



CD PROJEKT®

**CONDENSED INTERIM CONSOLIDATED
FINANCIAL STATEMENT OF THE CD PROJEKT
GROUP IN THE PERIOD BETWEEN
1 JANUARY AND 30 JUNE 2022**

Disclaimer

This English language translation has been prepared solely for the convenience of English speaking readers. Despite all the efforts devoted to this translation, certain discrepancies, omissions or approximations may exist. In case of any differences between the Polish and the English versions, the Polish version shall prevail. CD PROJEKT, its representatives and employees decline all responsibility in this regard.

CD PROJEKT Group - Selected financial data translated into EUR

	PLN		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 sales of products, services, goods for resale and materials	377 916	470 617	81 400	103 496
Cost of sales of products, services, goods for resale and materials	101 334	162 171	21 827	35 664
Operating profit/(loss)	137 484	122 614	29 613	26 965
Profit/(loss) before tax	153 616	115 865	33 088	25 481
Net profit/(loss) attributable to the Parent Company	113 746	105 048	24 500	23 102
Net cash from operating activities	142 656	880 463	30 727	193 628
Net cash from investing activities	132 928	(271 108)	28 632	(59 621)
Net cash from financing activities	(2 141)	(503 590)	(461)	(110 747)
Net increase/(decrease) in cash and cash equivalents	273 443	105 765	58 897	23 260
Number of shares (in thousands)	100 739	100 697	100 739	100 697
Net earnings/(loss) per share (in PLN)	1.13	1.04	0.24	0.23
Diluted earnings/(loss) per share (in PLN/EUR)	1.13	1.04	0.24	0.23
Book value per share (in PLN/EUR)	18.89	17.94	4.04	3.97
Diluted book value per share (in PLN/EUR)	18.88	17.93	4.03	3.97
Dividend declared or paid per share (in PLN/EUR)	1.00	5.00	0.22	1.10

	PLN		EUR	
	30.06.2022	31.12.2021	30.06.2022	31.12.2021
Total assets	2 196 666	2 158 735	469 313	469 351
Liabilities and provisions for liabilities (excluding accruals)	270 236	226 407	57 735	49 225
Non-current liabilities	32 729	36 112	6 992	7 851
Current liabilities	260 693	228 267	55 696	49 630
Equity	1 903 244	1 894 356	406 624	411 870
Share capital	100 739	100 739	21 523	21 903

The above financial data was translated into EUR according to the following principles:

- Items of the consolidated income statement and the consolidated cash flow statement were translated at exchange rates calculated as an arithmetic mean of the mid exchange rates announced by the National Bank of Poland for the euro applicable as at the last day of each month in a given reporting period. These rates were, respectively, as follows: from 1 January to 30 June 2022: 4.6427 PLN/EUR and from 1 January to 30 June 2021: 4.5472 PLN/EUR.
- Items of assets, liabilities and equity in the consolidated statement of financial position were translated at exchange rates announced by the National Bank of Poland for the euro applicable on the last day of the reporting period. These rates were, respectively, as follows: 4.6806 PLN/EUR as at 30 June 2022 and 4.5994 PLN/EUR as at 31 December 2021.

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CD PROJEKT

Key financial data of the CD PROJEKT Group

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Interim condensed consolidated income statement

	Note	01.01.2022 – 30.06.2022	01.01.2021 – 30.06.2021
Sales revenue		377 916	470 617
Sales of products	16	285 868	366 986
Sales of services	16	1 235	3 687
Sales of goods for resale and materials	16	90 813	99 944
Cost of sales of products, services, goods for resale and materials		101 334	162 171
Cost of products and services sold	17	37 013	87 894
Cost of goods for resale and materials sold	17	64 321	74 277
Gross profit/(loss) on sales		276 582	308 446
Selling expenses	17	101 307	131 183
Administrative expenses	17	35 260	54 187
Other operating income	18	5 386	3 853
Other operating expenses	18	7 909	4 314
(Impairment)/reversal of impairment of financial instruments		(8)	(1)
Operating profit/(loss)		137 484	122 614
Finance income	19	39 354	18 886
Finance costs	19	23 222	25 635
Profit/(loss) before tax		153 616	115 865
Income tax expense	10	39 870	10 817
Net profit/(loss)		113 746	105 048
Net profit/(loss) attributable to the Parent Company		113 746	105 048
Net earnings/(loss) per share (in PLN)			
Basic for the reporting period		1.13	1.04
Diluted for the reporting period		1.13	1.04

Interim condensed consolidated statement of comprehensive income

	01.01.2022 – 30.06.2022	01.01.2021 – 30.06.2021
Net profit/(loss)	113 746	105 048
Other comprehensive income subject to reclassification to gains or losses after specific conditions have been met	(6 439)	1 804
Exchange differences on measurement of foreign operations	1 552	26
Measurement of derivative financial instruments – fair value through other comprehensive income, taking into account the tax effect	(7 991)	1 778
Other comprehensive income not subject to reclassification to gains or losses	-	-
Total comprehensive income	107 307	106 852
Total comprehensive income attributable to non-controlling interests	-	-
Total comprehensive income attributable to owners of CD PROJEKT S.A.	107 307	106 852

Interim condensed consolidated statement of financial position

	Note	30.06.2022	31.12.2021*
NON-CURRENT ASSETS		1 039 127	905 846
Property, plant and equipment	2	129 155	119 588
Intangible assets	3	69 764	58 393
Expenditure on development projects	3	434 055	350 195
Investment properties	5	43 655	44 634
Goodwill	3,4	56 438	56 438
Shares in non-consolidated subsidiaries		67 055	38 520
Prepayments and deferred costs	9	24 247	11 434
Other financial assets	8,15	173 589	178 540
Deferred tax assets	10	40 435	47 418
Other receivables	7,15	734	686
CURRENT ASSETS		1 157 539	1 252 889
Inventories	6	15 136	15 886
Trade receivables	7,15	63 220	125 293
Current income tax receivable		2 454	98
Other receivables	7	51 411	113 498
Prepayments and deferred costs	9	20 717	13 763
Other financial assets	8,15	319 572	307 765
Bank deposits over 3 months	15	-	265 000
Cash and cash equivalents	15	685 029	411 586
TOTAL ASSETS		2 196 666	2 158 735

* restated data



	Note	30.06.2022	31.12.2021
EQUITY		1 903 244	1 894 356
Equity of the shareholders of the parent entity		1 903 244	1 894 356
Share capital	21	100 739	100 739
Supplementary capital		1 560 842	1 425 647
Share premium		115 909	115 909
Other reserves		42 323	47 994
Foreign exchange differences on translation		3 143	1 591
Retained earnings		(33 458)	(6 432)
Net profit (loss) for the period		113 746	208 908
Equity attributable to non-controlling interests		-	-
NON-CURRENT LIABILITIES		32 729	36 112
Other financial liabilities	15	23 614	21 080
Other liabilities	13	2 740	2 860
Deferred income	14	5 504	6 424
Provision for retirement and similar benefits	11	380	380
Other provisions	12	491	5 368
CURRENT LIABILITIES		260 693	228 267
Other financial liabilities	15	29 724	25 802
Trade payables	15	64 042	53 380
Current income tax liabilities		-	24 446
Other liabilities	13	110 322	10 042
Deferred income	14	17 682	31 548
Provision for retirement and similar benefits	11	7	7
Other provisions	12	38 916	83 042
TOTAL LIABILITIES AND EQUITY		2 196 666	2 158 735

Interim condensed statement of changes in consolidated equity

	Share capital	Supplementary capital	Share premium	Other reserves	Foreign exchange differences on translation	Retained earnings	Net profit (loss) for the period	Equity of the shareholders of the parent entity	Total equity
01.01.2022 – 30.06.2022									
Equity as at 01.01.2022	100 739	1 425 647	115 909	47 994	1 591	202 476	-	1 894 356	1 894 356
Costs of the incentive plan	-	-	-	2 320	-	-	-	2 320	2 320
Appropriation of the net profit/offset of loss	-	135 195	-	-	-	(135 195)	-	-	-
Payment of dividend	-	-	-	-	-	(100 739)	-	(100 739)	(100 739)
Total comprehensive income	-	-	-	(7 991)	1 552	-	113 746	107 307	107 307
Equity as at 30.06.2022	100 739	1 560 842	115 909	42 323	3 143	(33 458)	113 746	1 903 244	1 903 244

	Share capital	Supplementary capital	Share premium	Other reserves	Foreign exchange differences on translation	Retained earnings	Net profit (loss) for the period	Equity of the shareholders of the parent entity	Total equity
01.01.2021 – 30.06.2021									
Equity as at 01.01.2021	100 655	774 851	113 844	45 547	1 091	1 151 368	-	2 187 356	2 187 356
Corrections of errors	-	-	-	-	-	(4 179)	-	(4 179)	(4 179)
Equity, as adjusted	100 655	774 851	113 844	45 547	1 091	1 147 189	-	2 183 177	2 183 177
Costs of the incentive plan	-	-	-	17 879	-	-	-	17 879	17 879
Appropriation of the net profit/offset of loss	-	649 927	-	-	-	(649 927)	-	-	-
Share-based payments	84	869	2 065	(869)	-	-	-	2 149	2 149
Payment of dividend	-	-	-	-	-	(503 694)	-	(503 694)	(503 694)
Total comprehensive income	-	-	-	1 778	26	-	105 048	106 852	106 852
Equity as at 30.06.2021	100 739	1 425 647	115 909	64 335	1 117	(6 432)	105 048	1 806 363	1 806 363

The Group adjusted the calculation of the deferred tax asset as at 31 December 2020 by re-classifying a part of deductible temporary differences from the category of taxed at 19% to taxed at 5%. As a result of the adjustment, equity decreased by PLN 4 179 thousand.

Interim condensed consolidated statement of cash flows

	Note	01.01.2022 – 30.06.2022	01.01.2021 – 30.06.2021
OPERATING ACTIVITIES			
Net profit/(loss)		113 746	105 048
Total adjustments:	29	23 992	765 828
Depreciation and amortization of property, plant and equipment, intangible assets, expenditure on development projects and investment properties		7 346	8 889
Amortization of development projects recognized as cost of goods sold		36 215	46 507
Foreign exchange gains/(losses)		(4 855)	(2 015)
Interest and participation in profits		(17 553)	350
(Gains)/Losses on investing activities		1 486	4 651
Increase/(Decrease) in provisions		(50 187)	(236 364)
(Increase)/Decrease in inventories		750	(9 946)
(Increase)/Decrease in receivables		72 643	1 029 641
Increase/(Decrease) in liabilities, excluding loans and borrowings		7 523	(89 563)
Change in other assets and liabilities		(34 673)	(5 179)
Other adjustments		5 297	18 857
Cash from operating activities		137 738	870 876
Income tax expense		15 236	10 815
Withholding tax paid abroad		24 634	3
Income tax (paid)/refunded		(34 952)	(1 231)
Net cash from operating activities		142 656	880 463



	Note	01.01.2022 – 30.06.2022	01.01.2021 – 30.06.2021*
INVESTING ACTIVITIES			
Cash inflows		461 761	239 333
Sale of intangible assets and property, plant and equipment		14	7
Repayment of loans granted		11 910	-
Expiry of bank deposits over 3 months		265 000	164 368
Redemption of bonds		173 090	66 628
Interest on bonds		2 102	281
Inflows from execution of forward contracts		-	7 962
Interest received on deposits		9 018	41
Other inflows from investing activities		627	46
Cash outflows		328 833	510 441
Acquisition of intangible assets and property, plant and equipment		25 621	18 119
Expenditure on development projects		89 710	109 027
Acquisition of investment properties and capitalization of expenditure		145	1 405
Loans granted		3 400	3 740
Increasing the capital of a subsidiary		26 010	-
Purchase of bonds and cost of their purchase		168 120	328 077
Outflows on execution of forward contracts		15 763	-
Placement of bank deposits over 3 months		-	50 073
Other outflows on investing activities		64	-
Net cash used in investing activities		132 928	(271 108)
FINANCING ACTIVITIES			
Cash inflows		20	2 169
Net proceeds from the sale of shares and issue of shares in the execution of the incentive plan		-	2 149
Payment of finance lease liabilities		20	20
Cash outflows		2 161	505 759
Dividends and other distributions to shareholders		-	503 694
Payment of lease liabilities		1 894	1 724
Interest paid		267	341
Net cash used in financing activities	30	(2 141)	(503 590)
Net increase/(decrease) in cash and cash equivalents		273 443	105 765
Change in cash and cash equivalents in the balance sheet		273 443	105 765
Cash and cash equivalents as at the beginning of the period		411 586	563 335
Cash and cash equivalents as at the end of the period		685 029	669 100

* restated data



CD PROJEKT

Notes to the interim condensed consolidated financial statements

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General information

Name of reporting entity:	CD PROJEKT S.A. (there have been no changes in the name of the reporting entity since the end of the prior reporting period)
Legal form:	a joint stock company (<i>spółka akcyjna</i>)
Registered office:	ul. Jagiellońska 74, 03-301 Warsaw
Country of registration:	Poland
Core activities:	CD PROJEKT S.A. is the holding company of the CD PROJEKT Group which operates in the CD PROJEKT RED and GOG.COM segments.
Principal place of business:	Warsaw
Registration body:	District Court in Warsaw, 14th Business Department of the National Court Register.
Statistical number REGON:	492707333
Tax identification number NIP:	7342867148
Number in the BDO register (national waste management database):	000141053
Duration of the Group:	Unspecified
Name of parent entity:	CD PROJEKT S.A.
Name of the top parent of the group:	CD PROJEKT S.A.

