,033	37,442	160,278	36,862
Initial capital	1,829	425	1,829	421
<b>Liabilities</b>	<b>81,022</b>	<b>18,838</b>	<b>114,716</b>	<b>26,384</b>
Non-current liabilities	20,916	4,863	23,053	5,302
Current liabilities	60,106	13,975	91,663	21,082
<b>Total equity and liabilities</b>	<b>242,055</b>	<b>56,280</b>	<b>274,994</b>	<b>63,246</b>

The balance sheet data has been converted using the average rate of exchange published by the President of the National Bank of Poland as of the date of presentation of the financial statements, which, as of the balance sheet date, amounted to:

- as of 31.03.2024 – 4.3009 PLN/EUR
- as of 31.03.2023 – 4.6755 PLN/EUR
- as of 31.12.2023 – 4.3480 PLN/EUR

Data in the profit and loss account and the cash flow statement has been converted to EUR according to the exchange rate determined as the arithmetic mean of exchange rates published by the President of the National Bank of Poland as of the last day of each month of the period:

- for the three months of 2024 - 4.3211 PLN/ EUR
- for the three months of 2023 - 4.7005 PLN/ EUR

## CONTENT

I.	KEY FINANCIAL DATA OF CI GAMES CAPITAL GROUP.....	4
II.	KEY BASIC INFORMATION ABOUT CI GAMES CAPITAL GROUP .....	9
III.	FINANCIAL INFORMATION TO THE QUARTERLY REPORT .....	13
IV.	OTHER INFORMATION RELATED TO THE QUARTERLY REPORT.....	25
V.	QUARTERLY STANDALONE FINANCIAL STATEMENTS OF GAMES SE.....	37

# I. KEY FINANCIAL DATA OF CI GAMES CAPITAL GROUP

## CONSOLIDATED STATEMENT OF FINANCIAL CONDITIONS

ASSETS	as of 31.03.2024	as of 31.12.2023	as of 31.03.2023
	PLN'000	PLN'000	PLN'000
<b>A. Non-current assets</b>	<b>188,938</b>	<b>187,526</b>	<b>179,248</b>
Property, plant and equipment	1,370	1,367	1,504
Intangible assets	171,840	168,707	173,302
Right-to-use asset	2,041	2,276	2,983
Long term investments	-	-	-
Deferred tax asset	13,152	14,638	962
Long term receivables	535	538	497
<b>B. Current assets</b>	<b>53,117</b>	<b>87,468</b>	<b>19,169</b>
Inventory	1,400	1,502	1,291
Current investments	-	-	-
Trade and other receivables	32,975	52,262	9,270
Tax receivables	3,510	3,471	694
Cash and cash equivalents	15,232	30,233	7,914
<b>Current assets other than assets or disposal classified as held for sales or as held for distribution to owners</b>	<b>53,117</b>	<b>87,468</b>	<b>19,169</b>
<b>Non-current assets classified as held for sale or as held for distribution to owners</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total assets</b>	<b>242,055</b>	<b>274,994</b>	<b>198,417</b>
<b>LIABILITIES &amp; EQUITY</b>	<b>as of 31.03.2024</b>	<b>as of 31.12.2023</b>	<b>as of 31.03.2023</b>
	<b>PLN'000</b>	<b>PLN'000</b>	<b>PLN'000</b>
<b>A.</b>	<b>161,033</b>	<b>160,278</b>	<b>142,149</b>
Share capital	1,829	1,829	1,829
Share premium	78,653	78,653	78,653
Other reserve capital	23,034	22,316	18,672
Retained earnings	54,753	54,799	41,388
including profit for the period	(46)	13,047	(740)
<b>Equity attributable to owners of the Parent</b>	<b>158,269</b>	<b>157,597</b>	<b>140,542</b>
<b>Equity attributable to non-controlling interests</b>	<b>2,764</b>	<b>2,681</b>	<b>1,607</b>
<b>B. LIABILITIES</b>	<b>81,022</b>	<b>114,716</b>	<b>56,268</b>
<b>Non-current liabilities</b>	<b>20,916</b>	<b>23,053</b>	<b>3,935</b>
Loans, credit and other debt instruments	-	-	-
Finance lease liabilities	1,099	1,359	2,288
Deferred income tax provision	19,817	21,694	1,647
<b>Current liabilities</b>	<b>60,106</b>	<b>91,663</b>	<b>52,333</b>
Borrowings including credits, loans and other debt instruments	27,125	57,750	34,223
Income tax liabilities	124	123	66
Trade liabilities and other liabilities	27,101	29,640	15,874
Finance lease liabilities	1,005	1,025	1,115
Other current provisions	4,751	3,125	1,055
<b>Current liabilities other than liabilities included in disposal groups classified as held for sale</b>	<b>60,106</b>	<b>91,663</b>	<b>52,333</b>
<b>Liabilities included in disposal groups classified as held for sale</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total equity and liabilities</b>	<b>242,055</b>	<b>274,994</b>	<b>198,417</b>

CONSOLIDATED PROFIT AND LOSS ACCOUNT AND COMPREHENSIVE INCOME

Statement of comprehensive income	for the period from 1.01 to 31.03.2024	for the period from 1.01 to 31.03.2023
	PLN'000	PLN'000
<b>Continuing operations</b>		
<b>Net revenue from sales</b>	<b>21,816</b>	<b>9,838</b>
<b>Costs of products, goods and services sold</b>	<b>(14,738)</b>	<b>(3,344)</b>
<b>Gross profit (loss) on sales</b>	<b>7,078</b>	<b>6,494</b>
Other operating revenues	29	17
Selling costs	(2,659)	(3,077)
General and administrative costs	(4,677)	(3,952)
Other operating expenses	(27)	(71)
Impairment loss/impairment gain and reversal of impairment loss	5	-
<b>Profit (loss) on operating activities</b>	<b>(251)</b>	<b>(589)</b>
Financial revenues	841	210
Financial expenses	(894)	(394)
<b>Profit (loss) before tax</b>	<b>(304)</b>	<b>(773)</b>
Income tax	341	236
<b>Profit (loss) on continuing operations</b>	<b>37</b>	<b>(537)</b>
Discontinued operations	-	-
Loss from discontinued operations	-	-
<b>Net profit (loss)</b>	<b>37</b>	<b>(537)</b>
- net profit (loss) attributable to equity owners of the Parent	(46)	(740)
- net profit (loss) attributable to non-controlling interest	83	203
<b>Total other comprehensive income, including:</b>		
<b>Other comprehensive income that will be reclassified to profit or loss before tax</b>	<b>(95)</b>	<b>14</b>
Foreign exchange differences from translation of foreign entities	(95)	14
<b>Other comprehensive income before tax</b>	<b>(95)</b>	<b>14</b>
Income tax relating to components of other comprehensive income that will be reclassified to profit or loss	-	-
<b>Other net comprehensive income</b>	<b>(95)</b>	<b>14</b>
<b>TOTAL COMPREHENSIVE INCOME</b>	<b>(58)</b>	<b>(523)</b>
- total net comprehensive income attributable to equity owners of the Parent	(141)	(726)
- total net comprehensive income attributable to non-controlling interest	83	203
<b>Net profit (loss) attributable to equity owners of the Parent</b>	<b>(46)</b>	<b>(740)</b>
Weighted average diluted number of shares (in thousands)	182,943	182,943
Number of diluted shares (thousand units)	184,632	187,225
Basic earnings/loss per share (PLN)	0.00	0.00
Diluted earnings/ loss per share attributable to equity owners of the Parent (PLN)	0.00	0.00



**CONSOLIDATED CASH FLOW STATEMENT**  
(indirect method)

	for the period from 1.01 to 31.03.2024 PLN'000	for the period from 1.01 to 31.03.2023 PLN'000
<b>Cash flows from operating activities</b>		
<b>Gross profit (loss)</b>	<b>(304)</b>	<b>(773)</b>
<b>Total adjustments</b>	<b>31,267</b>	<b>10,030</b>
Depreciation and amortization	11,397	1,803
Impairment loss (reversal)	(1,048)	-
Profit (loss) on foreign exchange differences	(368)	394
Adjustments to finance cost /income	964	156
Profit (loss) on sales of fixed assets	-	-
Change in trade and other receivables	19,295	2,955
Change in inventories	1,145	(120)
Change in trade and other payables	(2,557)	4,232
Change in provisions	2,439	610
Other adjustments	-	-
<b>Net cash flows from operating activities</b>	<b>30,963</b>	<b>9,257</b>
Paid corporate income tax (return) related to operating activity	(88)	(199)
<b>NET CASH FLOWS FROM OPERATING ACTIVITIES (used in the operating activity)</b>	<b>30,875</b>	<b>9,058</b>
<b>Cash flows from investing activities</b>		
Repayment of loans granted	-	-
Cash inflow s on disposal of property, plant and equipment and intangible assets	-	-
Cash outflow s on acquisition of property, plant and equipment and intangible assets	(14,298)	(22,882)
Cash outflow s on acquisition of financial assets	-	-
Cash outflow s on loans granted	<b>(14,298)</b>	<b>(22,882)</b>
<b>Cash flows from financing activities</b>		
Net proceeds from the issue of shares and other capital instruments	-	-
Inflow s from loans	9	15,648
Repayment of loans	(30,937)	-
Repayment of finance lease liabilities	(262)	(296)
Interest	(262)	(71)
Other financial outflow s	(70)	(85)
<b>NET CASH FLOW FROM FINANCING ACTIVITIES</b>	<b>(31,522)</b>	<b>15,196</b>
<b>TOTAL NET CASH FLOWS</b>	<b>(14,945)</b>	<b>1,372</b>
Exchange differences on cash	(56)	(76)
Balance sheet changes in cash and cash equivalents	(15,001)	1,296
<b>Cash and cash equivalents at the beginning of the period</b>	<b>30,233</b>	<b>6,618</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>15,232</b>	<b>7,914</b>

**STATEMENT OF CHANGES IN CONSOLIDATED EQUITY**

For the period from 01.01. to 31.03.2024	Share capital	Share premium	Other reserve capital	Retained earnings	Equity attributable to owners of parent	Non controlling interest	Equity
	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000
<b>As of 01.01.2024</b>	<b>1,829</b>	<b>78,653</b>	<b>22,316</b>	<b>54,799</b>	<b>157,597</b>	<b>2,681</b>	<b>160,278</b>
<b>As of 01.01.2024, upon conversion</b>	<b>1,829</b>	<b>78,653</b>	<b>22,316</b>	<b>54,799</b>	<b>157,597</b>	<b>2,681</b>	<b>160,278</b>
Profit (loss) for the period	-	-	-	(46)	(46)	83	37
Increase (decrease) as the result of other changes in equity	-	-	(95)	-	(95)	-	(95)
<b>Total</b>	<b>-</b>	<b>-</b>	<b>(95)</b>	<b>(46)</b>	<b>(141)</b>	<b>83</b>	<b>(58)</b>
Increase (decrease) as the result of other changes in equity	-	-	-	-	-	-	-
Issue of shares	-	-	-	-	-	-	-
Valuation of motivational program	-	-	813	-	813	-	813
Increase (decrease) as the result of change in ownership in subsidiaries which do not result in loss of control	-	-	-	-	-	-	-
<b>Changes in equity</b>	<b>-</b>	<b>-</b>	<b>718</b>	<b>(46)</b>	<b>672</b>	<b>83</b>	<b>755</b>
<b>As of 31.03.2024</b>	<b>1,829</b>	<b>78,653</b>	<b>23,034</b>	<b>54,753</b>	<b>158,269</b>	<b>2,764</b>	<b>161,033</b>

For the period from 01.01. to 31.12.2023	Share capital	Share premium	Other reserve capital	Retained earnings	Equity attributable to owners of parent	Non controlling interest	Equity
	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000
<b>As of 01.01.2023</b>	<b>1,829</b>	<b>78,653</b>	<b>18,203</b>	<b>42,128</b>	<b>140,813</b>	<b>1,404</b>	<b>142,217</b>
<b>As of 01.01.2023, upon conversion</b>	<b>1,829</b>	<b>78,653</b>	<b>18,203</b>	<b>42,128</b>	<b>140,813</b>	<b>1,404</b>	<b>142,217</b>
Profit (loss) for the period	-	-	-	13,047	13,047	1,420	<b>14,467</b>
Increase (decrease) as the result of other changes in equity	-	-	(432)	-	(432)	-	<b>(432)</b>
<b>Total</b>	<b>-</b>	<b>-</b>	<b>(432)</b>	<b>13,047</b>	<b>12,615</b>	<b>1,420</b>	<b>14,035</b>
Increase (decrease) as the result of other changes in equity	-	-	-	-	-	-	-
Issue of shares	-	-	485	-	485	-	<b>485</b>
Valuation of motivational program	-	-	4,060	-	4,060	-	<b>4,060</b>
Increase (decrease) as the result of change in ownership in subsidiaries which do not result in loss of control	-	-	-	(376)	(376)	(143)	<b>(519)</b>
<b>Changes in equity</b>	<b>-</b>	<b>-</b>	<b>4,113</b>	<b>12,671</b>	<b>16,784</b>	<b>1,277</b>	<b>18,061</b>
<b>As of 31.12.2023</b>	<b>1,829</b>	<b>78,653</b>	<b>22,316</b>	<b>54,799</b>	<b>157,597</b>	<b>2,681</b>	<b>160,278</b>

