

Annual Report
ZAPA beton SK s.r.o.
2021

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Company profile

The past and the present

ZAPA beton SK s.r.o., the leading producer of ready mixed concrete in Slovakia, was founded in 2001 as a wholly-owned subsidiary of ZAPA beton a.s., one of the largest producers of ready mixed concrete in the Czech Republic. The ZAPA beton Group is part of Germany's Dyckerhoff Group, which is included in the Italian holding Buzzi Unicem with global operations predominantly in production of cement and concrete.

2001: operation of 3 concrete mixing plants - in **Hlohovec, Skalica and Piešťany**.

2002: operation of 13 concrete mixing plants - in **Bratislava, Banská Bystrica, Nové Mesto nad Váhom, Humenné, Trebišov and Prešov**. In the same year, ZAPA beton SK s.r.o also acquired establishments in **Senica, Brezno and Michalovce** and expanded its scope of operations by acquiring ownership interests in ZAPA beton, s.r.o., Dyckerhoff Transportbeton Slovakia, s.r.o. and Slopanel Beton, seated in **Košice, Martin and Žilina**, respectively.

2003: refurbishment of concrete mixing plants in Michalovce and Brezno. ZAPA beton SK s.r.o. built and got approved new concrete mixing plants equipped with a recycling facility in Nové Mesto nad Váhom and in Piešťany. The plant in Piešťany was fitted with technology for heating up the aggregate and water for mixing concrete batches all year round.

2004: a new concrete mixing plant was built in Košice, which replaced the old plant, and a mixing concrete plant in Žilina underwent a major reconstruction. In cooperation with STRABAG s.r.o. the Company began to operate a mobile mixing concrete plant Stetter M2 in Trnava.

2005: a production facility acquired in **Most near Bratislava**. At the end of 2005, ZAPA beton SK s.r.o. joined the Slovak Association of Concrete Producers (SAVT).

In **2006**, ZAPA concrete SK s.r.o. was the second largest company in the Slovak Republic in terms of the production volume of ready mixed concrete. It is the only company operating plants in all Slovak regions.

In **2007**, the Company's turnover exceeded SKK 1 billion for the first time. This was partly due to its further expansion. Concrete mixing plants in Sereď and Banská Bystrica were partially reconstructed and, in addition to increased production capacity, they can maintain year-round operations. The plant in Sereď was also equipped with a new recycling facility. Following a complete refurbishment, the old concrete mixing plant at Most near Bratislava was relocated to a new plant in **Holíč**. Production was launched at a concrete mixing plant in **Trenčín**. The launch of a new plant in **Levoča** was a major success due to the installation of brand new efficient technology designed for year-round operation.

In **2008**, ZAPA beton SK s.r.o. became the largest producer of ready mixed concrete in the Slovak Republic according to the production volume. A refurbished concrete plant in Prešov was put into operation in the spring, equipped with technology for year-round operation. In 2008, ZAPA beton SK s.r.o. purchased a 100% ownership interest in SONDA, s.r.o. At the end of 2008, the Company owned 22 concrete mixing plants, of which 21 were in operation.

In **2009**, ZAPA beton SK s.r.o. relaunched production at the refurbished Hlohovec plant, which in the same year took the 3rd place in the national SAVT competition for "The most environmentally-friendly concrete mixing plant" evaluated according to ERMCO rules. In March 2009, the lease of the Trenčín plant came to an end and production was discontinued.

The Company's subsidiary, ZAPA BETON HUNGÁRIA Kft, in **2010** leased a mobile concrete mixing plant, which was operated at a gravel site compound. In January 2010, ZAPA beton SK, s.r.o. acquired a 33.3% ownership interest in EURO BETON, s.r.o.

2011 was affected by the global financial crisis and its impact on the Slovak construction industry. The adopted austerity measures resulted in additional lay-offs and temporary shut-downs of the Brezno and Skalica plants.

The technology performance in the Michalovce plant was increased.

2012 saw a further decline in construction production, which totaled EUR 4,845.3 million, representing a drop of 12.5% year-on-year. All these factors affected the volume of ready mixed concrete production and ZAPA beton SK's financial results. The Company implemented new austerity measures and prepared for the sale of unused assets.

Despite the unfavorable developments in the construction sector in **2013**, ZAPA beton SK succeeded in increasing its production by nearly 22% year-on-year, in particular due to its participation in the construction of the Bory Mall in Bratislava and the construction of motorway sections in eastern Slovakia.

In 2013, ZAPA beton SK sold its ownership interest in EURO BETON, s.r.o. to another buyer and also sold its Brezno plant.

2014 was the year of the implementation of changes and restructuring of the ZAPA beton Group's companies. The first phase of the Shared Services Center project in Hranice na Moravě was completed and the center currently provides accounting and finance services for ZAPA beton SK s.r.o. In October 2014, SONDA, s.r.o. merged with ZAPA beton SK s.r.o.

The Company sold the Senica plant, shut down the plant in Martin and leased the plant in Holíč.

In **2015**, ZAPA beton SK s.r.o. followed up on the changes in the Company and the ZAPA beton Group and continued the implementation of Buzzi Unicem's standards in all areas, restructuring of the Company and mapping out and modification of corporate processes and rules.

The Company maintained a solid position on the Slovak market throughout 2015, boosted its production and increased the EBITDA indicator.

ZAPA beton SK s.r.o. launched a major project, "KOVV – All Involved in Quality and Business", across the Company, aimed at offering the best quality and state-of-the-art products and services tailored to customer requirements.

The Company won a tender for the supply of ready mixed concrete for one of the largest projects in the history of the ZAPA beton Group - the construction of a two-tube tunnel, bridges and roads as part of the construction of the D1 motorway near Žilina: Lietavská Lúčka - Višňové - Dubná Skala by the Italian company SALINI IMPREGILO. Concreting has already begun and will go on for 4 years.

In **2016**, the parent company ZAPA beton a.s. marked the 25th anniversary of its founding and Slovak ZAPA beton SK s.r.o. marked its 15th anniversary. We approached this important milestone as a challenge to continue to grow and improve the Company - we have set more ambitious goals in terms of production and quality. We focused on maintaining a significant position on the Slovak market. We pay increased attention to the quality of products and services and customer needs through the KOVV project. Our website has been redesigned. We have implemented new technology software and optimized the management systems of our concrete mixing plants.

Step by step we have been implementing changes in employee remuneration and we provide some new employee benefits.

The ZAPA beton Group has acquired a new Hungarian company operating a gravel site in Halasz.

2017 was a successful year for the ZAPA beton Group; the production volume of the whole group rose by 10% year-on-year. Growth was recorded in each region where the ZAPA beton Group operates, but Slovakia saw the fastest growth rate, primarily due to supplies of concrete for the construction of a two-tube tunnel, bridges and roads as part of the construction of the D1 motorway near Žilina: Lietavská Lúčka - Višňové – Dubná Skala by the Italian company SALINI IMPREGILO.

At the end of 2017, the Company signed another major contract with D4R7 for supplies for the construction of the Bratislava ring road, scheduled to commence in the first half of 2018 and to continue for 30 months.

ZAPA beton SK s.r.o continued to implement Group processes and standards and new software in technology, transport and production controls. The Company's restructuring was completed. Optimization of the production plants network resulted in increased labor productivity and profitability per production unit.

The Company's NEMO project continued with a marketing campaign, and we also focused on customer perception of this project as added value for all.

We are proud to be able to provide a special product for any application and, if necessary, we can design a special "tailor-made" product.

2018 was the year in which we commenced the supplies for another major transport project in Slovakia – D4 Jarovce – Rača motorway section and R7 Bratislava Prievoz – Holice sections as part of the Bratislava ring road, the supplies totaled EUR 197,000 m³. We built a mobile concrete mixing plant Rapid, which totaled 3m³, and refurbished a concrete mixing plant at Most near Bratislava.

The 2018 production volume again exceeded half a million m³ and for the third year in a row we were the largest producer of ready mixed concrete in the Slovak Republic.

2019 began with a negative finding that our ordering party Salini Impregilo ceased participation in the D1 - Lietavská Lúčka-Višňové-Dubná skala project and that during the project we produced 4,300m³ instead of the planned 185,000m³ (during 01-02 / 2019). Subsequently, we closed and decommissioned the concrete mixing plants, and terminated employment contracts with all employees. The concrete plants are approved for use, with a valid permit to use. We will keep the positions until a tender for a new contractor of the project is completed. After assessing the situation on this project and realizing its impact on the financial outcome, we developed an Action Plan to achieve 80% of the 2019 Plan and other non-financial objectives. We managed to fulfill this plan to 83%.

A new important project of 2018, D4 Jarovce – Rača motorway section and R7 Bratislava Prievoz – Holice sections, continued during 2019 when we supplied to our customer, D4R7 Construction s.r.o., 97.000m³ of concrete that was more than we had expected (75.000m³).

In Bratislava, we shut down the plant in Stará Vajnorská at the end of June, and opened a new plant on Staviteľská Street (we acquired the land in 12/2017), with a production volume of 2.5m³, in July.

First time in years we put on the market our own MP36 and MP42 concrete pumps.

We almost fully outsourced the concrete transport and had only one concrete mixer driver (in Banská Bystrica) as at 31 December 2019.

Our gravel pits in Ducová and especially in Most near Bratislava achieved excellent results.

Since March, **2020** was marked by a pandemic caused by COVID-19. By adhering to hygienic measures, we managed to keep the number of COVID-19 positive cases at zero levels almost until the end of the year. At the end of the year, we had isolated cases, which we solved by stopping production at the plant for the quarantine period.

Neither the construction industry nor the Company's concrete production was negatively affected by the pandemic and we managed to exceed the production plan by 6%.

The largest project continued to be the D4 Jarovce – Rača project and the R7 Bratislava Prievoz – Holice motorway sections, including the new No. 6 bridge over the Danube. In 2020, we produced 80,000 m³ of concrete for this project.

We managed to keep the costs of decommissioning the concrete mixing plant for the D1 project – Lietavská Lúčka-Višňové-Dubná skala to a minimum.

One of the goals of the year was to continue saving administrative costs.

At the end of the year, we can say that we have 100% outsourced transport of concrete.

In the first half of the year, after the dismantling of the old concrete mixing plant, we sold the land in Skalica (deprived of a use permit for the operation of the concrete mixing plant).

2021 was marked by the COVID-19 pandemic, but it did not seriously threaten the Company's operations and we were able to carry out all activities. Employees who have overcome COVID-19 have no known medical conditions.

The construction industry in Slovakia (domestic production) fell by 4.8% compared to 2020. We managed to meet the production plan in concrete volume by 102%.

The volume of work declined in the second half of the year due to the fact that during 2021 the prices of building materials increased extremely and construction companies started to struggle to meet their commitments to customers. The postponement of certain planned projects caused an oversupply of concrete along with the decrease in the price of concrete in cities such as Bratislava.

We completed the D4 Jarovce – Rača project and the R7 Bratislava Prievoz – Holice motorway sections, including the new No. 6 bridge over the Danube, which we serviced in the end from the Most pri Bratislave and Bratislava-Staviteľská plants. At the RAPID plant we ceased production in 01/2021 and dismantled the plant in 02/2021.

We failed in the tender for the completion of the D1 project, Lietavská Lúčka-Višňové-Dubná skala. We plan to dismantle the plants in Lietavská Lúčka and Dubna skala during Q1 and Q2 2022.

ZAPA beton SK s.r.o. also supplies **aggregates**, which are the raw material needed for the production of ready mixed concrete. In 2002, the Company began to operate a gravel site in Drahovce - Madunice. In late 2006, the extraction of gravel in the Drahovce mining area was terminated and the operation, including machinery, was relocated to a newly opened gravel site in Považany. Gravel extraction in Považany was terminated as at 31 December 2011 and another gravel site commenced production in Ducov.

The Company operates a gravel site at Most near Bratislava and through its Hungarian subsidiary ZAPA BETON HUNGÁRIA Kft. a gravel site in the Hungarian town of Zsujta.

Gravel extraction in Zsujta, Hungary, was halted in 2018; and we started gravel extraction in the Halaszi gravel site.

In our plants **we implement and maintain the Quality Management System** complying with the requirements of the STN EN ISO 9001 standard. As at 31 December 2014, the QMS had been implemented in 12 operations and the administration. In 2015, the Hlohovec and Sereď plants and the administration were awarded the quality certificate EN ISO 14001:2004.

In 2016, after shutting down the operation of the Levoča plant, the quality management system was implemented at 11 production plants.

In respect of the Quality Management System, 2017 was a year of its expansion. Two more production plants were awarded ISO 9001 and 14001 certificates - mobile concrete mixing plants Višňové and Dubná Skala.

In 2018 the recertification and extension of scope of operations included in the quality management system were carried out in compliance with ISO:2015. At present, 17 concrete mixing plants and also the gravel sites in Most near Bratislava and in Ducov have been awarded the ISO:2015 quality certificate. In 2018 the recertification and extension of scope of environmental management system were carried out in compliance with ISO 14001:2015. At present, the following concrete mixing plants have been awarded ISO 14001:2015 certificates: Bratislava, Hlohovec, Sereď, Višňové and Dubná Skala.

The Company consists of the administration headquarters seated in Bratislava and production centers across Slovakia.

The Company has no foreign branch.

