

SEMI-ANNUAL CONDENSED FINANCIAL STATEMENTS of Creepy Jar S.A.

for the first half of 2022



Warsaw, 28 September 2022

DISCLAIMER

This English language document has been prepared solely for the convenience of English speaking readers. Despite all the efforts devoted to this translation, discrepancies, omissions or approximations may exist. In case of any differences between the Polish and the English versions, the Polish version shall prevail.

Creepy Jar S.A., its representatives and employees decline any responsibility in this regard.



SELECTED FINANCIAL DATA

Balance sheet	thous. PLN		thous. EUR	
	30.06.2022	31.12.2021	30.06.2022	31.12.2021
Fixed assets	10,166	5,377	2,172	1,169
Current assets	74,528	68,992	15,923	15,000
Equity	78,311	71,048	16,731	15,447
Provisions for liabilities	1,386	593	296	129
Long-term liabilities	147	228	32	50
Short-term liabilities	4,849	2,500	1,036	544
Prepayments and accruals	0	0	0	0

Book value (in PLN)	78,310,646	71,048,361	16,730,899	15,447,311
Number of ordinary shares (pcs.)	679,436	679,436	679,436	679,436
Book value per share (in PLN)	115.26	104.57	24.62	22.74
Diluted number of ordinary shares (pcs.)	698,606	698,203	698,606	698,203
Diluted book value per share (in PLN)	112.10	101.76	23.95	22.12

Profit and loss account	thous. PLN		thous. EUR	
	01.01.2022 -30.06.2022	01.01.2021 -30.06.2021	01.01.2022 -30.06.2022	01.01.2021 -30.06.2021
Net revenues from sales	28,087	21,248	6,050	4,673
Operating expenses	8,859	7,915	1,908	1,741
Profit (loss) on sales	19,228	13,333	4,142	2,932
Profit (loss) on operating activities	19,073	13,337	4,108	2,933
Gross profit (loss)	20,226	13,656	4,356	3,003
Net profit (loss)	18,591	12,062	4,004	2,653

Cash flow statement	thous. PLN		thous. EUR	
	01.01.2022 -30.06.2022	01.01.2021 -30.06.2021	01.01.2022 -30.06.2022	01.01.2021 -30.06.2021
Net cash flows from operating activities	18,131	12,119	3,905	2,665
Net cash flows from investment activities	-10,290	-1,926	-2,216	-423
Net cash flows from financial activities	-14,695	-74	-3,165	-16
Cash opening balance	59,736	27,993	12,867	6,156
Closing balance of cash	52,882	38,113	11,390	8,382

Principal items of the semi-annual condensed financial statements have been converted into EUR at the average exchange rates determined by the National Bank of Poland according to the following principle:

- Balance sheet at the exchange rate in force on the last date of a given period:
 - Exchange rate as at 30 June 2022 - 4.6806
 - Exchange rate as at 31 December 2021 - 4.5994
- Profit and loss account and cash flow statement at the average exchange rates in a given period, calculated as the arithmetic mean of the exchange rates in force on the last date of each month in a given period:
 - Average exchange rate in H1 2022 - 4.6427
 - Average exchange rate in H1 2021 - 4.5472

TABLE OF CONTENTS

SELECTED FINANCIAL DATA	1
BALANCE SHEET	3
PROFIT AND LOSS ACCOUNT (COMPARATIVE VARIANT)	5
STATEMENT OF CHANGES IN EQUITY	6
CASH FLOW STATEMENT	7
ADDITIONAL INFORMATION TO THE CONDENSED FINANCIAL STATEMENTS	8
1. NOTES TO THE SEMI-ANNUAL CONDENSED FINANCIAL STATEMENTS	8
2. GENERAL INFORMATION	11
3. INFORMATION ON THE COMPOSITION OF THE MANAGEMENT BOARD AND THE SUPERVISORY BOARD OF THE COMPANY	12
4. INFORMATION ON THE PRINCIPLES ADOPTED WHEN DRAWING UP THE REPORT	13
5. INFORMATION ON CHANGES IN ACCOUNTING POLICY IN THE CURRENT FINANCIAL YEAR AND THEIR EFFECT ON THE FINANCIAL RESULT AND EQUITY	19
6. AMOUNT AND TYPE OF ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS THAT ARE UNUSUAL BECAUSE OF THEIR NATURE, VALUE OR FREQUENCY	19
7. EXPLANATIONS CONCERNING SEASONALITY OR CYCLICALITY OF THE ISSUER'S ACTIVITIES IN THE PRESENTED PERIOD	19
8. INFORMATION ON WRITE-DOWNS OF INVENTORIES TO NET REALISABLE VALUE AND REVERSAL OF WRITE-DOWNS	19
9. INFORMATION ON IMPAIRMENT LOSSES ON FINANCIAL ASSETS, PROPERTY, PLANT AND EQUIPMENT, INTANGIBLE ASSETS OR OTHER ASSETS, AND REVERSAL OF SUCH WRITE-OFFS	19
10. INFORMATION ON THE CREATION, INCREASE, USE AND RELEASE OF PROVISIONS	19
11. INFORMATION ON DEFERRED TAX ASSETS	20
12. INFORMATION ON SIGNIFICANT TRANSACTIONS OF PURCHASE AND SALE OF TANGIBLE ASSETS	20
13. INFORMATION ON SIGNIFICANT LIABILITY DUE TO PURCHASE OF FIXED ASSETS	20
14. INFORMATION ON SIGNIFICANT LITIGATION SETTLEMENTS	20
15. INDICATION OF ADJUSTMENTS OF PRIOR PERIOD ERRORS	21
16. INFORMATION ABOUT CHANGES IN ECONOMIC CONDITIONS AND OPERATING CONDITIONS THAT HAVE A SIGNIFICANT EFFECT ON THE FAIR VALUE OF THE ENTITY'S FINANCIAL ASSETS AND FINANCIAL LIABILITIES, REGARDLESS OF WHETHER THOSE ASSETS AND LIABILITIES ARE RECOGNISED AT FAIR VALUE OR AT ADJUSTED PURCHASE PRICE (AMORTISED COST)	21
17. INFORMATION ON NON-REPAYMENT OF A LOAN OR BORROWING, OR VIOLATION OF MATERIAL PROVISIONS OF A LOAN OR BORROWING AGREEMENT, IN RESPECT OF WHICH NO REMEDIAL ACTION HAD BEEN TAKEN BY THE END OF THE REPORTING PERIOD	21
18. INFORMATION ON CONCLUSION BY THE ISSUER OF ONE OR MORE TRANSACTIONS WITH RELATED ENTITIES IF THEY WERE CONCLUDED ON NON-MARKET TERMS	21
19. INFORMATION ON CHANGE IN MANNER (METHOD) OF DETERMINING MEASUREMENT OF FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE	21
20. INFORMATION ABOUT CHANGES IN THE CLASSIFICATION OF FINANCIAL ASSETS AS A RESULT OF CHANGES TO THE PURPOSE OR USE OF THESE ASSETS	21
21. INFORMATION CONCERNING THE ISSUE, REDEMPTION AND REPAYMENT OF SECURITIES	21
22. INFORMATION ON PAID (DECLARED) DIVIDEND, IN TOTAL AND PER SHARE, BY ORDINARY AND PREFERENCE SHARES	21
23. EVENTS THAT OCCURRED AFTER THE DATE AS OF WHICH THE CONDENSED SEMI-ANNUAL FINANCIAL STATEMENTS WERE DRAWN UP AND NOT INCLUDED IN THESE STATEMENTS, WHICH COULD SIGNIFICANTLY AFFECT THE ISSUER'S FUTURE FINANCIAL PERFORMANCE	22
24. INFORMATION ON CHANGES IN CONTINGENT LIABILITIES OR CONTINGENT ASSETS THAT HAVE OCCURRED SINCE THE END OF THE LAST FINANCIAL YEAR	22
25. OTHER INFORMATION THAT MAY SIGNIFICANTLY AFFECT THE ASSESSMENT OF THE ISSUER'S PROPERTY, FINANCIAL CONDITION AND RESULTS OF OPERATIONS ...	22

