

P4 sp. z o.o.

Interim condensed financial statements
prepared in accordance with IAS 34
as at and for the 6-month period ended
June 30, 2025

PLAY

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Approval of financial statements

We hereby approve the interim financial statements of P4 sp. z o.o. as at and for the 6-month period ended June 30, 2025, consisting of the interim condensed statement of comprehensive income showing total income of PLN 832.0 million, the interim condensed statement of financial position with assets and liabilities and equity of PLN 21,029.9 million, the interim condensed statement of changes in equity showing an increase in equity by PLN 289.2 million, the interim condensed statement of cash flows showing an decrease in net cash by PLN 80.9 million and other explanatory notes.

Kenneth Campbell
Management Board President

Mikkel Noesgaard
Management Board Member

Beata Zborowska
Management Board Member

Michał Ziółkowski
Management Board Member

Ewa Zmysłowska
Management Board Member

Warsaw, August 27, 2025

Interim condensed statement of comprehensive income

	Notes	Six-month period ended June 30, 2025	Six-month period ended June 30, 2024
		Unaudited	Unaudited
Operating revenue	3	5,090.6	4,928.4
Service revenue		4,214.2	3,975.2
Sales of goods and other revenue		876.4	953.2
Operating expenses		(4,094.1)	(4,006.2)
Interconnection, roaming and other service costs	4	(1,188.5)	(1,132.6)
Contract costs		(292.8)	(272.3)
Cost of goods sold		(726.8)	(747.8)
Employee benefits	5	(287.9)	(284.7)
External services	6	(663.4)	(691.0)
Depreciation and amortization	7	(883.0)	(830.7)
Taxes and fees		(51.7)	(47.1)
Other operating income	8	988.1	775.9
<i>thereof: gains from derecognition of financial assets measured at amortized costs</i>	8	15.0	29.8
Other operating costs	8	(380.9)	(321.7)
<i>thereof: impairment of financial assets</i>	8	(75.9)	(84.7)
Share of profit of equity-accounted investee		19.2	15.4
Operating profit		1,622.9	1,391.8
Finance income	9	17.8	30.0
<i>thereof: interest income from assets at amortized cost</i>	9	10.9	12.6
Finance costs	9	(595.5)	(574.1)
Profit before income tax		1,045.2	847.7
Income tax charge	10	(211.1)	(187.0)
Net profit		834.1	660.7
<u>Items that will not be reclassified to profit or loss</u>			
Income tax relating to items not to be reclassified		-	0.2
<u>Items that may be reclassified subsequently to profit or loss</u>			
Gains on cash flow hedges	26	26.9	67.8
Income tax relating to items that may be reclassified	26	(5.1)	(12.9)
Share of other comprehensive income/(loss) of equity-accounted investee		(23.9)	24.4
Other comprehensive income/(loss), net		(2.1)	79.5
Total comprehensive income		832.0	740.2

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Interim condensed statement of financial position

	Notes	June 30, 2025	December 31, 2024
		Unaudited	
ASSETS			
Non-current assets			
Goodwill		1,213.9	1,213.9
Other intangible assets	11	4,594.3	4,024.3
Property, plant and equipment	12	3,386.2	3,363.4
Right-of-use assets	20.2	4,722.3	4,651.1
Investment in joint venture		1,811.2	1,816.0
Other long term financial assets	13	260.5	264.2
Long term prepaid expenses	18	13.5	5.8
Total non-current assets		16,001.9	15,338.7
Current assets			
Inventories	14	966.7	930.9
Trade and other receivables	15	1,861.8	1,462.2
Contract assets	16	1,379.5	1,638.4
Contract costs	17	539.1	537.3
Prepaid expenses	18	99.5	112.1
Cash and cash equivalents	19	160.0	120.9
Other short term financial assets	13	21.4	12.6
Total current assets		5,028.0	4,814.4
TOTAL ASSETS		21,029.9	20,153.1
EQUITY AND LIABILITIES			
Equity			
Share capital		48.9	48.9
Other supplementary capital		20.5	(159.0)
Other reserves		230.5	161.9
Retained earnings	21	834.1	793.0
Total equity		1,134.0	844.8
Non-current liabilities			
Long-term financial liabilities	22	10,000.2	9,939.6
Long-term lease liabilities	20.2	4,850.4	4,654.3
Long-term provisions	23	285.4	299.7
Deferred tax liability		227.0	278.8
Other non-current liabilities		9.8	8.4
Total non-current liabilities		15,372.8	15,180.8
Current liabilities			
Short-term financial liabilities	22	1,121.1	1,005.4
Short-term lease liabilities	20.2	342.3	327.0
Trade and other payables	24	2,276.1	2,043.9
Contract liabilities	25	553.7	465.3
Current income tax payable		112.0	107.1
Accruals		86.4	147.4
Short-term provisions	23	31.5	31.4
Total current liabilities		4,523.1	4,127.5
TOTAL LIABILITIES AND EQUITY		21,029.9	20,153.1

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Interim condensed statement of changes in equity

	Notes	Share capital	Other supplementary capital	Other reserves	Retained earnings	Total equity
As at January 1, 2025		48.9	(159.0)	161.9	793.0	844.8
Net profit		-	-	-	834.1	834.1
<u>Other comprehensive income/(loss), net</u>					-	-
Gains on cash flow hedges with relating income tax	26	-	-	21.8	-	21.8
Share of other comprehensive loss of equity-accounted investee		-	-	(23.9)	-	(23.9)
Total comprehensive income		-	-	(2.1)	834.1	832.0
Recognition of costs of equity-settled incentive and retention programs		-	7.2	-	-	7.2
Increase of other reserves	21	-	-	70.7	(70.7)	-
Covered losses in share premium	21	-	172.3	-	(172.3)	-
Dividend payment	21	-	-	-	(550.0)	(550.0)
As at June 30, 2025, unaudited		48.9	20.5	230.5	834.1	1,134.0

	Notes	Share capital	Other supplementary capital	Other reserves	Retained earnings	Total equity
As at January 1, 2024		48.9	(166.7)	7.3	906.4	795.9
Net profit		-	-	-	660.7	660.7
<u>Other comprehensive income/(loss), net</u>						
Actuarial gains on post-employment benefits with relating income tax		-	-	0.2	-	0.2
Gains on cash flow hedges with relating income tax	26	-	-	54.9	-	54.9
Share of other comprehensive income of equity-accounted investee		-	-	24.4	-	24.4
Total comprehensive income		-	-	79.5	660.7	740.2
Recognition of costs of equity-settled incentive and retention programs		-	8.8	-	-	8.8
Increase of other reserves		-	-	159.4	(159.4)	-
Dividend payment		-	-	-	(747.0)	(747.0)
As at June 30, 2024, unaudited		48.9	(157.9)	246.2	660.7	797.9

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Interim condensed statement of cash flows

