CCC

INTERIM CONDENSED CONSOLIDATED REPORT OF THE CCC GROUP

FOR THE NINE MONTHS

from February 1st to October 31st 2022

SELECTED FINANCIAL AND OPERATING DATA OF THE CCC GROUP

	PLNm		EURm	
Selected financial data from the consolidated statement of profit or loss and other comprehensive income	February 1st–October 31st 2022	February 1st–October 31st 2021	February 1st–October 31st 2022	February 1st–October 31st 2021
	unaudited, unreviewed	unaudited, unreviewed, restated*	unaudited, unreviewed	unaudited, unreviewed, restated*
Revenue	**6,681.5**	**5,508.9**	**1,421.5**	**1,207.2**
CCC	3,046.0	2,693.2	648.0	590.2
eobuwie	2,306.5	2,063.6	490.7	452.2
Modivo	578.2	312.1	123.0	68.4
HalfPrice	558.0	122.1	118.7	26.8
DeeZee	87.1	79.2	18.5	17.4
Other	92.9	146.8	19.8	32.2
Not allocated to segments/discontinued operations	12.8	91.9	2.7	20.1
Gross profit (loss)	**3,215.3**	**2,580.9**	**684.1**	**565.6**
Gross margin	48.12%	46.85%	48.12%	46.85%
Segment profit or loss:				
CCC	223.8	113.5	47.6	24.9
eobuwie	146.2	192.5	31.1	42.2
Modivo	23.8	18.4	5.1	4.0
HalfPrice	12.5	-0.2	2.7	-0.0
DeeZee	10.4	6.0	2.2	1.3
Other	-8.2	-11.3	-1.7	-2.5
Operating profit (loss)	**-1.2**	**50.3**	**-0.3**	**11.0**
Profit (loss) before tax	-276.8	-55.1	-58.9	-19.5
NET PROFIT (LOSS) FROM CONTINUING OPERATIONS	**-289.5**	**-79.9**	**-61.6**	**-17.5**
NET PROFIT (LOSS) FROM DISCONTINUED OPERATIONS	**-42.5**	**33.6**	**-9.0**	**7.4**
NET PROFIT/(LOSS)	**-332.0**	**-46.3**	**-70.6**	**-10.1**

* Due to the presentation of discontinued operations in the current-period data and change of cost presentation (combination of costs of points of purchase and other distribution costs), data for the comparative period was restated.

	PLNm		EURm	
Selected financial data from the consolidated statement of financial position	October 31st 2022	January 31st 2022	October 31st 2022	January 31st 2022
	unaudited, unreviewed	audited	unaudited, unreviewed	audited
Non-current assets	**3,419.9**	**3,393.8**	**726.3**	**738.1**
Current assets, including:	**4,116.5**	**4,106.9**	**874.2**	**893.2**
Inventories	3,121.4	2,625.8	662.9	571.0
Cash	475.6	941.1	101.0	204.7
Total assets	**7,536.4**	**7,500.7**	**1,600.5**	**1,631.2**
Non-current liabilities, including:	**2,821.4**	**3,410.2**	**599.2**	**741.6**
Bank borrowings and bonds	1,474.3	1,914.6	313.1	416.4
Lease liabilities	1,205.5	1,303.9	256.0	283.6
Current liabilities, including:	**3,857.4**	**2,938.9**	**819.2**	**639.1**
Bank borrowings and bonds	1,086.7	545.0	230.8	118.5
Trade and other payables	1,760.6	1,480.1	373.9	321.9
Total liabilities	**6,678.8**	**6,349.1**	**1,418.3**	**1,380.8**
Equity	**857.6**	**1,151.6**	**182.1**	**250.4**

	PLNm		EURm	
Selected financial data from the consolidated statement of cash flows	February 1st–October 31st 2022	February 1st–October 31st 2021	February 1st–October 31st 2022	February 1st–October 31st 2021
	unaudited, unreviewed	unaudited, unreviewed, restated*	unaudited, unreviewed	unaudited, unreviewed, restated*
Net cash flows from operating activities	269.1	-126.0	57.3	-27.6
Net cash flows from investing activities	-296.3	-152.0	-63.0	-33.3
Net cash flows from financing activities	-438.3	702.7	-93.2	153.8
Total cash flows	**-465.5**	**424.7**	**-99.0**	**93.0**
Capital expenditure	-372.1	-226.4	-79.2	-49.6

Operating data	**October 31st 2022**	**January 31st 2022**
	unaudited, unreviewed	audited
Number of stores (continuing operations)	975	941
Retail space (thousand m^2) (continuing operations)	724.8	668.6
Number of markets with digital sales	19	19

Selected data from the interim condensed consolidated statement of comprehensive income, interim condensed consolidated statement of financial position and interim condensed consolidated statement of cash flows were translated into the euro using the method specified below:

1) Items of assets, equity and liabilities in the interim condensed consolidated statement of financial position were translated at the exchange rate effective on the last day of the reporting period:

   - the exchange rate as at October 31st 2022 was EUR 1 = PLN 4.7089
   - the exchange rate as at January 31st 2022 was EUR 1 = PLN 4.5982

2) particular items of the interim condensed consolidated statement of comprehensive income and the interim condensed consolidated statement of cash flows were translated at exchange rates representing the arithmetic mean of the exchange rates quoted by the National Bank of Poland for the euro in effect on the last day of each month in a given reporting period:

   - in the period February 1st–October 31st 2022, the average exchange rate was EUR 1 = PLN 4.7003
   - in the period February 1st–October 31st 2021, the average exchange rate was EUR 1 = PLN 4.5676

The amounts were translated at the exchange rates specified above by dividing amounts expressed in millions of the zloty by the exchange rate.

Contents

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE NINE MONTHS

from February 1st to October 31st 2022

(all amounts in PLN million unless stated otherwise)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	February 1st–October 31st 2022	August 1st–October 31st 2022	February 1st–October 31st 2021	August 1st–October 31st 2021
	unaudited, unreviewed	unaudited, unreviewed	unaudited, unreviewed, restated*	unaudited, unreviewed, restated*
CONTINUING OPERATIONS				
Revenue	6,681.5	2,422.1	5,508.9	2,055.4
Cost of sales	-3,466.2	-1,259.0	-2,928.0	-1,044.0
Gross profit	**3,215.3**	**1,163.1**	**2,580.9**	**1,011.4**
Costs of points of purchase and distribution	-2,808.3	-1,018.9	-2,262.0	-865.1
Administrative expenses	-285.0	-99.3	-281.9	-88.7
Other income	38.1	11.0	42.3	16.7
Other expenses	-127.2	-28.6	-29.9	-9.5
(Recognition) / Reversal of loss allowances (trade receivables)	-34.1	-3.3	0.9	8.7
Operating profit (loss)	**-1.2**	**24.0**	**50.3**	**73.5**
Finance income	19.6	1.0	22.0	13.1
(Recognition) / Reversal of loss allowances (loans)	–	–	-16.4	-6.6
Finance costs	-295.2	-90.0	-111.2	-47.5
Share of profit (loss) of associates	–	–	0.2	0.1
Profit (loss) before tax	**-276.8**	**-65.0**	**-55.1**	**32.6**
Income tax	-12.7	-10.3	-24.8	-20.1
NET PROFIT (LOSS) FROM CONTINUING OPERATIONS	**-289.5**	**-75.3**	**-79.9**	**12.5**
DISCONTINUED OPERATIONS				
NET PROFIT (LOSS) FROM DISCONTINUED OPERATIONS	**-42.5**	**–**	**33.6**	**6.0**
NET PROFIT (LOSS)	**-332.0**	**-75.3**	**-46.3**	**18.5**
Attributable to owners of the parent	-317.8	-64.9	-74.5	12.2
Attributable to non-controlling interests	-14.2	-10.4	28.2	6.3
Other comprehensive income from continuing operations	**4.2**	**-2.0**	**6.8**	**3.4**
Items that may be reclassified to profit or loss:				
Exchange differences on translating foreign operations	4.1	-2.1	6.8	3.4
Items that may not be reclassified to profit or loss:				
Actuarial gains (losses) on employee benefits	0.1	0.1	–	–
Other comprehensive income from discontinued operations	**-3.2**	**–**	**-11.1**	**-4.8**
Items that may be reclassified to profit or loss:				
Exchange differences on translating foreign operations	–	–	-9.2	-4.8
Reclassification of exchange differences on translation of a foreign operation over which control has been lost to profit or loss	-3.2	–	-1.9	–
Total other comprehensive income, net	**1.0**	**-2.0**	**-4.3**	**-1.4**
TOTAL COMPREHENSIVE INCOME	**-331.0**	**-77.3**	**-50.6**	**17.1**
Comprehensive income attributable to owners of the parent from:	-316.8	-66.7	-77.0	11.9
- continuing operations	-271.1	-66.7	-99.5	10.7
- discontinued operations	-45.7	–	22.5	1.2

Non-controlling interests	-14.2	-10.7	26.4	5.2
Weighted average number of ordinary shares (million)	**54.9**	**54.9**	**54.9**	**54.9**
Basic earnings (loss) per share from profit (loss) for period, attributable to owners of the parent (PLN)	**-5.79**	**-1.18**	**-1.36**	**0.22**
Basic earnings (loss) per share from profit (loss) from continuing operations for period, attributable to owners of the parent (PLN)	**-5.02**	**-1.19**	**-1.98**	**0.10**
Basic earnings (loss) per share from profit (loss) from discontinued operations for period, attributable to owners of the parent (PLN)	**-0.77**	**–**	**0.61**	**0.11**
Diluted earnings (loss) per share from profit (loss) for period, attributable to owners of the parent (PLN)	**-5.79**	**-1.18**	**-1.36**	**0.22**
Diluted earnings (loss) per share from profit (loss) from continuing operations for period, attributable to owners of the parent (PLN)	**-5.02**	**-1.19**	**-1.98**	**0.10**
Diluted earnings (loss) per share from profit (loss) from discontinued operations for period, attributable to owners of the parent (PLN)	**-0.77**	**–**	**0.61**	**0.11**

* Due to the presentation of discontinued operations in the current-period data and change of cost presentation (combination of costs of points of purchase and other distribution costs), data for the comparative period was restated.

(all amounts in PLN million unless stated otherwise)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	October 31st 2022	January 31st 2022
	unaudited, unreviewed	audited
Intangible assets	349.4	317.9
Goodwill	203.8	197.9
Property, plant and equipment – leasehold improvements	647.3	573.6
Property, plant and equipment – distribution	675.1	623.6
Property, plant and equipment – other	95.6	91.5
Right-of-use assets	1,262.1	1,388.9
Deferred tax assets	172.5	175.5
Loans	–	–
Other financial assets	11.2	11.2
Derivative financial instruments	–	5.5
Lease receivables	–	0.2
Investments in associates	0.9	0.9
Investment property	1.6	6.1
Long-term receivables	0.4	1.0
Non-current assets	**3,419.9**	**3,393.8**
Inventories	3,121.4	2,625.8
Trade receivables	199.0	226.1
Income tax receivable	47.1	17.2
Loans	–	–
Other receivables	271.2	293.4
Cash and cash equivalents	475.6	941.1
Derivative financial instruments	1.9	3.1
Lease receivables	0.3	0.2
Current assets	**4,116.5**	**4,106.9**
TOTAL ASSETS	**7,536.4**	**7,500.7**
Bank borrowings and bonds	1,474.3	1,914.6
Deferred tax liabilities	39.2	38.9
Other non-current liabilities	4.5	23.4
Provisions	13.1	14.4
Grants received	15.3	15.7
Lease liabilities	1,205.5	1,303.9
Liabilities arising from obligation to purchase non-controlling interests	60.7	64.8
Other non-current financial liabilities	8.8	34.5
Non-current liabilities	**2,821.4**	**3,410.2**
Bank borrowings and bonds	1,086.7	545.0
Trade and other payables	1,760.6	1,480.1
Other liabilities	498.3	375.9
Income tax liabilities	1.4	28.2

(all amounts in PLN million unless stated otherwise)

Provisions	15.8	17.4
Grants received	0.6	0.6
Lease liabilities	467.2	491.6
Liabilities arising from obligation to purchase non-controlling interests	–	0.1
Other current financial liabilities	26.8	–
Current liabilities	**3,857.4**	**2,938.9**
TOTAL LIABILITIES	**6,678.8**	**6,349.1**
NET ASSETS	**857.6**	**1,151.6**
Equity		
Share capital	5.5	5.5
Share premium	1,148.0	1,148.0
Exchange differences on translating foreign operations	17.8	16.9
Actuarial valuation of employee benefits	0.1	0.5
Valuation of incentive scheme	1.6	0.6
Retained earnings	-489.0	-186.3
Equity attributable to owners of the parent	**684.0**	**985.2**
Non-controlling interests	173.6	166.4
TOTAL EQUITY	**857.6**	**1,151.6**
TOTAL EQUITY AND LIABILITIES	**7,536.4**	**7,500.7**

(all amounts in PLN million unless stated otherwise)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	February 1st–October 31st 2022	August 1st–October 31st 2022	February 1st–October 31st 2021	August 1st–October 31st 2021
	unaudited, unreviewed	unaudited, unreviewed	unaudited, unreviewed, restated*	unaudited, unreviewed, restated*
Profit (loss) before tax	**-315.0**	**-65.0**	**-25.4**	**38.2**
Profit (loss) before tax from continuing operations	**-276.8**	**-65.0**	**-55.1**	**32.6**
Profit (loss) before tax from discontinued operations	**-38.2**	**–**	**29.7**	**5.6**
Depreciation	442.8	147.0	430.4	142.6
Impairment losses on property, plant and equipment, right-of-use assets, intangible assets and remeasurement to fair value of disposal group	48.6	–	1.9	–
(Gain) loss on investing activities	-19.9	4.0	-18.6	2.0
Share of profit (loss) of associates	–	–	-0.2	-0.1
Borrowing costs	239.0	90.7	85.6	40.2
Other adjustments to profit before tax	4.6	-5.7	-62.1	-51.9
Income tax paid	-70.3	-10.4	-85.3	-15.5
Cash flow before changes in working capital	**329.8**	**160.6**	**326.3**	**155.5**
Changes in working capital				
Change in inventories and inventory write-downs	-523.9	-170.7	-345.4	-81.1
Change in receivables and impairment losses on receivables	32.4	-36.9	-234.0	-182.5
Change in current liabilities, net of borrowings	430.8	110.4	127.1	38.4
Net cash flows from operating activities	**269.1**	**63.4**	**-126.0**	**-69.7**
Proceeds from sale of property, plant and equipment	10.6	5.0	1.6	0.6
Proceeds from settlement of leasehold improvements with landlords	68.2	23.8	15.3	4.9
Purchase of intangible assets and property, plant and equipment	-372.1	-126.1	-226.4	-97.1
Effect of sale of NG2 s.a.r.l. and Karl Voegele AG	–	–	57.5	6.0
Other investing expenditure	-3.0	–	–	–
Net cash flows from investing activities	**-296.3**	**-97.3**	**-152.0**	**-85.6**
Proceeds from borrowings	55.7	-11.7	839.5	-80.3
Bond issue	–	–	860.0	860.0
Dividends and other distributions to non-controlling interests	–	–	-10.2	–
Repayment of borrowings	-64.3	-36.0	-920.1	-41.2
Payment of commission fees on credit facilities	-2.1	-2.1	–	–
Lease payments	-324.1	-106.9	-267.5	-94.8
Interest paid	-127.5	-43.9	-79.0	-37.2
Other cash provided by financing activities	24.0	–	–	–
Acquisition of eobuwie.pl shares from MKK3	–	–	-720.0	-360.0
Advance payment from A&R Investments Limited and payment from Cyfrowy Polsat for the sale of eobuwie.pl shares	–	–	1,000.0	–
Net cash flows from financing activities	**-438.3**	**-200.6**	**702.7**	**246.5**
TOTAL CASH FLOWS	**-465.5**	**-234.5**	**424.7**	**91.2**
Net increase/decrease in cash and cash equivalents	-465.5	-234.5	424.7	91.2

Cash and cash equivalents at beginning of period	**941.1**	**710.1**	**458.7**	**792.2**
Cash and cash equivalents at end of period	**475.6**	**475.6**	**883.4**	**883.4**

* Due to the presentation of discontinued operations in the current-period data and change of cost presentation (combination of costs of points of purchase and other distribution costs), data for the comparative period was restated.

(all amounts in PLN million unless stated otherwise)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

unaudited, unreviewed	SHARE CAPITAL	SHARE PREMIUM	RETAINED EARNINGS	TRANSLATION RESERVE	ACTUARIAL VALUATION OF EMPLOYEE BENEFITS	VALUATION OF INCENTIVE SCHEME	NON-CONTROLLING INTERESTS	TOTAL EQUITY
	ATTRIBUTABLE TO OWNERS OF THE PARENT							
As at February 1st 2022	**5.5**	**1,148.0**	**-186.3**	**16.9**	**0.5**	**0.6**	**166.4**	**1,151.6**
Net profit (loss) for period	–	–	-332.0	–	–	–	–	-332.0
Net profit (loss) allocated to non-controlling interests	–	–	14.2	–	–	–	-14.2	–
Actuarial valuation of employee benefits	–	–	–	–	0.1	–	–	0.1
Exchange differences on translation	–	–	–	4.1	–	–	–	4.1
Reclassification of exchange differences on translation of a foreign operation over which control has been lost to profit or loss	–	–	–	-3.2	–	–	–	-3.2
Total comprehensive income	**–**	**–**	**-317.8**	**0.9**	**0.1**	**–**	**-14.2**	**-331.0**
Measurement of employee option plan	–	–	–	–	–	-0.6	13.6	13.0
Acquisition of shares in subsidiary MODIVO S.A. in the performance of an investment commitment undertaken with Damian Zapłata, CEO of MODIVO S.A.	–	–	16.2	–	–	–	7.8	24.0
Other changes	–	–	-1.1	–	-0.5	1.6	–	–
Total transactions with owners	**–**	**–**	**15.1**	**–**	**-0.5**	**1.0**	**21.4**	**37.0**
As at October 31st 2022	**5.5**	**1,148.0**	**-489.0**	**17.8**	**0.1**	**1.6**	**173.6**	**857.6**

(all amounts in PLN million unless stated otherwise)

unaudited, unreviewed	SHARE CAPITAL	SHARE PREMIUM	RETAINED EARNINGS	TRANSLATION RESERVE	ACTUARIAL VALUATION OF EMPLOYEE BENEFITS	VALUATION OF INCENTIVE SCHEME	NON-CONTROLLING INTERESTS	TOTAL EQUITY
	ATTRIBUTABLE TO OWNERS OF THE PARENT							
As at February 1st 2021	**5.5**	**1,148.0**	**-969.1**	**10.1**	**-12.8**	**–**	**128.1**	**309.8**
Net profit (loss) for period	–	–	-46.3	–	–	–	–	-46.3
Profit (loss) attributable to non-controlling interests	–	–	-28.2	–	–	–	28.2	–
Exchange differences on translation	–	–	–	-0.6	–	–	-1.8	-2.4
Reclassification of exchange differences on translation of a foreign operation over which control has been lost to profit or loss	–	–	–	-1.9	–	–	–	-1.9
Total comprehensive income	**–**	**–**	**-74.5**	**-2.5**	**–**	**–**	**26.4**	**-50.6**
Dividend approved	–	–	–	–	–	–	-10.2	-10.2
Coverage of loss	–	-657.7	657.7	–	–	–	–	–
Transfer of employee benefits actuarial measurement relating to a subsidiary over which control has been lost to retained earnings	–	–	-12.7	–	12.7	–	–	–
Measurement of financial instruments embedded in equity instruments	–	10.7	–	–	–	–	3.6	14.3
Purchase of shares	–	–	-19.0	–	–	–	19.0	–
Extinguishment of liability under option to purchase eobuwie.pl shares (obligation to purchase minority interests in eobuwie.pl)	–	–	749.0	–	–	–	–	749.0
Recognition of option to purchase eobuwie.pl shares (20.0%) from MKK3 – recognition of liability under option to purchase shares in subsidiaries	–	–	-711.6	–	–	–	–	-711.6
Transactions involving 10% of eobuwie.pl S.A. shares	–	–	1,000.0	–	–	–	–	1,000.0
Total transactions with owners	**–**	**-647.0**	**1,663.4**	**–**	**12.7**	**–**	**12.4**	**1,041.5**
As at October 31st 2021	**5.5**	**501.0**	**619.8**	**7.6**	**-0.1**	**–**	**166.9**	**1,300.7**

(all amounts in PLN million unless stated otherwise)

1. GENERAL INFORMATION

Company name:	**CCC Spółka Akcyjna**	
Registered office:	**ul. Strefowa 6, 59-101 Polkowice, Poland**	
Registry court:	**District Court for Wrocław-Fabryczna in Wrocław, 9th Commercial Division of the National Court Register**	
Entry in the National Court Register (KRS) No:	**0000211692**	
Principal business:	**The Company's principal business activity according to the European Classification of Business Activities is wholesale and retail trade in clothing and footwear (EKD 5142).**	
Management Board:	**President:**	**Marcin Czyczerski**
	Vice President:	**Karol Półtorak**
	Vice President:	**Adam Holewa**
	Vice President:	**Igor Matus**
	Vice President:	**Kryspin Derejczyk**

CCC S.A. (the "Company", the "Parent"), the parent of the CCC Group, has been listed on the Warsaw Stock Exchange since 2004.

As at October 31st 2022, the CCC Group (the "CCC Group", the "Group") comprised the Parent CCC S.A. of Poland, registered at ul. Strefowa 6 in Polkowice, and its subsidiaries.

On September 29th 2022, Adam Marciniak resigned as Vice President of the Company's Management Board, with effect from September 29th 2022.

These interim condensed consolidated financial statements of CCC cover the nine months ended October 31st 2022 and contain comparative data for the nine months ended October 2021 and as at January 31st 2022. The interim condensed consolidated statement of comprehensive income and notes to the statement of comprehensive income contain data for the three months ended October 31st 2022 and comparative data for the three months ended October 31st 2021, which has not been audited or reviewed by an auditor.

These interim condensed consolidated financial statements of the CCC Group for the nine months ended October 31st 2022 were authorised for issue by the Management Board on December 1st 2022.

(all amounts in PLN million unless stated otherwise)

STRUCTURE OF THE CCC GROUP

The CCC Group consists of CCC S.A. (the Parent) and its subsidiaries. In the nine months ended October 31st 2022, there were changes in the composition of the CCC Group relative to January 31st 2022, as discussed in more detail below. The structure of the CCC Group as at the reporting date is presented below.

SUBSIDIARIES	REGISTERED OFFICE/COUNTRY	PRINCIPAL BUSINESS	EQUITY INTEREST AS AT OCTOBER 31ST 2022	EQUITY INTEREST AS AT JANUARY 31ST 2022
CCC Factory Sp. z o.o.	Polkowice, Poland	logistics	100%	100%
CCC Czech s.r.o.	Prague, Czech Republic	trade	100%	100%
CCC Slovakia s.r.o.	Bratislava, Slovakia	trade	100%	100%
CCC Hungary Shoes Kft.	Budapest, Hungary	trade	100%	100%
CCC Austria Ges.m.b.H	Graz, Austria	trade	100%	100%
CCC Obutev d.o.o.	Maribor, Slovenia	trade	100%	100%
CCC Hrvatska d.o.o.	Zagreb, Croatia	trade	100%	100%
CCC Shoes Ayakkabycylyk Limited Sirketi	Istanbul, Turkey	trade	100%	100%
C-AirOP Ltd. [1]	Douglas, Isle of Man	services	50%	50%
CCC.eu Sp. z o.o. [2]	Polkowice, Poland	procurement and sale	100%	100%
CCC Shoes & Bags Sp. z o.o.	Polkowice, Poland	investments	100%	100%
CCC Shoes Bulgaria EOOD	Sofia, Bulgaria	trade	100%	100%
Modivo S.A. [3]	Zielona Góra, Poland	trade	75%	75%
Modivo S.R.L. [4]	Alme, Italy	services	75%	n/a
eobuwie.pl Logistics Sp. z o.o.	Zielona Góra, Poland	logistics	75%	75%
eschuhe.de GmbH	Frankfurt am Oder, Germany	trade	75%	75%
Branded Shoes and Bags sp. z o.o.	Zielona Góra, Poland	services	75%	75%
eschuhe.CH GmbH	Zug, Switzerland	trade	75%	75%
Modivo.cz s.r.o. (formerly eobuv.cz s.r.o.) [5]	Prague, Czech Republic	trade	75%	75%
epantofi modivo s.r.l.	Bucharest, Romania	logistics	75%	75%
CCC Shoes & Bags d.o.o. Beograde	Belgrade, Serbia	trade	100%	100%
OBUV OOO (formerly CCC Russia OOO) [6]	Moscow, Russia	trade	0%	100%
Shoe Express S.A. [7]	Bucharest, Romania	trade	100%	100%
DeeZee Sp. z o.o. [8]	Kraków, Poland	trade	75%	75%
Gino Rossi S.A.	Słupsk, Poland	trade	100%	100%
HalfPrice Sp. z o.o. [9]	Polkowice, Poland	trade	100%	100%
OFP Austria GmbH [10]	Graz, Austria	trade	100%	100%
OU CCC Estonia [11]	Tallinn, Estonia	trade	100%	0%
UAB CCC Lithuania [12]	Vilnius, Lithuania	trade	100%	0%
SIA CCC Shoes Latvia [13]	Riga, Latvia	trade	100%	0%

ASSOCIATES	REGISTERED OFFICE/COUNTRY	PRINCIPAL BUSINESS	EQUITY INTEREST AS AT OCTOBER 31ST 2022	EQUITY INTEREST AS AT JANUARY 31ST 2022
HR Group Holding s.a.r.l.	Luxembourg	trade	30.55%	30.55%
Pronos Sp. z o.o. [14]	Wrocław, Poland	services	25.00%	10.00%

[1] C-AirOp Ltd. is a subsidiary of CCC S.A. (50%). Having analysed the functions performed by the company's shareholders, the Management Board is of the opinion that the Group continues to control the operations and management of the company.
[2] CCC.eu sp. z o.o. is a subsidiary of CCC Shoes & Bags sp. z o.o. (99.75%) and CCC S.A. (0.25%).
[3] Modivo S.A. is a subsidiary of CCC Shoes & Bags Sp. z o.o. (74.69%). The current reporting period saw the fulfilment of an investment commitment as a result of which MODIVO S.A. and the partnership limited by shares whose sole general partner is Damian Zapłata, President of the MODIVO S.A. Management Board, executed an agreement to subscribe for 38,000 new Series I shares with a par value of PLN 0.20 per share, at an issue price of PLN 600 per Series I share, that is in exchange for a cash contribution of PLN 22.8m. At the same time, the other non-controlling shareholders of MODIVO S.A. subscribed for 2,005 Series I shares in exchange for a cash contribution of PLN 1.2m. As a result of the transactions, the non-controlling interest in MODIVO S.A. increased from 25.01% to 25.31%.The transaction was recognised as an equity transaction, and the difference between the amount by which the non-controlling interests were adjusted, i.e., PLN 7.8m, and the amount paid was charged directly to equity (retained earnings) and allocated to owners of the parent.
[4] On February 1st 2022, the Modivo Group registered a new subsidiary Modivo S.R.L.
[5] On October 27th 2022, Eobuv.cz s.r.o. changed its name to Modivo.cz s.r.o.
[6] The shares in OBUV OOO (formerly CCC Russia OOO) were held by CCC Shoes & Bags Sp. z o.o. (75%) and CCC.eu Sp. z o.o. (25%). The change of the company's name from CCC Russia OOO to OBUV OOO was registered on April 27th 2022. On May 17th 2022, following the fulfilment of conditions precedent, the shares in that company were sold outside the CCC Group. The transaction is described in more detail in these financial statements in Note *Discontinued Operations*.
[7] Shares in Shoe Express S.A. are held by CCC Shoes & Bags Sp. z o.o. (95%) and CCC.eu Sp. z o.o. (5%).
[8] DeeZee Sp. z o.o. is a subsidiary of CCC Shoes & Bags Sp. z o.o. (75%).
[9] On March 2nd 2022, the Extraordinary General Meeting of OFP Sp. z o.o. passed a resolution to change the company's name to HalfPrice Sp. z o.o.
[10] OFP Austria GmbH is a subsidiary of HalfPrice Sp. z o.o. (100%).
[11] On April 18th 2022, the CCC Group registered a new subsidiary OÜ CCC Estonia in Estonia. The company is a wholly-owned subsidiary of CCC S.A.
[12] On April 19th 2022, the CCC Group registered a new subsidiary UAB CCC Lithuania in Lithuania. The company is a wholly-owned subsidiary of CCC S.A.
[13] On May 5th 2022, the CCC Group registered a new subsidiary SIA CCC Shoes Latvia in Latvia. The company is a wholly-owned subsidiary of CCC S.A.
[14] On September 26th 2022, CCC Shoes & Bags Sp. z o.o. acquired 15.0% of shares in the associate Pronos Sp. z o.o. After the reporting date, on November 3rd 2022, CCC Shoes & Bags Sp. z o.o. sold 0.1% of shares in the associate. As a result of these transactions, CCC Shoes and Bags Sp. z o.o. increased its equity interest in Pronos Sp. z o.o. to 24.9%. Pronos Sp. z o.o. remains an associate of the Group.

BASIS OF ACCOUNTING

These interim condensed consolidated financial statements have been prepared in accordance with International Accounting Standard 34 Interim Financial Reporting, as endorsed by the European Union ("IAS 34").
Interim condensed consolidated financial statements do not include all the information and disclosures required in full-year financial statements and should be read in conjunction with the consolidated financial statements of the CCC Group for the year ended January 31st 2022, which were authorised for issue on April 20th 2022.
The financial statements have been prepared on a historical cost basis except for investment property and derivative financial instruments, which are measured at fair value.
The data contained in these interim condensed consolidated financial statements is presented in millions of Polish złoty, unless more accurate information is provided in specific cases. The functional and reporting currency of the Parent is the Polish złoty (PLN). The functional currency of each subsidiary is determined separately, and used to measure that subsidiary's assets and liabilities.

BASIS OF CONSOLIDATION

These interim condensed consolidated financial statements contain the financial statements of CCC S.A. and its subsidiaries. The subsidiaries are consolidated from the date the CCC Group acquires control until the date the Group ceases to control a given subsidiary. In the reporting period the Group controlled all of its subsidiaries. All transactions, balances, income and expenses between the consolidated related entities are eliminated on consolidation.

GOING CONCERN

These consolidated financial statements have been prepared on the assumption that the Group will continue as a going concern for the foreseeable future, i.e., for a period of at least 12 months from the reporting date.

Below in this note are presented important issues, including uncertainties concerning circumstances that may pose risks to the Group continuing as a going concern.

As at October 31st 2022, the Group's current assets exceeded current liabilities by approximately PLN 259.1m. As presented in Notes 5.1 and 5.2 to these consolidated financial statements, the Group's operations are financed through financial instruments, including mainly credit facilities and bonds. The debt outstanding under those instruments as at the reporting date was approximately PLN 2,561.0m. The Group also uses reverse factoring in settlements with suppliers, with the debt outstanding as at the reporting date of approximately PLN 508.3m.

As a result of the outbreak of the COVID-19 pandemic and the imposition of temporary restrictions on retail trade in the countries where the Group operates, a priority task faced by the parent's Management Board was to enter into an agreement with the banks financing the Group's operations to ensure a stable level of financing for the duration of the pandemic and beyond.

Following discussions with the Group's financing institutions, long-term financing was provided to fund the Group's operations, as described in more detail in the consolidated financial statements for 2021.

Execution of the New Financing Agreement and related documents, as well as the additional financing documents referred to above, between CCC S.A., its subsidiaries, Modivo S.A. and financial institutions, was part of the CCC Group's debt refinancing efforts aimed at ensuring a stable long-term financing level for the Group, consistent with the business objectives under the GO.22 strategy and key strategic projects covered by that strategy.

In response to material developments in the Group's business environment in 2020 and 2021 following the outbreak of the COVID-19 pandemic, the Management Board decided to prepare an update of the CCC Group's GO.22 strategy, first adopted in January 2020.

The updated GO.25 Everything Fashion. Omnichannel Platform strategy was adopted and released in November 2021, and its key objectives to be delivered by 2025 are discussed at length in the annual Directors' Report on the Group's operations in the 'CCC Group's strategy' section. Execution and growth plans.'

The strategy includes a budget approved by the Supervisory Board and subsequently updated to represent a financial model prepared for the extension of financing provided by BGK, as described below. The model contains assumptions concerning:

- increase in sales generated by the CCC Business Unit,
- margin improvement in the CCC segment,
- opening of new HalfPrice and CCC stores,
- cost discipline and optimisation of labour costs,
- improvement of cost efficiency in logistics, marketing and IT.

The financial model was prepared on the assumption that there would be no shopping mall closures, no restrictions on trade, and no material changes in the business conducted in Ukraine through franchisees in relation to the current conditions.

Implementation and delivery of all the measures, objectives, plans and financial projections described above are subject to numerous future risks and uncertainties.

In December 2021 and January 2022, the Group saw a decline in its sales performance due to the persistently high COVID-19 incidence rates, which affected footfall rates in shopping malls as well as sales figures generated in the last months of the previous financial year.

Moreover, in February 2022 Russia's aggression against Ukraine began, leading to a slowdown in sales in February and March 2022 and adversely affecting the overall macroeconomic situation in Poland and abroad.

On May 17th 2022, the shares in the Russian subsidiary were sold outside the CCC Group. The share sale transaction was accounted for in the Group's consolidated financial statements for the first half of 2022. The transaction is described in more detail in the "Discontinued Operations" section.