Consolidation policies

Consolidated companies – as at 30.06.2022

	% share in capital	% share of voting rights	consolidation method
CD PROJEKT S.A.	parent entity	-	-
GOG sp. z o.o.	100%	100%	acquisition accounting
CD PROJEKT Inc.	100%	100%	acquisition accounting
CD PROJEKT Co., Ltd. (in liquidation)	100%	100%	not consolidated
Spokko sp. z o.o.	74%	74%	not consolidated
CD PROJEKT RED STORE sp. z o.o.	100%	100%	acquisition accounting
CD PROJEKT RED Vancouver Studio Ltd.	100%	100%	not consolidated
The Molasses Flood LLC	60%	60%	not consolidated
CD PROJEKT SILVER Inc.	100%	100%	not consolidated



In accordance with the accounting policy adopted by the Group, the parent entity does not have to consolidate a subsidiary using the acquisition accounting method, if:

- the subsidiary's share in the parent entity's total assets does not exceed 2%,
- the share in the parent entity's revenue from sales and financial transactions does not exceed 1%,

where those transactions between the subsidiary and its parent entity which would be eliminated during consolidation are not taken into account when determining whether the said thresholds have been exceeded.

In total, the financial data of the subsidiaries excluded from consolidation cannot exceed:

- 5% of the share in the parent entity's total assets,
- 2% of the share in the parent entity's revenue from sales and financial transactions,

where those transactions between the subsidiary and its parent entity which would be eliminated during consolidation are not taken into account when determining whether the said thresholds have been exceeded.

Subsidiaries

Subsidiaries are all and any entities over which the Group has control which manifests itself by, simultaneously:

- having power, consisting in having substantive rights that give the Group the current ability to direct the relevant activities, i.e. those activities which significantly affect the entity's financial results,
- being exposed or having rights to variable returns, consisting in having the potential to change the financial results of the Group depending on the results of the subsidiary,
- having the ability to use the power exercised to affect its returns from the subsidiary by using its power in order to affect the financial results attributable to the Group resulting from the involvement in the subsidiary.

Subsidiaries are fully consolidated from the date on which the Group assumed control over them. They cease to be consolidated from the date that control ceases.

Revenue and costs, receivables and payables and unrealized gains on transactions between Group companies are eliminated for the purposes of the consolidated financial statements. Unrealized losses are also eliminated, unless the transaction is an impairment indicator of the asset transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the accounting policies adopted by the Group.

Basis of preparation of the interim condensed consolidated financial statements

These interim condensed consolidated financial statements have been prepared in accordance with the International Accounting Standard No. 34 *Interim Financial Reporting* endorsed by the EU ("IAS 34").

The interim condensed consolidated financial statements do not comprise all the information and disclosures which are required in annual financial statements and should be read jointly with the consolidated financial statements of the Group for the year ended 31 December 2021 approved for publication on 14 April 2022.

Going concern assumption

These interim condensed consolidated financial statements have been prepared based on the assumption that the Group and the Parent Company will continue in operation as a going concern in the foreseeable future, i.e. in the period of at least 12 months after the balance sheet date.

As at the date of signing these financial statements, the Management Board of the Parent Company has not identified any facts or circumstances which would indicate any threats to the Group continuing in operation as a going concern for a period of 12 months after the end of the reporting period as a result of intended or forced discontinuing or significantly curtailing its existing operations

By the date of preparing the consolidated financial statements for the period from 1 January to 30 June 2022, the Management Board of the Parent Company did not become aware of any events which should have been but were not recognized in the accounting records for the reporting period. At the same time, there were no significant prior year events undisclosed in these financial statements.

Compliance with the International Financial Reporting Standards

These interim condensed consolidated financial statements have been prepared in accordance with the International Accounting Standard No. 34 *Interim Financial Reporting* and in accordance with the relevant International Financial Reporting Standards (IFRS) applicable to interim financial reporting, approved by the International Accounting Standards Board (IASB) and the International Financial Reporting Interpretations Committee (IFRIC) as applicable as at 30 June 2022.

The Group intends to apply changes to IFRS published but not yet binding by the date of publication of these interim condensed consolidated financial statements in accordance with their effective dates. Information on standards and interpretations adopted for the first time, early adoption of the standards, standards effective on or after 1 January 2022 and the assessment of the impact of IFRS changes on the future consolidated financial statements of the Group has been presented in the second part of the Consolidated Financial Statements for 2021.

Amendments to standards or interpretations effective from 1 January 2022 applicable and adopted by the Group

- *Amendments to IFRS 3 Business combinations, IAS 16 Property, Plant and Equipment, IAS 37 Provisions, Contingent Liabilities and Contingent Assets and Annual Improvements to IFRS 2018-2020 (IFRS 1, IFRS 9, IFRS 16 and IAS 41)* - approved on 28 June 2021, applicable to periods beginning on or after 1 January 2022.

Standards published and endorsed by the EU which are not yet effective and their impact on the Group's financial statements

The Management Board analysed the impact of the application of the new standards on future financial statements. When approving these financial statements, the Group did not apply the following standards, amendments and interpretations published and endorsed by the EU, but not yet effective:

- *IFRS 17 Insurance Contracts* - approved on 19 November 2021, applicable to reporting periods beginning on or after 1 January 2023,
- *Amendments to IAS 1 and Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2* (published on 12 February 2021) - approved on 2 March 2022 and applicable to annual periods beginning on or after 1 January 2023,
- *Amendment to IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors* - approved on 2 March 2022 and applicable to periods beginning on or after 1 January 2023,
- *Amendments to IAS 12 Deferred Tax related to Assets and Liabilities arising from a Single Transaction* - approved on 11 August 2022 and applicable to periods beginning on or after 1 January 2023.

The Group does not expect the introduction of these amendments to have a material impact on the accounting policies adopted by the Group with regard to the Group's operations or its financial results.

Standards and interpretations adopted by the IASB but not yet endorsed by the EU

When approving these financial statements, the Group did not apply the following standards, amendments and interpretations which have not yet been endorsed by the EU:

- Amendment to **IAS 1** *Presentation of financial statements: Classification of liabilities as current or non-current* - applicable to reporting periods beginning on or after 1 January 2023,
- Amendments to **IFRS 17** *Insurance Contracts* concerning *Initial Application of IFRS 17* and *IFRS 9 - Comparative Information* - applicable to periods beginning on or after 1 January 2023.

The Group is analysing the estimated impact of the standards and amendments listed above on the Group's financial statements.

Functional currency and presentation currency

Functional currency and presentation currency

The functional currency of the Group and the Parent Company and the reporting currency of these financial statements is the Polish zloty (PLN). Unless stated otherwise, all data is presented in thousands of Polish zlotys (PLN '000).

Transactions and balances

Transactions expressed in foreign currencies are translated into functional currency based on the exchange rate as at the date of transaction. Foreign exchange gains and losses on the settlement of these transactions and the translation of monetary assets and liabilities as at the balance sheet date are recognized in the income statement, unless they are deferred in equity, when they qualify for recognition as cash flow hedges and hedges of a net investment.

Comparability of the financial statements and consistency of accounting policies

The accounting policies applied in these interim condensed consolidated financial statements, material judgments made by the Management Board with regard to the accounting policies applied by the Group and the main sources of estimating uncertainties are consistent, in all material respects, with the policy adopted for preparing the annual consolidated financial statements of the CD PROJEKT Group for 2021, with the exception of changes in accounting policies and presentation changes described below. These interim condensed consolidated financial statements should be read in conjunction with the consolidated financial statements for the year ended 31 December 2021.

Presentation changes

In these interim condensed consolidated financial statements for the period from 1 January to 30 June 2022 changes were introduced in the presentation of selected financial data. In order to ensure comparability of the financial data in the reporting period, presentation of the data as at 30 June 2021 and as at 31 December 2021 was changed. The data is presented after the following changes:

- In the cash flow statement for the period from 1 January 2021 to 30 June 2021, presentation of interest received on deposits was changed. Consequently, the following items changed:
 - Other inflows from investing activities – a decrease of PLN 41 thousand
 - Interest on deposits – an increase of PLN 41 thousand
- In the statement of financial position as at 30 June 2021 and 31 December 2021, presentation of some of the land held by the Group changed. Consequently, the following items changed:
 - Property, plant and equipment – an increase of PLN 4 354 thousand
 - Investment properties – a decrease of PLN 4 354 thousand

The change did not affect the net profit or loss and equity.

Seasonality or cyclicity of the Group's operations

A detailed description of seasonality or cyclicity of the Group's operations is presented in the Directors' Report of the CD PROJEKT Group for the period from 1 January to 30 June 2022.

Audit by the registered auditor

The financial data presented in the statement of financial position as at 30 June 2022 and the financial data presented in the income statement, cash flow statement and the statement of changes in equity for the period from 1 January to 30 June 2022 and from 1 January to 30 June 2021 was not audited by the registered auditor. The data for the periods referred to above was reviewed by the registered auditor. The statement of financial position as at 31 December 2021 was audited by the registered auditor.



CD PROJEKT

Notes – operating segments of the CD PROJEKT Group

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Operating segments

Presentation of the financial statements taking into account operating segments

The scope of the financial information provided on the Group's operating segments is consistent with the requirements of IFRS 8. The segments' results are determined based on their net profits.

Description of differences in the basis for the determination of segments and the profit or loss of a segment compared with the last annual consolidated financial statements

The Group did not make any changes in the determination of segments or in the measurement of the profits or losses of the individual segments in relation to the financial statements for the year ended 31 December 2021.

There are no differences between the measurement of the assets, liabilities, profits and losses of the Group's reporting segments.

Information on individual operating segments

	Continuing operations		Consolidation eliminations	Total continuing operations
	CD PROJEKT RED	GOG.COM		
01.01.2022 – 30.06.2022				
Sales revenue	295 488	88 751	(6 323)	377 916
from external customers	289 301	88 615	-	377 916
between segments	6 187	136	(6 323)	-
Net profit/(loss) of the segment	113 475	353	(82)	113 746

	Continuing operations		Consolidation eliminations	Total continuing operations
	CD PROJEKT RED	GOG.COM		
01.01.2021 – 30.06.2021				
Sales revenue	371 911	106 333	(7 627)	470 617
from external customers	364 420	106 197	-	470 617
between segments	7 491	136	(7 627)	-
Net profit/(loss) of the segment	109 595	(4 459)	(88)	105 048

Consolidated income statement by segments for the period from 01.01.2022 to 30.06.2022

	CD PROJEKT RED	GOG.COM	Consolidation eliminations	Total
Sales revenue	295 488	88 751	(6 323)	377 916
Sales of products	283 471	-	2 397	285 868
Sales of services	1 927	136	(828)	1 235
Sales of goods for resale and materials	10 090	88 615	(7 892)	90 813
Cost of sales of products, services, goods for resale and materials	43 791	63 208	(5 665)	101 334
Cost of products and services sold	37 141	42	(170)	37 013
Cost of goods for resale and materials sold	6 650	63 166	(5 495)	64 321
Gross profit/(loss) on sales	251 697	25 543	(658)	276 582
Selling expenses	80 552	20 874	(119)	101 307
Administrative expenses	32 323	3 164	(227)	35 260
Other operating income	5 362	2 183	(2 159)	5 386
Other operating expenses	8 379	1 872	(2 342)	7 909
(Impairment)/reversal of impairment of financial instruments	(8)	-	-	(8)
Operating profit/(loss)	135 797	1 816	(129)	137 484
Finance income	34 910	4 444	-	39 354
Finance costs	17 578	5 694	(50)	23 222
Profit/(loss) before tax	153 129	566	(79)	153 616
Income tax expense	39 654	213	3	39 870
Net profit/(loss)	113 475	353	(82)	113 746
Net profit/(loss) attributable to the Parent Company	113 475	353	(82)	113 746

Consolidated income statement by segments for the period from 01.01.2021 to 30.06.2021