	Notes	Six-month period ended June 30, 2025	Six-month period ended June 30, 2024
		Unaudited	Unaudited
Profit before income tax		1,045.2	847.7
Depreciation and amortization		883.0	830.7
Interest expense (net)		580.6	555.1
Gain on financial instruments at fair value		(0.9)	(13.3)
Foreign exchange gains		(2.1)	(2.1)
Share of profit of equity-accounted investee		(19.2)	(15.4)
(Gain)/Loss on disposal of non-current assets and termination of lease contracts		118.4	(354.7)
Impairment of non-current assets		1.0	0.3
Change in provisions		(39.4)	(133.6)
Change in share premium from equity-settled retention programs		7.2	8.8
Changes in working capital and other	29	(680.3)	(251.9)
Change in contract assets	29	258.9	(79.9)
Change in contract costs	29	(1.8)	0.8
Change in contract liabilities	29	88.4	40.7
Cash provided by operating activities		2,239.0	1,433.2
Interest received		8.4	4.1
Income tax paid		(263.2)	(124.1)
Net cash provided by operating activities		1,984.2	1,313.2
Proceeds from sale of non-current assets		11.0	6.3
Purchase of fixed assets and intangibles (including deposit paid in the auction for telecommunications licenses)		(812.6)	(869.5)
Cash inflows related to sale of infrastructure		-	466.2
Cash outflows related to assets held for sale		-	(0.5)
Proceeds from loans given		1.1	1.6
Acquisition of subsidiaries		-	(42.1)
Proceeds from financial receivables		0.6	104.9
Purchase of debt securities		-	(56.0)
Net cash used in investing activities		(799.9)	(389.1)
Dividends (paid)	21	(550.0)	(747.0)
Proceeds from financial liabilities	22	700.0	982.0
Repayment of financial liabilities	22	(790.7)	(419.8)
Paid interest relating to financial liabilities		(576.3)	(530.6)
Paid other costs relating to financial liabilities		(48.2)	(14.9)
Net cash used in financing activities		(1,265.2)	(730.3)
Net change in cash and cash equivalents		(80.9)	193.8
Effect of exchange rate change on cash and cash equivalents		0.1	(0.1)
Cash and cash equivalents at the beginning of the period		(486.4)	(306.4)
Cash and cash equivalents at the end of the period	28	(567.2)	(112.7)

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Notes and explanations

1. P4 sp. z o.o.

P4 sp. z o.o. (hereafter referred to as "P4" or the "Company") was established under Polish law on September 6, 2004 and registered on September 15, 2004. The Company's registered office is in Warsaw, Poland at ul. Wynalazek 1.

As at June 30, 2025 the Company was controlled directly by Iliad Purple S.A.S. with its registered office in Paris (hereafter referred to as "Iliad Purple"), which held 100% shares in the Company. Iliad Purple S.A.S. is a subsidiary of Iliad S.A. with its registered office in Paris, controlled by Niel Family Group.

The Company's activities include the provisions of mobile telephony, mobile and fixed internet, television and business solutions under the "Play" and "Virgin mobile" brands.

These financial statements comprise:

- interim condensed statement of comprehensive income;
- interim condensed statement of financial position;
- interim condensed statement of changes in equity;
- interim condensed statement of cash flows;
- other explanatory notes

as at and for the 6-month period ended June 30, 2025 and the comparative period, i.e. the 6-month period ended June 30, 2024, hereafter the "Financial Statements".

2. Basis of preparation

These Financial Statements were authorized for issue by the Company's Management Board on August 27, 2025.

The Company's activities are not subject to significant seasonal or cyclical trends.

These Financial Statements have been prepared with the underlying going concern assumption.

The Financial Statements have been prepared in accordance with International Accounting Standard ("IAS") 34 – Interim Financial Reporting and in accordance with all the relevant accounting standards applicable to interim financial reporting, as endorsed by the European Union, published and in effect during the preparation of these Financial Statements.

These Financial Statements do not include all disclosures required for annual financial statements and therefore they should be read together with the audited financial statements for the year ended December 31, 2024 approved on March 12, 2025, prepared in accordance with the IFRS ("Annual Financial Statements").

The Financial Statements have been prepared under the historical cost convention except for derivatives which are measured at fair value and equity items relating to equity-settled incentive and retention programs, which are measured at fair value at the grant date.

The preparation of Financial Statements in conformity with International Financial Reporting Standards ("IFRS") requires the use of certain critical accounting estimates. The areas where assumptions and estimates are material to the Financial Statements are disclosed in Note 2.2 to the Annual Financial Statements.

These Financial Statements have been prepared in millions of PLN (rounded to one decimal place) therefore, comparative data from the Annual Financial Statements for 2024 and the interim consolidated financial statements for the first half of 2024, which were originally presented in thousands of PLN, have been converted and presented in millions of PLN. The above change in the presentation format has been introduced to enhance the readability of the Financial Statements.

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2.1 New standards, interpretations and amendments to existing standards

These Financial Statements were prepared in accordance with the IFRS adopted by the European Union, issued and effective as at June 30, 2025.

The accounting policies applied in the Financial Statements have not changed as compared to the policies applied in the Financial Statements for the year ended December 31, 2024 approved by the Company's Management Board on March 12, 2025, except for new standards and interpretations as described in the table below:

New regulation	Issued on	Effective for annual periods beginning on or after	In EU effective for annual periods beginning on or after	Assessment of the regulation
Amendments to IAS 21: The Effects of Changes in Foreign Exchange Rates: Lack of Exchangeability	August 15, 2023	January 1, 2025	January 1, 2025	No impact

The following new standards, amendments to standards and interpretations have been issued but are not effective for the reporting period ended June 30, 2025 and have not been adopted early:

New regulation	Issued on	Effective for annual periods beginning on or after	In EU effective for annual periods beginning on or after	Assessment of the regulation
Amendments to the Classification and Measurement of Financial Instruments (Amendments to IFRS 9 and IFRS 7)	May 30, 2024	January 1, 2026	January 1, 2026	Assessment in progress
Annual Improvements Volume 11	July 18, 2024	January 1, 2026	January 1, 2026	Assessment in progress
Amendments to IFRS 9 and IFRS 7. Contracts Referencing Nature-dependent Electricity.	December 18, 2024	January 1, 2026	January 1, 2026	Assessment in progress
IFRS 18 Presentation and Disclosure in Financial Statements	April 9, 2024	January 1, 2027	Not endorsed yet	Assessment in progress
IFRS 19 Subsidiaries without Public Accountability: Disclosures	May 9, 2024	January 1, 2027	Not endorsed yet	Assessment in progress

2.2 Foreign currency transactions

At the end of the reporting period monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate determined by the National Bank of Poland as at the end of the reporting period:

Currency	June 30, 2025	December 31, 2024
EUR	4.2419	4.2730
USD	3.6164	4.1012

2.3 Financial risk management

The risk management program in the Company focuses on minimizing the potential adverse effects of the financial risks on the performance of the Company. The financial risk is managed under policies covering specific areas such as currency risk, interest rate risk, credit risk and liquidity risk, as well as covenants provided in financing agreements. During the current period, there were no significant changes in financial risk management. Detailed information is presented in Note 32 to the Annual Financial Statements.

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3. Operating revenue

Total operating revenue corresponds to the revenue from contracts with customers.

	Six-month period ended June 30, 2025	Six-month period ended June 30, 2024
	Unaudited	Unaudited
Service revenue	4,214.2	3,975.2
Usage revenue	3,863.5	3,615.0
Interconnection revenue	350.7	360.2
Sales of goods and other revenue	876.4	953.2
	5,090.6	4,928.4

	Six-month period ended June 30, 2025	Six-month period ended June 30, 2024
	Unaudited	Unaudited
Usage revenue by category		
Retail contract revenue	3,133.8	2,951.3
Retail prepaid revenue	489.6	490.2
Other usage revenue	240.1	173.5
	3,863.5	3,615.0

Other usage revenue consists mainly of revenues from mobile virtual network operators ("MVNOs") to whom the Company provides telecommunications services and revenues generated from services rendered to subscribers of foreign mobile operators that have entered into international roaming agreements with the Company.

4. Interconnection, roaming and other service costs

	Six-month period ended June 30, 2025	Six-month period ended June 30, 2024
	Unaudited	Unaudited
Interconnection costs, including network sharing	(374.6)	(386.6)
Other service costs	(813.9)	(746.0)
	(1,188.5)	(1,132.6)

Other service costs include fees for using the infrastructure as part of a partnership with Polski Światłowod Otwarty sp. z o.o. ("PŚO"), international roaming costs, costs of distribution of prepaid offerings (commissions paid to distributors for sales of top-ups), costs related to the distribution of TV shows and audiovisual content and fees paid to providers of content (e.g. TV, VoD, music) in transactions in which the Company acts as a principal.