Company shareholders

Distribution of ownership interests as at 31 December 2021:

ZAPA beton, a.s.	99.969%
Cement Hranice, akciová spoločnosť	0.031%

Statutory bodies

Statutory Representatives:	Katarína Gáborová	as of 31 May 2011
	Marco Duranda	as of 6 May 2014, until 31 December 2021
	Jörg Wild	as of 1 January 2022
	Andrej Hrabovský	as of 6 May 2014

Company management

Marco Duranda – CEO, until 31 December 2021
Jörg Wild – CEO, as of 1 January 2022
Andrej Hrabovský – Statutory Representative, Regional Manager
Katarína Gáborová – Statutory Representative

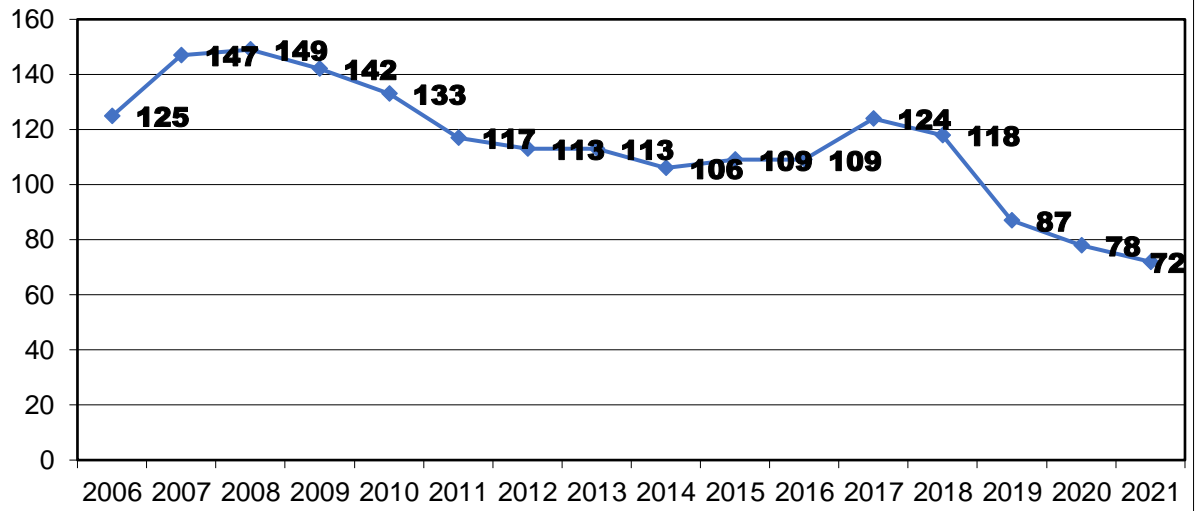
Company identification information

Business name: ZAPA beton SK s.r.o.
Business registration No. (IČO): 35 814 497
Tax Identification No. (DIČ): SK2020283573
Registered office: Vajnorská 142, P.O. Box 99, 830 00 Bratislava
Telephone: +421 2 49105411
Http: www.zapa.sk
E-mail: zapa@zapa.sk
Date of incorporation: 18 June 2001
Legal form: limited liability company
Registered capital: EUR 11,859,396
Scope of business:

- production and sale of concrete mixtures (ready mixed concrete)
- advertising and promotional activities
- purchase of goods for resale to final consumers (retail)
- purchase of goods for resale to other trades (wholesale)
- mediation of purchase, sale and lease of real estate
- lease of properties with the provision of ancillary services
- administrative work
- factoring and forfaiting
- lease of motor vehicles
- brokerage
- advisory related to the scope of business
- mining activities pursuant to Section 2 b/, c/, d/, e/ and Section 3 s/ of Act No. 51/1998 Coll., on Mining, Explosives, and on State Mining Administration, as amended by Act No. 499/1991 Coll., Act No. 154/1995 Coll., and Act No. 58/1998 Coll., to the extent of the mining license No. 1004/2002 issued by the District Mining Office in Bratislava on 17 April 2002
- intra-state road freight transport
- manufacture of concrete construction components
- manufacture of concrete products

The Company is registered in the Commercial Register of the District Court Bratislava, Section s.r.o., File No. 24344/B

Human resources



Information on the environmental impact of ZAPA beton SK's operations

Production of ready mixed concrete is an activity that has generally little impact on the environment. Nevertheless, due attention should be paid to this area, because inadequate care during multiple operations related to the production of concrete may result in adverse effects on the environment. In well-maintained concrete mixing plants, the key areas of environmental impact are under constant surveillance. Monitored factors include noise, vibration, air, waste management and general cleanliness. It is also important to reduce water pollution and thus improve the quality of discharged wastewater.

Company management has set an environmental policy where the key strategy is maximum environmental protection. To achieve this target, the Company is committed to monitoring and meeting all binding legal requirements and to closely collaborating and actively communicating with all stakeholders. Continuous improvement of the environmental protection efficiency is achieved by using the latest available technologies, the expertise of Company and external experts and technical equipment to ensure a dust-free and waste-free production cycle at all concrete mixing plants.

In 2021, the costs incurred in connection with environmental protection amounted to * EUR 126,445.

Investments related to environmental protection** in 2021 amounted to EUR 87,010.

In 2006, the Trebišov plant placed third in the national competition for the most environmentally-friendly concrete mixing plant, the Levoča plant took the top place in 2007, and the Prešov plant took the 2nd place in 2008.

In 2009, the Hlohovec plant placed 3rd in the same competition.

**The costs related to environmental protection are expenses which in the production process result in the improvement or maintenance of the environmental conditions, i.e. incurred for protection against emissions, waste disposal, water protection, noise and dust reduction, etc.*

***Investments related to environmental protection are investments aimed to improve or maintain the environmental conditions.*

Research, development and technology

Concrete is presently the most used construction material. Due to its availability and properties it facilitates rapid and efficient construction of increasingly technically and architectonically complex engineering projects. Broad applications of concrete in environments with stringent requirements in respect of strength and frost or chemical resistance are made possible by the composition of concrete and technological discipline in its production and processing. The use of suitable types of cements, admixtures and effective additives helps compensate for financial, energy and environmental demands of the production of various components of concrete.

Concrete mixing plants of ZAPA beton SK offer customers a wide range of products that are used for the construction of structures concreted at the building site, assembled structures and precast structural parts in all segments of building construction and civil engineering. These products comprise standard concretes of specified strength and environment classes, light concrete, self-compacting concrete, sprayed concrete, concrete for cement-concrete road paving, hydraulically bound and unbound mixtures for base layers, and the like. In addition, selected concrete mixing plants also produce self-leveling screeds from calcium sulfate (anhydrite) and cement.

Gravel sites of ZAPA beton SK and its subsidiaries extract, crush and sort aggregates for different purposes in line with the requirements of their customers.

All products are manufactured in compliance with applicable state technical standards (STN) and are marketed in accordance with applicable legislation.

Based on an analysis of customer needs, ZAPA beton SK in 2017 has launched a NEMO project, which aims to expand the range of products offered to include products the composition and properties of which are more closely linked to customer needs. NEMO - New Evolutionary Materials for InnOvations also allows to apply processes for manufacturing and utilization of concrete that ultimately increase labor efficiency and reduce the time needed for specific stages. We endeavor to inform the professional public about this project, new materials and their benefits at lectures organized by professional associations, open-house events, participation in construction fairs, etc.

In accordance with Act No. 133/2013 Coll. on Construction Products and on Amendments to Certain Acts, as amended by Act No. 91/2016 Coll. and Decree of the Ministry of Transport, Construction and Regional Development of the Slovak Republic No. 177/2016 Coll., amending Decree No. 162/2013 Coll., establishing a list of construction product groups and parameter assessment systems, in 2021 the Company spent EUR 23,651 on the certification and recertification of the concrete and aggregate production management systems and on the activities related to research and development in the field of concrete production.

Currently ZAPA beton SK s.r.o. operates a testing laboratory in Žilina, where it performs control tests of products manufactured and used at the Company's plants.

We perform testing of hardened concrete samples in terms of their compressive strength according to STN EN 12390-3 Testing of hardened concrete. Part 3: Compressive strength of test bodies, depth of pressure water leakage according to STN EN 12390-8 Testing of hardened concrete. Part 8: Depth of pressure water leakage, absorbency according to STN 73 1316 Determining moisture content, absorbency and capillarity of concrete.

The compressive strength of bound mixtures is tested according to STN EN 13286-41 Non-bound and hydraulically bound mixtures. Part 41: Test method for determining the compressive strength of hydraulically bound mixtures.

Until the test date, all samples are stored in an air-conditioned chamber which meets the set standard treatment conditions.

Grain tests of aggregate fractions are performed according to STN EN 933-1 Tests for determining geometric characteristics of aggregate. Part 1: Determining granularity. Site analysis, fine grain quality assessment according to STN EN 933-8 Tests for determining geometric characteristics of aggregate. Part 8: Assessment of fine grains. Sand equivalent and STN EN 933-9 Tests for determining geometric characteristics of aggregate. Part 9: Assessment of fine grains. Methylene blue test.

In addition, the testing laboratory assesses the application of new components for the production of concrete that may be qualitatively or financially more viable. In laboratory conditions we can objectively compare the qualitative parameters of similar materials from multiple suppliers and ensure that our customers' requirements concerning the properties of the supplied products are met.

In 2021, our own testing laboratory's quantifiable performance amounted to EUR 44,930 (in 2021, 6,910 tests of test bodies were performed for compressive strength amounting to EUR 38,005 277 site analyses worth EUR 6,925), and other tests.

Exposure to material risks and uncertainties

ZAPA beton SK s.r.o. has not identified any exposure to material risks and uncertainties.

Subsequent events

Between 31 December 2021 and the date on which the financial statements were authorised for issue, no events occurred that might have a significant effect on the Company's assets and liabilities, except for those resulting from ordinary course of business.

Projected business development

Necessary increase in the price of concrete. Due to the historically highest annual increase in cement, aggregates and energy prices, the price of concrete will have to be increased by 12 to 15%; the significant annual increase is likely to cause unease in the market and misunderstanding among customers.

Workplace safety. In 2022, we want to continue the trend of ZERO work accidents.

Sustainability. Our goal is to reduce water consumption, electricity, heating costs and waste generation. For the years 2019 through 2021, we have obtained data from individual concrete plants as well as data within the Group. For 2022, we have set a goal to reduce these costs. Sustainability parameters for this year are reflected in the managers' KPI.

Sustainable concrete – we are committed to consuming at least 90,000 tonnes of lower carbon cement this year.

NEMO – (New Evolutionary Materials for InnOvations), Special products. Within this project, we will proceed to a closer specialization and selection of the so-called Premium Special Product.


We have increased basic wages by an average of 32.5% since 1 January 2022.


We will continue to support (approve) the contribution to sporting activities of employees' children and continue to motivate children to achieve good (excellent) school results for which they will receive a diploma and a financial reward at the end of the 2022 school year.

We are unable to predict how the ongoing pandemic will affect the development of business. However, our primary goal is to cover the needs of our customers while maintaining and preserving the health of our employees and their families.

The 2021 financial results are motivating us to meet plans for 2022 and to work even better.

In Bratislava, 22 February 2022


.....
Ing. Katarína Gáborová
Statutory representative


.....
Ing. Jörg Reiner Wild
Statutory representative

FINANCIAL STATEMENTS

of entrepreneurs in double-entry accounting

as of **3 1 . 1 2 . 2 0 2 1****Numbers should be justified to the right, other data is justified to the left. Unused rows must be left blank.**

The information should be written in block letters (see this example), using a typewriter or printer with black or dark blue ink.

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Tax identification number 2 0 2 0 2 8 3 5 7 3	Financial statements Accounting unit	Month Year
Identification number 3 5 8 1 4 4 9 7	<input checked="" type="checkbox"/> Ordinary small	For period from 0 1 2 0 2 1
SK NACE 2 3 . 6 3 . 0	Extraordinary <input checked="" type="checkbox"/> large	to 1 2 2 0 2 1
	Interim (marked with x)	Directly preceding from 0 1 2 0 2 0
		period to 1 2 2 0 2 0

Enclosed components of the financial statements

Stat. of financial position (Úč POD 1-01) Income statement (Úč POD 2-01) Notes (Úč POD 3-01)
(in full EUR) (in full EUR) (in full EUR or EUR cents)

Business name of entity

Z A P A b e t o n S K s . r . o .

