



Current report No. 27/2024

Date: September 27, 2024

Subject: Information about the size of potential damage caused by the flooding of the subsidiary Zetkama sp. z o.o. plant.

Legal basis: Article 17(1) of the MAR Regulation

Report content:

The Management Board of MANGATA HOLDING S.A., with its registered office in Bielsko-Biała (the "Issuer"), informs that on September 27, 2024, it received information from the Management Board of its subsidiary Zetkama sp. z o.o., with its registered office in Ścinawka Średnia ("Zetkama"), regarding the extent of potential damage caused by flooding at the Zetkama plant.

As a result of the flood that occurred, among other places, in Ścinawka Średnia, the production facility and office building of Zetkama, located at 12 3 Maja Street in Ścinawka Średnia, were partially flooded. As a result, production activities at the plant were halted. Intensive efforts are currently underway to restore full operational capability. Individual production areas are gradually being brought back into operation. Production in the Foundry Department resumed on September 24, 2024. Administrative operations have also been restored. The flood did not significantly impact operations at the Sosnowiec facility.

The situation may result in potential delays in delivery times by Zetkama. At the same time, customer orders are being fulfilled from available finished goods inventory, and new orders are being accepted with consideration for extended lead times. Zetkama's Management Board estimates that full production capacity should be restored by mid-October 2024.

The Mangata Holding Capital Group, including Zetkama, has Comprehensive Property and Business Interruption Insurance, which also covers property damage and loss of profit resulting from the flood.

On September 26, 2024, a representative of the insurance provider conducted an on-site inspection and a preliminary damage assessment, particularly regarding the property losses incurred and the necessary expenditures required to restore full operational functionality. However, Zetkama's Management Board notes that the final value of the damage will be determined at a later date. At this stage, the expenditures necessary to repair or replace the



fixed assets affected by the flood are initially estimated at approximately PLN 11 million, while the value of the current assets that lost their usability due to flooding is estimated at approximately PLN 8 million.

The above-mentioned property damages are not the only ones identified by Zetkama. Zetkama is also incurring losses in the form of lost profits, though the actual value of this damage will be known once full production capacity is restored.

The insurance policy held by Zetkama significantly exceeds the preliminarily estimated damage value. Zetkama expects that most of the damage suffered as a result of the flood will be compensated through the insurance payout. The damage has been reported to the insurer, and Zetkama is in contact with the claims adjuster to determine the level of compensation under the insurance coverage.

The facilities of other companies within the Mangata Holding Capital Group were not flooded and did not suffer significant property losses as a result of the flooding situation in Poland. At the same time, the Issuer is continuously monitoring the ongoing flood situation in the areas where its subsidiaries' facilities are located.

As of the date of publication of this report, the Issuer and its subsidiaries do not anticipate significant problems from their suppliers or customers resulting from the flood situation in Poland and Europe.

Should the actual value of the damage at Zetkama change significantly, or should other events related to the flood situation in Poland occur that materially affect the operations of Zetkama or other Mangata Holding Group companies, the Issuer will provide information in separate reports.