5. Employee benefits

	Six-month period ended June 30, 2025	Six-month period ended June 30, 2024
	Unaudited	Unaudited
Salaries	(238.2)	(234.5)
Social security	(42.5)	(41.4)
Equity settled incentive and retention programs	(7.2)	(8.8)
	(287.9)	(284.7)

6. External services

	Six-month period ended June 30, 2025	Six-month period ended June 30, 2024
	Unaudited	Unaudited
Network maintenance, leased lines and energy	(446.6)	(417.0)
Advertising and promotion expenses	(60.1)	(95.0)
Customer relations costs	(52.6)	(50.9)
Office and points of sale maintenance	(15.8)	(15.8)
IT expenses	(36.5)	(60.8)
People related costs	(12.3)	(12.6)
Finance and legal services	(5.6)	(6.3)
Other external services	(33.9)	(32.6)
	(663.4)	(691.0)

7. Depreciation and amortization

	Six-month period ended June 30, 2025	Six-month period ended June 30, 2024
	Unaudited	Unaudited
Depreciation of property, plant and equipment	(370.4)	(352.2)
Amortization of intangibles	(304.6)	(288.0)
Depreciation of right-of-use assets	(208.0)	(190.5)
	(883.0)	(830.7)

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8. Other operating income and other operating costs

	Six-month period ended June 30, 2025	Six-month period ended June 30, 2024
	Unaudited	Unaudited
Other operating income		
Income from partnership	698.5	618.6
Gains from derecognition of financial assets measured at amortized costs	15.0	29.8
Gain on disposal of non-current assets and termination of lease contracts	3.6	4.0
Income from subleasing of right-of-use assets	10.4	9.2
Other miscellaneous operating income	260.6	114.3
	988.1	775.9
Other operating costs		
Costs related to partnership	(277.9)	(211.4)
Expected credit loss of trade receivables	(62.5)	(43.1)
Expected credit loss of contract assets	(13.4)	(41.6)
Impairment of non-current assets	(3.0)	(0.3)
Other miscellaneous operating costs	(24.1)	(25.3)
	(380.9)	(321.7)

The "Income from partnership" and "Costs related to partnership" line items relate to the sale of passive infrastructure under the Built-to-Suit program ("BTS") to On Tower Poland sp. z o.o. ("OTP"), construction works to PŚO and other services provided to PŚO and OTP. In H1 2025, the Company recognised a gain on sale and leaseback in the amount of PLN 346.9 million.

Gains from derecognition of financial assets measured at amortized cost represent mainly the result on the sale of trade receivables.

Income from subleasing of right-of-use assets relate to agreements classified as operating leases in which the Company, as the lessor, subleases assets that are accounted for as assets under IFRS 16 in the statement of financial position (please see Note 20.1).

Expected credit loss of trade receivables

The line "Expected credit loss of trade receivables" represents the amount charged to the statement of comprehensive income according to IFRS 9. When calculating the expected credit loss, the Company takes into account, among others, the price it expects to be able to recover in future from sales of receivables.

For movements of the expected credit loss of trade receivables please see Note 15.

Expected credit loss of contract assets

For movements of the expected credit loss of contract assets please see Note 16.

9. Finance income and finance costs

	Six-month period ended June 30, 2025	Six-month period ended June 30, 2024
	Unaudited	Unaudited
Finance income		
Interest income from assets at amortized cost	10.9	12.6
Income from the net investment in the lease	0.5	0.2
Net gain on financial instruments at fair value	0.9	12.3
Exchange rate gains	5.5	4.9
	17.8	30.0
Finance costs		
Interest expense, including:	(592.9)	(568.2)
- on lease liabilities	(152.3)	(137.9)
- effect of cash flow hedges	(31.9)	(18.2)
Other	(2.6)	(5.9)
	(595.5)	(574.1)

The line item "Net gain on financial instruments at fair value" represents the valuation of the ineffective portion of the cash flow hedge via interest rate swaps and valuation of other derivatives.

Interest expense includes the effect of using cash flow hedges (an adjustment related to the accrual of interest and settlement of interest rate swaps) – please see Note 26.

10. Income tax

	Six-month period ended June 30, 2025	Six-month period ended June 30, 2024
	Unaudited	Unaudited
Current tax charge	(268.0)	(187.1)
Deferred tax benefit	56.9	0.1
Income tax charge	(211.1)	(187.0)

Reconciliation between tax calculated at the prevailing tax rate applicable to profit (19%) and income tax charge is presented below:

	Six-month period ended June 30, 2025	Six-month period ended June 30, 2024
	Unaudited	Unaudited
Profit before income tax	1,045.2	847.7
Tax calculated at tax rates applicable to profit (19%)	(198.6)	(161.1)
Expenses not subject to tax	(13.2)	(28.4)
Income not subject to tax	2.2	11.9
Previous years tax income included in current year accounting profit	1.5	1.1
Adjustments relating to previous tax years	11.7	2.5
Change in unrecognised deferred tax asset arising from tax losses	(14.7)	(13.0)
Income tax charge	(211.1)	(187.0)
Effective tax rate	20.2%	22.1%

The items reconciling the income tax amount in the table above represent the tax effect with the application of appropriate tax rates.

The deferred income tax calculation is based upon an assessment of the probability that future taxable profit will be available against which temporary differences and the unused tax losses can be utilized. The estimation is based upon the budget for the year 2025 and long-term financial projections.

As at June 30, 2025 and December 31, 2024, the Company did not recognise deferred tax assets relating to tax loss on the capital activity for which the likelihood of future taxable profits that would allow realization of these tax losses is insufficient.

The Company is subject to Pillar 2 of the OECD BEPS 2.0 Model Rules, which introduce a general framework for a global minimum tax. The Pillar 2 rules were implemented in Poland by the Act on Top-up Taxation Constituent Entities of Multinational and Domestic Groups (the "Act") dated November 6, 2024, which entered into force on January 1, 2025. P4, as a component unit of an international group with revenues in excess of EUR 750 million, is subject to the regulations of the aforementioned Act. The Company has conducted a preliminary assessment of its potential exposure to Pillar 2 income taxes based on data from the latest CbCR report and available financial data. The Company anticipates that it will be able to benefit from a temporary safe harbour based on the criterion of meeting the simplified effective tax rate test.

11. Other intangible assets

	June 30, 2025, unaudited			Net book value
	Cost	Accumulated amortization	Accumulated impairment	
Telecommunications licenses	4,081.9	(1,631.0)	-	2,450.9
Computer and network software	2,807.3	(1,997.9)	(0.2)	809.2
Other intangible assets	1,817.1	(482.9)	-	1,334.2
	8,706.3	(4,111.8)	(0.2)	4,594.3

	December 31, 2024			Net book value
	Cost	Accumulated amortization	Accumulated impairment	
Telecommunications licenses	3,355.5	(1,516.8)	-	1,838.7
Computer and network software	2,712.8	(1,917.2)	(5.2)	790.4
Other intangible assets	1,816.6	(421.4)	-	1,395.2
	7,884.9	(3,855.4)	(5.2)	4,024.3

Telecommunications licenses

Frequency band	License term		Net book value as at	
	from	to	June 30, 2025	December 31, 2024
			Unaudited	
1800 MHz	February 13, 2013	December 31, 2027	85,9	103,0
800 MHz	January 25, 2016/ June 23, 2016	June 23, 2031	556,3	606,1
2600 MHz	January 25, 2016	January 25, 2031	82,6	90,1
2100 MHz	January 1, 2023	December 31, 2037	293,1	304,8
3500-3600 MHz	December 19, 2023	November 30, 2038	438,1	454,4
900 MHz	January 1, 2024	December 31, 2038	270,3	280,3
700 MHz	June 18, 2025	May 31, 2040	724,6	-
			2 450,9	1 838,7