Registered seat of entity

Street Number
V A J N O R S K Á 1 4 2
 ZIP Code Town
8 3 0 0 0 B R A T I S L A V A 3 - N O V É M E S T O

Indication of the commercial register and registration number of the company

Phone number Fax number
0 2 / 4 9 1 0 5 4 1 1 0 2 / 4 9 1 0 5 4 2 0

E-mail
ZAPA@ZAPA.SK

Prepared on: 2 2 . 0 2 . 2 0 2 2	Approved on: .	Signature of the statutory board or statutory board member or signature of the natural person, which is an accounting entity: 
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Tax Office records

Place for the reference number

Stamp of the Tax Office

Balance sheet Úč POD 1 - 01		TIN	2 0 2 0 2 8 3 5 7 3	ID number	3 5 8 1 4 4 9 7	
Line a	ASSETS b	Line no. c	Current period		Prior period	
			1	Gross value - part 1	Net value 2	Net value 3
				Adjustment - part 2		
	TOTAL ASSETS I. 002 + I. 030 + I. 061	001	33,412,079	13,248,319		
			20,163,760		14,216,662	
A.	Non-current assets I. 003 + I. 011 + I. 021	002	28,358,712	8,942,474		
			19,416,238		9,602,536	
A.I.	Non-current intangible assets total (I. 004 to 010)	003	2,872,189	11,763		
			2,860,426		15,125	
A.I.1.	Capitalized development cost (012) - /072, 091A/	004				
2.	Software (013) - /073, 091A/	005	159,865	11,763		
			148,102		15,125	
3.	Valuable rights (014) - /074, 091A/	006				
4.	Goodwill (015)-/075,091A/	007	2,712,324			
			2,712,324			
5.	Other non-current intangible assets (019, 01X) - /079, 07X, 091A 07X, 091A/	008				
6.	Non-current intangible assets under construction (041) - 093	009				
7.	Advance payments for non-current intangible assets (051) - 095A	010				
A.II.	Non-current tangible assets total (I. 012 to 020)	011	24,824,710	8,268,898		
			16,555,812		8,922,127	
A.II.1.	Land (031)-092A	012	6,088,462	3,321,858		
			2,766,604		3,353,834	
2.	Buildings (021) - /081,092A/	013	5,200,843	1,354,636		
			3,846,207		1,473,558	
3.	Plant and equipment (022) - /082, 092A/	014	13,271,135	3,430,925		
			9,840,210		4,044,932	

Balance sheet Úč POD 1 - 01		TIN	2 0 2 0 2 8 3 5 7 3	ID number	3 5 8 1 4 4 9 7	
Line a	ASSETS b	Line no. c	Current period		Prior period	
			1	Gross value - part 1	Net value 2	Net value 3
				Adjustment - part 2		
4.	Perennial crops (025) - /085, 092A/	015				
5.	Livestock and draught animals (026) - /086, 092A/	016				
6.	Other non-current tangible assets (029, 02X, 032) - /089, 08X, 092A	017	132,189	29,398		
			102,791		35,474	
7.	Non-current tangible assets under construction (042) - 094	018	132,081	132,081		
					8,311	
8.	Advance payments for non-current tangible assets (052) - 095A	019				
					6,018	
9.	Adjustments for assets acquired (+/- 097) +/- 098	020				
A.III.	Non-current financial assets total (I. 022 to 032)	021	661,813	661,813		
					665,284	
A.III.1.	Investment in connected entities (061A,062A,063A) - 096A	022	597,680	597,680		
					601,151	
2.	Investment in group except for connected entities (062A) - 096A	023				
3.	Other non-current investments (063A) - 096A	024				
4.	Loans to connected entities (066A) - /096A	025	64,133	64,133		
					64,133	
5.	Loans to group except for connected entities (066A) - /096A	026				
6.	Other loans (067A) - /096A	027				
7.	Debentures and other non-current financial assets (065A, 069A, 06XA) -/096A/	028				

Balance sheet Úč POD 1 - 01		TIN	2 0 2 0 2 8 3 5 7 3	ID number	3 5 8 1 4 4 9 7
Line a	ASSETS b	Line no. c	Current period		Prior period
			1	Net value 2	Net value 3
			Gross value - part 1	Adjustment - part 2	
8.	Loans and other non-current financial assets with maturity up to one year (066A, 067A, 069A, 06XA) - /096A/	029			
9.	Term deposits exceeding one year 22XA	030			
10.	Non-current financial assets under construction (043) - 096A	031			
11.	Advance payments for non-current financial assets (053) - 095A	032			
B.	Current assets I. 034 + I. 041 + I. 053 + I. 066 + I. 071 + I. 046 + I. 055	033	5,036,473	4,288,951	
			747,522		4,591,031
B.I.	Inventory total (I. 035 to 040)	034	432,267	432,267	
					533,356
B.I.1.	Raw material (112, 119, 11X) - /191,19X/	035	413,083	413,083	
					503,901
2.	Work in progress and semi-finished goods (121, 122, 12X) - /192, 193, 19X/	036			
3.	Finished goods (123) - 194	037	19,184	19,184	
					29,455
4.	Livestock (124) - 195	038			
5.	Merchandise (132,133,13X,139) - /196,19X/ - /196, 19X/	039			
6.	Advance payments for inventories (314A) - 391A	040			
B.II.	Long-term receivables total (I. 042 + I. 046 to 052)	041	1,238,558	1,238,558	
					1,114,533
B.II.1.	Trade receivables (I. 043 to 045)	042			

Balance sheet Úč POD 1 - 01		TIN	2 0 2 0 2 8 3 5 7 3	ID number	3 5 8 1 4 4 9 7
Line a	ASSETS b	Line no. c	Current period		Prior period
			1	Net value 2	Net value 3
			Adjustment - part 2		
1.a.	Trade receivables from connected entities (311A,312A,313A,314A,315A,31XA) - /391A/	043			
1.b.	Trade receivables within group except for receivables from connected entities (311A,312A,313A,314A,315A,31XA) - /391A/	044			
1.c.	Other trade receivables (311A,312A,313A,314A,315A,31XA) - /391A/	045			
2.	Net value of construction contracts (316A)	046			
3.	Other receivables from connected entities (351A) - 391A	047			
4.	Other receivables from group except from connected entities (351A) - 391A	048			
5.	Receivables from partners and consortium members (354A, 355A, 358A, 35XA) - 391A	049			
6.	Receivables from derivative operations (373A,376A)	050			
7.	Other receivables (335A, 336A, 33XA, 371A, 374A, 375A, 378A) - 391A	051			
8.	Deferred tax asset (481A)	052	1,238,558	1,238,558	
					1,114,533
B.III.	Short-term receivables total (I. 054 + I. 058 to 065)	053	3,333,387	2,585,865	
			747,522		2,916,167
B.III.1.	Trade receivables (I. 055 to 057)	054	3,322,438	2,574,916	
			747,522		2,891,366
1.a.	Trade receivables from connected entities (311A,312A,313A,314A,315A,31XA) - /391A/	055	583,450	583,450	
					556,546
1.b.	Trade receivables within group except for receivables from connected entities (311A,312A,313A,314A,315A,31XA) - /391A/	056			

Balance sheet Úč POD 1 - 01		TIN	2 0 2 0 2 8 3 5 7 3	ID number	3 5 8 1 4 4 9 7
Line a	ASSETS b	Line no. c	Current period		Prior period
			1	Net value 2	Net value 3
			Adjustment - part 2		
1.c.	Other trade receivables (311A,312A,313A,314A,315A,31XA) - /391A/	057	2,738,988	1,991,466	
			747,522		2,334,820
2.	Net value of construction contracts (316A)	058			
3.	Other receivables from connected entities (351A) - 391A	059	5,873	5,873	
					4,725
4.	Other receivables from group except from connected entities (351A) - 391A	060			
5.	Receivables from partners and consortium members (354A, 355A, 358A,35XA, 398A) - 391A	061			
6.	Social security receivables (336A) - 391A	062			
7.	Tax receivables and subsidies (341, 342, 343, 345, 346, 347) - 391A	063	3,953	3,953	
					19,724
8.	Receivables from derivative operations (373A,376A)	064			
9.	Other receivables (335A, 33XA, 371A, 374A, 375A, 378A) - 391A	065	1,123	1,123	
					352
B.IV. Current financial assets total (I. 067 to 070)		066			
B.IV.1.	Current financial assets within connected entities (251A,253A,256A,257A,25XA) - /291A, 29XA/	067			
2.	Current financial assets outside connected entities (251A,253A,256A,257A,25XA) - /291A, 29XA/	068			
3.	Own shares and interests (252)	069			
4.	Short-term financial assets under construction (259, 314A) - /291A/	070			

Balance sheet Úč POD 1 - 01		TIN	2 0 2 0 2 8 3 5 7 3	ID number	3 5 8 1 4 4 9 7
Line a	ASSETS b	Line no. c	Current period		Prior period
			1	Net value 2	Net value 3
			Adjustment - part 2		
B.V.	Financial assets total (I. 072 to 073)	071	32,261	32,261	
					26,975
B.V.1.	Cash (211, 213, 21X)	072	8,695	8,695	
					9,272
2.	Bank accounts (221A, 22X +/- 261)	073	23,566	23,566	
					17,703
C.	Accruals and prepayments total I. 075 and 078	074	16,894	16,894	
					23,095
C.1.	Prepaid expenses long-term (381A, 382A)	075			
2.	Prepaid expenses short-term (381A, 382A)	076	16,894	16,894	
					23,095
3.	Accrued revenues long-term (385A)	077			
4.	Accrued revenues short-term (385A)	078			
Line a	LIABILITIES AND EQUITY b	Line no. c	Current period 4	Prior period 5	
	SHAREHOLDERS' EQUITY AND LIABILITIES TOTAL I. 080 + I. 101 + I. 141	079	13,248,319	14,216,662	
A.	Shareholders' equity I. 081+ 085+ 086 + 087+ 090 + I. 093 + I. 097 + I. 100	080	5,955,509	6,531,890	
A.I.	Registered capital total (I. 082 to 084)	081	11,859,396	11,859,396	
A.I.1.	Share capital (411 alebo +/- 491)	082	11,859,396	11,859,396	
2.	Change in share capital +/- 419	083			
3.	Receivables for subscribed share capital (/-/353)	084			
A.II.	Share premium (412)	085			
A.III.	Other capital funds (413)	086	92,704	92,704	
A.IV.	Legal reserve funds I. 088 + I. 089	087	292,560	292,560	
A.IV.1.	Legal reserve fund and non-distributable fund (417A, 418, 421A, 422)	088	292,560	292,560	
2.	Reserve fund on own shares and interests (417A, 421A)	089			

Balance sheet Úč POD 1 - 01		TIN	2 0 2 0 2 8 3 5 7 3	ID number	3 5 8 1 4 4 9 7
Line a	LIABILITIES AND EQUITY b	Line no. c	Current period 4	Prior period 5	
A.V.	Funds created from profit total (I. 091 + I. 092)	090			
A.V.1.	Statutory funds (423, 42X)	091			
2.	Other funds (427, 42X)	092			
A.VI.	Revaluation reserves total (I. 094 to I. 096)	093	(60,086)	(60,086)	
A.VI.1.	Revaluation reserve from valuation of assets and liabilities (+/- 414)	094	(60,086)	(60,086)	
2.	Investments revaluation reserve (+/- 415)	095			
3.	Revaluation reserve for mergers and demergers (+/-416)	096			
A.VII.	Retained earnings I. 098+ 099	097	(5,652,683)	(5,644,497)	
A.VII.1.	Retained profits from previous years (428)	098			
2.	Accumulated loss carried forward (/-/429)	099	(5,652,683)	(5,644,497)	
A.VIII.	Profit or loss from current period +/- I. 001 - (081 + 085 + 086 + 087 + 090 + 093 + 097 + 101 + 141)	100	(576,382)	(8,187)	
B.	Liabilities I. 102 + 118 + 121 + 122 + 136 + 139 + 140	101	7,292,810	7,684,772	
B.I.	Non-current liabilities total (I. 103 + I. 107 to 117)	102	718,901	722,893	
B.I.1.	Non-current trade liabilities total (I. 104 to 106)	103			
1.a.	Trade payables to connected entities (321A, 475A, 476A)	104			
1.b.	Trade payables to group except for connected entities (321A, 475A, 476A)	105			
1.c.	Other trade payables (321A, 475A, 476A)	106			
2.	Net value of construction contracts (316A)	107			
3.	Other long-term liabilities to connected entities (471A, 47XA)	108	708,962	708,962	
4.	Other long-term liabilities within group except for connected entities (471A, 47XA)	109			
5.	Other long-term liabilities (479A, 47XA)	110			
6.	Long-term advance payments received (475A)	111			
7.	Long-term bills of exchange payable (478A)	112			
8.	Bonds and debentures issued (473A/-/255A)	113			
9.	Social fund payable (472)	114	9,939	13,931	
10.	Other non-current liabilities (336A, 372A, 474A, 47XA)	115			
11.	Long-term liabilities from derivative operations (373A, 377A)	116			
12.	Deferred tax liability (481A)	117			