	CD PROJEKT RED	GOG.COM	Consolidation eliminations	Total
Sales revenue	371 911	106 333	(7 627)	470 617
Sales of products	359 938	4 346	2 702	366 986
Sales of services	4 957	139	(1 409)	3 687
Sales of goods for resale and materials	7 016	101 848	(8 920)	99 944
Cost of sales of products, services, goods for resale and materials	92 051	76 860	(6 740)	162 171
Cost of products and services sold	85 589	2 827	(522)	87 894
Cost of goods for resale and materials sold	6 462	74 033	(6 218)	74 277
Gross profit/(loss) on sales	279 860	29 473	(887)	308 446
Selling expenses	101 647	30 330	(794)	131 183
Administrative expenses	50 202	4 085	(100)	54 187
Other operating income	5 059	872	(2 078)	3 853
Other operating expenses	5 628	615	(1 929)	4 314
(Impairment)/reversal of impairment of financial instruments	(1)	-	-	(1)
Operating profit/(loss)	127 441	(4 685)	(142)	122 614
Finance income	16 150	2 736	-	18 886
Finance costs	22 473	3 207	(45)	25 635
Profit/(loss) before tax	121 118	(5 156)	(97)	115 865
Income tax expense	11 523	(697)	(9)	10 817
Net profit/(loss)	109 595	(4 459)	(88)	105 048
Net profit/(loss) attributable to the Parent Company	109 595	(4 459)	(88)	105 048

Consolidated statement of financial position by segments as at 30.06.2022

	CD PROJEKT RED	GOG.COM	Consolidation eliminations	Total
NON-CURRENT ASSETS	1 029 020	28 417	(18 310)	1 039 127
Property, plant and equipment	115 255	4 921	8 979	129 155
Intangible assets	69 754	10	-	69 764
Expenditure on development projects	432 371	1 697	(13)	434 055
Investment properties	55 830	-	(12 175)	43 655
Goodwill	56 438	-	-	56 438
Investments in subsidiaries	15 095	-	(15 095)	-
Shares in non-consolidated subsidiaries	67 055	-	-	67 055
Prepayments and deferred costs	5 833	18 414	-	24 247
Other financial assets	173 589	-	-	173 589
Deferred tax assets	37 066	3 375	(6)	40 435
Other receivables	734	-	-	734
CURRENT ASSETS	1 084 507	75 735	(2 703)	1 157 539
Inventories	15 136	-	-	15 136
Trade receivables	63 008	2 915	(2 703)	63 220
Current income tax receivable	1 698	756	-	2 454
Other receivables	49 779	1 632	-	51 411
Prepayments and deferred costs	5 630	15 087	-	20 717
Other financial assets	319 572	-	-	319 572
Cash and cash equivalents	629 684	55 345	-	685 029
TOTAL ASSETS	2 113 527	104 152	(21 013)	2 196 666

	CD PROJEKT RED	GOG.COM	Consolidation eliminations	Total
EQUITY	1 884 553	33 823	(15 132)	1 903 244
Equity of the shareholders of the parent entity	1 884 553	33 823	(15 132)	1 903 244
Share capital	100 739	136	(136)	100 739
Supplementary capital	1 503 561	62 796	(5 515)	1 560 842
Share premium	115 909	-	-	115 909
Other reserves	43 336	394	(1 407)	42 323
Foreign exchange differences on translation	2 194	(65)	1 014	3 143
Retained earnings	5 339	(29 791)	(9 006)	(33 458)
Net profit (loss) for the period	113 475	353	(82)	113 746
Equity attributable to non-controlling interests	-	-	-	-
NON-CURRENT LIABILITIES	32 705	2 426	(2 402)	32 729
Other financial liabilities	23 614	2 402	(2 402)	23 614
Other liabilities	2 740	-	-	2 740
Deferred income	5 492	12	-	5 504
Provision for retirement and similar benefits	368	12	-	380
Other provisions	491	-	-	491
CURRENT LIABILITIES	196 269	67 903	(3 479)	260 693
Other financial liabilities	29 692	808	(776)	29 724
Trade payables	16 580	49 424	(1 962)	64 042
Other liabilities	105 477	4 845	-	110 322
Deferred income	12 037	5 645	-	17 682
Provision for retirement and similar benefits	5	2	-	7
Other provisions	32 478	7 179	(741)	38 916
TOTAL LIABILITIES AND EQUITY	2 113 527	104 152	(21 013)	2 196 666

Consolidated statement of financial position by segments as at 31.12.2021*

	CD PROJEKT RED	GOG.COM	Consolidation eliminations	Total
NON-CURRENT ASSETS	906 304	17 860	(18 318)	905 846
Property, plant and equipment	105 236	5 316	9 036	119 588
Intangible assets	58 382	11	-	58 393
Expenditure on development projects	347 802	2 318	75	350 195
Investment properties	57 082	-	(12 448)	44 634
Goodwill	56 438	-	-	56 438
Investments in subsidiaries	14 978	-	(14 978)	-
Shares in non-consolidated subsidiaries	38 520	-	-	38 520
Prepayments and deferred costs	4 741	6 693	-	11 434
Other financial assets	178 540	-	-	178 540
Deferred tax assets	43 899	3 522	(3)	47 418
Other receivables	686	-	-	686
CURRENT ASSETS	1 177 941	78 794	(3 846)	1 252 889
Inventories	15 886	-	-	15 886
Trade receivables	123 605	3 875	(2 187)	125 293
Current income tax receivable	98	-	-	98
Other receivables	113 724	1 433	(1 659)	113 498
Prepayments and deferred costs	4 154	9 609	-	13 763
Other financial assets	307 765	-	-	307 765
Bank deposits over 3 months	265 000	-	-	265 000
Cash and cash equivalents	347 709	63 877	-	411 586
TOTAL ASSETS	2 084 245	96 654	(22 164)	2 158 735

* restated data

	CD PROJEKT RED	GOG.COM	Consolidation eliminations	Total
EQUITY	1 875 936	33 352	(14 932)	1 894 356
Equity of the shareholders of the parent entity	1 875 936	33 352	(14 932)	1 894 356
Share capital	100 739	136	(136)	100 739
Supplementary capital	1 368 366	62 796	(5 515)	1 425 647
Share premium	115 909	-	-	115 909
Other reserves	49 007	276	(1 289)	47 994
Foreign exchange differences on translation	642	(65)	1 014	1 591
Retained earnings	2 595	-	(9 027)	(6 432)
Net profit (loss) for the period	238 678	(29 791)	21	208 908
Equity attributable to non-controlling interests	-	-	-	-
NON-CURRENT LIABILITIES	36 079	2 691	(2 658)	36 112
Other financial liabilities	21 080	2 658	(2 658)	21 080
Other liabilities	2 860	-	-	2 860
Deferred income	6 403	21	-	6 424
Provision for retirement and similar benefits	368	12	-	380
Other provisions	5 368	-	-	5 368
CURRENT LIABILITIES	172 230	60 611	(4 574)	228 267
Other financial liabilities	25 661	869	(728)	25 802
Trade payables	15 703	39 787	(2 110)	53 380
Current income tax liabilities	24 445	1	-	24 446
Other liabilities	4 134	7 567	(1 659)	10 042
Deferred income	26 072	5 476	-	31 548
Provision for retirement and similar benefits	6	1	-	7
Other provisions	76 209	6 910	(77)	83 042
TOTAL LIABILITIES AND EQUITY	2 084 245	96 654	(22 164)	2 158 735



CD PROJEKT

Notes – other explanatory notes to the interim condensed consolidated financial statements

4

Note 1. Description of those items affecting assets, liabilities, equity, net profit or loss and cash flows which are not typical in terms of their type, size and impact

Material events

The following events relating to the CD PROJEKT RED segment had a material impact on the results, assets, liabilities & equity and cash flows of the CD PROJEKT Group in the reported period (which was not observed in the comparative period):

- the fact that the Company increased the capital of some of its subsidiaries (in particular, the share capital of Spokko sp. z o.o. was increased to reduce the subsidiary's liabilities to CD PROJEKT in respect of loans) and provided financing for development of prototypes of new projects for mobile devices,
- recognition of a part of withholding tax collected in other jurisdictions on licence fees paid to the Company, which is not deductible due to the application of a preferential IP Box tax rate, in the income statement under corporate income tax.

Moreover, the launch of Cyberpunk 2077 for new generation consoles, Xbox Series X|S and PlayStation 5, also affected the results of the CD PROJEKT Group for the first half of 2022.

Note 2. Property, plant and equipment

Changes in property, plant and equipment (by category) for the period 01.01.2022 – 30.06.2022*

	Land	Buildings and structures	Civil and hydraulic engineering facilities	Plant and machinery	Vehicles	Other fixed assets	Fixed assets under construction	Total
Gross carrying amount as at 01.01.2022	40 435	75 861	1 876	52 127	3 243	4 930	2 327	180 799
Increase due to:	-	4 257	282	4 101	609	556	9 692	19 497
purchase	-	154	-	4 006	609	520	9 692	14 981
lease contracts concluded	-	3 864	9	-	-	-	-	3 873
transfer from investment properties	-	-	273	-	-	-	-	273
transfer from fixed assets under construction	-	239	-	24	-	36	-	299
reclassification	-	-	-	71	-	-	-	71
Decrease due to:	-	816	212	2 474	-	160	405	4 067
sale	-	-	-	185	-	-	-	185
disposal	-	816	212	2 056	-	89	24	3 197
transfer from fixed assets under construction	-	-	-	-	-	-	300	300
reclassification	-	-	-	-	-	71	81	152
other	-	-	-	233	-	-	-	233
Gross carrying amount as at 30.06.2022	40 435	79 302	1 946	53 754	3 852	5 326	11 614	196 229
Accumulated depreciation at 01.01.2022	1 250	19 797	558	35 145	1 792	2 669	-	61 211
Increase due to:	283	3 379	133	4 909	252	475	-	9 431
depreciation charge	283	3 379	104	4 858	252	475	-	9 351
transfer from investment properties	-	-	29	-	-	-	-	29
reclassification	-	-	-	51	-	-	-	51
Decrease due to:	-	900	76	2 465	8	119	-	3 568
sale	-	-	-	180	-	-	-	180
disposal	-	816	76	2 038	-	68	-	2 998
reclassification	-	-	-	-	-	51	-	51
other	-	84	-	247	8	-	-	339
Accumulated depreciation at 30.06.2022	1 533	22 276	615	37 589	2 036	3 025	-	67 074
Impairment write-downs as at 01.01.2022	-	-	-	-	-	-	-	-
Impairment write-downs as at 30.06.2022	-	-	-	-	-	-	-	-
Net carrying amount as at 01.01.2022	39 185	56 064	1 318	16 982	1 451	2 261	2 327	119 588
Net carrying amount as at 30.06.2022	38 902	57 026	1 331	16 165	1 816	2 301	11 614	129 155

* restated data

Amounts of contractual commitments to purchase property, plant and equipment in future

	30.06.2022	31.12.2021
Leasing of passenger cars	600	429
Total	600	429

Right-of-use assets relating to property, plant and equipment

	30.06.2022		
	Gross amount	Accumulated amortization	Net amount
Land	14 540	566	13 974
Real estate	10 988	6 978	4 010
Civil and hydraulic engineering facilities	103	73	30
Vehicles	2 142	458	1 684
Total	27 773	8 075	19 698

	31.12.2021		
	Gross amount	Accumulated amortization	Net amount
Land	14 540	464	14 076
Real estate	8 037	6 698	1 339
Civil and hydraulic engineering facilities	94	47	47
Vehicles	1 504	257	1 247
Total	24 175	7 466	16 709

Note 3. Intangible assets and expenditure on development projects

Changes in intangible assets and expenditure on development projects for the period 01.01.2022 – 30.06.2022

	Expenditure on development projects in progress	Expenditure on completed development projects	Trademarks	Patents and licenses	Copyright	Computer software	Goodwill	Intangible assets under construction	Total
Gross carrying amount as at 01.01.2022	95 169	841 986	33 199	2 154	18 331	36 018	56 438	19	1 083 314
Increase due to:	121 007	12 059	-	2 001	30	11 425	-	384	146 906
purchase	-	-	-	2 001	30	11 425	-	384	13 840
assets internally generated	121 007	-	-	-	-	-	-	-	121 007
reclassification from expenditure on development projects in progress	-	12 059	-	-	-	-	-	-	12 059
Decrease due to:	33 175	-	-	-	-	-	-	8	33 183
disposal	283	-	-	-	-	-	-	-	283
utilization of impairment write-downs	20 806	-	-	-	-	-	-	-	20 806
reclassification from expenditure on development projects in progress	12 059	-	-	-	-	-	-	-	12 059
reclassification	27	-	-	-	-	-	-	8	35
Gross carrying amount as at 30.06.2022	183 001	854 045	33 199	4 155	18 361	47 443	56 438	395	1 197 037
Accumulated amortization at 01.01.2022	-	552 378	-	1 928	173	29 227	-	-	583 706
Increase due to:	-	36 837	-	205	61	2 195	-	-	39 298
amortization charge	-	36 837	-	205	61	2 195	-	-	39 298
Decrease	-	-	-	-	-	-	-	-	-
Accumulated amortization as at 30.06.2022	-	589 215	-	2 133	234	31 422	-	-	623 004
Impairment write-downs as at 01.01.2022	20 806	13 776	-	-	-	-	-	-	34 582
Decrease, due to:	20 806	-	-	-	-	-	-	-	20 806
reversal of impairment write-downs (write-off)	20 806	-	-	-	-	-	-	-	20 806
Impairment write-downs as at 30.06.2022	-	13 776	-	-	-	-	-	-	13 776
Net carrying amount as at 01.01.2022	74 363	275 832	33 199	226	18 158	6 791	56 438	19	465 026
Net carrying amount as at 30.06.2022	183 001	251 054	33 199	2 022	18 127	16 021	56 438	395	560 257

Amounts of contractual commitments to purchase intangible assets in future

None.