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Changes in the net carrying amount of other intangible assets were as follows:

	Telecommunications licenses	Computer and network software	Other intangible assets	Total
Net book value as at January 1, 2025	1,838.7	790.4	1,395.2	4,024.3
Increases	726.4	145.5	-	871.9
Amortization charge	(114.2)	(128.3)	(62.1)	(304.6)
Impairment charge	-	0.4	-	0.4
Transfers and reclassifications	-	1.4	1.1	2.5
Decreases	-	(0.2)	-	(0.2)
Net book value as at June 30, 2025, unaudited	2,450.9	809.2	1,334.2	4,594.3

	Telecommunications licenses	Computer and network software	Other intangible assets	Total
Net book value as at January 1, 2024	2,063.6	751.3	1,501.3	4,316.2
Increases	-	155.1	-	155.1
Amortization charge	(112.5)	(114.4)	(61.1)	(288.0)
Impairment charge	-	0.5	-	0.5
Transfers and reclassifications	-	2.2	0.1	2.3
Decreases	-	(0.6)	-	(0.6)
Net book value as at June 30, 2024, unaudited	1,951.1	794.1	1,440.3	4,185.5

12. Property, plant and equipment

	June 30, 2025, unaudited			Net book value
	Cost	Accumulated amortization	Accumulated impairment	
Land and buildings	1,506.1	(395.2)	(18.4)	1,092.5
IT equipment	821.8	(512.1)	-	309.7
Telecommunications infrastructure	3,801.0	(2,457.0)	(3.6)	1,340.4
Other	1,266.0	(622.4)	-	643.6
	7,394.9	(3,986.7)	(22.0)	3,386.2

The "Land and buildings" group presents mainly cost of civil works and materials used for adapting leased property (e.g. roof tops) so that the Company's telecommunications equipment and telecommunication towers remaining the Company's property can be installed.

Certain proportion of the property, plant and equipment is also used to generate revenue from operating leases where some assets (towers) are also being shared with other operators. Nevertheless, property, plant and equipment that the Company holds is used mainly for its own purposes and therefore the value of items leased to third parties is not material for the Financial Statements.

	December 31, 2024			Net book value
	Cost	Accumulated amortization	Accumulated impairment	
Land and buildings	1,441.8	(367.8)	(15.5)	1,058.5
IT equipment	799.4	(473.7)	(0.1)	325.6
Telecommunications infrastructure	3,635.1	(2,310.4)	(4.4)	1,320.3
Other	1,232.1	(571.0)	(2.1)	659.0
	7,108.4	(3,722.9)	(22.1)	3,363.4

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Changes in the net carrying amount of property, plant and equipment were as follows:

	Land and buildings	IT equipment	Telecommunications infrastructure	Other	Total
Net book value as at January 1, 2025	1,058.5	325.6	1,320.3	659.0	3,363.4
Increases	101.9	1.5	227.5	77.1	408.0
Depreciation charge	(37.6)	(45.2)	(182.5)	(105.1)	(370.4)
Impairment charge	(2.9)	0.1	(0.5)	1.9	(1.4)
Reclassification to work in progress	(1.6)	-	-	-	(1.6)
Other transfers and reclassifications	(19.6)	27.7	(23.8)	13.2	(2.5)
Decreases	(6.2)	-	(0.6)	(2.5)	(9.3)
Net book value as at June 30, 2025, unaudited	1,092.5	309.7	1,340.4	643.6	3,386.2

	Land and buildings	IT equipment	Telecommunications infrastructure	Other	Total
Net book value as at January 1, 2024	890.0	279.5	1,353.8	562.2	3,085.5
Increases	66.4	6.5	241.7	102.4	417.0
Depreciation charge	(33.2)	(43.7)	(170.9)	(104.4)	(352.2)
Impairment charge	(0.6)	-	(0.2)	-	(0.8)
Reclassification from Assets held for sale	29.1	-	-	-	29.1
Other transfers and reclassifications	(4.1)	23.8	(34.9)	12.9	(2.3)
Decreases	(14.0)	-	(0.2)	(2.8)	(17.0)
Net book value as at June 30, 2024, unaudited	933.6	266.1	1,389.3	570.3	3,159.3

13. Other financial assets

	June 30, 2025	December 31, 2024
	Unaudited	
Shares in subsidiaries	194.7	194.7
Loans granted to subsidiaries	27.6	27.6
Interest rate swaps	-	0.2
Notes issued by subsidiaries	11.0	11.0
Long-term receivables	19.9	20.3
Long-term lease receivables	7.3	10.4
Other long term financial assets	260.5	264.2
Interest rate swaps	14.3	4.3
Bonds issued by subsidiaries	0.6	0.6
Short-term lease receivables	6.5	7.7
Other short term financial assets	21.4	12.6
	281.9	276.8

Long-term receivables comprise mainly amounts paid as collateral for lease agreements.

Lease receivables were described in Note 20.1, while interest rate swaps were described in Note 26.

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13.1 Shares in subsidiaries

Shares in subsidiaries:

	June 30, 2025	December 31, 2024
	Unaudited	
Redge Technologies sp. z o.o.	171.8	171.8
Play Investments sp. z o.o.	0,0	0,0
Grupa Phobos sp. z o.o.	10.3	10.3
Miconet sp. z o.o.	12.6	12.6
	194.7	194.7

Shares and voting rights:

	June 30, 2025	December 31, 2024
Redge Technologies sp. z o.o.	94.4%	94.7%
Play Investments sp. z o.o.	100%	100%
Grupa Phobos sp. z o.o.	51%	51%
Miconet sp. z o.o.	100%	100%

13.2 Notes receivables

Notes receivables are classified as financial instruments measured at amortized cost.

As at June 30, 2025 and December 31, 2024 notes receivables consisted of notes issued by the Play Investments sp. z o.o. in the nominal value of PLN 11 million (series A, maturing in 2026).

Interest on these notes is calculated based on a floating interest rate plus a margin.

13.3 Receivables under the loans granted

As at June 30, 2025 and December 31, 2024 the Company had receivables under loans granted to Redge Technologies sp. z o.o. in the nominal value of PLN 28.6 million (maturing in 2027).

Interest on the loan granted is calculated on the basis of a floating rate plus a margin.

14. Inventories

	June 30, 2025	December 31, 2024
	Unaudited	
Materials	15.1	28.2
Goods for resale	238.1	192.9
Goods in dealers' premises	35.1	28.1
Work in progress	685.8	689.7
Impairment of goods for resale	(7.4)	(8.0)
	966.7	930.9

In the "Work in progress" line item, the Company presents expenditures incurred in connection with the performance of the construction work for PŚO and expenditures for base stations sold to OTP built outside of the minimum limit specified in the BTS program.

Movements of the provision for impairment of inventories are as follows:

	Six-month period ended June 30, 2025	Six-month period ended June 30, 2024
	Unaudited	Unaudited
Beginning of period	(8.0)	(9.4)
- (charged)/credited to profit or loss	0.6	(0.7)
End of period	(7.4)	(10.1)

The recognition/reversal of the provision for inventories is recognised in the cost of goods sold.

15. Trade and other receivables

	June 30, 2025	December 31, 2024
	Unaudited	
Trade receivables	2,076.1	1,618.4
Expected credit loss of trade receivables	(214.6)	(161.2)
Trade receivables (net)	1,861.5	1,457.2
VAT and other government receivables	0.2	4.6
Other receivables	0.1	0.4
Other receivables (net)	0.3	5.0
	1,861.8	1,462.2

The total amount of trade receivables is comprised of receivables from contracts with customers.