Balance sheet Úč POD 1 - 01		TIN	2 0 2 0 2 8 3 5 7 3	ID number	3 5 8 1 4 4 9 7
Line a	LIABILITIES AND EQUITY b	Line no. c	Current period 4	Prior period 5	
B.II.	Non-current provisions total (I. 119 to 120)	118	236,580	272,400	
B.II.1.	Legal provisions long term (451A)	119			
2.	Other long-term provisions (459A, 45XA)	120	236,580	272,400	
B.III.	Long-term bank loans (461A, 46XA)	121			
B.IV.	Current liabilities total (I. 123 + I. 127 to I. 135)	122	6,156,444	6,389,815	
B.IV.1.	Current trade payables (I. 124 to I. 126)	123	1,888,312	2,206,629	
1.a.	Trade payables to connected entities (321A, 322A, 324A, 325A, 326A, 32XA, 475A, 476A, 478A, 47XA)	124	754,196	943,379	
1.b.	Trade payables to group except for connected entities (321A, 322A, 324A, 325A, 326A, 32XA, 475A, 476A, 478A, 47XA)	125			
1.c.	Other trade payables (321A, 322A, 324A, 325A, 326A, 32XA, 475A, 476A, 478A, 47XA)	126	1,134,116	1,263,250	
2.	Net value of construction contracts (316A)	127			
3.	Payables to connected entities (361A, 36XA, 471A, 47XA)	128	4,062,264	4,012,296	
4.	Other liabilities within group except for connected entities (361A, 36XA, 471A, 47XA)	129			
5.	Payables to partners and consortium members (364, 365, 366, 367, 368, 398A, 478A, 479A)	130			
6.	Payables to employees (331, 333, 33X, 479A)	131	82,474	84,114	
7.	Social security payables (336A)	132	55,851	57,697	
8.	Tax liabilities and subsidies (341, 342, 343, 345, 346, 347, 34X)	133	63,754	25,356	
9.	Payables from derivative operations (373A, 377A)	134			
10.	Other short-term liabilities (372A, 379A, 474A, 475A, 479A, 47XA)	135	3,789	3,723	
B.V.	Current provisions total (I. 137 + I. 138)	136	180,885	299,664	
B.V.1.	Legal provisions short term (323A, 451A)	137	33,331	26,612	
2.	Other short term provisions (323, 32X, 451A, 459A, 45XA)	138	147,554	273,052	
B.VI.	Current bank loans (221A, 231, 232, 23X, 461A, 46XA)	139			
B.VII.	Short term financial borrowings (241, 249, 24x, 473A, /- /255A)	140			
C.	Accruals and deferred income - total (I. 142 to 145)	141			
C.1.	Accruals long term (383A)	142			
2.	Accruals short term (383A)	143			
3.	Deferred income long term (384A)	144			
4.	Deferred income short term (384A)	145			

Income Statement Úč POD 2 - 01		TIN	2 0 2 0 2 8 3 5 7 3	ID	3 5 8 1 4 4 9 7
Line a	Text b	Line no c	Actual result in		
			current period 1	prior period 2	
*	Net turnover (part of acc. group 6 as defined by the law)	01	20,416,085	23,243,625	
**	Revenues from operating activities total (I. 03 to I. 09)	02	20,597,326	23,810,511	
I.	Revenues from merchandise (604,607)	03	8,594	22,869	
II.	Revenues from own products (601)	04	16,792,384	19,145,305	
III.	Revenues from services (602, 606)	05	3,615,107	4,075,451	
IV.	Change in stock of finished goods and work in progress (+/- acc. group 61)	06	(10,386)	10,274	
V.	Own work capitalised (acc. group 62)	07	7,257	2,309	
VI.	Revenue from sale of non-current assets and material (641, 642)	08	87,189	186,944	
VII.	Other operating revenues (644, 645, 646, 648, 655, 657)	09	97,181	367,359	
**	Operating expenses total (I. 11 + I. 12 + I. 13 + I. 14 + I. 15 + I. 20 + I. 21 + I. 24 + I. 25 + I. 26)	10	21,220,414	23,730,378	
A.	Costs of merchandise sold (504, 507)	11	9,545	24,897	
B.	Material and energy consumption and other unstorable supplies (501, 502, 503)	12	13,594,205	14,989,293	
C.	Allowances to inventories (+/-) (505)	13			
D.	Services (acc. group 51)	14	4,504,213	5,105,066	
E.	Personnel expenses total (I. 13 až 16)	15	2,033,504	2,227,573	
E.1.	Wages and salaries (521, 522)	16	1,424,354	1,567,962	
2.	Remuneration of members of the board of companies and co-operatives (523)	17			
3.	Social insurance costs (524, 525, 526)	18	535,508	588,093	
4.	Social security costs (527, 528)	19	73,642	71,518	
F.	Indirect taxes and charges (acc. group 53)	20	46,167	42,818	
G.	Depreciation of and provisions to non-current tangible and intangible assets (I. 22 + I. 23)	21	813,001	900,160	
G.1	Depreciation of non-current tangible and intangible assets (551)	22	760,523	814,803	
2.	Provisions to non-current tangible and intangible assets (+/-) (553)	23	52,478	85,357	
H.	Net book value of non-current assets and material sold (541, 542)	24	57,402	38,033	
I.	Creation and release of provisions to receivables (+/-547)	25	(66,685)	(39,302)	
J.	Other operating expenses (543, 544, 545, 546, 548, 549, 555, 557)	26	229,062	441,840	
***	Profit or loss from operating activities (+/-) (I.02 - I. 10)	27	(623,088)	80,133	

Income Statement Úč POD 2 - 01		TIN	2 0 2 0 2 8 3 5 7 3	ID	3 5 8 1 4 4 9 7
Line a	Text b	Line no c	Actual result in		
			current period 1	prior period 2	
Line a	Text b	Line no c	Actual result in		
			current period 1	prior period 2	
*	Added value (I. 03 + I. 04 + I. 05 + I. 06 + I. 07) - (I.11 + I. 12 +I. 13 + I. 14)	28	2,304,993	3,136,952	
**	Revenues from financial activities I.30 + I. 31 + I. 35 + I. 39 + I. 42 + I. 43 + I. 44	29	6,309	6,802	
VIII.	Revenues from sale of securities and ownership interests (661)	30			
IX.	Revenues from non-current financial assets (I. 32 to I. 34)	31			
IX.1.	Income from investments in connected entities (665A)	32			
2.	Income from investments in group except for connected entities (665A)	33			
3.	Income from other long-term securities and ownership interest (665A)	34			
X.	Income from short-term financial assets (I. 36 to I. 38)	35			
X.1	Income from investments in connected entities (666A)	36			
2.	Income from investments in group except for connected entities (666A)	37			
3.	Income from other current financial assets (666A)	38			
XI.	Interest income (I. 40 + I. 41)	39	1,148	1,122	
XI.1	Interest income from from connected entities (662A)	40	1,148	1,122	
2.	Other interest income (662A)	41			
XII.	Foreign exchange gains (663)	42	3,215	4,170	
XIII.	Income from revaluation of securities and income from transactions with derivatives (664, 667)	43			
XIV.	Other financial revenue (668)	44	1,946	1,510	
**	Financial expenses total (I. 46 + I. 47 + I. 48 + I. 49 + I. 52 + I. 53 + I. 54)	45	79,013	107,098	
K.	Book value of securities and ownership interest sold (561)	46			
L.	Costs of short-term financial assets (566)	47			
M.	Creation and release of provisions to financial assets (+/-) (565)	48			
N.	Interest expense (I. 50 + I. 51)	49	54,418	56,234	
N.1.	Interest expense to connected entities (562A)	50	54,418	56,234	
2.	Other interest expense (562A)	51			
O.	Foreign exchange losses (563)	52	12,443	33,129	
P.	Expenses for revaluation of securities and expenses for transactions with derivatives (564, 567)	53			
Q.	Other financial expenses (568, 569)	54	12,152	17,735	

Income Statement Úč POD 2 - 01		TIN	2 0 2 0 2 8 3 5 7 3	ID	3 5 8 1 4 4 9 7	
Line a	Text b	Line no c	Actual result in			
			current period 1	prior period 2		
***	Profit/(loss) from financial activities (+/-) (I. 29 - I. 45)	55	(72,704)	(100,296)		
****	Profit/(loss) for the period before tax (+/-) (I. 27 + I. 55)	56	(695,792)	(20,163)		
R	Tax on income (I. 58 + I. 59)	57	(119,410)	(11,976)		
R.1	- due (591, 595)	58	4,615	3,288		
2.	- deferred (+/-) (592)	59	(124,025)	(15,264)		
S.	Profit/(loss) share transferred to owners' account (+/- 596)	60				
****	Net profit/(loss) for the period after tax (+/-) (I. 56 - I. 57 - I. 60)	61	(576,382)	(8,187)		

Proposal for distribution of profits.

The loss of EUR 576,382 posted for 2021 will be transferred to the accumulated loss of previous years.

I. GENERAL INFORMATION**1. Company Details**

Business name and seat	ZAPA beton SK s.r.o. Vajnorská 142, 830 00 Bratislava
Date of establishment	11 June 2001
Date of incorporation (according to the Commercial Register)	18 June 2001
Business activities	<ul style="list-style-type: none"> - Production and sale of concrete mixtures; - Mining; and - Property and car leases.

2. Employees

<i>Item</i>	2021	2020
Full-time equivalent	75	81
Number of employees as at the reporting date	72	78
<i>Of which: Managers</i>	1	1

3. Unlimited Liability

ZAPA beton SK s.r.o. (hereinafter "the Company") is not an unlimited liability partner in any other entity.

4. Basis of Preparation for the Financial Statements

These financial statements represent the annual separate financial statements of ZAPA beton SK s.r.o. The financial statements were prepared for the reporting period from 1 January to 31 December 2021 in compliance with Slovak legislation, in the Act on Accounting and Accounting Procedures for Businesses.

5. Approval of the 2020 Financial Statements

On 16 March 2021, the General Meeting approved the 2020 financial statements of ZAPA beton SK s.r.o.

6. Members of the Company's Bodies

Executives: Ing. Katarína Gáborová since 31 May 2011

Ing. Andrej Hrabovský since 14 May 2014 (6 May 2014 as per the copy of the Commercial Register entry)

Marco Duranda since 14 May 2014 (6 May 2014 as per the copy of the Commercial Register entry) until 31 December 2021

With effect from 1 January 2022, the Company's executive Marco Duranda was recalled from his position and replaced by Jörg Reiner Wild.

7. Partner Structure and Shares in the Registered Capital

<i>Partners</i>	<i>Share in Registered Capital</i>		<i>Voting Rights in %</i>	<i>Other Share in Equity Other than in Registered Capital in %</i>
	<i>EUR</i>	<i>%</i>		
ZAPA beton a.s., Czech Republic	11,855,698	99.969	99.969	-
Cement Hranice, a.s.	3,698	0.031	0.031	-
Total	11,859,396	100	100	-

8. Consolidated Financial Statements

The Company is exempt from the obligation to prepare the consolidated financial statements and consolidated annual report in accordance with a) § 22 paragraph 9, the consolidated financial statements are prepared by Dyckerhoff GmbH in accordance with EU legislation.

The Company, and all its subsidiaries, has been included in the consolidated financial statements of Dyckerhoff AG (Biebricher Strasse 68, 652 03 Wiesbaden). The consolidated financial statements of Dyckerhoff AG Group are prepared by Dyckerhoff GmbH, Biebricher Strasse 68, 652 03 Wiesbaden (registered by the registration court in Wiesbaden, Insert no. HRB 27594). These consolidated financial statements are available at the seat of the aforementioned company or at the seat of ZAPA beton a.s. (Videňská 495, 142 00 Prague 4).

11. ACCOUNTING PRINCIPLES AND METHODS APPLIED

- The Company applies accounting principles and procedures pursuant to the Act on Accounting and Accounting Procedures for Businesses effective in the Slovak Republic. The accounting books are kept in the monetary units of the Slovak currency, i.e. euros.
- The 2021 financial statements were prepared based on the going-concern assumption.

As at 31 December 2021, the Company incurred loss for the current reporting period in the amount of EUR 576 thousand.

- Revenues and costs are recognised as they are earned or incurred under the accrual basis of accounting. All revenues and costs related to the reporting period are used as a basis regardless of their settlement date.
- When measuring assets and liabilities, the prudence principle is followed, in all risks, losses, and impairments related to assets and liabilities and known as at the reporting date are used as a basis.
- Revenues from the sales of own outputs and merchandise are exclusive of VAT. They are also net of discounts and allowances (rebates, bonuses, discounts, credit notes etc) regardless of whether the customer was pre-entitled to the discount or whether this discount was recognised subsequently.
- Non-current and current receivables, payables, loans, and interest-bearing borrowings – receivables and payables are disclosed on the balance sheet as either non-current or current following their residual maturities as at the reporting date. The portions of non-current receivables and the portions of non-current payables due within one year from the reporting date are disclosed on the balance sheet as current receivables and current payables, as appropriate.
- Estimates made – when compiling financial statements, the Company's management is required to prepare estimates and assumptions that influence the recognised amounts of assets and liabilities, and the disclosure of contingent assets and liabilities as at the reporting date, as well as the disclosed amounts of revenues and expenses during the year. The actual results may differ from these estimates.

Impairment of non-current assets

In order to assess the recoverability of non-current assets, the Company's management has prepared an impairment analysis of non-current assets using the method of discounted cash flows. Given the uncertainties relating to the implementation of the Company's management plans, the assumptions used in this analysis may significantly differ from the plan in the future.

- Reported tax – Slovak tax legislation is relatively new, lacks precedents, and is subject to continuous amendments. Since various interpretations of tax laws and regulations in the application thereof to various transaction types exist, the amounts disclosed in the financial statements may later change, based on the ultimate opinion of the tax authorities.

