

Polish Oil and Gas Company (PGNiG SA)
Head Office

Warsaw, August 18th 2021

Update of estimates of Q2 and H1 2021 consolidated financial highlights

Current Report No. 35/2021

Further to Current Report No. 33/2021 of July 29th 2021 the Management Board of Polskie Górnictwo Naftowe i Gazownictwo S.A. ("PGNiG") announces the update of preliminary PGNiG's consolidated financial results for Q2 and H1 2021:

in PLNbn	Q2 2020	Q2 2021	H1 2020	H1 2021
Consolidated revenue	7.28	10.43	21.04	24.99
Consolidated EBITDA, herein:	7.27	1.80	9.35	5.20
<i>impairment losses on property, plant and equipment of PGNiG Group</i>	-0.10	0.27	-0.85	0.54
Exploration and Production's EBITDA, herein:	0.17	1.41	0.24	2.75
<i>Cost of dry wells and seismic surveys</i>	-0.06	-0.17	-0.08	-0.43
<i>Impairment losses on property, plant and equipment</i>	-0.09	0.30	-0.85	0.57
Trade and Storage's EBITDA	6.65	-0.22	7.56	0.27
<i>Reduction costs of gas associated with retroactive settlement under yamal contract annex</i>	5.69	-	5.69	-
<i>Gas inventory write-downs</i>	+0.11	-0.01	+0.36	-
Distribution's EBITDA	0.41	0.54	1.18	1.55
Generation's EBITDA	0.12	0.17	0.53	0.63
Consolidated EBIT	6.45	0.98	7.66	3.42
Consolidated net result	5.14	0.69	5.92	2.43

In relation to figures published in current report no. 33/2021 significant change was made in Trade and Storage's EBITDA (change from -0.36 PLNbn to -0.22 PLNbn in Q2 2021 and from 0.13 PLNbn to 0.27 PLNbn in H1 2021), as well as in:

- consolidated EBITDA (change from 1.66 PLNbn to 1.80 PLNbn in Q2 2021 and from 5.06 PLNbn to 5.20 PLNbn in H1 2021),
- consolidated EBIT (change from 0.84 PLNbn to 0.98 PLNbn in Q2 2021 and from 3.28 PLNbn to 3.42 PLNbn in H1 2021), and
- consolidated net result (change from 0.58 PLNbn to 0.69 PLNbn in Q2 2021 and from 2.32 PLNbn to 2.43 PLNbn in H1 2021).

These changes result from an adjustment to the separation of gains or losses on hedging instruments designated for hedge accounting into an effective portion (taken to equity) and an

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ineffective portion (taken to profit or loss) as at June 30th 2021. As a result, such gains (losses) were transferred from the statement of profit or loss to equity and liabilities of the statement of financial position, where they were recognised as a hedging reserve.

The presented values are estimates and as such are subject to change. The results will undergo audit by an independent auditor. The report for H1 2021 will be published on September 2nd, 2021.

Legal basis:

Article 17 section 1 of Regulation (EU) No. 596/2014 of the European Parliament and of the Council of 16 April 2014 on market abuse (market abuse regulation) and repealing Directive 2003/6/EC of the European Parliament and of the Council and Commission Directives 2003/124/EC, 2003/125/EC and 2004/72/EC.