The Management Board of the CCC Group has identified the following as factors which may bear on the implementation of the Group's financial model for 2022, including in view of the volatile conditions in the financial markets and as a result of possible changes in consumer behaviour:

- Further developments in Ukraine and Russia, which could have a significant, yet still difficult to predict, impact on many aspects of the business and its external environment described below;
- Macroeconomic risks, including higher commodity prices and higher salaries affecting the purchase prices of goods, capital expenditure amounts, as well as higher operating expenses, in particular in transport and logistics;

- Decline in consumer demand for products offered by the Group as a result of changing macroeconomic conditions (rising inflation, interest rates, etc.), as well as the Group's potential decisions to raise the prices of merchandise;
- Exchange rate movements affecting the performance of foreign operations and the cost of goods purchase, as well as rental costs;
- Fiercer competition in the market environment, especially in terms of product prices having an effect on the results generated in the course of day-to-day operations;
- Occurrence of unplanned and/or unforeseen changes in fashion trends and weather conditions;
- Changes in consumer behaviour due to the COVID-19 pandemic and the migration crisis, or postponement of purchasing decisions;
- Delivery of worse-than-expected results relative to plans and projections, including failure to achieve the assumed levels of sales and margins in individual months;
- Materialisation of operational risks;
- Occurrence of non-business factors, including further impact of the COVID-19 pandemic;
- Volatility in the financial markets, which may prevent the initial public offering of Modivo S.A. shares to be carried out as planned;
- Results of talks with the financing institutions on further financing for the Group, as described below.

The risks and extraordinary circumstances identified above are a source of significant uncertainty regarding the delivery of the financial plans for 2022, including compliance with the financial covenants under the agreements financing the Group's operations, and thus also the Group's ability to continue as going concerns.

Under the financing agreements concluded by the Group, the Group is required to comply with certain financial covenants, separately for the CCC business unit and for the Modivo business unit, which were complied with in the financial year ended January 31st 2022 and as at that date and also as at July 31st 2022. Based on the 2022 financial model prepared by the Management Board, the Group expects to meet the financial covenants set forth in those agreements, including in particular with respect to the reported EBITDA for individual interim periods, as well as the net debt/EBITDA and DSCR ratios as at the end of the financial year.

The main efforts undertaken by the Management Board include continued talks with the Group's financing banks on extension of the financing granted to the Group under the Common Terms Agreement in the part including the liquidity guarantee of up to PLN 250m extended by Bank Gospodarstwa Krajowego (BGK), which expired on October 30th 2022, and the other financing of the Group. As a result of these talks, as regards the Common Terms Agreement in the part including the liquidity guarantee of up to PLN 250m extended by Bank Gospodarstwa Krajowego (BGK) and as regards the remaining financing amount, further terms of cooperation were also agreed with respect to the level of the financial ratios set out in the financing agreements starting from October 31st 2022. The ratios were reduced as at October 31st 2022 and the following reporting dates, as described in detail under Covenants/financial ratios in the Directors' Report. The relevant agreement was signed on October 27th 2022. In the agreement, the duration of financing agreements was extended for another 24 months, for the amount of PLN 250m.

Changes in the ratios were also confirmed by the bondholders with respect to bond issue agreements, containing the same ratios, as confirmed on October 24th 2022 by the Bondholders Meeting convened to obtain the Bondholders Meeting's consent to change selected financial ratios and to amend the Terms and Conditions of the Bonds. For details, see section *Covenants/financial ratios* of the Directors' Report.

As regards the remaining part of the financing, maturing in the first half of 2023, the Group plans to extend its maturity. The Group plans to extend the financing dates. Talks with banks regarding this matter have begun and will be continued in the fourth quarter of 2022 and in the first quarter of 2023. Details, including new maturities, regarding this part of the debt depend on the final arrangements made with the banks financing the Group's operations.

Moreover, on November 17th 2022, an Extraordinary General Meeting convened at the request of the Company's main shareholder Ultro S.a.r.l. (a subsidiary of Dariusz Miłek) was held and voted on increasing the Company's share capital. Resolutions were passed to increase the Company's share capital by no less than PLN 0.2 and no more than PLN 1.4m through the issue of no fewer than 2 and no more than 14,000,000 ordinary shares with a par value of PLN 0.1 by way of a private placement, with the pre-emptive rights of all existing shareholders of the Company waived in full. The Company intends to use the share issue proceeds to finance its working capital needs and day-to-day operations, and to optimise its financing structure in view of high interest rates and the aim of reducing its debt levels. The issue price was set at PLN 36.11 per share.

In addition, the Company's Management Board is considering the options to raise capital by way of a leaseback of selected property, plant and equipment owned by the CCC Group companies, raise new financing (debt or equity) for selected entities or business lines of the Group (e.g., HalfPrice), as announced by the Group in a current report. The initial public offering of Modivo S.A. is also being prepared.

The Management Board has prepared a detailed analysis of the financial model's sensitivity over the next 12 months, as well as scenarios of alternative measures, calculated the expected values of the financial ratios and compared them with the expectations of the banks financing the Group's operations, taking into account the risks, events and actions described above.

The key element of that analysis were parameters that could cause underperformance relative to the objectives set out in the 2022 financial plan and failure to achieve the financial covenants that the Group, including separately for the CCC business unit and for the Modivo business unit, is required to comply with under its financing agreements.

In the Management Board's opinion, a number of measures are also available to offset the adverse effect of the risks listed above on the Group's financial performance. The measures include cost savings in relation to the financial model as well as working capital optimisation.

The Management Board has taken appropriate measures in order to implement the plans set out in the financial model and in the agreements with the institutions financing the Group's operations, including the CCC Business Unit, and to ensure the Group and its business units (CCC and Modivo) retain liquidity even if their sales and/or margins come in below the target levels.

Should such measures prove insufficient for delivering the objectives set out in the budget, the Management Board may take steps to procure dividend payments from subsidiaries, which would enable the achievement of target performance and compliance with the financial covenants under the credit facility agreements.

In conclusion, despite the risks and exceptional circumstances mentioned above, based on the financial model for 2022, including the analyses and scenarios of alternative measures described above, and considering the execution of the agreements of October 27th 2022 changing the financial ratios and extending the financing period, the bondholders' consent obtained to reduce the required levels of financial ratios, and the other agreements for the financing of the Group's operations, the Group's Management Board believes that adequate preventive measures have been taken or prepared to ensure that these risks are mitigated and the Group's plans are carried out, and has therefore drawn up the accompanying consolidated financial statements on a going concern basis.

SIGNIFICANT EVENTS AND TRANSACTIONS THAT OCCURRED AFTER THE END OF THE LAST ANNUAL REPORTING PERIOD

1. Russia's military aggression against Ukraine and the consequent sale of the subsidiary OBUV OOO – for more information, see Note 7.
2. Acquisition of assets from a former franchisee of the Group – for more information, see Note 6.
3. Agreements signed with the institutions providing financing to the CCC Group, including CCC S.A. – for more information, see the *Going concern* section.

EFFECT OF THE OUTBREAK OF WAR ON UKRAINE ON THE GROUP'S OPERATIONS

In the wake of Russia's unjustified and unprovoked attack on Ukraine, the Management Board decided to discontinue supplies to the Russian market and to suspend further development of the CCC Group's business in Russia by abandoning its expansion plans and consistent downscaling of the planned operations. The Group had 39 stores in Russia, which were operated by a subsidiary. The subsidiary was sold outside the Group on May 17th 2022. For more information, see Note 7.

As the Group operates in Ukraine through a franchise, the assets allocated to that market are exclusively trade receivables. As at the reporting date, the receivables amounted to PLN 26.3m and an impairment loss of PLN 9.4m was recognised with respect to them (net exposure as at the reporting date was PLN 16.9m).

EFFECT OF CHANGES IN THE ECONOMIC SITUATION ON THE VALUATION OF ASSETS AND LIABILITIES OF THE CCC GROUP

Inventory write-downs
For more information, see Note 4.3.

Expected credit losses (ECL)
The Group assesses expected credit losses ("ECL") associated with financial instruments measured at amortised cost and fair value through other comprehensive income, regardless of whether there is any indication of impairment.

With respect to short-term trade receivables without a significant financing component, lease receivables and other receivables, the Group applies the simplified approach provided for in IFRS 9 and measures impairment losses in the amount of credit losses expected over the entire lifetime of a receivable since its initial recognition.

In the case of receivables for which a case-by-case approach is justified, the Group measures the probability of default based on market data published by Moody's.

The Group's business involves mainly retail, digital and wholesale activities. Trade receivables relate mainly to the wholesale business and cooperation with franchisees (trade receivables in the retail and digital segments are not material). The economic situation in the reporting period and the Group's efforts led to higher sales in the retail, digital and wholesale channels. Allowances were recognised for receivables from entities which, in the Group's opinion, are exposed to the highest risk of default in the short term.

With respect to those assets, the Group identified a default risk and recognised in the reporting period an impairment loss of PLN 34.1m on trade and other receivables (including PLN 9.4m relating to receivables from a franchisee operating in the Ukrainian market, as mentioned above). As at the reporting date, the impairment loss on trade receivables amounted to PLN 90.8m and on other receivables – to PLN 0.6m.

The Group has not observed any material deterioration in collection rates or an increase in bankruptcies or restructurings among its other customers and is not aware of any circumstances that may lead to such deterioration in the future, except in the Ukrainian market, which is being monitored on an ongoing basis. Accordingly, the Group expects that the recoverability of the receivables disclosed in the statement of financial position as at October 31st 2022, maturing in the coming months, will remain substantially unchanged.

Another group of assets exposed to credit losses are loans. A credit loss allowance covering 100% of the exposure was recognised with respect to these assets in 2020.

Impairment of property, plant and equipment, intangible assets, goodwill and rights-of-use assets

As at October 31st 2022, following an assessment of indications of impairment of property, plant and equipment, intangible assets, goodwill and right-of-use assets, no need to conduct an impairment test concerning certain cash generating units (stores) and the Gino Rossi trademark was identified.

No indications of impairment were identified for the other assets. In the period for which these interim condensed consolidated financial statements were prepared, no impairment losses on the above assets were recognised.

Other accounting matters and issues

As at the date of these financial statements, the Group did not identify any material risks related to potential breach of the terms of its existing trade and supply contracts.

As a result of the execution of financing agreements with banks, bondholders and other institutions, the Group is required to meet a number of covenants, which will be calculated and tested in subsequent reporting periods, as described in detail in the Directors' Report on the Group's operations under *Covenants/financial ratios*.

As at October 31st 2022, in the opinion of the Management Board none of the covenants were breached during the reporting period and until the date of authorisation of the financial statements for issue.

Based on its financial projections for subsequent reporting periods, the Group believes that the recognised deferred tax asset is recoverable.

FUNCTIONAL CURRENCY AND PRESENTATION CURRENCY

Items of the financial statements of individual Group entities are measured in the currency of the primary economic environment in which the entity operates ("functional currency"). These consolidated financial statements are presented in the Polish złoty (PLN), which is the functional currency of the parent and the presentation currency of the Group.

STATEMENT OF ACCOUNTING POLICIES

The accounting policies applied by the CCC Group did not change relative to those applied in the full-year financial statements for the financial year February 1st 2021 – January 31st 2022, except for the application of new or amended standards and interpretations effective for annual periods beginning on or after February 1st 2022.

The Group changed the presentation of costs of points of purchase and other distribution costs in the consolidated statement of comprehensive income. As of February 1st 2022, these costs are presented as a single cost item headed *Costs of points of purchase and distribution*. Also, the Group changed the presentation of costs by nature of expense by aggregating costs of other services and other costs by nature of expense into a single item and by identifying a separate cost item headed *Advertising*. In the Group's opinion, these changes reflect the substance of cost aggregation and classification and the method used by management to analyse the items concerned. To ensure data comparability, the comparative data was restated accordingly.

The Parent and other Group companies were established for an indefinite period.

New and amended accounting standards
The amended standards and interpretations which apply for the first time in 2022 do not have a material impact on the Group's consolidated financial statements:
- Amendments to IAS 16: Property, Plant and Equipment – Proceeds before Intended Use
- Amendments to IAS 37: Onerous Contracts – Cost of Fulfilling a Contract
- Amendments to IFRS 3: Business Combinations – Reference to the Conceptual Framework
- Annual Improvements to IFRSs 2018–2020 Cycle

The Group did not elect to early adopt any of the standards, interpretations or amendments that have been issued but are not yet effective in accordance with the European Union regulations.

FACTORS WITH MATERIAL BEARING ON THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Statement of comprehensive income

Revenue
Revenue went up by PLN 1,172.6m year on year, driven mainly by the roll-out of the omnichannel model at the Group, development of the HalfPrice segment, and expansion of the range of products available.

In the nine months to October 31st 2022, the Group's retail revenue rose by PLN 526.5m (21.5%) year on year. The third quarter of 2022 saw the revenue rise by PLN 154.5m (15.7%) year on year.

In the nine months to October 31st 2022, the Group's digital revenue rose sharply, by PLN 779.1m (27.7%) year on year. The third quarter of 2022 saw the revenue rise by PLN 282.5m (29.0%) year on year.

In the financial year 2021, the Group began to roll out a new off-price format (the project was officially launched on May 4th 2021) by expanding its chain of offline stores and deploying an online platform under the HalfPrice brand. The stores offer branded products at attractive prices. The sales mix includes fashion as well as cosmetics, sports equipment, home accessories and much more. In the nine months to October 31st 2022, revenue generated by the HalfPrice chain only rose by PLN 435.9m (>100%) year on year, while in the third quarter the revenue grew by PLN 175.8m (>100%) year on year.

Cost of sales
Cost of sales related to continuing operations grew by 18.4% year on year, while revenue rose by 21.3%. The increase was due mainly to the revival of sales in the retail channel, development of the digital channel and the omnichannel model, expansion of the product portfolio, and the launch of sales in the HalfPrice segment. The growth in margins was a combined effect of higher initial-price sales and discount policy management, among other factors. The decrease in raw material and consumables used and in salaries, wages and employee benefits under cost of sales is attributable to discontinued production at two CCC Group companies: Gino Rossi S.A. and CCC Factory Sp. z o.o.

Costs of points of purchase and distribution
Costs of points of purchase and distribution increased by PLN 546.3m (24.2%) year on year, driven mainly by:
- PLN 91.2m increase in other costs, including mainly costs of logistics and warehouse services, IT maintenance, and advisory services;
- PLN 188.9m increase in costs of salaries, wages and employee benefits, being a consequence of expansion of the sales channels, store closures during lockdowns, and government subsidies received towards salaries, wages and employee benefits in 2021;
- PLN 63.4m increase in other rental costs (sales-based rents and variable costs: utilities, electricity, etc.) attributable to expansion of the sales channels and renegotiation of lease contracts – shift from fixed rents to variable, sales-based rents;
- PLN 88.5m increase in advertising costs.

Administrative expenses

Administrative expenses increased by PLN 3.1m year on year. The change was mainly attributable to a PLN 35.9m increase in salaries, wages and employee benefits, which was offset by a PLN 29.0m decrease in other expenses due to a drop in expenditure on outsourcing and advisory services.

Other income and expenses

Other expenses rose by PLN 97.3m year on year, to PLN 127.2m. The increase in other expenses was mainly attributable to:

- PLN 67.2m increase in foreign exchange losses on items other than debt;
- PLN 11.6m increase in losses on disposal and retirement of property, plant and equipment;
- PLN 6.4m increase in interest and penalties.

The allowance for expected credit losses on trade and other receivables was PLN 34.1m and rose by PLN 35.0m year on year. In the reporting period, an impairment loss of PLN 43.1m was recognised and an impairment loss of PLN 9.0m was reversed. The changes in the period were mainly related to wholesale trade partners.
Other income fell by PLN 4.2m year on year, to PLN 38.1m.
As a result, the operating loss for the nine months to October 31st 2022 was PLN 1.2m, compared with PLN 50.3m in the comparative period.

Finance costs and income

In the reporting period, finance income went down by PLN 2.4m year on year, to PLN 19.6m, and included mainly:

- PLN 6.3m valuation of a call option over non-controlling interests in the subsidiary DeeZee Sp. z o.o.,
- PLN 11.1m valuation of a derivative financial instrument (Equity Kicker) embedded in bonds issued to PFR.

In the reporting period, the Group recorded a PLN 11.4m year-on-year decline in interest income on current accounts and other interest income (February 1st−October 31st 2022: PLN 1.7m; February 1st–October 31st 2021: PLN 13.1m).

Finance costs went up by PLN 295.2m year on year, to PLN 184.0m, and were driven mainly by:

- Interest expense on borrowings and bonds of PLN 209.4m, compared with PLN 37.5m in the previous year. The increase was due to a change in the financing structure that took place during the financial year 2021 and higher debt service costs following a series of interest rate hikes introduced by the National Bank of Poland;
- PLN 12.2m valuation of a derivative financial instrument embedded in bonds convertible into Modivo shares – voluntary conversion option;
- Foreign exchange gains of PLN 32.0m (PLN 0.5min the comparative period).

Net of income tax of PLN 12.7m, the CCC Group's net loss on continuing operations for the nine months ended October 31st 2022 was PLN 289.5m, up by PLN 209.6m year on year.

Statement of financial position

Assets

As at October 31st 2022, the CCC Group had total assets of PLN 7,536.4m, up by PLN 35.7m on January 31st 2022.

Non-current assets

As at October 31st 2022, non-current assets amounted to PLN 3,419.9m, up by PLN 26.1m on the end of the previous year. The change was mainly caused by:

- PLN 31.5m increase in intangible assets;
- PLN 129.3m increase in property, plant and equipment; and
- PLN 126.8m decrease in right-of-use assets.

As at the reporting date, intangible assets amounted to PLN 349.4m and were PLN 31.5m higher compared with January 31st 2022. The change is attributable to expenditure of PLN 25.4m on software supporting the e-commerce sales channel, as well as expenditure ofPLN 27.9m on intangible assets under development, made mainly in connection with the implementation of new technological solutions relating to the eobuwie and Modivo applications. The increase was offset by accrued amortisation of PLN 18.4m.

Goodwill as at the reporting date rose by PLN 5.9m, to PLN 203.8m, mainly as a result of the acquisition of organised part of business from the Group's existing franchisees (Sabiedrība ar ierobežotu atbildību CCC Baltija of Latvia, OÜ CCC Baltija of Estonia, and UAB CCC Baltija of Lithuania). For details, see Note 6 to these financial statements.

Property, plant and equipment – investments in stores as at October 31st 2022 amounted to PLN 647.3m, up PLN 73.7m on January 31st 2022. The change was mainly caused by:

- Capital expenditure of PLN 200.2m incurred in connection with the expansion of the retail business and development of the omnichannel model at the Group;
- Depreciation of PLN 105.4m;
- Derecognised or sold investments in stores of PLN 13.4m; and
- PLN 22.3m in store assets disposed of in the Russian market following sale of a subsidiary – for more information, see Note 7.

Property, plant and equipment – distribution as at October 31st 2022 amounted to PLN 675.1m, up by PLN 51.5m on January 31st 2022. The change was mainly attributable to accrued depreciation of PLN 46.6m and expenditure of PLN 108.7m related to the extension of the K3 warehouse in Zielona Góra.

Property, plant and equipment – other as at October 31st 2022 amounted to PLN 95.6m, up by PLN 4.1m on January 31st 2022. The change was mainly attributable to accrued depreciation of PLN 12.1m and expenditure of PLN 20.7m.

As at October 31st 2022, the right-of-use assets were PLN 1,262.1m, down PLN 126.8m on January 31st 2022. The change was attributable to:

- execution of new lease contracts for PLN 238.5m,
- contract modifications for PLN 27.2m,
- termination and change of the scope of lease contracts for PLN 33.2m ,
- amortisation of PLN 260.9m,
- use of impairment losses of PLN 0.8m,
- reversal of impairment losses of PLN 0.1m,
- exchange differences of PLN 4.7m.

Current assets
Current assets rose by PLN 9.6m relative to January 31st 2022, to PLN 4,116.5m, And comprised mainly inventory of PLN 3,121.4m (January 31st 2022: PLN 2,625.8m) and cash and cash equivalents of PLN 475.6m (January 31st 2022: PLN 941.1m). The change is attributable mainly to:

- PLN 495.6m increase in inventories due to the stocking up for the autumn-winter 2022 collection and the development of the HalfPrice network. In the nine months to October 31st 2022, inventory write-downs increased by PLN 18.8m; and
- PLN 465.5m decrease in cash.

As at the reporting date, short-term trade receivables amounted to PLN 215.7m, down by PLN 27.1m on January 31st 2022. As at the reporting date, impairment losses on trade receivables was PLN 90.8m, up by PLN 30.4m year on year. The impairment loss was related mainly to wholesale trade partners. For more information on impairment losses recognised in the reporting period, see Note 4.3.

As at the reporting date, other short-term receivables amounted to PLN 271.2m, down by PLN 22.2m on January 31st 2022.

Non-current liabilities
As at the reporting date, non-current liabilities fell by PLN 588.8m, to PLN 2,821.4m.

As at October 31st 2022, non-current liabilities under bank borrowings and bonds amounted to PLN 1,474.3m, having decreased by PLN 440.3m year on year, mainly as a result of reclassification of liabilities under bonds convertible into shares, subscribed for by Softbank, as current liabilities due to the approaching settlement date.

As at the reporting date, other non-current liabilities amounted to PLN 4.5m. The PLN 18.9m decrease relative to the previous year was attributable to the transfer of amounts due to employees to other current liabilities.

As at October 31st 2022, other non-current financial liabilities totalled PLN 8.8m, and are entirely related to the valuation of a derivative financial instrument embedded in bonds issued to PFR – Equity Kicker. Derivative financial instruments embedded in bonds convertible into Modivo shares (voluntary conversion option) are presented as current as at the reporting date and amount to PLN 26.8m. As at January 31st 2022, the instrument was measured at PLN 34.5m and was entirely presented as a non-current liability.

Current liabilities
Current liabilities increased by PLN 918.5m, to PLN 3,857.4m as at the reporting date and comprised mainly:

- Trade and other payables, which rose by PLN 280.5m relative to January 31st 2022 and amounted to PLN 1,760.6m as at the reporting date. The change is attributable to the stocking-up seasonality at the CCC Group.
- Current liabilities under borrowings and bonds of PLN 1,086.7m, which increased by PLN 541.7m year on year (PLN 545.0m as at January 31st 2022), mainly due to reclassification of the liability under bonds convertible into shares, subscribed for by Softbank, as current liabilities due to the approaching settlement date.
- Other current liabilities of PLN 498.3m, which went up by PLN 122.4m year on year. The increase in other liabilities was mainly attributable to a PLN 63.3m increase in indirect taxes, customs duties and other payables, as well as a PLN 18.9m increase in amounts due to employees (chiefly a consequence of reclassification of liabilities from non-current to current in view of the approaching maturity). Accruals and deferred income, mainly related to the provision for future costs, increased by PLN 34.5m. The reporting period also saw a PLN 16.4m rise in returns liabilities.

As at October 31st 2022, equity stood at PLN 857.6m and fell by PLN 294.0m compared with January 31st 2022.

2. SEGMENTS AND REVENUE

Operating segments and revenue are presented in a manner consistent with internal reporting provided to the chief operating decision maker, on the basis of which the decision maker assesses the performance of the operating segments and decides on the allocation of resources. The Management Board of the parent is the chief operating decision maker.

The Management Board analyses the Group's business in terms of geographical markets and distribution channels:

- in terms of the geographical markets, the Management Board differentiates between Poland, Central Europe, and Western Europe;
- in terms of the distribution channels, the Management Board identifies omnichannel (total of the offline and digital channels), digital, retail and other activities, in the three geographical areas.

Financial data prepared for the management reporting purposes is based on the same accounting principles as the principles applied in the preparation of consolidated financial statements.

For detailed information on seasonality and periodic changes in sales, see Section 18 of the Directors' Report.

In the reporting period, the Group maintains the previous year's approach to operating segments and their aggregation into reportable segments. This is related to the intertwining of sales channels (retail and e-commerce) and their presentation as an omnichannel. The individual cash-generating units (stores and related websites) were aggregated according to business lines/channels. In addition, due to the similarities between the economic characteristics in individual markets, the Group currently presents reportable segments in a breakdown by Poland, Central and Eastern Europe and Western Europe. Other activities include wholesale and other types of activity. The division into reportable segments reflects the Group's strategic business growth directions.

The operating and reportable segments identified by the Group are presented below.

<table>
<tr><th>Reportable segment</th><th>Overview of the reportable segment's activities and performance metrics</th><th>Reasons for aggregation of operating segments into reportable segments, including economic considerations taken into account in assessing the similarity of the operating segments' economic characteristics</th></tr>
<tr><td>CCC omnichannel sales in Poland – sales via the CCC websites and offline stores operating in the CCC chain.</td><td rowspan="3">Each individual own store and website operating in the country is a separate cash-generating unit.
The offline stores and the websites sell footwear, handbags, shoe care accessories and small clothing accessories in their own outlets.
The performance measures are gross profit on external sales and the segment's operating result (segment's profit / (loss)), which is calculated as revenue less cost of goods sold, direct distribution costs of the retail network and websites, as well as costs of sales support units (costs of points of purchase and distribution).</td><td rowspan="3">Financial information was aggregated for the CCC chain by geographical markets because of:
Similarity of long-term average gross margins,
Similar nature of merchandise (e.g. shoes, handbags, shoe care accessories, small clothing accessories),
Similar distribution processes,
Similar customer categories (sales through own stores to retail clients).</td></tr>
<tr><td>CCC omnichannel sales in Central and Eastern Europe (Czech Republic, Slovakia, Hungary, Croatia, Slovenia, Bulgaria, Romania, Russia, Serbia) – sales via the CCC websites and retail stores operating within the CCC chain</td></tr>
<tr><td>CCC omnichannel sales in Western Europe (Austria) – sales via the CCC websites.</td></tr>
<tr><td>Eobuwie omnichannel sales in Poland – sales via the eobuwie websites and through the offline stores operating in the eobuwie.pl chain.</td><td colspan="2" rowspan="3">The activities are carried out by the Modivo Group, which distributes goods through online channels and offline stores.

The Group sells footwear, clothing, handbags, shoe care accessories and small clothing accessories to Polish and foreign retail customers. Sales are conducted through the eobuwie websites, as well as at the eobuwie showrooms – revenue from these sales is presented together with revenue from online channels.

The performance measures are gross profit on external sales and the segment's operating result (segment's profit / (loss)), which is calculated as revenue less cost of goods sold and direct costs of operating the channel (including logistics costs).</td></tr>
<tr><td>Eobuwie omnichannel sales in Central and Eastern Europe (Czech Republic, Slovakia, Hungary, Croatia, Slovenia, Bulgaria, Romania, Lithuania, Ukraine) – sales via the eobuwie websites</td></tr>
<tr><td>Eobuwie omnichannel sales in Western Europe (Germany, Greece, Sweden, Italy, Spain, France, Switzerland) – sales through websites</td></tr>
<tr><td>Modivo digital sales in Poland – sales via the Modivo websites</td><td colspan="2" rowspan="3">The activities are carried out by the Modivo Group through the Modivo platform, which distributes goods through online channels.

The company sells clothing, footwear, handbags, shoe care accessories and small clothing accessories to Polish and foreign retail customers. Sales are made through the Modivo website.

The performance measures are gross profit on external sales and the segment's operating result (segment's profit / (loss)), which is calculated as revenue less cost of goods sold and direct costs of operating the channel (including logistics costs).
The Modivo Group also manufactures clothing (the Rage Age, Simple, Sprandi, Amerianos, Togoshi, Gino Rossi brands).</td></tr>
<tr><td>Modivo's digital sales in Central and Eastern Europe (Czech Republic, Slovakia, Hungary, Croatia, Bulgaria, Romania, Lithuania, Ukraine) – sales via the Modivo website</td></tr>
<tr><td>Modivo digital sales in Western Europe (Germany, Greece, Sweden, Italy, Spain, France) – sales via the Modivo websites</td></tr>
<tr><td>HalfPrice omnichannel sales in Poland – sales via the HalfPrice websites and through offline retail stores operating within the HalfPrice chain</td><td colspan="2" rowspan="3">The activities are conducted as the HalfPrice business line – sales at offline stores and via the website.

The business comprises sales of clothing, footwear, accessories, cosmetics, toys, and homewares of known brands at attractive prices.

The performance measures are gross profit on external sales and the segment's operating result (segment's profit / (loss)), which is calculated as revenue less cost of goods sold and direct costs of operating the channel (including costs of rental, salaries and wages, and logistics).</td></tr>
<tr><td>HalfPrice omnichannel sales in Central and Eastern Europe (Czech Republic, Hungary, Croatia, Slovakia, Slovenia) – sales through retail offline stores operating within the HalfPrice chain</td></tr>
<tr><td>HalfPrice omnichannel sales in Western Europe (Austria) – sales via retail offline stores operating within the HalfPrice chain</td></tr>
<tr><td>DeeZee digital sales in Poland and Europe (Czech Republic, Slovakia, Hungary, Romania, Ukraine) – sales via the DeeZee online store</td><td colspan="2">The activities are carried out by DeeZee sp. z o.o., which distributes merchandise via Internet channels and conducts wholesale distribution of merchandise to and outside the Group.

The Company sells footwear, clothing, handbags, shoe care accessories and small clothing accessories to Polish and foreign retail customers.

The performance measures are gross profit on external sales and the segment's operating result (segment's profit / (loss)), which is calculated as revenue less cost of goods sold and direct costs of operating the channel (including logistics costs).</td></tr>
<tr><td>Other activities</td><td colspan="2">The segment comprises wholesale, franchise and other activities.</td></tr>
</table>

(all amounts in PLN million unless stated otherwise)

	The distribution activities are conducted by CCC.eu, which distributes merchandise to and outside the Group. The Group sells footwear, clothing, handbags, shoe care accessories, and small clothing accessories to Polish and foreign franchisees and other wholesale customers. The performance measures are gross profit on external sales and the segment's operating result (segment's profit / (loss)), which is calculated as revenue less cost of goods sold and direct costs of the distribution network (including logistics costs).
Discontinued operations	In 2022 and 2021, discontinued operations included stores in Russia, while discontinued operations in 2021 include Karl Voegele AG stores and NG2 Suisse s.a.r.l. stores in Switzerland.

Reconciliation of the segment data for the consolidated financial statements is presented on the following pages.