SEMI-ANNUAL CONDENSED FINANCIAL STATEMENTS FOR THE FIRST HALF OF 2022

BALANCE SHEET

(in PLN)

ASSETS	30.06.2022	31.12.2021	30.06.2021
I. Fixed assets	10,165,552	5,377,436	5,696,956
1. Intangible assets	1,994,975	877,422	1,057,118
R&D expenses	1,994,975	876,334	1,049,502
1.2 other intangible assets	0	1,088	7,616
2. Tangible fixed assets	694,816	716,598	778,720
2.1. other tangible fixed assets	694,816	716,598	778,720
a) land (including right to perpetual usufruct)	0	0	0
b) buildings, premises, right to premises and civil engineering works	201,831	158,486	171,621
c) technical equipment and machines	169,435	147,659	107,450
d) vehicles	323,550	410,454	497,357
e) other fixed assets	0	0	2,292
2.2. advances for tangible fixed assets under construction	0	0	0
3. Long-term receivables	2,904	2,904	0
3.1. From other entities	2,904	2,904	0
4. Long-term investments	0	0	0
5. Long-term prepayments	7,472,856	3,780,512	3,861,118
5.1. Deferred tax assets	2,874,317	132,573	1,958,222
5.2. Other accruals	4,598,539	3,647,939	1,902,896
II. Current assets	74,528,235	68,992,052	48,578,184
1. Inventory	0	0	0
2. Short-term receivables	13,156,950	8,835,797	10,234,180
2.1. From related parties	0	0	0
2.2. From other entities where the issuer has an interest in the capital	0	0	0
2.3. From other entities	13,156,950	8,835,797	10,234,180
a) trade receivables	12,090,778	5,937,361	9,164,032
- up to 12 months	12,090,778	5,937,361	9,164,032
- over 12 months	0	0	0
b) receivables from tax, subsidy, customs, social security and other benefits	21,836	2,633,423	381,298
c) other	1,044,337	265,013	688,850
d) claimed at court	0	0	0
3. Short-term investments	61,152,655	59,940,310	38,098,634
3.1. Short-term financial assets	61,152,655	59,940,310	38,098,634
a) in related parties	0	0	0
b) in other entities	7,912,614	233,327	0
c) cash and cash equivalents	53,240,042	59,706,984	38,098,634
- cash at hand and at bank	7,907,313	6,706,984	38,098,634
- other cash	45,332,729	53,000,000	0
- other pecuniary assets:	0	0	0
3.2. Other short-term investments	0	0	0
4. Short-term prepayments	218,629	215,944	245,370
III. Called up share capital not paid	0	0	0
IV. Own shares (stocks)	0	0	0
TOTAL ASSETS	84,693,787	74,369,489	54,275,140

(in PLN)

LIABILITIES	30.06.2022	31.12.2021	30.06.2021
I. Equity	78,310,646	71,048,361	50,749,469
1. Share capital	679,436	679,436	679,436
2. Supplementary capital	3,428,081	3,501,831	3,501,831
3. Revaluation reserve	0	0	0
4. Other reserves	55,612,625	37,630,894	34,373,253
4.1 Created in accordance with the company's articles of association	39,837,808	25,135,731	25,135,731
4.2 Created in connection with share-based payments	15,774,817	12,495,162	9,237,521
5. Accumulated profit (loss) from previous years	0	133,023	133,023
6. Net profit (loss)	18,590,504	29,103,176	12,061,925
7. Write-off on net profit during the financial year (negative value)	0	0	0
II. Liabilities and provisions for liabilities	6,383,141	3,321,128	3,525,671
1. Provisions for liabilities	1,386,175	593,056	890,153
1.1. Deferred tax liability	243,675	89,056	130,422
1.2. Provision for retirement and similar benefits	0	0	0
a) long-term	0	0	0
b) short-term	0	0	0
1.3. Other provisions	1,142,500	504,000	759,731
a) long-term	0	0	0
b) short-term	1,142,500	504,000	759,731
2. Long-term liabilities	147,495	228,176	306,624
2.1. To related parties	0	0	0
2.2. To other entities in which the entity has an equity interest	0	0	0
2.3. To other entities	147,495	228,176	306,624
a) credits and loans	0	0	0
b) arising from issuance of debt securities	0	0	0
c) other financial liabilities	147,495	228,176	306,624
d) bill of exchange liabilities	0	0	0
e) other	0	0	0
3. Short-term liabilities	4,849,470	2,499,895	2,328,894
3.1. Liabilities to related parties	0	0	0
3.2. Liabilities to other entities in which the entity has an interest in capital	0	0	0
3.3. Liabilities to other entities	4,849,470	2,499,895	2,328,894
a) credits and loans	0	0	0
b) arising from issuance of debt securities	0	0	0
c) other financial liabilities	509,918	155,671	152,421
d) trade liabilities	1,017,865	531,338	685,082
- up to 12 months	1,017,865	531,338	685,082
- over 12 months	0	0	0
e) received prepayments for deliveries and services	0	0	0
f) bill of exchange liabilities	0	0	0
g) tax, customs, insurance and other liabilities	3,264,283	66,406	57,997
h) payroll liabilities	57,405	1,746,480	1,431,556
i) other	0	0	1,838
3.4. Special funds	0	0	0
4. Prepayments and accruals	0	0	0
4.1. Negative goodwill	0	0	0
4.2. Other accruals	0	0	0
a) long-term	0	0	0
b) short-term	0	0	0
TOTAL LIABILITIES	84,693,787	74,369,489	54,275,140
	30.06.2022	31.12.2021	30.06.2021
Book value (in PLN)	78,310,646	71,048,361	50,749,469
Number of ordinary shares (pcs.)	679,436	679,436	679,436
Book value per share (in PLN)	115.26	104.57	74.69
Diluted number of ordinary shares (pcs.)	698,606	698,203	698,063
Diluted book value per share (in PLN)	112.10	101.76	72.70

PROFIT AND LOSS ACCOUNT (COMPARATIVE VARIANT)

(in PLN)