Trade receivables include mainly receivables from the provision of telecommunication services as well as instalment receivables relating to sales of handsets and mobile computing devices.

Movements of the expected credit loss of trade receivables are as follows:

	Six-month period ended June 30, 2025	Six-month period ended June 30, 2024
	Unaudited	Unaudited
Beginning of period	(161.2)	(135.4)
- charged to profit or loss	(62.5)	(43.1)
- utilized	9.1	26.1
End of period	(214.6)	(152.4)

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16. Contract assets

	June 30, 2025	December 31, 2024
	Unaudited	
Contract assets	1,459.8	1,747.3
Expected credit loss of contract assets	(80.3)	(108.9)
	1,379.5	1,638.4

The carrying amount of expected credit loss of contract assets corresponds to the expected credit loss recognised in accordance with IFRS 9 upon initial recognition of the contract asset.

Movements of the expected credit loss of contract assets were as follows:

	Six-month period ended June 30, 2025	Six-month period ended June 30, 2024
	Unaudited	Unaudited
Beginning of period	(108.9)	(108.8)
- charged to profit or loss	(13.4)	(41.6)
- utilization	42.0	35.8
End of period	(80.3)	(114.6)

The "charged to profit or loss" line in the table above represents changes in estimated credit losses that the Company expects to incur in the future, charged to other operating costs (please see Note 8), while "utilization" represents the value of the provision for expected credit losses in respect of customer contracts that were terminated during the period.

Movements in the value of contract assets in the 6-month periods ended: June 30, 2025 and June 30, 2024 were as follows:

	Six-month period ended June 30, 2025	Six-month period ended June 30, 2024
	Unaudited	Unaudited
Contract assets, net - Beginning of period	1,638.4	1,739.9
Additions	348.2	795.5
Invoiced amounts transferred to trade receivables	(593.7)	(674.0)
Expected credit loss, charged to profit or loss	(13.4)	(41.6)
Contract assets, net - End of period	1,379.5	1,819.8

Additions correspond to adjustments to revenue from sales of goods under IFRS 15 when services and devices are sold in bundled packages to customers.

In current and in comparative periods there were no significant changes in the time frame for a right to consideration to become unconditional or in the time frame for a performance obligation to be satisfied.

In current and in comparative periods there were no cumulative catch-up adjustments to revenue that affect the corresponding contract asset or contract liability, including adjustments arising from a change in an estimate of the transaction price or a contract modification.

17. Contract costs

	Six-month period ended June 30, 2025	Six-month period ended June 30, 2024
	Unaudited	Unaudited
As at January 1	537.3	512.8
Contract costs recognised as an asset	263.6	250.3
Contract costs charged to profit or loss	(261.8)	(251.1)
As at June 30	539.1	512.0

Contract costs amortized over time include incremental contract acquisition and maintenance costs (sales commissions).

18. Prepaid expenses

	June 30, 2025	December 31, 2024
	Unaudited	
Long term prepaid expenses		
Loan origination fees	12.8	4.7
Other	0.7	1.1
	13.5	5.8
Short term prepaid expenses		
Costs related to network sharing and use of telecommunications infrastructure	36.0	58.0
Distribution and selling costs	8.0	8.5
Network and IT maintenance	16.0	12.3
Loan origination fees	6.7	8.2
Other	32.8	25.1
	99.5	112.1

19. Cash and cash equivalents

	June 30, 2025	December 31, 2024
	Unaudited	
Petty cash	0.6	0.8
Balances deposited with banks	159.2	119.4
Other cash assets	0.2	0.7
	160.0	120.9

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20. Leasing

20.1 Company as a lessor

Finance lease receivables

Amounts due from leases when the Company acts as a lessor and classifies its leases as finance leases according to IFRS 16 are recognised as receivables in the amount of the Company's investment in the leases. Finance lease income is allocated to reporting periods so as to reflect a constant periodic rate of return on the Company's net investment outstanding in respect of the leases.

Finance lease receivables as at June 30, 2025 relate to dark fiber and IT equipment lease contracts.

Operating leases

The Company enters also into lease agreements in which it is the lessor, which are classified as operating leases (i.e. when the terms of the lease do not transfer substantially all the risks and rewards of ownership to the lessee). Operating leases relate mainly to point of sales, base stations and fiber optic cables. Operating lease income is presented respectively in the operating revenue or other operating income (please see Note 8) in the "Income from subleasing of right-of-use assets" line item.

20.2 Company as a lessee

	June 30, 2025, unaudited			Net book value
	Cost	Accumulated amortization	Accumulated impairment	
Right-of-Use:				
Land and buildings	6,091.1	(1,567.3)	-	4,523.8
Telecommunications infrastructure	189.4	(46.1)	-	143.3
Other	88.2	(33.0)	-	55.2
	6,368.7	(1,646.4)	-	4,722.3

The cost relating to variable lease payments that do not depend on an index or a rate amounted to PLN nil in H1 2025 and H1 2024. In H1 2025 and H1 2024 there were no leases with residual value guarantees or leases not yet commenced to which the Company is committed. The costs relating to leases for which the Company applied the practical expedient described in paragraph 5a of the IFRS 16 (leases with the contract term of less than 12 months) amounted to PLN 7.6 million in H1 2025 and PLN 14.9 million in H1 2024.

Income from subleasing of right-of-use assets is presented in Note 8.

	December 31, 2024			Net book value
	Cost	Accumulated amortization	Accumulated impairment	
Right-of-Use:				
Land and buildings	5,870.9	(1,404.2)	-	4,466.7
Telecommunications infrastructure	165.5	(39.0)	-	126.5
Other	91.6	(33.7)	-	57.9
	6,128.0	(1,476.9)	-	4,651.1

Changes in the net value of right-of-use assets were as follows:

	Land and buildings	Right-of-Use: Telecommunications infrastructure	Other	Total
Net book value as at January 1, 2025	4,466.7	126.5	57.9	4,651.1
Increases	312.2	28.0	5.3	345.5
Depreciation charge	(193.1)	(9.7)	(5.2)	(208.0)
Decreases	(62.0)	(1.5)	(2.8)	(66.3)
Net book value as at June 30, 2025, unaudited	4,523.8	143.3	55.2	4,722.3

	Land and buildings	Right-of-Use: Telecommunications infrastructure	Other	Total
Net book value as at January 1, 2024	4,243.9	101.9	50.7	4,396.5
Increases	432.9	18.3	8.6	459.8
Depreciation charge	(178.9)	(7.7)	(3.9)	(190.5)
Decreases	(85.8)	(0.9)	(3.7)	(90.4)
Net book value as at June 30, 2024, unaudited	4,412.1	111.6	51.7	4,575.4

Lease liabilities

	June 30, 2025	December 31, 2024
	Unaudited	
Long-term lease liabilities		
Land and buildings for telecommunication sites and network	4,428.0	4,278.9
Points of sale	59.5	54.1
Dark fiber optic cable	55.4	51.3
Collocation centers	254.3	205.6
Offices and warehouse	28.8	37.7
Motor vehicles	22.5	26.7
	4,850.4	4,654.3
Short-term lease liabilities		
Land and buildings for telecommunication sites and network	232.3	220.0
Points of sale	34.9	33.1
Dark fiber optic cable	13.4	11.8
Collocation centers	23.0	24.8
Offices and warehouse	20.3	21.3
IT equipment and telecommunications equipment	0.9	-
Motor vehicles	17.5	16.0
	342.3	327.0
	5,192.7	4,981.3

For information regarding costs related to lease liabilities, please see the Note 9.

