

POLISH FINANCIAL SUPERVISORY AUTHORITY

Current Report No. 12 / 2021

Date of preparation: 20th July 2021

Abbreviated name of the issuer:

EUROCASH

Subject:

The results of the retail sector

Legal basis:

Art. 17 sec. 1 of MAR

Report body:

The Management Board of Eurocash S.A. with its registered seat in Komorniki ("Issuer" or "Eurocash"), informs that Eurocash has decided to close 59 out of 434 own shops from the Delikatesy Centrum chain of Eurocash Group. The decision resulted from analyses of the profitability of these shops and the possibility to implement recovery programs in individual shops. Consequently, a write-off will have to be made in the estimated amount of about 80 million PLN, what will be reflected in the 2021 financial results. The actual amount of the write-off will be known after the review of the half-yearly financial statements by the auditor.

The decision on closing the shops will not affect the strategy of development of the retail sector of the Eurocash Group and in the longer term it will translate into improvement of the profitability of the retail sector, which should be seen commencing from the next year, allowing further effective development of the Delikatesy Centrum chain.

At the same time, the Company estimated the dynamics of changes in the value of EBITDA, taking into account the impact of IFRS 16 in the retail segment. Excluding the impact of the write-off that will be made in Q2 2021, the dynamics of changes in EBITDA after IFRS 16 in the retail segment in Q2 2021 compared to Q2 2020 should remain at a similar level as in Q1 2021 compared to Q1 2020.

Full name of the issuer:	EUROCASH S.A.
Abbreviated name of the issuer:	EUROCASH
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NIP (Taxpayer Identification Number):	779-19-06-082
REGON (Polish Official Business Registry):	631008941

SIGNATURES OF THE COMPANY'S REPRESENTATIVES

Date	Full Name	Position	Signature
20 th July 2021	Jacek Owczarek	Member of the Management Board	
20 th July 2021	Arnaldo Guerreiro	Member of the Management Board	