	01.01.2022 - 30.06.2022	01.01.2021 - 30.06.2021
I. Net revenues from sales and equivalent, including revenues:	28,087,368	21,248,210
- from related parties	0	0
1. Net revenues from sales of products	28,087,368	21,248,210
2. Change in the balance of products (increase - positive value, decrease - negative value)	0	0
3. Manufacturing cost of products for internal purposes	0	0
4. Net revenues from sales of goods and materials	0	0
II. Operating expenses	8,858,970	7,914,840
1. Amortisation and depreciation	421,241	1,258,201
2. Consumption of materials and energy	165,142	89,462
3. External services	2,884,796	1,991,033
4. Taxes and charges, including:	34,219	10,181
- excise duty	0	0
5. Payroll	4,975,461	4,376,056
6. Social security and other benefits, including:	32,281	15,313
- pension	16,614	7,799
7. Other costs by type	345,830	174,593
8. Value of goods and materials sold	0	0
III. Profit (loss) on sales (I-II)	19,228,398	13,333,371
IV. Other operating revenues	9,013	5,015
1. Gain on disposal of non-financial fixed assets	0	0
2. Subsidies	0	0
3. Revaluation of non-financial assets	0	0
4. Other operating revenues	9,013	5,015
V. Other operating expenses	163,921	1,400
1. Loss on disposal of non-financial fixed assets	0	0
2. Revaluation of non-financial assets	0	0
3. Other operating expenses	163,921	1,400
VI. Profit (loss) on operating activities (III+IV-V)	19,073,489	13,336,986
VII. Financial revenues	1,746,808	352,881
1. Dividends and profit-sharing	0	0
2. Interest, including:	858,412	0
- from related parties	0	0
3. Gain on disposal of financial assets	128,520	0
4. Revaluation of financial assets	0	0
5. Other	759,876	352,881
VIII. Financial expenses	594,722	33,818
1. Interest, including:	10,493	33,818
- for related parties	0	0
2. Loss on disposal of financial assets, including:	0	0
- in related parties	0	0
3. Revaluation of financial assets	584,229	0
4. Other	0	0
IX. Gross profit (loss) (VI+VII-VIII)	20,225,576	13,656,049
X. Income tax	1,635,072	1,594,123
1. Current tax	4,222,197	3,417,082
2. Deferred tax	-2,587,125	-1,822,959
XI. Other statutory reductions in profit (increases in loss)	0	0
XII. Net profit (loss) (IX-X-XI)	18,590,504	12,061,925

	01.01.2022 - 30.06.2022	01.01.2021 - 31.06.2021
Net profit (loss) (annualized) (PLN)*	37,181,008	24,123,851
Weighted average number of ordinary shares (units)	679,436	679,436
Profit (loss) per share (PLN)	54.72	35.51
Diluted weighted average number of ordinary shares (units)	698,603	697,764
Diluted net profit (loss) per share (PLN)	53.22	34.57

*Net income of the period annualized by multiplying by 2.



STATEMENT OF CHANGES IN EQUITY

(in PLN)

	01.01.2022 - 30.06.2022	01.01.2021 - 31.12.2021	01.01.2021 - 30.06.2021
I. Opening balance of equity	71,048,361	35,481,063	35,481,063
a) changes to the adopted accounting principles (policy)	0	0	0
b) adjustment of errors	0	0	0
II. Opening balance of equity after adjustments	71,048,361	35,481,063	35,481,063
1. Opening balance of share capital	679,436	679,436	679,436
1.1. Changes in the share capital	0	0	0
a) increase (due to)	0	0	0
b) decrease (due to)	0	0	0
1.2. Closing balance of share capital	679,436	679,436	679,436
2. Opening balance of supplementary capital	3,501,831	3,501,831	3,501,831
a) adjustments of errors	0	0	0
2.1. Opening balance of supplementary capital after adjustments	3,501,831	3,501,831	3,501,831
2.2. Changes in supplementary capital	-73,751	0	0
a) increase (due to)	0	0	0
- share issues above par	0	0	0
- profit distribution (statutory)	0	0	0
- profit distribution (over the statutorily required minimum value)	0	0	0
b) decrease (due to)	73,751	0	0
- loss coverage from previous years	73,751	0	0
2.3. Closing balance of supplementary capital	3,428,080	3,501,831	3,501,831
3. Opening balance of revaluation reserve	0	0	0
3.1. Changes in revaluation reserve	0	0	0
a) increase (due to)	0	0	0
b) decrease (due to)	0	0	0
3.2. Closing balance of revaluation reserve	0	0	0
4. Opening balance of other reserves	37,630,894	8,758,001	8,758,001
4.1. Changes in other reserves	17,981,731	28,872,893	25,615,252
a) increase (due to)	17,984,035	28,872,893	25,615,252
- profit distribution	14,495,302	22,408,772	22,408,772
- share-based payment	3,279,655	6,464,121	3,206,480
- profit distribution from previous years	209,078	0	0
b) decrease (due to)	2,304	0	0
- adjustment of financial result from previous years	2,304	0	0
4.2. Closing balance of other reserves	55,612,625	37,630,894	34,373,253
5. Opening balance of previous years' profit (loss)	29,236,200	22,541,795	22,541,795
5.1. Opening balance of previous years' profit	29,309,951	22,615,546	22,615,546
a) changes to the adopted accounting principles (policy)	0	0	0
b) adjustment of errors	0	0	0
5.2. Opening balance of previous years' profit after adjustments	29,309,951	22,615,546	22,615,546
a) increase (due to)	0	0	0
= undistributed profit	0	0	0
b) decrease (due to)	29,309,951	22,408,772	22,408,772
- profit distribution from previous years	29,309,951	22,408,772	22,408,772
5.3. Closing balance of previous years' profit	0	206,774	206,774
5.4. Opening balance of previous years' loss	-73,751	-73,751	-73,751
a) changes to the adopted accounting principles (policy)	0	0	0
b) adjustment of errors	0	0	0
5.5. Opening balance of previous years' loss after adjustments	-73,751	-73,751	-73,751
a) increase (due to)	0	0	0
b) decrease (due to)	-73,751	0	0
- loss settlement from previous years	-73,751	0	0
5.6. Closing balance of previous years' loss	0	-73,751	-73,751
5.7. Closing balance of previous years' profit (loss)	0	133,023	133,023
6. Net result	18,590,504	29,103,176	12,061,925
a) net profit	18,590,504	29,103,176	12,061,925
b) net loss	0	0	0
c) write-offs from profit	0	0	0
III. Closing balance of equity	78,310,645	71,048,361	50,749,469
IV. Equity including proposed profit distribution (loss coverage)	78,310,645	71,048,361	50,749,469

CASH FLOW STATEMENT

(in PLN)

	01.01.2022 - 30.06.2022	01.01.2021 - 30.06.2021
A. Cash flows from operating activities		
I. Net profit/loss	18,590,504	12,061,925
II. Total adjustments	-459,889	57,080
1. Amortisation and depreciation	421,241	1,258,201
2. Exchange gains (losses)	-54,601	-1,415
3. Interest and profit sharing (dividend)	-351,401	0
4. Profit (loss) on investment activities	455,709	0
5. Change in provisions	793,119	781,148
6. Change in inventory	0	0
7. Change in receivables	-4,321,153	-3,627,137
8. Change in short-term liabilities excluding credits and loans	1,995,328	454,894
9. Change in prepayments and accruals	-2,677,785	-2,015,091
10. Other adjustments	3,279,655	3,206,480
III. Net cash flows from operating activities (I+II)	18,130,615	12,119,006
B. Cash flows from investing activities		
I. Inflows	128,520	0
1. From financial assets, including:	128,520	0
b) in other entities	128,520	0
- disposal of financial assets	128,520	0
II. Outflows	10,418,046	1,925,652
1. Purchase of intangible assets and tangible fixed assets	2,567,612	1,925,652
2. Assets liabilities, including:	7,850,433	0
b) in other entities	7,850,433	0
- acquisition of financial assets	7,850,433	0
II. Net cash flows from investment activities (I-II)	- 10,289,526	- 1,925,652
C. Cash flows from financial activities		
I. Inflows	0	0
II. Outflows	14,695,362	73,539
1. Dividends and other distributions to the owners	14,607,874	0
2. Payments of liabilities under the lease agreement	77,336	73,539
3. Interest	10,152	0
III. Net cash flows from financial activities (I-II)	-14,695,362	-73,539
D. Total net cash flows (A.III+B.III+C.III)	-6,854,272	10,119,815
E. Balance sheet change in cash, including:	-6,466,942	10,121,230
- change in cash due to exchange rate differences	-54,601	-1,415
F. Cash opening balance	59,736,444	27,993,279
G. Closing balance of cash (F+D), including:	52,882,172	38,113,094
- of limited disposability	0	0