9. Recognition of Individual Items of Assets and Liabilities – Initial Measurement

Upon acquisition, the cost principle is applied and individual items of assets and liabilities are measured as follows:

- a) Purchased non-current tangible and intangible assets – at cost. The cost includes the acquisition price and the related incidental costs (transportation costs and customs duties).
- b) Non-current intangible assets generated internally – at the lower of own costs and the replacement costs of assets. Own costs include direct costs associated with production or other activities and indirect costs attributable to production or other activities. Replacement costs represent the amount of consideration given to acquire the assets when recognised.
- c) Non-current tangible assets generated internally – at own costs. Own costs include direct costs associated with production or other activities and indirect costs attributable to production or other activities.
- d) Non-current intangible and tangible assets acquired by other means – at replacement cost, if assets are acquired for no consideration or newly identified during a stocktake, ie the amount of consideration given to acquire the assets when recognised.
- e) Non-current financial assets – investments in subsidiaries at cost. The cost represents the amount of consideration given to acquire the assets and the related incidental costs. The impairment is reflected by provisions.
- f) Purchased inventory – at cost, which includes the cost of inventory and the related incidental costs (customs duty, transportation, insurance, commissions, discount etc). Interest on borrowed funds is not included in the cost. When disposing of inventory the Company uses the weighted arithmetic average cost method.
- g) Inventories developed internally are measured at own cost. Own costs are direct costs (direct material, direct wages and salaries, and other direct costs) and part of indirect costs immediately related to developing inventories internally (production overheads). Production overheads are included in own costs depending on the degree of completion of such inventories. Own costs do not include administrative overheads and/or costs of sales. Interest on borrowed funds is not included in own costs.
- h) Receivables:
 - When originated or acquired for no consideration – at face value.
 - Where acquired (assigned) for consideration or through a contribution to the registered capital – at cost, including the related incidental costs. This measurement is reduced for doubtful and bad receivables.

For non-interest bearing non-current receivables and long-term loans, the provision is included in the Correction column where the values of the receivable and loan/borrowing are adjusted to their present value, for example by using the effective interest rate method.

- i) Deferred expenses and accrued income – at the anticipated face value.
- j) Payables:
 - When incurred – at face value.
 - Where assumed – at cost.
- k) Provisions for liabilities – at the anticipated amount payable or applying actuarial methods.
- l) Bonds, interest-bearing borrowings, and loans:
 - When originated – at face value.
 - Where assumed – at cost.

Interest on bonds, interest-bearing borrowings and loans is recorded on an accrual basis.

- m) Accrued expenses and deferred income – at the anticipated face value.
- n) Current income taxes – pursuant to the Slovak Income Tax Act, current income taxes are determined based on the pre-tax accounting profits at the rate of 21% after adjustments for certain items for tax purposes.

- o) Deferred income taxes are recognised when temporary differences arise between the carrying amount of assets and liabilities as disclosed on the balance sheet and their tax base, with the possibility of carrying forward tax losses and transferring the unclaimed tax loss deductions to future periods. To determine the amount of deferred income taxes, the tax rate applicable in the subsequent reporting period was applied, i.e. 21%.

10. Recognition of Individual Items of Assets and Liabilities – Subsequent Measurement

- a) Estimated risks, losses, and impairments related to assets and liabilities are reflected in provisions for liabilities, provisions for assets, and depreciation charges.

- Provisions for liabilities are recognised at the anticipated amount payable. The Company creates provisions for unused vacation days including social security payments, bonuses, unbilled supplies and services with an unknown exact amount payable that are related to finished goods, merchandise and services sold before the end of the reporting period. The amount of provisions and the grounds for their recognition are assessed as at the reporting date.
- Provisions for assets are created:
 - For receivables overdue by more than 180 days, a 100% provision is recorded; for receivables overdue up to 180 days, an individual provision is recorded according to the risk level.

- Amortisation/Depreciation plan

The amortisation of non-current intangible assets is determined based on the estimated useful lives and the estimated wear and tear. The amortisation starts in the month the non-current assets were placed into service. Intangible assets at a cost of up to EUR 2,400 are expensed as incurred.

Goodwill is amortised over five years.

The depreciation of non-current tangible assets is determined based on the estimated useful lives and the estimated wear and tear. The depreciation starts in the month the non-current assets were placed into service. Low-value tangible assets at a cost of up to EUR 754.00 are expensed as incurred and are monitored in sub-ledger records. Low-value non-current tangible assets with a cost (or own costs) ranging from EUR 754.00 to EUR 1,700 are depreciated over two years. Non-current tangible assets with a value exceeding EUR 1,700 are depreciated according to specific registration groups. Land is not depreciated.

Non-current tangible and intangible assets are depreciated according to a depreciation plan. The straight-line accounting depreciation method is applied.

The estimated useful life, depreciation method, and depreciation rates are as follows:

<i>Type of Assets</i>	<i>Useful Life</i>
Buildings and structures	20-40 years
Small structures, connections, metal containers, concrete machines	6-20 years
Transportation means, office equipment, machines	4-8 years
Technology, mixing machines, plastic site cabins, loaders, tanks, trailers, WAP, furniture, machines, ships, pumps	4-12 years
Software	5 years

- b) Securities and equity shares are measured at cost, including the related incidental costs. A decrease in cost is recognized through provisions.

11. Translation of Amounts Denominated in Foreign Currency to Slovak Currency

Assets and liabilities denominated in a foreign currency are translated to euros using the reference exchange rate determined and announced by the European Central Bank (ECB) or the National Bank of Slovakia (NBS) on the date preceding the transaction date and also on the reporting date. Advances made and received in a foreign currency are not translated as at the reporting date. For foreign currency purchases and sales in euros, and upon the transfer of funds from an account established in a foreign currency to an account established in euros and from an account established in euros to an account established in a foreign currency, the exchange rates at which these amounts were purchased or sold were applied. If the sale or purchase of a foreign currency is performed at an exchange rate other than the one offered by a commercial bank in its foreign exchange list, the exchange rate offered by such commercial bank in its foreign exchange list on the transaction settlement date is used. If the sale or purchase is not performed with a commercial bank, the reference exchange rate determined and announced by the ECB or the NBS on the date preceding the transaction settlement date is used.

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III. DATA DISCLOSED ON THE ASSETS SIDE OF THE BALANCE SHEET**1. Non-Current Intangible and Tangible Assets****1.1. Movements in the Accounts of Non-Current Intangible Assets, Accumulated Amortisation, Provisions, and Net Book Value**31 December 2021

	<i>Capitalised Development Cost</i>	<i>Software</i>	<i>Valuable Rights</i>	<i>Goodwill</i>	<i>Other Non-Current Intangible Assets</i>	<i>Non-Current Intangible Assets in Acquisition</i>	<i>Advance Payments Made</i>	<i>Total</i>
Initial Measurement								
At 1 Jan 2021	-	159,865	-	2,712,324	-	-	-	2,872,189
Additions	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	-	-
At 31 Dec 2021	-	159,865	-	2,712,324	-	-	-	2,872,189
Accumulated Amortisation								
At 1 Jan 2021	-	144,740	-	2,712,324	-	-	-	2,857,064
Additions	-	3,362	-	-	-	-	-	3,362
Disposals	-	-	-	-	-	-	-	-
At 31 Dec 2021	-	148,102	-	2,712,324	-	-	-	2,860,426
Provisions								
At 1 Jan 2021	-	-	-	-	-	-	-	-
Additions	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-
At 31 Dec 2021	-	-	-	-	-	-	-	-
Net Book Value								
At 1 Jan 2021	-	15,125	-	-	-	-	-	15,125
At 31 Dec 2021	-	11,763	-	-	-	-	-	11,763

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	<i>Capitalised Development Cost</i>	<i>Software</i>	<i>Valuable Rights</i>	<i>Goodwill</i>	<i>Other Non-Current Intangible Assets</i>	<i>Non-Current Intangible Assets in Acquisition</i>	<i>Advance Payments Made</i>	<i>Total</i>
Initial Measurement								
At 1 Jan 2020	-	143,059	-	2,712,324	-	-	-	2,855,383
Additions	-	16,806	-	-	-	-	-	16,806
Disposals	-	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	-	-
At 31 Dec 2020	-	159,865	-	2,712,324	-	-	-	2,872,189
Accumulated Amortisation								
At 1 Jan 2020	-	143,059	-	2,712,324	-	-	-	2,855,383
Additions	-	1,681	-	-	-	-	-	1,681
Disposals	-	-	-	-	-	-	-	-
At 31 Dec 2020	-	144,740	-	2,712,324	-	-	-	2,857,064
Provisions								
At 1 Jan 2020	-	-	-	-	-	-	-	-
Additions	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-
At 31 Dec 2020	-	-	-	-	-	-	-	-
Net Book Value								
At 1 Jan 2020	-	-	-	-	-	-	-	-
At 31 Dec 2020	-	15,125	-	-	-	-	-	15,125

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(Value data in tables are disclosed in whole euros unless stipulated otherwise)

1.2. Movements in the Accounts of Non-Current Tangible Assets, Accumulated Depreciation, Provisions, and Net Book Value

31 December 2021

	<i>Land</i>	<i>Structures</i>	<i>Separate Movable Assets and Sets of Movables</i>	<i>Other Non-Current Tangible Assets</i>	<i>Non-Current Tangible Assets in Acquisition</i>	<i>Advance Payments Made</i>	<i>Total</i>
Initial Measurement							
At 1 Jan 2021	6,067,960	5,370,841	13,283,481	132,189	8,311	6,018	24,868,800
Additions	35,725	7,148	44,664	-	211,307	10,216	309,060
Disposals	(15,223)	(177,146)	(57,010)	-	(87,537)	(16,234)	(353,150)
Transfers	-	-	-	-	-	-	-
At 31 Dec 2021	6,088,462	5,200,843	13,271,135	132,189	132,081	-	24,824,710
Accumulated Depreciation							
At 1 Jan 2021	-	3,897,283	9,238,549	96,715	-	-	13,232,547
Additions	-	126,070	625,015	6,076	-	-	757,161
Disposals	-	(177,146)	(57,010)	-	-	-	(234,156)
Sold assets	-	-	33,656	-	-	-	33,656
At 31 Dec 2021	-	3,846,207	9,840,210	102,791	-	-	13,789,208
Provisions							
At 1 Jan 2021	2,714,126	-	-	-	-	-	2,714,126
Additions	52,478	-	-	-	-	-	52,478
Disposals	-	-	-	-	-	-	-
At 31 Dec 2021	2,766,604	-	-	-	-	-	2,766,604
Net Book Value							
At 1 Jan 2021	3,353,834	1,473,558	4,044,932	35,474	8,311	6,018	8,922,127
At 31 Dec 2021	3,321,858	1,354,636	3,430,925	29,398	132,081	-	8,268,898

Additions to Land represent an increase under an exchange agreement with Rolnícké družstvo podielnikov in Most pri Bratislave.

Additions to Structures represent the construction of the "Paved area in front of the warehouse" in Piešťany (EUR 3,758) and the "Reconstruction of the well" in Prešov (EUR 1,635), as well as the reconstruction of the "Paved recycling area" in Banská Bystrica (EUR 1,755).

Additions to movable assets represent the purchase of "Concrete block molds" (EUR 13,943), technical improvements of recycling technology in Banská Bystrica (EUR 16,070), and others.

Acquisitions of non-current tangible assets include the costs related to preparatory work for the construction of sludge management for the Žilina concrete plant (EUR 46,578), the construction of the "Aggregate dump" for the Humenné concrete plant (EUR 38,737), "Recycling reconstruction" for the Most concrete plant (EUR 19,477), "Driveway reconstruction" in Michalovce (EUR 9,237) and other projects.

The disposals of structures and separate movable assets represent in particular the disposal of assets in connection with the decommissioning of the Rapid concrete plant, including disposal of structures (EUR 177,146) and sale of movables (EUR 43,911). Other disposals included the land in Most pri Bratislave under the exchange agreement with Rolnícke družstvo podielnikov (EUR 15,223) and the decommissioning of movables by liquidation (EUR 13,100).

31 December 2020

	<i>Land</i>	<i>Structures</i>	<i>Separate Movable Assets and Sets of Movables</i>	<i>Other Non-Current Tangible Assets</i>	<i>Non-Current Tangible Assets in Acquisition</i>	<i>Advance Payments Made</i>	<i>Total</i>
Initial Measurement							
At 1 Jan 2020	6,089,250	5,321,271	13,000,963	132,189	368,919	-	24,912,592
Additions		68,358	565,369	-	273,120	37,011	943,858
Disposals	(21,290)	(18,788)	(282,851)	-	(633,728)	(30,993)	(987,650)
Transfers	-	-	-	-	-	-	-
At 31 Dec 2020	6,067,960	5,370,841	13,283,481	132,189	8,311	6,018	24,868,800
Accumulated Depreciation							
At 1 Jan 2020	-	3,723,883	8,896,709	89,724	-	-	12,710,316
Additions	-	192,188	624,691	6,991	-	-	823,870
Disposals	-	(18,788)	(282,851)	-	-	-	(301,639)
At 31 Dec 2020	-	3,897,283	9,238,549	96,715	-	-	13,232,547
Provisions							
At 1 Jan 2020	2,628,769	-	-	-	-	-	2,628,769
Additions	85,357	-	-	-	-	-	85,357
Disposals	-	-	-	-	-	-	-
At 31 Dec 2020	2,714,126	-	-	-	-	-	2,714,126
Net Book Value							
At 1 Jan 2020	3,460,481	1,597,388	4,104,254	42,465	368,919	-	9,573,507
At 31 Dec 2020	3,353,834	1,473,558	4,044,932	35,474	8,311	6,018	8,922,127

The additions to structures represent construction of a new "Sludge pit" in Humenné (EUR 7,565) and the "Water Connection" at Staviteľská (EUR 7,685), as well as the reconstruction of the sewerage system and boiler room at the Banská Bystrica plant (EUR 25,218), and the extension of the access ramp at the Žilina concrete plant (EUR 25,909) and others.

