



FINANCIAL STATEMENT 2020

VERESTRO S.A.

FINANCIAL STATEMENT

FOR THE PERIOD FROM 01.01.2020 TO 31.12.2020

Balance sheet - Assets

in USD*	31.12.2019	31.12.2020
A. Fixed assets	1 257 491,66	2 096 014,98
I. Intangible assets	933 498,78	1 677 956,61
1.R&D expenses	899 860,50	1 659 619,32
2.Goodwill	0,00	0,00
3.Other intangible assets	33 638,28	18 337,29
4. Advances for intangible assets	0,00	0,00
II. Tangible fixed assets	200 518,24	268 446,44
1. Tangible fixed assets in use	200 518,24	238 405,65
a) land (including right to perpetual usufruct)	0,00	0,00
b) buildings, premises, civil and water engineering structures	162 872,73	144 065,58
c) technical equipment and machinery	37 645,52	94 340,06
d) vehicles	0,00	0,00
e) other tangible fixed assets	0,00	0,00
2. Tangible fixed assets under construction	0,00	26 398,08
3. Advances for tangible fixed assets under construction	0,00	3 642,72
III. Long-term receivables	0,00	0,00
IV. Long-term investments	122 889,93	149 611,93
1. Real property	0,00	0,00
2. Intangible assets	0,00	0,00
3. Long-term financial assets	122 889,93	149 611,93
a) In related entities	122 889,93	149 611,93
- shares or stocks	78 526,52	149 611,93
- other securities	0,00	0,00
- granted loans	44 363,40	0,00
- other long-term financial assets	0,00	0,00
b) in other entities in which the company has equity interests	0,00	0,00
c) in other entities	0,00	0,00
4. Other long-term investments	0,00	0,00
V. Long-term prepayments	584,71	0,00
1. Assets due to deferred income tax	0,00	0,00
2. Other prepayments	584,71	0,00
B. Current assets	2 342 369,28	3 077 688,39
I. Inventory	6 107,57	5 646,02
1. Materials	0,00	581,01
2. Semi-finished products and work in progress	0,00	0,00
3. Finished products	0,00	0,00
4. Goods	0,00	0,00
5. Advances for deliveries	6 107,57	5 065,01
II. Short-term receivables	866 137,62	1 259 152,59
1. Receivables from related entities	0,00	0,00
2. Receivables from other entities	0,00	0,00
3. Receivables from other entities	866 137,62	1 259 152,59
a) with title supplies and services	667 983,70	935 211,10
- up to 12 months	667 983,70	935 211,10
- over 12 months	0,00	0,00
b) receivables from tax, subsidy, customs, social security etc.	184 959,43	310 962,24
c) other	13 194,49	12 979,25
d) claimed at court	0,00	0,00
III. Short-term investments	1 435 063,96	1 775 733,20
1. Short-term financial assets	1 435 063,96	1 775 733,20

a) in related entities	46 420,54	115 933,71
- shares	0,00	0,00
- other securities	0,00	0,00
- loans granted	46 420,54	115 933,71
- other short-term financial assets	0,00	0,00
b) in other entities	765,08	0,00
- shares	0,00	0,00
- other securities	0,00	0,00
- loans granted	765,08	0,00
- other short-term financial assets	0,00	0,00
c) cash and cash equivalents	1 387 878,33	1 659 799,49
- cash in hand and at bank	328 344,74	1 659 799,49
- other cash	1 059 533,59	0,00
- other cash equivalents	0,00	0,00
2. Other short-term investments	0,00	0,00
IV. Short-term prepayments	35 060,14	37 156,58
C. Contributions due to share capital (fund)	0,00	0,00
D. Own shares	0,00	0,00
Total assets	3 599 860,94	5 173 703,36