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21. Shareholders' equity

On June 16, 2025 the Shareholder Meeting adopted a resolution on the distribution of P4's 2024 profit, according to which the Company's net profit was distributed as follows:

- PLN 1,091.9 million was earmarked for the dividend, of which PLN 541.9 million was paid as an advance dividend on December 11, 2024, while remaining PLN 550 million was paid on June 17, 2025,
- PLN 172.3 million was allocated to share premium to cover previous year losses from valuation of equity-settled retention programs,
- the remaining part of the net profit in the amount of PLN 70.7 million was allocated to other reserves, to be used for interim dividends or future dividends.

22. Financial liabilities - debt

Financial liabilities are recognised initially at fair value, net of the transaction costs incurred. Bank loans, lease liabilities and notes liabilities are subsequently measured at amortized cost. Loan origination fees incurred in relation to the loan are included in the calculations of the effective interest rate. The effective interest rate reflects the interest costs as well as amortization of the loan origination fees.

	June 30, 2025	December 31, 2024
	Unaudited	
Long-term financial liabilities		
Long-term bank loans	6,637.6	7,288.5
Long-term notes liabilities	1,948.7	1,249.0
Interest rate swaps	11.7	0.4
Other debt	1,402.2	1,401.7
	10,000.2	9,939.6
Short-term financial liabilities		
Short-term bank loans	315.5	322.6
Short-term notes liabilities	20.5	3.0
Interest rate swaps	13.9	47.3
Other debt	771.2	632.5
	1,121.1	1,005.4
	11,121.3	10,945.0

Interest rate swaps were described in Note 26.

22.1 Bank loans

	June 30, 2025	December 31, 2024
	Unaudited	
Long-term bank loans	6,637.6	7,288.5
Short-term bank loans	315.5	322.6
	6,953.1	7,611.1
the balance of unamortized fees	48.1	15.5
the weighted average effective interest rate	6.79%	7.73%

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P4 sp. z o.o.

Interim condensed financial statements prepared in accordance with IAS 34
as at and for the 6-month period ended June 30, 2025
(expressed in PLN, all amounts in tables given in millions unless stated otherwise)

The table below presents the list of the Company's current loan agreements. "Amount used" represents the nominal value of bank loans as at June 30, 2025.

Agreement	Disbursement date	Final maturity	Repayment type	Interest rate	Amount used	Remaining amount available
Term and Revolving Facilities Agreement – the term part	March 30, 2021	March 26, 2030	At the end of the agreement	floating	3,500.0	-
Term and Revolving Facilities Agreement – the revolving part	March 26, 2021	March 26, 2030	At the end of the agreement	floating	-	2,000.0
Term Facility Agreement	April 1, 2022	March 26, 2030	At the end of the agreement	floating	2,521.8	-
Investment loan					325.0	-
Tranche 1	October 31, 2022	September 20, 2028	Instalments	fixed	96.5	
Tranche 2	December 29, 2022	September 20, 2028	Instalments	fixed	89.1	
Tranche 3	March 31, 2023	September 20, 2028	Instalments	fixed	39.2	
Tranche 4	May 31, 2023	September 20, 2028	Instalments	fixed	55.5	
Tranche 5	July 31, 2023	September 20, 2028	Instalments	fixed	44.7	
Facility agreement for the purchase of electronic equipment					174.1	-
Tranche 1	March 9, 2022	December 22, 2026	Instalments	floating	88.1	
Tranche 2	June 22, 2022	December 22, 2026	Instalments	floating	46.9	
Tranche 3	December 23, 2022	December 22, 2026	Instalments	floating	39.1	
Investment loan from the European Investment Bank					441.4	-
Tranche 1	February 25, 2022	February 25, 2028	Instalments	fixed	128.6	
Tranche 2	June 27, 2022	June 27, 2028	Instalments	fixed	42.8	
Tranche 3	December 22, 2022	December 22, 2030	Instalments	floating	35.0	
Tranche 4	May 31, 2024	May 31, 2034	Instalments	floating	235.0	

On May 5, 2025 P4 made an early repayment of PLN 478 million under the Term Facility Agreement drawn down on April 1, 2022.

In H1 2025, the Company entered into amendment agreements to the Term and Revolving Facilities Agreement of 2021 (PLN 3.5 billion) and the Term Facility Agreement of 2022 (PLN 2.5 billion), as a result, the maturity dates of these loans and availability period of the revolving facility were extended to March 26, 2030 (originally due in March 2026). The above changes became effective on May 5, 2025. A portion of the bank fees incurred as a result of signing the above amendment agreements has been included in the valuation of loan liabilities and will be amortized over the time using the amortized cost method.

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22.2 Notes

	June 30, 2025	December 31, 2024
	Unaudited	
Long-term notes liabilities		
PLN Floating Rate Notes	1,948.7	1,249.0
	1,948.7	1,249.0
Short-term notes liabilities		
Accrued interest related to notes	20.5	3.0
	20.5	3.0
	1,969.2	1,252.0
the balance of unamortized fees	1.3	1.0
the weighted average effective interest rate	7.47%	7.78%

The Second Bond Issuance Program

On December 23, 2024, the Company established the Second Bond Issuance Program ("Program II"), under which the issuer will be able to make multiple bond issues over a three-year period, up to a maximum total nominal value of bonds issued under the Program and outstanding at any time of PLN 3 billion. The Bonds may be qualified as green bonds where funds raised from the issuance will be used to refinance and finance expenditures to increase the energy efficiency of the telecommunications network. In addition, they will enable investments in renewable energy, the closed-loop economy and electric cars in the fleet.

On February 27, 2025, under the Program, P4 issued 700,000 unsecured 5-year series C green bearer bonds with a par value of PLN 1,000 each and an aggregate par value of PLN 700 million.

The notes maturity date is February 27, 2030 and interest, based on 6M WIBOR plus margin, is paid semi-annually. On March 31, 2025, the notes were admitted to trading in the Catalyst Alternative Trading System operated by the Warsaw Stock Exchange and their first listing took place on April 7, 2025.

The notes liability was measured at amortized cost using the effective interest rate. Loan origination fees incurred in relation to the notes were included in the calculation of the effective interest rate.

22.3 Other financial liabilities

As at June 30, 2025 other financial liabilities include, among others:

- liabilities under the loan granted to P4 by Iliad S.A. on May 12, 2023 with a nominal value of PLN 1,400 million,
- liabilities of PLN 735.2 million under the cash pooling agreement, which was concluded with both Iliad S.A. and subsidiaries in the P4 Group,
- liabilities under instalment purchase contracts relating to property, plant and equipment and intangible assets.

22.4 Assets pledged as security for financial liabilities

The Company's obligations under facility agreements in effect as at June 30, 2025 are not secured.

23. Provisions

	June 30, 2025	December 31, 2024
	Unaudited	
Assets retirement provision	82.2	57.0
Other long-term provisions	203.2	242.7
Short-term provisions	31.5	31.4
	316.9	331.1

Other long-term and short-term provisions relate to legal, regulatory matters (please see also Note 33) or arise under commercial contracts. The Company does not disclose detailed information on the amount of provisions created in relation to individual proceedings because, in the opinion of the Company's Management Board, such disclosure could affect the outcome of ongoing cases.

24. Trade and other payables

	June 30, 2025	December 31, 2024
	Unaudited	
Trade payables	1,459.9	1,602.3
Investment payables	222.6	227.4
Government payables	582.7	198.9
Other	10.9	15.3
	2,276.1	2,043.9

As at June 30, 2025 government payables include a liability related to the fee for reservation of the 700 MHz frequency band in the amount of PLN 426.4 million. The liability was paid on July 1, 2025 (see Note 32.1).