The additions to movable assets represent the purchase of "Mobile living containers" (EUR 17,952), purchase of technology for the Staviteľská concrete plant (EUR 22,948), and purchase of construction machinery (EUR 136,500) and others.

Acquisitions of non-current tangible assets include the costs related to preparatory work for the construction of a new transformer station for the Staviteľská concrete plant (EUR 7,700) and other projects.

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(Value data in tables are disclosed in whole euros unless stipulated otherwise)

The disposals of structures and separate movable assets represent the disposal of assets in connection with the closure of the concrete plant in Skalica, of which sale of construction (EUR 18,788) and sale of land (EUR 21,290), further disposal of technology at the Skalica concrete plant (EUR 96,680), disposal of concrete mixers (EUR 117,195), construction machinery (EUR 51,715) and others.

1.3. Type and Amount of Non-Current Intangible and Tangible Assets Insurance

<i>Insured Item</i>	<i>Type of Insurance</i>	<i>Insured Amount (Net Book Value of Insured Assets) 2021</i>	<i>Name and Seat of the Insurance Company</i>
Passenger vehicles	Against theft, motor hull, motor third party liability	1,137,772	Generali, Allianz, Bratislava
Loaders, concrete mixers			
Loaders, concrete mixers	Against natural disasters	1,660,950	Generali, Bratislava
Liability insurance (floating machine)			
Liability insurance		-	Generali, Bratislava
Multinational insurance	Against product defects	2,500,000	HDI Versicherung, Vienna
		278,795	Marsh S.p.A., Milan

1.4. Assets under Lien and Restricted Handling of Non-Current Intangible and Tangible Assets

The Company has no liens created over any assets and the handling of non-current intangible and tangible assets by the Company is not restricted.

1.5. Assets Owned by Other Entities

The Company has no assets owned by other entities.

2. Non-Current Financial Assets

2.1. Movements in Non-Current Financial Assets Accounts

31 December 2021

	<i>Shares & Ownership Interests in Subsidiaries</i>	<i>Shares & Ownership Interests in Associates</i>	<i>Long-term Loan in Subsidiaries</i>	<i>Total</i>
Initial Measurement				
At 1 Jan 2021	601,151	-	64,133	665,284
Additions	-	-	-	-
Disposals	-	-	-	-
Transfers	-	-	-	-
Exchange rate gain from revaluation	(3,471)	-	-	(3,471)
At 31 Dec 2021	597,680	-	64,133	661,813
Provisions				
At 1 Jan 2021	-	-	-	-
Additions	-	-	-	-
Disposals	-	-	-	-
At 31 Dec 2021	-	-	-	-
Carrying Amount				
At 1 Jan 2021	601,151	-	64,133	665,284
At 31 Dec 2021	597,680	-	64,133	661,813

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	<i>Shares & Ownership Interests in Subsidiaries</i>	<i>Shares & Ownership Interests in Associates</i>	<i>Long-term Loan in Subsidiaries</i>	<i>Total</i>
Initial Measurement				
At 1 Jan 2020	625,559	-	64,133	689,692
Additions	-	-	-	-
Disposals	-	-	-	-
Transfers	-	-	-	-
Exchange rate gain from revaluation	(24,408)	-	-	(24,408)
At 31 Dec 2020	601,151	-	64,133	665,284
Provisions				
At 1 Jan 2020	-	-	-	-
Additions	-	-	-	-
Disposals	-	-	-	-
At 31 Dec 2020	-	-	-	-
Carrying Amount				
At 1 Jan 2020	625,559	-	64,133	689,692
At 31 Dec 2020	601,151	-	64,133	665,284

2.2. Structure of Non-Current Financial Assets

31 December 2021

<i>Business Name and Seat of the Company</i>	<i>Share in the Registered Capital</i>	<i>Voting Rights</i>	<i>Value of Equity</i>	<i>Profit/(Loss)</i>	<i>Carrying Amount of Non-Current Financial Assets</i>
	<i>%</i>	<i>%</i>			
Subsidiaries:	100	100	(210,491)	(85,934)	597,680
ZAPA BETON HUNGARIA Kft.					
Long-term loan					
ZAPA BETON HUNGARIA Kft.	-	-	-	-	64,133
Total Non-Current Financial Assets	-	-	-	-	661,813

31 December 2020

<i>Business Name and Seat of the Company</i>	<i>Share in the Registered Capital</i>	<i>Voting Rights</i>	<i>Value of Equity</i>	<i>Profit/(Loss)</i>	<i>Carrying Amount of Non-Current Financial Assets</i>
	<i>%</i>	<i>%</i>			
Subsidiaries:	100	100	(126,371)	(141,509)	601,151
ZAPA BETON HUNGARIA Kft.					
Long-term loan					
ZAPA BETON HUNGARIA Kft.	-	-	-	-	64,133
Total Non-Current Financial Assets	-	-	-	-	665,284

The primary activities of ZAPA BETON Hungaria Kft. are the mining and selling of gravel. Financial information about the company was obtained from the company's unaudited financial statements. In order to assess the recoverability of non-current assets, the Company's management has prepared an impairment analysis of non-current assets using the method of discounted cash flows. Based on the analysis, no impairment of the subsidiary was ascertained.

2.3. Other Non-Current Securities and Ownership Interests

The Company has no liens created over the financial assets and the handling of non-current financial assets by the Company is not restricted.

3. Inventories

3.1. Assets under Lien and Restricted Handling of Inventories

The Company has no liens created over the inventories and the handling of inventories by the Company is not restricted.

4. Receivables

4.1. Breakdown of Total Receivables Including the Group

31 December 2021

Category of Receivables	Within Maturity	Overdue					Total
		< 30 Days	< 90 Days	< 180 Days	< 360 Days	> 360 Days	
Non-current	1,238,558	-	-	-	-	-	1,238,558
Current	1,609,928	406,817	87,238	34,437	9,486	1,185,481	3,333,387

31 December 2020

Category of Receivables	Within Maturity	Overdue					Total
		< 30 Days	< 90 Days	< 180 Days	< 360 Days	> 360 Days	
Non-current	1,114,533	-	-	-	-	-	1,114,533
Current	1,468,465	844,547	127,228	23,119	16,751	1,376,178	3,856,288

4.2. Receivables from Related Parties

Item	Related Parties	Amount as at 31 Dec 2021
<i>Current Receivables</i>		
Trade receivables	ZAPA Beton Hungaria	582,769
Receivables from subsidiaries and the parent company	ZAPA beton a.s.	681
Receivables from subsidiaries and the parent company (loan interest)	ZAPA Beton Hungaria	5,873
Other intercompany receivables		
Receivables from partners, members and participants in an association		-
Total		589,323

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Receivables from the subsidiary as at 31 December 2021 include interest on the long-term loan for operating purposes originally provided to EASTSTONE K.f.t., which merged with ZAPA Beton Hungaria Kft. as at the merger decisive date of 1 January 2018.

Company	Amount (EUR)	Interest Rate (%)	Maturity	Collateral	Amount Due (EUR)	
					in 2022	after 2022
ZAPA Beton Hungaria	51,133	1.85	31/ 12/ 2023	None	4,765	51,133
ZAPA Beton Hungaria	10,000	2.03	31/ 12/ 2023	None	882	10,000
ZAPA Beton Hungaria	3,000	1.74	31/ 12/ 2023	None	226	3,000
Total	64,133				5,873	64,133

Item	Related Parties	Amount as at 31 Dec 2020
<i>Current Receivables</i>		
Trade receivables	ZAPA Beton Hungaria	556,546
Receivables from subsidiaries and the parent company	ZAPA beton a.s.	
Receivables from subsidiaries and the parent company (loan interest)	ZAPA Beton Hungaria	4,725
Other intercompany receivables		
Receivables from partners, members and participants in an association		-
Total		561,271

Receivables from the subsidiary as at 31 December 2020 include interest on the long-term loan for operating purposes originally provided to EASTSTONE K.f.t., which merged with ZAPA Beton Hungaria Kft. as at the merger decisive date of 1 January 2018.

Company	Amount (EUR)	Interest Rate (%)	Maturity	Collateral	Amount Due (EUR)	
					in 2021	after 2021
ZAPA Beton Hungaria	51,133	1.85	31/ 12/ 2023	None	3,850	51,133
ZAPA Beton Hungaria	10,000	2.03	31/ 12/ 2023	None	703	10,000
ZAPA Beton Hungaria	3,000	1.74	31/ 12/ 2023	None	172	3,000
Total	64,133				4,725	64,133

4.3. Provision for Receivables

Balance Sheet Items for which Provisions were recorded:

Item	Balance as at 1 Jan 2021	Creation	Reversal Owing to the Cessation of Justifiability	Reversal Owing to the Derecognition of Assets	Balance as at 31 Dec 2021
Trade receivables	940,121	153,552	(220,237)	(125,914)	747,522
Receivables from subsidiaries and the parent company	-	-	-	-	-
Other intercompany receivables	-	-	-	-	-
Receivables from partners, members and participants in an association	-	-	-	-	-
Other receivables	-	-	-	-	-
Total	940,121	153,552	(220,237)	(125,914)	747,522

The Company creates provisions for receivables based on their ageing structure.

4.4. Ageing Structure of Receivables

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<i>Item</i>	<i>Maturity</i>		<i>Total</i>
	<i>Within Maturity</i>	<i>Overdue</i>	
<i>Non-Current Receivables</i>	-	-	-
Trade receivables	-	-	-
Receivables from subsidiaries and the parent company	-	-	-
Other intercompany receivables	-	-	-
Receivables from partners, members and participants in an association	-	-	-
Other receivables	1,238,558	-	1,238,558
Total Non-Current Receivables	1,238,558	-	1,238,558
<i>Current Receivables</i>			
Trade receivables	1,598,979	1,723,459	3,322,438
Receivables from subsidiaries and the parent company	5,873	-	5,873
Other intercompany receivables	-	-	-
Receivables from partners, members and participants in an association	-	-	-
Social security insurance	-	-	-
Tax assets and subsidies	3,953	-	3,953
Other receivables	1,123	-	1,123
Total Current Receivables	1,609,928	1,723,459	3,333,387

31 December 2020

<i>Item</i>	<i>Maturity</i>		<i>Total</i>
	<i>Within Maturity</i>	<i>Overdue</i>	
<i>Non-Current Receivables</i>	-	-	-
Trade receivables	-	-	-
Receivables from subsidiaries and the parent company	-	-	-
Other intercompany receivables	-	-	-
Receivables from partners, members and participants in an association	-	-	-
Other receivables	1,114,533	-	1,114,533
Total Non-Current Receivables	1,114,533	-	1,114,533
<i>Current Receivables</i>			
Trade receivables	1,443,664	2,387,823	3,831,487
Receivables from subsidiaries and the parent company	4,725	-	4,725
Other intercompany receivables	-	-	-
Receivables from partners, members and participants in an association	-	-	-
Social security insurance	-	-	-
Tax assets and subsidies	19,724	-	19,724
Other receivables	352	-	352
Total Current Receivables	1,468,465	2,387,823	3,856,288

4.5. Receivables by Residual Maturity

<i>Item</i>	<i>2021</i>	<i>2020</i>
<i>Current Receivables</i>		
Overdue receivables	1,723,459	2,387,823
Receivables with residual maturity of up to 1 year	1,609,928	1,468,465
Total Current Receivables	3,333,387	3,856,288
<i>Non-Current Receivables</i>		
Receivables with residual maturity of between 1 year and 5 years	1,238,558	1,114,533
Receivables with residual maturity of over 5 years	-	-
Total Non-Current Receivables	1,238,558	1,114,533

4.6. Collateralisation of Receivables

The Company has no collateralisation of receivables.

4.7. Assets under Lien and Restricted Handling of Receivables

The Company has no liens created over the receivables and the handling of receivables by the Company is not restricted.

5. Financial Accounts

5.1. Breakdown of the Company's Financial Assets

<i>Item</i>	<i>2021</i>	<i>2020</i>
Cash		
Cash on hand, stamps and vouchers	8,695	9,272
Bank accounts – current	23,566	17,703
Bank accounts – term deposits		
Cash in transit		
Total	32,261	26,975

6. Accruals and Deferrals

<i>Item</i>	<i>31 December 2021</i>	<i>31 December 2020</i>
Non-current deferred expenses	-	-
Current deferred expenses	16,894	23,095
<i>Of which:</i>		
<i>Transport, insurance</i>	10,728	9,296
<i>Lease</i>	-	-
<i>Other</i>	6,166	13,799
Non-current accrued income	-	-
Current accrued income	-	-
Total	16,894	23,095

IV. DATA DISCLOSED ON THE LIABILITIES SIDE OF THE BALANCE SHEET

1. Equity

1.1. Description of Equity

For information on the movements in equity, see Note XIII.

The legal reserve fund is created in the required amount.