For the period from 01.01. to 31.03.2023	Share capital	Share premium	Other reserve capital	Retained earnings	Equity attributable to owners of parent	Non controlling interest	Equity
	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000
<b>As of 01.01.2023</b>	<b>1,829</b>	<b>78,653</b>	<b>18,203</b>	<b>42,128</b>	<b>140,813</b>	<b>1,404</b>	<b>142,217</b>
<b>As of 01.01.2023, upon conversion</b>	<b>1,829</b>	<b>78,653</b>	<b>18,203</b>	<b>42,128</b>	<b>140,813</b>	<b>1,404</b>	<b>142,217</b>
Profit (loss) for the period	-	-	-	(740)	(740)	203	<b>(537)</b>
Increase (decrease) as the result of other changes in equity	-	-	14	-	14	-	<b>14</b>
<b>Total</b>	<b>-</b>	<b>-</b>	<b>14</b>	<b>(740)</b>	<b>(726)</b>	<b>203</b>	<b>(523)</b>
Increase (decrease) as the result of other changes in equity	-	-	-	-	-	-	-
Issue of shares	-	-	-	-	-	-	-
Valuation of motivational program	-	-	455	-	455	-	<b>455</b>
<b>Changes in equity</b>	<b>-</b>	<b>-</b>	<b>469</b>	<b>(740)</b>	<b>(271)</b>	<b>203</b>	<b>(68)</b>
<b>As of 31.03.2023</b>	<b>1,829</b>	<b>78,653</b>	<b>18,672</b>	<b>41,388</b>	<b>140,542</b>	<b>1,607</b>	<b>142,149</b>



## II. KEY BASIC INFORMATION ABOUT CI GAMES CAPITAL GROUP

### 1. Information about Dominant entity

- Name of the reporting entity: CI Games spółka europejska (“Issuer”, “Dominant entity”, the Company”. On 17.03.2023 the Court registered transformation of CI Games SA into European Company. CI Games SE was registered in the Register of Entrepreneurs of the National Court Register by the District Court for the Capital City of Warsaw in Warsaw, 13th Commercial Division of the National Court Register.
- Registered Address: Rondo Daszyńskiego 2B, 00-843 Warsaw
- The core business activity: production, publishing and distribution of video games
- Court registration number (KRS): 0001025884
- Tax identification number NIP: 1181585759
- Statistical identification number (REGON): 017186320
- The Company has been established for an unlimited period of time.

### 2. Structure of CI Games Capital Group

As of 31.03.2024, CI Games Capital Group (“the Group”, “Capital Group CI Games”) consisted of the following entities:

- CI Games SE with a registered office in Warsaw (“the Company”, “CI Games”, “Parent entity”, “Dominant entity”). Share capital: PLN 1,829,430.15. Dominant entity. The Company is listed on the regulated market conducted by the Warsaw Stock Exchange in Warsaw S.A. On 17.03.2023, transformation of CI Games SA into CI Games European Company was registered.
- United Label S.A. (“United Label”) with a registered office in Warsaw. Share capital: PLN 127,500. 93.91% shares held by CI Games, with the remaining shares owned by private individuals. The Company is listed on New Connect market (Alternative Trading System – ATS) conducted by the Warsaw Stock Exchange in Warsaw S.A.
- CI Games USA Inc. with a registered office in the state of Delaware, United States of America. Share capital: USD 50,000. 100% shares held by CI Games.
- Business Area sp. z o.o. with a registered office in Warsaw. Share capital: PLN 5,000; 100% shares held by CI Games.
- Business Area sp. z ograniczoną odpowiedzialnością sp.j. with a registered office in Warsaw. 99.99% contribution of CI Games; the remaining 0.01% of Business Area sp. z o.o.
- CI Games S.A. sp.j. with a registered office in Warsaw. 99.99% contribution of Business Area ograniczoną odpowiedzialnością sp.j.; the remaining 0.01% of CI Games.
- CI Games UK Ltd. with a registered office in London, the United Kingdom. Share capital GBP 100; 100% shares held by CI Games.
- CI Games Mediterranean Projects S.L. with a registered office in Barcelona, Spain. Share capital: EUR 3,000. 75% shares held directly by CI Games; the remaining 25% shares owned by Mclcx Trust sp. z o.o. with the seat in Warsaw.
- CI Games Bucharest Studio S.R.L. with a registered office in Bucharest, Romania. Share capital: LEI 200. 100% shares owned directly by CI Games.

### 3. Companies included in consolidation

The following companies are subject to consolidation:

Company	Share in capital	Share in voting rights	Consolidation method
CI Games Inc. USA	100%	100%	full
United Label S.A.	91.65%	91.65%	full
Business Area sp. z o.o	100%	100%	full
Business Area sp. z o.o. sp.j.	99.99%	99.99%	full
CI Games S.A. sp.j.	0.01%	0.01%	full
CI Games UK Ltd.	100%	100%	full
CI Games Mediterranean Projects S.L.	75%	75%	full
CI Games Bucharest Studio SRL	100%	100%	Not consolidated*

\* due to the materiality level of i.e. the share of the balance sheet value of a subsidiary does not exceed 2% of total balance sheet of the Dominant entity

### 4. Statement of compliance and general principles of preparation the financial statements

The interim condensed consolidated financial statements were prepared in accordance with requirements of IAS 34 „Interim financial reporting” approved by EU („IAS 34”) and the scope required by the Minister of Finance Regulation of March 29, 2018 on current and periodical information to be published by issuers of securities and conditions of consideration of information required by the law of non-member country's law as equal (Official Journal 2018, item 757) and present financial position of the CI Games Capital Group and the Company as of 31.03.2024, financial results and cash flow for the 3-months period ended 31.03.2024 and 31.03.2023.

The quarterly interim financial statements do not include all the information and disclosures required by annual financial statements and therefore they should be read in conjunction with the Financial Statement of CI Games Capital Group and CI Games S.E. for the period ended 31.12.2023 approved for publication on 17.04.2024.

Stand alone and consolidated financial statements were prepared based on the historical cost principle. Preparation of the consolidated financial statements in accordance with the EU IFRS requires the Management Board to make judgments, estimates and assumptions, which influence the accounting principles applied, as well as the value of assets, liabilities, revenues and expenses. The estimates and the associated assumptions are based on factors, which are considered to be reliable under the given circumstances, and their results provide a basis for judgment on balance sheet value of assets and liabilities, which is not based directly on other sources. The real value may differ from the estimated values.

The Management Board verifies the estimates and assumptions on an ongoing basis and records any changes in these in the period, in which they were made. The key judgments and estimates made by Management applied in the preparation of interim financial statements remained unchanged compared to the judgments and estimates applied in the consolidated financial statements ended 31.12.2023.

## 5. Going concern assumption

The consolidated financial statements were prepared with the assumption of going concern in the foreseeable future. The Management Board of the Issuer is of opinion that the Group is able to:

- conduct its ongoing activity and settle its liabilities,
- continue production of subsequent games titles.

In association with the situation related to economic uncertainty in Poland and over the world related to the war in Ukraine, and their implications – the Management Board is of opinion that the current situation does not constitute an event that would require an adjustment of the consolidated financial statements for the nine month period ended 31.03.2024. As of the date of publication of these financial statements, the situation is subject to constant changes. The Management Board is monitoring the potential impact and will take all steps to mitigate any negative consequences for the Group. These changes did not affect the Group's going concern assumptions.

## 6. Functional and presentation currency and the rules of conversion of the financial data for the consolidation purposes

Functional currency of Dominant entity and presentation currency of these consolidated financial statements is Polish zloty (PLN). Possible differences in the amount of 1 thousand PLN when summing up the items presented in the explanatory notes result from adopted rounding.

Conversion into PLN of the financial statements of the subsidiaries for the consolidation purposes: the balance sheet items have been converted using the exchange rates as of the end of the reporting period, while the items of the profit and loss account and the cash flow statement have been converted in according to the exchange rates determined as the arithmetic mean of exchange rates published by the President of the National Bank of Poland as of the last day of each month of the reporting period.

Foreign exchange differences resulting from these conversions are included in equity in the in the item foreign exchange differences from translation of foreign entities.

## 7. Changes in the accounting principles and comparability of data presented in the financial statement

The Company applied consistent accounting rules in the accounting periods. In the first quarter of 2024, there was no changes in the accounting policy.

## 8. New standards and interpretations

New standards, changes in the binding standards and interpretations, which came into effect on 1<sup>st</sup> January 2023 and 2024:

- **IFRS 17 “Insurance contracts”** with subsequent amendments to IFRS 17.
- **Amendments to IAS 1 “Presentation of financial statements”**. The changes pertain to the definition of material disclosures related to accounting policy, which has been defined in the standard.

- **Amendments to IAS 8 “Accounting policies, changes in accounting estimates and errors”.** The changes relate to definition of estimates.
- **Amendments to IAS 12 “Income tax”** – deferred tax related to assets and liabilities arising from a single transaction. Before amendment to the standard, there were ambiguities as to whether the recognition of equal amounts of assets and liabilities for accounting purposes (e.g. initial recognition of a lease) without affecting current tax settlements results in the need to recognize deferred tax balances or whether the so-called exemption from initial recognition, which says that deferred tax balances are not recognized if the recognition of an asset or liability has no effect on the accounting or tax result at the time of recognition. The amended IAS 12 regulates this issue by requiring the recognition of deferred tax in the above situation by introducing an additional provision that the exemption from initial recognition does not apply if the entity simultaneously recognizes an asset and an equivalent liability and each of them creates temporary differences.
- **Amendments to IAS 12 “Income tax”** – global minimal tax (Pillar Two).
- **Amendments to IFRS 17 “Insurance contracts”** – first application of IFRS 17 and IFRS 9 – comparable information.
- **Amendments to IAS 1 “Presentation of Financial Statements”:** classification of liabilities as current or non-current and classification of liabilities as current.
- **Amendment to IFRS 16 “Leasing”** – lease liabilities during the sale and lease back.
- **Amendment to IAS 7 “Statement of Cash Flows and IFRS 7 Financial Instruments: Disclosures** – suppliers finance arrangements.

New standards, changes in the binding standards and interpretations, approved by RMSR which come into effect on 1<sup>st</sup> January 2025:

- **Amendment to IAS 21 “The Effects of Changes in Foreign Exchange Rates”** lack of exchangeability.

According to estimates of the Company, the standards, interpretations and amendments to standards listed above shall have no significant impact upon the financial statements of the Company and the Group.

## 9. Audit performed by statutory auditor

These quarterly consolidated and individual financial statements along with the selected components were not audited nor reviewed by an independent statutory auditor.

### III. FINANCIAL INFORMATION TO THE QUARTERLY REPORT

## 1. Consolidated quarterly results

Consolidated Profit and Loss Account	for the period from 1.01 to 31.03.2024		for the period from 1.01 to 31.03.2023	
	PLN'000	EUR'000	PLN'000	EUR'000
Net revenue from sales	21,816	5,049	9,838	2,093
COGS	(14,738)	(3,411)	(3,344)	(711)
Gross profit on sales	7,078	1,638	6,494	1,382
<i>Sales margin (%)</i>	32.4%	32.4%	66.0%	66.0%
Selling costs	(2,659)	(615)	(3,077)	(655)
General and administrative costs	(4,677)	(1,082)	(3,952)	(841)
Net other operating income/costs and net impairment	7	2	(54)	(11)
Profit (loss) from operating activities	(251)	(58)	(589)	(125)
<i>Operating margin (%)</i>	-1.2%	-1.2%	-6.0%	-6.0%
Reported EBITDA	11,145	2,579	1,214	258
<i>EBITDA (%)</i>	51.1%	51.1%	12.3%	12.3%
Gross profit (loss)	(304)	(70)	(773)	(164)
<i>Gross profit (%)</i>	-1.4%	-1.4%	-7.9%	-7.9%
Net profit (loss)	37	9	(537)	(114)
<i>Net margin (%)</i>	0.2%	0.2%	-5.5%	-5.5%

In the first quarter of 2024, consolidated revenues amounted to PLN 21.8m compared to PLN 9.8m in comparable period of 2023. This growth is connected with the release of “Lords of the Fallen” on 13.10.2023. The sales of this game accounted for 59% of total revenues, while sales of “Sniper Ghost Warrior Contracts 2” accounted for 22% of revenues, while the games from United Label S.A. generated 6% of consolidated revenues in the first quarter of 2024.