Note 4. Goodwill

During the period from 1 January to 30 June 2022 there were no changes in goodwill.

Note 5. Investment properties

The Parent Company owns a real estate complex located at ul. Jagiellońska 74 and ul. Jagiellońska 76 in Warsaw. Given that a part of the properties purchased is leased out to third parties, including CD PROJEKT Group companies, the Group decided to partly classify these properties as investment properties. The remaining part of both properties is used for own needs of the activities conducted.

The Group measures the properties purchased at cost less accumulated depreciation.

Change in investment properties for the period 01.01.2022 – 30.06.2022*

Gross carrying amount as at 01.01.2022	48 170
Increase due to:	214
capitalized expenditure	214
Decrease due to:	273
reclassification to other asset categories	273
Gross carrying amount as at 30.06.2022	48 111
Accumulated depreciation at 01.01.2022	3 536
Increase due to:	949
depreciation charge	949
Decrease due to:	29
reclassification to other asset categories	29
Accumulated depreciation at 30.06.2022	4 456
Impairment write-downs as at 01.01.2022	-
Increase	-
Decrease	-
Impairment write-downs as at 30.06.2022	-
Net carrying amount as at 30.06.2022	43 655

* restated data

Contractual liabilities on purchase of investment properties

None.

Note 6. Inventories

	30.06.2022	31.12.2021
Goods for resale	15 121	15 843
Other materials	15	43
Gross inventories	15 136	15 886
Inventory write-downs	-	-
Net inventories	15 136	15 886

Change in inventory write-downs

None.

Note 7. Trade and other receivables

	30.06.2022	31.12.2021
Trade and other receivables, gross	116 184	240 288
Write-downs	819	811
Trade and other receivables	115 365	239 477
from related entities	1 556	1 238
from other entities	113 809	238 239

Change in write-downs of receivables

	Trade receivables	Other receivables	Total
OTHER ENTITIES			
Write-downs as at 01.01.2022	79	732	811
Increases, including:	8	-	8
write-downs recognized for past-due and disputed receivables	8	-	8
Decrease	-	-	-
Write-downs as at 30.06.2022	87	732	819

Current and overdue trade receivables as at 30.06.2022

	Total	Not overdue	Overdue, in days				
			1 – 60	61 – 90	91 – 180	181 – 360	>360
RELATED ENTITIES							
gross receivables	1 548	452	-	-	-	1 096	-
default ratio		0%	0%	0%	0%	0%	0%
write-down resulting from the ratio	-	-	-	-	-	-	-
write-down determined individually	-	-	-	-	-	-	-
total expected credit losses	-	-	-	-	-	-	-
Net receivables	1 548	452	-	-	-	1 096	

	Total	Not overdue	Overdue, in days				
			1 – 60	61 – 90	91 – 180	181 – 360	>360
OTHER ENTITIES							
gross receivables	61 759	60 794	447	342	44	-	132
default ratio		0%	0%	0%	0%	0%	0%
write-down resulting from the ratio	-	-	-	-	-	-	-
write-down determined individually	87	-	-	-	-	-	87
total expected credit losses	87	-	-	-	-	-	87
Net receivables	61 672	60 794	447	342	44	-	45

Total							
gross receivables	63 307	61 246	447	342	44	1 096	132
Impairment write-downs	87	-	-	-	-	-	87
Net receivables	63 220	61 246	447	342	44	1 096	45

Other receivables

	30.06.2022	31.12.2021*
Other gross receivables, including:	52 877	114 916
tax receivables, other than corporate income tax	40 163	77 067
prepayments for inventories	6 892	5 391
prepayments for development projects	3 649	30 435
security deposits	1 050	998
provisions for sales revenue – prepayments	121	67
prepayments for property, plant and equipment and intangible assets	75	34
settlements with employees	7	5
settlements with members of the Management Boards of the Group companies	7	7
prepayments on investment properties	-	79
other	913	833
Write-downs	732	732
Other receivables, including:	52 145	114 184
current	51 411	113 498
non-current	734	686

* restated data

Note 8. Other financial assets

	30.06.2022	31.12.2021
Loans granted	-	8 890
Bonds	493 161	477 415
Other financial assets, including:	493 161	486 305
current	319 572	307 765
non-current	173 589	178 540

Note 9. Prepayments and deferred costs

	30.06.2022	31.12.2021
Minimum guarantees, advance payments and prepayments GOG.COM	32 604	15 230
Software, licences	6 323	3 905
Costs of future marketing services	1 686	1 734
Fees for pre-emptive rights	1 324	1 378
Costs of repairs and maintenance	1 304	1 470
Costs of IT security resources	543	421
Business travel (tickets, hotels, insurance)	360	64
Property and personal insurance	146	525
Fees for perpetual usufruct of land	142	-
Participation in fairs	124	7
Marketing campaigns	-	19
Other prepayments and deferred costs	408	444
Prepayments and deferred costs, including:	44 964	25 197
current	20 717	13 763
non-current	24 247	11 434

Note 10. Deferred income tax

Deductible temporary differences underlying the deferred tax asset

	31.12.2021*	Differences affecting the deferred tax recognized in the profit or loss	30.06.2022
Provision for other employee benefits	385	-	385
Provision for costs of performance-related and other remuneration	39 543	(23 388)	16 155
Tax loss	15 133	(4 693)	10 440
Foreign exchange losses	3 275	38 605	41 880
Difference between the carrying and tax amount of expenditure on development projects	24 780	(19 917)	4 863
Salaries and wages and social security payable in future periods	61	(32)	29
Deferred income in respect of virtual wallet top-ups and fringe benefit scheme	3 401	166	3 567
Other provisions	48 841	(25 359)	23 482
Research and development relief	303 891	-	303 891
Prepayments recognized as revenue for tax purposes	1 469	140	1 609
Difference between the net carrying amount and tax amount of property, plant and equipment and intangible assets	12	-	12
Measurement of forward contracts	142	(110)	32
Other	83	150	233
Total deductible differences, including:	441 016	(34 438)	406 578
taxed at 5%	60 423	(8 026)	52 397
taxed at 19%	379 384	(26 554)	352 830
deferred tax charged abroad	1 209	142	1 351
Deferred income tax asset	75 350	(5 421)	69 929

* restated data

Taxable temporary differences underlying the deferred tax provision

	31.12.2021	Differences affecting the deferred tax recognized in the profit or loss	30.06.2022
Difference between the net carrying amount and tax amount of property, plant and equipment and intangible assets	14 431	398	14 829
Current period revenue invoiced in the subsequent period/accrued income	129 257	(68 279)	60 978
Foreign exchange gains	14 963	42 693	57 656
Difference between the carrying and tax amount of expenditure on development projects	272 934	(27 216)	245 718
Other	86	163	249
Total taxable differences, including:	431 671	(52 241)	379 430
taxed at 5%	386 324	(82 055)	304 269
taxed at 19%	45 347	29 814	75 161
Deferred tax provision	27 932	1 562	29 494

The deferred part of the income tax was determined either at the corporate income tax rate of 19% for the tax base corresponding to income from other sources, or at the rate of 5% for the tax base corresponding to income from qualifying intellectual property (the so-called IP BOX). When determining the appropriate tax rate for temporary differences, the Group relied on forecasts of which tax base will give rise to the realization of the temporary differences recognized.

Net deferred tax asset/provision

	30.06.2022	31.12.2021
Deferred income tax assets	69 929	75 350
Deferred tax provision	29 494	27 932
Net deferred tax - assets/(provisions)	40 435	47 418

Income tax expense recognized in the income statement

	01.01.2022 – 30.06.2022	01.01.2021 – 30.06.2021
Current income tax, including:	32 862	53 930
withholding tax paid abroad	24 634	3
Change in deferred tax	7 008	(43 113)
Income tax expense recognized in the income statement	39 870	10 817

Note 11. Provision for retirement and similar benefits

	30.06.2022	31.12.2021
Provision for retirement and disability bonuses	387	387
Total, including:	387	387
current	7	7
non-current	380	380

During the period from 1 January to 30 June 2022 there were no changes in provisions for retirement and similar benefits.

Note 12. Other provisions

	30.06.2022	31.12.2021
Provision for liabilities, including:	39 407	88 410
provision for costs of the audit and review of the financial statements	69	160
provision for costs of external services	1 360	1 042
provision for costs of performance-related and other remuneration	22 128	44 856
provision for other costs	15 850	42 352
Total, including:	39 407	88 410
current	38 916	83 042
non-current	491	5 368

Change in other provisions

	Provision for costs of performance-related and other remuneration	Other provisions	Total
As at 01.01.2022	44 856	43 554	88 410
Provisions recorded during the year	22 133	19 290	41 423
Provisions utilized	44 561	37 809	82 370
Provision released	300	7 756	8 056
As at 30.06.2022, including:	22 128	17 279	39 407
current	22 128	16 788	38 916
non-current	-	491	491

Note 13. Other liabilities

	30.06.2022	31.12.2021
Liabilities in respect of taxes, customs duties, social security and other, with the exception of corporate income tax	9 131	9 536
VAT	4 324	5 515
Withholding tax	785	905
Personal income tax	1 442	1 835
Social security contributions	2 463	1 164
State Disabled Persons Fund (PFRON)	68	56
PIT-8AR (personal income tax) settlements	49	61
Other liabilities	103 931	3 366
Liabilities in respect of pre-emptive rights and costs of future marketing services	2 740	2 860
Other settlements with employees	136	125
Other settlements with members of the Management Boards	-	36
Dividends payable	100 739	-
Prepayments received from foreign customers	-	13
Other liabilities	316	332
Total other liabilities	113 062	12 902
current	110 322	10 042
non-current	2 740	2 860

Note 14. Deferred income

	30.06.2022	31.12.2021
Subsidies	7 347	8 277
Sales relating to future periods	11 628	25 715
GOG Wallet	4 166	3 947
Rental of company phones	45	33
Deferred income, including:	23 186	37 972
current	17 682	31 548
non-current	5 504	6 424

Note 15. Information on financial instruments

Fair values and hierarchy of specific classes of financial instruments

The Management Boards of Group companies analysed specific classes of financial instruments. Based on the analysis, it was concluded that the carrying amounts of the instruments does not materially differ from their fair values, as at both 30 June 2022 and 31 December 2021.

	30.06.2022	31.12.2021*
LEVEL 1		
Assets measured at fair value		
Assets measured at fair value through other comprehensive income	249 800	228 661
bonds issued by foreign governments – EUR	25 318	24 517
bonds issued by foreign governments – USD	224 482	204 144
LEVEL 2		
Liabilities measured at fair value through profit or loss		
Derivative instruments	20 528	18 047
currency forwards – EUR	147	486
currency forwards – USD	20 381	17 561

* restated data

Financial Instruments measured at fair value are classified to 3-stage fair value hierarchy:

Level 1 – quoted prices in active markets for identical assets or liabilities.

Level 2 – fair value based in observable market data.

Level 3 – fair value based on market data that is not observable in the market.