ADDITIONAL INFORMATION TO THE SEMI-ANNUAL CONDENSED FINANCIAL STATEMENTS

1. Notes to the semi-annual condensed financial statements

Note No. 1. Changes in intangible assets

Specification	R&D expenses	Goodwill	Other intangible assets	Advances for intangible assets	Total
Gross value					
01.01.2022	8,253,434	0	470,569	0	8,724,002
Increases	1,328,337	0	4,345	0	1,332,682
- purchase	0	0	4,345	0	4,345
- R&D expenses	1,328,337	0	0	0	1,328,337
Decreases	0	0	0	0	0
30.06.2022	9,581,771	0	474,914	0	10,056,685
Depreciation					
01.01.2022	7,377,099	0	469,481	0	7,846,580
Increases	209,697	0	5,433	0	215,130
- amortisation and depreciation	209,697	0	5,433	0	215,130
Decreases	0	0	0	0	0
30.06.2022	7,586,796	0	474,914	0	8,061,710
Write-offs					
Net value					
01.01.2022	876,334	0	1,088	0	877,422
30.06.2022	1,994,975	0	0	0	1,994,975

Specification	R&D expenses	Goodwill	Other intangible assets	Advances for intangible assets	Total
Gross value					
01.01.2021	6,120,324	0	436,205	0	6,556,529
Increases	2,133,109	0	34,364	0	2,167,473
- purchase	0	0	34,364	0	34,364
- R&D expenses	2,133,109	0	0	0	2,133,109
Decreases	0	0	0	0	0
31.12.2021	8,253,434	0	470,569	0	8,724,002
Depreciation					
01.01.2021	6,120,324	0	422,061	0	6,542,386
Increases	1,256,775	0	47,420	0	1,304,195
- amortisation and depreciation	1,256,775	0	47,420	0	1,304,195
Decreases	0	0	0	0	0
31.12.2021	7,377,099	0	469,481	0	7,846,580
Write-offs					
Net value					
01.01.2021	0	0	14,144	0	14,144
31.12.2021	876,334	0	1,088	0	877,422

Specification	R&D expenses	Goodwill	Other intangible assets	Advances for intangible assets	Total
Gross value					
01.01.2021	6,120,324	0	436,205	0	6,556,529
Increases	2,133,109	0	39,869	0	2,172,978
- purchase	0	0	33,364	0	33,364
- disclosure	0	0	6,505	0	6,505
- R&D expenses	2,133,109	0	0	0	2,133,109
Decreases	0	0	0	0	0
30.06.2021	8,253,434	0	476,074	0	8,729,507
Depreciation					
01.01.2021	6,120,324	0	422,061	0	6,542,386

Increases	1,083,607	0	46,397	0	1,130,004
- amortisation and depreciation	1,083,607	0	39,892	0	1,123,499
- disclosure	0	0	6,505	0	6,505
Decreases	0	0	0	0	0
30.06.2021	7,203,931	0	468,458	0	7,672,389
Write-offs					
Net value					
01.01.2021	0	0	14,144	0	14,144
30.06.2021	1,049,502	0	7,616	0	1,057,118

Note No. 2. Change in the value of fixed assets

Specification	Advances for fixed assets under construction	Buildings, premises, right to premises and civil engineering works	Technical equipment and machines	Vehicles	Other fixed assets	Total
Gross value						
01.01.2022	0	209,351	432,057	680,795	13,398	1,335,602
Increases, including:	0	55,600	126,690	0	2,040	184,330
- purchase	0	0	126,003	0	2,040	128,043
- improvement	0	55,600	687	0	0	56,287
Decreases, including:	0	0	0	0	0	0
30.06.2022	0	264,951	558,747	680,795	15,438	1,519,931
Depreciation						
01.01.2022	0	50,866	284,398	270,342	13,398	619,003
Increases, including:	0	12,254	104,914	86,904	2,040	206,111
- amortisation and depreciation		12,254	104,914	86,904	2,040	206,111
Decreases, including:	0	0	0	0	0	0
30.06.2022	0	63,120	389,312	357,245	15,438	825,115
Net value						
01.01.2022	0	158,486	147,659	410,454	0	716,598
30.06.2022	0	201,831	169,435	323,550	0	694,816

Specification	Advances for fixed assets under construction	Buildings, premises, right to premises and civil engineering works	Technical equipment and machines	Vehicles	Other fixed assets	Total
Gross value						
01.01.2021	0	59,489	296,718	680,795	13,398	1,050,401
Increases, including:	0	149,862	135,339	0	0	285,201
- purchase	0	149,862	135,339	0	0	285,201
Decreases, including:	0	0	0	0	0	0
31.12.2021	0	209,351	432,057	680,795	13,398	1,335,602
Depreciation						
01.01.2021	0	33,246	182,146	96,534	13,398	325,325
Increases, including:	0	17,619	102,252	173,807	0	293,678
- amortisation and depreciation		17,619	102,252	173,807	0	293,678
Decreases, including:	0	0	0	0	0	0
31.12.2021	0	50,866	284,398	270,342	13,398	619,003
Net value						
01.01.2021	0	26,243	114,572	584,261	0	725,076
31.12.2021	0	158,486	147,659	410,454	0	716,598

Specification	Advances for fixed assets under construction	Buildings, premises, right to premises and civil engineering works	Technical equipment and machines	Vehicles	Other fixed assets	Total
Gross value						
01.01.2021	0	59,489	296,718	680,795	13,398	1,050,401
Increases, including:	0	149,862	45,637	0	6,464	201,963
- purchase	0	149,862	38,484	0	0	188,346
- disclosure	0	0	7,153	0	0	7,153
- reclassification	0	0	0	0	6,464	6,464
Decreases, including:	0	6,464	0	0	0	6,464
- reclassification	0	6,464	0	0	0	6,464
30.06.2021	0	202,887	342,355	680,795	19,862	1,245,900
Depreciation						
01.01.2021	0	33,246	182,146	96,534	13,398	325,325
Increases, including:	0	1,546	52,759	86,904	4,172	145,381
- amortisation and depreciation	0	1,546	45,606	86,904	646	134,702
- disclosure	0	0	7,153	0	0	7,153
- reclassification	0	0	0	0	3,526	3,526
Decreases, including:	0	3,526	0	0	0	3,526
- reclassification	0	3,526	0	0	0	3,526
30.06.2021	0	31,266	234,906	183,438	17,570	467,180
Net value						
01.01.2021	0	26,243	114,572	584,261	0	725,076
30.06.2021	0	171,621	107,450	497,357	2,292	778,720

Note No. 3. Prepayments and accrued income

Long-term prepayments	30.06.2022	31.12.2021	30.06.2021
Insurance	4,367	4,367	8,896
Warranties	2,296	2,296	4,726
Licences	4,771	4,771	0
Costs related to the Chimera game	4,587,105	2,887,076	1,889,274
Costs related to the Green Hell console game	0	749,429	0
Total	4,598,539	3,647,939	1,902,896