An increase in the costs of goods sold in the first quarter of 2024 mainly resulted from amortization costs of “Lords of the Fallen”. Other production costs include costs of engines, amortization of “Sniper Ghost Warrior Contracts 2” and games from United Label S.A. portfolio. The Group incurred also not capitalized costs related to “Lords of the Fallen”.

In the first quarter of 2024, selling costs decreased comparing to the respective period of 2023, due to the fact that costs of the first quarter of 2023 included higher marketing costs of “Lords of the Fallen”.

The growth in General and administrative costs of the first quarter of 2024 related mainly to one-off dismissal costs of Vice President of the Company.

The 1Q2024 reported EBITDA amounted to PLN 11.1m, while net profit was PLN 37 thousand.

## 2. Information about operational segments

The basic segments of Group’s activity are the production and sales of own games and publishing activity commenced in the second half of year 2018 by United Label S.A. The tables below present:

- CI Games Group – stands for CI Games and other companies from the Group including consolidation adjustments between these entities.
- United Label S.A. – presents publishing activity.

31.03.2024	CI GAMES GROUP	UNITED LABEL	Consolidation eliminations	Total
<b>A. Non-current assets</b>	<b>183,057</b>	<b>6,000</b>	<b>(119)</b>	<b>188,938</b>
Property, plant and equipment	1,363	7	-	1,370
Intangible assets	166,092	5,767	(19)	171,840
Right-to-use asset	2,041	-	-	2,041
Long term investments	100	-	(100)	-
Deferred tax asset	12,926	226	-	13,152
Long term receivables	535	-	-	535
<b>B. Current assets</b>	<b>49,769</b>	<b>5,586</b>	<b>(2,238)</b>	<b>53,117</b>
Inventory	1,400	-	-	1,400
Current investments	-	-	-	-
Trade and other receivables	32,807	2,406	(2,238)	32,975
Tax receivables	3,355	155	-	3,510
Cash and cash equivalents	12,207	3,025	-	15,232
<b>Current assets other than assets or disposal classified as held for sales or as held for distribution to owners</b>	<b>49,769</b>	<b>5,586</b>	<b>(2,238)</b>	<b>53,117</b>
<b>Non-current assets classified as held for sale or as held for distribution to owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total assets</b>	<b>232,826</b>	<b>11,586</b>	<b>(2,357)</b>	<b>242,055</b>

31.03.2024	CI GAMES GROUP	UNITED LABEL	Consolidation eliminations	Total
<b>A.</b>	<b>152,143</b>	<b>9,009</b>	<b>(119)</b>	<b>161,033</b>
Share capital	1,829	128	(128)	1,829
Share premium	74,484	4,169	-	78,653
Other reserve capital	23,034	-	-	23,034
Retained earnings	50,060	4,712	(19)	54,753
including profit for the period	50	(105)	9	(46)
<b>Equity attributable to owners of the Parent</b>	<b>149,407</b>	<b>9,009</b>	<b>(147)</b>	<b>158,269</b>
<b>Equity attributable to non-controlling interests</b>	<b>2,736</b>	<b>-</b>	<b>28</b>	<b>2,764</b>
<b>B. LIABILITIES</b>	<b>80,683</b>	<b>2,577</b>	<b>(2,238)</b>	<b>81,022</b>
<b>Non-current liabilities</b>	<b>20,916</b>	<b>-</b>	<b>-</b>	<b>20,916</b>
Loans, credit and other debt instruments	-	-	-	-
Finance lease liabilities	1,099	-	-	1,099
Deferred income tax provision	19,817	-	-	19,817
<b>Current liabilities</b>	<b>59,767</b>	<b>2,577</b>	<b>(2,238)</b>	<b>60,106</b>
Borrowings including credits, loans and other debt instruments	27,125	-	-	27,125
Income tax liabilities	124	-	-	124
Trade liabilities and other liabilities	27,349	1,990	(2,238)	27,101
Finance lease liabilities	1,005	-	-	1,005
Other current provisions	4,164	587	-	4,751
<b>Current liabilities other than liabilities included in disposal groups classified as held for sale</b>	<b>59,767</b>	<b>2,577</b>	<b>(2,238)</b>	<b>60,106</b>
<b>Liabilities included in disposal groups classified as held for sale</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total equity and liabilities</b>	<b>232,826</b>	<b>11,586</b>	<b>(2,357)</b>	<b>242,055</b>



31.03.2024

CI GAMES GRUPA

UNITED LABEL

Consolidation  
eliminations

Total

**Continuing operations**

<b>Net revenue from sales</b>	<b>20,681</b>	<b>1,281</b>	<b>(146)</b>	<b>21,816</b>
<b>Costs of products, goods and services sold</b>	<b>(13,723)</b>	<b>(1,024)</b>	<b>9</b>	<b>(14,738)</b>
<b>Gross profit (loss) on sales</b>	<b>6,958</b>	<b>257</b>	<b>(137)</b>	<b>7,078</b>
Other operating revenues	30	-	(1)	29
Selling costs	(2,608)	(197)	146	(2,659)
General and administrative costs	(4,500)	(177)	-	(4,677)
Other operating expenses	(28)	-	1	(27)
Impairment loss/impairment gain and reversal of impairment loss	5	-	-	5
<b>Profit (loss) on operating activities</b>	<b>(143)</b>	<b>(117)</b>	<b>9</b>	<b>(251)</b>
Financial revenues	838	3	-	841
Financial expenses	(893)	(1)	-	(894)
<b>Profit (loss) before tax</b>	<b>(198)</b>	<b>(115)</b>	<b>9</b>	<b>(304)</b>
Income tax	331	10	-	341
<b>Profit (loss) on continuing operations</b>	<b>133</b>	<b>(105)</b>	<b>9</b>	<b>37</b>
Discontinued operations	-	-	-	-
Loss from discontinued operations	-	-	-	-
<b>Net profit (loss)</b>	<b>133</b>	<b>(105)</b>	<b>9</b>	<b>37</b>
- net profit (loss) attributable to equity owners of the Parent	50	(105)	9	(46)
- net profit (loss) attributable to non-controlling interest	83	-	-	83

31.12.2023

CI GAMES GROUP

UNITED LABEL

Consolidation  
eliminations

Total

<b>A. Non-current assets</b>	<b>182,275</b>	<b>5,379</b>	<b>(128)</b>	<b>187,526</b>
Property, plant and equipment	1,359	8	-	1,367
Intangible assets	163,529	5,206	(28)	168,707
Right-to-use asset	2,276	-	-	2,276
Long term investments	100	-	(100)	-
Deferred tax asset	14,473	165	-	14,638
Long term receivables	538	-	-	538
<b>B. Current assets</b>	<b>83,457</b>	<b>4,963</b>	<b>(952)</b>	<b>87,468</b>
Inventory	1,502	-	-	1,502
Current investments	-	-	-	-
Trade and other receivables	51,988	1,226	(952)	52,262
Tax receivables	3,328	143	-	3,471
Cash and cash equivalents	26,639	3,594	-	30,233
<b>Current assets other than assets or disposal classified as held for sales or as held for distribution to owners</b>	<b>83,457</b>	<b>4,963</b>	<b>(952)</b>	<b>87,468</b>
<b>Non-current assets classified as held for sale or as held for distribution to owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total assets</b>	<b>265,732</b>	<b>10,342</b>	<b>(1,080)</b>	<b>274,994</b>

31.12.2023	CI GAMES GROUP	UNITED LABEL	Consolidation eliminations	Total
<b>A.</b>	<b>151,292</b>	<b>9,114</b>	<b>(128)</b>	<b>160,278</b>
Share capital	1,829	128	(128)	1,829
Share premium	74,484	4,169	-	78,653
Other reserve capital	22,316	-	-	22,316
Retained earnings	50,010	4,817	(28)	54,799
including profit for the period	12,655	351	41	13,047
<b>Equity attributable to owners of the Parent</b>	<b>148,639</b>	<b>9,114</b>	<b>(156)</b>	<b>157,597</b>
<b>Equity attributable to non-controlling interests</b>	<b>2,653</b>	<b>-</b>	<b>28</b>	<b>2,681</b>
<b>B. LIABILITIES</b>	<b>114,440</b>	<b>1,228</b>	<b>(952)</b>	<b>114,716</b>
<b>Non-current liabilities</b>	<b>23,053</b>	<b>-</b>	<b>-</b>	<b>23,053</b>
Loans, credit and other debt instruments	-	-	-	-
Finance lease liabilities	1,359	-	-	1,359
Deferred income tax provision	21,694	-	-	21,694
<b>Current liabilities</b>	<b>91,387</b>	<b>1,228</b>	<b>(952)</b>	<b>91,663</b>
Borrowings including credits, loans and other debt instruments	57,749	1	-	57,750
Income tax liabilities	123	-	-	123
Trade liabilities and other liabilities	29,399	1,193	(952)	29,640
Finance lease liabilities	1,025	-	-	1,025
Other current provisions	3,091	34	-	3,125
<b>Current liabilities other than liabilities included in disposal groups classified as held for sale</b>	<b>91,387</b>	<b>1,228</b>	<b>(952)</b>	<b>91,663</b>
<b>Liabilities included in disposal groups classified as held for sale</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total equity and liabilities</b>	<b>265,732</b>	<b>10,342</b>	<b>(1,080)</b>	<b>274,994</b>

2023	CI GAMES GROUP	UNITED LABEL	Consolidation eliminations	Total
<b>Continuing operations</b>				
<b>Net revenue from sales</b>	<b>238,202</b>	<b>7,490</b>	<b>(709)</b>	<b>244,983</b>
<b>Costs of products, goods and services sold</b>	<b>(103,835)</b>	<b>(4,743)</b>	<b>20</b>	<b>(108,558)</b>
<b>Gross profit (loss) on sales</b>	<b>134,367</b>	<b>2,747</b>	<b>(689)</b>	<b>136,425</b>
Other operating revenues	976	-	(29)	947
Selling costs	(85,539)	(1,098)	730	(85,907)
General and administrative costs	(16,418)	(785)	-	(17,203)
Other operating expenses	(1,299)	(4)	29	(1,274)
Impairment loss/impairment gain and reversal of impairment loss	(1,499)	-	-	(1,499)
<b>Profit (loss) on operating activities</b>	<b>30,588</b>	<b>860</b>	<b>41</b>	<b>31,489</b>
Financial revenues	-	-	-	-
Financial expenses	(5,147)	(58)	-	(5,205)
<b>Profit (loss) before tax</b>	<b>25,441</b>	<b>802</b>	<b>41</b>	<b>26,284</b>
Income tax	(11,366)	(451)	-	(11,817)
<b>Profit (loss) on continuing operations</b>	<b>14,075</b>	<b>351</b>	<b>41</b>	<b>14,467</b>
Discontinued operations	-	-	-	-
Loss from discontinued operations	-	-	-	-
<b>Net profit (loss)</b>	<b>14,075</b>	<b>351</b>	<b>41</b>	<b>14,467</b>
- net profit (loss) attributable to equity owners of the Parent	12,655	351	41	13,047
- net profit (loss) attributable to non-controlling interest	1,420	-	-	1,420

31.03.2023	CI GAMES GROUP	UNITED LABEL	Consolidation eliminations	Total
<b>A. Non-current assets</b>	<b>174,117</b>	<b>5,289</b>	<b>(158)</b>	<b>179,248</b>
Property, plant and equipment	1,504	-	-	1,504
Intangible assets	168,328	5,032	(58)	173,302
Right-to-use asset	2,983	-	-	2,983
Long term investments	100	-	(100)	-
Deferred tax asset	705	257	-	962
Long term receivables	497	-	-	497
<b>B. Current assets</b>	<b>18,346</b>	<b>5,661</b>	<b>(4,838)</b>	<b>19,169</b>
Inventory	1,291	-	-	1,291
Current investments	-	-	-	-
Trade and other receivables	8,827	5,281	(4,838)	9,270
Tax receivables	506	188	-	694
Cash and cash equivalents	7,722	192	-	7,914
<b>Current assets other than assets or disposal classified as held for sales or as held for distribution to owners</b>	<b>18,346</b>	<b>5,661</b>	<b>(4,838)</b>	<b>19,169</b>
<b>Non-current assets classified as held for sale or as held for distribution to owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total assets</b>	<b>192,463</b>	<b>10,950</b>	<b>(4,996)</b>	<b>198,417</b>