Financial assets – classification and measurement

	30.06.2022	31.12.2021
Financial assets measured at amortized cost	992 344	1 060 209
Other non-current receivables	734	686
Trade receivables	63 220	125 293
Cash and cash equivalents	685 029	411 586
Bank deposits over 3 months	-	265 000
Treasury bonds and bonds guaranteed by the State Treasury	243 361	248 754
Loans granted	-	8 890
Assets measured at fair value through other comprehensive income	249 800	228 661
Bonds issued by foreign governments	249 800	228 661
Total financial assets	1 242 144	1 288 870

Financial liabilities – classification and measurement

	30.06.2022	31.12.2021*
Financial liabilities measured at amortized cost	96 852	82 215
Trade payables	64 042	53 380
Other financial liabilities	32 810	28 835
Financial liabilities at fair value through profit or loss	20 528	18 047
Derivative financial instruments	20 528	18 047
Total financial liabilities	117 380	100 262

* restated data

In accordance with the requirements of **IFRS 9 Financial Instruments**, the Company analysed the business model for managing financial assets and examined the characteristics of contractual cash flows for each component of the bond portfolio, and concluded that:

- the purpose of investments in domestic and foreign Treasury bonds and domestic bonds guaranteed by the Polish State Treasury is to hold them to maturity and to collect contractual cash flows;
- investment mandates for managing the foreign bonds portfolio allow selling bonds before maturity as part of the adopted strategy;
- all bonds purchased meet the SPPI test.

As a result of the analysis conducted, purchased bonds were classified into two financial asset management model which differ in terms of the entity managing the bond portfolio. Polish Treasury bonds and bonds guaranteed by the Polish State Treasury are measured at amortized cost, because they are held to collect contractual cash flows. Foreign Treasury bonds are measured at fair value through other comprehensive income, because of the investment mandate which allows the possibility of the portfolio being managed by an Asset Manager.

Note 16. Sales revenue

Sales revenue – geographical structure**

	01.01.2022 – 30.06.2022		01.01.2021 – 30.06.2021*	
	in PLN	in %	in PLN	in %
Domestic sales	14 785	3.91%	9 687	2.07%
Export sales, including:	363 131	96.09%	460 930	97.93%
Europe	76 438	20.23%	52 095	11.07%
North America	248 040	65.64%	366 760	77.93%
South America	1 530	0.40%	1 473	0.31%
Asia	32 975	8.73%	36 515	7.76%
Australia	3 947	1.04%	3 832	0.81%
Africa	201	0.05%	255	0.05%
Total	377 916	100%	470 617	100%

* restated data

Sales revenue from export sales in Europe include sales from the Russian market. In previous financial statements, the Russian market was disclosed under Asia.

** The data presented relates to the place of residence of the customers of the Group companies: for CD PROJEKT S.A. - distributors, and for retail sales conducted by GOG sp. z o.o., CD PROJEKT RED STORE sp. z o.o., CD PROJEKT Inc. - end customers.

Sales revenue – by type of production

	01.01.2022 – 30.06.2022	01.01.2021 – 30.06.2021
Own production	285 868	366 986
Third party production	90 813	99 944
Other revenue	1 235	3 687
Total	377 916	470 617

Sales revenue – by distribution channel

	01.01.2022 – 30.06.2022	01.01.2021 – 30.06.2021
Games – box issues	17 436	53 029
Games – digital issues	346 839	403 013
Other revenue	13 641	14 575
Total	377 916	470 617

Note 17. Operating expenses

	01.01.2022 – 30.06.2022	01.01.2021 – 30.06.2021
Depreciation and amortization of property, plant and equipment, intangible assets, expenditure on development projects and investment properties, including:	7 346	8 889
depreciation on leased buildings	834	1 110
depreciation of leased vehicles	174	140
Materials and energy used	1 218	1 639
External services, including:	55 697	68 742
costs of short-term leases and low value leases	343	227
Taxes and fees	552	580
Salaries and wages, social insurance and other benefits	69 590	103 987
Business travel	563	68
Cost of using company cars	117	96
Cost of goods for resale and materials sold	64 321	74 277
Costs of products and services sold	37 013	87 894
Other costs	1 484	1 369
Total	237 901	347 541
Selling expenses	101 307	131 183
Total administrative expenses, including:	35 260	54 187
cost of research work	3 904	11 850
Cost of sales	101 334	162 171
Total	237 901	347 541

Note 18. Other operating income and expenses

Other operating income

	01.01.2022 – 30.06.2022	01.01.2021 – 30.06.2021
Rental income	3 351	3 025
Subsidies	931	37
Income from re-invoicing	398	557
Release of unused provisions for costs	232	134
Other sales	41	66
Gains on disposal of non-current assets	9	-
Damages received	1	3
Other	423	31
Total other operating income	5 386	3 853

Other operating expenses

	01.01.2022 – 30.06.2022	01.01.2021 – 30.06.2021
Cost of destruction of materials and goods for resale	2 758	482
Cost of rental	1 831	2 144
Donations	1 223	17
Depreciation of investment properties	929	876
Disposal of fixed assets and intangible assets	482	100
Costs relating to re-invoicing	398	559
Cost of sales of other sales	32	-
Liquidation of investment properties	-	51
Help Me Refund – funds to be returned	-	33
Inventory count deficits	-	7
Other	256	45
Total other operating expenses	7 909	4 314

Note 19. Finance income and costs

Finance income

	01.01.2022 – 30.06.2022	01.01.2021 – 30.06.2021
Interest income	18 021	407
on current bank deposits	9 018	41
on bonds	8 788	304
on loans	215	62
Other finance income	21 333	18 479
settlement and measurement of derivative financial instruments	3 824	18 470
gain on redemption of bonds	17 507	-
forward contracts – Management Board	2	7
other finance income	-	2
Total finance income	39 354	18 886

Finance costs

	01.01.2022 – 30.06.2022	01.01.2021 – 30.06.2021
Interest expense	717	809
on bonds	201	416
on lease contracts	267	341
on liabilities to the State Treasury	248	51
on trade payables	1	1
Other finance costs	22 505	24 826
net foreign exchange losses	3 985	23 330
settlement and measurement of derivative financial instruments	18 353	-
loss on redemption of bonds	-	1 305
commission and fees on purchase of bonds	167	191
Total finance costs	23 222	25 635
Net finance income/expense	16 132	(6 749)

Note 20. Leases of low-value assets and short-term leases

The Group concluded lease contracts for office equipment (multifunctional photocopiers, kitchen appliances) and residential premises which potentially meet recognition criteria for leases under the new IFRS 16. However, the Group considered these contracts to be short-term leases and leases of low-value assets and decided not to apply the new requirements for leases to these assets, as permitted by paragraph 5 of the standards. In such cases, lease payments are charged to costs of the period to which they relate, either on a straight-line basis or in some other systematic way that reflects the distribution of costs over the life of the contract (information on the cost of these leases incurred in the period from 1 January to 30 June 2022 is included in Note 17).

As at 30 June 2022 and 31 December 2021, future payments in respect of irrevocable short-term leases and leases of low-value assets were as follows:

	30.06.2022	31.12.2021
Up to 1 year	226	121
From 1 to 5 years	131	149
Total	357	270

Note 21. Issue, redemption and repayment of debt and equity securities

Issue of debt securities

Not applicable.

Issue of equity securities

Specification	30.06.2022	31.12.2021
Number of shares in thousands	100 739	100 739
Par value of shares in PLN	1	1
Share capital	100 739	100 739

Note 22. Dividend paid (or declared) and received

On 28 June 2022, the Ordinary Shareholders Meeting of CD PROJEKT S.A. decided to set aside a part of the Parent Company's net profit for 2021 for distribution to shareholders as dividend. In accordance with the Resolution adopted, on 11 July 2022, the Parent Company paid out PLN 100,739 thousand, i.e. 1 PLN per share. The number of the Parent Company's shares giving right to the dividend was 100,738,800.

Note 23. Transactions with related entities

Terms and conditions of transactions with related entities

The terms and conditions of intra-group transactions were determined on an arm's length basis. The essence of this principle is based on the premise that the terms and conditions agreed in transactions between related parties should not differ from those that would be agreed between independent parties in a comparable situation.

In the process of determining prices in controlled transactions related entities belonging to the CD PROJEKT Group refer to methods provided for in OECD Guidelines and in the national legislation, including the safe harbour legislation. The selection of an appropriate method of verifying transfer prices is preceded by a detailed analysis of each transaction which involves, among other things, the distribution of functions between parties to the transaction, assets engaged by the parties and the distribution of risks. Prices are determined using the most appropriate method for a given type of transaction in such a way that the terms of transactions between the CD PROJEKT Group companies correspond to the terms which independent entities would agree to adopt in comparable circumstances.

Transactions with related entity after consolidation eliminations

	Sales to related entities		Purchases from related entities		Receivables from related entities		Liabilities to related entities	
	01.01.2022 – 30.06.2022	01.01.2021 – 30.06.2021	01.01.2022 – 30.06.2022	01.01.2021 – 30.06.2021	30.06.2022	31.12.2021	30.06.2022	31.12.2021
SUBSIDIARIES								
CD PROJEKT Co., Ltd. (in liquidation)	-	-	-	3 155	-	-	-	-
Spokko sp. z o.o.	737	347	-	-	445	9 113	-	-
CD PROJEKT RED Vancouver Studio Ltd.	29	-	7 781	-	1 104	1 008	419	164
The Molasses Flood LLC	-	-	10 311	-	-	-	995	1 019
MEMBERS OF THE MANAGEMENT BOARDS OF GROUP COMPANIES								
Marcin Iwiński	1	15	-	-	-	-	-	19
Adam Kiciński	-	3	-	-	-	-	-	5
Piotr Nielubowicz	1	5	-	-	-	-	-	-
Michał Nowakowski	3	10	-	-	-	-	-	7
Adam Badowski	6	1	-	-	1	7	-	5
Piotr Karwowski	2	2	-	-	-	-	-	-
Urszula Jach-Jaki	1	1	-	-	-	-	-	-
Maciej Gołębiewski	2	-	-	-	-	-	-	-
Paweł Zawodny	7	-	-	-	6	-	-	-
Jeremiah Cohn	1	-	-	-	-	-	-	-



Note 24. Unpaid loans or defaults on loan agreements in the cases where no corrective measures were adopted by the balance sheet date

Not applicable.

Note 25. Changes in contingent liabilities or contingent assets which occurred after the end of the last financial year

Contingent liabilities in respect of guarantees, sureties and collateral

	Specification	Currency	30.06.2022	31.12.2021
mBank S.A.				
Voluntary submission to execution	Agreement for payment cards	PLN	920	920
Bill of exchange agreement	Framework agreement on financial market transactions	PLN	50 000	50 000
Bill of exchange agreement	Bank guarantee securing a rental contract	PLN	-	667
Bill of exchange agreement	Bank guarantee securing a rental contract	PLN	427	-
Ingenico Group S.A. (previously: Global Collect Services BV)				
Contractual surety	Surety against liabilities of GOG sp. z o.o.	EUR	-	155
Mazowiecka Jednostka Wdrażania Programów Unijnych				
Contractual commitment	Commitment to incur operating and renovation expenditures on leased space	PLN	23	58
Narodowe Centrum Badań i Rozwoju				
Bill of exchange agreement	Subsidy agreement POIR.01.02.00-00-0105/16	PLN	7 711	7 711
Bill of exchange agreement	Subsidy agreement POIR.01.02.00-00-0110/16	PLN	3 846	3 846
Bill of exchange agreement	Subsidy agreement POIR.01.02.00-00-0112/16	PLN	3 692	3 692
Bill of exchange agreement	Subsidy agreement POIR.01.02.00-00-0118/16	PLN	5 324	5 324
Bill of exchange agreement	Subsidy agreement POIR.01.02.00-00-0120/16	PLN	1 204	1 204
Pekao Leasing Sp. z o.o.				
Bill of exchange agreement	Lease contract 37/1991/21	PLN	388	442

Santander Bank Polska S.A. (previously: BZ WBK S.A.)

Bill of exchange agreement	Framework agreement on financial market transactions	PLN	23 500	23 500
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Bank Polska Kasa Opieki Spółka Akcyjna

Bill of exchange agreement	Framework agreement on financial market transactions	PLN	50 000	35 000
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BNP Paribas Bank Polska S.A.

Bill of exchange agreement	Framework agreement on financial market transactions	PLN	26 600	26 600
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Note 26. Changes in the structure of the Group and Group companies during the reporting period

On 28 April 2022, minority shareholders of Spokko sp. z o.o. concluded a share sale agreement, which resulted in the capital structure of Spokko sp. z o.o. assuming the following shape: CD PROJEKT S.A. – 370 shares, Maciej Weiss – 61 shares, Maciej Rosiński – 21 shares, Kacper Bąk – 16 shares, Marta Kruszyńska – 16 shares, and Mateusz Janczewski – 16 shares.

On 9 May 2022, the Extraordinary Shareholders Meeting of CD PROJEKT RED STORE sp. z o.o. adopted a resolution on increasing the company's share capital to PLN 24,000 by creating 380 new shares with a par value of PLN 50 each. All shares were taken up by CD PROJEKT S.A., i.e. the sole shareholder. The increase in the share capital was registered in the Register of Businesses of the National Court Register on 18 May 2022. The capital increase enabled the company to repay a loan previously obtained from CD PROJEKT S.A.