Balance sheet - Liabilities

in USD*	31.12.2019	31.12.2020
A. Equity	3 374 669,85	4 668 281,87
I. Share capital	28 753,74	29 825,87
II. Supplementary capital	2 199 718,96	3 462 028,30
- surplus of issue value over the nominal value of shares	0,00	0,00
III. Revaluation capital	0,00	0,00
- due to fair value updating	0,00	0,00
IV. Other reserve capital	0,00	0,00
- created in accordance with the company's articles of association	0,00	0,00
- for own shares	0,00	0,00
V. Previous years' profit (loss)	0,00	0,00
VI. Net profit (loss)	1 146 197,15	1 176 427,70
VII. Charges to net profit during the financial year	0,00	0,00
B. Liabilities and provisions for liabilities	225 191,09	505 421,49
I. Provisions for liabilities	0,00	0,00
II. Long-term liabilities	0,00	125 468,39
1. To related entities	0,00	0,00
2. To other entities in which the entity has equity interests	0,00	0,00
3. to other units	0,00	125 468,39
a) from credits and loans	0,00	125 468,39
b) due to the issue of debt securities	0,00	0,00
c) other financial liability	0,00	0,00
d) bill of exchange liability	0,00	0,00
e) other	0,00	0,00
III. Short-term liabilities	215 814,90	374 824,01
1. Liabilities to related entities	0,00	0,00
2. Liabilities to other entities in which the entity has equity interests	0,00	0,00
3. Liabilities to other entities	215 814,90	374 824,01
a) for loans and borrowings	0,00	33 018,00
b) due to the issue of debt securities	0,00	0,00
c) other financial liability	0,00	0,00
d) for supplies and services, including	127 330,04	247 513,04
-up to 12 months	127 330,04	247 513,04
-over 12 months	0,00	0,00
e) advances received for supplies and services	0,00	0,00
f) bill of exchange liability	0,00	0,00
g) due to taxes, customs, social and health insurance etc.	37 663,70	42 258,68
h) from remuneration	44 667,14	46 759,83
i) other	6 154,03	5 274,46
4. special funds	0,00	0,00
IV. Prepayments and accruals	9 376,19	5 129,08
1. Negative goodwill	0,00	0,00
2. Other accruals	9 376,19	5 129,08
- long-term	5 208,97	1 025,77
- short-term	4 167,22	4 103,31
Total liabilities	3 599 860,94	5 173 703,36

Profit and loss account

in USD*	2019	2020
A. Net revenues from sales and equivalent	3 988 197,26	3 955 449,43
- from related entities	0,00	0,00
I. Net revenues from sales of products	3 988 197,26	3 955 449,43
II. Change in the balance of products	0,00	0,00
III. Manufacturing cost of products for internal purposes	0,00	0,00
IV. Net revenues from sales of goods and materials	0,00	0,00
B. Operating expenses	2 585 582,02	2 721 045,14
I. Amortisation and depreciation	78 703,32	270 685,89
II. Usage of materials and energy	50 322,84	79 718,87
III. External Services	1 694 845,06	1 723 583,88
IV. Taxes and charges	8 315,89	5 266,13
V. Payroll	570 485,83	532 139,85
VI. Social security and other benefits	94 547,38	82 467,40
VII. Other costs by type	88 361,70	27 183,12
VIII. Value of goods and materials sold	0,00	0,00
C. Profit (loss) on sales (A-B)	1 402 615,24	1 234 404,29
D. Other operating revenues	9 874,09	7 922,48
I. Gain on disposal of non-financial fixed assets	0,00	0,00
II. Subsidies	4 167,22	4 103,31
III. Revaluation of non-financial assets	0,00	1 157,13
IV. Other operating revenues	5 706,87	2 662,04
E. Other operating expenses	120 481,60	13 526,71
I. Loss on disposal of non-financial fixed assets	0,00	0,00
II. Revaluation of non-financial assets	95 425,14	0,00
III. Other operating expenses	25 056,46	13 526,71
F. Profit (loss) on operating activities (C+D-E)	1 292 007,74	1 228 800,06
G. Financial revenues	8 716,18	4 720,42
I. Dividend and profit sharing	0,00	0,00
- from related entities	0,00	0,00
II. Interest	8 716,18	4 720,42
- from related entities	3 003,85	3 460,96
III. Gain on disposal of financial assets	0,00	0,00
- from related entities	0,00	0,00
IV. Revaluation of financial assets	0,00	0,00
V. Other	0,00	0,00
H. Financial expenses	45 519,86	37 386,93
I. Interest	635,86	65,22
- for related entities	0,00	0,00
II. Loss on disposal of financial assets	0,00	0,00
- for related entities	0,00	0,00
III. Revaluation of financial assets	0,00	0,00
IV. Other	44 884,00	37 321,71
I. Gross profit (loss) (F+G-H)	1 255 204,06	1 196 133,55
J. Income tax	109 006,90	19 705,84
K. Other statutory reductions in profit (increases in loss)	0,00	0,00
L. Net profit (loss) (I-J-K)	1 146 197,15	1 176 427,70