31.03.2023	CI GAMES GRUPA	UNITED LABEL	Consolidation eliminations	Total
<b>A.</b>	<b>133,700</b>	<b>8,607</b>	<b>(158)</b>	<b>142,149</b>
Share capital	1,829	128	(128)	1,829
Share premium	74,484	4,169	-	78,653
Other reserve capital	18,672	-	-	18,672
Retained earnings	37,136	4,310	(58)	41,388
including profit for the period	(594)	(156)	10	(740)
<b>Equity attributable to owners of the Parent</b>	<b>132,121</b>	<b>8,607</b>	<b>(186)</b>	<b>140,542</b>
<b>Equity attributable to non-controlling interests</b>	<b>1,579</b>	<b>-</b>	<b>28</b>	<b>1,607</b>
<b>B. LIABILITIES</b>	<b>58,763</b>	<b>2,343</b>	<b>(4,838)</b>	<b>56,268</b>
<b>Non-current liabilities</b>	<b>3,933</b>	<b>2</b>	<b>-</b>	<b>3,935</b>
Loans, credit and other debt instruments	-	-	-	-
Finance lease liabilities	2,288	-	-	2,288
Deferred income tax provision	1,645	2	-	1,647
<b>Current liabilities</b>	<b>54,830</b>	<b>2,341</b>	<b>(4,838)</b>	<b>52,333</b>
Borrowings including credits, loans and other debt instruments	34,223	-	-	34,223
Income tax liabilities	66	-	-	66
Trade liabilities and other liabilities	18,378	2,334	(4,838)	15,874
Finance lease liabilities	1,115	-	-	1,115
Other current provisions	1,048	7	-	1,055
<b>Current liabilities other than liabilities included in disposal groups classified as held for sale</b>	<b>54,830</b>	<b>2,341</b>	<b>(4,838)</b>	<b>52,333</b>
<b>Liabilities included in disposal groups classified as held for sale</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total equity and liabilities</b>	<b>192,463</b>	<b>10,950</b>	<b>(4,996)</b>	<b>198,417</b>

<b>Continuing operations</b>				
<b>Net revenue from sales</b>	<b>8,529</b>	<b>1,452</b>	<b>(143)</b>	<b>9,838</b>
<b>Costs of products, goods and services sold</b>	<b>(2,234)</b>	<b>(1,119)</b>	<b>9</b>	<b>(3,344)</b>
<b>Gross profit (loss) on sales</b>	<b>6,295</b>	<b>333</b>	<b>(134)</b>	<b>6,494</b>
Other operating revenues	18	-	(1)	17
Selling costs	(2,967)	(254)	144	(3,077)
General and administrative costs	(3,711)	(241)	-	(3,952)
Other operating expenses	(72)	-	1	(71)
Impairment loss/impairment gain and reversal of impairment loss	-	-	-	-
<b>Profit (loss) on operating activities</b>	<b>(437)</b>	<b>(162)</b>	<b>10</b>	<b>(589)</b>
Financial revenues	210	-	-	210
Financial expenses	(360)	(34)	-	(394)
<b>Profit (loss) before tax</b>	<b>(587)</b>	<b>(196)</b>	<b>10</b>	<b>(773)</b>
Income tax	196	40	-	236
<b>Profit (loss) on continuing operations</b>	<b>(391)</b>	<b>(156)</b>	<b>10</b>	<b>(537)</b>
Discontinued operations	-	-	-	-
Loss from discontinued operations	-	-	-	-
<b>Net profit (loss)</b>	<b>(391)</b>	<b>(156)</b>	<b>10</b>	<b>(537)</b>
- net profit (loss) attributable to equity owners of the Parent	(594)	(156)	10	(740)
- net profit (loss) attributable to non-controlling interest	203	-	-	203

### 3. Information concerning the amount and type of items influencing the assets, liabilities, equity, net result or cash flows, which are unusual due to their nature, value or frequency

As of the date of this report, no amounts were recorded, which would be unusual due to their nature, value or frequency.

### 4. Information on material transactions to purchase or sell tangible assets

In the first quarter of 2024, there were no material transactions involving the purchase or sale of tangible assets.

### 5. Information on significant liabilities related to the purchase of tangible assets

As of the date of publishing this report, there were no significant liabilities related to the purchase of tangible assets.

## 6. Information on inventory impairment losses on inventories to bring the value of inventory to their recoverable net value and reversal of such losses

### CHANGE OF REVALUATION INVENTORIES

	PLN'000
<b>Balance as of 01.01.2024</b>	<b>2,305</b>
Increases, including:	26
- impairment of inventory	26
Decreases, including:	<b>(1,070)</b>
- release of the impairment	(1,070)
<b>Balance as of 31.03.2024</b>	<b>1,261</b>

In the first quarter of 2024, the impairment loss on inventories, which was created in previous periods for the planned liquidation of inventories and inventory differences, was reversed. In the first quarter of 2024, physical liquidation of inventories was carried out and inventory differences were settled (the result on these operations was zero).

## 7. Information on impairment losses on financial assets, property, plant and equipment, intangible assets and other assets and reversal of such losses

### CHANGE OF REVALUATION RECEIVABLES

	PLN'000
<b>Balance as of 01.01.2024</b>	<b>1,062</b>
Increases, including:	-
- impairment of receivables	-
- FX valuation	-
Decreases, including:	<b>(57)</b>
- release of the impairment	(5)
- FX valuation	(52)
<b>Balance as of 31.03.2024</b>	<b>1,005</b>

As of 31.03.2024, there were no impairment losses on financial assets, property, plant and equipment, intangible assets. Reversals of such write-offs amounted to PLN 5 thousand in this period.

## 8. Information about changes in the provisions

MOVEMENTS IN PROVISIONS	Unused holidays provision PLN'000	Other provisions PLN'000
<b>Balance as of 01.01.2024</b>	114	3,011
Creation of the provision	60	2,279
Release of the provision/Utilisation of the provision	(29)	(684)
<b>Balance as of 31.03.2024</b>	<b>145</b>	<b>4,606</b>

The creation of the provision in the first quarter of 2024, in the amount of PLN 2,279 thousand, related to unvoiced costs in that period.

## 9. Loan and debt instruments liabilities

Liabilities from loans and other debt instruments	as of 31.03.2024	as of 31.12.2023	as of 31.03.2023
	PLN'000	PLN'000	PLN'000
Multi-purpose overdraft limit	-	15,941	28,321
Non-renewable credit facility	-	14,998	5,807
Convertible bonds series F	27,116	26,729	-
Credit cards	9	82	95
<b>Total liabilities from loans and debt instruments</b>	<b>27,125</b>	<b>57,750</b>	<b>34,223</b>

As of 31.03.2024 the short term loan liabilities included:

- present value of convertible bonds series F recognized in line with IFRS 9 (details related to the bonds issuance are further described in Section IV, point 15);
- credit cards balance.

As of 31.03.2023, the balance of loans included also: multi-purpose overdraft limit up to PLN 29 mln (utilized PLN 15,941 thousand) in PKO BP S.A. and non-renewable credit facility of PLN 20 mln (utilized PLN 14,998 thousand) used for the production of "Lords of the Fallen" in PKO BP S.A. Both loans were repaid as of 31.03.2024.

## 10. Income tax

Income tax charges on the financial result consist of current tax and deferred tax (non-cash item):

- A current tax charge is calculated on the basis of the tax result (taxation basis) for a given financial year. Tax profit (loss) differs from net accounting profit (loss) due to exclusion of revenues subject to taxation and expenses constituting costs of earning profit in the subsequent years and those revenue and expense items, which will never be subject to taxation. Tax charges are calculated on the basis of tax rates applicable in a given financial year. As of 31.03.2024 current corporate tax charges in the companies from the Group for the 3 months period of 2024 amounted to PLN 50 thousand.
- Deferred tax is calculated using the balance sheet method as tax to be paid or returned in the future on differences between the balance sheet value of assets and liabilities and the corresponding tax values used for calculation of taxation basis.

INCOME TAX	for the period from 1.01 to 31.03.2024	for the period from 1.01 to 31.03.2023
	PLN'000	PLN'000
<b>Gross profit (loss)</b>	<b>(304)</b>	<b>(773)</b>
Current income tax	(50)	(6)
Corrections related to the previous year	-	83
Deferred tax:	391	159
Decrease/increase in the deferred tax asset	(1,486)	(55)
Decrease/increase the provision for deferred tax	1,877	214
<b>Total income tax included in the profit and loss account</b>	<b>341</b>	<b>236</b>
<b>Net profit (loss)</b>	<b>37</b>	<b>(537)</b>

As of 31.03.2024, a changed in deferred tax amounted to PLN 391thousand and comprised of the following items:

- decrease of the deferred tax asset balance (from 01.01.2024 to 31.03.2024) by the amount of PLN 1,486 thousand mainly due to utilization of tax losses; and



- decrease of the deferred tax liability balance (from 01.01.2024 to 31.03.2024) by the amount of PLN 1,877 thousand, resulting mainly from the decreasing difference between the tax and book value of development works.

## 11. Deferred tax asset and liability

Deferred tax assets are determined in the amount to be deducted in the future from income tax amount as a result of temporary exchange losses, which result in reduction of the income tax base in the future. The balance sheet value of the deferred income tax asset is verified on each balance sheet date and subject to writing off, if economic benefits to be achieved by the Group due to utilization of deferred tax assets are doubtful.

The deferred income tax provision is established on the basis of temporary exchange gains between the tax value of assets and liabilities and their balance sheet value in the financial statements.

DEFERRED TAX	as of 31.03.2024	as of 31.12.2023	as of 31.03.2023
	PLN'000	PLN'000	PLN'000
<b>Deferred tax assets</b>			
<b>Opening value</b>	<b>14,638</b>	<b>1,017</b>	<b>1,017</b>
<b>Including assets compared to the financial result</b>	<b>(14,638)</b>	<b>(1,017)</b>	<b>(1,017)</b>
<b>Increases recognised in financial result</b>	<b>13,152</b>	<b>14,638</b>	<b>962</b>
Cost provision	768	497	108
Receivables valuation allowances	169	169	-
Provision for returns	2,519	2,546	118
Exchange differences	625	691	-
Tax losses	7,194	8,974	-
Difference between the balance-sheet and tax value	573	615	288
Equity instruments valuation	1,288	1,133	448
Other	16	13	-
<b>Decreases compared to the financial result</b>	<b>(14,638)</b>	<b>(1,017)</b>	<b>(1,017)</b>
<b>Closing value</b>	<b>13,152</b>	<b>14,638</b>	<b>962</b>
<b>Deferred tax provisions</b>			
<b>Opening value</b>	<b>21,694</b>	<b>1,861</b>	<b>1,861</b>
<b>Including assets compared to the financial result</b>	<b>(21,694)</b>	<b>(1,861)</b>	<b>(1,861)</b>
<b>Increases compared to the financial result</b>	<b>19,817</b>	<b>21,694</b>	<b>1,647</b>
Provision for revenues	257	-	-
Exchange differences	74	86	52
Difference between the balance-sheet and tax value of tangible fixed assets	19,476	21,175	1,583
Difference between the balance-sheet and tax value of	10	433	-
Other	-	-	12
<b>Decreases compared to the result</b>	<b>(21,694)</b>	<b>(1,861)</b>	<b>(1,861)</b>
<b>Closing value</b>	<b>19,817</b>	<b>21,694</b>	<b>1,647</b>

## 12. Information on changes in classification of financial assets as a result of a change of the purpose or use of these assets

In the first quarter of 2024, no changes took place in classification of financial assets due to a change in the purpose or use of these assets.