Short-term prepayments	30.06.2022	31.12.2021	30.06.2021
Interest on deposits	0	33,356	0
Licences	132,504	145,282	68,983
WSE fees	35,000	0	28,000
Insurance	50,315	26,926	48,387
3Ds Max single-user subscription	0	8,761	0
Development costs	0	0	100,000
Other	810	1,620	0
Total	218,629	215,944	245,370

Note No. 4. Short-term financial assets

Short-term financial assets	30.06.2022	31.12.2021	30.06.2021
Cash at hand and at bank, including:	7,907,313	6,706,984	38,098,634
Cash	0	51	51
Bank account PLN	5,174,570	4,708,775	30,251,832
Bank account EUR	583,327	436,318	1,232,985
- in EUR currency	124,627	94,864	272,736
Bank account USD	2,149,416	1,561,839	6,613,767
- in USD currency	479,513	384,690	1,738,863
Bank deposits, including:	45,332,729	53,000,000	0
Bank deposits PLN	45,332,729	53,000,000	0
Short-term securities, including:	7,912,614	0	0



Bonds PKO Leasing S.A. (ISIN: PLO249200265)	7,912,614	0	0
Other short-term financial assets, including:	0	233,327	0
Derivatives - Forward contracts	0	233,327	0
Total	61,152,655	59,940,310	38,098,634

Note No. 5. Cash for the purpose of the cash flow statement

Cash and cash equivalents for the purpose of the cash flow statement	30.06.2022	30.06.2021
Cash and cash equivalents	53,240,042	38,098,634
Exchange differences from the valuation of cash as at the balance sheet date	-25,141	14,460
Unpaid accrued interests on bank deposits demonstrated in cash	-332,729	0
Total cash for the purpose of the cash flow statement	52,882,172	38,113,094

Note No. 6. Currency structure of net sales revenues

Revenue - currency structure	01.01.2022 - 30.06.2022		01.01.2021 - 30.06.2021	
	PLN Amount	Share %	PLN Amount	Share %
USD	23,734,681	84.50%	16,825,819	79.19%
EUR	3,119,161	11.11%	2,263,543	10.65%
PLN	1,233,526	4.39%	2,158,848	10.16%
Total	28,087,368	100.00%	21,248,210	100.00%

Note No. 7. Capital expenditure

Capital expenditure	01.01.2022	01.01.2021
	- 30.06.2022	- 30.06.2021
Acquisition of property, plant and equipment	184,330	188,346
Development costs	2,378,938	1,703,941
Other	4,345	33,364
Total	2,567,612	1,925,652

2. General Information

Company:	Creepy Jar S.A.
Registered office	Warsaw
Address:	ul. Człuchowska 9, 01-360 Warsaw
E-mail address:	office@creepyjar.com
Website:	www.creepyjar.com
Registry court	District Court for the Capital City of Warsaw in Warsaw, XIV Commercial Division of the National Court Register
KRS	0000666293
REGON	366335731
NIP	1182136414
Major objects of activity (PKD)	62, 01, Z, SOFTWARE ACTIVITIES
Sector acc. to WSE classification	Gaming

Creepy Jar S.A. (hereinafter referred to as the “**Company**” or the “**Issuer**”) was incorporated on 16 December 2016 by a notarial deed comprising the consent to the incorporation of the Company, the wording of the Articles of Association and a statement of consent to the subscription of the share capital in its entirety (notarial deed drawn up before notary Sylwia Jankiewicz in the Notary's Office in Kraków for Rep. A No. 4475/2016). The Company was registered with the National Court Register on 2 March 2017.



As of the date of this report, all shares of the Company are publicly traded on the regulated market (main market) of the Warsaw Stock Exchange S.A.

3. Information on the composition of the Management Board and the Supervisory Board of the Company

Composition of the Issuer's Management Board as at 30.06.2022:

Full name	Function
Krzysztof Kwiatek	President of the Board
Krzysztof Sałek	Member of the Board
Tomasz Soból	Member of the Board

There were no changes in the composition of the Issuer's Management Board in the reporting period.

In the current report no. 10/2022 the Company informed that on 29 April 2022 the Company's Supervisory Board adopted a resolution to appoint all existing members of the Company's Management Board for a new term of 5 years, commencing on the date of the Company's Ordinary General Meeting approving the financial statements for the financial year ended 31 December 2021 (i.e. 7 June 2022):

- Mr. Krzysztof Maciej Kwiatek – entrusting him with the function of the President of the Board,
- Mr. Krzysztof Sałek – entrusting him with the function of the Member of the Board,
- Mr. Tomasz Michał Soból – entrusting him with the function of the Member of the Board;

Composition of the Issuer's Supervisory Board as at 30.06.2022:

Full name	Function
Michał Paziewski	Chairman of the Supervisory Board
Mirosława Cienkowska	Member of the Supervisory Board
Artur Lebieźniński	Member of the Supervisory Board
Tomasz Likowski	Member of the Supervisory Board
Piotr Piskorz	Member of the Supervisory Board

Composition of the Audit Committee:

Full name	Function
Mirosława Cienkowska	Chairwoman of the Audit Committee
Michał Paziewski	Member of the Audit Committee
Piotr Piskorz	Member of the Audit Committee

There were no changes in the composition of the Issuer's Supervisory Board in the reporting period.

In the current report no. 17/2022 the Company informed that on 7 June 2022 the Company's Ordinary General Meeting of Shareholders appointed the following persons to the Company's Supervisory Board for a new term:

- Mr. Artur Lebieźniński;
- Mr. Tomasz Likowski;
- Mr. Michał Paziewski;
- Mr. Piotr Piskorz;

At the same time, the Venture Closed-end Investment Fund, acting pursuant to § 18.3 of the Company's Articles of Association, appointed Mrs. Mirosława Cienkowska to the Company's Supervisory Board as of 7 June 2022.

In view of the above, the Company's Supervisory Board consists of 5 members:

- Mrs. Mirosława Cienkowska;
- Mr. Artur Lebieźniński;
- Mr. Tomasz Likowski;

- Mr. Michał Paziewski;
- Mr. Piotr Piskorz;

4. Information on the principles adopted when drawing up the report

These semi-annual condensed financial statements (hereinafter referred to as “**Financial Statements**”) have been prepared in accordance with the regulations:

- the Accounting Act of 29 September 1994 (consolidated text, Dz. U. 2021 item 217, as amended),
- Ordinance of the Minister of Finance of 05 October 2020 on the scope of information disclosed in financial statements and consolidated financial statements required in issue prospectuses for issuers based in the territory of the Republic of Poland and applying Polish accounting principles (consolidated text, Dz. U. 2020, item 2000), (“Ordinance on issuers’ statements”);
- Regulation of the Minister of Finance of 29 March 2018 on current and periodic information provided by issuers of securities and conditions for recognising as equivalent information required by the laws of a non-member state (Dz. U. of 2018, item 757) (“Regulation on current and periodic information”);

The financial statements have been prepared on the assumption that the Company will continue as a going concern.

The financial statements were prepared for the period from 1 January 2022 to 30 June 2022. Comparable data are presented for the corresponding period of 2021 in accordance with the Regulation on current and periodic information. In the period covered by these Financial Statements, there were no material differences in estimates.

Unless otherwise indicated, all figures are presented in PLN and rounded to full zlotys.

Methods of valuation of assets and liabilities and determination of the financial result

For the purpose of preparing these Financial Statements, methods of valuation of assets and liabilities were applied and the principles for determination of the financial result were in accordance with the Accounting Policy binding in the Company (subject to the changes presented in item 5 below).