February 1st–October 31st 2022 unaudited, unreviewed	CCC omnichannel	eobuwie omnichannel	Modivo omnichannel	HalfPrice omnichannel	DeeZee omnichannel	Other companies	CCC Group	Discontinued operations
Total CCC Group								
Total revenue	3,049.2	2,348.9	578.2	558.0	92.8	2,634.5	9,261.6	25.6
Revenue from inter-segment sales	-3.2	-42.4	–	–	-5.7	-2,541.6	-2,592.9	–
Revenue from sales to external customers	**3,046.0**	**2,306.5**	**578.2**	**558.0**	**87.1**	**92.9**	**6,668.7**	**25.6**
Gross profit	**1,686.0**	**975.7**	**240.1**	**267.0**	**44.2**	**2.3**	**3,215.3**	**12.8**
Gross margin (gross profit on sales/revenue from sales to external customers)	*55%*	*42%*	*42%*	*48%*	*51%*	*2%*	*48%*	*50%*
SEGMENT PROFIT OR LOSS	**223.8**	**146.2**	**23.8**	**12.5**	**10.4**	**-8.2**	**408.5**	**2.8**
including running costs of start-up stores	–	–	–	5.2	–	–	–	–
Segment assets:	**October 31st 2022**							
Non-current assets (net of other financial assets and deferred tax assets)	1,712.7	704.3	124.5	469.3	7.9	217.5	3,236.2	–
Deferred tax assets	75.2	60.1	15.0	10.7	2.1	9.4	172.5	–
Inventories	1,264.0	1,083.0	387.6	356.5	30.3	–	3,121.4	–
in stores	706.3	346.6	72.6	176.6	30.3	–	1,332.4	–
in the central warehouse	557.7	736.4	315.0	179.9	–	–	1,789.0	–
Property, plant and equipment and intangible assets	742.5	494.7	112.8	199.4	5.7	212.3	1,767.4	–
Material income/(expenses):								
Depreciation and amortisation presented in costs of points of purchase and distribution costs	-290.7	-44.8	-5.1	-58.7	-0.9	-3.7	-403.9	-2.3
Poland								
Total revenue	1,925.7	877.8	195.2	440.5	92.8	2,634.5	6,166.5	–
Revenue from inter-segment sales	–	-42.4	–	–	-5.7	-2,541.6	-2,589.7	–
Revenue from sales to external customers	**1,925.7**	**835.4**	**195.2**	**440.5**	**87.1**	**92.9**	**3,576.8**	**–**
Gross profit	**1,031.2**	**318.8**	**76.0**	**205.8**	**44.2**	**2.3**	**1,678.3**	**–**
Gross margin (gross profit on sales/revenue from sales to external customers)	*54%*	*38%*	*39%*	*47%*	*51%*	*2%*	*47%*	-

(all amounts in PLN million unless stated otherwise)

SEGMENT PROFIT OR LOSS	**256.4**	**22.0**	**-5.8**	**15.2**	**10.4**	**-8.2**	**290.0**	**–**
including running costs of start-up stores	–	–	–	3.8	–	–	–	–
Segment assets:	**October 31st 2022**							
Non-current assets (net of other financial assets and deferred tax assets)	1,038.8	322.9	40.4	361.6	7.9	217.5	1,989.1	–
Deferred tax assets	49.1	23.9	5.3	10.3	2.1	9.4	100.1	–
Inventories	942.6	372.7	127.3	320.4	30.3	–	1,793.3	–
in stores	384.9	96.9	–	140.5	30.3	–	652.6	–
in the central warehouse	557.7	275.8	127.3	179.9	–	–	1,140.7	–
Property, plant and equipment and intangible assets	568.1	217.3	39.7	163.3	5.7	212.3	1,206.4	–
Material income/(expenses):								
Depreciation and amortisation presented in costs of points of purchase and distribution costs	-139.3	-30.0	-1.8	-42.6	-0.9	-3.7	-218.3	–
Central and Eastern Europe								
Total revenue	1,119.8	958.0	276.9	72.0	–	–	2,426.7	25.6
Revenue from inter-segment sales	-3.2	–	–	–	–	–	-3.2	–
Revenue from sales to external customers	**1,116.6**	**958.0**	**276.9**	**72.0**	**–**	**–**	**2,423.5**	**25.6**
Gross profit	**652.5**	**425.5**	**119.0**	**36.7**	**–**	**–**	**1,233.7**	**12.8**
Gross margin (gross profit on sales/revenue from sales to external customers)	*58%*	*44%*	*43%*	*51%*	*0%*	-	*51%*	*50%*
SEGMENT PROFIT OR LOSS	**-33.1**	**93.4**	**26.5**	**1.6**	**–**	**–**	**88.4**	**2.8**
including running costs of start-up stores	–	–	–	1.3	–	–	–	–
Segment assets:	**October 31st 2022**							
Non-current assets (net of other financial assets and deferred tax assets)	673.9	264.0	63.4	65.4	–	–	1,066.7	–
Deferred tax assets	26.0	23.7	7.0	–	–	–	56.7	–
Inventories	321.4	470.8	187.7	27.3	–	–	1,007.2	–
in stores	321.4	10.2	–	27.3	–	–	358.9	–
in the central warehouse	–	460.6	187.7	–	–	–	648.3	–
Property, plant and equipment and intangible assets	174.4	183.2	52.7	30.1	–	–	440.4	–
Material income/(expenses):								
Depreciation and amortisation presented in costs of points of purchase and distribution costs	-151.4	-10.6	-2.4	-7.8	–	–	-172.2	-2.3
Western Europe								
Total revenue	3.7	513.1	106.1	45.5	–	–	668.4	–
Revenue from inter-segment sales	–	–	–	–	–	–	–	–
Revenue from sales to external customers	**3.7**	**513.1**	**106.1**	**45.5**	**–**	**–**	**668.4**	**–**
Gross profit	**2.3**	**231.4**	**45.1**	**24.5**	**–**	**–**	**303.3**	**–**
Gross margin (gross profit on sales/revenue	*62%*	*45%*	*43%*	*54%*	-	-	*45%*	-

(all amounts in PLN million unless stated otherwise)

from sales to external customers)								
SEGMENT PROFIT OR LOSS	**0.7**	**5.1**	**0.5**	**0.9**	**–**	**–**	**7.2**	**–**

Segment assets:	**October 31st 2022**							
Non-current assets (net of other financial assets and deferred tax assets)	–	117.4	20.7	42.3	–	–	180.4	–
Deferred tax assets	0.1	12.5	2.7	0.4	–	–	15.7	–
Inventories	–	239.5	72.6	8.8	–	–	320.9	–
in stores	–	239.5	72.6	8.8	–	–	320.9	–
in the central warehouse	–	–	–	–	–	–	–	–
Property, plant and equipment and intangible assets	–	94.2	20.4	6.0	–	–	120.6	–
Material income/(expenses):								
Depreciation and amortisation presented in costs of points of purchase and distribution costs	–	-4.2	-0.9	-8.3	–	–	-13.4	–

August 1st–October 31st 2022 **unaudited, unreviewed**	**CCC** omnichannel	**eobuwie** omnichannel	**Modivo** omnichannel	**HalfPrice** omnichannel	**DeeZee**	**Other companie s**	**CCC Group**	**Discontinued operations**
Total CCC Group								
Total revenue	1,114.4	779.8	228.8	257.7	33.2	1,086.1	3,500.0	–
Revenue from inter-segment sales	-1.0	-15.9	–	–	–	-1,061.0	-1,077.9	–
Revenue from sales to external customers	**1,113.4**	**763.9**	**228.8**	**257.7**	**33.2**	**25.1**	**2,422.1**	–
Gross profit	**608.0**	**309.9**	**94.9**	**130.1**	**15.4**	**4.9**	**1,163.2**	–
Gross margin (gross profit on sales/revenue from sales to external customers)	*55%*	*41%*	*41%*	*50%*	*46%*	*20%*	*48%*	-
SEGMENT PROFIT OR LOSS	**83.7**	**18.6**	**8.8**	**24.9**	**5.0**	**3.3**	**144.3**	**–**
including running costs of start-up stores	–	–	–	1.1	–	–	–	–
Material income/(expenses):								
Depreciation and amortisation presented in costs of points of purchase and distribution costs	-93.4	-15.9	-2.1	-22.3	-0.4	-2.3	-136.4	–
Poland								
Total revenue	704.9	293.1	66.5	199.5	33.2	1,086.1	2,383.3	–
Revenue from inter-segment sales	–	-15.9	–	–	–	-1,061.0	-1,076.9	–
Revenue from sales to external customers	**704.9**	**277.2**	**66.5**	**199.5**	**33.2**	**25.1**	**1,306.4**	**–**
Gross profit	**371.0**	**95.2**	**25.4**	**99.6**	**15.4**	**4.9**	**611.5**	**–**
Gross margin (gross profit on sales/revenue from sales to external customers)	*53%*	*34%*	*38%*	*50%*	*46%*	*20%*	*47%*	-
SEGMENT PROFIT OR LOSS	**96.4**	**-14.8**	**-6.3**	**20.8**	**5.0**	**3.3**	**104.4**	**–**
including running costs of start-up stores	–	–	–	0.8	–	–	–	–
Material income/(expenses):								

Depreciation and amortisation presented in costs of points of purchase and distribution costs	-44.0	-11.0	-0.6	-16.6	-0.4	-2.3	-74.9	–

Central and Eastern Europe								
Total revenue	408.4	333.2	121.9	38.5	–	–	902.0	–
Revenue from inter-segment sales	-1.0	–	–	–	–	–	-1.0	–
Revenue from sales to external customers	**407.5**	**333.2**	**121.9**	**38.5**	**–**	**–**	**901.1**	**–**
Gross profit	**236.3**	**145.8**	**52.4**	**19.4**	**–**	**–**	**453.9**	**–**
Gross margin (gross profit on sales/revenue from sales to external customers)	*58%*	*44%*	*43%*	*50%*	-	-	*50%*	-
SEGMENT PROFIT OR LOSS	**-13.4**	**28.3**	**14.6**	**3.2**	**–**	**–**	**32.7**	**–**
including running costs of start-up stores	–	–	–	0.3	–	–	–	–
Material income/(expenses):								
Depreciation and amortisation presented in costs of points of purchase and distribution costs	-49.4	-3.7	-1.2	-2.9	–	–	-57.2	–

Western Europe								
Total revenue	1.0	153.5	40.4	19.7	–	–	214.6	–
Revenue from inter-segment sales	–	–	–	–	–	–	–	–
Revenue from sales to external customers	**1.0**	**153.5**	**40.4**	**19.7**	**–**	**–**	**214.6**	**–**
Gross profit	**0.7**	**68.9**	**17.1**	**11.1**	**–**	**–**	**97.8**	**–**
Gross margin (gross profit on sales/revenue from sales to external customers)	*70%*	*45%*	*42%*	*56%*	-	-	*46%*	-
SEGMENT PROFIT OR LOSS	**0.7**	**5.1**	**0.5**	**0.9**	**–**	**–**	**7.2**	**–**
Material income/(expenses):								
Depreciation and amortisation presented in costs of points of purchase and distribution costs	–	-1.2	-0.3	-2.8	–	–	-4.3	–

(all amounts in PLN million unless stated otherwise)

February 1st–October 31st 2021 unaudited, unreviewed, restated*	CCC omnichannel	eobuwie omnichannel	Modivo omnichannel	HalfPrice omnichannel	DeeZee	Other companies	CCC Group	Discontinued operations
Total CCC Group								
Total revenue	2,696.8	2,095.4	312.1	122.1	79.2	2,181.2	7,486.8	167.8
Revenue from inter-segment sales	-3.6	-31.8	–	–	–	-2,034.4	-2,069.8	–
Revenue from sales to external customers	**2,693.2**	**2,063.6**	**312.1**	**122.1**	**79.2**	**146.8**	**5,417.0**	**167.8**
Gross profit	**1,439.4**	**902.3**	**124.9**	**62.0**	**43.6**	**8.7**	**2,580.9**	**76.4**
Gross margin (gross profit on sales/revenue from sales to external customers)	*53%*	*44%*	*40%*	*51%*	*55%*	*6%*	*48%*	*46%*
SEGMENT PROFIT OR LOSS	**113.5**	**192.5**	**18.4**	**-0.2**	**6.0**	**-11.3**	**318.9**	**46.6**
including running costs of start-up stores	–	–	–	7.0	–	–	–	–
Segment assets:	**October 31st 2021**							
Non-current assets (net of other financial assets and deferred tax assets)	1,887.1	613.2	42.7	201.4	8.6	199.8	2,952.8	73.8
Deferred tax assets	112.2	69.3	10.7	1.2	2.3	13.3	209.0	0.9
Inventories	1,282.3	876.4	178.1	119.3	32.6	–	2,488.7	49.3
in stores	642.5	85.8	–	52.0	32.6	–	812.9	49.3
in the central warehouse	639.8	790.6	178.1	67.3	–	–	1,675.8	–
Property, plant and equipment and intangible assets	789.1	446.9	42.0	73.2	5.8	186.6	1,543.6	21.2
Material income/(expenses):								
Depreciation and amortisation presented in costs of points of purchase and distribution costs	-325.1	-38.0	-3.1	-12.8	-0.3	-1.7	-381.0	-12.0
Impairment losses on property, plant and equipment and intangible assets	0.9	–	–	–	–	–	0.9	–
Poland								
Total revenue	1,710.0	776.2	115.1	105.1	79.2	2,181.2	4,966.8	–
Revenue from inter-segment sales	-3.6	-31.8	–	–	–	-2,034.4	-2,069.8	–
Revenue from sales to external customers	**1,706.4**	**744.4**	**115.1**	**105.1**	**79.2**	**146.8**	**2,897.0**	**–**
Gross profit	**890.5**	**293.0**	**40.5**	**52.5**	**43.6**	**8.7**	**1,328.8**	**–**
Gross margin (gross profit on sales/revenue from sales to external customers)	*52%*	*39%*	*35%*	*50%*	*55%*	*6%*	*46%*	-
SEGMENT PROFIT OR LOSS	**224.4**	**23.6**	**0.8**	**1.8**	**6.0**	**-11.3**	**245.3**	**–**
including running costs of start-up stores	–	–	–	7.0	–	–	–	–
Segment assets:	**October 31st 2021**							
Non-current assets (net of other financial assets and deferred tax assets)	1,085.0	277.5	17.4	133.8	8.6	199.8	1,722.1	–
Deferred tax assets	87.7	27.0	4.4	1.2	2.3	13.3	135.9	–
Inventories	989.4	823.8	178.1	110.7	32.6	–	2,134.6	–
in stores	349.6	76.4	–	43.4	32.6	–	502.0	–
in the central warehouse	639.8	747.4	178.1	67.3	–	–	1,632.6	–

(all amounts in PLN million unless stated otherwise)

Property, plant and equipment and intangible assets	572.7	182.9	16.7	63.2	5.8	186.6	1,027.9	–
Material income/(expenses):								
Depreciation and amortisation presented in costs of points of purchase and distribution costs	-152.6	-25.2	-1.1	-12.7	-0.3	-1.7	-193.6	–
Impairment losses on property, plant and equipment and intangible assets	0.9	–	–	–	–	–	0.9	–

Central and Eastern Europe								
Total revenue	903.2	873.1	139.2	9.0	–	–	1,924.5	78.4
Revenue from inter-segment sales	–	–	–	–	–	–	–	–
Revenue from sales to external customers	**903.2**	**873.1**	**139.2**	**9.0**	**–**	**–**	**1,924.5**	**78.4**
Gross profit	**508.6**	**399.9**	**59.6**	**4.8**	**–**	**–**	**972.9**	**38.2**
Gross margin (gross profit on sales/revenue from sales to external customers)	*56%*	*46%*	*43%*	*53%*	-	-	*51%*	*49%*
SEGMENT PROFIT OR LOSS	**-68.2**	**123.5**	**12.9**	**0.2**	**–**	**–**	**68.4**	**8.4**

Segment assets:	**October 31st 2021**							
Non-current assets (net of other financial assets and deferred tax assets)	794.4	226.3	17.6	17.1	–	–	1,055.4	73.8
Deferred tax assets	24.0	28.2	4.4	–	–	–	56.6	0.9
Inventories	288.8	52.6	–	3.8	–	–	345.2	49.3
in stores	288.8	9.5	–	3.8	–	–	302.1	49.3
in the central warehouse	–	43.1	–	–	–	–	43.1	–
Property, plant and equipment and intangible assets	216.3	178.2	17.9	2.8	–	–	415.2	21.2
Material income/(expenses):								
Depreciation and amortisation presented in costs of points of purchase and distribution costs	-152.7	-8.4	-1.4	-0.1	–	–	-162.6	-12.0

Western Europe								
Total revenue	83.6	446.1	57.8	8.0	–	–	595.5	89.4
Revenue from inter-segment sales	–	–	–	–	–	–	–	–
Revenue from sales to external customers	**83.6**	**446.1**	**57.8**	**8.0**	**–**	**–**	**595.5**	**89.4**
Gross profit	**40.3**	**209.4**	**24.8**	**4.7**	**–**	**–**	**279.2**	**38.2**
Gross margin (gross profit on sales/revenue from sales to external customers)	*48%*	*47%*	*43%*	*59%*	-	-	*47%*	*43%*
SEGMENT PROFIT OR LOSS	**-42.7**	**45.4**	**4.7**	**-2.2**	**–**	**–**	**5.2**	**38.2**

(all amounts in PLN million unless stated otherwise)

Segment assets:	**October 31st 2021**							
Non-current assets (net of other financial assets and deferred tax assets)	7.7	109.4	7.7	50.5	–	–	175.3	–
Deferred tax assets	0.5	14.1	1.9	–	–	–	16.5	–
Inventories	4.1	–	–	4.8	–	–	8.9	–
in stores	4.1	–	–	4.8	–	–	8.9	–
in the central warehouse	–	–	–	–	–	–	–	–
Property, plant and equipment and intangible assets	0.1	85.8	7.4	7.2	–	–	100.5	–
Material income/(expenses):								
Depreciation and amortisation presented in costs of points of purchase and distribution costs	-19.8	-4.4	-0.6	–	–	–	-24.8	–

August 1st–October 31st 2021	**CCC**	**eobuwie**	**Modivo**	**HalfPrice**	**DeeZee**	**Other companies**	**CCC Group**	**Discontinued operations**
unaudited, unreviewed, restated*	omnichannel	omnichannel	omnichannel	omnichannel				
				Total CCC Group				
Total revenue	1,047.2	701.4	120.5	81.9	24.1	779.4	2,754.5	31.3
Revenue from inter-segment sales	-3.6	-11.5	–	–	–	-700.1	-715.2	–
Revenue from sales to external customers	**1,043.6**	**689.9**	**120.5**	**81.9**	**24.1**	**79.3**	**2,039.3**	**31.3**
Gross profit	**596.3**	**305.3**	**49.7**	**40.6**	**12.3**	**7.2**	**1,011.4**	**16.0**
Gross margin (gross profit on sales/revenue from sales to external customers)	*57%*	*44%*	*41%*	*50%*	*51%*	*9%*	*50%*	*51%*
SEGMENT PROFIT OR LOSS	**84.8**	**54.3**	**7.5**	**2.7**	**-0.4**	**-2.6**	**146.3**	**4.8**
including running costs of start-up stores	–	–	–	2.7	–	–	–	–
Material income/(expenses):								
Depreciation and amortisation presented in costs of points of purchase and distribution costs	-107.6	-12.8	-1.2	-3.6	-0.3	-1.3	-126.8	-4.1
Impairment losses on property, plant and equipment and intangible assets	0.9	–	–	–	–	–	0.9	–
				Poland				
Total revenue	660.7	263.1	43.9	64.9	24.1	779.4	1,836.1	–
Revenue from inter-segment sales	-3.6	-11.5	–	–	–	-700.1	-715.2	–
Revenue from sales to external customers	**657.1**	**251.6**	**43.9**	**64.9**	**24.1**	**79.3**	**1,120.9**	**–**
Gross profit	**371.7**	**103.3**	**15.3**	**31.1**	**12.3**	**7.2**	**540.9**	**–**
Gross margin (gross profit on sales/revenue from sales to external customers)	*57%*	*41%*	*35%*	*48%*	*51%*	*9%*	*48%*	-
SEGMENT PROFIT OR LOSS	**114.4**	**4.4**	**-1.6**	**4.7**	**-0.4**	**-2.6**	**118.9**	**–**
including running costs of start-up stores	–	–	–	2.7	–	–	–	–

(all amounts in PLN million unless stated otherwise)

Material income/(expenses):								
Depreciation and amortisation presented in costs of points of purchase and distribution costs	-49.4	-8.7	-0.4	-3.5	-0.3	-1.3	-63.6	–
Impairment losses on property, plant and equipment and intangible assets	0.9	–	–	–	–	–	0.9	–
Central and Eastern Europe								
Total revenue	367.8	290.8	57.1	9.0	–	–	724.7	31.3
Revenue from inter-segment sales	–	–	–	–	–	–	–	–
Revenue from sales to external customers	**367.8**	**290.8**	**57.1**	**9.0**	**–**	**–**	**724.7**	**31.3**
Gross profit	**217.9**	**134.3**	**25.9**	**4.8**	**–**	**–**	**382.9**	**16.0**
Gross margin (gross profit on sales/revenue from sales to external customers)	*59%*	*46%*	*45%*	*53%*	-	-	*53%*	*51%*
SEGMENT PROFIT OR LOSS	**-17.3**	**35.7**	**7.2**	**0.2**	**–**	**–**	**25.8**	**4.8**
Material income/(expenses):								
Depreciation and amortisation presented in costs of points of purchase and distribution costs	-51.5	-2.7	-0.6	-0.1	–	–	-54.9	-4.1
Western Europe								
Total revenue	18.7	147.5	19.5	8.0	–	–	193.7	–
Revenue from inter-segment sales	–	–	–	–	–	–	–	–
Revenue from sales to external customers	**18.7**	**147.5**	**19.5**	**8.0**	**–**	**–**	**193.7**	**–**
Gross profit	**6.7**	**67.7**	**8.5**	**4.7**	**–**	**–**	**87.6**	**–**
Gross margin (gross profit on sales/revenue from sales to external customers)	*36%*	*46%*	*44%*	*59%*	-	-	*45%*	-
SEGMENT PROFIT OR LOSS	**-12.3**	**14.2**	**1.9**	**-2.2**	**–**	**–**	**1.6**	**–**
Material income/(expenses):								
Depreciation and amortisation presented in costs of points of purchase and distribution costs	-6.7	-1.4	-0.2	–	–	–	-8.3	–

(all amounts in PLN million unless stated otherwise)

	February 1st–October 31st 2022			February 1st–October 31st 2021		
	unaudited, unreviewed			unaudited, unreviewed, restated*		
	AGGREGATED SEGMENT DATA	CONSOLIDATION ADJUSTMENTS	CONSOLIDATED FINANCIAL STATEMENTS	AGGREGATED SEGMENT DATA	CONSOLIDATION ADJUSTMENTS	CONSOLIDATED FINANCIAL STATEMENTS
Total revenue	9,261.6	-2,592.9	6,668.7	7,486.8	-2,069.8	5,417.0
Revenue not allocated to segments	–	12.8	12.8	–	91.9	91.9
Revenue disclosed in financial statements	9,261.6	-2,580.1	6,681.5	7,486.8	-1,977.9	5,508.9
Cost of sales disclosed in financial statements	-6,046.3	2,580.1	-3,466.2	-4,905.9	1,977.9	-2,928.0
Cost of sales not allocated to segments (discontinued operations)	–	–	–	–	–	–
Gross profit (loss)	**3,215.3**	**–**	**3,215.3**	**2,580.9**	**–**	**2,580.9**
Costs of points of purchase and other distribution costs	-2,806.8	–	-2,806.8	-2,230.9	–	-2,230.9
Costs of points of purchase and other distribution costs not allocated to segments (discontinued operations)	–	-1.5	-1.5	–	-31.1	-31.1
SEGMENT PROFIT (LOSS)	**408.5**	**-1.5**	**407.0**	**350.0**	**-31.1**	**318.9**
Administrative expenses	-285.0	–	-285.0	-281.9	–	-281.9
Other income	38.1	–	38.1	42.3	–	42.3
Other expenses	-127.2	–	-127.2	-29.9	–	-29.9
Loss allowances (trade receivables)	-34.1	–	-34.1	0.9	–	0.9
Finance income	19.6	–	19.6	22.0	–	22.0
Loss allowances	–	–	–	-16.4	–	-16.4
Other finance costs	-295.2	–	-295.2	-111.2	–	-111.2
Share of profit (loss) of associates	–	–	–	0.2	–	0.2
Profit (loss) before tax	**-275.3**	**-1.5**	**-276.8**	**-24.0**	**-31.1**	**-55.1**
Material income (expenses):						
Amortisation of costs of points of purchase and other distribution costs	-406.2	–	-406.2	-382.7	-12.0	-382.7
Impairment losses on property, plant and equipment, intangible assets, and right-of-use assets	–	–	–	0.9	–	0.9
Discontinued operations						
Total revenue	25.6	–	25.6	167.8	–	167.8
Cost of sales	-12.8	–	-12.8	-91.4	–	-91.4
Gross profit (loss)	**12.8**	**–**	**12.8**	**76.4**	**–**	**76.4**

(all amounts in PLN million unless stated otherwise)

	August 1st–October 31st 2022			August 1st–October 31st 2021		
	unaudited, unreviewed			unaudited, unreviewed, restated*		
	AGGREGATED SEGMENT DATA	CONSOLIDATION ADJUSTMENTS	CONSOLIDATED FINANCIAL STATEMENTS	AGGREGATED SEGMENT DATA	CONSOLIDATION ADJUSTMENTS	CONSOLIDATED FINANCIAL STATEMENTS
Total revenue	3,500.0	-1,077.9	2,422.1	2,754.5	-715.2	2,039.3
Revenue not allocated to segments	–	–	–		16.1	16.1
Revenue disclosed in financial statements	3,500.0	-1,077.9	2,422.1	2,754.5	-699.1	2,055.4
Cost of sales disclosed in financial statements	-2,336.8	1,077.9	-1,258.9	-1,743.1	699.1	-1,044.0
Cost of sales not allocated to segments (discontinued operations)	–	–	–	–	–	–
Gross profit (loss)	**1,163.2**	–	**1,163.2**	**1,011.4**	–	**1,011.4**
Costs of points of purchase and other distribution costs	-1,018.9	–	-1,018.9	-853.9	–	-853.9
Costs of points of purchase and other distribution costs not allocated to segments (discontinued operations)	–	–	–	–	-11.2	-11.2
SEGMENT PROFIT (LOSS)	**144.3**	–	**144.3**	**157.5**	**-11.2**	**146.3**
Administrative expenses	-99.3	–	-99.3	-88.7	–	-88.7
Other income	11.0	–	11.0	16.7	–	16.7
Other expenses	-28.6	–	-28.6	-9.5	–	-9.5
Loss allowances (trade receivables)	-3.3	–	-3.3	8.7	–	8.7
Finance income	1.0	–	1.0	13.1	–	13.1
Loss allowances	–	–	–	-6.6	–	-6.6
Other finance costs	-90.0	–	-90.0	-47.5	–	-47.5
Share of profit (loss) of associates	–	–	–	0.1	–	0.1
Profit (loss) before tax	**-65.0**	–	**-65.0**	**43.8**	**-11.2**	**32.6**
Material income (expenses):						
Amortisation of costs of points of purchase and other distribution costs	-136.4	–	-136.4	-126.8	-4.1	-130.9
Impairment losses on property, plant and equipment, intangible assets, and right-of-use assets	–	–	–	0.9	–	0.9
Discontinued operations						
Total revenue	–	–	–	31.3	–	31.3
Cost of sales	–	–	–	-15.3	–	-15.3
Gross profit (loss)	–	–	–	**16.0**	–	**16.0**

(all amounts in PLN million unless stated otherwise)

	October 31st 2022			January 31st 2022		
	unaudited, unreviewed			audited		
	AGGREGATED SEGMENT DATA	CONSOLIDATION ADJUSTMENTS	CONSOLIDATED FINANCIAL STATEMENTS	AGGREGATED SEGMENT DATA	CONSOLIDATION ADJUSTMENTS	CONSOLIDATED FINANCIAL STATEMENTS
Segment assets:						
Non-current assets (net of other financial assets and deferred tax assets)	3,236.2	–	3,236.2	3,138.9	68.2	3,207.1
Deferred tax assets	172.5	–	172.5	175.5	–	175.5
Inventories	3,121.4	–	3,121.4	2,582.2	43.6	2,625.8
Property, plant and equipment and intangible assets	1,767.4	–	1,767.4	1,586.7	19.9	1,606.6

Segment assets:	October 31st 2022	January 31st 2022
	unaudited, unreviewed	audited
CCC omnichannel	3,051.9	2,732.1
eobuwie omnichannel	1,847.4	1,468.7
Modivo omnichannel	527.1	311.0
Halfprice omnichannel	836.5	357.8
DeeZee	40.3	37.8
Other companies	226.9	1,101.0
TOTAL AGGREGATED SEGMENT DATA	**6,530.1**	**6,008.4**
DISCONTINUED OPERATIONS	–	–
Eliminations between segments	–	–
Unallocated:		
Deferred tax assets	–	–
Other financial assets	11.2	11.2
Trade receivables	199.0	226.1
Income tax receivable	47.1	17.2
Other receivables	271.2	293.4
Cash and cash equivalents	475.6	941.1
Derivative financial instruments	1.9	3.1
Lease receivables	0.3	0.2
Total assets as disclosed in statement of financial position	**7,536.4**	**7,500.7**

(all amounts in PLN million unless stated otherwise)

NON-CURRENT ASSETS (NET OF OTHER FINANCIAL ASSETS AND DEFERRED TAX)	October 31st 2022	January 31st 2022
	unaudited, unreviewed	audited
Poland	1,989.1	1,860.1
Switzerland	6.8	5.9
Czech Republic	228.0	252.3
Hungary	185.4	222.9
Romania	250.4	250.5
Slovakia	98.0	99.8
Austria	43.6	54.2
Russia	–	68.2
Croatia	60.8	68.8
Slovenia	69.8	45.0
Serbia	49.8	53.1
Bulgaria	78.4	75.0
Lithuania	22.3	20.6
Latvia	15.8	–
Greece	49.6	47.2
Italy	27.7	23.4
Germany	40.0	36.1
Other	20.8	24.0
Total non-current assets (excluding other financial assets and deferred tax)	**3,236.2**	**3,207.1**
Deferred tax	172.5	175.5
Other financial assets	11.2	11.2
Total non-current assets	**3,419.9**	**3,393.8**

(all amounts in PLN million unless stated otherwise)

Revenue by geographical segment and by country:

February 1st–October 31st 2022		Offline			Digital						Other	Total CCC Group	Discontinued operations
unaudited, unreviewed		CCC	HalfPrice	Total	CCC	eobuwie	Modivo	DeeZee	HalfPrice	Total			
Markets / Segments													
Poland	**Poland**	**1,482.3**	**421.2**	**1,903.5**	**443.4**	**835.4**	**195.2**	**87.1**	**19.3**	**1,580.4**	**92.9**	**3,576.8**	**–**
Central and Eastern Europe	Czech Republic	231.5	20.8	252.3	44.5	197.2	44.9	–	–	286.6	–	538.9	–
	Slovakia	131.8	7.7	139.5	26.0	85.7	23.2	–	–	134.9	–	274.4	–
	Hungary	180.9	23.7	204.6	38.2	147.8	26.0	–	–	212.0	–	416.6	–
	Romania	201.3	–	201.3	34.7	243.6	93.5	–	–	371.8	–	573.1	–
	Bulgaria	42.8	–	42.8	6.0	129.8	47.0	–	–	182.8	–	225.6	–
	Slovenia	42.6	11.7	54.3	2.8	17.5	1.9	–	–	22.2	–	76.5	–
	Croatia	72.1	8.1	80.2	4.6	52.5	8.6	–	–	65.7	–	145.9	–
	Lithuania	4.2	–	4.2	–	65.2	17.7	–	–	82.9	–	87.1	–
	Latvia	9.6	–	9.6	–	13.4	0.9	–	–	14.3	–	23.9	–
	Estonia	8.8	–	8.8	–	0.8	–	–	–	0.8	–	9.6	–
	Russia	–	–	–	–	–	–	–	–	–	–	–	25.6
	Serbia	34.2	–	34.2	–	–	–	–	–	–	–	34.2	–
	Ukraine	–	–	–	–	4.5	13.2	–	–	17.7	–	17.7	–
	Total	**959.8**	**72.0**	**1,031.8**	**156.8**	**958.0**	**276.9**	**–**	**–**	**1,391.7**	**–**	**2,423.5**	**25.6**
Western Europe	Austria	–	45.5	45.5	2.4	4.7	0.7	–	–	7.8	–	53.3	–
	Switzerland	–	–	–	–	39.0	–	–	–	39.0	–	39.0	–
	Germany	–	–	–	–	146.9	25.4	–	–	172.3	–	172.3	–
	France	–	–	–	–	36.7	6.5	–	–	43.2	–	43.2	–
	Spain	–	–	–	–	11.1	–	–	–	11.1	–	11.1	–
	Italy	–	–	–	–	106.1	17.0	–	–	123.1	–	123.1	–
	Sweden	–	–	–	–	4.5	–	–	–	4.5	–	4.5	–
	Greece	–	–	–	1.3	164.1	56.5	–	–	221.9	–	221.9	–
	Total	**–**	**45.5**	**45.5**	**3.7**	**513.1**	**106.1**	**–**	**–**	**622.9**	**–**	**668.4**	**–**
CCC Group	**Total**	**2,442.1**	**538.7**	**2,980.8**	**603.9**	**2,306.5**	**578.2**	**87.1**	**19.3**	**3,595.0**	**92.9**	**6,668.7**	**25.6**

(all amounts in PLN million unless stated otherwise)

February 1st–October 31st 2021 unaudited, unreviewed, restated*		Offline			Digital					Other	Total CCC Group	Discontinued operations
Markets / Segments		CCC	HalfPrice	Total	CCC	eobuwie	Modivo	DeeZee	Total			
Poland	**Poland**	**1,447.7**	**105.1**	**1,552.8**	**258.7**	**744.4**	**115.1**	**79.2**	**1,197.4**	**146.8**	**2,897.0**	**–**
Central and Eastern Europe	Czech Republic	159.8	3.7	163.5	28.4	165.7	23.1	–	217.2	–	380.7	–
	Slovakia	114.3	–	114.3	20.9	96.8	18.8	–	136.5	–	250.8	–
	Hungary	169.1	5.3	174.4	28.1	142.9	15.4	–	186.4	–	360.8	–
	Romania	191.3	–	191.3	19.3	200.2	38.2	–	257.7	–	449.0	–
	Bulgaria	35.0	–	35.0	1.3	109.4	20.2	–	130.9	–	165.9	–
	Slovenia	41.4	–	41.4	1.4	6.4	–	–	7.8	–	49.2	–
	Croatia	64.0	–	64.0	–	38.4	3.5	–	41.9	–	105.9	–
	Lithuania	–	–	–	–	78.7	12.0	–	90.7	–	90.7	–
	Latvia	–	–	–	–	–	–	–	–	–	–	–
	Estonia	–	–	–	–	–	–	–	–	–	–	–
	Russia	–	–	–	–	–	–	–	–	–	–	78.4
	Serbia	28.9	–	28.9	–	–	–	–	–	–	28.9	–
	Ukraine	–	–	–	–	34.6	8.0	–	42.6	–	42.6	–
	Total	**803.8**	**9.0**	**812.8**	**99.4**	**873.1**	**139.2**	**–**	**1,111.7**	**–**	**1,924.5**	**78.4**
Western Europe	Austria	80.7	8.0	88.7	2.9	–	–	–	2.9	–	91.6	–
	Switzerland	–	–	–	–	28.1	–	–	28.1	–	28.1	89.4
	Germany	–	–	–	–	131.8	10.8	–	142.6	–	142.6	–
	France	–	–	–	–	32.4	3.2	–	35.6	–	35.6	–
	Spain	–	–	–	–	8.8	–	–	8.8	–	8.8	–
	Italy	–	–	–	–	79.9	6.3	–	86.2	–	86.2	–
	Sweden	–	–	–	–	5.8	–	–	5.8	–	5.8	–
	Greece	–	–	–	–	159.3	37.5	–	196.8	–	196.8	–
	Total	**80.7**	**8.0**	**88.7**	**2.9**	**446.1**	**57.8**	**–**	**506.8**	**–**	**595.5**	**89.4**
CCC Group	**Total**	**2,332.2**	**122.1**	**2,454.3**	**361.0**	**2,063.6**	**312.1**	**79.2**	**2,815.9**	**146.8**	**5,417.0**	**167.8**