## 13. Share capital of Dominant entity

As of 31.03.2024, share capital comprised of nine series of shares issued at the following terms:

SHARE SERIES	NO OF SHARES	NOMINAL VALUE	
		(PLN'000)	REGISTRATION
A - ordinary bearer / paid	100,000,000	1,000	01.06.2007
B - ordinary bearer / paid	400,000	4	10.08.2008
C - ordinary bearer / paid	25,000,000	250	17.12.2008
D - ordinary bearer / paid	1,100,000	11	09.10.2009
E - ordinary bearer / paid	12,649,990	126	09.01.2014
G - ordinary bearer / paid	11,000,000	110	06.12.2016
F - ordinary bearer / paid	960,000	10	30.11.2017
H - ordinary bearer / paid	10,833,025	108	09.08.2019
I - ordinary bearer / paid	21,000,000	210	21.09.2020
<b>TOTAL</b>	<b>182,943,015</b>	<b>1,829</b>	

The shareholder structure as of the date of publication of these financial statements is as follows:

SHARE CAPITAL - STRUCTURE	Number of shares	% of votes
Marek Tymiński	53,083,570	29.02%
Active Ownership Fund Sicav-FIS SCS	36,618,931	20.02%
Other shareholders	93,240,514	50.96%
<b>All shareholders in total</b>	<b>182,943,015</b>	<b>100%</b>

## 14. Conditional share capital of Dominant entity

As of 31.03.2024, the Company had conditional share capital i.e. maximum value by which the share capital can be increased in case of exchange of warrants into shares or conversion of bonds into shares.

The Company's conditional share capital amounts to PLN 357,207.26 and is divided into the following items:

- Series J relate to ordinary shares from issuance of C warrants – conditional capital registered in the KRS on 09.08.2021 – description in the Chapter IV, point 13.
- Series K relate to ordinary shares from issuance of D warrants (new motivational program) - conditional capital registered in the KRS on 13.07.2023 – description in the Chapter IV, point 14.
- Series L to relate to ordinary shares from issuance convertible bonds series F - conditional capital registered in the KRS on 13.07.2023 - description in the Chapter IV, point 15.

SHARES SERIES	Number of shares	NOMINAL VALUE (PLN)
J - ordinary bearer	not more than 13,720,726	137,207.26
K - ordinary bearer	not more than 13,000,000	130,000
L – ordinary bearer	not more than 9,000,000	90,000

## 15. Share premium account of the Dominant entity

SHARE SERIES	NUMBER	SURPLUS
B - ordinary bearer / paid	400,000	36
C - ordinary bearer / paid	25,000,000	22,250
D - ordinary bearer / paid	1,100,000	99
E - ordinary bearer / paid	12,649,990	11,259
G - ordinary bearer / paid	11,000,000	24,860
F - ordinary bearer / paid	960,000	663
H - ordinary bearer / paid	10,833,025	9,641
I - ordinary bearer / paid	21,000,000	24,990
<b>TOTAL</b>	<b>82,943,015</b>	<b>93,798</b>
Decrease due to costs of issue of series C		(1,829)
Decrease due to costs of issue of series E		(285)
Transfer to reserve capital		(16,000)
Decrease due to costs of issue of series G		(416)
Decrease due to costs of issue of series F		(49)
Decrease due to costs of issue of series H		(470)
Decrease due to costs of issue of series I		(265)
<b>As of 31.03.2024</b>		<b>74,484</b>

## 16. Other reserve capital

Other reserve capital comprises of: “Reserve capital for purchase own shares”, “Reserve capital”, “Motivational Plan”, “Foreign exchange differences from translations” and “Convertible Bonds Series F”.

The amount of reserve capital for purchase of treasury shares as of 31.03.2024 amounted to PLN 16,000,000 (31.12.2023: PLN 16,000,000). General Meeting of CI Games S.A. of 08.11.2010 in association with a resolution passed on the same day on approval of purchase by the Company of treasury shares. The capital was established by transfer from supplementary capital of the Company of amounts, which in accordance with art. 348 par. 1 of the Code of Commercial Companies may be distributed among the shareholders.

As of 31.03.2024 the balance resulting from accounting for Motivational Plan amounted to PLN 6,777 thousand, while from the “Convertible Series F Bonds” to PLN 485 thousand.

## 17. Transactions with related parties

The transactions were executed with related entities on the basis of market conditions.

Transactions for the period from 01.01. to 31.03.2024 and balances as of 31.03.2024					
Entity	COSTS*	REVENUES	RECEIVABLES	LOAN (LIABILITIES)	LIABILITIES
	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000
CI Games USA Inc.	-	418	14,943	-	13
Business Area Sp. z o.o.	-	-	1	-	-
Business Area Sp. z o.o. Sp.J.	25	2	1	1,925	-
CI Games S.A. Sp. J.	-	-	-	-	191
United Label S.A.	1,000	146	183	-	2,055
CI Games UK Limited	2,972	-	-	-	843
CI Games BUCHAREST STUDIO SRL	198	-	-	-	44
CI Games Mediterranean Projects	7,934	-	-	-	6,494
<b>TOTAL</b>	<b>12,129</b>	<b>566</b>	<b>15,128</b>	<b>1,925</b>	<b>9,640</b>

\*including capitalised costs

Transactions of the Parent Company with entities related personally to Mr. Marek Tymiński – the majority shareholder of CI Games, who exerts direct or indirect control over the following entities:

Transactions for the period from 01.01. to 31.03.2024 and balances as of 31.03.2024				
Entity	COSTS	REVENUES	RECEIVABLES	LIABILITIES
	PLN'000	PLN'000	PLN'000	PLN'000
Fine Dining Sp. z o.o.	-	-	27	-
<b>TOTAL</b>	<b>-</b>	<b>-</b>	<b>27</b>	<b>-</b>

Transactions of CI Games with entities related personally to Members of the Supervisory Board and Members of the Management Board of the Company:

Transactions for the period from 01.01. to 31.03.2024 and balances as of 31.03.2024				
Entity	COSTS PLN'000	REVENUES PLN'000	RECEIVABLES PLN'000	LIABILITIES PLN'000
Marek Tymiński	5	-	-	-
Niewińska Katarzyna	5	-	-	-
<b>TOTAL</b>	<b>10</b>	<b>-</b>	<b>-</b>	<b>-</b>

Transactions of CI Games with a shareholder related to bond issuance series F:

Transactions for the period from 01.01. to 31.03.2024 and balances as of 31.03.2024				
Entity	COSTS PLN'000	REVENUES PLN'000	RECEIVABLES PLN'000	LIABILITIES PLN'000
Active Ownership Fund Sicav-FIS SCS	632	-	-	27,072
<b>TOTAL</b>	<b>632</b>	<b>-</b>	<b>-</b>	<b>27,072</b>

## IV. OTHER INFORMATION RELATED TO QUARTERLY CONSOLIDATED REPORT

### 1. Composition of governing bodies of the Issuer

Management Board of the Dominant entity in the first quarter of 2024 was as follows:

<b>Marek Tymiński</b>	President of the Board
<b>David Broderick</b>	Vice President of the Board (until 21.02.2024)

Composition of the Supervisory Board of the Company in the first quarter of 2024 was as follows:

<b>Michael Foley</b>	Chairman of the Supervisory Board
<b>Artur Osuchowski</b>	Member of the Supervisory Board
<b>Marcin Garliński</b>	Member of the Supervisory Board
<b>Adam Niewiński</b>	Member of the Supervisory Board
<b>Jeremy M.J. Lewis</b>	Member of the Supervisory Board
<b>Florian Schuhbauer</b>	Member of the Supervisory Board

### 2. The shareholding structure of the Dominant entity

The shareholding structure is determined on the basis of formal notices issued by shareholders who control at least 5% of the total number of votes at the General Meeting of Shareholders. The percentage share in the Company's share capital and in the total number of votes at the General Meeting is calculated on the basis of the most recent notices received from Company shareholders as of the date of publication of this report.

Share capital– structure	Number of shares and number of votes	% of votes in the share capital of the Company and in the total number of votes
Marek Tymiński	53,083,570	29.02%
Active Ownership Fund Sicav-FIS SCS	36,618,931	20.02%
Other shareholders	93,240,514	50.96%
<b>Total</b>	<b>182,943,015</b>	<b>100.00%</b>

### 3. Ownership of CI Games SE shares or rights to shares by persons managing and supervising the Company

Ownership of CI Games SE shares by members of managing and supervising bodies as of the date of publication of this report:

Person	Function	State as of 31.12.2023	State as of the report publication date
Marek Tymiński	CEO, President of the Management Board	53,083,570	53,083,570
Marcin Garliński	Chairman of the Supervisory Board	40,000	40,000

Marek Tymiński, the President of the Management Board of CI Games, holds 53,083,570 shares of the Parent Entity, representing 29.02% of the Issuer's share capital and 29.02% of the total number of votes at the Company's general meeting. Marek Tymiński also took up 3,018,560 Series C subscription warrants convertible into Series J shares.

Marcin Garliński, a Chairman of the Supervisory Board of CI Games, holds 40,000 shares of the Issuer, constituting 0.02% of the share capital of the Issuer and 0.02% of the total number of votes during the general meeting of the Company.

According to the best knowledge of the Company, the remaining members of the Supervisory Board did not directly hold any shares of the Company as of the date of the release of this report.

According to a notification received by the Issuer, Supervisory Board Member Florian Schuhbauer is the dominant entity of Active Ownership Advisors GmbH, which, together with Active Ownership Management Ltd, jointly controls the shareholder Active Ownership Fund Sicav-FIS SCS, which holds 36,618,931 shares in the Issuer, representing 20.02% of the Issuer's share capital and 20.02% of the total number of votes in the Company and the total number of votes at the Company's general meeting.

CI Games' management and supervisory personnel do not directly hold any shares in CI Games' affiliates.



## 4. Key events in the Group in the first quarter of 2024 and until the date of this report

- Full repayment and closing of the non-revolving working capital loan of PLN 20 million on 02.01.2024 and closing a multi-purpose loan limit of up to PLN 29 million on 31.01.2024.
- On 18.01.2024, CI Games announced that it would be implementing a targeted round of redundancies, affecting approximately 10% of employees across the Group to preserve business strength and stability.
- On 21.02.2024 r. the Supervisory Board of the Company adopted resolution to dismiss Vice President of the Management Board Mr. David Broderick from the management Board of the Company as of 21.02.2024.
- On 21.03.2024, the Extraordinary General Meeting of the Company adopted a resolution on increasing the Company's share capital through the issuance of series M ordinary bearer shares, depriving existing shareholders of all preemptive rights to all series M shares, dematerialization of series M shares and rights to series M shares, applying for admission and introduction of series M shares and/or rights to series M shares to trading on a regulated market operated by the Warsaw Stock Exchange, authorization to conclude an agreement on registration of the series M shares and/or rights to the series M shares with the securities depository, and amendment of the Company's Articles of Association, on the basis of which it was decided to increase the Company's share capital to no more than PLN 2,195,316.15, i.e. by no more than PLN 365,886.00, through the issuance of no more than 36,588,600 series M ordinary bearer shares with a par value of PLN 0.01 each. On 26.04.2024, the Management Board passed a resolution to suspend implementation of the Extraordinary General Meeting's resolution until 03.06.2024.
- On 21.03.2024, "Tails of Iron 2" (a game from United Label S.A. portfolio), sequel to the successful 2021 action-RPG, was announced with a trailer during the Future Spring Showcase streamed to 8.5 million live viewers. The announcement generated over 125 articles and over 200k organic YouTube views of the trailer. This was followed up with a Gameplay Reveal during the ID@Xbox digital showcase in partnership with IGN on 29.04.2024.
- On 10.04.2024, CI Games SE concluded with PKP BP S.A. a multi-purpose credit limit agreement for a maximum amount of PLN 15,000,000. The loan was granted for the period from 10.04.2024 to 09.04.2025.
- On 24.04.2024, "Lords of the Fallen" was updated to Version 1.5 - the culmination of over 30 post-launch updates. This coincided with the release of the 'Master of Fate' update which introduced an advanced game modifier system allowing players to customise a range of mechanics to make the game easier or more difficult. The release was very well received by players, community and influencers alike, generating over 150 press articles, over 900 thousand organic YouTube views of the trailer, and saw the game achieve its highest Twitch CCU since launch.
- On 29.04. 2024, CI Games announced that it would be implementing a second, targeted round of redundancies following the business optimization programme started in January this year, with the restructure affecting approximately 30 roles across production. This does not affect the Hexworks team and development of Project 3. As a result, Underdog Studio has received an extended period to successfully complete the Vertical Slice stage of "Project Survive" before it enters full production.
- On 29.04.2024, the adventure-RPG, "Beyond Galaxyland" (a game from United Label S.A. portfolio), was announced, generating 95 press articles and over 130 thousand organic YouTube views
- On 03.05.2024 CI Games signed the agreement with Microsoft Corporation, with its registered office in Washington, USA to provide the games "Lords of the Fallen" and "Sniper Ghost Warrior Contracts 2" from the Company's portfolio in the Game Pass program conducted by Microsoft Corporation in year 2024.
- On 10.05.2024 r. the Company announced that it has rescinded the original deadline of 10.05.2024 for the launch of the vertical slice stage of the game being developed under the "Project Survive".