On 9 May 2022, as a result of decisions adopted by the Board of Directors of CD PROJEKT Inc. and the Management Board of its sole shareholder CD PROJEKT S.A. the share capital of CD PROJEKT Inc. was increased from USD 3 050 thousand to USD 3 500 thousand, i.e. by USD 450 thousand, by increasing the value of the existing 10,000 shares by USD 45 each. The increased value of the existing shares was paid up in full by a cash contribution of USD 450 thousand made by CD PROJEKT S.A. The capital increase enabled the company to repay a loan previously obtained from CD PROJEKT S.A.

On 24 May 2022, the Extraordinary Shareholders Meeting of Spokko sp. z o.o. adopted a resolution on increasing the share capital by creating 589 new shares with a par value of PLN 50 each. The 584 newly created shares in the increased capital were taken up by CD PROJEKT S.A. in exchange for a cash contribution of PLN 26 010 thousand. The share premium was recognized as part of the company's supplementary capital. In addition, five newly created shares were taken up on similar terms, i.e. in exchange for a contribution in cash of PLN 223 thousand, by one of the existing shareholders of the company, Mr Maciej Weiss. As a result of the said transactions, the share of CD PROJEKT S.A. in the voting rights and the capital of Spokko sp. z o.o. increased from 74.0% to 87.6%. The capital increase enabled the company to repay a loan obtained previously from CD PROJEKT S.A. The increase in the share capital was registered in the Register of Businesses of the National Court Register on 20 July 2022.

On 25 May 2022, the Management Board of CD PROJEKT S.A. adopted a resolution on recommending to the General Shareholders Meeting the distribution of the net profit for 2021. The Management Board has proposed to allocate PLN 100 738 800 for the payment of dividend which means dividend of PLN 1 per share. The Management Board has recommended transferring the remaining part of the Company's undistributed net profit of PLN 135 195 231.92 to supplementary capital. Moreover, the Management Board explained that, in accordance with the information included by the Company in its periodical reports for 2021, the Company's distributable net profit for 2021 of PLN 240 113 068.92 was adjusted for the negative amount of the retained earnings for 2020 of PLN 4 179 037.00 (arising as a result of adjusting the calculation of the deferred tax as at 31 December 2020) to the total of PLN 235 934 031.92 which corresponds to the total amount of distributable net profit for 2021. At the same time, the Management Board submitted a motion to set (i) the dividend date on 5 July 2022, and (ii) the dividend payment date on 12 July 2022. On 30 May 2022, the Management Board's motion received a positive opinion of the Supervisory Board.

On 16 June 2022, CD PROJEKT Inc. purchased 100% of shares of CD PROJEKT SILVER Inc. for USD 15 000. CD PROJEKT SILVER Inc. will participate in development of entertainment products associated with the CD PROJEKT brands in the United States.

Note 27. Agreements that may result in future changes in the proportions of shares held by shareholders and bondholders

On 24 May 2016, the General Shareholders Meeting of the Parent Company passed a resolution introducing an incentive plan for 2016–2019.

As a result of a positive verification of the achievement of the plan's objectives conducted in 2020, a total of 5 167 500 entitlements were subject to execution by eligible persons. As part of the settlement of the plan, the Parent Company disposed of 516 700 own shares purchased from the market for this purpose for the benefit of the eligible persons. The remaining part of entitlements was realized in the form of issuing 4 650 800 subscription warrants. Eligible people exercised the rights from 4 618 800 from among a total of 4 650 800 subscription warrants giving rights to take up the Parent Company's shares of the new issue as part of the conditional increase in the share capital of the Parent Company.

As at the date of publishing these financial statements, 32 000 B series subscription warrants (giving rights to take up the same number of M series shares) expiring on 31 October 2022 remain unrealized.

Based on the resolutions of the Parent Company's General Shareholders Meeting of 28 July 2020 and 22 September 2020, another, third of the incentive plan was introduced for 2020–2025. In accordance with the adopted assumptions, no more than 4 000 000 entitlements may be assigned under the plan. The incentive plan will be realized alternatively through the issue and allocation to the entitled persons of subscription warrants which give them the right to subscribe for separately issued shares of the Parent Company as part of the conditional share capital increase, or through offering to the entitled persons shares acquired by the Company as part of the buy-back of its own shares carried out for this purpose. Taking up and exercising of rights from the subscription warrants or, as the case may be, purchasing the Parent Company's shares by the eligible persons will be conditional upon the Parent Company's determination that the objectives and criteria of the plan have been met. The plan includes performance-related objectives (80% of entitlements), market related objectives (20% of entitlements), individual objectives in

selected cases and, in each case, the loyalty criterion which applies until the date of determining that the plan objectives and criteria have been met.

The base execution price of the entitlements assigned to date is PLN 390.59, and the discounted price is PLN 371.06.

As at the date of publication of these financial statements, 2 217 000 of the entitlements granted remained in the incentive plan for 2020–2050.

Based on the results achieved in 2020 and 2021 and the assumptions for the subsequent years of the plan, the Management Board of the Parent Company assessed the possibility of achieving the performance targets set in the programme over the entire period of the plan duration and revised the estimates, considering it most likely that the performance targets would not be achieved over that period.

Note 28. Tax settlements

Tax settlements and other areas of activities regulated by the tax law may be subject to inspections by administrative bodies which are entitled to impose high penalties or sanctions. The lack of reference to established legal regulations in Poland results in ambiguities and inconsistencies in the binding regulations. Frequent differences of opinion as to the legal interpretation of tax regulations, both internally within the state bodies and between the state bodies and enterprises, result in areas of uncertainty and conflict arising. Due to these factors, the tax risk in Poland is considerably higher than that usually existing in countries with better developed tax systems.

In accordance with the general rule, tax settlements may be subject to inspections within five years from the end of the year in which tax was paid.

Following the fulfilment of the criteria set out in Article 19 of the Act of 30 May 2008 on certain forms of innovation support (consolidated text, Journal of Laws of 2021, item 706), the Minister of Development and Technology, by decision No. DNP- V.4241.16.2022 of 11 August 2022, maintained the status of a research and development centre granted to the Parent Company by decision 4/CBR/18 of 19 June 2018. The status allows the Parent Company to use the research and development relief provided for in the Act of 15 February 1992 on corporate income tax (consolidated text, Journal of Laws of 2021, item 1800).

With effect from 1 January 2019, provisions were introduced into the Act on corporate income tax granting preferential taxation at the 5% tax rate for qualified income earned by a taxpayer from qualified intellectual property rights. Having met the prerequisites and formal conditions contained in the said legislation, the Group accounts for income (in respect of selected sources of income) taking this tax relief into account.

Note 29. Explanations to the condensed consolidated statement of cash flows

	01.01.2022 – 30.06.2022	01.01.2021 – 30.06.2021
Cash and cash equivalents reported in the statement of cash flows	685 029	669 100
Cash and cash equivalents in the balance sheet	685 029	669 100
Depreciation and amortization	7 346	8 889
Amortization of intangible assets	1 080	1 545
Amortization of expenditure on development projects	622	980
Depreciation of property, plant and equipment	5 625	6 344
Depreciation of investment properties	19	20
Foreign exchange gains/(losses) arise on the following items:	(4 855)	(2 015)
Foreign exchange gains/(losses) on measurement of loans granted as at the balance sheet date	26	-
Foreign exchange gains/(losses) on measurement of bonds	(4 881)	(2 015)
Interest and shares in profits comprise:	(17 553)	350
Interest on bank deposits	(9 018)	(41)
Interest on bonds	(8 587)	112
Interest accrued on loans granted	(215)	(62)
Interest on lease contracts	267	341
(Gains)/losses on investing activities arise on the following items:	1 486	4 651
Sale of property, plant and equipment	(14)	(7)
Net carrying amount of property, plant and equipment	5	7
Net carrying amount of non-current assets scrapped	199	96
Net carrying amount of intangible assets scrapped	283	4
Net carrying amount of investment properties scrapped	-	51
Settlement and measurement of derivative financial instruments	18 353	3 004
Commission and fees on purchase of bonds	167	191
Proceeds from redemption of bonds	(157 700)	(66 631)
Value of bonds purchased	140 193	67 936
Change in provisions results from the following items:	(50 187)	(236 364)
Increase/(Decrease) in provisions for liabilities	(49 003)	(324 674)
Change in provision for costs of performance-related and other remuneration recognized under expenditure on development projects	(1 184)	88 310
Change in inventories results from the following items:	750	(9 946)
(Increase)/Decrease in inventories	750	(9 946)
Change in receivables results from the following items:	72 643	1 029 641
Change in current receivables in the balance sheet	121 804	1 027 773
Change in non-current receivables in the balance sheet	(48)	(9)
Change in prepayments for investment properties	(79)	-
Withholding tax paid abroad	(24 632)	(3)
Income tax settled against withholding tax	29 548	-
Adjusted for current income tax	(27 205)	-
Change in prepayments for development projects	(26 786)	1 735
Change in prepayments for property, plant and equipment and intangible assets	41	145

	01.01.2022 – 30.06.2022	01.01.2021 – 30.06.2021
Change in current liabilities, excluding loans and borrowings, results from the following items:	7 523	(89 563)
Change in current receivables in the balance sheet	90 418	(33 384)
Adjusted for current income tax	24 446	(52 697)
Change in other financial liabilities	(3 922)	(3 972)
Change in liabilities in respect of security deposits	-	(73)
Change in liabilities resulting from purchase of property, plant and equipment	(2 722)	533
Change in liabilities resulting from purchase of intangible assets	32	30
Change in liabilities resulting from dividend from retained earnings	(100 739)	-
Change in liabilities resulting from purchase of investment properties	10	-
Change in other assets and liabilities results from the following items:	(34 673)	(5 179)
Change in prepayments and accruals in the balance sheet	(19 767)	2 066
Change in deferred income in the balance sheet	(14 786)	(7 130)
Adjusted for accruals reported under liabilities	(120)	(120)
Other	-	5
“Other adjustment” comprise:	5 297	18 857
Costs of the incentive plan	2 318	17 801
Measurement of derivative financial instruments	63	(179)
Amortization and depreciation written off, reported under cost of sales, consortium settlements and other operating expenses	1 046	-
Amortization and depreciation reported under cost of sales, consortium settlements and other operating expenses	1 664	1 209
Foreign exchange differences on translation	271	26
Other adjustments	(65)	-

Note 30. Cash flows and non-monetary changes resulting from changes in liabilities in financing activities

	01.01.2022	Cash flows	Non-monetary changes					30.06.2022
			Takeover of leased fixed assets	Foreign exchange gains and losses	Interest accrued	Adoption of resolution on the payment of dividend	Transfer of own shares	
Lease liabilities	16 655	(2 141)	4 581	1	267	-	-	19 363
Liabilities to shareholders in respect of dividend payment	-	-	-	-	-	100 739	-	100 739
Total	16 655	(2 141)	4 581	1	267	100 739	-	120 102

	01.01.2021	Cash flows	Non-monetary changes					30.06.2021
			Takeover of leased fixed assets	Foreign exchange gains and losses	Interest accrued	Adoption of resolution on the payment of dividend	Transfer of own shares	
Lease liabilities	18 939	(2 045)	408	76	341	-	-	17 719
Liabilities to shareholders in respect of dividend payment	-	(503 694)	-	-	-	503 694	-	-
Receivables from eligible persons in the incentive plan	-	2 149	-	-	-	-	(2 149)	-
Total	18 939	(503 590)	408	76	341	503 694	(2 149)	17 719

Note 31. Post-balance sheet date events

Events with no impact on the financial statements for the period from 1 January to 30 June 2022

An increase in the share capital of Spokko Sp. z o.o. based on a resolution passed by the Extraordinary Shareholders' Meeting of Spokko Sp. z o.o. on 24 May 2022 on increasing the share capital by creating 589 new shares of PLN 50.00 par value each was registered in the register of entrepreneurs of the National Court Register on 20 July 2022. 584 new shares in the increased share capital were taken up by CD PROJEKT S.A. in exchange for a cash contribution of PLN 26 010 thousand. The share premium was recognized in the company's supplementary capital. The remaining five new shares were taken up on the same terms, i.e. in exchange for a cash contribution of PLN 223 thousand, by one of the existing shareholders of the company, Maciej Weiss. In consequence, the share of CD PROJEKT S.A. in the voting rights and the capital of Spokko Sp. z o.o. increased from 74.0% to 87.6%. The capital increase enabled the company to repay a loan obtained previously from CD PROJEKT S.A.

On 8 August 2022, the Extraordinary Shareholders' Meeting of CD PROJEKT RED STORE sp. z o.o. passed a resolution on increasing the company's share capital by creating 100 new shares, which were taken up by CD PROJEKT S.A. in exchange for a cash contribution of PLN 500 thousand. The capital increase was registered in the register of entrepreneurs of the National Court Register on 17 August 2022.