(all amounts in PLN million unless stated otherwise)

August 1st–October 31st 2022		Offline			Digital						Other	Total CCC Group	Discontinued operations
unaudited, unreviewed													
Markets / Segments		CCC	HalfPrice	Total	CCC	eobuwie	Modivo	DeeZee	HalfPrice	Total			
Poland	**Poland**	**542.1**	**191.5**	**733.6**	**162.8**	**277.2**	**66.5**	**33.2**	**8.0**	**547.7**	**25.1**	**1,306.4**	**–**
Central and Eastern Europe	Czech Republic	85.4	11.9	97.3	16.2	71.4	18.3	–	–	105.9	–	203.2	–
	Slovakia	47.8	5.0	52.8	8.7	27.4	8.6	–	–	44.7	–	97.5	–
	Hungary	61.7	12.7	74.4	16.2	40.3	8.4	–	–	64.9	–	139.3	–
	Romania	73.9	–	73.9	12.0	90.5	39.5	–	–	142.0	–	215.9	–
	Bulgaria	16.0	–	16.0	2.3	51.1	21.2	–	–	74.6	–	90.6	–
	Slovenia	14.3	5.7	20.0	0.9	5.1	1.7	–	–	7.7	–	27.7	–
	Croatia	25.9	3.2	29.1	1.4	17.8	3.9	–	–	23.1	–	52.2	–
	Lithuania	2.1	–	2.1	–	21.2	6.4	–	–	27.6	–	29.7	–
	Latvia	6.1	–	6.1	–	5.2	0.7	–	–	5.9	–	12.0	–
	Estonia	4.8	–	4.8	–	0.3	–	–	–	0.3	–	5.1	–
	Russia	–	–	–	–	–	–	–	–	–	–	–	–
	Serbia	11.8	–	11.8	–	–	–	–	–	–	–	11.8	–
	Ukraine	–	–	–	–	2.9	13.2	–	–	16.1	–	16.1	–
	Total	**349.8**	**38.5**	**388.3**	**57.7**	**333.2**	**121.9**	**–**	**–**	**512.8**	**–**	**901.1**	**–**
Western Europe	Austria	–	19.7	19.7	0.7	1.9	0.4	–	–	3.0	–	22.7	–
	Switzerland	–	–	–	–	15.6	–	–	–	15.6	–	15.6	–
	Germany	–	–	–	–	30.0	8.0	–	–	38.0	–	38.0	–
	France	–	–	–	–	10.9	2.1	–	–	13.0	–	13.0	–
	Spain	–	–	–	–	3.3	–	–	–	3.3	–	3.3	–
	Italy	–	–	–	–	33.0	6.2	–	–	39.2	–	39.2	–
	Sweden	–	–	–	–	2.1	–	–	–	2.1	–	2.1	–
	Greece	–	–	–	0.3	56.7	23.7	–	–	80.7	–	80.7	–
	Total	**–**	**19.7**	**19.7**	**1.0**	**153.5**	**40.4**	**–**	**–**	**194.9**	**–**	**214.6**	**–**
CCC Group	**Total**	**891.9**	**249.7**	**1,141.6**	**221.5**	**763.9**	**228.8**	**33.2**	**8.0**	**1,255.4**	**25.1**	**2,422.1**	**–**

(all amounts in PLN million unless stated otherwise)

August 1st–October 31st 2021		Offline			Digital					Other	Total CCC Group	Discontinued operations
unaudited, unreviewed, restated*												
Markets / Segments		CCC	HalfPrice	Total	CCC	eobuwie	Modivo	DeeZee	Total			
Poland	**Poland**	**550.8**	**64.9**	**615.7**	**106.3**	**251.6**	**43.9**	**24.1**	**425.9**	**79.3**	**1,120.9**	**–**
Central and Eastern Europe	Czech Republic	80.6	3.7	84.3	8.6	54.2	8.7	–	71.5	–	155.8	–
	Slovakia	50.4	–	50.4	5.4	26.5	6.4	–	38.3	–	88.7	–
	Hungary	70.4	5.3	75.7	9.0	49.3	6.5	–	64.8	–	140.5	–
	Romania	71.7	–	71.7	6.8	68.4	15.6	–	90.8	–	162.5	–
	Bulgaria	13.5	–	13.5	0.8	37.7	8.3	–	46.8	–	60.3	–
	Slovenia	14.3	–	14.3	0.6	4.3	–	–	4.9	–	19.2	–
	Croatia	24.4	–	24.4	–	14.7	1.9	–	16.6	–	41.0	–
	Lithuania	–	–	–	–	22.8	4.2	–	27.0	–	27.0	–
	Latvia	–	–	–	–	–	–	–	–	–	–	–
	Estonia	–	–	–	–	–	–	–	–	–	–	–
	Russia	–	–	–	–	–	–	–	–	–	–	31.3
	Serbia	11.3	–	11.3	–	–	–	–	–	–	11.3	–
	Ukraine	–	–	–	–	12.9	5.5	–	18.4	–	18.4	–
	Total	**336.6**	**9.0**	**345.6**	**31.2**	**290.8**	**57.1**	**–**	**379.1**	**–**	**724.7**	**31.3**
Western Europe	Austria	17.8	8.0	25.8	0.9	–	–	–	0.9	–	26.7	–
	Switzerland	–	–	–	–	9.9	–	–	9.9	–	9.9	–
	Germany	–	–	–	–	45.5	4.1	–	49.6	–	49.6	–
	France	–	–	–	–	11.6	1.3	–	12.9	–	12.9	–
	Spain	–	–	–	–	3.1	–	–	3.1	–	3.1	–
	Italy	–	–	–	–	27.1	2.7	–	29.8	–	29.8	–
	Sweden	–	–	–	–	1.8	–	–	1.8	–	1.8	–
	Greece	–	–	–	–	48.5	11.4	–	59.9	–	59.9	–
	Total	**17.8**	**8.0**	**25.8**	**0.9**	**147.5**	**19.5**	**–**	**167.9**	**–**	**193.7**	**–**
CCC Group	**Total**	**905.2**	**81.9**	**987.1**	**138.4**	**689.9**	**120.5**	**24.1**	**972.9**	**79.3**	**2,039.3**	**31.3**

The revenue data presented above is based on:
- the offline segment – store location,
- for the digital (e-commerce) segment – the country to which purchased goods are shipped.

(all amounts in PLN million unless stated otherwise)

3. NOTES TO THE INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

3.1. COSTS BY NATURE OF EXPENSE

February 1st–October 31st 2022	COST OF SALES	COSTS OF POINTS OF PURCHASE AND DISTRIBUTION	ADMINISTRATIVE EXPENSES	TOTAL
unaudited, unreviewed				
Cost of merchandise sold	-3,439.8	–	–	-3,439.8
Raw material and consumables used	–	-133.8	-23.1	-156.9
Inventory write-downs	-26.4	–	–	-26.4
Salaries, wages and employee benefits	–	-735.8	-133.6	-869.4
Transport services	–	-353.6	-0.4	-354.0
Other rental costs – utilities and other variable costs	–	-219.4	-18.5	-237.9
Advertising	–	-677.5	-2.3	-679.8
Depreciation	–	-403.9	-36.5	-440.4
Taxes and charges	–	-32.6	-4.2	-36.8
Other expenses	–	-251.7	-66.4	-318.1
Change in products and work in progress	–	–	–	–
Total	**-3,466.2**	**-2,808.3**	**-285.0**	**-6,559.5**

August 1st–October 31st 2022	COST OF SALES	COSTS OF POINTS OF PURCHASE AND DISTRIBUTION	ADMINISTRATIVE EXPENSES	TOTAL
unaudited, unreviewed				
Cost of merchandise sold	-1,252.0	–	–	-1,252.0
Raw material and consumables used	–	-47.6	-8.3	-55.9
Inventory write-downs	-7.0	–	–	-7.0
Salaries, wages and employee benefits	–	-256.0	-46.2	-302.2
Transport services	–	-123.8	-0.2	-124.0
Other rental costs – utilities and other variable costs	–	-63.8	-5.4	-69.2
Advertising	–	-277.1	-0.6	-277.7
Depreciation	–	-136.4	-12.5	-148.9
Taxes and charges	–	-13.0	-1.4	-14.4
Other expenses	–	-101.2	-24.7	-125.9
Change in products and work in progress	–	–	–	–
Total	**-1,259.0**	**-1,018.9**	**-99.3**	**-2,377.2**

In the current financial year, the Group did not manufacture any products for its own needs.

(all amounts in PLN million unless stated otherwise)

February 1st–October 31st 2021	COST OF SALES	COSTS OF POINTS OF PURCHASE AND DISTRIBUTION	ADMINISTRATIVE EXPENSES	TOTAL
unaudited, unreviewed, restated*				
Cost of merchandise sold	-2,823.3	–	–	-2,823.3
Raw material and consumables used	-63.1	-108.2	-14.9	-186.2
Inventory write-downs	3.8	–	–	3.8
Salaries, wages and employee benefits	-32.3	-546.9	-97.7	-676.9
Transport services	-0.5	-295.2	–	-295.7
Other rental costs – utilities and other variable costs	-0.1	-156.0	-17.5	-173.6
Advertising	–	-589.0	-15.0	-604.0
Depreciation	-1.7	-381.0	-35.5	-418.2
Taxes and charges	-0.8	-25.2	-5.9	-31.9
Other expenses	-1.6	-160.5	-95.4	-257.5
Change in products and work in progress	-8.4	–	–	-8.4
Total	**-2,928.0**	**-2,262.0**	**-281.9**	**-5,471.9**

* Due to the presentation of discontinued operations in the current-period data and change of cost presentation (combination of costs of points of purchase and other distribution costs), data for the comparative period was restated.

August 1st–October 31st 2021	COST OF SALES	COSTS OF POINTS OF PURCHASE AND DISTRIBUTION	ADMINISTRATIVE EXPENSES	TOTAL
unaudited, unreviewed, restated*				
Cost of merchandise sold	-1,026.8	–	–	-1,026.8
Raw material and consumables used	-6.8	-45.1	-5.6	-57.5
Inventory write-downs	2.0	–	–	2.0
Salaries, wages and employee benefits	-8.6	-222.0	-23.3	-253.9
Transport services	–	-102.8	–	-102.8
Other rental costs – utilities and other variable costs	-0.1	-61.1	-6.6	-67.8
Advertising	–	-254.5	-0.4	-254.9
Depreciation	–	-126.8	-11.6	-138.4
Taxes and charges	-0.3	-11.1	-1.8	-13.2
Other expenses	-0.2	-41.7	-39.4	-81.3
Change in products and work in progress	-3.2	–	–	-3.2
Total	**-1,044.0**	**-865.1**	**-88.7**	**-1,997.8**

* Due to the presentation of discontinued operations in the current-period data and change of cost presentation (combination of costs of points of purchase and other distribution costs), data for the comparative period was restated.

(all amounts in PLN million unless stated otherwise)

3.2. OTHER INCOME AND EXPENSES, FINANCE INCOME AND COSTS

	February 1st–October 31st 2022	August 1st–October 31st 2022	February 1st–October 31st 2021	August 1st–October 31st 2021
	unaudited, unreviewed	unaudited, unreviewed	unaudited, unreviewed, restated*	unaudited, unreviewed, restated*
Other expenses				
Loss on disposal of property, plant and equipment	-12.7	-4.1	-1.1	0.6
Interest and penalties	-6.4	-0.7	–	–
Other	-20.1	-5.3	-8.0	-3.5
Foreign exchange losses on items other than debt	-88.0	-18.5	-20.8	-6.6
Total other expenses	**-127.2**	**-28.6**	**-29.9**	**-9.5**

* As data for the current reporting period includes discontinued operations, the comparative data was restated.

	February 1st–October 31st 2022	August 1st–October 31st 2022	February 1st–October 31st 2021	August 1st–October 31st 2021
	unaudited, unreviewed	unaudited, unreviewed	unaudited, unreviewed, restated*	unaudited, unreviewed, restated*
Other income				
Compensation	3.2	1.2	2.3	1.4
Reversal of impairment losses on non-current assets	0.2	0.2	–	–
PFRON wage subsidies	2.6	0.8	2.7	0.9
Gain on settlement of leasehold improvements with landlords	4.2	2.0	–	–
Gain on settlement of lease contracts	13.9	1.7	20.1	6.9
Grants	0.8	0.4	1.5	0.5
Other	13.2	4.7	15.7	7.0
Total other income	**38.1**	**11.0**	**42.3**	**16.7**

* As data for the current reporting period includes discontinued operations, the comparative data was restated.

	February 1st–October 31st 2022	August 1st–October 31st 2022	February 1st–October 31st 2021	August 1st–October 31st 2021
	unaudited, unreviewed	unaudited, unreviewed	unaudited, unreviewed, restated*	unaudited, unreviewed, restated*
(Recognition) / Reversal of loss allowances (trade receivables)				
Impairment losses on trade receivables	-34.1	-3.3	0.9	8.7
(Recognition) / Reversal of loss allowances (trade receivables), total	**-34.1**	**-3.3**	**0.9**	**8.7**

(all amounts in PLN million unless stated otherwise)

	February 1st–October 31st 2022	August 1st–October 31st 2022	February 1st–October 31st 2021	August 1st–October 31st 2021
	unaudited, unreviewed	unaudited, unreviewed	unaudited, unreviewed, restated*	unaudited, unreviewed, restated*
Finance costs				
Interest on credit facilities and bonds	-209.4	-79.0	-37.5	-20.9
Interest of leases	-27.9	-10.2	-34.8	-10.3
Foreign exchange gains (losses)	-32.0	3.3	-0.5	-0.9
Commission fees	-6.4	-2.7	-8.7	-0.3
Valuation of options to purchase non-controlling interests	-2.2	-0.8	-16.7	-3.1
Measurement of derivative financial instruments (embedded derivatives)	–	–	-1.0	–
Derivative financial instruments embedded in bonds convertible into Modivo shares − voluntary conversion option	-12.2	–	–	–
Other finance costs	-5.1	-0.6	-12.0	-12.0
Total finance costs	**-295.2**	**-90.0**	**-111.2**	**-47.5**

* As data for the current reporting period includes discontinued operations, the comparative data was restated.

	February 1st–October 31st 2022	August 1st–October 31st 2022	February 1st–October 31st 2021	August 1st–October 31st 2021
	unaudited, unreviewed	unaudited, unreviewed	unaudited, unreviewed, restated*	unaudited, unreviewed, restated*
Finance income				
Interest income on cash in current account and other interest income	1.7	0.7	13.1	4.5
Foreign exchange gains (losses)	–	–	0.8	0.8
Other finance income	0.5	0.2	8.1	7.8
Derivative financial instruments embedded in bonds issued to PFR − Equity Kicker	11.1	–	–	–
Valuation of options to purchase non-controlling interests	6.3	0.1	–	–
Total finance income	**19.6**	**1.0**	**22.0**	**13.1**

* As data for the current reporting period includes discontinued operations, the comparative data was restated.

	February 1st–October 31st 2022	August 1st–October 31st 2022	February 1st–October 31st 2021	August 1st–October 31st 2021
	unaudited, unreviewed	unaudited, unreviewed	unaudited, unreviewed, restated*	unaudited, unreviewed, restated*
(Recognition) / Reversal of loss allowances (loans)	–	–	-16.4	-6.6
(Recognition) / Reversal of loss allowances (loans), total	**–**	**–**	**-16.4**	**-6.6**

* As data for the current reporting period includes discontinued operations, the comparative data was restated.

(all amounts in PLN million unless stated otherwise)

4. NOTES TO THE INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

4.1. PROVISIONS

unaudited, unreviewed	PROVISION FOR JUBILEE AND RETIREMENT BENEFITS	PROVISIONS FOR GUARANTEE REPAIRS	OTHER PROVISIONS	TOTAL
As at February 1st 2022	**19.5**	**17.6**	**0.4**	**37.5**
short-term	2.7	14.3	0.4	17.4
long-term	14.3	–	0.1	14.4
As at February 1st 2022	**17.0**	**14.3**	**0.5**	**31.8**
Recognised	1.1	1.7	–	2.8
Used	-0.4	-4.3	–	-4.7
Reversed	-0.9	–	-0.1	-1.0
As at October 31st 2022	**16.8**	**11.7**	**0.4**	**28.9**
short-term	3.7	11.7	0.4	15.8
long-term	13.1	–	–	13.1

audited	PROVISION FOR JUBILEE AND RETIREMENT BENEFITS	PROVISIONS FOR GUARANTEE REPAIRS	OTHER PROVISIONS	TOTAL
As at February 1st 2021	**19.5**	**17.6**	**0.4**	**37.5**
short-term	3.3	17.6	0.3	21.2
long-term	16.2	–	0.1	16.3
As at February 1st 2021	**19.5**	**17.6**	**0.4**	**37.5**
Recognised	3.1	2.1	0.6	5.8
Used	-1.3	-2.2	-0.1	-3.6
Reversed	-4.3	-3.2	-0.4	-7.9
Exchange differences	–	–	–	–
As at January 31st 2022	**17.0**	**14.3**	**0.5**	**31.8**
short-term	2.7	14.3	0.4	17.4
long-term	14.3	–	0.1	14.4

(all amounts in PLN million unless stated otherwise)

4.2. DEFERRED TAX ASSETS AND LIABILITIES

unaudited, unreviewed	October 31st 2022	RECOGNISED / (CHARGED) ON PROFIT OR LOSS	February 1st 2022
Assets			
Trademarks	10.4	-3.0	13.4
Inventories – adjustment of margin on intra-group sales	10.6	0.4	10.2
Impairment of assets: inventories and receivables	3.5	2.2	1.3
Impairment of property, plant and equipment (leasehold improvements), rights-of-use assets and intangible assets	1.3	-0.7	2.0
Provisions for liabilities	17.9	-12.8	30.7
Special economic zone relief	50.3	-3.0	53.3
Other	36.6	14.0	22.6
Tax losses	0.3	–	0.3
Measurement of lease contracts	53.4	6.4	47.0
Total before offset	**184.3**	**3.5**	**180.8**
Liabilities	**–**	**–**	**–**
Accelerated tax depreciation of property, plant and equipment	1.0	-3.1	4.1
Accrued interest	–	0.1	-0.1
Other	12.7	9.7	3.0
Purchase of intangible assets disclosed on acquisition of subsidiaries	37.3	0.2	37.1
Total before offset	**51.0**	**6.9**	**44.1**
Offset	11.8	6.5	5.3
Deferred tax balances as disclosed in statement of financial position	**–**	**–**	**–**
Assets	172.5	-3.0	175.5
Liabilities	39.2	0.3	38.9

(all amounts in PLN million unless stated otherwise)

audited	January 31st 2022	RECOGNISED / (CHARGED) ON PROFIT OR LOSS	February 1st 2021
Assets			
Trademarks	13.4	-4.1	17.5
Inventories – adjustment of margin on intra-group sales	10.2	-1.0	11.2
Impairment of assets: inventories and receivables	1.3	0.3	1.0
Impairment of property, plant and equipment (leasehold improvements), rights-of-use assets and intangible assets	2.0	-0.7	2.7
Provisions for liabilities	30.7	14.3	16.4
Special economic zone relief	53.3	-4.9	58.2
Other	22.6	15.5	7.1
Tax losses	0.3	0.3	–
Measurement of lease contracts	47.0	-2.6	49.6
Total before offset	**180.8**	**17.1**	**163.7**
Liabilities			
Accelerated tax depreciation of property, plant and equipment	4.1	-1.4	5.5
Accrued interest	-0.1	-4.1	4.0
Other	3.0	0.5	2.5
Purchase of intangible assets disclosed on acquisition of subsidiaries	37.1	-0.5	37.6
Total before offset	**44.1**	**-5.5**	**49.6**
Offset	5.3	-6.3	11.6
Deferred tax balances as disclosed in statement of financial position	**–**	**–**	**–**
Assets	175.5	23.4	152.1
Liabilities	38.9	0.8	38.0

(all amounts in PLN million unless stated otherwise)

4.3. CHANGE IN IMPAIRMENT LOSSES/WRITE-DOWNS

Impairment loss/write-down (PLNm)	PROPERTY, PLANT AND EQUIPMENT – OTHER	PROPERTY, PLANT AND EQUIPMENT – LEASEHOLD IMPROVEMENTS	RIGHT OF USE	GOODWILL	INVENTORY	TRADE RECEIVABLES	OTHER RECEIVABLES	LOANS
unaudited, unreviewed								
As at February 1st 2022	**0.1**	**8.6**	**21.8**	**21.8**	**37.8**	**60.4**	**–**	**130.2**
Increase	0.7	–	–	–	34.5	42.5	0.6	–
Used	–	-0.7	-0.8	–	-7.6	-3.1	–	–
Reversed	–	-0.1	-0.1	–	-8.1	-9.0	–	–
Transfer to discontinued operations	-0.7	-2.9	-1.1	–	–	–	–	–
As at October 31st 2022	**0.1**	**4.9**	**19.8**	**21.8**	**56.6**	**90.8**	**0.6**	**130.2**

Impairment losses/ write-downs (PLNm)	PROPERTY, PLANT AND EQUIPMENT – OTHER	PROPERTY, PLANT AND EQUIPMENT – LEASEHOLD IMPROVEMENTS	RIGHT OF USE	GOODWILL	INVENTORY	TRADE RECEIVABLES	LOANS
unaudited, unreviewed							
As at February 1st 2021	**–**	**42.1**	**29.7**	**21.8**	**37.1**	**80.8**	**130.2**
Increase	–	1.9	–	–	3.3	9.8	16.4
Used	–	-25.2	-9.3	–	-10.3	-24.6	–
As at October 31st 2021	**–**	**18.8**	**20.4**	**21.8**	**30.1**	**66.0**	**146.6**

5. DEBT; CAPITAL AND LIQUIDITY MANAGEMENT

5.1. CAPITAL MANAGEMENT

The purpose of capital risk management is to protect the Group's ability to continue its operations so as to ensure a return on capital for the shareholders and benefits for other stakeholders, and to maintain a cost-optimised capital structure.

In accordance with the Group's dividend policy, the amount of dividend may not be lower than 33% or higher than 66% of the Group's consolidated net profit attributable to owners of the parent, provided that the ratio of net debt to EBITDA (understood as operating profit (loss) before depreciation and amortisation) as at the end of the financial year for which the dividend is to be distributed is less than 3.0. In recommending the amount of profit distribution, account will be taken of the financial condition and liquidity position of the CCC Group, its existing and future liabilities (including potential restrictions under credit facility agreements and debt instruments in issue), as well as an assessment of the CCC Group's prospects under specific market and macroeconomic conditions.

Under the New Financing Agreement of June 2nd 2021, dividend may be paid on satisfaction of certain conditions, including: The Net Exposure / EBITDA ratio for the CCC Group (excluding Modivo S.A. and its subsidiaries) lower than 2.5, with the proviso that the dividend may not be paid earlier than two years after the execution of the said agreement – details of the covenants are described in the Directors' Report on the Group's operations under *Covenants/financial ratios*. For detailed information on the dividend policy, see *Dividend policy* in the Full-year Directors' Report on the Group's operations.

To maintain or adjust the capital structure, the Group may adjust the amount of dividends declared to be paid to shareholders, return capital to shareholders, issue new shares or sell assets in order to reduce debt.

Similarly to other entities in the industry, the Group monitors its capital using the debt ratio. The ratio is calculated as net debt to total equity. Net debt is calculated as total borrowings (comprising short- and long-term credit facilities and bonds issued as disclosed in the consolidated statement of financial position) less cash and cash equivalents. The total amount of capital is calculated as the sum of the equity disclosed in the consolidated statement of financial position and the net debt.

EARNINGS (LOSS) PER SHARE

In the nine months ended October 31st 2022, basic and diluted loss per share was PLN 5.79. In the nine months ended October 31st 2021, basic and diluted loss per share was PLN 1.36.

(all amounts in PLN million unless stated otherwise)

5.2. BANK BORROWINGS AND BONDS

The following note presents data on borrowings and bonds in issue.

unaudited, unreviewed	FINANCING OF THE CCC BUSINESS UNIT		FINANCING OF THE MODIVO BUSINESS UNIT		TOTAL
	CREDIT FACILITIES	BONDS	CREDIT FACILITIES	BONDS	
As at February 1st 2022	**1,132.3**	**560.9**	**253.4**	**513.0**	**2,459.6**
short-term	**288.3**	**3.3**	**253.4**	**–**	**545.0**
long-term	**844.0**	**557.6**	**–**	**513.0**	**1,914.6**
Proceeds from debt contracted					
- financing received	42.0	–	–	–	42.0
- transaction costs	-1.0	-1.1	–	–	-2.1
Interest accrued	76.2	45.5	6.8	80.6	209.1
Debt-related payments					
- principal payments	-25.9	–	-38.4	–	-64.3
- interest paid	-72.1	-18.4	-7.0	–	-97.5
Increase/decrease due to change in overdraft facility amount	56.7	–	-43.0	–	13.7
Other non-cash changes	0.5	–	–	–	0.5
As at October 31st 2022	**1,208.7**	**586.9**	**171.8**	**593.6**	**2,561.0**
short-term	**305.4**	**15.9**	**171.8**	**593.6**	**1,086.7**
Tranche A	*43.5*	–	–	–	*43.5*
Credit facilities with surety from BGK	*257.2*	–	–	–	*257.2*
Other (other credit facilities; credit cards)	*4.7*	–	*171.8*	–	*176.5*
Bonds issued to PFR	–	*7.5*	–	–	*7.5*
Softbank bonds	–	–	–	*593.6*	*593.6*
CCC0626 bonds	–	*8.4*	–	–	*8.4*
long-term	**903.3**	**571.0**	**–**	**–**	**1,474.3**
Tranche A	*321.2*	–	–	–	*321.2*
Tranche B	*333.1*	–	–	–	*333.1*
Credit facilities with surety from BGK	*249.0*	–	–	–	*249.0*
Bonds issued to PFR	–	*362.0*	–	–	*362.0*
CCC0626 bonds	–	*209.0*	–	–	*209.0*

As at October 31st 2022, the Group classifies the PLN 262.7m liability under overdraft/revolving credit facility (PLN 296.3m as at January 31st 2022) as non-current – the Group's overdraft/revolving credit facility agreements have been concluded with a prepayment option. However, the Group is not exercising that option and since the scheduled repayment falls more than 12 months after the reporting date, the related liabilities are presented in the non-current portion.

In the third quarter of 2022, the CCC Group's financing agreements were amended. For more information, see *Going concern*.
For detailed information on covenants, see the *Covenants/financial ratios* section of the Directors' Report on the Group's operations.

(all amounts in PLN million unless stated otherwise)

audited	FINANCING OF THE CCC BUSINESS UNIT		FINANCING OF THE MODIVO BUSINESS UNIT		TOTAL
	CREDIT FACILITIES	BONDS	CREDIT FACILITIES	BONDS	
As at February 1st 2021	**1,145.9**	**210.4**	**313.3**	**–**	**1,669.6**
short-term	**262.6**	**–**	**210.1**	**–**	**472.7**
long-term	**883.3**	**210.4**	**103.2**	**–**	**1,196.9**
Proceeds from debt contracted					
- financing received	759.2	360.0	–	500.0	1,619.2
Interest accrued	44.7	20.9	4.9	32.3	102.8
Debt-related payments					
- principal payments	-902.0	–	-76.8	–	-978.8
- interest paid	-37.6	-6.7	-4.9	–	-49.2
Increase due to change in overdraft/revolving facility amount	163.8	–	16.3	–	180.1
Other non-cash changes	-41.7	-23.7	0.6	-19.3	-84.1
As at January 31st 2022	**1,132.3**	**560.9**	**253.4**	**513.0**	**2,459.6**
short-term	**288.3**	**3.3**	**253.4**	**–**	**545.0**
Tranche A	*36.5*	–	–	–	*36.5*
Credit facilities with surety from BGK	*251.2*	–	–	–	*251.2*
Other (other credit facilities; credit cards)	*0.6*	–	*253.4*	–	*254.0*
Bonds issued to PFR	–	*1.9*	–	–	*1.9*
CCC0626 bonds	–	*1.4*	–	–	*1.4*
long-term	**844.0**	**557.6**	**–**	**513.0**	**1,914.6**
Tranche A	*349.4*	–	–	–	*349.4*
Tranche B	*246.6*	–	–	–	*246.6*
Credit facilities with surety from BGK	*248.0*	–	–	–	*248.0*
Bonds issued to PFR	–	*347.6*	–	–	*347.6*
Softbank bonds	–	–	–	*513.0*	*513.0*
CCC0626 bonds	–	*210.0*	–	–	*210.0*

In connection with its existing debt, the Group is exposed to interest rate risk, currency risk, and liquidity risk.

6. ACQUISITION OF SUBSIDIARIES AND ASSOCIATES

ACQUISITION OF CCC BALTIJA

On March 29th 2022, a document was signed setting out general terms of the acquisition of assets from the Group's existing franchisees (Sabiedrība ar ierobežotu atbildību CCC Baltija of Latvia, OÜ CCC Baltija of Estonia, and UAB CCC Baltija of Lithuania).

On May 9th 2022, CCC S.A. and the newly established subsidiaries of the CCC Group, SIA CCC Shoes Latvia of Latvia, OÜ CCC Estonia of Estonia and UAB CCC Lithuania of Lithuania, signed an agreement to acquire organised parts of business from Sabiedrība ar ierobežotu atbildību CCC Baltija of Latvia and its Estonian and Lithuanian subsidiaries. The purpose of the agreement was to change the operating model in the Baltic States from franchise to own sales network, and it provided for the acquisition of a total of 12 stores from a former franchisee for a total price of PLN 3m (EUR 0.7m).
The conditions precedent for the acquisition by OÜ CCC Estonia of Estonia of an organised part of business from OÜ CCC Baltija for a price of PLN 0.9m (EUR 0.2m) were met on May 9th 2022. Thus, on May 10th 2022 OÜ CCC Baltija commenced operations through three stores acquired from a former franchisee.

The conditions precedent for the acquisition by UAB CCC Lithuania of Lithuania of an organised part of business from UAB CCC Baltija for a price of PLN 0.6m (EUR 0.1m) were met on May 11th 2022. Thus, on May 12th 2022 UAB CCC Lithuania commenced operations through three stores acquired from a former franchisee.

The conditions precedent for the acquisition of an organised part of business by SIA CCC Shoes Latvia of Latvia from Sabiedrība ar ierobežotu atbildību CCC Baltija for PLN 1.5m (EUR 0.3m) were met on June 2nd 2022. Thus, on June 3rd 2022 SIA CCC Shoes Latvia commenced operations through six stores acquired from a former franchisee.

The organised part of the business of the acquired companies comprised property, plant and equipment, inventories, trade payables, retail space leases, and employees.

The business of SIA CCC Shoes Latvia, OÜ CCC Estonia and UAB CCC Lithuania comprises the sale of footwear and accessories in offline stores located in shopping malls and other points of sale. The transaction marks another stage of foreign expansion pursued in accordance with the CCC Group's strategy – entering one of the most promising markets, especially in terms of margins and profitability.
OÜ CCC Estonia's revenue recognised in the consolidated statement of comprehensive income as of May 10th 2022 was PLN 8.8m.
UAB CCC Lithuania's revenue recognised in the consolidated statement of comprehensive income as of May 12th 2022 was PLN 4.2m.
SIA CCC Shoes Latvia's revenue recognised in the consolidated statement of comprehensive income as of June 3rd 2022 was PLN 9.6m.

(all amounts in PLN million unless stated otherwise)

Below is presented detailed information on the estimated fair value of acquired net assets, goodwill and cost as at the date of control acquisition (PLNm):

	UAB CCC Lithuania	OU CCC Estonia	SIA CCC Shoes Latvia
Recognised amounts of identifiable acquired assets and liabilities (PLNm)			
Property, plant and equipment	0.5	0.6	1.1
Right-of-use assets	1.9	3.3	10.6
Inventories	0.4	0.5	10.3
Trade payables	-1.3	-2.0	-12.0
Lease liabilities	-1.9	-3.3	-10.6
Total identified net assets	**-0.4**	**-0.9**	**-0.6**
Consideration for acquisition	0.5	0.8	1.5
Total	**0.5**	**0.8**	**1.5**
Goodwill determined	0.9	1.7	2.1
Cash expenditure on acquisition	**0.5**	**0.8**	**1.5**
Paid in cash	0.5	0.8	1.5
Exchange rate as at acquisition date	4.6841	4.7059	4.5876

(all amounts in PLN million unless stated otherwise)

7. DISCONTINUED OPERATIONS

In the first quarter of 2022, the Group operated 39 stores in Russia through a subsidiary. As a result of analyses carried out by the Management Board, a decision was made to discontinue supplies to the Russian market and to suspend further development of the CCC Group's business in Russia by abandoning its expansion plans and consistent downscaling of the planned operations. The Group took steps to exit the Russian market, including through the sale of shares in the Russian company. A conditional agreement to sell 100% of shares in the Russian company to an entity outside the CCC Group for a price of RUB 0.5m was signed on April 6th 2022. In addition, the agreement conditionally relieved the Russian company from a portion of its debt to the CCC Group (USD 3.6m). The debt may be recovered by CCC if the EBITDA level defined in the agreement is achieved in 2023 and 2024. Since the probability of the recovering the debt is low, the Group did not recognise any assets in relation to this payment.
On May 17th 2022, following the fulfilment of conditions precedent, the shares were sold outside the CCC Group.