## **5. Description of factors of events, with particular emphasis on extraordinary events, that influenced the financial results achieved**

Between January 1st and March 31<sup>st</sup>, 2024, no extraordinary events took place, which would exert impact on the financial results achieved.

## **6. Information on seasonal or cyclical nature of business activity of the Issuer in the presented period**

Due to diversified sources of revenues and the specific nature of the market of video games, CI Games Capital Group is characterized by variability of revenues from sales in the trading year, determined mainly by introduction of new products on the market.

A game production cycle at the Company is usually 12 to 36 months long. In the case of simultaneous production of two games, the premieres of these games feature significant asymmetric cyclicity. Thus the publishing cycle of the Company, in which new game premiere dates are determined, is characterized by irregularity. The Issuer establishes the dates of premiere sales of the games to select the most favorable competitive environment, including in the context of known publishing plans of competitive entities, to achieve the maximum financial benefits associated with the game release.

As a result, it is a typical phenomenon in the entire sector of video games that producers record significantly higher revenues and profits in the period directly following the date of premiere of a new game, and a rather natural decrease in revenues in the following months. It is obviously an effect of high seasonality and cyclicity of activity, experienced by the video game sector around the world.

## **7. Information on significant settlements due to court cases**

In the first quarter of 2024, there was no significant settlements due to the court cases.

## **8. Information on non-payment of credits or loans or violations of significant terms and conditions of any loan or credit agreements, with regard to which no remedial action had been taken until the end of the reporting period**

As of 31.03.2024, the Company was not in breach of any terms of the loan agreement with PKO BP S.A., i.e. a multi-purpose loan limit of up to PLN 15 million.

## 9. Specification of material proceedings before courts, competent authorities for arbitration proceedings or public administration bodies

As of the date of publication of this report, the Management Board of the Issuer has no information on any pending proceedings involving the Parent Entity or its subsidiaries, the value of which would (jointly or individually) constitute at least 10% of equity of the Issuer.

On 17.10.2019 against EP Retail sp. z o.o., EP Office 2 sp. z o.o., EP Office 1 sp. z o.o. and EP Apartments sp. z o.o. CI Games S.A. filed a suit at the Circuit Court in Warsaw (Sąd Okręgowy) against these entities for payment due to unlawfully collected funds from a bank guarantee, of overpaid operating costs and overpaid rent. The value of the subject matter of the dispute is PLN 893,008.72 (in words: eight hundred ninety-three thousand eight zlotys 72/100). On 30.03.2023, the District Court dismissed the claim in its entirety. On 26.04.2023, the Company filed an appeal to the Court of Appeal in Warsaw. On 27.10.2023, the Court of Appeal in Warsaw issued a judgment dismissing the Company's appeal. On 18.01.2024, the Company filed a cassation appeal against the Judgment of the Court of Appeal to the Supreme Court. As of the date of preparation of this statement, no decision has been made regarding the acceptance of the cassation appeal for consideration by the Supreme Court.

On 21.04.2023, the Company received a lawsuit filed by the E.P. Retail sp. z o.o., E.P. Office 2 sp. z o.o., E.P. Office 1 sp. z o.o. and E.P. Apartments sp. z o.o. in the Circuit Court in Warsaw, whereby demand payment of PLN 483,636.15 and EUR 542,645.83 with interests. The claim consists of claims for contractual penalties, damages and reimbursement under the rental agreement concluded on 10.11.2017. The Company filed a response to the lawsuit in which it disputes the claims. On 19.05.2023, the Company filed a response to the lawsuit in which it requested the dismissal of the lawsuit. On 27.11.2023, the plaintiff limited the claim for the amount of EUR 252,262.40. As at the date of preparation of this statement, the proceedings have not been completed and are still ongoing.

In March 2024, the subsidiary CI Games MP received two lawsuits from employees related to claims for termination of employment contracts. The employees demand that CI Games MP S.L. be awarded severance pay amounts in the total amount of EUR 29,890.89 and other claims in the amount of EUR 310,924.57.

## 10. Information on credit or loan sureties or warranties granted by the Issuer or by any of its subsidiaries – in total, to a single entity or a subsidiary of this entity, if the total value of the existing sureties or warranties constitutes the equivalent of at least 10% of equity of the Company

In the first quarter of 2024, neither the Company nor any of its subsidiaries granted any loans or credit sureties or warranties for the amount equivalent to at least 10% of the Company's equity.

## 11. Information on issue, buyout and repayment of non-equity and equity securities

In 2023 the Company issued series F bonds convertible into L shares, which are described in detail in Chapter IV, point 15.

In 2023, as well as until the date of publication of this report, no issue, redemption or repayment of non-equity and equity securities took place.

On 21.03.2024, the Extraordinary General Meeting of the Company adopted a resolution on increasing the Company's share capital through the issuance of series M ordinary bearer shares, depriving existing shareholders of all preemptive rights to all series M shares, dematerialization of series M shares and rights to series M shares, applying for admission and introduction of series M shares and/or rights to series M shares to trading on a regulated market operated by the Warsaw Stock Exchange, authorization to conclude an agreement on registration of the series M shares and/or rights to the series M shares with the securities depository, and amendment of the Company's Articles of Association, on the basis of which it was decided to increase the Company's share capital to no more than PLN 2,195,316.15, i.e. by no more than PLN 365,886.00, through the issuance of no more than 36,588,600 series M ordinary bearer shares with a par value of PLN 0.01 each. On 26.04.2024, the Management Board passed a resolution to suspend implementation of the Extraordinary General Meeting's resolution until 03.06.2024.

## **12. Information on contracts known to the Issuer, which may result in future changes in proportions of shares held by the existing stockholders and bondholders**

In the points below, there is a description of the two motivational programs based on shares series J executed as series C subscription warrants and shares series K executed as series D subscription warrants. As the result of the implementation of these programs, the proportion of the shareholding structure owned by current shareholders may change.

In the point 15 below, there is a description of issuance of the convertible bonds which may also result in future changes in proportions of shares held by existing shareholders and bondholders.

## **13. Information on employee share plan control system for 2021-2023**

On 22.06.2021, Ordinary General Meeting of the Company adopted resolution no. 19/1/2021 on the establishment of an incentive program addressed to key employees and contractors of CI Games Group, including Members of the Managing Board of CI Games S.A.

Pursuant to this resolution the Company and CI Games Group have adopted an incentive program based on series J shares. Execution of this program is dependent on CI Games Group financial results, i.e. achievement by the Company and by CI Games Group of one of the following two specific targets, depending on whichever is reached first:

- i) total net profit of CI Games Group in the fiscal years 2021-2022 in the amount of PLN 40,000,000 (forty million zloty);
- ii) total net profit of CI Games Group in fiscal years 2021-2023 in the amount of PLN 65,000,000 (sixty five million zloty).

In the event one of these targets is achieved, entitled persons will be granted no more than 9,147,150 series C subscription warrants. However, in the event where one of these targets is exceeded by every additional and consecutive PLN 5,000,000 (five million zloty), the number of warrants granted in connection with the execution of the related goal of the program will be increased by 0.5 percentage points, with the provision that such number may not exceed 7.5% of the total number of Company's shares upon the date of adoption of its incentive program, i.e. 22.06.2021 a total of no more than 13,720,726 (thirteen million seven hundred and twenty thousand seven hundred and twenty six) series C subscription warrants with the right to take up 13,720,726 (thirteen million seven hundred and twenty thousand seven hundred and twenty six) ordinary series J bearer shares.

As a result of the execution of this incentive program, entitled persons serving as the Company's Management Board Members may be granted no more than 50% of the warrants, of which a maximum of 30% of all warrants may be granted to the Company's President of the Management Board.

The Company's Managing Board designated persons, who participate in the incentive program and with respect to Members of the Managing Board, such persons were designated by the Company's Supervisory Board. Shares issued as part of the incentive program will be taken up by entitled program participants upon execution of rights arising from subscription warrants series C.

Subscription warrants will be taken up free of charge while J series shares will be taken up at an issuing price of PLN 1.26 per share. The issuing price has been set up as weighted average of the shares' price on the regulated market, on which the shares of the Company has been quoted in the first quarter of 2021 decreased by 10% i.e. PLN 1.26. Regulations of this incentive program were adopted by the Company's Ordinary General Meeting with the resolution no. 19/1/2021 dated 22.06.2021.

Pursuant to resolution no. 20/1/2021 of the Ordinary General Meeting of the Company dated 22.06.2021, the Company will issue series C subscription warrants which will entitle their holders to take up series J shares (at a rate of one warrant per one share), with full exclusion of the pre-emptive rights of the Company's existing shareholders. Furthermore, pursuant to that resolution, it was adopted to conditionally raise the Company's initial capital for the purpose of the above incentive program. The Company's conditional initial capital totals PLN 137,207.26 (one hundred thirty seven thousand two hundred and seven zloty 26/100). Upon issuance and after being taken up by entitled persons, series J shares will be admitted into trading on a regulated market managed by the Warsaw Stock Exchange.

According to regulations of the incentive program, series J shares will be subject to a partial lockup so that (i) within 30 (thirty) days of taking up series J shares, each participant of the program will be able to dispose of no more than  $\frac{1}{3}$  of the shares taken up; (ii) over the next 30 (thirty) days from the end of the period referred to in letter i) above, each program participant will be able to dispose of the remaining shares, however, such number will not exceed  $\frac{1}{3}$  of the shares taken up by such person; (iii) over the next 30 (thirty) day period from the end of the period referred to in letter ii) above, program participant will be able to dispose of the remaining shares if part of the shares were already disposed of by the deadlines referred to above, or dispose of all shares taken up by such person unless part of the shares was disposed of within the deadlines indicated above.

The duration of the incentive program referred to above covers the years 2021-2024. The Company has entered into incentive program participation agreements with persons designated by the Management Board and with members of the Company's Management Board designated by the Supervisory Board. Achievement of the target of to achieve a profit in the fiscal years 2021-2022 of 40,000,000 PLN (forty million zlotys) allows the Company to grant in 2023 subscription warrants C series with the right to subscribe for J series ordinary bearer shares.

On 29.09.2023, the Management Board and Supervisory Board of the Company adopted executive resolutions on the final verification of the objectives of the Incentive Program aimed at key employees and coworkers of the CI Games Group, including members of the Management Board of CI Games SE, the determination of the final list of eligible employees and coworkers of the Company to participate in the Incentive Program and the granting of subscription warrants, in which it was stated that the CI Games Group achieved a total net profit for the fiscal years 2021-2022 of 46.918,000; therefore, Target 1 of the Incentive Program, i.e., CI Games Capital Group's total net profit for fiscal years 2021-2022, has been achieved, and the Company is entitled to grant a total of up to 10,061,865 Series C subscription warrants.

As of the date of this report, the Company is in the process of issuing Series C subscription warrants to eligible persons.

As of 31.03.2024, 7,947,000 entitlements (adjusted by the leavers and new persons assigned to the program) have been granted under this program and its recognition on the financial statement in the three months period 2024 was as follows:

Costs of products sold	205
Selling costs	49
General and administration costs	559
<b>Operating costs</b>	<b>813</b>

as of 31.03.2024

**Reserve capital - cost of incentive program****6,777**

## 14. Information of employee share plan control system for 2023-2025

On 29.06.2023, Ordinary General Meeting of the Company adopted resolution no. 21/2/2023 on the establishment of an incentive program addressed to key employees and contractors of CI Games Group, including Members of the Managing Board of CI Games SE. Pursuant to this resolution the Company and CI Games Group have adopted a new incentive program based on series J shares. Execution of this program is dependent on CI Games Group financial results, i.e. achievement by the Company and by CI Games Group of one of the following two specific targets, depending on whichever is reached first:

- a) total net profit of the CI Games Group in fiscal years 2023-2024 in excess of PLN 150,000,000 (one hundred and fifty million zlotys),
- b) total net profit of the CI Games Group in fiscal years 2023-2025 in excess of PLN 250,000,000 (two hundred and fifty million zlotys).

If the targets are met, the entitled persons will be granted a total of no more than 9,000,000 (nine million) series D subscription warrants with the right to subscribe for 9,000,000 (nine million) series K ordinary bearer shares. In the event that one of these objectives is achieved by each additional 25,000,000 (twenty-five million zlotys) more, the number of warrants allotted in connection with the performance of the related program objective will be increased by 1,000,000 (one million), not to exceed 13,000,000 (thirteen million) warrants in total.