On 19 August 2022, the Head of the Małopolski Customs and Tax Office in Kraków issued a decision assessing the corporate income tax liability of GOG sp. z o.o. for 2016. The amount of the potential liability in this respect, with interest until the end of 2021, totalling PLN 2 503 thousand, was recognized by the GOG.COM segment in the financial result for 2021 and (the part thereof corresponding to 2022) in the financial result for the current year. The Management Board of GOG sp. z o.o. disagrees with the tax authority's assessment and appealed against its decision on 5 September 2022.



CD PROJEKT

Interim condensed separate financial statements of CD PROJEKT S.A.

5

Interim condensed separate income statement

	Note	01.01.2022 – 30.06.2022	01.01.2021 – 30.06.2021
Sales revenue		290 969	367 173
Sales of products		283 752	359 978
Sales of services		1 137	3 628
Sales of goods for resale and materials		6 080	3 567
Cost of sales of products, services, goods for resale and materials		41 007	88 553
Cost of products and services sold		36 780	85 002
Cost of goods for resale and materials sold		4 227	3 551
Gross profit/(loss) on sales		249 962	278 620
Selling expenses		81 343	102 968
Administrative expenses		29 318	46 949
Other operating income		5 618	5 133
Other operating expenses		8 592	5 694
(Impairment)/reversal of impairment of financial instruments		(8)	(1)
Operating profit/(loss)		136 319	128 141
Finance income		36 350	16 172
Finance costs		21 374	22 432
Profit/(loss) before tax		151 295	121 881
Income tax expense	A	39 435	11 516
Net profit/(loss)		111 860	110 365
Net earnings/(loss) per share (in PLN)			
Basic for the reporting period		1.11	1.10
Diluted for the reporting period		1.11	1.10

Interim condensed separate statement of comprehensive income

	01.01.2022 – 30.06.2022	01.01.2021 – 30.06.2021
Net profit/(loss)	111 860	110 365
Other comprehensive income subject to reclassification to gains or losses after specific conditions have been met	(7 991)	1 778
Measurement of derivative financial instruments - fair value through other comprehensive income, taking into account the tax effect	(7 991)	1 778
Other comprehensive income not subject to reclassification to gains or losses	-	-
Total comprehensive income	103 869	112 143

Interim condensed separate statement of financial position

	Note	30.06.2022	31.12.2021*
NON-CURRENT ASSETS		1 009 939	887 663
Property, plant and equipment		114 400	103 986
Intangible assets		70 530	59 086
Expenditure on development projects		432 382	347 822
Investment properties		55 831	57 082
Goodwill	C	49 168	49 168
Investments in subsidiaries		71 052	43 447
Prepayments and deferred costs		5 834	4 741
Other financial assets	G	173 589	178 540
Deferred tax assets	A	36 771	43 418
Other receivables	F,G	382	373
CURRENT ASSETS		1 077 337	1 173 501
Inventories		10 747	13 539
Trade receivables	F,G	63 394	123 821
Current income tax receivables		1 587	-
Other receivables	F	49 081	113 163
Prepayments and deferred costs		5 386	4 015
Other financial assets	G	319 572	308 168
Bank deposits over 3 months	G	-	265 000
Cash and cash equivalents	G	627 570	345 795
TOTAL ASSETS		2 087 276	2 061 164

* restated data



	Note	30.06.2022	31.12.2021
EQUITY		1 874 497	1 869 049
Share capital	21*	100 739	100 739
Supplementary capital		1 502 147	1 366 952
Share premium		115 909	115 909
Other reserves		43 842	49 515
Retained earnings		-	(4 179)
Net profit (loss) for the period		111 860	240 113
NON-CURRENT LIABILITIES		25 984	29 756
Other financial liabilities	G	16 890	14 757
Other liabilities		2 740	2 860
Deferred income		5 495	6 403
Provision for retirement and similar benefits		368	368
Other provisions	B	491	5 368
CURRENT LIABILITIES		186 795	162 359
Other financial liabilities	G	22 177	18 620
Trade payables	G	16 611	16 028
Current income tax liabilities		-	24 445
Other liabilities		105 553	4 059
Deferred income		9 957	23 042
Provision for retirement and similar benefits		5	5
Other provisions	B	32 492	76 160
TOTAL LIABILITIES AND EQUITY		2 087 276	2 061 164

* Detailed information on changes in items are presented in the relevant notes to the interim condensed consolidated financial statements.

Interim condensed separate statement of changes in equity

	Share capital	Supplementary capital	Share premium	Other reserves	Retained earnings	Net profit (loss) for the period	Total equity
01.01.2022 – 30.06.2022							
Equity as at 01.01.2022	100 739	1 366 952	115 909	49 515	235 934	-	1 869 049
Costs of the incentive plan	-	-	-	2 318	-	-	2 318
Appropriation of the net profit/offset of loss	-	135 195	-	-	(135 195)	-	-
Payment of dividend	-	-	-	-	(100 739)	-	(100 739)
Total comprehensive income	-	-	-	(7 991)	-	111 860	103 869
Equity as at 30.06.2022	100 739	1 502 147	115 909	43 842	-	111 860	1 874 497

	Share capital	Supplementary capital	Share premium	Other reserves	Retained earnings	Net profit (loss) for the period	Total equity
01.01.2021 – 30.06.2021							
Equity as at 01.01.2021	100 655	737 542	113 844	47 068	1 132 235	-	2 131 344
Corrections of errors	-	-	-	-	(4 179)	-	(4 179)
Equity, as adjusted	100 655	737 542	113 844	47 068	1 128 056	-	2 127 165
Costs of the incentive plan	-	-	-	17 879	-	-	17 879
Appropriation of the net profit/offset of loss	-	628 541	-	-	(628 541)	-	-
Share-based payments	84	869	2 065	(869)	-	-	2 149
Payment of dividend	-	-	-	-	(503 694)	-	(503 694)
Total comprehensive income	-	-	-	1 778	-	110 365	112 143
Equity as at 30.06.2021	100 739	1 366 952	115 909	65 856	(4 179)	110 365	1 755 642

The Company adjusted the calculation of the deferred tax asset as at 31 December 2020 by re-classifying a part of deductible temporary differences from the category of taxed at 19% to taxed at 5%. As a result of the adjustment, equity decreased by PLN 4 179 thousand.

Interim condensed separate statement of cash flows

	01.01.2022 – 30.06.2022	01.01.2021 – 30.06.2021*
OPERATING ACTIVITIES		
Net profit/(loss)	111 860	110 365
Total adjustments:	36 941	826 853
Depreciation and amortization of property, plant and equipment, intangible assets, expenditure on development projects and investment properties	5 501	6 496
Amortization of development projects recognized as cost of goods sold	36 138	43 684
Foreign exchange gains/(losses)	(4 859)	(2 059)
Interest and participation in profits	(16 966)	288
(Gains)/Losses on investing activities	3 883	4 571
Increase/(Decrease) in provisions	(49 728)	(226 747)
(Increase)/Decrease in inventories	2 792	(9 960)
(Increase)/Decrease in receivables	73 045	1 059 993
Increase/(Decrease) in liabilities, excluding loans and borrowings	(1 323)	(58 581)
Change in other assets and liabilities	(16 581)	(8 844)
Other adjustments	5 039	18 012
Cash from operating activities	148 801	937 218
Income tax expense	14 803	11 513
Withholding tax paid abroad	24 632	3
Income tax (paid)/refunded	(34 188)	(349)
Net cash from operating activities	154 048	948 385
INVESTING ACTIVITIES		
Cash inflows	462 168	241 135
Sale of intangible assets and property, plant and equipment	6	775
Repayment of loans granted	12 934	1 012
Expiry of bank deposits over 3 months	265 000	164 368
Redemption of bonds	173 090	66 628
Interest on bonds	2 102	281
Interest received on deposits	8 397	41
Inflows from execution of forward contracts	-	7 962
Other inflows from investing activities	639	68
Cash outflows	332 815	510 419
Acquisition of intangible assets and property, plant and equipment	25 165	18 187
Expenditure on development projects	89 710	108 937
Acquisition of investment properties and capitalization of expenditure	145	1 405
Loans granted	4 000	3 740
Contribution to the capital of a subsidiary	29 912	-
Purchase of bonds and cost of their purchase	168 120	328 077
Outflows on execution of forward contracts	15 763	-
Placement of bank deposits over 3 months	-	50 073
Net cash from investing activities	129 353	(269 284)

* restated data

	01.01.2022 – 30.06.2022	01.01.2021 – 30.06.2021
FINANCING ACTIVITIES		
Cash inflows	20	2 169
Net proceeds from the sale of shares and issue of shares in execution of the incentive plan	-	2 149
Payment of finance lease liabilities	20	20
Cash outflows	1 646	505 299
Dividends and other distributions to shareholders	-	503 694
Payment of lease liabilities	1 402	1 304
Interest paid	244	301
Net cash from financing activities	(1 626)	(503 130)
Net increase/(decrease) in cash and cash equivalents	281 775	175 971
Change in cash and cash equivalents in the balance sheet	281 775	175 971
Cash and cash equivalents as at the beginning of the period	345 795	422 914
Cash and cash equivalents as at the end of the period	627 570	598 885

Explanations to the condensed separate statement of cash flows

	01.01.2022 – 30.06.2022	01.01.2021 – 30.06.2021
“Other adjustment” comprise:	5 039	18 012
Costs of the incentive plan	2 149	16 558
Amortization and depreciation written off, reported under cost of sales, consortium settlements and other operating expenses	1 046	-
Amortization and depreciation reported under cost of sales, consortium settlements and other operating expenses	1 844	1 454

Comparability of the financial statements and consistency of accounting policies

The accounting policies applied in these interim condensed separate financial statements, material judgments made by the Management Board with regard to the accounting policies applied by the Company and the main sources of estimating uncertainties are consistent, in all material respects, with the policy adopted for preparing the annual financial statements of CD PROJEKT S.A. for 2021, with the exception of changes in the accounting policies and presentation changes described below. These interim condensed financial statements should be read in conjunction with the financial statements for the year ended 31 December 2021.

Changes in accounting policies

Changes in accounting policies relating to the Company are the same as those described in the section Comparability of the financial statements and consistency of accounting policies of the consolidated financial statements for the period from 1 January to 30 June 2022.

Presentation changes

In these interim condensed separate financial statements for the period from 1 January to 30 June 2022 changes were introduced in the presentation of selected financial data. In order to ensure comparability of the financial data in the reporting period, presentation of the data as at 30 June 2021 and as at 31 December 2021 was changed. The data is presented after the following changes:

- In the cash flow statement for the period from 1 January 2021 to 30 June 2021, presentation of interest received on deposits was changed. Consequently, the following items changed:
 - Other inflows from investing activities – a decrease of PLN 41 thousand
 - Interest on deposits – an increase of PLN 41 thousand
- In the statement of financial position as at 30 June 2021 and 31 December 2021, presentation of some of the land held by the Company changed. Consequently, the following items changed:
 - Property, plant and equipment – an increase of PLN 4 354 thousand
 - Investment properties – a decrease of PLN 4 354 thousand

The change did not affect the net profit or loss and equity.

Notes to separate financial statements of CD PROJEKT S.A.

A. Deferred tax

Deductible temporary differences underlying the deferred tax asset

	31.12.2021	Differences affecting the deferred tax recognized in the profit or loss	30.06.2022
Provision for other employee benefits	372	-	372
Provision for costs of performance-related and other remuneration	39 400	(23 307)	16 093
Foreign exchange losses	2 286	36 770	39 056
Difference between the carrying and tax amount of expenditure on development projects	24 792	(19 917)	4 875
Salaries and wages and social security payable in future periods	61	(32)	29
Other provisions	47 501	(25 522)	21 979
Research and development relief	301 954	-	301 954
Prepayments recognized as revenue for tax purposes	1 469	140	1 609
Total deductible differences, including:	417 835	(31 868)	385 967
taxed at 5%	60 417	(8 023)	52 394
taxed at 19%	357 418	(23 845)	333 573
Deferred income tax asset	70 931	(4 932)	65 999

Taxable temporary differences underlying the deferred tax provision

	31.12.2021	Differences affecting the deferred tax recognized in the profit or loss	30.06.2022
Difference between the net carrying amount and tax amount of property, plant and equipment and intangible assets	14 129	656	14 785
Current period revenue invoiced in the subsequent period/accrued income	128 789	(68 015)	60 774
Foreign exchange gains	14 786	42 657	57 443
Difference between the carrying and tax amount of expenditure on development projects	271 672	(26 830)	244 842
Other	91	97	188
Total taxable differences, including:	429 467	(51 435)	378 032
taxed at 5%	386 323	(82 055)	304 268
taxed at 19%	43 144	30 620	73 764
Deferred tax provision	27 513	1 715	29 228

The deferred part of the income tax was determined either at the corporate income tax rate of 19% for the tax base corresponding to income from other sources, or at the rate of 5% for the tax base corresponding to income from qualifying intellectual property (the so-called IP BOX). When determining the appropriate tax rate for temporary differences, the Company relied on forecasts of which tax base will give rise to the realization of the temporary differences recognized.