In the opinion of the Group, the business conducted in the Russian market represented a separate and important geographical area of operations. Therefore, in March 2022, in these interim condensed consolidated financial statements, the Group reclassified in the statement of comprehensive income its operations in the Russian market to discontinued operations, while restating comparative data.

Immediately before the initial classification of the disposal group as held for sale, the carrying amounts of all the assets and liabilities of the group were measured in accordance with applicable IFRSs and the following impairment losses were recognised:

	February 1st–October 31st 2022
Assets / liabilities	**Impairment loss/ recognised provisions**
Intangible assets	-0.1
Property, plant and equipment – leasehold improvements	–
Property, plant and equipment – other	-0.8
Right-of-use assets	–
Deferred tax assets	-0.9
Long-term receivables	-0.8
Derivative financial instruments	-6.5
Other receivables	-5.7
Total	**-14.8**

Upon classification of the disposal group as held for sale, the Group measured the disposal group at the lower of its carrying amount and fair value less costs to sell:

Intra-group transactions were eliminated from discontinued operations, hence revenue represents the margin earned by the Russian company and the cost of sales represents only costs unrelated to the intra-group transactions.

(all amounts in PLN million unless stated otherwise)

DISCONTINUED OPERATIONS	**February 1st–October 31st 2022**	**February 1st–October 31st 2021**
Revenue	12.8	85.5
Cost of sales	–	-37.8
Gross profit (loss)	**12.8**	**47.7**
Costs of points of purchase and distribution	-8.8	-42.9
Administrative expenses	-5.3	-6.2
Other income	20.4	30.0
Other expenses	-7.5	-25.9
Operating profit (loss)	**11.6**	**2.7**
Finance income	0.2	4.6
Finance costs	-2.4	2.7
Profit (loss) before tax	**9.4**	**10.0**
Net profit (loss) from disposal of discontinued operations	-47.6	8.0
Profit (loss) before tax from discontinued operations	**-38.2**	**18.0**
Income tax on profit (loss) before tax	-4.3	-2.0
Income tax on remeasurement to fair value less cost to sell	–	–
NET PROFIT (LOSS) FROM DISCONTINUED OPERATIONS	**-42.5**	**16.0**
Other comprehensive income from discontinued operations		
Items that may be reclassified to profit or loss – exchange differences on translating foreign operations	–	–
Reclassification of exchange differences on translation of a foreign operation over which control has been lost to profit or loss	-3.2	–
Total other comprehensive income, net	**-3.2**	**–**
TOTAL COMPREHENSIVE INCOME FROM DISCONTINUED OPERATIONS		
- discontinued operations	-45.7	16.0

The presented financial information about financial performance covers the period from February 1st to May 16th 2022 and from February 1st to October 31st 2021.

Net loss on disposal of discontinued operations in the current reporting period was determined as follows:

	Value (PLNm)
Amounts received	–
Fair value of contingent consideration	–
Net carrying amount of assets sold	-47.6
Net loss on disposal of discontinued operations	**-47.6**
Profit (loss) on discontinued operations until the transaction date	**5.1**
Net profit from discontinued operations disclosed in the interim condensed consolidated statement of comprehensive income	-42.5
Other comprehensive income from discontinued operations – reclassification of exchange differences on translation of a foreign operation over which control has been lost to profit or loss	-3.2

8. EVENTS AFTER THE REPORTING DATE

On November 18th 2022, a conditional share purchase agreement was signed, providing for the acquisition by CCC S.A. of a 75.1% equity interest in CCC Ukraine Spółka z ograniczoną odpowiedzialnością from Adler International A. Kutnik K. Janota Spółka komandytowa (Adler). The acquisition will be a non-cash transaction and its purpose is to satisfy CCC.eu Sp. z o.o.'s claims of PLN 23.8m against Adler. The acquisition of CCC Ukraine in exchange for debt is consistent with the Group's strategy aiming at business expansion in Central and Eastern Europe and maximising the Group's share of the margin (with the ultimate effect of eliminating Adler as an intermediary in deliveries). In addition, despite the war hostilities, the Ukrainian market seems to offer good prospects for the Group's products (since many potential competitors have exited the market and it is necessary to provide for the needs of the population). It is therefore important to build the presence on that market and the foundations for growth after the war ends.
The completion of the share purchase agreement depends, among other things, on obtaining clearance from the Ukrainian antitrust authority and consent of the banks financing the Group's operations.

After the reporting date, the Company's and the Group's financing agreements were amended, as described in the *Going concern* note, which also discusses the resolutions passed by the Extraordinary General Meeting of CCC S.A.

INTERIM CONDENSED SEPARATE FINANCIAL STATEMENTS

FOR THE NINE MONTHS

from February 1st to October 31st 2022

INTERIM CONDENSED SEPARATE STATEMENT OF COMPREHENSIVE INCOME

	February 1st–October 31st 2022	August 1st–October 31st 2022	February 1st–October 31st 2021	August 1st–October 31st 2021
	unaudited, unreviewed	unaudited, unreviewed	unaudited, unreviewed restated*	unaudited, unreviewed restated*
Continuing operations				
Revenue	2,051.8	744.1	1,833.2	690.3
Cost of sales	-1,434.5	-514.9	-1,209.7	-461.4
Gross profit	**617.3**	**229.2**	**623.5**	**228.9**
Costs of points of purchase and distribution	-543.6	-195.1	-495.9	-189.4
Administrative expenses	-54.5	-17.8	-97.9	-26.6
Other income	45.6	5.2	18.8	4.5
Other expenses	-12.9	-2.3	-3.2	-0.6
(Recognition) / Reversal of loss allowances (impairment losses on receivables)	-4.5	5.9	–	–
Operating profit (loss)	**47.4**	**25.1**	**45.3**	**16.8**
Finance income	61.6	9.5	533.9	357.5
(Recognition) / Reversal of loss allowances	-77.1	–	28.7	-6.6
Impairment losses on shares	–	–	-74.2	–
Finance costs	-82.3	-25.9	-63.9	-16.2
Profit (loss) before tax	**-50.4**	**8.7**	**469.8**	**351.5**
Income tax	2.1	-1.2	7.2	0.2
NET PROFIT/(LOSS)	**-48.3**	**7.5**	**477.0**	**351.7**
Other comprehensive income	–	–	–	–
Total other comprehensive income, net	**–**	**–**	**–**	**–**
Total comprehensive income	**-48.3**	**7.5**	**477.0**	**351.7**
Weighted average number of ordinary shares (million)	**54.9**	**54.9**	**54.9**	**54.9**
Basic earnings (loss) per share (PLN)	**-0.88**	**0.14**	**8.69**	**6.41**
Diluted earnings (loss) per share (PLN)	**-0.88**	**0.14**	**8.69**	**6.41**

*Following change in cost presentation (combination of costs of points of purchase and other distribution costs), data for the comparative period was restated.

(all amounts in PLN million unless stated otherwise)

INTERIM CONDENSED SEPARATE STATEMENT OF FINANCIAL POSITION

	October 31st 2022	January 31st 2022
	unaudited, unreviewed	audited
Intangible assets	5.5	4.7
Goodwill	48.8	48.8
Property, plant and equipment – leasehold improvements	271.5	258.3
Property, plant and equipment – distribution	206.8	213.2
Property, plant and equipment – other	72.7	70.4
Right-of-use assets	413.8	494.5
Deferred tax assets	40.4	36.8
Loans	839.6	853.7
Long-term investments	434.7	434.7
Lease receivables	75.7	71.9
Non-current assets	**2,409.5**	**2,487.0**
Inventories	422.6	404.9
Trade receivables	130.9	75.6
Income tax receivable	24.8	13.7
Loans	33.1	21.5
Other receivables	68.7	242.5
Cash and cash equivalents	125.4	126.1
Lease receivables	28.2	20.8
Current assets	**833.7**	**905.1**
TOTAL ASSETS	**3,243.2**	**3,392.1**
Liabilities under borrowings and bonds	820.0	574.7
Other non-current liabilities	2.3	7.4
Provisions	5.1	5.0
Grants received	15.3	15.7
Lease liabilities	490.6	552.7
Other non-current financial liabilities	8.8	–
Non-current liabilities	**1,342.1**	**1,155.5**
Liabilities under borrowings and bonds	47.5	271.5
Trade and other payables	226.9	340.4
Other liabilities	148.7	124.3
Provisions	84.2	47.7
Grants received	0.6	0.6
Lease liabilities	193.5	204.1
Current liabilities	**701.4**	**988.6**
TOTAL LIABILITIES	**2,043.5**	**2,144.1**
NET ASSETS	**1,199.7**	**1,248.0**
Equity		
Share capital	5.5	5.5
Share premium	1,148.0	1,148.0
Retained earnings	46.2	94.5
TOTAL EQUITY	**1,199.7**	**1,248.0**
TOTAL EQUITY AND LIABILITIES	**3,243.2**	**3,392.1**

(all amounts in PLN million unless stated otherwise)

INTERIM CONDENSED SEPARATE STATEMENT OF CASH FLOWS

	February 1st–October 31st 2022	August 1st–October 31st 2022	February 1st–October 31st 2021	August 1st–October 31st 2021
	unaudited, unreviewed	unaudited, unreviewed	unaudited, unreviewed	unaudited, unreviewed
Profit (loss) before tax	**-50.4**	**8.7**	**469.8**	**351.5**
Depreciation	138.8	46.0	149.9	46.9
(Gain)/loss from investing activities	8.7	-0.6	-236.0	-96.1
Borrowing costs	75.2	30.5	26.5	11.4
Other adjustments to profit before tax	24.7	-4.1	-76.6	-23.0
Income tax paid	-18.8	–	-38.2	-0.7
Cash flow before changes in working capital	**178.2**	**80.5**	**295.4**	**290.0**
Changes in working capital				
Change in inventories and inventory write-downs	-17.7	-51.2	-26.7	28.5
Change in receivables	127.9	192.2	-58.5	-240.6
Change in current liabilities, net of borrowings and bonds	-82.9	-85.9	420.8	144.8
Net cash flows from operating activities	**205.5**	**135.6**	**631.0**	**222.7**
Proceeds from sale of property, plant and equipment	4.4	3.9	1.6	0.6
Proceeds from settlement of leasehold improvements with landlords	33.5	10.2	15.3	4.9
Repayment of loans and payment of interest	12.1	0.7	123.1	3.2
Purchase of intangible assets and property, plant and equipment	-74.4	-24.0	-101.6	-34.7
Loans	-35.2	–	-850.0	-10.0
Other investing expenditure	–	–	-70.4	–
Acquisition of Modivo S.A. shares from MKK3	–	–	-720.0	-360.0
Recapitalisation of CCC Austria GmbH	–	–	-72.2	–
Recapitalisation of NG2 Suisse s.a.r.l.	–	–	-106.6	–
Recapitalisation of Gino Rossi S.A.	–	–	-66.0	–
Purchase of HalfPrice Sp. z o.o.	–	–	-58.2	-57.9
Purchase of shares in Xpress Sp. z o.o.	–	–	-1.0	-1.0
Payment from A&R Investments Limited and Cyfrowy Polsat for purchase of Modivo S.A. shares from MKK3 Sp. z o.o.	–	–	1,000.0	–
Proceeds from sale of NG2 s.a.r.l.	–	–	6.2	4.0
Other cash provided by investing activities	10.9	2.2	40.7	4.0
Net cash flows from investing activities	**-48.7**	**-7.0**	**-859.1**	**-446.9**
Proceeds from borrowings	14.0	2.4	424.2	377.0
Lease payments	-127.1	-44.3	-109.8	-45.0
Interest paid	-42.3	-9.6	-21.9	-8.2
Payments for commission fees on credit facilities	-2.1	-2.1	–	–
Repayment of borrowings	–	–	-47.2	–
Net cash flows from financing activities	**-157.5**	**-53.6**	**245.3**	**323.8**
TOTAL CASH FLOWS	**-0.7**	**75.0**	**17.2**	**99.6**
Net increase/decrease in cash and cash equivalents	-0.7	75.0	17.2	99.4
Cash and cash equivalents at beginning of period	**126.1**	**50.4**	**199.5**	**117.3**
Cash and cash equivalents at end of period	**125.4**	**125.4**	**216.7**	**216.7**

(all amounts in PLN million unless stated otherwise)

INTERIM CONDENSED SEPARATE STATEMENT OF CHANGES IN EQUITY

unaudited, unreviewed	SHARE CAPITAL	SHARE PREMIUM	RETAINED EARNINGS	TOTAL EQUITY
As at February 1st 2022	**5.5**	**1,148.0**	**94.5**	**1,248.0**
Net profit (loss) for period	–	–	-48.3	-48.3
Total comprehensive income	**–**	**–**	**-48.3**	**-48.3**
As at October 31st 2022	**5.5**	**1,148.0**	**46.2**	**1,199.7**

unaudited, unreviewed	SHARE CAPITAL	SHARE PREMIUM	RETAINED EARNINGS	TOTAL EQUITY
As at February 1st 2021	**5.5**	**1,148.0**	**-347.7**	**805.8**
Net profit (loss) for period	–	–	477.0	477.0
Total comprehensive income	**–**	**–**	**477.0**	**477.0**
Coverage of loss	–	-657.7	657.7	–
Total transactions with owners	**–**	**-657.7**	**657.7**	**–**
As at October 31st 2021	**5.5**	**490.3**	**787.0**	**1,282.8**

9. GENERAL INFORMATION

Company name:	**CCC Spółka Akcyjna**	
Registered office:	**ul. Strefowa 6, 59-101 Polkowice, Poland**	
Registry court:	**District Court for Wrocław-Fabryczna in Wrocław, 9th Commercial Division of the National Court Register**	
Entry in the National Court Register (KRS) No:	**0000211692**	
Principal business:	**The Company's principal business activity according to the European Classification of Business Activities is wholesale and retail trade in clothing and footwear (EKD 5142).**	
Management Board:	**President:**	**Marcin Czyczerski**
	Vice President:	**Karol Półtorak**
	Vice President:	**Adam Holewa**
	Vice President:	**Igor Matus**
	Vice President:	**Kryspin Derejczyk**

CCC S.A. (the "Company", the "Parent"), the parent of the CCC Group, has been listed on the Warsaw Stock Exchange since 2004.

As at October 31st 2022, the CCC Group (the "CCC Group", the "Group") comprised the Parent CCC S.A. of Poland, registered at ul. Strefowa 6 in Polkowice, and its subsidiaries.

On September 29th 2022, Adam Marciniak resigned as Vice President of the Company's Management Board, with effect from September 29th 2022.

These interim condensed separate financial statements of CCC cover the nine months ended October 31st 2022 and contain comparative data for the nine months ended October 2021 and as at January 31st 2022. The interim condensed separate statement of comprehensive income and notes to the statement of comprehensive income contain data for the three months ended October 31st 2022 and comparative data for the three months ended October 31st 2021, which has not been audited or reviewed by an auditor.

These interim condensed separate financial statements of the CCC Group for the nine months ended October 31st 2022 were authorised for issue by the Management Board on December 1st 2022.

The Company is the parent of the CCC Group (the "CCC Group", the "Group"). The Company has also prepared interim condensed consolidated financial statements for the nine months ended October 31st 2022, which were authorised for issue by the Management Board on December 1st 2022. The interim condensed consolidated financial statements of the CCC Group have been prepared in accordance with IFRS. The statements are available at the Company's website.

The interim financial results may not be indicative of the Company's potential full-year financial results.

BASIS OF ACCOUNTING

These interim condensed separate financial statements have been prepared in accordance with International Accounting Standard 34 *Interim Financial Reporting*, as endorsed by the EU ("IAS 34").
These interim condensed separate financial statements do not include all the information and disclosures required to be given or made in full-year financial statements and should be read in conjunction with the Company's separate financial statements for the year ended January 31st 2022, authorised for issue on April 20th 2022.
These financial statements have been prepared on a historical cost basis, except for derivative financial instruments measured at fair value.
The data contained in these separate financial statements is presented in millions of Polish złoty, unless more accurate information is provided in specific cases. The functional and reporting currency is the Polish złoty (PLN).

GOING CONCERN

These separate financial statements have been prepared on the assumption that the Group will continue as a going concern for the foreseeable future, that is for at least 12 months from the reporting date.

Below in this note are presented important issues, including uncertainties concerning circumstances that may pose risks to the Group continuing as a going concern.

As at October 31st 2022, the Company's current assets exceeded current liabilities by approximately PLN 132.3m. The Company's operations are financed with financial instruments, including mainly credit facilities, loans and bonds. The debt balance under those instruments as at the reporting date was approximately PLN 867.5m.

As a result of the outbreak of the COVID-19 pandemic and the imposition of temporary restrictions on retail trade in the countries where the Company's Group operates, a priority task faced by the Company's Management Board was to enter into an agreement with the banks financing the Group's operations to ensure a stable level of financing for the duration of the pandemic and beyond.

Following discussions with the Group's financing institutions, long-term financing was provided to fund the Group's operations, as described in more detail in the consolidated financial statements for 2021.

Execution of the New Financing Agreement and related documents, as well as the additional financing documents referred to above, between CCC S.A., its subsidiaries, Modivo S.A. and financial institutions, was part of the CCC Group's debt refinancing efforts aimed at ensuring a stable long-term financing level for the Group, consistent with the business objectives under the GO.22 strategy and key strategic projects covered by that strategy.

In response to material developments in the Group's business environment in 2020 and 2021 following the outbreak of the COVID-19 pandemic, the Management Board decided to prepare an update of the CCC Group's GO.22 strategy, first adopted in January 2020.

The updated GO.25 Everything Fashion. Omnichannel Platform strategy was adopted and released in November 2021, and its key objectives to be delivered by 2025 are discussed at length in the annual Directors' Report on the Group's operations in the 'CCC Group's strategy' section. Execution and growth plans.'

The strategy includes a budget approved by the Supervisory Board and subsequently updated to represent a financial model prepared for the extension of financing provided by BGK, as described below. The model contains assumptions concerning:

- increase in sales generated by the CCC Business Unit,
- margin improvement in the CCC segment,
- opening of new HalfPrice and CCC stores,
- cost discipline and optimisation of labour costs,
- improvement of cost efficiency in logistics, marketing and IT.

The financial model was prepared on the assumption that there would be no shopping mall closures, no restrictions on trade, and no material changes in the business conducted in Ukraine through franchisees in relation to the current conditions.

Implementation and delivery of all the measures, objectives, plans and financial projections described above are subject to numerous future risks and uncertainties.

In December 2021 and January 2022, the Group saw a decline in its sales performance due to the persistently high COVID-19 incidence rates, which affected footfall rates in shopping malls as well as sales figures generated in the last months of the previous financial year.

Moreover, in February 2022 Russia's aggression against Ukraine began, leading to a slowdown in sales in February and March 2022 and adversely affecting the overall macroeconomic situation in Poland and abroad.

On May 17th 2022, the shares in the Russian subsidiary were sold outside the CCC Group. The share sale transaction was accounted for in the Group's consolidated financial statements for the first half of 2022. The transaction is described in more detail in the "Discontinued Operations" section.

The Management Board of the CCC Group has identified the following as factors which may bear on the implementation of the Group's financial model for 2022, including in view of the volatile conditions in the financial markets and as a result of possible changes in consumer behaviour:

- Further developments in Ukraine and Russia, which could have a significant, yet still difficult to predict, impact on many aspects of the business and its external environment described below;
- Macroeconomic risks, including higher commodity prices and higher salaries affecting the purchase prices of goods, capital expenditure amounts, as well as higher operating expenses, in particular in transport and logistics;
- Decline in consumer demand for products offered by the Group as a result of changing macroeconomic conditions (rising inflation, interest rates, etc.), as well as the Group's potential decisions to raise the prices of merchandise;
- Exchange rate movements affecting the performance of foreign operations and the cost of goods purchase, as well as rental costs;
- Fiercer competition in the market environment, especially in terms of product prices having an effect on the results generated in the course of day-to-day operations;
- Occurrence of unplanned and/or unforeseen changes in fashion trends and weather conditions;
- Changes in consumer behaviour due to the COVID-19 pandemic and the migration crisis, or postponement of purchasing decisions;
- Delivery of worse-than-expected results relative to plans and projections, including failure to achieve the assumed levels of sales and margins in individual months;
- Materialisation of operational risks;
- Occurrence of non-business factors, including further impact of the COVID-19 pandemic;
- Volatility in the financial markets, which may prevent the initial public offering of Modivo S.A. shares to be carried out as planned;
- Results of talks with the financing institutions on further financing for the Group, as described below.

The risks and extraordinary circumstances identified above are a source of significant uncertainty regarding the delivery of the financial plans for 2022, including compliance with the financial covenants under the agreements financing the Group's and the Company's operations, and thus also the Group's and the Company's ability to continue as going concerns.

Under the financing agreements concluded by the Group, the Group is required to comply with certain financial covenants, separately for the CCC business unit and for the Modivo business unit, which were complied with in the financial year ended January 31st 2022 and as at that date and also as at July 31st 2022. Based on the 2022 financial model prepared by the Management Board, the Group expects to meet the financial covenants set forth in those agreements, including in particular with respect to the reported EBITDA for individual interim periods, as well as the net debt/EBITDA and DSCR ratios as at the end of the financial year.

The main efforts undertaken by the Management Board include continued talks with the Group's financing banks on extension of the financing granted to the Group under the Common Terms Agreement in the part including the liquidity guarantee of up to PLN 250m extended by Bank Gospodarstwa Krajowego (BGK), which expired on October 30th 2022, and the other financing of the Group. As a result of these talks, as regards the Common Terms Agreement in the part including the liquidity guarantee of up to PLN 250m extended by Bank Gospodarstwa Krajowego (BGK) and as regards the remaining financing amount, further terms of cooperation were also agreed with respect to the level of the financial ratios set out in the financing agreements starting from October 31st 2022. The ratios were reduced as at October 31st 2022 and the following reporting dates, as described in detail in Section 19 *Covenants/financial ratios* of the Directors' Report. The relevant agreement was signed on October 27th 2022. In the agreement, the duration of financing agreements was extended for another 24 months, for the amount of PLN 250m.

Changes in the ratios were also confirmed by the bondholders with respect to bond issue agreements, containing the same ratios, as confirmed on October 24th 2022 by the Bondholders Meeting convened to obtain the Bondholders Meeting's consent to change selected financial ratios and to amend the Terms and Conditions of the Bonds.

As regards the remaining part of the financing, maturing in the first half of 2023, the Group plans to extend its maturity. Talks with banks regarding this matter have begun and will be continued in the fourth quarter of 2022 and in the first quarter of 2023. Details, including new maturities, regarding this part of the debt depend on the final arrangements made with the banks financing the Group's operations.

Moreover, on November 17th 2022, an Extraordinary General Meeting convened at the request of the Company's main shareholder Ultro S.a.r.l. (a subsidiary of Dariusz Miłek) was held and voted on increasing the Company's share capital. Resolutions were passed to increase the Company's share capital by no less than PLN 0.2 and no more than PLN 1.4m through the issue of no fewer than 2 and no more than 14,000,000 ordinary shares with a par value of PLN 0.1 by way of a private placement, with the pre-emptive rights of all existing shareholders of the Company waived in full. The Company intends to use the share issue proceeds to finance its working capital needs and day-to-day operations, and to optimise its financing structure in view of high interest rates and the aim of reducing its debt levels. The issue price was set at PLN 36.11 per share.

In addition, the Company's Management Board is considering the options to raise capital by way of a leaseback of selected property, plant and equipment owned by the CCC Group companies, raise new financing (debt or equity) for selected entities or business lines of the Group (e.g., HalfPrice), as announced by the Group in a current report. The initial public offering of Modivo S.A. is also being prepared.

The Management Board has prepared a detailed analysis of the financial model's sensitivity over the next 12 months, as well as scenarios of alternative measures, calculated the expected values of the financial ratios and compared them with the expectations of the banks financing the Group's operations, taking into account the risks, events and actions described above.

The key element of that analysis were parameters that could cause underperformance relative to the objectives set out in the 2022 financial plan and failure to achieve the financial covenants that the Group, including separately for the CCC business unit and for the Modivo business unit, is required to comply with under its financing agreements.

In the Management Board's opinion, a number of measures are also available to offset the adverse effect of the risks listed above on the Group's financial performance. The measures include cost savings in relation to the financial model as well as working capital optimisation.
The Management Board has taken appropriate measures in order to implement the plans set out in the financial model and in the agreements with the institutions financing the Group's operations, including the CCC Business Unit, and to ensure the Group and its business units (CCC and Modivo) retain liquidity even if their sales and/or margins come in below the target levels.

Should such measures prove insufficient for delivering the objectives set out in the budget, the Management Board may take steps to procure dividend payments from subsidiaries, which would enable the achievement of target performance and compliance with the financial covenants under the credit facility agreements.

In conclusion, despite the risks and exceptional circumstances mentioned above, based on the financial model for 2022, including the analyses and scenarios of alternative measures described above, and considering the execution of the agreements of October 27th 2022 changing the financial ratios and extending the financing period, the bondholders' consent obtained to reduce the required levels of financial ratios, and the other agreements for the financing of the Group's operations, the Company's Management Board believes that adequate preventive measures have been taken or prepared to ensure that these risks are mitigated and the Group's plans are carried out, and has therefore drawn up the accompanying financial statements on a going concern basis.

EFFECT OF CHANGES IN THE ECONOMIC SITUATION ON THE VALUATION OF ASSETS AND LIABILITIES OF CCC S.A.

Inventory write-downs
For more information, see Note 12.3.

Impairment losses on shares
As at October 31st 2022, following an assessment of indications of impairment of shares in subsidiaries and associates, no need to conduct an impairment test was identified. In the period for which these interim condensed separate financial statements were prepared, no impairment losses on shares in subsidiaries and associates were recognised.

Expected credit losses (ECL)
The Company assesses expected credit losses ("ECL") associated with financial instruments measured at amortised cost and fair value through other comprehensive income, regardless of whether there is any indication of impairment.

With respect to short-term trade receivables without a significant financing component, lease receivables and other receivables, the Company applies the simplified approach provided for in IFRS 9 and measures impairment losses in the amount of credit losses expected over the entire lifetime of a receivable since its initial recognition.

In the case of receivables for which a case-by-case approach is justified, the Company measures the probability of default based on market data published by Moody's.

With respect to those assets, the Company identified the risk of default and recognised an impairment loss of PLN 1.5m on trade receivables, PLN 2.7m on lease receivables, and PLN 0.3m on other receivables.

Another group of assets exposed to credit losses are loans. The Company identified the risk of default on those assets and thus recognised an impairment loss of PLN 204.7m as at the reporting date (January 31st 2022: PLN 163.7m). The Company also measures the risk under sureties issued (financial guarantees). The Company recognised an allowance for expected credit losses (ECL) on financial guarantees of PLN 80.4m (January 31st 2022: PLN 44.3m).

The increase in impairment losses on trade receivables, lease receivables, other receivables, loans and in the allowance for expected credit losses on financial guarantees was attributable to changes in market conditions, which led to an increase in the probability of default, but the Company is of the opinion that there was no major change in the credit risk related to the individual financial instruments relative to January 31st 2022.

Impairment of property, plant and equipment, intangible assets, goodwill and rights-of-use assets
As at October 31st 2022, following an assessment of indications of impairment of property, plant and equipment, intangible assets, goodwill and right-of-use assets, no need to conduct an impairment test was identified. In the period for which these interim condensed separate financial statements were prepared, no impairment losses on the above assets were recognised.

Other accounting matters and issues
As at the date of these interim condensed separate financial statements, the Company did not identify any material risks related to potential breach of the terms of its existing trade and supply contracts.
As a result of the financing agreements executed with banks, bondholders and other institutions, the Company is required to comply with a number of covenants, as described in detail in Section 19*Covenants/financial ratios* of the Directors' Report on the Group's operations.

As at October 31st 2022, in the opinion of the Management Board none of the covenants were breached during the reporting period and until the date of authorisation of these financial statements for issue.

Based on its financial projections for subsequent reporting periods, the Company believes that the recognised deferred tax asset is recoverable.

STATEMENT OF ACCOUNTING POLICIES

The accounting policies applied by CCC S.A. did not change relative to those applied and disclosed in the full-year financial statements for the financial year February 1st 2021 – January 31st 2022, except for the application of new or amended standards and interpretations effective for annual periods beginning on or after February 1st 2022.

The Company changed the presentation of costs of points of purchase and other distribution costs in the separate statement of comprehensive income. As of February 1st 2022, these costs are presented as a single cost item headed *Costs of points of purchase and distribution*. Also, the Company changed the presentation of costs by nature of expense by aggregating costs of other services and other expenses into a single item and by identifying a separate cost item headed *Advertising*. In the Company's opinion, these changes reflect the substance of cost aggregation and classification and the method used by management to analyse the items concerned. To ensure data comparability, the comparative data was restated accordingly.

The duration of the Company is unlimited.

New and amended accounting standards

The amended standards and interpretations which apply for the first time in 2022 do not have a material impact on the Company's interim condensed separate financial statements:
- Amendments to IAS 16: Property, Plant and Equipment – Proceeds before Intended Use
- Amendments to IAS 37: Onerous Contracts – Cost of Fulfilling a Contract
- Amendments to IFRS 3: Business Combinations – Reference to the Conceptual Framework
- Annual Improvements to IFRSs 2018–2020 Cycle.

The Company did not elect to early adopt any of the standards, interpretations or amendments that have been issued but are not yet effective in accordance with the European Union regulations.

FACTORS WITH MATERIAL BEARING ON THE INTERIM CONDENSED SEPARATE FINANCIAL STATEMENTS

Statement of comprehensive income

Revenue
The year-on-year revenue increase of PLN 218.6m was driven mainly by the roll-out of the omnichannel model at the Company and the expansion of the range of products available. The Company reported a strong revenue increase in the digital channel. In assessing the revenue growth, note should be taken of the temporary closure of offline stores at the beginning of 2021 due to the spread of the COVID-19 pandemic.

Cost of sales
Cost of sales grew 19% year on year. The increase is mainly due to the development of the digital CCC channel.

Costs of points of purchase and distribution
Costs of points of purchase and distribution increased by 10% year on year, driven mainly by:
- PLN 28.2m increase in salaries, wages and employee benefits expense, attributable mainly to higher salaries and wages,
- PLN 13.0m increase in other rental costs (sales-based rents and variable costs: utilities, electricity, etc.) attributable to renegotiation of lease contracts – shift from fixed rents to variable, sales-based rents,
- PLN 12.0m increase in costs of transport services,
- PLN 16.3m decrease in depreciation expense on right-of-use assets due to renegotiation of lease contracts.

Administrative expenses
The 44% year-on-year decrease in administrative expenses was attributable to a PLN 20.8m decrease in salaries, wages and employee benefits, mainly due to the bonus for the Management Board recognised in costs for 2021. In the reporting period, other costs by nature of expense fell by PLN 30.4m due to lower expenditure on outsourcing and advisory services.

Other income and expenses
Other income rose by PLN 26.8m year on year, to PLN 45.6m. The increase was mainly attributable to a gain on settlement of lease contracts and interest on late payments.

Other expenses increased by PLN 9.7m year on year, to PLN 12.9m. The increase in other expenses was mainly attributable to the liquidation and disposal of property, plant and equipment (closure of points of purchase operating under the CCC brand).

The allowance for expected credit losses on trade receivables and lease receivables was PLN 4.5m.

In effect, the operating result for the nine months ended October 31st 2022 was PLN 47.4m, up by PLN 2.1m year on year.

Finance costs and income
In the reporting period, finance income amounted to PLN 61.6m and included mainly the result on sale of shares to Gino Rossi S.A., in the amount of PLN 21.9m, interest income of PLN 24.2m, and measurement of a derivative financial instrument embedded in bonds issued to PFR (Equity Kicker) of PLN 10.5m.

On July 21st 2022, CCC S.A. sold 182,192,764 shares in the share capital to Gino Rossi S.A., representing 99% of Gino Rossi S.A.'s share capital, with a view to their voluntary cancellation. Proceeds from the transaction amounted to PLN 21.9m. A 100% impairment loss was recognised on all Gino Rossi S.A. shares, both as at the current reporting date and the reporting date of the previous period. As at the reporting date, CCC S.A. held 1,840,330.95 shares with a par value of PLN 1,539,715.98 (carrying amount of PLN 0.0m).

Finance costs amounted to PLN 82.3m and included mainly interest expense on borrowings and bonds of PLN 61.6m, interest on leases of PLN 9.3m, and foreign exchange gains of PLN 7.6m.

Net of income tax of PLN 2.1m, CCC S.A.'s net loss for the nine months ended October 31st 2022 was PLN 48.3m, compared with a profit of PLN 477.0m for the nine months ended October 31st 2021.

Statement of financial position

Assets

As at October 31st 2022, CCC S.A.'s total assets amounted to PLN 3,243.2m, down PLN 148.9m on January 31st 2022.

As at October 31st 2022, non-current assets amounted to PLN 2,409.5m, down by PLN 77.5m on the end of the previous year.

Property, plant and equipment – investments in stores as at October 31st 2022 amounted to PLN 271.5m, up PLN 13.2m on January 31st 2022.

As at the reporting date, the right-of-use assets were PLN 413.8m, down PLN 80.7m on January 31st 2022. The change is attributable to settlements related to existing lease contracts, contract modifications, which result, among other things, in a switch from fixed to sales-based rents, leading to non-recognition of a right of use or a lease liability (variable lease payments which do not depend on an index or rate are not included in the measurement of a lease liability, but charged to profit or loss in the period when an event or condition triggering the payments occurs or is fulfilled).