1.2. Based on the decision of the General Meeting, the 2020 profit/loss was allocated as follows:

<i>Item</i>	<i>2020</i>
Accounting loss	(8,187)
Allocation of accounting profit	<i>2021</i>
From legal reserve fund	-
From statutory and other funds	-
From retained earnings of previous years	-
Settlement of a loss by partners	-
Transfer to accumulated loss from previous years	8,187
Other	-
Total	8,187

2. Provisions for Liabilities

2.1. Legal and Other Provisions for Liabilities

31 December 2021

<i>Item</i>	<i>Balance as at 1 Jan 2021</i>	<i>Creation</i>	<i>Use</i>	<i>Cancellation</i>	<i>Balance as at 31 Dec 2021</i>
<i>Long-Term Provisions for Liabilities</i>					
Legal long-term provisions for liabilities	-	-	-	-	-
Other long-term provisions for liabilities	272,400	39,480	(75,300)	-	236,580
<i>Short-Term Provisions for Liabilities</i>					
Short-term provisions for liabilities	299,665	417,058	(535,837)	-	180,885
<i>Of which:</i>					
<i>Legal provisions for unused vacation days and insurance</i>	26,613	33,331	(26,613)	-	33,331
<i>Provision for energy</i>	30,758	6,756	(30,758)	-	6,756
<i>Provision for transportation</i>	23,403	44,643	(23,403)	-	44,643
<i>Provisions for litigation</i>	46,000	41,746	(23,746)	-	64,000
<i>Other</i>	172,890	290,582	(431,317)	-	32,155
Other short-term provisions for liabilities	-	-	-	-	-

31 December 2020

<i>Item</i>	<i>Balance as at 1 Jan 2020</i>	<i>Creation</i>	<i>Use</i>	<i>Cancellation</i>	<i>Balance as at 31 Dec 2020</i>
<i>Long-Term Provisions for Liabilities</i>					
Legal long-term provisions for liabilities	-	-	-	-	-
Other long-term provisions for liabilities	250,971	21,429	-	-	272,400
<i>Short-Term Provisions for Liabilities</i>					
Legal short-term provisions for liabilities	277,145	253,664	(231,145)	-	299,664
<i>Of which:</i>					
<i>Provisions for unused vacation days and insurance</i>	71,248	26,612	(71,248)	-	26,612
<i>Provision for energy</i>	39,443	30,758	(39,443)	-	30,758
<i>Provision for transportation</i>	72,856	23,403	(72,856)	-	23,403
<i>Provisions for litigation</i>	56,000	-	(10,000)	-	46,000
<i>Other</i>	37,598	172,890	(37,598)	-	172,890
Other short-term provisions for liabilities	-	-	-	-	-

3. Liabilities

3.1. Payables Within and After Maturity Including the Group

31 December 2021

<i>Item</i>	<i>Maturity</i>			<i>Total</i>
	<i>Within Maturity Period</i>	<i>Overdue By Up To 360 Days</i>	<i>More Than 360 Days Overdue</i>	
Trade payables	1,066,797	1,866	32,440	1,101,103
Net contract value	-	-	-	-
Unbilled supplies	33,013	-	-	33,013
Payables to subsidiaries and the parent company	754,196	-	-	754,196
Other intercompany payables	4,062,264	-	-	4,062,264
Payables to partners and participants in an association	-	-	-	-
Payables to employees	82,474	-	-	82,474
Social security insurance payables	55,851	-	-	55,851
Tax liabilities and subsidies	63,754	-	-	63,754
Other payables	3,789	-	-	3,789
Total as at 31 Dec 2021	6,122,138	1,866	32,440	6,156,444

31 December 2020

<i>Item</i>	<i>Maturity</i>			<i>Total</i>
	<i>Within Maturity Period</i>	<i>Overdue By Up To 360 Days</i>	<i>More Than 360 Days Overdue</i>	
Trade payables	1,161,906	55,248	32,440	1,249,594
Net contract value	-	-	-	-
Unbilled supplies	13,656	-	-	13,656
Payables to subsidiaries and the parent company	943,379	-	-	943,379
Other intercompany payables	4,012,296	-	-	4,012,296
Payables to partners and participants in an association	-	-	-	-
Payables to employees	84,114	-	-	84,114
Social security insurance payables	57,697	-	-	57,697
Tax liabilities and subsidies	25,356	-	-	25,356
Other payables	3,723	-	-	3,723
Total as at 31 Dec 2020	6,302,127	55,248	32,440	6,389,815

3.2. Breakdown of Payables by Residual Maturity

<i>Item</i>	<i>Total as at 31 Dec 2021</i>	<i>Total as at 31 Dec 2020</i>
<i>Current Liabilities:</i>		
Overdue liabilities	34,306	87,688
Liabilities with residual maturity of up to 1 year inclusive	6,122,138	6,302,127
Total current liabilities	6,156,444	6,389,815
<i>Non-Current Liabilities:</i>		
Liabilities with residual maturity of between 1 and 5 years	708,962	708,962
Liabilities with residual maturity of over 5 years	9,939	13,931
Total non-current liabilities	718,901	722,893

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As at 31 December 2021, the Company received loans solely from the group companies as follows:

Company	Amount (EUR) as at 1 Jan 2021	Original Currency	Balance as at 31 Dec 2021 (EUR)	Interest Rate (%)	Maturity	Collateral	Amount Due (EUR)	
							in 2022	after 2022
Zapa beton a.s.	710,839	EUR	710,839	12MEURIBOR +3.075%	31/ 12/ 2024	None	1,877	708,962
Cement Hranice a.s.	4,010,419	EUR	4,060,387	EONIA + 0.75% p.a			4,060,387	-
Total	4,721,258	EUR	4,771,226				4,062,264	708,962

Interest on loan no. 20030602 for 2021 amounted to EUR 22,103, of which EUR 20,226 was paid during 2021.

As at 31 December 2020, the Company received loans solely from the group companies as follows:

Company	Amount (EUR) as at 1 Jan 2020	Original Currency	Balance as at 31 Dec 2020 (EUR)	Interest Rate (%)	Maturity	Collateral	Amount Due (EUR)	
							in 2021	after 2021
Zapa beton a.s.	708,962	EUR	710,839	12MEURIBOR +3.075%	31/ 12/ 2024	None	1,877	708,962
Cement Hranice a.s.	4,297,672	EUR	4,010,419	EONIA + 0.75% p.a			4,010,419	-
Total	5,006,634	EUR	4,721,258				4,012,296	708,962

Interest on loan no. 20030602 for 2020 amounted to EUR 22,163, of which EUR 20,286 was paid during 2020.

The loans were used for operating purposes.

3.3. Payables Secured by Lien or Other Form of Security

The Company has no payables secured by a lien or any other form of security.

3.4. Deferred Tax Liability/ Deferred Tax Asset

Item	2021	2020
Temporary differences between the carrying amount of assets and the tax base:		
Tax-deductible	5,300,294	4,702,995
Taxable	-	-
Temporary differences between the carrying amount of liabilities and the tax base:		
Tax-deductible	437,128	604,304
Taxable	-	-
Tax loss carry forward	160,474	-
Income tax rate (in %)	21%	21%
Deffered tax receivable	1,238,558	1,114,533
Claimed tax asset:	1,238,558	1,114,533
Recognised as a decrease in costs	124,025	15,264
Recognised in equity	-	-
Deferred tax liability	-	-
Change in a deferred tax liability:	-	-
Recognised as an expense	-	-
Recognised in equity	-	-

The tax-deductible temporary differences mainly comprise:

- provisions for receivables and non-current tangible assets;
- the difference between the net tax value and net book value of non-current tangible assets; and
- provisions for liabilities, liabilities overdue for more than 360 days and tax deductible expenses after payment.

3.5. Social Fund Payables

	2021	2020
Initial balance	13,931	17,521
Creation of social fund debited to costs	7,604	8,367
Creation of social fund from profit	-	-
Other creations in the social fund	-	-
Total creation of the social fund	7,604	8,367
Drawing from the social fund	(11,596)	(11,957)
Closing Balance	9,939	13,931

3.6. Liabilities to Related Parties

31 December 2021

<i>Item</i>	<i>Related Parties</i>	<i>Amount as at 31 Dec 2021</i>
<i>Non-Current Liabilities:</i>		
Payables to subsidiaries and the parent company	Zapa beton a.s.	708,962
<i>Current Liabilities:</i>		
	Cement Hranice	752,194
	Zapa beton a.s.	2,002
Trade payables	ZAPA BETON Hungaria	-
	Zapa beton a.s.	1,877
Payables to subsidiaries and the parent company	Cement Hranice	4,060,387
Other intercompany payables		
Total		5,525,422

31 December 2020

<i>Item</i>	<i>Related Parties</i>	<i>Amount as at 31 Dec 2020</i>
<i>Non-Current Liabilities:</i>		
Payables to subsidiaries and the parent company	Zapa beton a.s.	708,962
<i>Current Liabilities:</i>		
	Cement Hranice	935,602
	Zapa beton a.s.	7,777
Trade payables	ZAPA BETON Hungaria	-
	Zapa beton a.s.	1,877
Payables to subsidiaries and the parent company	Cement Hranice	4,010,419
Other intercompany payables		
Total		5,664,637

V. REVENUES

1. Operating Revenues

1.1. Revenues from the Sales of Merchandise, Own Products and Services

Revenues from the Sale of Own Outputs and Merchandise by Major Geographical Segment:

<i>Country</i>	<i>2021</i>		<i>2020</i>	
	<i>EUR</i>	<i>%</i>	<i>EUR</i>	<i>%</i>
Slovakia	20,416,085	100.00	23,243,625	100.00
Total sales	20,416,085	100.00	23,243,625	100.00

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Revenues from the Sale of Own Outputs and Merchandise by Major Business Segment:

<i>Country</i>	<i>Type of Products, Merchandise and Services Central Mix Concrete</i>		<i>Type of Products, Merchandise and Services Transportation</i>		<i>Type of Products, Merchandise and Services Other</i>		<i>Total</i>	
	<i>2021</i>	<i>2020</i>	<i>2021</i>	<i>2020</i>	<i>2021</i>	<i>2020</i>	<i>2021</i>	<i>2020</i>
	Slovakia	16,800,306	19,151,610	3,474,763	3,877,938	141,016	214,077	20,416,085
Total	16,800,306	19,151,610	3,474,763	3,877,938	141,016	214,077	20,416,085	23,243,625

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Net turnover in line with Article 19 (1) (a) Second Clause of the Act

<i>Item</i>	<i>31 December 2021</i>	<i>31 December 2020</i>
Revenues from own products	16,792,384	19,145,305
Revenues from the sale of services	3,615,107	4,075,451
Revenues from merchandise	8,594	22,869
Revenues from construction contracts	-	-
Revenues from real estate for sale	-	-
Other revenues related to ordinary activities	-	-
Total Net Turnover	20,416,085	23,243,625

1.2. Revenues from the Capitalisation of Costs and Operating Revenues, Revenues from Financing Activities and Extraordinary Revenues

<i>Item</i>	<i>2021</i>	<i>2020</i>
Material items from the capitalisation of costs	7,257	2,309
Other material items of operating revenues	-	-
Revenues from financing activities		
<i>Foreign exchange gains, of which:</i>		
<i>Foreign exchange gains as at the reporting date</i>	3,215	4,170
<i>Other material items of revenues from financing activities</i>	36	2,411
	1,946	1,510
Extraordinary revenues		

In 2021, the capitalisation of products from the Most and Ducové gravel sites for individual plants was not carried out.

VI. EXPENSES

1. Operating Expenses

1.1. Consumables and Services

<i>Item</i>	<i>2021</i>	<i>2020</i>
Cost of merchandise sold	9,545	24,897
Consumption of raw materials, energy and other non-inventory supplies	13,594,205	14,989,293
Services	4,504,213	5,105,066
<i>Of which:</i>		
<i>Repairs and maintenance</i>	396,980	390,628
<i>Travel expenses</i>	8,161	9,784
<i>Entertainment expenses</i>	2,839	5,628
<i>Transportation of concrete</i>	2,299,349	2,557,897
<i>Concrete pumping</i>	635,578	782,053
<i>Rent of concrete plant</i>	-	73
<i>Telephone charges</i>	27,514	30,092
<i>Waste disposal</i>	92,724	140,546
<i>Other transportation</i>	96,975	143,564
<i>Tax and legal advisory</i>	53,892	46,289
<i>Extraction and transport of gravel</i>	274,367	374,696
<i>Rent of land</i>	56,540	90,630
<i>Rent of residential premises</i>	35,603	35,984
<i>Operating leasing</i>	121,397	124,606
<i>Safety and security</i>	19,062	15,239
<i>Other</i>	383,232	357,357

1.2. Costs of Services Provided by the Auditor, Other Operating Expenses, Finance Costs and Extraordinary Expenses

<i>Item</i>	<i>2021</i>	<i>2020</i>
<i>Cost of the auditor, audit firm, of which:</i>		
<i>Costs of auditing separate financial statements</i>	10,963	10,727
<i>Other assurance audit services</i>	-	-
<i>Related audit services</i>	548	536
<i>Other significant cost items of economic activity</i>	229,062	441,840
<i>Of which:</i>		
<i>Insurance of assets</i>	32,987	35,191
<i>Write-off of a receivable</i>	-	-
<i>Other</i>	196,075	406,649
<i>Creation of provisions for receivables</i>	(66,685)	(39,302)
<i>Finance costs</i>		
<i>Foreign exchange losses, of which:</i>		
<i>Foreign exchange losses as at the reporting date</i>	12,443	33,129
	6,379	15
<i>Other material items of finance costs, of which:</i>	12,152	17,735

VII. INCOME TAX

The income tax rate for 2021 amounts to 21%. The Company applied no tax relief.