Principles of recording fixed tangible and intangible assets

Fixed assets and intangible assets are values at purchase prices or production costs less depreciation or amortisation and impairment losses. The purchase price or production cost of a fixed assets is increased by the cost of its improvement.

The purchase price and production cost of fixed assets, tangible assets under construction and intangible assets include all their costs incurred by the Company for the period of construction, assembly, adaptation and improvement until the date of their adoption for use, including the cost of servicing liabilities incurred to finance them and the related exchange differences less the related revenue.

Depreciation of tangible and intangible assets is made starting from the month following the month in which they were accepted for use.

The straight-line method of depreciation is used for tangible and intangible assets, except for R&D works.

Typical annual depreciation rates are as follows:

Buildings and structures	1,5-4,5%
IT equipment	20-30%
Technical equipment and machines	10-20%
Vehicles	20%
Furniture, tools, instruments, movable property, equipment	20%
Licences, R&D expenses	10-50%

Other intangible assets

20%

In case of tangible and intangible assets acquired as used as well as those showing accelerated wear and tear and in untypical cases and in case of untypical assets, depreciation rates may be set outside the ranges indicated above.

For tangible and intangible assets for which depreciation rates specified in the Corporate Income Tax Act (tax rates) do not differ materially from the depreciation rates resulting from the economic useful lives, tax rates are applied.

Tangible assets and intangible assets with an expected useful life of more than one year and an initial value equal to or less than PLN 10,000.00 are entered in the balance sheet records of fixed assets and depreciated once in the month in which they are accepted for use.

The correctness of the applied depreciation periods and rates of tangible assets is periodically verified by the Company.

Development costs

The costs of completed R&D works related to the production of games carried out by the Company, incurred prior to the production or application of technology are classified as intangible assets, if all of the following conditions are met:

- the product or production technology are precisely specified and the related development costs are reliably determined,
- the technical usefulness of the product or technology has been established and properly documented and on this basis the Company has made a decision to manufacture these products or to apply the technology,
- the development costs are expected to be covered by revenues from the sale of these products or application of technology.

The development costs are subject to straight-line amortisation over the economic useful life of the development results or in case of projects for which it is possible to determine the reliable estimates of the quantity or value of sales, the Company amortises the value of these projects using the natural method, in relation to the planned volume of sales. If in exceptional cases it is not possible to reliably estimate the economic useful life of the results of completed R&D works, the period of write-downs may not exceed 5 years.

Amortisation of completed R&D works is made starting from the month following the month in which they were accepted for use.

The principles specified above for making impairment losses apply to the costs of completed R&D works.

The costs of development work in the period until their completion are recognised as long-term prepayments.

Leasing

The Company applies the principles of qualification of lease, tenancy, leasing and other similar agreements provided for in Article 3 (4) and (5) of the Accounting Act. If the Company is a party to lease, tenancy, leasing or other similar agreements under which it has accepted third-party tangible or intangible assets for use, under which substantially all the risks and benefits resulting from the ownership of assets being the subject matter of the agreement are transferred, the subject matter of the agreement is recognised under assets in the balance sheet. The subject matter of the agreement is initially recognised at the lower of two values: the fair value or the present values of the minimum lease payments. Lease liabilities are valued at adjusted purchase price.

Investments

Investments include assets held for the purpose of obtaining economic benefits from appreciation in value of these assets, revenues resulting therefrom in the form of interest, dividends (shares in profit) or other benefits,

including from business transactions, and in particular financial assets and those real estate and tangible and intangible assets that are not used by the Company, but are held in order to obtain economic benefits.

Receivables and liabilities not classified as investments or financial liabilities

Receivables are recognised at the amount required to be paid, while applying the prudent valuation principle. Receivables are revalued taking into account the degree of probability of their payment, by means of a revaluation write-down included respectively in other operating costs or financial costs - depending on the type of receivables to which the revaluation write-down relates. Revaluation write-downs are created for individual receivables. It is allowed to create revaluation write-downs for groups of receivables respectively to their overdue status, if receivables to which this approach is applied are not individually significant.

Liabilities are valued at the amount due.

Receivables and liabilities are classified as:

- short-term receivables or liabilities in relation to all trade receivables and liabilities and all or part of other receivables and liabilities that are due within 12 months of the balance sheet date,
- long-term receivables and liabilities - in relation to receivables other than short-term receivables.

Receivables and liabilities expressed in foreign currency as at the balance sheet date are valued using the average exchange rate announced by the National Bank of Poland at that date.

Prepayments and accruals

The Company makes prepayments in relation to costs incurred with regard to future reporting periods. Write-offs of prepayments are made according to the lapse of time or the amount of benefits, in accordance with the prudent valuation principle.

Game development costs incurred prior to the sale or application of new solutions are recognised as R&D expenditures in progress and presented as long-term accruals. When the work is completed and expenditures related to the implementation of a given project are recognised, the expenditures are transferred from the item of accruals to the item of costs of completed R&D works, presented in the balance sheet as intangible assets.

Accruals are made at the amount of probable liabilities falling due in the current reporting period, resulting in particular from services provided to the Company by contractors, when the amount of liability can be reliably estimated.

Accruals and deferred income are made in accordance with the prudence principle and include in particular the equivalent of funds received from or payable to contractors for services to be performed in subsequent reporting periods.

Provisions

Provisions are liabilities whose maturity date or amount is uncertain.

The Company creates provisions if it has a legal or constructive obligation resulting from past events and if it is probable that the settlement of this obligation will result in the use of the Company's already existing or future assets. Provisions are created if their amounts are material and reliable estimates can be made.

Provisions are created at the amount representing the best estimate of expenditures required to settle the present obligation as at the balance sheet date.

Provisions are not created for future operating losses.

Equity

Share capital is recognised at the amount specified in the Company's articles of association and entered in the court register.

Supplementary capital is recognised at the amount of the share premium as well as profit distribution and other amounts, if the Company's articles of association and relevant resolutions of its bodies so provide.

Other elements of equity are recognised in accordance with the provisions of the Commercial Companies Code, the Accounting Act, the Company's articles of association, resolutions of the Company's bodies and when so provided in this accounting policy (principles), including in connection with the share-based payments made by the Company. The manner of recognising components of equity in connection with share-based payments are described below.

Revenues and expenses

Revenues and expenses are recognised on an accrual basis, i.e. in the financial year to which they relate, irrespective of when the payment is received or made and in accordance with the principle of matching revenues and expenses and the prudence principle.

Operating revenues and expenses

Operating revenues and expenses include revenues and expenses related to the reporting period other than revenues and expenses from financial operations and revenues and expenses from income tax and other compulsory charges on the financial result.

Revenues from sales of products are recognised in the profit and loss account, if all of the following conditions are met:

- the amount of revenues can be measured reliably,
- there is a sufficiently high probability that the Company obtains economic benefits from the transaction,
- the significant risk and benefits resulting from ownership of assets subject to sales have been transferred to the buyer and the Company is no longer permanently involved in the management of the assets transferred nor does it exercise effective control over them.

Revenues from sales include the disposal of products manufactured by the Company to which it has exclusive licensing rights from their manufacture or has acquired licences to publish or distribute them.

The Company licenses its software (intellectual property) to game distributors. The licence granted for a set period of time give the distributors access to the intellectual property in the form in which it exists during the licence period. The basis for revenue recognition constitute royalties from the sales of game distribution licences. These revenues depend on the amount of sales made by the distributor to the end user in a given reporting period. Revenue from sales of a given product is recognised in the period of sale based on sales reports to end users received by the Company from game distributors.