As at the reporting date, long-term and short-term loans amounted to PLN 872.7m, down PLN 2.5m on the end of the previous year.

Long-term and short-term lease receivables amounted to PLN 103.9m, up PLN 11.2m on January 31st 2022. The increase was mainly attributable to the execution of new lease contracts, modification of existing sublease contracts, and repayment of receivables.

Long-term investments include newly registered subsidiaries: OÜ CCC Estonia, UAB CCC Lithuania and SIA CCC Shoes Latvia. The total par value of the shares in these entities did not exceed PLN 50 thousand.

Current assets fell by PLN 71.4m relative to January 31st 2022. The change is mainly attributable to a PLN 0.7m decrease in cash as a consequence of financing provided to related parties (loans), with a concurrent payment of current liabilities, and a PLN 17.7m increase in inventories due to the seasonality of this balance-sheet item.

Trade receivables rose by PLN 55.3m year on year. The PLN 173.8m decrease in other receivables relative to January 31st 2022 was mainly attributable to the settlement of a debt assignment with the associate CCC.eu Sp. z o.o and the sale of shares to Gino Rossi S.A., described in the section on changes in the statement of comprehensive income.

Non-current liabilities

Other non-current financial liabilities of PLN 8.8m are related to the fair value measurement of the derivative instrument containing a potential obligation under an Equity Kicker related to the issue of bonds subscribed for by PFR Inwestycje Fundusz Inwestycyjny Zamknięty.

Current liabilities

Trade and other payables fell by PLN113.5m on January 31st 2022.
The increase in current provisions resulted from recognised allowances for expected credit losses on sureties (financial guarantees).

As at October 31st 2022, equity stood at PLN 1,199.7m and decreased by PLN 48.3m compared with January 31st 2022 due to a net loss of PLN 48.3m for the nine months ended October 31st 2022.

10. SEGMENTS

The Company applies the exemption for segment disclosures under IFRS 8 par. 4, therefore the analysis of the Company's operating segments was presented in the consolidated financial statements of the Group.
For detailed information on seasonality and periodic changes in sales, see Section 16.2 of the Directors' Report. Seasonality

(all amounts in PLN million unless stated otherwise)

11. NOTES TO THE INTERIM CONDENSED SEPARATE STATEMENT OF COMPREHENSIVE INCOME

11.1. COSTS BY NATURE OF EXPENSE

February 1st–October 31st 2022	COST OF SALES	COSTS OF POINTS OF PURCHASE AND DISTRIBUTION	ADMINISTRATIVE EXPENSES	TOTAL
unaudited, unreviewed				
Cost of merchandise sold	-1,427.6	–	–	-1,427.6
Raw material and consumables used	–	-16.3	-6.0	-22.3
Inventory write-downs	-6.9	–	–	-6.9
Salaries, wages and employee benefits	–	-211.4	-17.2	-228.6
Transport services	–	-30.5	-0.1	-30.6
Rental costs – utilities and other variable costs	–	-98.1	-1.6	-99.7
Advertising	–	-1.6	-1.0	-2.6
Depreciation	–	-131.1	-8.1	-139.2
Taxes and charges	–	-14.5	-1.3	-15.8
Other costs by nature of expense	–	-40.1	-19.2	-59.3
Total	**-1,434.5**	**-543.6**	**-54.5**	**-2,032.6**

August 1st–October 31st 2022	COST OF SALES	COSTS OF POINTS OF PURCHASE AND DISTRIBUTION	ADMINISTRATIVE EXPENSES	TOTAL
unaudited, unreviewed				
Cost of merchandise sold	-514.4	–	–	-514.4
Raw material and consumables used	–	-6.5	-1.6	-8.1
Inventory write-downs	-0.5	–	–	-0.5
Salaries, wages and employee benefits	–	-70.5	-5.8	-76.3
Transport services	–	-10.2	–	-10.2
Rental costs – utilities and other variable costs	–	-40.8	-0.7	-41.5
Advertising	–	-0.3	–	-0.3
Depreciation	–	-43.5	-2.5	-46.0
Taxes and charges	–	-5.3	-0.6	-5.9
Other costs by nature of expense	–	-18.0	-6.6	-24.6
Total	**-514.9**	**-195.1**	**-17.8**	**-727.8**

(all amounts in PLN million unless stated otherwise)

February 1st–October 31st 2021	COST OF SALES	COSTS OF POINTS OF PURCHASE AND DISTRIBUTION	ADMINISTRATIVE EXPENSES	TOTAL
unaudited, unreviewed, restated*				
Cost of merchandise sold	-1,208.3	–	–	-1,208.3
Raw material and consumables used	–	-14.3	-3.4	-17.7
Inventory write-downs	-1.4	–	–	-1.4
Salaries, wages and employee benefits	–	-183.2	-38.0	-221.2
Transport services	–	-18.5	-0.1	-18.6
Rental costs – utilities and other variable costs	–	-85.1	-1.4	-86.5
Advertising	–	-5.1	-0.3	-5.4
Depreciation	–	-147.4	-3.7	-151.1
Taxes and charges	–	-14.8	-1.4	-16.2
Other costs by nature of expense	–	-27.5	-49.6	-77.1
Total	**-1,209.7**	**-495.9**	**-97.9**	**-1,803.5**

*Following change in cost presentation (combination of costs of points of purchase and other distribution costs), data for the comparative period was restated.

August 1st–October 31st 2021	COST OF SALES	COSTS OF POINTS OF PURCHASE AND DISTRIBUTION	ADMINISTRATIVE EXPENSES	TOTAL
unaudited, unreviewed, restated*				
Cost of merchandise sold	-461.5	–	–	-461.5
Raw material and consumables used	0.1	-6.3	-1.0	-7.2
Salaries, wages and employee benefits	–	-75.4	-6.4	-81.8
Transport services	–	-6.0	–	-6.0
Rental costs – utilities and other variable costs	–	-34.0	-0.1	-34.1
Advertising	–	-2.4	-0.1	-2.5
Depreciation	–	-46.0	-1.2	-47.2
Taxes and charges	–	-6.6	-0.5	-7.1
Other costs by nature of expense	–	-12.7	-17.3	-30.0
Total	**-461.4**	**-189.4**	**-26.6**	**-677.4**

*Following change in cost presentation (combination of costs of points of purchase and other distribution costs), data for the comparative period was restated.

(all amounts in PLN million unless stated otherwise)

11.2. OTHER INCOME AND EXPENSES, FINANCE INCOME AND COSTS

	February 1st–October 31st 2022	August 1st–October 31st 2022	February 1st–October 31st 2021	August 1st–October 31st 2021
	unaudited, unreviewed	unaudited, unreviewed	unaudited, unreviewed	unaudited, unreviewed
Other expenses				
Loss on disposal of property, plant and equipment	-7.9	-1.0	-2.3	-0.2
Other	-5.0	-1.3	-0.9	-0.4
Total other expenses	**-12.9**	**-2.3**	**-3.2**	**-0.6**

	February 1st–October 31st 2022	August 1st–October 31st 2022	February 1st–October 31st 2021	August 1st–October 31st 2021
	unaudited, unreviewed	unaudited, unreviewed	unaudited, unreviewed	unaudited, unreviewed
Other income				
Foreign exchange gains on items other than debt	–	–	0.6	0.2
Compensation	0.7	0.2	0.2	0.2
PFRON wage subsidies	2.3	0.7	2.3	0.8
Grants	0.4	0.1	1.3	0.3
Gain on settlement of contracts with landlords	2.3	0.9	2.7	1.7
Gain on settlement of lease contracts	14.7	1.3	7.2	1.8
Late payment interest	21.8	–	–	–
Other income	3.4	2.0	4.5	-0.5
Total other income	**45.6**	**5.2**	**18.8**	**4.5**

	February 1st–October 31st 2022	August 1st–October 31st 2022	February 1st–October 31st 2021	August 1st–October 31st 2021
	unaudited, unreviewed	unaudited, unreviewed	unaudited, unreviewed	unaudited, unreviewed
(Recognition)/Reversal of loss allowances (impairment losses on receivables)				
(Recognition)/Reversal of impairment losses on trade receivables	-1.5	-0.7	–	–
(Recognition)/Reversal of impairment losses on other receivables	-0.3	6.5	–	–
(Recognition)/Reversal of impairment losses on lease receivables	-2.7	0.1	–	–
(Recognition)/reversal of total loss allowances	**-4.5**	**5.9**	**–**	**–**

(all amounts in PLN million unless stated otherwise)

	February 1st–October 31st 2022	August 1st–October 31st 2022	February 1st–October 31st 2021	August 1st–October 31st 2021
	unaudited, unreviewed	unaudited, unreviewed	unaudited, unreviewed	unaudited, unreviewed
Finance costs				
Interest on borrowings and bonds	-61.6	-24.6	-13.7	-7.6
Interest on leases	-9.3	-3.2	-14.7	-4.9
Foreign exchange gains (losses)	-7.6	3.9	-10.6	-1.7
Commission fees paid	-1.4	-1.2	-7.5	-0.6
Guarantees received	-2.4	-0.8	-17.4	-1.4
Total finance costs	**-82.3**	**-25.9**	**-63.9**	**-16.2**

	February 1st–October 31st 2022	August 1st–October 31st 2022	February 1st–October 31st 2021	August 1st–October 31st 2021
	unaudited, unreviewed	unaudited, unreviewed	unaudited, unreviewed	unaudited, unreviewed
Finance income				
Interest income on cash in current account and other interest income	24.2	8.2	23.9	12.0
Dividend received	–	–	200.0	200.0
Gain (loss) on sale of NG2 Suisse s.a.r.l. shares	–	–	6.2	4.0
Gain (loss) on sale of Modivo S.A. shares	–	–	280.0	140.0
Gain (loss) on sale of Gino Rossi S.A. shares	21.9	–	–	–
Derivative financial instruments embedded in bonds issued to PFR – Equity Kicker	10.5	–	–	–
Other finance income	0.2	0.1	1.5	0.1
Guarantees and sureties provided	4.8	1.2	22.3	1.4
Total finance income	**61.6**	**9.5**	**533.9**	**357.5**

	February 1st–October 31st 2022	August 1st–October 31st 2022	February 1st–October 31st 2021	August 1st–October 31st 2021
	unaudited, unreviewed	unaudited, unreviewed	unaudited, unreviewed	unaudited, unreviewed
(Recognition) / reversal of provisions for sureties provided for credit facilities used by subsidiaries	-36.1	–	25.5	–
(Recognition) / reversal of impairment losses on loans and other financial receivables	-41.0	–	-33.4	-6.6
(Recognition) / reversal of provisions for guarantee of trade payables of subsidiary	–	–	36.6	–
(Recognition)/reversal of total loss allowances	**-77.1**	**–**	**28.7**	**-6.6**

	February 1st–October 31st 2022	August 1st–October 31st 2022	February 1st–October 31st 2021	August 1st–October 31st 2021
	unaudited, unreviewed	unaudited, unreviewed	unaudited, unreviewed	unaudited, unreviewed
Impairment losses on shares	–	–	-74.2	–
Total impairment losses on shares	**–**	**–**	**-74.2**	**–**

(all amounts in PLN million unless stated otherwise)

12. NOTES TO THE INTERIM CONDENSED SEPARATE STATEMENT OF FINANCIAL POSITION

12.1. PROVISIONS

unaudited, unreviewed	PROVISION FOR JUBILEE AND RETIREMENT BENEFITS	PROVISION FOR RETURNS AND COMPLAINTS	EXPECTED CREDIT LOSS ALLOWANCE	TOTAL
As at February 1st 2022	**6.2**	**2.2**	**44.3**	**52.7**
Recognised	1.0	1.7	36.1	38.8
Used	–	-2.2	–	-2.2
As at October 31st 2022	**7.2**	**1.7**	**80.4**	**89.3**
Short-term	2.1	1.7	80.4	84.2
Long-term	5.1	–	–	5.1

audited	PROVISION FOR JUBILEE AND RETIREMENT BENEFITS	PROVISION FOR RETURNS AND COMPLAINTS	EXPECTED CREDIT LOSS ALLOWANCE	TOTAL
As at February 1st 2021	**6.0**	**3.8**	**261.2**	**271.0**
Used	–	-1.6	-161.1	-162.7
Reversed	0.2	–	-55.8	-55.6
As at January 31st 2022	**6.2**	**2.2**	**44.3**	**52.7**
short-term	1.2	2.2	44.3	47.7
long-term	5.0	–	–	5.0

(all amounts in PLN million unless stated otherwise)

12.2. DEFERRED TAX ASSETS AND LIABILITIES

unaudited, unreviewed	October 31st 2022	RECOGNISED / (CHARGED) ON PROFIT OR LOSS	February 1st 2022
Assets			
Impairment of assets	2.0	0.9	1.1
Provisions for liabilities	14.4	3.8	10.6
Other	6.6	6.3	0.3
Accelerated tax depreciation of property, plant and equipment	1.1	0.4	0.7
Tax losses	0.3	–	0.3
Measurement of lease contracts	25.3	-3.8	29.1
Measurement of financial instruments	1.7	1.7	–
Total before offset	**51.4**	**9.3**	**42.1**
Liabilities			
Other	6.1	4.7	1.4
Settlement under contracts with landlords	4.9	1.0	3.9
Total before offset	**11.0**	**5.7**	**5.3**
Offset	-11.0	-5.7	-5.3
Deferred tax balances as disclosed in statement of financial position			
Assets	40.4	3.6	36.8

audited	January 31st 2022	RECOGNISED / (CHARGED) ON PROFIT OR LOSS	February 1st 2021
Assets			
Impairment of assets	1.1	0.2	0.9
Provisions for liabilities	10.6	5.8	4.8
Other	0.3	–	0.3
Accelerated tax depreciation of property, plant and equipment	0.7	0.7	–
Tax losses	0.3	0.3	–
Measurement of lease contracts	29.1	1.4	27.7
Total before offset	**42.1**	**8.4**	**33.7**
Liabilities			
Accelerated tax depreciation of property, plant and equipment	3.9	-1.4	5.3
Other	1.4	-2.6	4.0
Total before offset	**5.3**	**-4.0**	**9.3**
Offset	-5.3	4.0	-9.3
Deferred tax balances as disclosed in statement of financial position	**36.8**	**12.4**	**24.4**
Assets	36.8	12.4	24.4
Liabilities	–	–	–

(all amounts in PLN million unless stated otherwise)

12.3. CHANGE IN IMPAIRMENT LOSSES/WRITE-DOWNS

Impairment losses/write-downs (PLNm)	Inventory	Trade receivables	Other receivables	Lease receivables	Loans	Interests in subsidiaries	Loan sureties of subsidiaries
unaudited, unreviewed							
As at February 1st 2022	**3.4**	**1.1**	**–**	**–**	**163.7**	**228.1**	**44.3**
Increase	6.9	1.5	0.3	2.7	41.0	–	36.1
Used	-3.4	–	–	–	–	-152.5	–
As at October 31st 2022	**6.9**	**2.6**	**0.3**	**2.7**	**204.7**	**75.6**	**80.4**

Impairment losses/ write-downs (PLNm)	Inventory	Trade receivables	Loans	Interests in subsidiaries	Loan sureties of subsidiaries	Guarantee of trade liabilities of subsidiaries
unaudited, unreviewed						
As at February 1st 2021	**3.2**	**0.6**	**252.0**	**134.3**	**133.9**	**127.9**
Increase	–	–	33.4	140.1	1.9	–
Decrease	-1.8	–	-112.8	-46.3	-97.8	-127.9
As at October 31st 2021	**1.4**	**0.6**	**172.6**	**228.1**	**38.0**	**–**

13. DEBT; CAPITAL AND LIQUIDITY MANAGEMENT

13.1. CAPITAL MANAGEMENT

The purpose of capital risk management is to protect the Company's ability to continue its operations so as to ensure a return on capital for the shareholders and benefits for other stakeholders, and to maintain a cost-optimised capital structure.

In accordance with the Company's dividend policy, the amount of dividend may not be lower than 33% or higher than 66% of the Group's consolidated net profit attributable to owners of the parent, provided that the ratio of net debt to EBITDA (understood as operating profit (loss) before depreciation and amortisation) as at the end of the financial year for which the dividend is to be distributed is less than 3.0. In recommending the amount of profit distribution, the Management Board will take into account the financial condition and liquidity position of the CCC Group, its existing and future liabilities (including potential restrictions under credit facility agreements and debt instruments in issue), as well as the assessment of the CCC Group's prospects in specific market and macroeconomic conditions.

Under the Financing Agreement of June 21st 2021, dividend may be paid on satisfaction of certain conditions, including: The Net Exposure / EBITDA ratio for the CCC Group (excluding Modivo S.A. and its subsidiaries) lower than 2.5, with the proviso that the dividend may not be paid earlier than two years after the execution of the said agreement – details of the covenants are described in the Directors' Report on the Group's operations in the *Covenants/financial ratios* section. For detailed information on the dividend policy, see *Dividend policy* in the full-year Directors' Report on the Group's operations.

To maintain or adjust the capital structure, the Company may adjust the amount of dividends declared to be paid to shareholders, return capital to shareholders, issue new shares or sell assets in order to reduce debt.

Similarly to other entities in the industry, the Company monitors its capital using the debt ratio. The ratio is calculated as net debt to total equity. Net debt is calculated as total borrowings (comprising short- and long-term credit facilities and bonds issued as disclosed in the separate statement of financial position) less cash and cash equivalents. The total amount of capital is calculated as the sum of the equity disclosed in the statement of financial position and the net debt.

(all amounts in PLN million unless stated otherwise)

13.2. DEBT UNDER BORROWINGS AND NOTES

The following note presents data on the Company's borrowings and bonds in issue.

	LIABILITIES UNDER BORROWINGS AND BONDS				
unaudited, unreviewed	**CREDIT FACILITIES**	**OTHER BORROWINGS**	**IN CURRENT ACCOUNT**	**BONDS**	**TOTAL**
As at February 1st 2022	**251.0**	**383.8**	**–**	**211.4**	**846.2**
short-term	251.0	19.1	–	1.4	271.5
long-term	–	364.7	–	210.0	574.7
As at February 1st 2022	**251.0**	**383.8**	**–**	**211.4**	**846.2**
Proceeds from debt contracted					
- financing received	–	14.0	–	–	14.0
- transaction costs	-1.0	–	–	-1.1	-2.1
Interest accrued	13.0	0.6	–	47.7	61.3
Debt-related payments					
- interest paid	-14.0	-0.5	–	-18.4	-32.9
Change in current account	–	–	0.1	–	0.1
Accession as joint and several debtor to CCC Shoes Bags & Sp. z o.o.'s liability under bonds and simultaneous expiry of liability towards CCC Shoes Bags & Sp. z o.o. under loan agreement	–	-366.5	–	366.5	–
Other non-cash changes	0.0	0.1	–	-19.2	-19.1
As at October 31st 2022	**249.0**	**31.5**	**0.1**	**586.9**	**867.5**
short-term	**–**	**31.5**	**0.1**	**15.9**	**47.5**
Credit facility with surety from BGK	–	–	–	–	–
Bond issued to PFR	–	–	–	7.5	7.5
CCC0626 bond	–	–	–	8.4	8.4
Borrowings from subsidiaries	–	31.5	–	–	31.5
long-term	**249.0**	**–**	**–**	**571.0**	**820.0**
Credit facility with surety from BGK	249.0	–	–	–	249.0
Bond issued to PFR	–	–	–	362.0	362.0
CCC0626 bond	–	–	–	209.0	209.0

On October 27th 2022, the Company's Management Board signed an agreement with the banks financing the Company on extension of the financing under the Common Terms Agreement in the part including the liquidity guarantee of up to PLN 250m extended by Bank Gospodarstwa Krajowego (BGK), which expired on October 30th 2022. The agreement extended the financing for another 24 months.

In the previous year, in accordance with the uniform terms and conditions of Series A bonds of September 20th 2021, CCC Shoes & Bags Sp. z o.o. (a subsidiary of CCC S.A.) issued three hundred and sixty bonds with a nominal value of PLN 1.0m per bond, for a total issue price of PLN 360.0m. The bonds were subscribed for by PFR Inwestycje Fundusz Inwestycyjny Zamknięty ("PFR").

The bond redemption date is seven years from the issue date (September 22nd 2028). Interest on the bonds comprises semi-annual interest and deferred interest. The semi-annual interest is calculated for periods ending June 30th and December 31st of each year. As at the bonds issue date, the base rate of the semi-annual interest was 4.5% per annum. From January 1st 2022, the rate will be increased on the terms and conditions set out in the relevant agreement. The increased rate of the semi-annual interest will cease to apply from the first full interest period following the first date of listing of Modivo S.A. shares on the regulated market. Deferred interest is calculated semi-annually and payable on the date on which a bond is redeemed, with the proviso that the issuer has a prepayment option. The deferred interest rate is WIBOR plus a margin.

An embedded derivative instrument containing a potential obligation under an 'equity kicker' was identified in the bond instrument, which is initially measured at fair value and separated (bifurcated) from the host contract, and then subsequently measured at fair value through profit or loss on the basis of gains/losses as at each subsequent reporting date.

CCC S.A. issued a surety for the liabilities of CCC Shoes & Bags Sp. z o.o. under the bonds and the Issue Agreement. At the same time, CCC Shoes & Bags Sp. z o.o. entered into a PLN 360m loan agreement with CCC S.A. and transferred to CCC S.A., in the performance of the agreement, all proceeds from the bond issue (the terms of the loan agreement were the same as the terms of the bonds).

In the reporting year, CCC S.A. agreed to accede as joint and several debtor to the subsidiary's debt under the bonds on the terms and conditions set out in the Terms and Conditions of the Bonds (the "Bonds issued to PFR") and agreed to request the holder of the bonds to release CCC Shoes & Bags Sp. z o.o. from the debt and to pay all liabilities under the bonds and the Issue Agreement when due. Upon execution of the agreement on CCC S.A.'s accession to the debt, CCC S.A.'s obligations towards CCC Shoes & Bags Sp. z o.o. under the loan agreement expired.

In the Company's opinion, the above change is not significant (the terms of the loan agreement and the bonds are substantially the same).

For detailed information on covenants, see the *Covenants/financial ratios* section of the Directors' Report on the Group's operations.

(all amounts in PLN million unless stated otherwise)

	LIABILITIES UNDER BORROWINGS AND BONDS			
audited	**CREDIT FACILITIES**	**OTHER BORROWINGS**	**BONDS**	**TOTAL**
As at February 1st 2021	**247.2**	**–**	**210.3**	**457.5**
short-term	0.1	–	210.3	210.4
long-term	247.1	–	–	247.1
As at February 1st 2021	**247.2**	**–**	**210.3**	**457.5**
Proceeds from debt contracted				
- financing received	–	424.2	–	424.2
Interest accrued	7.5	11.4	7.7	26.6
Debt-related payments				–
- principal payments	–	-47.2	–	-47.2
- interest paid	-6.6	-4.6	-6.6	-17.8
Other non-cash changes	2.9	–	–	2.9
As at January 31st 2022	**251.0**	**383.8**	**211.4**	**846.2**
short-term	**251.0**	**19.1**	**1.4**	**271.5**
Credit facility with surety from BGK	*251.0*	–	–	*251.0*
CCC0626 bond	–	–	*1.4*	*1.4*
Borrowings from subsidiaries	–	*19.1*	–	*19.1*
long-term	**–**	**364.7**	**210.0**	**574.7**
CCC0626 bond	–	–	*210.0*	*210.0*
Borrowings from subsidiaries	–	*364.7*	–	*364.7*

EARNINGS (LOSS) PER SHARE

In the nine months ended October 31st 2022, basic and diluted loss per share was PLN 0.88. In the nine months ended October 31st 2021, basic and diluted earnings per share were PLN 8.69.

14. EVENTS AFTER THE REPORTING DATE

On November 18th 2022, a conditional share purchase agreement was signed, providing for the acquisition by CCC S.A. of a 75.1% equity interest in CCC Ukraine Spółka z ograniczoną odpowiedzialnością from Adler International A. Kutnik K. Janota Spółka komandytowa (Adler). The acquisition will be a non-cash transaction and its purpose is to satisfy CCC.eu Sp. z o.o.'s claims of PLN 23.8m against Adler. The acquisition of CCC Ukraine in exchange for debt is consistent with the strategy of the Group in which the company is the Parent, aiming at business expansion in Central and Eastern Europe and maximising the Group's share of the margin (with the ultimate effect of eliminating Adler as an intermediary in deliveries). In addition, despite the war hostilities, the Ukrainian market seems to offer good prospects for the Company's products (since many potential competitors have exited the market and it is necessary to provide for the needs of the population). It is therefore important to build the presence on that market and the foundations for growth after the war ends.
The completion of the share purchase agreement depends, among other things, on obtaining clearance from the Ukrainian antitrust authority and consent of the banks financing the Company's operations.

After the reporting date, the Company's and the Group's financing agreements were amended, as described in the *Going concern* note, which also discusses the resolutions passed by the Extraordinary General Meeting of CCC S.A.

INTERIM CONDENSED CONSOLIDATED DIRECTORS' REPORT ON THE OPERATIONS OF THE CCC GROUP

FOR THE NINE MONTHS

from February 1st to October 31st 2022

(all amounts in PLN million unless stated otherwise)

ABOUT THIS REPORT

This interim condensed consolidated Directors' Report on the operations of the CCC Group in the nine months ended October 31st 2022 contains financial and non-financial data, showing the results and position of the CCC Group on the Polish and European markets. This Report is published in the PDF format, in Polish and English. It contains logos and photographs of registered proprietary brands available in CCC, eobuwie and HalfPrice stores.
It covers the period from February 1st to October 31st 2022 and contains comparative data for the period from February 1st to October 31st 2021 and as at January 31st 2022. To keep the information as current as possible, this Report includes a summary of events after the reporting date up to the date of its issue.

CCC IN NUMBERS

The data relate to changes in the period February 1st–October 31st 2022 relative to the corresponding period of the previous year. Data calculated based on a table representing revenue from continuing operations by operating segments.

23%			
CHANGE IN THE GROUP'S REVENUE			
28%	INCREASE IN DIGITAL REVENUE	54%	SHARE OF DIGITAL REVENUE
12%	INCREASE IN REVENUE OF EOBUWIE (excluding Modivo)	85%	INCREASE IN REVENUE OF MODIVO (excluding eobuwie)
13%	REVENUE GROWTH CCC	8%	SHARE OF REVENUE HalfPrice
46%	SHARE OF REVENUE FROM FOREIGN MARKETS	28 MARKETS	(21 offline) (19 online)

15. BUSINESS OF THE CCC GROUP

The CCC Group (the "CCC Group", the "Group") is a leader of the retail and digital segments of the footwear market in Poland and Central Europe.

The Group's operations are currently organised into the following geographical segments:
- Poland
- Central and Eastern Europe
- Western Europe

The segmentation by sales channel is as follows:

- CCC
- eobuwie
- Modivo
- HalfPrice
- DeeZee
- Other activities

As at the reporting date, the CCC Group comprised a total of 975 offline chain stores located in modern shopping centres and malls, as well as a number of online sales platforms in Poland and 28 countries of Europe and the Middle East. CCC stores are renowned for their exciting, contemporary brands, many of which are achieving iconic status, including Lasocki, Gino Rossi, Jenny Fairy, Sprandi and DeeZee, as well as a wide range of licensed sports shoe and children's footwear brands. The CCC Group has a wide range of products, constantly expanded, picked and selected in response to the needs of consumer groups carefully targeted by particular brands. The CCC Group's portfolio is complemented by products offered by eobuwie, Modivo, and HalfPrice.

15.1. BUSINESS PROFILE

The CCC Group is the leader of the CEE footwear market, actively expanding its product portfolio to additionally include clothes and accessories.

The Group focuses on Customers, offering them high quality, fashionable products. In line with its mission, the CCC Group's main objective is 'To unlock fashion for everybody, everywhere'.

The Group's business model is based on an omnichannel platform of five complementary business lines: CCC, eobuwie, Modivo, HalfPrice, and DeeZee. The omnichannel model is based on the overlapping of online and offline sales channels and free migration of Customers between those channels. Expansion of the omnichannel platform is also supported by a number of facilities for customers, including express delivery, deferred payments, etc.

Products at brick-and-mortar stores are mainly sold under the CCC business line, which offers chiefly well-known private labels (Lasocki, Jenny Fairy, Gino Rossi) and under the new off-price concept called HalfPrice. In the six months to July 31st 2022, the Group's revenue generated through the offline channel accounted for 45% of the total.

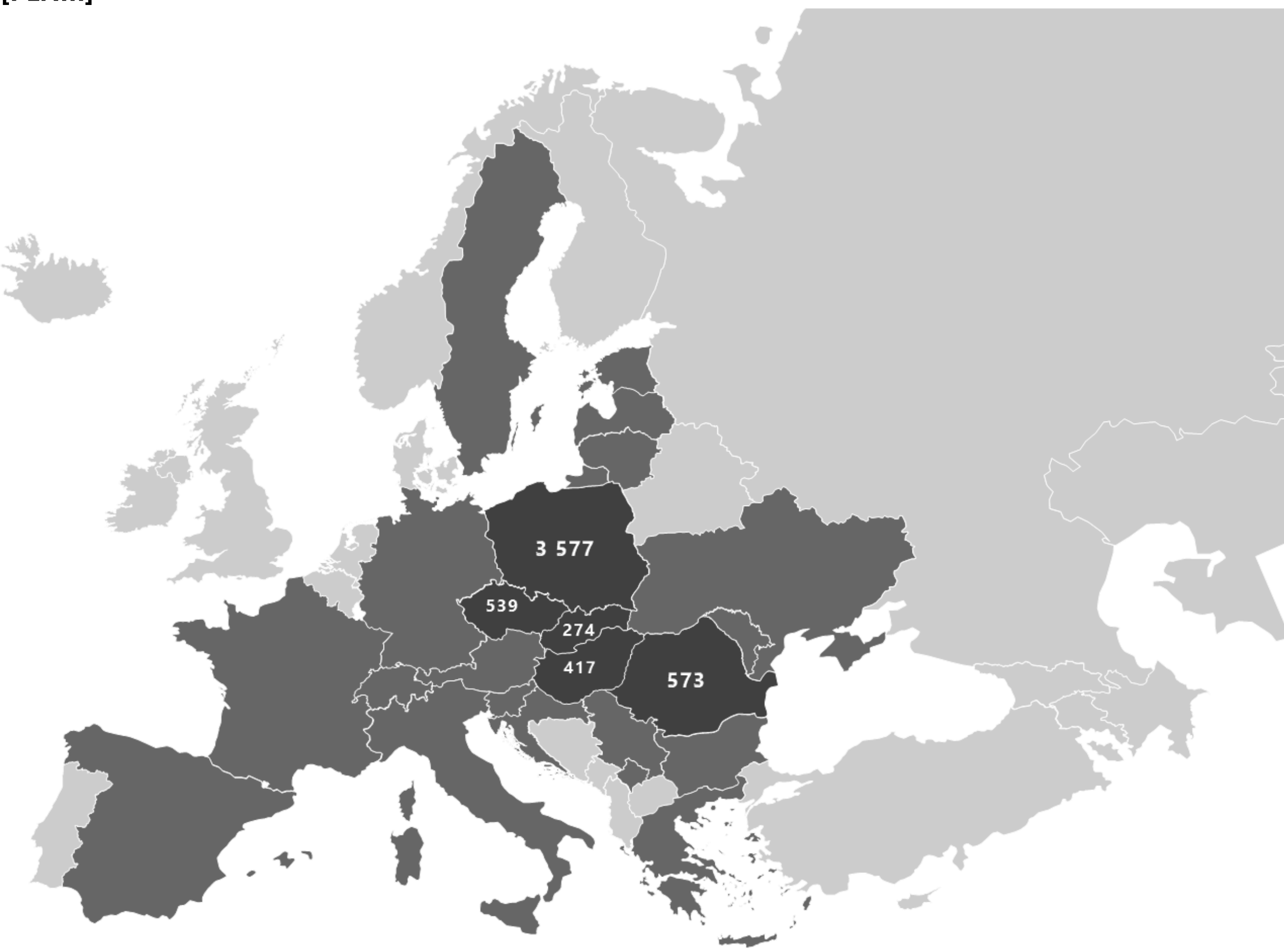
The Group is ramping up sales in the fast-growing e-commerce channel. The Group's revenue from this channel, accounting for 54% of the total, is generated through the CCC and HalfPrice online stores, as well as through the online platforms eobuwie and Modivo (offering mainly third-party brands) and DeeZee.

In November 2021, the CCC Group adopted a new business strategy called GO.25, under which the Group plans to triple its sales revenue (to approximately PLN 20bn) and deliver an EBITDA margin of 12% or more by 2025. This will be achieved by, among other things, increasing the share of new product categories (other than footwear) in the offering to one third, increasing the share of online sales in total revenue to 60%, as well as increasing customer satisfaction measured by NPS (Net Promoter Score) by 10 points for each of the Group's five business lines.

The main catalysts of the Group's revenue growth in the coming years will be dynamic expansion of the off-price segment (with 250 HalfPrice stores planned to be opened by 2025) and further scaling up of the Modivo Group's business (including the launch of the marketplace service and increasing foreign markets' contribution to revenue).

The Group intends to grow its business in a responsible and sustainable manner by engaging in projects that promote a low-carbon circular economy, diversity and transparency.

Five countries in which the CCC Group earned the most revenue in February 1st to October 31st 2022 [PLNm]



15.2. KEY EVENTS FROM FEBRUARY 1ST TO OCTOBER 31ST 2022

Q1

- eobuwie debuts in Latvia and Austria
- Marketplace service launched in Modivo
- International Business Unit (international development office) launched at Modivo S.A.
- CCC Group joins the UN Global Compact initiative

Q2

- CCC Group shuts down Russian operations
- Company CEO Damian Zapłata acquires shares in Modivo S.A.