25. Contract liabilities

Contract liabilities comprise the Company's obligation to transfer goods or services to a customer for which the Company has received consideration from the end customer or the amount is due as well as the value of prepaid products delivered to a distributor but not yet transferred to the end customer.

The balance of contract liabilities as at June 30, 2025 and December 31, 2024 consisted primarily of the Company's obligation to perform services prepaid by contract and pre-paid services.

	June 30, 2025	December 31, 2024
	Unaudited	
Prepaid services	132.4	123.8
Contract services	289.4	264.1
Other	131.9	77.4
	553.7	465.3

26. Hedge accounting

The Company has applied hedge accounting to swap instruments used to hedge interest rate risk. The hedge covers both the debt arising under loan agreements as well as liabilities under Unsecured Notes (see Note 22).

As at June 30, 2025 the total value of hedged debt was PLN 5.4 billion (PLN 6.5 billion as at December 31, 2024), while the ratio of the hedge to the nominal value of the hedged position is as follows:

Hedged item	Nominal hedging value	IRS Settlement date	Share of hedging item in the hedged item
Term and Revolving Facilities Agreement, „TRFA”	2,500.0	2026-2027	71%
Term Facility Agreement	2,000.0	2025	79%
Unsecured Notes series A	200.0	2026	27%
Unsecured Notes series C	700.0	2027	100%
Total	5,400.0		

The above interest rate swaps have been established as hedges of cash flows linked to loans and bonds (hedged instruments) and therefore the Company applies hedge accounting principles to the measurement of these instruments. The contracts provide for a swap of the WIBOR 6M variable rate to a fixed rate and cash settlements over half-year periods.

As at June 30, 2025, the Company recognised both a financial asset and liability arising under interest rate swaps (see also Note 13 and 22).

The Company recognises the effect of measurement of the above financial instruments, in the portion determined to be an effective hedge in “Other reserves”.

A change in the level of the cash flow hedge reserves is presented below:

	Six-month period ended June 30, 2025	Six-month period ended June 30, 2024
	Unaudited	Unaudited
Cash flow hedge reserves - Beginning of period	(26.9)	(103.3)
- before tax	(33.2)	(127.5)
- deferred tax	6.3	24.2
Effective part of gains/(losses) on cash flow hedge instruments	(5.0)	49.6
Reclassification to profit or loss - interest expense presented in finance costs	31.9	18.2
Income tax charge	(5.1)	(12.9)
Cash flow hedge reserves - End of period	(5.1)	(48.4)
- before tax	(6.3)	(59.7)
- deferred tax	1.2	11.3

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27. Fair value estimation

The fair value of the financial assets and liabilities is the amount at which the asset could be sold or the liability transferred in a current transaction between market participants, other than in a forced or liquidation sale.

The Company enters into derivative financial instruments, principally with financial institutions with investment grade credit ratings. Since there are no market prices available for unlisted derivative financial instruments (interest rate swaps, foreign exchange forward contracts), the Company classifies them as Level 2 of the fair value hierarchy and their fair values are calculated using standard financial valuation models, based entirely on observable inputs. The models incorporate various inputs including the credit quality of counterparties, foreign exchange spot and forward rates, yield curves of the respective currencies, currency basis spreads between the respective currencies, interest rate curves and forward rate curves of the underlying commodity. The changes in counterparty credit risk had no material effect on the hedge effectiveness assessment for derivatives designated in hedge relationships and other financial instruments recognised at fair value. For assets and liabilities that are recognised in the financial statements at fair value on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

The nominal values of liabilities and receivables less the allowance for expected credit losses with a maturity up to one year are assumed to approximate their fair values.

P4 sp. z o.o.

Interim condensed financial statements prepared in accordance with IAS 34
as at and for the 6-month period ended June 30, 2025
(expressed in PLN, all amounts in tables given in millions unless stated otherwise)

The level of the fair value hierarchy within which the fair value measurements are categorized are presented in the table below:

		Assets at fair value through profit or loss	Assets at amortized cost	Liabilities at fair value through profit or loss	Liabilities at amortized cost	Fair value	Fair value hierarchy level
	Note		Carrying amount				
June 30, 2025, unaudited							
Cash and cash equivalents	19	160.0	-	-	-	160.0	Level 1
Trade receivables	15	-	1,861.5	-	-	1,861.5	*
Other receivables	15	-	0.3	-	-	0.3	Level 2
Interest rate swaps	26	14.3	-	(25.6)	-	(11.3)	Level 2
Receivables from debt securities	13.2	-	11.6	-	-	11.6	Level 2
Loans given	13.3	-	27.6	-	-	27.6	Level 2
Lease receivables	20.1	-	13.8	-	-	13.8	Level 2
Long-term receivables	13	-	19.9	-	-	19.9	Level 2
Bank loans	22.1	-	-	-	(6,953.1)	(7,001.2)	Level 2
Notes	22.2	-	-	-	(1,969.2)	(1,992.2)	Level 1
Other debt	22.3	-	-	-	(2,173.4)	(2,173.4)	Level 2
Lease liabilities	20.2	-	-	-	(5,192.7)	(5,192.7)	Level 2
		174.3	1,934.7	(25.6)	(16,288.4)	(14,276.1)	
December 31, 2024							
Cash and cash equivalents	19	120.9	-	-	-	120.9	Level 1
Trade receivables	15	-	1,457.2	-	-	1,457.2	*
Other receivables	15	-	5.0	-	-	5.0	Level 2
Interest rate swaps	26	4.5	-	(47.7)	-	(43.2)	Level 2
Receivables from debt securities	13.2	-	11.6	-	-	11.6	Level 2
Loans given	13.3	-	27.6	-	-	27.6	Level 2
Lease receivables	20.1	-	18.1	-	-	18.1	Level 2
Long-term receivables	13	-	20.3	-	-	20.3	Level 2
Bank loans	22.1	-	-	-	(7,611.1)	(7,626.6)	Level 2
Notes	22.2	-	-	-	(1,252.0)	(1,252.5)	Level 1
Other debt	22.3	-	-	-	(2,034.2)	(2,034.2)	Level 2
Lease liabilities	20.2	-	-	-	(4,981.3)	(4,981.3)	Level 2
		125.4	1,539.8	(47.7)	(15,878.6)	(14,277.1)	

* For other classes of financial assets and liabilities, fair value corresponds to their carrying amount.

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28. Cash and cash equivalents presented in statement of cash flows

For the purpose of the statement of cash flows, cash and cash equivalents are presented net of bank overdrafts and net of cash pool liabilities (see also Note 22.3). Interest accrued and not received is excluded from cash and cash equivalents for the purpose of the statement of cash flows.

	June 30, 2025	June 30, 2024
	Unaudited	Unaudited
Cash and cash equivalents in statement of financial position	160.0	264.8
Cash pool	(727.2)	(377.5)
Cash and cash equivalents in statement of cash flows	(567.2)	(112.7)

29. Impact of changes in working capital and other, change in contract costs, change in contract assets and change in contract liabilities on statement of cash flows

	Six-month period ended June 30, 2025	Six-month period ended June 30, 2024
	Unaudited	Unaudited
(Increase)/decrease of inventories	(35.8)	(298.8)
(Increase)/decrease of receivables	(393.1)	112.0
(Increase)/decrease of prepaid expenses	11.4	(2.2)
Increase/(decrease) of payables excluding investment payables	(200.0)	(14.3)
Increase/(decrease) of accruals	(61.0)	(44.6)
Increase/(decrease) of deferred income	(3.6)	(3.2)
(Increase)/decrease of long-term receivables	0.4	(1.0)
Increase/(decrease) of other non-current liabilities	1.4	0.2
Changes in working capital and other	(680.3)	(251.9)
(Increase)/decrease in contract assets	258.9	(79.9)
(Increase)/decrease in contract costs	(1.8)	0.8
Increase/(decrease) in contract liabilities	88.4	40.7
	(334.8)	(290.3)

In H1 2025 changes in "Changes in working capital and other" item was driven mainly by an increase in trade receivables resulting from the sale of devices to end customers under an instalment model.