Revenues include amounts received or due to products supplied to purchasers, less commissions or similar amounts for participation in sale charged by distributors in accordance with relevant agreements as well as trade discounts, if any, and value added tax (VAT). The amount of revenues is measured at the value of payment received or due.

Other operating revenues and expenses include revenues and expenses related indirectly to the Company's operating activities.

Revenues and expenses of financial operations

Revenues and expenses of financial operations include in particular:

- profits and losses on the disposal and valuation of financial instruments other than receivables and liabilities resulting from operating activities,
- interest received and due as well as similar fees and commissions, if they do not increase the initial value of assets,
- dividends received and due,
- exchange differences, if they are not charged to the initial value of assets.

Interest income and expenses are recognised using the effective interest rate. It is allowed to calculate interest on a simplified basis, if the difference between the amount of interest so determined and the amount resulting from the use of effective interest rate is immaterial,

Income tax

Current income tax is recognised in accordance with applicable tax laws. In connection with temporary differences between the book value of assets and liabilities and their tax value and tax loss deductible in the future the Company creates a provision and establishes deferred tax assets.

Deferred tax assets are established in the amount expected to be deducted from income tax in the future due to negative temporary differences that will reduce the income tax base and deductible tax loss in the future, in accordance with the prudence principle.

Deferred tax liability is established for the amount of income tax payable in the future in connection with positive temporary differences, i.e. differences that will increase the income tax base in the future.

The amount of deferred tax liabilities and assets is established taking into account the income tax rates applicable in the year when the tax obligation arose.

Deferred tax liabilities and assets may be presented in the balance sheet after offsetting, if the Company has a title authorising it to take them into account simultaneously when calculating the amount of tax liability.

Transactions in foreign currencies

Economic transactions expressed in foreign currencies are recognised in the accounting books as at the day of their performance at:

- the actually applied exchange rate on that day, resulting from the nature of operation – in case of selling or buying currencies and payment of receivables or liabilities,
- the average exchange rate announced by the National Bank of Poland on the day preceding that day – in case of paying receivables or liabilities, if it is not reasonable to apply the exchange rate referred to above as well as in case of other operations.

As at the balance sheet date transactions expressed in foreign currencies are valued at the average exchange rate announced for a given currency by the National Bank of Poland for that day.

Exchange differences resulting from the valuation as at the balance sheet date of assets and liabilities expressed in foreign currencies, except for long-term investments, are resulting from the payment of receivables and liabilities in foreign currencies, as well as from the sale of currencies, are included respectively in financial revenues or expenditures, and in justified cases - in the production cost of products or purchase price of goods, as well as in the purchase price or production cost of fixed assets, fixed assets under construction or intangible assets.

Profit and loss account

The Company prepares a profit and loss account in a comparative version.

Cash flow statement

The Company prepares a cash flow statement using indirect method.

Statement of changes in equity

The Company prepares a statement of changes in equity.

Financial instruments

Shares and stocks in subordinated entities classified as fixed assets are valued at purchase price less impairment losses.

Financial instruments other than shares and stocks in subordinated entities, rights and obligations under lease and insurance agreements, trade receivables and liabilities as well as financial instruments issued by the Company, constituting its equity instruments, are recognised and valued in accordance with the Regulation of the Minister of Finance of 12 December 2001 on detailed principles of recognition, valuation methods, scope of disclosure and manner of presentation of financial instruments (as amended).

Financial assets are classified in one of the following categories:

- financial assets held for trading,
- loans granted and own receivables,
- financial assets held to maturity,
- financial assets available for sale.

Financial liabilities are classified in one of the following categories:

- financial liabilities held for trading,
- other financial liabilities.

Financial assets are classified as current assets, if they are payable and due or intended for disposal within 12 months of the balance sheet date or from the date of their establishment, issue or acquisition or if they are cash equivalents. In other cases financial assets are included in fixed assets.

Financial liabilities are classified as short-term liabilities, if they are due within 12 months of the balance sheet date. In other cases financial liabilities are included in long-term liabilities.

Financial assets are entered in the accounting books on the date of concluding an agreement at the purchase price, i.e. at the fair value of the expenses incurred or other assets transferred in exchange, whereas financial liabilities at the fair value of the amount received or the value of other assets received. When determining the fair value at that date the transaction costs incurred by the Company are taken into account; transaction costs can be ignored when determining the fair value, if they are immaterial.

Transaction of buying and selling financial instruments made in regulated trading are entered in the accounting books on the date of their settlement.

Hedge accounting

The Company does not apply hedge accounting.

Share-based payments

In case of share-based payments (also settled in other equity instruments) granted to employees, associates and members of the Company's Management Board, the fair value of the instruments is determined at the grant date. To determine the fair value of the instruments granted, an option pricing model is applied which takes into account, among other things, the Company's share price as at the vesting date, the volatility of the share price, the risk-free interest rate, the exercise price of the option and the period in which the option may be exercised.

The fair value of equity-settled share-based payments determined at the grant date is charged to compensation expense on a straight-line basis over the vesting period, taking into account the terms and conditions of the instruments granted based on the Company's respective estimates, with a corresponding increase to reserves. At each balance sheet date, the Company revises its estimates of the number of equity instruments expected to

be granted. The impact, if any, of the revision of the original estimates is recognised in the profit and loss account over the remaining period of the grant, with a corresponding adjustment to the share-based payment reserve. Stock options or other rights outstanding under share-based payment arrangements are not financial instruments.

5. Information on changes in Accounting Policy in the current financial year and their effect on the financial result and equity

In the reported period the Issuer's Accounting Policy has not changed.

6. Amount and type of items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, value or frequency

In the financial results for the first half of 2022 the Issuer does not identify amounts or items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, value or frequency.

7. Explanations concerning seasonality or cyclicity of the issuer's activities in the presented period

In the financial results for the first half of 2022, the Issuer does not identify the phenomenon of seasonality or cyclicity.

At the same time, it should be emphasized that the highest sales revenue to date have been recorded in periods immediately following the game's launch (including on new platforms) or the addition of new updates (e.g. co-op mode, expansion packs of Spirits of Amazonia series). In the periods between significant updates or expansions, turnover can be significantly lower, which can result in significant differences in revenue values and disparities in financial performance from one reporting period to the next. The Issuer tries to minimise this effect by releasing the game on new platforms and adding further free updates that expand the content of Green Hell. As a consequence, the Issuer tries to extend the life of the product on the market and at the same time to spread sales over different periods of the year.

8. Information on write-downs of inventories to net realisable value and reversal of write-downs

In the period from 1 January to 30 June 2022, the Issuer did not make any inventory write-downs.

9. Information on impairment losses on financial assets, property, plant and equipment, intangible assets or other assets, and reversal of such write-offs

In the period from 1 January to 30 June 2022, the Issuer did not make any impairment losses on assets.

10. Information on the creation, increase, use and release of provisions

In the first half of 2022 a provision was created, among others, for potential bonuses for management board members in the amount of PLN 1,120,000,0. The final amount and payment of the bonus will depend on the Company's net profit for the full year 2022 in accordance with the principles set out in the Company's Remuneration Policy.