In the event of a material change in the ownership structure of the Company (i.e., a significant change in the shareholding structure of the Company) in relation to the structure existing on the date of adoption of the Resolution of the General Meeting no 21/2/2023 of 29 June 2023, in such a way that after the date of adoption of the said resolution, more than 50% (fifty percent) of the total number of shares in the Company will become the property of one or more shareholders acting in concert, other than the majority shareholder of the Company on the date of adoption of the resolution who is also a member of the Management Board, the shares will not be issued to entitled participants, regardless of whether the Company has already concluded participation agreements with these participants. In the case referred to in the first sentence, the Company shall without any delay, at the first possible date in accordance with the regulations, and unconditionally pay in money to the participants referred to in the previous sentence the amounts corresponding to the product of the difference between the issue price and weighted average (market) price per share over the last 30 (thirty) calendar days until the said change of ownership, multiplied by the number of shares to which these participants were entitled in accordance with the regulations, relevant executive resolutions or participation agreements, and multiplied by the number of full calendar months from the General Meeting as of 29 June 2023 till the change of ownership divided by 24 (twenty-four).

Persons who will participate in the incentive program will be designated by the Company's Management Board, and with respect to the Company's Management Board Members, the entitled persons will be designated by the Company's Supervisory Board. Shares issued under the incentive program will be taken up by entitled participants of the program in exercise of rights from series D subscription warrants. Series D subscription warrants will be acquired free of charge, while series K shares will be acquired at an issue price of PLN 3.50 per share.

According to resolution no. 22/2/2023 of the Ordinary General Meeting of the Company dated 29.06.2023 the Company will issue series D subscription warrants, which will entitle their holders to subscribe for series K shares (in the ratio of one warrant - one share), with full exclusion of the pre-emptive rights of the Company's



existing shareholders. In addition, a conditional increase in the Company's share capital for the purposes of the aforementioned incentive program was adopted on the basis of this resolution. The Company's conditional share capital issued for the purposes of this program is 13,000,000 (thirteen million). Series K shares, once issued and taken up by entitled persons, will be introduced to trading on the regulated market operated by the Warsaw Stock Exchange.

Pursuant to the terms and conditions of the incentive program, series J shares will be subject to partial lock-up in such a way that: a) within the period of 45 (forty-five) days from subscription for the shares, the Shareholder can transfer no more than 1/3 of the shares subscribed for by him/her (partial

lock-up); b) within the period of subsequent 45 (forty-five) days from expiry of the period referred to in letter a) above, the Participant can transfer the remaining shares, not exceeding, however, 1/3 of the shares subscribed for by him/her (partial lock-up); c) within the period of subsequent 45 (forty-five) days from expiry of the period referred to in letter b) above, the Participant can transfer the remaining shares if he/she transferred a part of them within the time limits specified in letters a)-b) or transfer all shares subscribed for by him/her if he/she did not transfer them under letters a)-b) above.

The duration of the incentive program, referred to above, covers the years 2023-2026.

## 15. Convertible bonds issuance

On 29.06.2023. The Ordinary General Meeting of the Company adopted Resolution No. 23/2/2023 on the issuance of convertible bonds, depriving the Company's shareholders in full of their subscription rights to convertible series F bonds, conditionally increasing the Company's share capital, depriving the Company's shareholders in full of their subscription rights to series L shares, and amending the Company's Articles of Association. Pursuant to the resolution, the Company is allowed to issue registered bonds, in one or more series, unsecured, convertible into ordinary bearer shares of the Company's L series, with an aggregate nominal value of these bonds not exceeding EUR 10,000,000 (ten million euros) with a nominal value of EUR 100,000 (one hundred thousand euros) each bond.

The bondholder will have the right to:

- (a) the payment of interest on the interest dates provided for in the terms of issue;
- (b) to pay on the redemption date (or on the early redemption date as defined above) the nominal value of each of the Bonds to be redeemed (together with interest accrued up to that date and previously unpaid);
- (c) acquisition of ordinary bearer series L shares of the Company, with a nominal value of PLN 0.01 (one grosz) each.

In addition, for the purpose of the bond issue, a conditional share capital increase of the Company was adopted. The conditional share capital of the Company issued for the purpose of the bond issue is PLN 90,000 (ninety thousand zlotys). The purpose of the conditional share capital increase is to grant holders of convertible bonds the right to acquire up to 9,000,000 (nine million) series L shares with a nominal value of PLN 0.01 (one grosz) each, with full exclusion of the pre-emptive rights of the Company's existing shareholders.

The shares will be taken up by bondholders at an issue price set at no less than PLN 5.50. Series L shares, once issued and taken up by entitled persons, will be introduced to trading on the regulated market operated by the Warsaw Stock Exchange.

The redemption date of the bonds will be on the first anniversary of the date of issuance of the bonds, subject to the possibility of early redemption: (a) at the request of the bondholder(s) - in cases specified in the terms of issue; or (b) at the request of the Company - on the terms and conditions specified in the terms of issue (in particular, it is permissible to specify in the terms of issue a commission to bondholders for early redemption at the request of the Company).

In execution of the resolution of General Meeting on 14.07.2023 the Management Board adopted a resolution on the issuance of up to 60 (sixty) series F registered bonds, convertible into series L ordinary bearer shares

of the Company, with an aggregate nominal value of up to EUR 6,000,000 (six million euros) with a nominal value of EUR 100,000 (one hundred thousand euros) each bond.

On 20.07.2023 the Management Board of the Company adopted a resolution on the allotment of 60 (sixty) series F bonds, registered, unsecured, non-documentary, convertible into series L ordinary bearer shares, with a par value equal to the issue price of EUR 100,000 (one hundred thousand euros) each bond and a total par value of EUR 6,000,000 (six million euros), bearing interest at a fixed annual rate of 8%.

The proceeds from the bond issue were used by the Company for finalization of the production of "Lords of the Fallen" and the promotion of this game.

## 16. Collaterals

On 29.04.2022 CI Games signed a loan agreement with PKO BP S.A. a multi-purpose loan facility in the amount up to PLN 29 mln. The loan was granted for the period from 29.04.2022 to 31.12.2023. The loan can be drawn in EUR or/and PLN depending on the Company's disposal. The interest on the loan is set up at WIBOR 1M for loan in PLN and EURIBOR 1M for loan in EUR increased by the bank's margin. On 22.06.2022 the Company established below mentioned loan's collaterals:

- the guarantee issued by Bank Gospodarstwa Krajowego up to PLN 23.2 mln and a blank promissory note issued for the benefit of Bank Gospodarstwa Krajowego;
- a notarized declaration of submission to enforcement up to PLN 49.3mln in accordance with art. 777 §1, point 5 of Commercial Civil Code.

On 27.03.2023 CI Games SE signed a loan agreement with PKO BP S.A. in the amount of PLN 20 mln. The loan is dedicated to financing production and marketing of Lords of the Fallen. The loan was granted for the period from 27.03.2023 up to 30.11.2023. The Company established below mentioned loan's collaterals:

- the guarantee issued de minimis by Bank Gospodarstwa Krajowego in the amount of PLN 7,028,000 and a blank promissory note issued for the benefit of Bank Gospodarstwa Krajowego;
- a notarized declaration of submission to enforcement up to PLN 30 mln in accordance with art. 777 §1, point 5 of Commercial Civil Code.
- registered and civil pledge on 10,400 thousand of shares of CI Games SE owned by Mr. Marek Tymiński, CEO of the Company.

As of 31.03.2024, above loans were repaid and collaterals released.

## 17. Information on one or many transactions entered into by the Issuer or any of their subsidiaries with related entities, if these are significant individually or jointly and were concluded on non-market conditions, indicating their value

In the reporting period, neither the Parent Entity nor any of its subsidiaries entered into transactions on non-market or unusual terms and conditions or on conditions that would go beyond the ordinary course of operations of the enterprise with its related entities, which would be of significance jointly or individually.

## **18. Information related to paid out (or declared) dividend**

In the first quarter of 2024, there was no paid nor declared dividend.

Recommendations for net profit distribution for 2023: The Management Board of CI Games recommends to transfer net profit from 2023 on the reserve capital.

## **19. Other information, which, in the opinion of the Management Board of the Company, is significant for assessment of its employment, assets, financial situation, financial result and any changes to the above and information, which is significant for assessment of ability of the Issuer to fulfill their obligations in the reporting period**

In the first quarter of 2024, no events occurred, which would exert a negative impact on assessment of capability of the Dominant entity and the Capital Group to settle their liabilities.

The Company plans to finance games' production from operating activity and an overdraft multipurpose loan facility (both loans were granted by PKO BP S.A.).

In connection with the adoption of a resolution by the Company's General Meeting on 21.03.2024 on increasing the Company's share capital through the issuance of series M ordinary bearer shares, depriving existing shareholders of all preemptive rights to all series M shares, dematerialization of series M shares and rights to series M shares, applying for admission and introduction of series M shares and/or rights to series M shares to trading on a regulated market operated by the Warsaw Stock Exchange, authorization to conclude an agreement on registration of the series M shares and/or rights to the series M shares with the securities depository, and amendment of the Company's Articles of Association, the Management Board of the Company plans to conduct a private subscription of series M shares still in the second quarter of 2024. If a series M share issue takes place, the income from the share issue will be used for the Company's current operations.

## **20. Opinion of the Management Board of the Company with regard to capability of achieving the forecast results for the financial year, in the context of results presented in the quarterly report in relation to the forecast results**

The Management Board has not published forecasts of the financial results of CI Games Capital Group nor CI Games SE in 2024.

## 21. Information about impact of the war in Ukraine on the financial statements of the Group

The war in Ukraine did not have impact on the financial statements of the Company nor the Group. There is no risk of going concern as the Group's operations in Russia and Ukraine were limited.

## 22. Events after the balance sheet date

- On 21.03.2024, the Extraordinary General Meeting of the Company adopted a resolution on increasing the Company's share capital through the issuance of series M ordinary bearer shares, depriving existing shareholders of all preemptive rights to all series M shares, dematerialization of series M shares and rights to series M shares, applying for admission and introduction of series M shares and/or rights to series M shares to trading on a regulated market operated by the Warsaw Stock Exchange, authorization to conclude an agreement on registration of the series M shares and/or rights to the series M shares with the securities depository, and amendment of the Company's Articles of Association, on the basis of which it was decided to increase the Company's share capital to no more than PLN 2,195,316.15, i.e. by no more than PLN 365,886.00, through the issuance of no more than 36,588,600 series M ordinary bearer shares with a par value of PLN 0.01 each. On 26.04.2024, the Management Board passed a resolution to suspend implementation of the Extraordinary General Meeting's resolution until 3.06.2024.
- On 10.04.2024, CI Games SE concluded with PKP BP S.A. a multi-purpose credit limit agreement for a maximum amount of PLN 15,000,000. The loan was granted for the period from 10.04.2024 to 09.04.2025 in PLN or EUR according to the Company's Loan payment instruction. Interest is WIBOR 1M for the loan in PLN and EURIBOR 1M for the loan in EUR increased by the bank's margin. The loan is secured by: (i) blank promissory note in the amount of PLN 4,950,000 of the Company together with a promissory note declaration up to, (ii) guarantee for repayment of the Loan granted by Bank Gospodarstwa Krajowego under the de minimis portfolio guarantee line.
- In April this year, sale of game „Sniper Ghost Warrior Contracts 2” exceeded 2 million copies and the game fully amortized.
- On 03.05.2024 CI Games signed the agreement with Microsoft Corporation, with its registered office in Washington, USA to provide the games “Lords of the Fallen” and “Sniper Ghost Warrior Contracts 2” from the Company's portfolio in the Game Pass program conducted by Microsoft Corporation in year 2024.

## 23. Off balance sheet liabilities

Off balance sheet liabilities related to legal cases described in Chapter IV, point 9.

## 24. Indication of events and factors that occurred after the date of the quarterly financial statements, not included in this report, which may nevertheless exert significant impact on the future financial results of the Issuer

- Signing a contract with Microsoft Corporation will result in additional revenues in the following months.
- Redundancies in the Group, would have impact on the cash flow in the Group (most of the related costs are capitalized on the projects' costs) and planned finalization of the Vertical Slice stage of “Project Survive” before it enters full production.
- The game „Sniper Ghost Warrior Contracts 2” fully amortized in April this year, therefore from May the Company will not incur the amortization costs of this game.