Q3

- Commercial launch of the marketplace Modivo service
- HalfPrice reaches operating profitability

(all amounts in PLN million unless stated otherwise)

- eobuwie zones are deployed at CCC stores – leveraging sales synergies within the Group
- Agreement on new financing terms is reached with banks and bondholders. For details, see Section *19 Covenants/financial ratios.*

Find out more about developments important to the Group on the websites:
https://corporate.ccc.eu/news/aktualnosci,1
https://corporate.ccc.eu/raporty#pills-relacjeinwestorskie-raporty-zakladki-raporty-biezace-1-tab

15.3. GEOGRAPHICAL COVERAGE OF CCC GROUP SALES CHANNELS

According to *Statista* forecasts, the global footwear market will grow at a CAGR of 5.9% (CAGR 2022–2027), and the global apparel market – at a CAGR of 5.5% (CAGR 2022–2026). The CCC Group's main sales market is the clothing and footwear market of Central and Eastern Europe (CEE). In 2021, the Group's share in the footwear retail market in the CEE region (comprising Poland, the Czech Republic, Hungary, Romania, Slovakia, Croatia, Slovenia, Bulgaria and Serbia) was close to 20%.
The CCC Group's slice of the domestic footwear market is growing every year. In 2021, the Group's share in the fragmented footwear retail market in Poland was estimated at close to 30%.
Outside Poland, the Group operates in Central and Eastern Europe, Western Europe, the Baltic States, the Balkans and the Middle East. The Group's showrooms operate in large shopping centres or at attractive high-street locations.

CHAIN	COUNTRY	October 31st 2022		January 31st 2022	
		m2	NUMBER	m2	NUMBER
CCC	Poland	284,629	446	278,752	432
	Hungary	53,451	77	54,035	79
	Czech Republic	50,046	85	53,264	86
	Romania	48,928	77	49,898	80
	Slovakia	33,183	51	34,896	53
	Croatia	20,624	28	21,015	29
	Slovenia	12,589	17	13,830	17
	Bulgaria	12,064	18	11,651	17
	Serbia	11,050	14	11,056	14
	Latvia	4,249	6	–	–
	Estonia	2,879	3	–	–
	Lithuania	1,420	2	–	–
TOTAL		**535,112**	**824**	**528,397**	**807**
OTHER	HalfPrice	141,714	84	84,810	61
	Modivo	23,705	35	20,715	28
TOTAL OWN STORES		**700,531**	**943**	**633,922**	**896**

CHAIN	COUNTRY	October 31st 2022		January 31st 2022	
		m^2	NUMBER	m^2	NUMBER
CCC FRANCHISE	Ukraine	10,649	17	11,613	17
	UAE*	5,302	6	5,302	6
	Saudi Arabia	2,420	3	2,420	3
	Kosovo	1,958	2	1,958	2
	Oman	1,223	1	1,223	1
	Qatar	1,002	1	1,002	1
	Bahrain	929	1	929	1
	Moldova	740	1	740	1
	Latvia	–	–	4,559	7
	Estonia	–	–	2,879	3
	Lithuania	–	–	2,020	3
TOTAL FRANCHISE		**24,223**	**32**	**34,645**	**45**
TOTAL CCC GROUP		**724,754**	**975**	**668,567**	**941**
Discontinued operations	Russia	–	–	26,880	40

*United Arab Emirates

Omnichannel sales

Omnichannel sales in the CCC Group's offline segment are made through the CCC, eobuwie, Modivo and HalfPrice own stores. In the reporting period, own stores operated in Poland, Hungary, the Czech Republic, Romania, Slovakia, Croatia, Slovenia, Bulgaria, Serbia, Latvia, Estonia, Lithuania, and Austria (through the HalfPrice chain). As at the reporting date, the total number of these stores was 943 (including 84 HalfPrice stores and 35 eobuwie stores), With the number of franchise stores totalling 32.

The digital segment of omnichannel sales is represented by CCC, eobuwie, Modivo, and HalfPrice. As at reporting date, CCC's digital business was carried out in Poland, Hungary, Czech Republic, Romania, Slovakia, Croatia, Slovenia, Bulgaria, Austria, Ukraine, and Greece. The dedicated sales app was available in Poland, the Czech Republic, Slovakia, Romania, Hungary, Bulgaria, Greece, and Austria. The mobile app was downloaded more than nine million times (September 2022), with every fourth złoty earned by CCC during the reported period generated by the app.
In 2020, the Group expanded its services supporting online shopping with CCC Express (deliveries even within 90 minutes, available in 37 Polish cities as at the reporting date), deliveries over the weekend via InPost, and deferred PayPo payments. What is more, 2021 saw the implementation of OMS (Order Management System), which transformed CCC stores into mini-hubs that can ship e-commerce orders, offering customers better access to more products.

As at the reporting date, eobuwie operated (under local domain names) in Poland, the Czech Republic, Slovakia, Slovenia, Romania, Hungary, Bulgaria, Croatia, Switzerland, Ukraine, Greece, Italy, Lithuania, Germany, Sweden, Spain, France, Austria, and Latvia. The eobuwie app (operating under local names) was available on all of those markets. The Modivo platform is also available in these countries (except for Switzerland, Sweden and Spain). In addition, the innovative esize.me function was launched in the eobuwie app in the Czech Republic, Hungary, Bulgaria and Greece in August 2021.

HalfPrice is a modern store concept in the off-price segment, offering a wide variety of popular brands at attractive prices, including clothing, footwear, accessories, toys and home furnishings and decor. The network, launched in Poland in May 2021, operated in seven European markets as at the reporting date. As at the reporting date, HalfPrice operated 70 stores in Poland, three in Austria, the Czech Republic and Hungary, two in Slovakia and Slovenia, and one in Croatia.

Omnichannel sales revenue increased in the reporting period by PLN 1,297.7m (up25.0%) year on year, to PLN 6,488.7m, accounting for 97.1% of total sales.

(all amounts in PLN million unless stated otherwise)

Digital sales

As at the reporting date, DeeZee operated exclusively in the digital segment. Digital sales revenue increased in the reporting period by PLN 7.9m (10.0%) year on year, to PLN 87.1m, and accounted for 1.3% of total sales.

Wholesale and other sales

In the reporting period, wholesale customers were franchisees operating in Ukraine, Latvia, Lithuania, Estonia, the United Arab Emirates, Kosovo, Saudi Arabia, Bahrain, Qatar, Moldova and Oman. As at the reporting date, stores in Latvia, Lithuania and Estonia were part of the CCC Group structure, with the number of franchise stores totalling 32.

Revenue from wholesale and sale of services decreased in the reporting period by PLN 53.9m (36.7%) in total, to PLN 92.9m, accounting for 1.4% of total sales. The above figures include continuing operations.

CHANGES IN EXCHANGE RATES

Part of the settlements of the CCC Group is denominated in foreign currencies. The USD and EUR exchange rates have an impact on the structure of revenue and costs. As the Group imports merchandise whose purchase prices are mainly denominated in USD, and also sells finished goods whose selling prices are denominated in EUR, the Group is exposed to currency risk. The Group also provides loans denominated in foreign currencies.

PERIOD (USD/PLN)	HIGH	LOW	END OF PERIOD	MID
February 1st–October 31st 2022	5.0381	3.9218	4.7340	4.5101
February 1st 2021–January 31st 2022	4.1893	3.6545	4.1147	3.9065
February 1st–October 31st 2021	3.9992	3.6545	3.9664	3.8424

PERIOD (EUR/PLN)	HIGH	LOW	END OF PERIOD	MID
February 1st–October 31st 2022	4.9647	4.4879	4.7089	4.7003
February 1st 2021–January 31st 2022	4.7210	4.4541	4.5982	4.5825
February 1st–October 31st 2021	4.6603	4.4541	4.6208	4.5676

16. MARKET ENVIRONMENT AND COMPETITION IN OUR KEY REGIONS

The main external factors affecting the Group’s business are the macroeconomic environment, industry outlook, and the competitive environment in the Group’s key operating regions.

16.1. MACROECONOMIC GROWTH IN POLAND AND CENTRAL AND EASTERN EUROPE

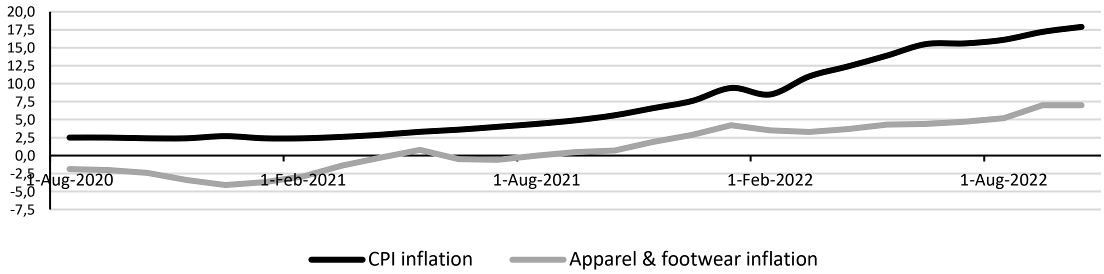
The CCC Group operates mainly on the markets of Central and Eastern Europe, with a clear dominance of the Polish market. As a result of the location of the Group’s sales channels in this region, the condition of the CEE economies has a significant impact on the sales of the Group.

The main factors that influenced the financial results in the reporting period were:

- **change in disposable income of consumers, change in propensity for consumption, change of shopping preferences**

Inflation has been rising fast over the past few months.

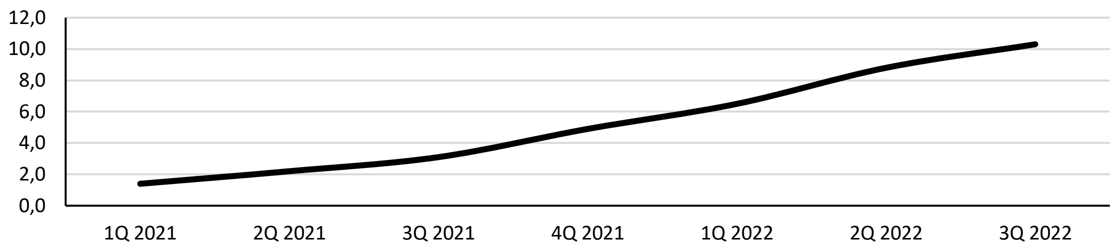
Inflation in Poland [%]



Source: NBP

Growing inflation changes the distribution of disposable income of consumers and consequently affects their shopping preferences. Customers tend to choose cheaper products and show higher price sensitivity. The Group makes every effort to ensure that the product offering is best tailored to customers' needs and takes numerous measures to steadily expand its range – in recent months new economy brands have been added to CCC's product portfolio to reduce threshold prices. Inflation for apparel and footwear has also been rising in recent months, albeit at a slower rate than the CPI.

Inflation in the European Union (HICP) [%]



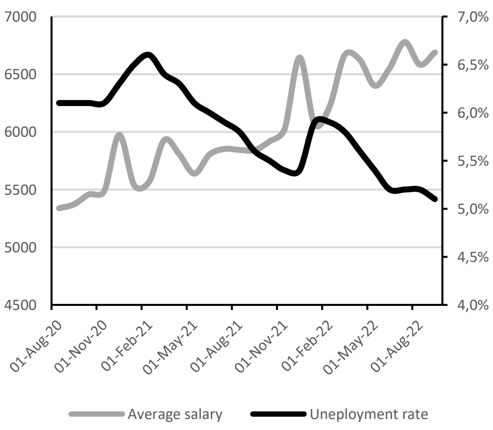
Source: EC

High inflation is seen across the European Union. According to European Commission data, the HICP inflation rate was approximately 10.0% for all member states in the third quarter of 2022.

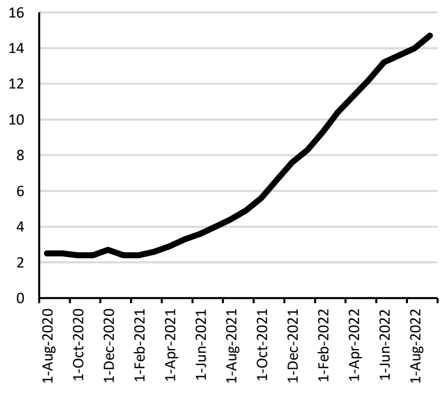
- **cost pressures,**

The inflation's impact is also seen on the cost side. Since 2021, wages have been rising rapidly while unemployment remained relatively low. Such a situation leads to wage pressures.

Unemployment rate and wage growth [%]



Increase in construction and assembly prices [%]

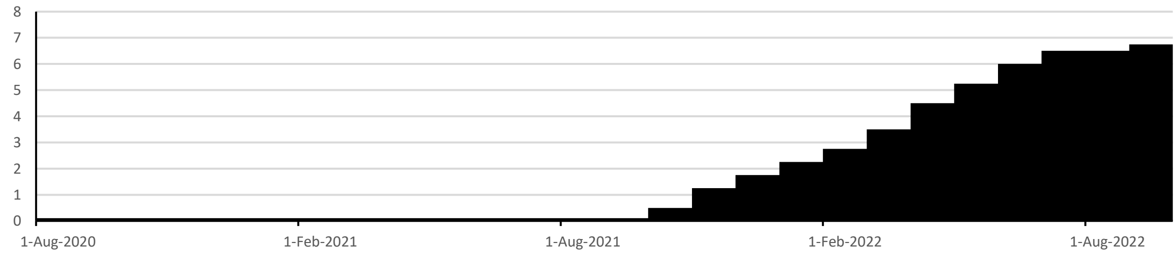


Source: Statistics Poland, National Bank of Poland

Since the second half of 2021, the prices of construction and assembly output have been growing rapidly, which mainly affected the costs and expenditure on the expansion of the offline sales chain. The CCC Group takes numerous measures to mitigate the inflationary cost increase.

– **interest rate changes,**

Reference rate in Poland [%]

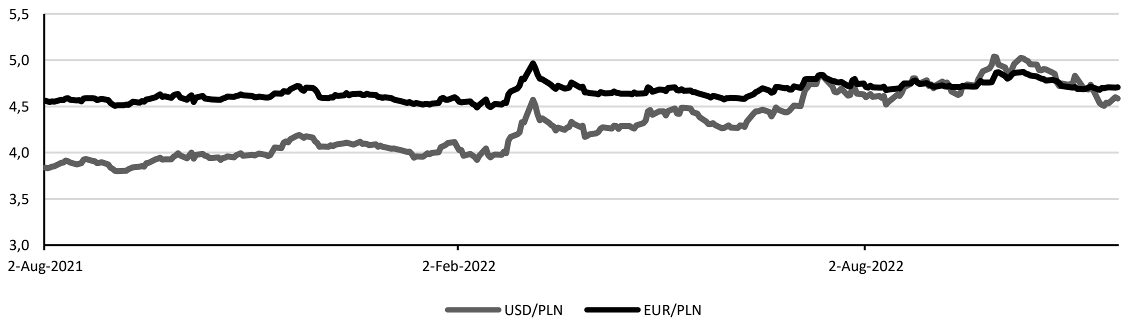


Source: NBP

Due to the strong growth of inflation in Poland, in October 2021 the Monetary Policy Council of the National Bank of Poland started a series of reference rate rises. In September 2022, the reference rate was increased to 6.75%. The interest rate hikes lead to higher debt service costs for the Group.

– **foreign exchange,**

EUR/PLN and USD/PLN exchange rates [PLN]



Source: NBP

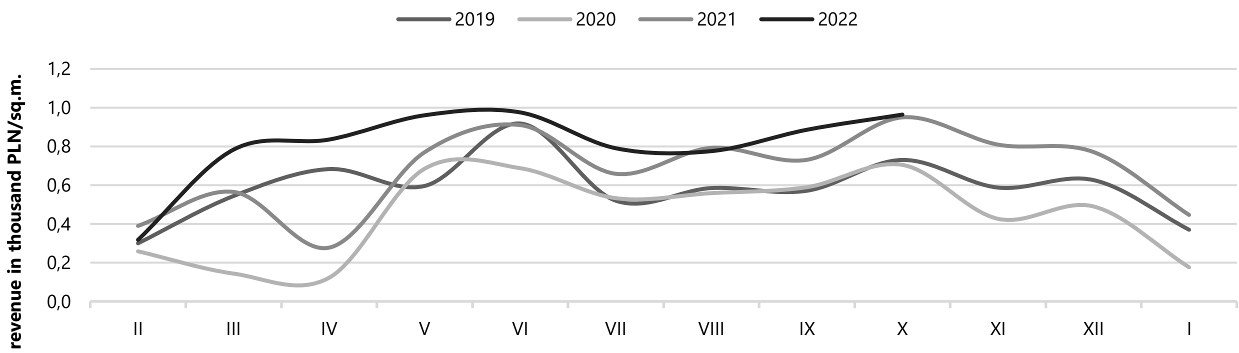
In late 2021 and early 2022, the geopolitical situation contributed to a strengthening of foreign currencies – the euro and the US dollar – against the Polish złoty. The depreciation of the złoty is exerting pressure on gross margin (USD, EUR) and rental costs (EUR). The Group mitigates the impact of changes in foreign exchange rates on its performance by actively adjusting its pricing and discount policies. It is also seeks to enter into contracts providing for flexible terms of lease of retail space, and some of its revenue is generated in the euro.

(all amounts in PLN million unless stated otherwise)

16.2. SEASONALITY

The weather and seasonality have a significant effect on the distribution of revenue during the financial year (peak demand falls in spring and autumn). Disruptive weather conditions can result in customers postponing purchasing decisions or in a shortened peak sales season. In 2020–2021, the seasonality of sales was disrupted by the effects of the global coronavirus pandemic and, in particular, by several rounds of administrative restrictions on retail trade through offline stores in most of the Group's markets.

Seasonality of revenue for CCC network in Poland in 2019–2022



17. OPERATIONAL DATA ON MODIVO S.A. SALES

KPI	Unit	Business line	Q2 2021	Q3 2021	Q4 2021	Q1 2022	Q2 2022	Q3 2022	change [yoy]
Share of mobile visits	%	eobuwie	78.8%	77.6%	79.1%	79.9%	80.5%	83.3%	5.8%
		Modivo	77.7%	79.4%	79.3%	78.4%	79.1%	80.2%	0.8%
Conversion rate	%	eobuwie	2.1%	1.8%	1.7%	1.9%	2.3%	2.0%	0.2%
		Modivo	1.5%	1.3%	1.6%	1.5%	1.8%	1.6%	0.3%
Active customers	k	eobuwie	6,968	7,356	7,591	7,814	8,102	8,265	908
		Modivo	723	879	1,200	1,386	1,669	1,908	1,029
Average number of SKUs	k	eobuwie	106,000	120,000	125,000	132,000	137,000	140,000	20,000
		Modivo	53,000	64,000	75,000	91,000	103,000	130,000	66,000

Definitions:

Share of mobile visits – share of visits via the mobile channel (including the tablet) in the total number of sessions.
Conversion rate – the total number of orders divided by the total number of sessions.
Active customers – the number of customers who have made at least one transaction in the last 12 months.
Average number of SKUs (Stock Keeping Units) – the average number of SKUs in the main warehouse during a quarter, rounded to the nearest thousand.

The share of visits via the mobile channel in the total number of sessions rose substantially (especially in the case of eobuwie) following the release of a new version of the eobuwie app and development of new functionalities in the Modivo app.

October 2022 saw the launch of marketplace Modivo on the Polish market. At the end of the third quarter, the platform's customers gained access to another 17,000 products (SKUs) offered by almost 60 partners.

The year-on-year increase in the conversion rate was attributable to the creation of a large and attractively priced offering, gradual increase in the share of mobile channels in trade, and continuous improvement of the customer journey and the payment and delivery methods.

(all amounts in PLN million unless stated otherwise)

18. ANALYSIS OF SELECTED FINANCIAL AND OPERATING DATA OF THE CCC GROUP

18.1. CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (KEY ITEMS)

REVENUE, COST OF SALES AND GROSS PROFIT

REVENUE BY DISTRIBUTION CHANNELS

	REVENUE [1]					
	February 1st–October 31st 2022	February 1st–October 31st 2021	Change (%)	August 1st–October 31st 2022	August 1st–October 31st 2021	Change (%)
	unaudited, unreviewed	unaudited, unreviewed, restated*		unaudited, unreviewed	unaudited, unreviewed, restated*	
CCC	3,046.0	2,693.2	13.1%	1,113.4	1,043.6	6.7%
eobuwie	2,306.5	2,063.6	11.8%	763.9	689.9	10.7%
Modivo	578.2	312.1	85.3%	228.8	120.5	89.9%
HalfPrice	558.0	122.1	>100%	257.7	81.9	>100%
DeeZee	87.1	79.2	10.0%	33.2	24.1	37.8%
Other	92.9	146.8	-36.7%	25.1	79.3	-68.3%
Total	**6,668.7**	**5,417.0**	**23.1%**	**2,422.1**	**2,039.3**	**18.8%**
Not allocated to segments/discontinued operations	12.8	91.9	-86.1%	0.0	16.1	-99.8%
Total	**6,681.5**	**5,508.9**	**21.3%**	**2,422.1**	**2,055.4**	**17.8%**

* As data for the current reporting period includes discontinued operations, the comparative data was restated.

REVENUE BY GEOGRAPHICAL SEGMENTS

	REVENUE [1]					
	February 1st–October 31st 2022	February 1st–October 31st 2021	Change (%)	August 1st–October 31st 2022	August 1st–October 31st 2021	Change (%)
	unaudited, unreviewed	unaudited, unreviewed, restated*		unaudited, unreviewed	unaudited, unreviewed, restated*	
Poland	3,576.8	2,897.0	23.5%	1,306.4	1,120.9	16.5%
Central and Eastern Europe	2,423.5	1,924.5	25.9%	901.1	724.7	24.3%
Western Europe	668.4	595.5	12.2%	214.6	193.7	10.8%
Total	**6,668.7**	**5,417.0**	**23.1%**	**2,422.1**	**2,039.3**	**18.8%**
Not allocated to segments/discontinued operations	12.8	91.9	-86.1%	0.0	16.1	-99.8%
Total	**6,681.5**	**5,508.9**	**21.3%**	**2,422.1**	**2,055.4**	**17.8%**

* As data for the current reporting period includes discontinued operations, the comparative data was restated.

[1] Only revenue from sales to external customers.

The revenue was affected by the change in sales at like-for-like stores, product mix expansion and changes resulting from the opening and closing of retail outlets. The breakdown of revenue into like-for-like sales and sales by newly opened or closed outlets is presented below.

LIKE-FOR-LIKE STORES

		LIKE-FOR-LIKE STORES [1]				OTHER STORES [2]		
BUSINESS LINE	**SEGMENT**	**NUMBER**	February 1st–October 31st 2022	February 1st–October 31st 2021	Change (%)	February 1st–October 31st 2022	February 1st–October 31st 2021	Change (%)
			unaudited, unreviewed	unaudited, unreviewed, restated*		unaudited, unreviewed	unaudited, unreviewed, restated*	
CCC	Poland	331	1,128.8	1,082.9	4.2%	353.7	364.8	-3.1%
CCC	Central and Eastern Europe	340	863.0	725.0	19.0%	97.0	78.8	23.1%
CCC	Western Europe	–	–	–	-	–	80.7	-100.0%
HalfPrice	Poland	–	–	–	-	421.2	105.1	>100%
HalfPrice	Central and Eastern Europe	–	–	–	-	72.0	9.0	>100%
HalfPrice	Western Europe	–	–	–	-	45.5	8.0	>100%
Total		**671**	**1,991.7**	**1,807.9**	**10.2%**	**989.4**	**646.4**	**53.0%**

* As data for the current reporting period includes discontinued operations, the comparative data was restated.

[1] Like-for-like stores are stores that operated without interruption in 2021 and 2022.
[2] All other stores, including new stores opened in the current or previous year; stores closed in the current or previous year; and stores which temporarily suspended operations.

In the reporting period, revenue generated by like-for-like stores rose by PLN 183.9m (up +10.2%).
Increases in like-for-like sales were reported in the Central and Eastern Europe market (up 19.0%) and in Poland (up 4.2%). There were no like-for-like stores in the Western European market.
Poland continues to be the largest retail market, with a 63.9% share in total revenue in 2022 (PLN 1,903.6m), compared with 63.3% (PLN 1,552.8m) in the same period of 2021.
The PLN 350.8m year-on-year growth in revenue generated in Poland was attributable to revenue from like-for-like stores (up PLN 45.9m) and revenue from other stores (up PLN 304.9m), including the HalfPrice chain (up PLN 316.1m). In Poland, the average retail space in the reporting period (February 1st–October 31st 2022) was 382.9 thousand m^2 compared with the previous year (February 1st−October 31st 2021), up 66.1 thousand m^2.
In the CEE segment as a whole, revenue was PLN 1,032.0m, having gone up 27.0% year on year. In the same period, average retail space in Central and Eastern Europe rose by 10.2 thousand m^2.

GROSS PROFIT BY DISTRIBUTION CHANNEL

	GROSS PROFIT					
	February 1st–October 31st 2022	February 1st–October 31st 2021	Change (%)	August 1st–October 31st 2022	August 1st–October 31st 2021	Change (%)
	unaudited, unreviewed	unaudited, unreviewed, restated*		unaudited, unreviewed	unaudited, unreviewed, restated*	
CCC	1,686.0	1,439.4	17.1%	608.0	596.3	2.0%
eobuwie	975.7	902.3	8.1%	309.9	305.3	1.5%
Modivo	240.1	124.9	92.2%	94.9	49.7	90.9%
HalfPrice	267.0	62.0	>100%	130.1	40.6	>100%
DeeZee	44.2	43.6	1.4%	15.4	12.3	25.2%
Other	2.3	8.7	-73.6%	4.9	7.2	-31.9%
Total	**3,215.3**	**2,580.9**	**24.6%**	**1,163.2**	**1,011.4**	**15.0%**

* As data for the current reporting period includes discontinued operations, the comparative data was restated.

(all amounts in PLN million unless stated otherwise)

GROSS PROFIT BY GEOGRAPHICAL SEGMENTS

	GROSS PROFIT					
	February 1st–October 31st 2022	February 1st–October 31st 2021	Change (%)	August 1st–October 31st 2022	August 1st–October 31st 2021	Change (%)
	unaudited, unreviewed	unaudited, unreviewed, restated*		unaudited, unreviewed	unaudited, unreviewed, restated*	
Poland	1,678.3	1,328.8	26.3%	611.5	540.9	13.0%
Central and Eastern Europe	1,233.7	972.9	26.8%	453.9	382.9	18.5%
Western Europe	303.3	279.2	8.6%	97.8	87.6	11.6%
Total	**3,215.3**	**2,580.9**	**24.6%**	**1,163.2**	**1,011.4**	**15.0%**

* As data for the current reporting period includes discontinued operations, the comparative data was restated.

COSTS OF POINTS OF PURCHASE AND DISTRIBUTION

	COSTS OF POINTS OF PURCHASE AND DISTRIBUTION					
	February 1st–October 31st 2022	February 1st–October 31st 2021	Change (%)	August 1st–October 31st 2022	August 1st–October 31st 2021	Change (%)
	unaudited, unreviewed	unaudited, unreviewed, restated*		unaudited, unreviewed	unaudited, unreviewed, restated*	
Salaries, wages and employee benefits	-735.8	-546.9	34.5%	-256.0	-222.0	15.3%
Advertising	-677.5	-589.0	15.0%	-277.1	-254.5	8.9%
Depreciation	-403.9	-381.0	6.0%	-136.4	-126.8	7.6%
Other expenses	-251.7	-160.5	56.8%	-101.2	-41.7	>100%
Transport services	-353.6	-295.2	19.8%	-123.8	-102.8	20.4%
Other rental costs – utilities and other variable costs	-219.4	-156.0	40.6%	-63.8	-61.1	4.4%
Raw material and consumables used	-133.8	-108.2	23.7%	-47.6	-45.1	5.5%
Taxes and charges	-32.6	-25.2	29.4%	-13.0	-11.1	17.1%
Total	**-2,808.3**	**-2,262.0**	**24.2%**	**-1,018.9**	**-865.1**	**17.8%**

* Due to the presentation of discontinued operations in the current-period data and change of cost presentation (combination of costs of points of purchase and other distribution costs), data for the comparative period was restated.

ADMINISTRATIVE EXPENSES

	ADMINISTRATIVE EXPENSES					
	February 1st–October 31st 2022	February 1st–October 31st 2021	Change (%)	August 1st–October 31st 2022	August 1st–October 31st 2021	Change (%)
	unaudited, unreviewed	unaudited, unreviewed, restated*		unaudited, unreviewed	unaudited, unreviewed, restated*	
Salaries, wages and employee benefits	-133.6	-97.7	36.7%	-46.2	-23.3	98.3%
Other expenses	-66.4	-95.4	-30.4%	-24.7	-39.4	-37.3%
Depreciation	-36.5	-35.5	2.8%	-12.5	-11.6	7.8%
Raw material and consumables used	-23.1	-14.9	55.0%	-8.3	-5.6	48.2%
Other rental costs – utilities and other variable costs	-18.5	-17.5	5.7%	-5.4	-6.6	-18.2%
Taxes and charges	-4.2	-5.9	-28.8%	-1.4	-1.8	-22.2%
Advertising	-2.3	-15.0	-84.7%	-0.6	-0.4	50.0%
Transport services	-0.4	–	-	-0.2	–	-
Total	**-285.0**	**-281.9**	**1.1%**	**-99.3**	**-88.7**	**12.0%**

* Due to the presentation of discontinued operations in the current-period data and change of cost presentation (combination of costs of points of purchase and other distribution costs), data for the comparative period was restated.

EFFECT OF OTHER INCOME AND EXPENSES

OPERATING INCOME AND EXPENSES

In the reporting period, other expenses and other income attributable to continuing operations were PLN 127.2m and PLN 38.1m, respectively; on a net basis, the Group generated PLN 89.1m of other expenses, compared with PLN 12.4m of other income in the corresponding period of 2021. The change was largely attributable to the recognition in the reporting period of foreign exchange losses on items other than debt (PLN 69.8m).

OPERATING PROFIT (LOSS)

Operating loss in the reporting period was PLN 1.2m. Year on year, the result decreased by PLN 51.5m. The decrease was mainly attributable to an increase in operating expenses and to foreign exchange losses on items other than debt, which were partly offset by higher revenue (PLN 1,172.6m) and a higher gross margin (up 1.3pp). The increase in operating income and expenses was due mainly to the revival of sales in the retail channel, development of the digital channel and the omnichannel model, expansion of the product portfolio, and growth of the HalfPrice segment. The growth in margins was a combined effect of higher initial-price sales and discount policy management, among other factors.

FINANCE INCOME AND COSTS

In the reporting period, finance costs and finance income attributable to continuing operations were PLN 295.2m and PLN 19.6m, respectively; on a net basis, the Group generated PLN 275.6m of finance costs, compared with PLN 105.4m of finance costs in the corresponding period of 2021. The largest items of finance costs were interest expense on credit facilities and bonds (PLN 209.4m, compared with PLN 37.5m in the same period of the previous year), interest expense on leases (PLN 27.9m compared with PLN 34.8m in the same period of the previous year), and foreign exchange losses (PLN 32.0m vs. foreign exchange gains of PLN 0.5m in the same period last year). The largest item of finance income was the measurement of the derivative financial instrument embedded in bonds issued to PFR (Equity Kicker) (PLN 11.1m for the current period alone).

INCOME TAX

In the reporting period, income tax recognised in the statement of comprehensive income totalled PLN 12.7m.

NET PROFIT (LOSS)

After accounting for finance income and costs, loss allowances, share in the loss of an associate and income tax expense, net loss from continuing operations in the reporting period was PLN 289.5m, up by PLN 209.6m year on year.