(in PLN)

Provisions	01.01.2022	01.01.2021	01.01.2021
	- 30.06.2022	- 31.12.2021	- 30.06.2021
Opening balance	504,000	0	0
Release of provisions	506,500	0	0
Use of provisions		0	0
Creation of provisions	1,145,000	504,000	759,731
Closing balance, including:	1,142,500	504,000	759,731
- long-term, including:	0	0	0
- provisions for employee benefits		0	0
- other provisions		0	0
- short-term, including:	1,142,500	504,000	759,731
- provisions for employee benefits		0	0
- other provisions	1,142,500	504,000	759,731

There were no other increases, uses or releases of provisions in the reported period than indicated in the table above.

11. Information on deferred tax assets

(in PLN)

Deferred tax liability	30.06.2022	31.12.2021	30.06.2021
- expenditure on intangible assets	154,005	55,121	97,467
- provision for interest income	31,163	2,098	0
- deferred income	25,686	0	0
- undepreciated value of vehicles	16,599	17,159	30,701
- balance sheet valuation	16,222	1	2,255
- provision for derivative instrument valuation	0	14,676	0
Total	243,675	89,056	130,422

(in PLN)

Deferred tax assets	30.06.2022	31.12.2021	30.06.2021
- IP Box	2,735,609	0	1,724,892
- provision for bonuses for the management board	86,460	109,854	191,734
- valuation of financial instruments	27,088	0	0
- financial lease liabilities	15,726	16,047	28,337
- unpaid salaries, social security contributions, employee capital plans	7,691	582	9,478
- provision for financial statement audit	1,737	3,397	3,250
- balance sheet valuation	7	2,694	197
- other provisions	0	0	334
Total	2,874,317	132,573	1,958,222

12. Information on significant transactions of purchase and sale of tangible assets

In the first half of 2022, the Issuer did not make any significant purchase or sale transactions of tangible assets. Acquisition of property, plant and equipment are presented in Note No. 2

13. Information on significant liability due to purchase of fixed assets

In the first half of 2022, the Issuer did not have any significant liabilities due to the purchase of tangible assets.

14. Information on significant litigation settlements

In the first half of 2022, the Issuer was not a party to any court or arbitration proceedings which could have or had a significant impact on the financial position or profitability of the Company.

15. Indication of adjustments of prior period errors

Not present.

16. Information about changes in economic conditions and operating conditions that have a significant effect on the fair value of the entity's financial assets and financial liabilities, regardless of whether those assets and liabilities are recognised at fair value or at adjusted purchase price (amortised cost)

In the reporting period, there were no changes in the economic situation and operating conditions that would have a significant impact on the fair value of financial assets and financial liabilities.

17. Information on non-repayment of a loan or borrowing, or violation of material provisions of a loan or borrowing agreement, in respect of which no remedial action had been taken by the end of the reporting period

In the first half of 2022, the Company did not have any agreements on loans or borrowings.

18. Information on conclusion by the Issuer of one or more transactions with related entities if they were concluded on non-market terms

In the first half of 2022 the Issuer did not conclude any significant transactions with related entities on conditions other than market conditions.

19. Information on change in manner (method) of determining measurement of financial instruments measured at fair value

In the first half of 2022 there were no changes in the manner (method) of determining the valuation of financial instruments measured at fair value.

20. Information about changes in the classification of financial assets as a result of changes to the purpose or use of these assets

In the first half of 2022 there were no changes in the classification of financial assets as a result of a change in the purpose or use of such assets.

21. Information concerning the issue, redemption and repayment of securities

In the first half of 2022 there were no events of issue, redemption or repayment of securities.

22. Information on paid (declared) dividend, in total and per share, by ordinary and preference shares

On 7 June 2022 the Company's Ordinary General Meeting adopted a resolution no. 5 on the distribution of net profit for the financial year 2021 in the amount of PLN 29,103,176.22 as follows:



- a) to allocate the net profit in the amount of PLN 14,607,874.00 to the payment of dividends to the Company's shareholders, i.e. In the amount of PLN 21.5 per share,
- b) to allocate the profit in the amount of PLN 14,495,302.22 to the Company's reserve capital with the possibility of future payment to shareholders.

The dividend was paid on 28 June 2022. The number of ordinary shares covered by the dividend was 679,436. There are no preference shares in the Company with respect to the dividend.

23. Events that occurred after the date as of which the condensed semi-annual financial statements were drawn up and not included in these statements, which could significantly affect the Issuer's future financial performance

As at the date of approval of these Financial Statements for publication, the Company's Management Board does not identify any events not recognised in these statements which may materially affect its future financial results.

24. Information on changes in contingent liabilities or contingent assets that have occurred since the end of the last financial year

Since the end of the last financial year, the Issuer has not incurred any contingent liabilities and does not identify any contingent assets.

25. Other information that may significantly affect the assessment of the Issuer's property, financial condition and results of operations

Net income in the first half of 2022 was significantly impacted by the recognition of non-cash expenses related to share-based payments to the Company's employees, associates and Board Members resulting from the 2020-2022 Incentive Plan adopted by the Company's Ordinary General Meeting of Shareholders on 23 July 2020. In view of the above, in the first half of 2022 the cost of remuneration in the amount of PLN 3.3 million was recognised.

COVID-19

The Company observes and analyses the impact of the spread of COVID-19 epidemic in Poland and in other countries where the Company's products are sold. So far, i.e. until the date of publication of these financial statements, it has not had a significant impact on the Company's financial result. Together with the periodic restrictions on movement and organisation of gatherings introduced in previous years the Company took measures aimed at introducing a remote working model in the Company. The purpose of this initiative was to minimise the risk of infections among the Company's staff. As part of the measures taken, changes were introduced to the network infrastructure and software to enable safe and possibly effective remote work, including ensuring communication between the Management Board and team members. At present the Company is ready to immediately return to remote working mode in case of renewed restrictions. It should be noted that in the Company's opinion the long-lasting operation of the team in the remote working model may have a negative impact on the time of production works.

Taking into account the Company's cash balance, investment plans related to the production of games and in the absence of significant liabilities it should be stated that even a prolonged COVID-19 epidemic does not pose a threat to the Company's prospects and liquidity over the next 12 months.

WAR IN UKRAINE

On 24 February 2022 the Russian Federation launched an armed invasion of Ukraine. In response to Russia's unlawful actions, the international community, including EU countries and the United States, imposed extensive economic and political sanctions on the Russian Federation. Taking into account the unpredictability of the situation, at this stage it is not possible to assess potential scenarios for the development of the armed conflict and their consequences (including those related to sanctions) for the economic situation in Poland and in the world.

The Company does not conduct direct operations in any of the countries engaged in this conflict. The distribution of the Company's products on these markets takes place through sales platforms, in particular such as Steam, PlayStation Store and Microsoft Xbox Store. In opposing the actions of Russia and Belarus, the Company has applied to these entities to block the possibility to purchase the Company's products by users from these countries. Based on data for 2021 provided by a/m distribution platforms the total share of Russia and Belarus in the value of Green Heel's sales on these platforms was less than 2.5%. Whereas the share of Ukraine in these revenues was at 0.2% of the sales value. While even a long-term exclusion or limitation of distribution on these markets should not have a significant impact on the Company's financial result, at this stage it is not possible to reliably assess the impact of this situation on the Company's operations and prospects.

Warsaw, 28 September 2022

Krzysztof Kwiatek

President of the Board
Creepy Jar S.A.

Krzysztof Sałek

Member of the Board
Creepy Jar S.A.

Tomasz Soból

Member of the Board
Creepy Jar S.A.

Małgorzata Boral

Chief Accountant

The Creators of **GREEN HELL**



ir@creepyjar.com
www.creepyjar.com