Net deferred tax asset/provision

	30.06.2022	31.12.2021
Deferred income tax assets	65 999	70 931
Deferred tax provision	29 228	27 513
Net deferred tax - assets/(provisions)	36 771	43 418

Income tax expense recognized in the income statement

	01.01.2022 – 30.06.2022	01.01.2021 – 30.06.2021
Current income tax, including:	32 788	53 464
withholding tax paid abroad	24 632	3
Change in deferred tax	6 647	(41 948)
Income tax expense recognized in the income statement	39 435	11 516

B. Other provisions

	30.06.2022	31.12.2021
Provision for liabilities, including:	32 983	81 528
provision for costs of the audit and review of the financial statements	69	102
provision for costs of performance-related and other remuneration	22 066	44 714
provision for other costs	10 848	36 712
Total, including:	32 983	81 528
current	32 492	76 160
non-current	491	5 368

Change in other provisions

	Provision for costs of performance-related and other remuneration	Other provisions	Total
As at 01.01.2022	44 714	36 814	81 528
Provisions recorded during the year	22 066	18 502	40 568
Provisions utilized	44 506	36 666	81 172
Provision released	208	7 733	7 941
As at 30.06.2022, including:	22 066	10 917	32 983
current	22 066	10 426	32 492
non-current	-	491	491

C. Goodwill

During the period from 1 January to 30 June 2022 there were no changes in goodwill.

D. Business combinations

In the period from 1 January to 30 June 2022, the Company had no business combinations with another entity

E. Dividend paid (or declared) and received

On 28 June 2022, the Ordinary Shareholders Meeting of CD PROJEKT S.A. decided to set aside a part of the Company's net profit for 2021 for distribution to shareholders as dividend. In accordance with the Resolution adopted, on 12 July 2022, the Company paid out PLN 100 739 thousand, i.e. 1 PLN per share. The number of the Company's shares giving right to the dividend was 100 738 800.

F. Trade and other receivables

	30.06.2022	31.12.2021
Trade and other receivables, gross	113 676	238 168
Write-downs	819	811
Trade and other receivables	112 857	237 357
from related entities	4 088	5 179
from other entities	108 769	232 178

Change in write-downs of receivables

	Trade receivables	Other receivables	Total
OTHER ENTITIES			
Write-downs as at 01.01.2022	79	732	811
Increases, including:	8	-	8
write-downs recognized for past-due and disputed receivables	8	-	8
Decreases	-	-	-
Write-downs as at 30.06.2022	87	732	819

Current and overdue trade receivables as at 30.06.2022

	Total	Not overdue	Overdue, in days				
			1 – 60	61 – 90	91 – 180	181 – 360	>360
RELATED ENTITIES							
gross receivables	4 081	2 966	19	-	-	1 096	-
default ratio		0%	0%	0%	0%	0%	0%
write-down resulting from the ratio	-	-	-	-	-	-	-
write-down determined individually	-	-	-	-	-	-	-
total expected credit losses	-	-	-	-	-	-	-
Net receivables	4 081	2 966	19	-	-	1 096	

	Total	Not overdue	Overdue, in days				
			1 – 60	61 – 90	91 – 180	181 – 360	>360
OTHER ENTITIES							
gross receivables	59 400	58 477	445	342	4	-	132
default ratio		0%	0%	0%	0%	0%	0%
write-down resulting from the ratio	-	-	-	-	-	-	-
write-down determined individually	87	-	-	-	-	-	87
total expected credit losses	87	-	-	-	-	-	87
Net receivables	59 313	58 477	445	342	4	-	45

Total							
gross receivables	63 481	61 443	464	342	4	1 096	132
impairment write-downs	87	-	-	-	-	-	87
Net receivables	63 394	61 443	464	342	4	1 096	45

Other receivables

	30.06.2022	31.12.2021*
Other gross receivables, including:	50 195	114 268
tax receivables, other than corporate income tax	38 182	75 562
prepayments for inventories	6 842	5 076
prepayments for development projects	3 649	30 435
security deposits	660	650
prepayments for property, plant and equipment and intangible assets	75	34
settlements with employees	7	3
settlements with members of the Management Boards	7	7
consortium settlements	-	1 659
prepayments on investment properties	-	79
other	773	763
Write-downs	732	732
Other receivables, including:	49 463	113 536
current	49 081	113 163
non-current	382	373

* restated data

G. Information on financial instruments

Fair values and hierarchy of specific classes of financial instruments

The Management Boards of the Company analysed specific classes of financial instruments. Based on the analysis, it was concluded that the carrying amounts of the instruments does not materially differ from their fair values, as at both 30 June 2022 and 31 December 2021.

	30.06.2022	31.12.2021*
LEVEL 1		
Assets measured at fair value		
Assets measured at fair value through other comprehensive income	249 800	228 661
bonds issued by foreign governments – EUR	25 318	24 517
bonds issued by foreign governments – USD	224 482	204 144
LEVEL 2		
Liabilities measured at fair value through profit or loss		
Derivative instruments	20 496	17 906
currency forwards – EUR	100	455
currency forwards – USD	20 396	17 451

* restated data

Financial Instruments measured at fair value are classified to 3-stage fair value hierarchy:

Level 1 – quoted prices in active markets for identical assets or liabilities.

Level 2 – fair value based in observable market data.

Level 3 – fair value based on market data that is not observable in the market.

Financial assets – classification and measurement

	30.06.2022	31.12.2021
Financial assets measured at amortized cost	934 707	993 036
Other non-current receivables	382	373
Trade receivables	63 394	123 821
Cash and cash equivalents	627 570	345 795
Bank deposits over 3 months	-	265 000
Treasury bonds and bonds guaranteed by the State Treasury	243 361	248 755
Loans granted	-	9 292
Assets measured at fair value through other comprehensive income	249 800	228 661
Bonds issued by foreign governments	249 800	228 661
Total financial assets	1 184 507	1 221 697

Financial liabilities – classification and measurement

	30.06.2022	31.12.2021*
Financial liabilities measured at amortized cost	35 182	31 499
Trade payables	16 611	16 028
Other financial liabilities	18 571	15 471
Financial liabilities at fair value through profit or loss	20 496	17 906
Derivative financial instruments	20 496	17 906
Total financial liabilities	55 678	49 405

* restated data

In accordance with the requirements of **IFRS 9 Financial Instruments**, the Company analysed the business model for managing financial assets and examined the characteristics of contractual cash flows for each component of the bond portfolio, and concluded that:

- the purpose of investments in domestic and foreign Treasury bonds and domestic bonds guaranteed by the Polish State Treasury is to hold them to maturity and to collect contractual cash flows;
- investment mandates for managing the foreign bonds portfolio allow selling bonds before maturity as part of the adopted strategy;
- all bonds purchased meet the SPPI test.

As a result of the analysis conducted, purchased bonds were classified into two financial asset management models which differ in terms of the entity managing the bond portfolio. Polish Treasury bonds and bonds guaranteed by the Polish State Treasury are measured at amortized cost, because they are held to collect contractual cash flows. Foreign Treasury bonds are measured at fair value through other comprehensive income, because of the investment mandate which allows the possibility of the portfolio being managed by an Asset Manager.

H. Transactions with related entities

	Sales to related entities		Purchases from related entities		Receivables from related entities		Liabilities to related entities	
	01.01.2022 – 30.06.2022	01.01.2021 – 30.06.2021	01.01.2022 – 30.06.2022	01.01.2021 – 30.06.2021	30.06.2022	31.12.2021	30.06.2022	31.12.2021
SUBSIDIARIES								
GOG sp. z o.o.	6 455	8 216	1 502	1 398	1 977	3 411	545	232
CD PROJEKT Inc.	170	284	8 224	7 085	108	511	1 267	948
CD PROJEKT Co., Ltd. (in liquidation)	-	-	-	3 155	-	-	-	-
Spokko sp. z o.o.	737	347	-	-	445	9 113	-	-
CD PROJEKT RED STORE sp. z o.o.	735	585	69	87	449	421	73	158
CD PROJEKT RED Vancouver Studio Ltd.	29	-	7 781	-	1 102	1 008	419	164
The Molasses Flood LLC	-	-	10 311	-	-	-	995	1 018
MANAGEMENT BOARD								
Marcin Iwiński	1	15	-	-	-	-	-	20
Adam Kiciński	-	3	-	-	-	-	-	5
Piotr Nielubowicz	-	4	-	-	-	-	-	-
Michał Nowakowski	1	10	-	-	-	-	-	7
Adam Badowski	6	1	-	-	1	7	-	5
Piotr Karwowski	-	1	-	-	-	-	-	-
Paweł Zawodny	7	-	-	-	6	-	-	-
Jeremiah Cohn	1	-	-	-	-	-	-	-

Statement of the Management Board of the Parent Company

On the fairness of preparation of the interim condensed consolidated financial statements

In accordance with the requirements of Regulation of the Minister of Finance of 29 March 2018 on current and periodical information submitted by issuers of securities and conditions for considering as equivalent the information required under the legislation of a non-Member State, the Management Board of the Parent Company declares that, to the best of its knowledge, these interim condensed consolidated financial statements and comparative data have been prepared in accordance with the accounting policies applicable in the CD PROJEKT Group and that they reflect in a true, fair and clear manner the Group's financial position and its results of operations.

These interim condensed consolidated financial statements have been prepared in accordance with the International Financial Reporting Standards (IFRS) endorsed by the European Union published and effective as at 1 January 2022, and to the extent not governed by the said standards, in accordance with the Accounting Act of 29 September 1994 and the implementing legislation issued on the basis thereof and to the extent required by Regulation of the Minister of Finance of 19 February 2009 on current and periodical information submitted by issuers of securities and conditions for considering as equivalent the information required under the legislation of a non-Member State.

On the entity authorized to review the fairness of preparation of interim condensed consolidated financial statements

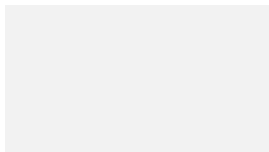
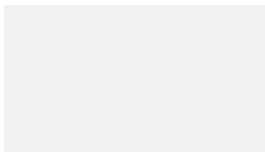
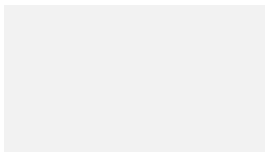
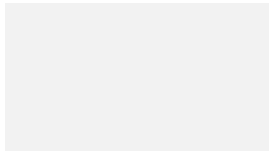
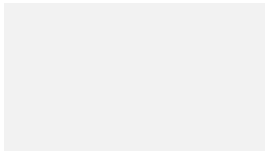
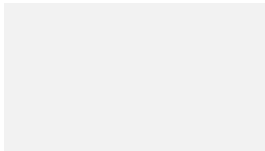
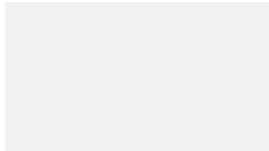
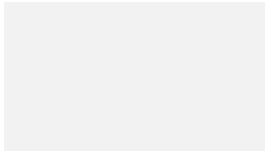
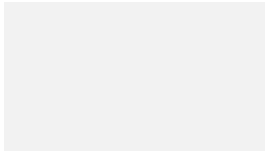
On 9 March 2022, the Supervisory Board of the Parent Company selected Grant Thornton Polska spółka z ograniczoną odpowiedzialnością spółka komandytowa with its registered office in Poznań, as recommended by the Audit Committee, as auditor to carry out the review of semi-annual and the audit of the annual financial statements of the Company and its Group for 2022 and 2023. Grant Thornton Polska spółka z ograniczoną odpowiedzialnością spółka komandytowa has been entered on the list of entities authorized to audit financial statements by the National Chamber of Statutory Auditors with the number 4055.



Approval of the financial statement

This semi-annual report has been signed and approved for publication by the Management Board of CD PROJEKT S.A. on 7 September 2022.

Warsaw, 7 September 2022

		
Adam Kiciński	Marcin Iwiński	Piotr Nielubowicz
President of the Management Board	Vice-President of the Management Board	Vice-President of the Management Board
		
Adam Badowski	Michał Nowakowski	Piotr Karwowski
Member of the Management Board	Member of the Management Board	Member of the Management Board
		
Paweł Zawodny	Jeremiah Cohn	Krystyna Cybulska
Member of the Management Board	Member of the Management Board	Chief Accountant



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