(all amounts in PLN million unless stated otherwise)

18.2. CONSOLIDATED STATEMENT OF FINANCIAL POSITION (OVERVIEW OF THE MAIN ITEMS)

	October 31st 2022	January 31st 2022	Change (%)
	unaudited, unreviewed	audited	
Non-current assets, including:	**3,419.9**	**3,393.8**	**0.8%**
Total property, plant and equipment	1,418.0	1,288.7	10.0%
Right-of-use assets	1,262.1	1,388.9	-9.1%
Deferred tax assets	172.5	175.5	-1.7%
Current assets, including:	**4,116.5**	**4,106.9**	**0.2%**
Inventories	3,121.4	2,625.8	18.9%
Cash and cash equivalents	475.6	941.1	-49.5%
TOTAL ASSETS	**7,536.4**	**7,500.7**	**0.5%**
Non-current liabilities, including:	**2,821.4**	**3,410.2**	**-17.3%**
Bank borrowings and bonds	1,474.3	1,914.6	-23.0%
Lease liabilities	1,205.5	1,303.9	-7.5%
Current liabilities, including:	**3,857.4**	**2,938.9**	**31.3%**
Bank borrowings and bonds	1,086.7	545.0	99.4%
Trade and other payables	1,760.6	1,480.1	19.0%
TOTAL LIABILITIES	**6,678.8**	**6,349.1**	**5.2%**
EQUITY	**857.6**	**1,151.6**	**-25.5%**

INVENTORY

	INVENTORY		
	October 31st 2022	October 31st 2021	change [% yoy]
	unaudited, reviewed	unaudited, reviewed	
CCC	1,264.0	1,282.3	-1.4%
eobuwie	1,083.0	876.4	23.6%
Modivo	387.6	178.1	>100%
HalfPrice	356.5	119.3	>100%
DeeZee	30.3	32.6	-7.1%
Other companies	–	–	-
Total	**3,121.4**	**2,488.7**	**25.4%**

(all amounts in PLN million unless stated otherwise)

18.3. CONSOLIDATED STATEMENT OF CASH FLOWS (REVIEW OF THE MAIN ITEMS)

	February 1st–October 31st 2022	February 1st–October 31st 2021	Change (%)
	unaudited, unreviewed	unaudited, unreviewed, restated*	
Profit (loss) before tax from continuing operations	**-276.8**	**-55.1**	**>100%**
Adjustments	715.1	437.0	63.6%
Income tax paid	-70.3	-85.3	-17.6%
Cash flow before changes in working capital	**329.8**	**326.3**	**1.1%**
Changes in working capital	-60.7	-452.3	-86.6%
Cash flows from operating activities	**269.1**	**-126.0**	**<-100%**
Cash flows from investing activities	**-296.3**	**-152.0**	**94.9%**
Cash flows from financing activities, including:	**-438.3**	**702.7**	**<-100%**
Proceeds from borrowings	55.7	839.5	-93.4%
Repayment of borrowings	-64.3	-920.1	-93.0%
Lease payments	-324.1	-267.5	21.2%
Acquisition of eobuwie.pl shares from MKK3	–	-720.0	-100.0%
Advance payment from A&R Investments Limited and payment from Cyfrowy Polsat for the sale of eobuwie.pl shares	–	1,000.0	-100.0%
Total cash flows	**-465.5**	**424.7**	**<-100%**

18.4. INDICATORS

Profitability ratios	February 1st–October 31st 2022	August 1st–October 31st 2022	change [% yoy]	change [% qoq]
Gross margin	48.1%	48.0%	1.3%	-1.2%
Operating profit/(loss) margin	-0.0%	1.0%	-0.9%	-2.6%
Net profit/(loss) margin	-5.0%	-3.1%	-4.1%	-4.0%

Gross margin is calculated as the ratio of gross profit to revenue.
Operating profit/(loss) margin is calculated as the ratio of operating profit/(loss) to revenue.
Net profit/(loss) margin is calculated as the ratio of net profit/(loss) to revenue.

Liquidity ratios	October 31st 2022	January 31st 2022	change [yoy]	change [qoq]
Current ratio	1.1	1.4	-0.5	0.5
Quick ratio	0.3	0.5	-0.3	0.2
Inventory cycle (days)	225.0	222.5	0.8	-36.9
Average collection period (days)	8.6	10.3	-1.8	-3.2
Average payment period (days)	125.2	123.3	1.5	-20.4

The current ratio is calculated as the ratio of current assets to the carrying amount of current liabilities.
The quick ratio is calculated as the ratio of current assets less inventory to the carrying amount of current liabilities.
The inventory cycle in days is calculated as the ratio of the average inventory value for the last four quarters to cost of sales, multiplied by the number of days in the period.
The average collection period in days is calculated as the ratio of the average amount of receivables from customers for the last four quarters to revenue, multiplied by the number of days in the period.

(all amounts in PLN million unless stated otherwise)

The average payment period in days is calculated as the ratio of the amount of trade and other payables for the last four quarters to cost of sales, multiplied by the number of days in the period.

Operating efficiency ratios	October 31st 2022	January 31st 2022	change [% yoy]	change [% qoq]
Equity to non-current assets ratio	25.1%	33.9%	-14.9%	24.8%
Debt ratio	34.0%	32.8%	1.0%	7.7%
Short-term debt ratio	14.4%	7.3%	8.8%	−10.7%
Long-term debt ratio	19.6%	25.5%	-7.9%	18.4%

Equity to non-current assets ratio is calculated by dividing equity by non-current assets.
Debt ratio is calculated by dividing debt under long-term and short-term borrowings and bonds by total assets.
Short-term debt ratio is calculated by dividing short-term debt under borrowings and bonds by total assets.
Long-term debt ratio is calculated by dividing long-term debt under borrowings and bonds by total assets.

PROFIT GUIDANCE

No profit guidance has been published.

18.5. CURRENT SALES TRENDS

The CCC Group started the fourth quarter of 2022 with a rapid growth in revenue, which in November rose 29% year on year. For the first time on record, the Group's one-month sales exceeded PLN 1bn and reached PLN 1,030m.

The change in the Group's revenue was mainly driven by sales recorded by the CCC segment, which went up PLN 104m year on year (up 30%). The result benefited from sales in like-for-like stores (LFL, up 19%) and the almost two-fold increase in CCC's online sales, which accounted for 30% of the segment's revenue (up 8pp year on year). CCC omnichannel sales per square metre in November 2022 amounted to PLN 824, significantly surpassing the previous historical best levels.
The key drivers behind the strong sales performance of the CCC segment were as follows:
1) fashionable and attractively priced product offering, well suited to customers' needs and purchasing power;
2) effective marketing campaign during Singles Day, Black Week and Cyber Monday;
3) a spell of significantly colder weather.

The revenue of eobuwie and Modivo increased by 3% and 63%, respectively. In the multibrand e-commerce industry, there is a growing competitive pressure.

Sales in the HalfPrice segment almost trebled year on year due to the continued expansion of the store chain and high LFL sales (up 26%).

The fourth quarter of the financial year is usually the sale season for the autumn and winter collections. In addition, in the fourth quarter consumers remain negatively impacted by the macroeconomic environment (in particular high inflation and interest rates), which makes them highly sensitive to price levels. Moreover, the industry is seeing continued high inflation in the supply chain, aggravated by the depreciation of the Polish currency.

The CCC Group maintains its assumptions regarding annual sales for 2022 (PLN 9.0-9.2bn).

19. COVENANTS/FINANCIAL RATIOS

The CCC Group

Financing in the CCC Group is provided at the level of two business units, which are separately responsible for their liabilities:

- The CCC Business Unit (the CCC Group excluding the Modivo Business Unit) and, separately,
- the Modivo Business Unit (Modivo S.A. and all its subsidiaries).

In line with the rules set forth in the Credit Facility Agreement dated June 2nd 2021 and the Terms and Conditions of 1/2018 Bonds, the financial ratios of the CCC Business Unit are measured based on the Financial Information prepared following deconsolidation of the Modivo Business Unit from the Group's results. Financial ratios for the Modivo Business Unit are subject to separate regulations, in accordance with the definitions set forth in the credit facility agreements made with individual banks.

In order to prepare the CCC Business Unit's results, the Group's consolidated data undergoes agreed procedures designed to separate the financial results of the CCC Business Unit from those of the Modivo Business Unit (deconsolidation of the Modivo Business Unit from the Group's results). The results of the Modivo Business Unit are deconsolidated taking into account the following adjustments or eliminations:

(a) recognition of Modivo S.A. shares at historical amount (PLN 2,699,640,000.00 with respect to the equity interest held by CCC)

(b) recognition of balances and turnovers of the CCC Business Unit entities vis-à-vis the Modivo Business Unit entities.

The explanation of financial ratio calculations presented below is a simplified overview of the provisions of the credit facility agreements and the terms and conditions of the bonds (the Terms and Conditions). The purpose of the explanation is to present information on the methodology applied in the financing agreements to calculate the Group's financial ratios.

(all amounts in PLN million unless stated otherwise)

		The CCC Group		
		Modivo Business Unit		**CCC Business Unit**
Financial debt (PLNm), as at October 31st 2022 (based on the Business Unit's balance sheet)	Debt	**PLN 765.3m, including:** • PLN 593.6m convertible bonds for Softbank • PLN 171.7m bank loans	SEPARATE FINANCING	**PLN 1,795.6m, including:** • PLN 1,206.6m bank loans • PLN 218.3m 1/2018 bonds • PLN 373.1m PFR bonds (including deferred interest) • PLN -2.4m adjusted purchase price
	Cash	**PLN 150.0m**		**PLN 325.1m**
	Net debt	**PLN 614.9m**		**PLN 1,470.5m**
Debt ratio according to financing agreements (PLNm), as at October 31st 2022	Gross Financial Debt**	**PLN 1,015m, including:** • PLN 593.6m convertible bonds for Softbank • PLN 171.7m bank loans • PLN 249.7m reverse factoring		**PLN 1,423.0m, including:** • PLN 1,206.6m bank loans • PLN 218.3m 1/2018 bonds • PLN -1.9m marking of derivative transactions to market
	Net Financial Debt**	**PLN 864.6m** includes Softbank bonds		**PLN 1,097.9m**
	Net exposure **	• **Not applicable**		**PLN 1,467.0m, including:** • PLN 1,097.9m Net Financial Debt • PLN 110.4m bank guarantee facilities • PLN 258.7m reverse factoring***
Financial ratios (banks and bondholders)	Ratios	**Ratio review at the Modivo Business Unit level:** **As at January 31st 2023** $\frac{\textit{Gross Financial Debt/Cash}}{\text{EBITDA (excluding IFRS 16)}}$<3.5x		**Ratio review at the CCC Business Unit level:** **As at October 31st 2022** $EBITDA\ (excluding\ IFRS\ 16)$ >PLN 45m***** **As at January 31st 2023** $EBITDA\ (excluding\ IFRS\ 16) > 100$PLNm **As at January 31st 2023** $a)\ \frac{\textit{Net Exposure}}{\text{EBITDA (excluding IFRS 16)}}$<12.7x b) *DSCR* >1.0x *or DSCR with cash* >of 1.5x c) $Capital\ expenditure$ <PLN 240.2m
	Definitions according to financing agreements **(there may be differences in definitions relative to the ratios reported in the Financial Statements)**	**Financial Debt** – interest-bearing debt (including reverse factoring) **Net Financial Debt** – Financial Debt less cash **EBITDA** of the Modivo Business Unit, i.e., operating profit plus depreciation and amortisation (excluding amounts resulting from the implementation of IFRS 16) plus costs related to the incentive scheme;		**Financial Debt** – interest-bearing debt (excluding reverse factoring) – see more in the Financial Ratios section **Net Financial Debt** – Financial Debt less cash **Net Exposure** – Net Financial Debt plus reverse factoring and guarantees **EBITDA** of the CCC Business Unit, i.e., operating profit from continuing operations plus depreciation and amortisation; including numerous non-cash adjustments (excluding amounts resulting from the implementation of IFRS 16)

* The amount does not include an embedded derivative presented in the balance sheet as other financial liabilities (PLN 8.8m).
** Definitions according to the financing agreements, as described in the last part of this table.
*** Presented in the statement of financial position as a trade payable.
**** In accordance with the information presented in section *Financial ratios reviewed at the CCC Group after the reporting date*, the ratio has been changed.

Compliance with financial ratio/indicator requirements as at the reporting date

CCC Business Unit's ratios reviewed as at the reporting date
As at October 31st 2022, in the Management Board's opinion, during the reporting period and until the date of authorisation of this Report for issue, none of the financial ratios/indicators were breached.

Under the refinancing agreement of June 2nd 2021 and the ordinary bonds issue agreement (ISIN:PLCCC0000081) of May 17th 2021, as amended, the CCC Business Unit is obliged, among others, to test the following ratio:

EBITDA of the CCC Business Unit not lower than:
- PLN 30.0m as at July 31st 2022 – EBITDA as at July 31st 2022 was PLN 72.8m
- PLN 45.0m as at October 31st 2022 – the EBITDA amount will be published online in the Certificate of Compliance for Bondholders within one month from the issue of these financial statements for the relevant calculation period

Modivo Business Unit's ratios reviewed as at the reporting date
The Modivo Business Unit includes Modivo S.A. along with all of its subsidiaries. As at October 31st 2022, in the Management Board's opinion, during the reporting period and until the date of authorisation of this Report for issue, none of the financial ratios/indicators were breached.

In accordance with the credit facility and factoring agreements in force, the Modivo Business Unit is obliged to test, among others:

Net Financial Debt/EBITDA for the Modivo Business Unit not higher than 3.5x (calculated every six months, next testing day: January 31st 2023.

Financial ratios reviewed at the CCC Group after the reporting date

On October 27th 2022, the Company signed amendments to the Common Terms Agreement of November 5th 2020 and to the credit facility agreement of June 2nd 2021, whereby the financing institutions agreed on changes to the financial ratios subject to testing. On October 24th, the Terms and Conditions were amended with respect to the terms and conditions concerning the testing of the Financial Ratios specified in the Terms and Conditions in order to align them with the provisions set out in the credit facility agreements. The purpose of the amendments to the financing agreements is to change the ratios so as to account for the results recorded under the current economic conditions, which are marked by growing inflation, market and exchange rate volatility, consequences of COVID-19, and the ongoing war in Ukraine.

Under the terms and conditions agreed with the financing institutions and bondholders, the levels and review dates of the following ratios were changed:

- EBITDA (calculated for the CCC Business Unit),
- Net Exposure/EBITDA (calculated for the CCC Business Unit).

Also the level and definition of DSCR were changed:

- DSCR (calculated for the CCC Business Unit),
- DSCR with cash (calculated for the CCC Business Unit).

Applicable financial ratios

In accordance with the financing agreements, formal confirmation of the fulfilment of the financing terms is to be made within specified time limits after the date of issue of the Group's consolidated financial statements.

a) EBITDA of the CCC Business Unit
EBITDA calculated for the CCC Business Unit (i.e., the CCC Group excluding the Modivo Business Unit) cumulatively for a period of 12 months, not less than:

(all amounts in PLN million unless stated otherwise)

Calculation Period	EBITDA for the CCC Business Unit
October 31st 2022	PLN 45m
January 31st 2023	PLN 100m
April 30th 2023	PLN 125m
July 31st 2023	PLN 150m
October 31st 2023	PLN 200m

EBITDA (cumulative for 12 months) excluding IFRS 16, i.e., operating profit from continuing operations plus depreciation and amortisation; taking into account numerous adjustments, such as the result of measurement of assets and liabilities other than derivative instruments (including the effects of asset impairment recognition and reversal); decreased by the gain or increased by the loss on the sale of fixed assets; decreased (excluding) by amounts arising from lease contracts (for, e.g., premises) that would have been operating leases prior to the implementation of IFRS 16; increased by dividends received (from non-consolidated entities); decreased by gain from a bargain purchase of a business unit; increased by operating profit or decreased by operating loss on discontinued operations.

(b) Capital expenditure of the CCC Business Unit

Capital expenditure calculated for the CCC Business Unit for the first time as at January 31st 2022 not higher than PLN 240.2m. As at January 31st 2022, capital expenditure of the CCC Business Unit amounted to PLN 185.8m (unused amount of PLN 69.2m available for use in the following year).

Capital expenditure calculated for the CCC Business Unit as at January 31st 2023 not higher than PLN 240.2m, that is PLN 171.0m plus PLN 69.2 not used in the previous year.

Capital Expenditure calculated as the sum of (i) expenditure to acquire property, plant and equipment, intangible assets and other non-current assets, (ii) expenditure to acquire equity or debt instruments of another entity and interests in joint ventures, (iii) the value of assets acquired under finance leases (iv) less fit-out costs (maximum fit-out costs as of January 31st 2023: PLN 31m) (v) less investment subsidies received in the form of non-repayable public grants or subsidies for the purchase of assets (vi) less the amount paid under the packages defined in the bank agreement as Permitted Purchase

(c) Net Exposure/EBITDA of the CCC Business Unit

Net Exposure/EBITDA calculated for the CCC Business Unit for the first time as at January 31st 2023 not higher than 12.7x. In subsequent periods, the ratio should not exceed the following levels for a given calculation period:

Calculation Period	Net Exposure/EBITDA
January 31st 2023	12.7x
April 30th 2023	8.5x
July 31st 2023	7.3x
October 31st 2023	3.9x
January 31st 2024	3.5x
April 30th 2024	3.8x
July 31st 2024	3.5x
October 31st 2024	3.0x
next Quarter End Date	as above

Gross Financial Debt means the total amount of liabilities of the CCC Business Unit entities (the Group excluding the Modivo Business Unit) under the following: loans, credit facilities, bond is issue, promissory notes, finance leases (excluding leases recognised in accordance with IFRS 16, which would have been classified as operating leases under IAS

17), factoring (excluding reverse factoring/confirming), marking of derivative transactions to market, other debt recognised in the accounts as financial debt under IAS. Gross Financial Debt does not include PFR bond financing.

Net Financial Debt means Gross Financial Debt less cash and cash equivalents.

Net Financial Exposure means net Financial Debt under reverse factoring and confirming, as well as letters of credit and guarantees.

(d) DSCR of the CCC Business Unit
DSCR calculated for the CCC Business Unit as of January 31st 2023 and July 31st 2023 not lower than 1.0x and in subsequent six-month periods ending on January 31st and July 31st – not less than 1.2x.

DSCR with Cash calculated for the CCC Business Unit as at January 31st 2023 and July 31st 2023 not lower than 1.5x. In these two periods, i.e., January 31st 2023 and July 31st 2023, a default occurs only when the required levels of both DSCR and DSCR with Cash are not achieved.

DSCR – the ratio of Cash Flows Available for Debt Service (EBITDA adjusted for numerous items, including decreased by income tax, increased by write-offs of accounts receivable and inventory, decreased by Capital Expenditure (excluding the portion financed by Permitted Financial Debt explicitly allocated for this purpose) to Debt Service

DSCR with Cash calculated in the same manner as DSCR, but with Cash Flows Available for Debt Service increased by cash at the beginning of the period.

(e) Net Financial Debt/EBITDA of the Modivo Business Unit
Net Financial Debt/EBITDA calculated for the Modivo Business Unit not higher than 3.5x – ratio as at July 31st 2022 and January 31st 2023.

20. FINANCIAL INSTRUMENTS

As at the reporting date, the Issuer used forward instruments to hedge against currency risk arising from an open exposure denominated in USD. Moreover, the CCC Group holds derivative instruments embedded in the bonds issued to PFR (Equity Kicker) and a derivative financial instrument embedded in bonds convertible into Modivo shares − voluntary conversion option

21. FEASIBILITY OF INVESTMENT PLANS

The Group intends to finance investment projects with its own funds and with external capital. Subject to the limitations set out in the refinancing agreement, the Management Board believes that there are currently no major threats which could adversely affect delivery of the investment plans in the future.

22. MATERIAL RELATED-PARTY TRANSACTIONS

To the best of the Group's knowledge, no material related-party transactions were concluded on non-arm's length terms during the financial year.

(all amounts in PLN million unless stated otherwise)

23. SHAREHOLDERS WITH MAJOR HOLDINGS

According to the information available to the Company, shareholders holding 5% or more of total voting rights in CCC S.A. as at October 31st 2022 were:

- ULTRO S.a.r.l. (a subsidiary of Dariusz Miłek), which held 17,077,465 Company shares, representing 31.12% of the share capital and 38.32% of total voting rights;
- Aviva OFE Aviva Santander, which held 4,022,000 Company shares, representing 7.33% of the share capital and 6.54% of total voting rights.
- Funds managed by Nationale-Nederlanden PTE SA, which held 3,229,000 Company shares, representing 5.89% of the share capital and 5.25% of total voting rights,

SHAREHOLDER	NUMBER OF SHARES HELD	% OWNERSHIP INTEREST	NUMBER OF VOTING RIGHTS	% VOTING INTEREST
Ultro S.a.r.l. (subsidiary of Dariusz Miłek)	17,077,465	31.12%	23,577,465	38.32%
Aviva OFE*	4,022,000	7.33%	4,022,000	6.54%
Funds managed by Nationale-Nederlanden PTE S.A.**	3,229,000	5.89%	3,229,000	5.25%
Other investors**	30,539,535	55.66%	30,689,535	49.89%
total:	**54,868,000**	**100.00%**	**61,518,000**	**100.00%**

* As per the list of shareholders entitled to participate in the Extraordinary General Meeting on November 17th 2022.
** Other investors holding less than 5% of voting rights.

23.1. SHARES IN THE PARENT AND IN RELATED ENTITIES HELD BY MANAGING AND SUPERVISING PERSONS

SHAREHOLDER	NUMBER OF SHARES AS AT THE DATE OF ISSUE OF THIS REPORT	PAR VALUE OF SHARES AS AT THE DATE OF ISSUE OF THIS REPORT (PLN)
Management Board		
Ultro S.a.r.l. (subsidiary of Dariusz Miłek)	17,077,465	1,707,746
Marcin Czyczerski, CEO and President	5,100	510
Karol Półtorak, Vice President	5,500	550
Igor Matus, Vice President	527	53
Supervisory Board		
Mariusz Gnych, Vice President	207,112	20,711

The other members of the Management Board and the Supervisory Board did not hold any shares in CCC S.A. Members of the Management Board and the Supervisory Board did not hold any shares in entities related to CCC S.A.

23.2. COMPANY SHAREHOLDERS HOLDING SPECIAL CONTROL RIGHTS

According to the Articles of Association of the Company, CCC S.A. shares are divided into two classes:

- ordinary bearer shares, each conferring one voting right in the Company,
- registered shares with voting preference, each conferring two voting rights in the Company,

SHAREHOLDER	NUMBER OF SHARES HELD	% OWNERSHIP INTEREST	NUMBER OF VOTING RIGHTS	% VOTING INTEREST
ULTRO Sp. z o.o. Subsidiary of Dariusz Miłek	6,500,000	11.85%	13,000,000	21.13%
Lech Chudy	50,000	0.09%	100,000	0.16%
Renata Miłek	50,000	0.09%	100,000	0.16%
Mariusz Gnych	50,000	0.09%	100,000	0.16%
Total	**6,650,000**	**12.12%**	**13,300,000**	**21.62%**

(all amounts in PLN million unless stated otherwise)

24. MANAGEMENT BOARD AND SUPERVISORY BOARD

As at October 31st 2022, the Management Board of CCC S.A. consisted of:

Full name of Management Board Member	Position held
Marcin Czyczerski	President of the Management Board
Karol Półtorak	Vice President
Adam Holewa	Vice President
Igor Matus	Vice President
Kryspin Derejczyk	Vice President

On September 29th 2022, Adam Marciniak resigned as Vice President of the Company's Management Board, with effect from September 29th 2022.

As at October 31st 2022 and as at the issue date of this Report, the Supervisory Board of CCC S.A. had the following composition:

Full name of Supervisory Board Member	Position held
Dariusz Miłek	Chair of the Supervisory Board (elected on April 11th 2019)
Wiesław Oleś	Deputy Chair of the Supervisory Board (Chair of the Supervisory Board elected on June 24th 2015/Deputy Chair of the Supervisory Board elected on May 9th 2019)
Filip Gorczyca	Member of the Supervisory Board (elected on April 11th 2019), Chair of the Audit Committee
Zofia Dzik	Member of the Supervisory Board (elected on June 18th 2019), member of the Audit Committee
Mariusz Gnych	Member of the Supervisory Board (elected on June 15th 2022), member of the Audit Committee

For a detailed description of the remits of the Management Board and Supervisory Board, see the corporate website: https://corporate.ccc.eu/wladze-ccc

25. OTHER INFORMATION

ITEMS THAT ARE UNUSUAL BECAUSE OF THEIR NATURE, VALUE OR FREQUENCY AND WHICH AFFECT ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS

Events occurring in the reporting period that were considered unusual items because of their nature and frequency were as follows:

- Reclassification of OBUV OOO's operations to discontinued operations and sale of 100% of its shares to a buyer outside the Group. The event is described in more detail in Note 7 'Discontinued Operations';
- Acquisition of assets of the Group's former franchisee operating in Lithuania, Latvia and Estonia. The event is described in more detail in Note 6. 'Acquisition of subsidiaries and associates';
- Fulfilment of an investment commitment as a result of which MODIVO S.A. and the partnership limited by shares whose sole general partner is Damian Zapłata, President of the MODIVO S.A. Management Board, executed an agreement to subscribe for 38,000 new Series I shares with a par value of PLN 0.20 per share, at an issue price of PLN 600 per Series I share, that is in exchange for a cash contribution of PLN 22.8m. At the same time, the other non-controlling shareholders of MODIVO S.A. subscribed for 2,005 Series I shares in exchange for a cash contribution of PLN 1.2m. As a result of the transactions, the non-controlling interest in MODIVO S.A. increased from 25.01% to 25.31%.

IMPAIRMENT LOSSES, PROVISIONS AND DEFERRED TAX
For details, see "Interim condensed consolidated financial statements".

MATERIAL TRANSACTIONS OF PURCHASE AND SALE OF PROPERTY, PLANT AND EQUIPMENT AND RELATED LIABILITIES
No material transactions of purchase or sale of property, plant and equipment, or any related liabilities, occurred in the reporting period and after the reporting date.

MATERIAL PROCEEDINGS PENDING BEFORE COURT, COMPETENT ARBITRATION AUTHORITY OR PUBLIC ADMINISTRATION AUTHORITY, CONCERNING LIABILITIES AND RECEIVABLES OF THE ISSUER OR ITS SUBSIDIARIES, INCLUDING AN INDICATION OF THE SUBJECT MATTER OF THE PROCEEDINGS, VALUE OF THE DISPUTE, DATE WHEN THE PROCEEDINGS WERE INITIATED, PARTIES TO THE INITIATED PROCEEDINGS AND THE ISSUER'S POSITION
Not applicable.

MATERIAL LITIGATION SETTLEMENTS
Not applicable.

CORRECTIONS OF PRIOR PERIOD ERRORS
Not applicable.

CHANGES IN ECONOMIC ENVIRONMENT AND TRADING CONDITIONS WITH A MATERIAL EFFECT ON THE FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES OF THE COMPANY, IRRESPECTIVE OF WHETHER SUCH ASSETS AND LIABILITIES ARE CARRIED AT FAIR VALUE OR ADJUSTED ACQUISITION COST (AMORTISED COST)
Information on changes in the economic environment and trading conditions is presented in the section on going concern and events subsequent to the reporting date.

CREDIT DEFAULT OR BREACH OF MATERIAL CREDIT COVENANTS WITH RESPECT TO WHICH NO REMEDIAL ACTION WAS TAKEN BEFORE THE END OF THE REPORTING PERIOD
Not applicable.

EXECUTION BY THE ISSUER OR ANY OF ITS SUBSIDIARIES OF ONE OR MORE RELATED-PARTY TRANSACTIONS, IF CONCLUDED ON NON-ARM'S LENGTH TERMS, INCLUDING INFORMATION ON THE VALUE OF SUCH TRANSACTIONS; INFORMATION ON INDIVIDUAL TRANSACTIONS MAY BE GROUPED BY TYPE, EXCEPT WHERE INFORMATION ON INDIVIDUAL TRANSACTIONS IS NECESSARY TO UNDERSTAND THEIR IMPACT ON THE ISSUER'S ASSETS, FINANCIAL POSITION AND FINANCIAL PERFORMANCE
Not applicable.

CHANGE IN THE METHOD USED TO DETERMINE THE FAIR VALUE OF FINANCIAL INSTRUMENTS
Not applicable.

CHANGES IN THE CLASSIFICATION OF FINANCIAL ASSETS AS A RESULT OF CHANGE IN THE PURPOSE OR USE OF THE ASSETS
Not applicable.

ISSUE, REDEMPTION AND REPAYMENT OF NON-EQUITY AND EQUITY SECURITIES
Not applicable.

DIVIDEND PAID OR DECLARED, IN TOTAL AND PER SHARE, WITH THE DIVISION INTO ORDINARY AND PREFERENCE SHARES
Not applicable.

CHANGES IN CONTINGENT LIABILITIES OR CONTINGENT ASSETS THAT HAVE OCCURRED SINCE THE END OF THE LAST FINANCIAL YEAR
Not applicable.

OTHER INFORMATION WHICH MAY MATERIALLY AFFECT THE ASSESSMENT OF THE ISSUER'S ASSETS, FINANCIAL CONDITION AND PROFIT/LOSS

Not applicable.

CHANGES TO THE ORGANISATION OF THE ISSUER'S GROUP, INCLUDING CHANGES RESULTING FROM A MERGER OF ENTITIES, THE GAINING OR LOSS OF CONTROL OVER SUBSIDIARIES AND LONG-TERM INVESTMENTS, AS WELL AS THE DIVISION, RESTRUCTURING OR DISCONTINUATION OF BUSINESS ACTIVITIES, AND IDENTIFICATION OF ENTITIES SUBJECT TO CONSOLIDATION, AND IN THE CASE OF THE ISSUER BEING A HOLDING ENTITY, WHICH IS NOT REQUIRED TO PREPARE CONSOLIDATED FINANCIAL STATEMENTS UNDER THE APPLICABLE REGULATIONS OR MAY NOT PREPARE CONSOLIDATED FINANCIAL STATEMENTS – ADDITIONALLY, INDICATION OF THE REASON FOR AND LEGAL BASIS OF THE LACK OF CONSOLIDATION

For details, see "Structure of the CCC Group".

MANAGEMENT BOARD'S POSITION ON THE FEASIBILITY OF MEETING ANY PREVIOUSLY PUBLISHED FORECASTS FOR A GIVEN YEAR IN LIGHT OF THE RESULTS PRESENTED IN THE QUARTERLY REPORT

Not applicable.

LOAN SURETIES OR GUARANTEES ISSUED BY THE ISSUER OR ITS SUBSIDIARY WHERE THE AGGREGATE VALUE OF SUCH OUTSTANDING SURETIES OR GUARANTEES ISSUED TO A SINGLE ENTITY OR ITS SUBSIDIARY IS SIGNIFICANT

In the reporting period, no significant guarantees or sureties were provided for credit facilities or loans.

KEY CAPITAL AND EQUITY INVESTMENTS WITHIN THE GROUP IN THE FINANCIAL YEAR

The subsidiaries did not make any significant capital or equity investments in the reporting period. Any cash surplus is used to repay debt under overdraft facilities.

CONTRACTS/AGREEMENTS BETWEEN THE COMPANY AND THE MANAGEMENT STAFF

On May 23rd 2022, MODIVO S.A. and the partnership limited by shares whose sole general partner is Damian Zapłata, President of the MODIVO Management Board, executed an agreement to acquire 38,000 Series I shares with a par value of PLN 0.20 per share, at an issue price of PLN 600 per Series I share, i.e., in exchange for a cash contribution of PLN 22,800,000.00.

SHARE BUY-BACK

In the reporting period, CCC S.A. did not perform any buy-back of its own shares.

RESTRICTIONS ON VOTING RIGHTS AT THE COMPANY

In the reporting period, there were no restrictions on the exercise of voting rights at the Company.

PARENT'S BRANCHES (ESTABLISHMENTS)

As at the reporting date, the Parent had no branches (establishments).

MAJOR R&D ACHIEVEMENTS

Not applicable.

FACTORS AND EVENTS, INCLUDING OF A NON-RECURRING NATURE, HAVING MATERIAL BEARING ON THE CONDENSED FINANCIAL STATEMENTS

No such factors or events were identified except as disclosed in the section on going concern and events subsequent to the reporting date.

FACTORS WHICH IN THE COMPANY'S OPINION WILL AFFECT ITS PERFORMANCE IN THE NEXT QUARTER OR IN A LONGER TERM

No such factors or events were identified except as disclosed in the section on going concern and events subsequent to the reporting date.

26. EVENTS SUBSEQUENT TO THE DATE AS AT WHICH THE INTERIM CONDENSED FINANCIAL STATEMENTS WERE PREPARED, WHICH HAVE NOT BEEN DISCLOSED IN THIS REPORT BUT COULD SIGNIFICANTLY AFFECT THE ISSUER'S FUTURE FINANCIAL RESULTS

On November 18th 2022, a conditional share purchase agreement was signed, providing for the acquisition by CCC S.A. of a 75.1% equity interest in CCC Ukraine Spółka z ograniczoną odpowiedzialnością from Adler International A. Kutnik K. Janota Spółka komandytowa (Adler). The acquisition will be a non-cash transaction and its purpose is to satisfy CCC.eu Sp. z o.o.'s claims of PLN 23.8m against Adler. The acquisition of CCC Ukraine in exchange for debt is consistent with the Group's strategy aiming at business expansion in Central and Eastern Europe and maximising the Group's share of the margin (with the ultimate effect of eliminating Adler as an intermediary in deliveries).

In addition, despite the war hostilities, the Ukrainian market seems to offer good prospects for the Group's products (since many potential competitors have exited the market and it is necessary to provide for the needs of the population). It is therefore important to build the presence on that market and the foundations for growth after the war ends.

The completion of the share purchase agreement depends, among other things, on obtaining clearance from the Ukrainian antitrust authority and consent of the banks financing the Group's operations.

27. MANAGEMENT BOARD'S REPRESENTATIONS

REPRESENTATION ON ACCURACY OF THE FINANCIAL STATEMENTS

To the best knowledge of the Management Board of CCC S.A., the interim condensed consolidated and separate financial statements and the Directors' Report on the operations of the CCC Group as well as the comparative data have been prepared in compliance with the applicable accounting standards and give a true, clear and fair view of the CCC Group's assets, financial standing and financial results. The Directors' Report on the operations of the CCC Group gives a fair view of the Group's development, achievements and standing, and includes a description of key risks and threats.

The interim condensed consolidated financial report of the CCC Group and CCC S.A. was authorised for issue and signed by the CCC S.A. Management Board on December 1st 2022.

The interim condensed consolidated report was authorised for issue by the Management Board on December 1st 2022 and signed on behalf of the Management Board by:	
Edyta Skrzypiec - Rychlik	Chief Accountant
Signatures of all Management Board members:	
Marcin Czyczerski	President of the Management Board
Karol Półtorak	Vice President
Adam Holewa	Vice President
Igor Matus	Vice President
Kryspin Derejczyk	Vice President