Cash flow

in USD*	2019	2020
A. Cash flows from operating activities	1 633 676,12	1 160 894,52
I. Net profit (loss)	1 146 197,15	1 176 427,61
II. Total adjustments	487 478,97	-15 533,09
1. Amortisation and depreciation	78 703,32	270 685,89
2. Exchange gains (losses)	0,00	32,95
3. Interest and profit sharing (dividend)	-3 003,85	-3 460,96
4. Profit (loss) on investment activities	11 072,92	0,00
5. Change in provisions	0,00	0,00
6. Change in inventory	-6 107,57	367,88
7. Change in receivables	437 240,28	-406 298,13
8. Change in short-term liabilities excluding credits and loans	-44 947,81	129 300,86
9. Change in prepayments and accruals	14 521,69	-6 161,59
10. Other adjustments	0,00	0,00
III. Net cash flows from operating activities (I +/- II)	1 633 676,12	1 160 894,52
B. Cash flows from investment activities	-743 929,82	-1 195 113,66
I. Inflows	598,68	753,35
1. Disposal of intangible and tangible fixed assets	0,00	0,00
2. Disposal of investments in real property and in intangible assets	0,00	0,00
3. From financial assets	260,45	753,35
a) in related parties	260,45	0,00
b) in other entities	0,00	753,35
- sales of financial assets	0,00	0,00
- dividend and profit sharing	0,00	0,00
- repayment of granted long-term loans	0,00	0,00
- interest	0,00	753,35
- other inflows from financial assets	0,00	0,00
4. Other inflows from investment activities	338,23	0,00
II. Outflows	744 528,50	1 195 867,01
1. Purchase of intangible assets and tangible fixed assets	700 251,90	1 100 463,30
- including R&D	499 426,54	377 767,41
2. Investments in real property and intangible assets	0,00	0,00
3) For financial assets	44 276,60	95 403,71
a) in related parties	44 276,60	72 322,65
b) in other entities	0,00	23 081,07
- purchase of financial assets	0,00	0,00
- long-term loans granted	0,00	23 081,07
4. Other outflows from investment activities	0,00	0,00
III. Net cash flows from investment activities (I-II)	-743 929,82	-1 195 113,66
C. Cash flows from financial activities	-583 318,14	327 424,94
I. Inflows	291 795,81	1 430 186,97
1. Net inflows from issuance of shares and other capital instruments and from capital contributions	291 795,81	1 271 700,58
2. Credits and loans	0,00	0,00
3. Issuance of debt securities	0,00	0,00
4. Other inflows from financial activities	0,00	158 486,39
II. Outflows	875 113,95	1 102 762,03
1. Purchase of own shares	0,00	0,00

2. Dividend and other payments to shareholders	875 113,95	1 102 762,03
3. Profit distribution liabilities other than profit distribution payments to shareholders	0,00	0,00
4. Repayment of credits and loans	0,00	0,00
5. Redemption of debt securities	0,00	0,00
6. Payment of other financial liabilities	0,00	0,00
7. Payment of liabilities arising from financial leases	0,00	0,00
8. Interest	0,00	0,00
9. Other outflows from financial activities	0,00	0,00
III. Net cash flows from financial activities (I-II)	-583 318,14	327 424,94
D. Total net cash flows (A.III. +/- B.III +/- C.III)	306 428,16	293 205,79
E. Balance sheet change in cash, including:	0,00	292 800,10
change in cash due to exchange differences	0,00	0,00
F. Cash opening balance	1 081 450,17	1 366 593,71
G. Closing balance of cash (F+/-D), including:	1 387 878,33	1 659 799,50

* Average USD/PLN exchange rate according to The National Bank of Poland: 2019 (3,8395), 2020 (3,8993)