30. Segment reporting

The Company provides services of mobile telephony, mobile and fixed internet, television and business solutions.

An operating segment is a distinguishable component of an enterprise that is engaged in business activities from which it may earn revenues and incur expenses and operating results of which are regularly reviewed by the Management Board to make decisions about resources to be allocated and to assess its performance. The whole P4 Group (P4 and its subsidiaries) was determined as one operating segment, as its performance is assessed based on revenue and adjusted earnings before interest, tax, depreciation and amortization (EBITDAaL), only from the perspective of the P4 Group as a whole.

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31. Related parties transactions

31.1 Remuneration of the Management Board

Cost of remuneration (including accrued bonuses) of Members of the Company's Executive Committee incurred in H1 2025 were PLN 7.6 million (PLN 8.0 million in H1 2024).

Additionally, Members of P4's Executive Committee participated in the equity-settled incentive and retention programs. Following the valuation of these programs, the Company recognised costs in the amount of PLN 1.4 million in H1 2025 (PLN 3.1 million in H1 2024). Relating costs are included in costs of employee benefits in the consolidated statement of comprehensive income.

Cost of benefits for former Members of the Company's Executive Committee incurred after they stepped down from their positions amounted to PLN 1.1 million in H1 2025 and PLN 0.4 million in H1 2024.

Apart from the transactions mentioned above the Company is not aware of any other material transactions between the Company and members of the Executive Committee.

31.2 Related party transactions

The below tables present the balances of transactions made with the parent company (Iliad Purple) and its related entities and the Company's subsidiaries.

The transactions were concluded on the terms that do not differ materially from market terms.

	June 30, 2025	December 31, 2024
	Unaudited	
Long-term financial receivables	38.6	38.6
Subsidiaries	38.6	38.6
Short-term financial receivables	0.6	0.6
Subsidiaries	0.6	0.6
Trade receivables	213.8	231.1
Other related parties	212.7	230.0
Subsidiaries	1.1	1.1
Long-term financial liabilities	1,404.3	1,404.3
Parent company	4.5	4.5
Higher level parent company	1,399.8	1,399.8
Long-term lease liabilities	155.7	114.2
Other related parties	155.3	113.8
Subsidiaries	0.4	0.4
Short-term financial liabilities	736.1	615.4
Higher level parent company	710.2	610.9
Subsidiaries	25.9	4.5
Short-term lease liabilities	5.5	8.4
Other related parties	5.4	8.3
Subsidiaries	0.1	0.1
Trade and other payables	164.5	176.8
Parent company	9.6	6.4
Higher level parent company	0.2	9.4
Other related parties	126.6	125.4
Subsidiaries	28.1	35.6

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	Six-month period ended June 30, 2025	Six-month period ended June 30, 2024
	Unaudited	Unaudited
Dividend payment	(550.0)	(747.0)
Parent company	(550.0)	(747.0)
Operating revenue	2.9	3.6
Other related parties	2.7	3.0
Subsidiaries	0.2	0.6
Operating costs	(380.0)	(358.8)
Parent company	(3.2)	(2.1)
Other related parties	(349.3)	(332.2)
Subsidiaries	(27.3)	(24.5)
Other operating income	274.3	188.8
Higher level parent company	0.7	-
Other related parties	271.9	186.0
Subsidiaries	1.7	2.8
Other operating costs	(26.5)	(27.6)
Subsidiaries	(26.5)	(27.6)
Finance income	0.6	12.1
Subsidiaries	0.6	12.1
Finance costs	(73.9)	(67.1)
Parent company	(0.2)	(0.2)
Higher level parent company	(68.0)	(65.7)
Other related parties	(5.2)	-
Subsidiaries	(0.5)	(1.2)
Prepayments received	131.9	71.3
Other related parties	131.9	71.3
Prepaid expenses	(26.6)	(31.7)
Other related parties	(26.2)	(29.8)
Subsidiaries	(0.4)	(1.9)
Purchase of PPE and intangible assets	(6.7)	(2.0)
Subsidiaries	(6.7)	(2.0)
Purchase of inventories	(9.9)	-
Subsidiaries	(9.9)	-

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32. License requirements

32.1 700 MHz license requirements

In the June 3, 2025 decision, the President of UKE granted P4 reservation of two blocks of spectrum in the 700 MHz band, in total value PLN 726.4 million. The reservation decision imposes obligations on P4, primarily regarding ensuring data transmission service coverage within the reserved area. Additionally, P4 is required to commence the provision of services using 700 MHz frequency no later than four months from the date of receipt of the reservation decision.

32.2 3500-3600 MHz license requirements

The December 19, 2023 decision allocating frequencies in the 3500-3600 MHz band to P4 includes a number of requirements that the Company must meet. They concern among others the implementation of investments in the telecommunications network covering the launch of at least 3,800 stations no later than within 48 months from the date of delivery of the frequency reservation. At least 37% of the investment must be carried out in rural and suburban areas or in cities with fewer than 100,000 inhabitants.

32.3 Other license requirements

As of the date of issuance of these Financial Statements, the Company believes to have met the coverage obligations imposed in the frequency reservations for the other frequency ranges mentioned in Note 11.

33. Contingencies and legal proceedings

There is a number of other proceedings involving the Company initiated among others by UKE President or President of the Office of Competition and Consumer Protection (UOKiK) and court proceedings resulting from appeals against regulators' decisions. The Company has recognised provisions for known and quantifiable risks related to these proceedings. The amount of the provisions represents the Company's best estimate of the amounts, which are probable to be paid. The actual amounts of penalties, if any, are dependent on a number of future events the outcome of which is uncertain, and, as a consequence, the amount of the provision may change at a future date. For the total amount of provisions, including the provisions for pending legal cases, please see Note 23.

In December 2018 Polkomtel sp. z o.o. filed a lawsuit in which it demands that the State Treasury or P4 (as defendants in solidum) pay missing MTR remuneration that Polkomtel would have received from P4, if UKE had not decreased its MTRs by means of a decision which was subsequently annulled by court, as issued in violation of the law (procedural errors committed by UKE), and accumulated interest plus statutory interest from the time of filing the lawsuit. The claim against the State Treasury is based on the liability for damages caused by a public authority (UKE) and the claim against P4 is based on the unjust enrichment regime. On 12 March 2025 the District Court in Warsaw dismissed Polkomtel's claim. Polkomtel may appeal against the judgement.

On 16 June 2025, the President of UOKiK initiated proceedings against P4 regarding practice infringing the collective interests of consumers by unilateral change of contracts concerning the introduction of a fee for maintaining a number in the Play na Kartę odNOWA prepaid offer without a statutory basis or contractual premise and proceedings for declaring contract terms as unfair with respect to the fee for maintaining the number in the Play na Kartę odNOWA and Play na Kartę 3.0. prepaid offers.

In H1 2025 and up to the date of signing these Financial Statements, no material changes other than those described above occurred in contingent tax liabilities and legal and regulatory proceedings, which are described in detail in Note 39 to the Annual Financial Statements.

34. Events after the reporting period

On July 1, 2025 the Company made the payment of PLN 426.4 million in connection with the decision granting the reservation of frequencies in the 700 MHz band. The total frequency reservation fee amounted to PLN 726.4 million, of which PLN 300 million was paid in January 2025 as the auction deposit (see Note 32.1).

The Company has not identified any other events after the reporting period that should be disclosed in the Financial Statements.