## V. QUARTERLY STANDALONE FINANCIAL STATEMENTS OF CI GAMES SE

### SELECTED FINANCIAL INFORMATION

Profit and Loss Accounts	for the period from 1.01 to 31.03.2024		for the period from 1.01 to 31.03.2023	
	PLN'000	EUR'000	PLN'000	EUR'000
Net revenue from sales	20,431	4,728	8,300	1,921
Profit (loss) from operating activities	(344)	(80)	(256)	(59)
Gross profit (loss)	(321)	(74)	(386)	(89)
<b>Net profit (loss)</b>	<b>(256)</b>	<b>(59)</b>	<b>(292)</b>	<b>(68)</b>
Weighted average number of shares (in thousands)	182,943	182,943	182,943	182,943
Number of diluted shares (in thousands units)	184,632	184,632	185,962	185,962
Profit (loss) per ordinary share (PLN)	0.00	0.00	0.00	0.00
Diluted earnings/ loss per share (PLN)	0.00	0.00	0.00	0.00

Statement of cash flow	for the period from 1.01 to 31.03.2024		for the period from 1.01 to 31.03.2023	
	PLN'000	EUR'000	PLN'000	EUR'000
Net cash flows from operating activities	29,326	6,787	6,189	1,432
Net cash flows from investing activities	(13,665)	(3,162)	(23,041)	(5,332)
Net cash flows from financing activities	(29,601)	(6,850)	15,196	3,517
<b>Net cash flows</b>	<b>(13,940)</b>	<b>(3,226)</b>	<b>(1,656)</b>	<b>(383)</b>

Balance sheet	as of 31.03.2024		as of 31.12.2023	
	PLN'000	EUR'000	PLN'000	EUR'000
Non-current assets	195,767	45,518	195,178	44,889
Current assets	41,779	9,714	75,151	17,284
<b>Total assets</b>	<b>237,546</b>	<b>55,232</b>	<b>270,329</b>	<b>62,173</b>
Equity	154,657	35,959	154,100	35,442
Initial capital	1,829	425	1,829	421
<b>Liabilities</b>	<b>82,889</b>	<b>19,272</b>	<b>116,229</b>	<b>26,732</b>
Non-current liabilities	20,916	4,863	23,052	5,302
Current liabilities	61,973	14,409	93,177	21,430
<b>Total equity and liabilities</b>	<b>237,546</b>	<b>55,232</b>	<b>270,329</b>	<b>62,173</b>

## STATEMENT OF FINANCIAL CONDITIONS

ASSETS	as of 31.03.2024 PLN'000	as of 31.12.2023 PLN'000	as of 31.03.2023 PLN'000
<b>Non-current assets</b>	<b>195,767</b>	<b>195,178</b>	<b>189,320</b>
Property, plant and equipment	1,184	1,191	1,399
Intangible assets	169,621	166,974	171,825
Right-to-use asset	2,041	2,276	2,983
Other non current financial assets	8,076	8,076	7,557
Long term investmens	-	-	4,342
Deferred tax asset	14,321	16,134	724
Long term receivables	524	527	490
<b>Current assets</b>	<b>41,779</b>	<b>75,151</b>	<b>19,149</b>
Inventories	1,400	1,502	1,291
Other short term financial assets	-	-	-
Trade receivables and other receivables	31,396	50,724	15,310
Current tax asset	621	564	416
Cash and cash equivalents	8,362	22,361	2,132
<b>Current assets other than assets or disposal classified as held for sales or as held for distribution to owners</b>	<b>41,779</b>	<b>75,151</b>	<b>19,149</b>
<b>Non-current assets classified as held for sale or as held for distribution to owners</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total assets</b>	<b>237,546</b>	<b>270,329</b>	<b>208,469</b>
<b>LIABILITIES &amp; EQUITY</b>	<b>as of 31.03.2024 PLN'000</b>	<b>as of 31.12.2023 PLN'000</b>	<b>as of 31.03.2023 PLN'000</b>
	<b>154,657</b>	<b>154,100</b>	<b>140,284</b>
Share capital	1,829	1,829	1,829
Share premium	74,484	74,484	74,484
Reserve capital for the acquisition of shares	23,262	22,449	18,358
Retained earnings	55,082	55,338	45,613
including profit for the period	(256)	9,433	(292)
<b>LIABILITIES</b>	<b>82,889</b>	<b>116,229</b>	<b>68,185</b>
<b>Non-current liabilities</b>	<b>20,916</b>	<b>23,052</b>	<b>3,933</b>
Loans, credit and other debt intruments	-	-	-
Finance lease liabilities	1,099	1,359	2,288
Deferred income tax provision	19,817	21,693	1,645
<b>Current liabilities</b>	<b>61,973</b>	<b>93,177</b>	<b>64,252</b>
Borrowings including credits, loans and other debt instruments	29,005	57,685	34,223
Income tax liabilities	-	-	-
Trade liabilities and other liabilities	27,870	31,868	27,964
Finance lease liabilities	1,005	1,025	1,115
Current provisions	4,093	2,599	950
<b>Current liabilities other than liabilities included in disposal groups classified as held for sale</b>	<b>61,973</b>	<b>93,177</b>	<b>64,252</b>
<b>Liabilities included in disposal groups classified as held for sale</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total equity and liabilities</b>	<b>237,546</b>	<b>270,329</b>	<b>208,469</b>

PROFIT AND LOSS ACCOUNT AND COMPREHENSIVE INCOME

(costs by function)

Statement of comprehensive income	for the period from 1.01 to 31.03.2024 PLN'000	for the period from 1.01 to 31.03.2023 PLN'000
<b>Continuing operations</b>		
<b>Net revenue from sales</b>	<b>20,431</b>	<b>8,300</b>
<b>Costs of products, goods and services sold</b>	<b>(13,981)</b>	<b>(2,234)</b>
<b>Gross profit (loss) on sales</b>	<b>6,450</b>	<b>6,066</b>
Other operating revenues	32	22
Selling costs	(2,292)	(2,506)
General and administrative costs	(4,511)	(3,756)
Other operating expenses	(28)	(82)
Impairment loss/impairment gain and reversal of impairment loss	5	-
<b>Profit (loss) on operating activities</b>	<b>(344)</b>	<b>(256)</b>
Financial revenues	941	230
Financial expenses	(918)	(360)
<b>Profit (loss) before tax</b>	<b>(321)</b>	<b>(386)</b>
Income tax	65	94
<b>Profit (loss) on continuing operations</b>	<b>(256)</b>	<b>(292)</b>
Discontinued operations	-	-
Loss from discontinued operations	-	-
<b>Net profit (loss)</b>	<b>(256)</b>	<b>(292)</b>
<b>Total other comprehensive income, including:</b>		
<b>Total income for the financial year</b>	<b>(256)</b>	<b>(292)</b>
Weighted average diluted number of shares (in thousands)	182,943	182,943
Number of diluted shares (thousand units)	184,632	187,225
Basic earnings/loss per share (PLN)	(0.00)	0.00
Diluted earnings/loss per share (PLN)	(0.00)	(0.00)

CASH FLOW STATEMENT

(indirect method)

	for the period from 1.01 to 31.03.2024 PLN'000	for the period from 1.01 to 31.03.2023 PLN'000
<b>Cash flows from operating activities</b>		
<b>Gross profit (loss)</b>	<b>(321)</b>	<b>(386)</b>
<b>Total adjustments</b>	<b>29,703</b>	<b>6,704</b>
Depreciation and amortization	11,260	1,312
Impairment loss (reversal)	(1,048)	-
Profit (loss) on foreign exchange differences	(270)	392
Correction of financial income (cost)	989	119
Profit (loss) on investment activity	-	-
Change in receivables	19,336	1,969
Change in inventory	1,145	(120)
Change in trade and other payables	(4,016)	2,437
Change in provisions	2,307	595
Other adjustments	-	-
<b>Net cash flows from operating activities</b>	<b>29,382</b>	<b>6,318</b>
Paid corporate income tax (return) related to operating activity	(56)	(129)
<b>Net cash flows from operating activities (used in the operating activity)</b>	<b>29,326</b>	<b>6,189</b>
<b>Cash flows from investing activities</b>		
Repayment of loans granted	-	-
Cash inflow s on disposal of property, plant and equipment and intangible assets	-	-
Cash outflow s on acquisition of property, plant and equipment and intangible assets	(13,665)	(23,041)
Cash outflow s on acquisition of financial assets	-	-
Cash outflow s on loans granted	-	-
<b>Net cash from investing activities</b>	<b>(13,665)</b>	<b>(23,041)</b>
<b>Cash flows from financing activities</b>		
Net proceeds from the issue of shares	-	-
Inflow s from borrow ings	1,909	15,648
Repayment of borrow ings	(30,916)	-
Repayment of finance lease liabilities	(262)	(296)
Interest	(262)	(71)
Other financial inflow s (outflow s) related to financial activity	(70)	(85)
<b>Net cash from financing activities</b>	<b>(29,601)</b>	<b>15,196</b>
<b>Total net cash flows</b>	<b>(13,940)</b>	<b>(1,656)</b>
Exchange differences on cash and cash equivalents	(59)	(76)
Balance sheet changes in cash and cash equivalents	(13,999)	(1,732)
<b>Cash and cash equivalents at the beginning of the period</b>	<b>22,361</b>	<b>3,864</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>8,362</b>	<b>2,132</b>



## CHANGES IN EQUITY

For the period from 01.01. to 31.03.2024	Share capital	Share premium	Other reserve capiatl	Retained earnings	Equity
	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000
<b>As of 01.01.2024</b>	<b>1,829</b>	<b>74,484</b>	<b>22,449</b>	<b>55,338</b>	<b>154,100</b>
<b>As of 01.01.2024, upon conversion</b>	<b>1,829</b>	<b>74,484</b>	<b>22,449</b>	<b>55,338</b>	<b>154,100</b>
Profit (loss) for the period	-	-	-	(256)	(256)
Increase (decrease) as the result of other changes in equity	-	-	-	-	-
Issue of shares	-	-	-	-	-
Valuation of motivational program	-	-	813	-	813
<b>Changes in equity</b>	<b>-</b>	<b>-</b>	<b>813</b>	<b>(256)</b>	<b>557</b>
<b>As of 31.03.2024</b>	<b>1,829</b>	<b>74,484</b>	<b>23,262</b>	<b>55,082</b>	<b>154,657</b>

For the period from 01.01. to 31.12.2023	Share capital	Share premium	Other reserve capiatl	Retained earnings	Equity
	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000
<b>As of 01.01.2023</b>	<b>1,829</b>	<b>74,484</b>	<b>17,903</b>	<b>45,905</b>	<b>140,121</b>
<b>As of 01.01.2023, upon conversion</b>	<b>1,829</b>	<b>74,484</b>	<b>17,903</b>	<b>45,905</b>	<b>140,121</b>
Profit (loss) for the period	-	-	-	9,433	9,433
Increase (decrease) as the result of other changes in equity	-	-	-	-	-
Issue of shares	-	-	485	-	485
Valuation of motivational program	-	-	4,061	-	4,061
<b>Changes in equity</b>	<b>-</b>	<b>-</b>	<b>4,546</b>	<b>9,433</b>	<b>13,979</b>
<b>As of 31.12.2023</b>	<b>1,829</b>	<b>74,484</b>	<b>22,449</b>	<b>55,338</b>	<b>154,100</b>

For the period from 01.01. to 31.03.2023	Share capital	Share premium	Other reserve capiatl	Retained earnings	Equity
	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000
<b>As of 01.01.2023</b>	<b>1,829</b>	<b>74,484</b>	<b>17,903</b>	<b>45,905</b>	<b>140,121</b>
<b>As of 01.01.2023, upon conversion</b>	<b>1,829</b>	<b>74,484</b>	<b>17,903</b>	<b>45,905</b>	<b>140,121</b>
Profit (loss) for the period	-	-	-	(292)	(292)
Increase (decrease) as the result of other changes in equity	-	-	-	-	-
Issue of shares	-	-	-	-	-
Valuation of motivational program	-	-	455	-	455
<b>Changes in equity</b>	<b>-</b>	<b>-</b>	<b>455</b>	<b>(292)</b>	<b>163</b>
<b>As of 31.03.2023</b>	<b>1,829</b>	<b>74,484</b>	<b>18,358</b>	<b>45,613</b>	<b>140,284</b>

All the mid-year financial information essential for the assessment of the Issuer's assets and financial position were included in the abridged consolidated financial statement for 31 March 2024.

The following abridged mid-year financial statement of the Company, prepared as of 31.03.2024, should be read in conjunction with CI Games financial statement for December 31, 2023, published on 17.04.2023.

# APPROVAL OF THE QUARTERLY REPORT

The following quarterly report and stand-alone and consolidated financial report for the period from January 1 to March 31, 2024, have been signed and approved for the release by CI Games SE Management Board on 28.05.2024.

## **Management Board of CI Games SE**

**Marek Tymiński**

CEO, President of the Management Board