In this section is further stated:

<i>Item</i>	<i>2021</i>	<i>2020</i>
Amount of deferred tax assets recognised as expenses or revenues resulting from a change in the income tax rate	-	-
Amount of deferred tax liabilities recognised as expenses or revenues resulting from a change in the income tax rate	-	-
Amount of deferred tax assets related to tax losses carried forward, unclaimed tax deductions and other claims, as well as temporary differences from prior reporting periods, in respect of which no deferred tax assets were recognised in the prior periods	-	-
Amount of deferred tax liabilities originating due to non-recognition in the current period of a portion of the deferred tax assets recognised in previous reporting periods	-	-
Amount of unclaimed tax losses carried forward, unclaimed tax deductions and other claims, as well as deductible temporary differences, in respect of which no deferred tax assets were recorded	-	-
Amount of deferred income tax related to items recognised directly in equity accounts with no disclosure in revenues and expenses	-	-

The Company records the following income tax structure:

Reconciliation of Income Tax

<i>Item</i>	<i>2021</i>	<i>2020</i>
<i>Current income tax:</i>		
<i>On ordinary activities</i>	4,615	3,288
<i>On extraordinary activities</i>	-	-
<i>Deferred income tax:</i>		
<i>On ordinary activities</i>	(124,025)	(15,264)
<i>On extraordinary activities</i>	-	-
Total income tax	(119,410)	(11,976)

	2021			2020		
	<i>Tax Base</i>	<i>Tax</i>	<i>Tax in %</i>	<i>Tax Base</i>	<i>Tax</i>	<i>Tax in %</i>
Profit/loss prior to taxation	(695,792)			(20,163)		
<i>Of which:</i>						
<i>Theoretical tax</i>		(146,116)	21		(4,234)	21
Tax non-deductible expenses	61,137	12,839	-	42,463	8,917	
Revenues exempt from taxation	-	-	-	-	-	
Change in tax rate	-	-	-	-	-	
Tax loss carried forward	(160,474)	(33,700)	-	-	-	
Effect of an unrecognised deferred tax asset	-	-	-	-	-	
Other	226,510	47,567	-	(79,328)	(16,659)	
Total		(119,410)	-		(11,976)	
Current income tax	-	4,615	-	-	3,288	
Deferred income tax	-	(124,025)	-	-	(15,264)	
Total Income Tax		(119,410)	-		(11,976)	

As at 31 December 2021 ZAPA beton SK leases:

- (under an operating lease): 27 motor vehicles up to 3.5t;
- in addition, it leases the Pegson loader / crusher from ZAPA beton a.s.

The Company leases office premises, concrete-manufacturing facilities and land from third parties.

VIII. OTHER ASSETS AND OTHER LIABILITIES

Given that many areas of the Slovak tax laws have not yet been sufficiently verified in practice, there is an uncertainty as to their application by tax authorities. The level of such uncertainty cannot be quantified and will be eliminated once legal precedents or official interpretations by the relevant authorities are available.

Under the current Slovak legislation, the Company is obliged to pay an average one-month salary to retiring employees. The Company has estimated that the amount of this obligation is insignificant. The financial statements do not include any adjustments in this regard.

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IX. INCOME AND BENEFITS OF MEMBERS OF STATUTORY, SUPERVISORY AND OTHER BODIES OF THE COMPANY

<i>Type of Income, Benefit</i>	<i>Amount of Income, Benefits of Current Members of</i>						<i>Amount of Income, Benefits of Former Members of</i>					
	<i>Statutory Bodies</i>		<i>Supervisory Bodies</i>		<i>Other Bodies</i>		<i>Statutory Bodies</i>		<i>Supervisory Bodies</i>		<i>Other Bodies</i>	
	<i>2021</i>	<i>2020</i>	<i>2021</i>	<i>2020</i>	<i>2021</i>	<i>2020</i>	<i>2021</i>	<i>2020</i>	<i>2021</i>	<i>2020</i>	<i>2021</i>	<i>2020</i>
Monetary income	12,840	9,755	-	-	-	-	-	-	-	-	-	-
In-kind income	-	-	-	-	-	-	-	-	-	-	-	-
Monetary advance payments	-	-	-	-	-	-	-	-	-	-	-	-
In-kind advance payments	-	-	-	-	-	-	-	-	-	-	-	-
Loans provided	-	-	-	-	-	-	-	-	-	-	-	-
Guarantees issued	-	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-	-

One member of the Company's management uses a company car for both business and private purposes.

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X. RELATED PARTIES

Related parties include shareholders, members of the Board of Directors, employees, and companies in which the equity share exceeds 20% (subsidiaries and associates).

Transactions between the aforementioned parties and the Company are made on an arm's length basis and at market prices. The Board of Directors makes all decisions on related party transactions. These transactions are commented on in the relevant notes to the financial statements.

<i>Related Parties</i>	<i>Balances and Transactions for the Year Ending 31 Dec 2021</i>				
	<i>Receivables</i>	<i>Payables</i>	<i>Expenses</i>	<i>Revenues</i>	<i>Other</i>
Parent Company	681	712,841	102,557	80,109	-
Subsidiaries and associates	652,775	-	-	27,370	-
Other group companies	-	4,812,319	6,461,096	-	-
Total	653,456	5,525,160	6,563,653	107,479	-

<i>Related Parties</i>	<i>Balances and Transactions for the Year Ending 31 Dec 2020</i>				
	<i>Receivables</i>	<i>Payables</i>	<i>Expenses</i>	<i>Revenues</i>	<i>Other</i>
Parent Company	-	718,616	85,998	21,428	-
Subsidiaries and associates	625,404	-	684	3,625	-
Other group companies	-	4,946,021	7,545,185	-	-
Total	625,404	5,664,637	7,631,867	25,053	-

<i>Related Party</i>	<i>Transaction Type Code</i>	<i>Transaction Value</i>	
		<i>2021</i>	<i>2020</i>
Cement Hranice	01	6,350,314	7,431,841
Cement Hranice	08	32,315	34,071
Cement Hranice	03	78,468	79,272

<i>Subsidiary / Parent company</i>	<i>Transaction Type Code</i>	<i>Transaction Value</i>	
		<i>2021</i>	<i>2020</i>
ZAPA BETON Hungaria	08	1,148	1,122
ZAPA beton a.s.	01	14,432	16,539
ZAPA beton a.s.	03	66,022	47,296
ZAPA beton a.s.	08	22,103	22,163
ZAPA BETON Hungaria	02	26,222	2,503
ZAPA BETON Hungaria	03	-	684
ZAPA beton a.s.	02	80,109	21,428
ZAPA beton a.s.	02	-	-

01 – purchase, 02 – sale, 03 – provision of services, 04 – business representation, 05 – licence, 06 – transfer, 07 – know-how, 08 – loan, borrowing, 09 – assistance, 10 – guarantee, 11 – other transaction

XI. EVENTS THAT OCCURED BETWEEN THE REPORTING DATE AND THE DATE ON WHICH THE FINANCIAL STATEMENTS WERE AUTHORISED FOR ISSUE

None

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XII. CHANGES IN EQUITY

31 December 2021

<i>Item</i>	<i>Balance as at 1 Jan 2021</i>	<i>Additions</i>	<i>Disposals</i>	<i>Transfers</i>	<i>Balance as at 31 Dec 2021</i>
Registered capital	11,859,396	-	-	-	11,859,396
Treasury shares and treasury stock	-	-	-	-	-
Change in registered capital	-	-	-	-	-
Amounts receivable for subscribed capital	-	-	-	-	-
Share premium	-	-	-	-	-
Other capital funds	92,704	-	-	-	92,704
Legal reserve fund (non-distributable fund) from capital contributions	1,660	-	-	-	1,660
Revaluation reserve from the revaluation of assets and liabilities	(60,086)	-	-	-	(60,086)
Revaluation reserve from capital contributions	-	-	-	-	-
Revaluation reserve from consolidation, mergers and separations	-	-	-	-	-
Legal reserve fund	290,900	-	-	-	290,900
Non-distributable fund	-	-	-	-	-
Statutory funds and other funds	-	-	-	-	-
Retained earnings of previous years	-	-	-	-	-
Accumulated loss from previous years	(5,644,496)	-	-	(8,187)	(5,652,683)
Profit/loss for the current period	(8,187)	(576,382)	-	8,187	(576,382)
Paid dividends	-	-	-	-	-
Other equity items	-	-	-	-	-
Account 491 – Sole proprietor's equity	-	-	-	-	-

31 December 2020

<i>Item</i>	<i>Balance as at 1 Jan 2020</i>	<i>Additions</i>	<i>Disposals</i>	<i>Transfers</i>	<i>Balance as at 31 Dec 2020</i>
Registered capital	11,859,396	-	-	-	11,859,396
Treasury shares and treasury stock	-	-	-	-	-
Change in registered capital	-	-	-	-	-
Amounts receivable for subscribed capital	-	-	-	-	-
Share premium	-	-	-	-	-
Other capital funds	92,704	-	-	-	92,704
Legal reserve fund (non-distributable fund) from capital contributions	1,660	-	-	-	1,660
Revaluation reserve from the revaluation of assets and liabilities	(60,086)	-	-	-	(60,086)
Revaluation reserve from capital contributions	-	-	-	-	-
Revaluation reserve from consolidation, mergers and separations	-	-	-	-	-
Legal reserve fund	290,900	-	-	-	290,900
Non-distributable fund	-	-	-	-	-
Statutory funds and other funds	-	-	-	-	-
Retained earnings of previous years	-	-	-	-	-
Accumulated loss from previous years	(3,300,375)	-	-	(2,344,122)	(5,644,497)
Profit/loss for the current period	(2,344,122)	(8,187)	-	2,344,122	(8,187)
Paid dividends	-	-	-	-	-
Other equity items	-	-	-	-	-
Account 491 – Sole proprietor's equity	-	-	-	-	-

XIII. CASH FLOW

The cash flow statement is included in the Appendix.

Cash comprises cash on hand, cash equivalents, and cash at bank, ie current accounts, and a portion of cash in transit.

Breakdown of cash and cash equivalents:

<i>Item</i>	<i>Account</i>	<i>2021</i>	<i>2020</i>
Cash	211	10,245	11,456
Stamps and vouchers	213	(1,550)	(2,184)
Bank accounts	221.1	23,566	17,703
Cash in transit	261	-	-
Overdraft facility	221.2	-	-
Total		32,261	26,975

Appendices:

Table 1: Cash Flow Statement

XIV. COVID-19 IMPACTS ON THE ENTITY

In 2021 the effects of COVID-19 did not have a significant impact on the going concern assumption. There was no need to significantly limit production or transfer employees to the partial unemployment scheme. The Company did not draw the aid from the Antivirus programme.

Table 1 - Cash Flow Statement

Description	for fiscal ending on: 31. 12. 2021	Actual amount in EUR	
		Current acc. period	Previous acc. period
Cash flows from operating activities			
Z/S	Profit/loss from ordinary activities before taxation (+/-)	(695,792)	(20,163)
A.1.	Non cash transactions effecting profit/loss from ordinary activities before taxation (sum of A.1.1. to A.1.13) (+/-)	498,666	564,822
A.1.1.	Depreciation of intangible and tangible fixed assets (+)	760,523	812,398
A.1.2.	Net book value of intangible and tangible fixed assets recorded after disposal of such assets and charged to expenses for ordinary activities except for the sale (+)		2,405
A.1.3.	Write-off of the provisions for acquired assets (+/-)		
A.1.4.	Change in long-term provisions for liabilities (+/-)	(154,599)	43,948
A.1.5.	Change in provisions for assets (+/-)	(140,121)	(213,456)
A.1.6.	Change in expense and revenues accruals (+/-)	6,201	(9,628)
A.1.7.	Dividends and other profit sharing charged to revenues (-)		
A.1.8.	Interest expense (+)	54,418	56,234
A.1.9.	Interest income (-)	(1,148)	(1,122)
A.1.10.	Foreign exchange gains from cash and cash equivalents at the balance sheet date (-)		
A.1.11.	Foreign exchange losses from cash and cash equivalents at the balance sheet date (+)		
A.1.12.	Profit/loss on sale of fixed assets except for those considered cash equivalents (+/-)	(27,338)	(146,775)
A.1.13.	Other items of non-cash nature which effect profit/loss from ordinary activities except for those which are listed separately in other sections of the cash flow statement (+/-)	730	20,818
A.2.	Effect of changes in working capital (the difference between current assets and current liabilities excluding current asset items which are part of cash and cash equivalents) on profit/loss from ordinary activities	390,482	(392,962)
A.2.1.	Change in receivables from operations (-/+)	527,370	1,331,601
A.2.2.	Change in payables from operations(+/-)	(237,977)	(1,635,014)
A.2.3.	Change in inventories (-/+)	101,089	(89,549)
A.2.4.	Change in current financial assets except for those included in cash and cash equivalents (-/+)		
	Cash flow from operating activities except for income and expenditure which are listed separately in other sections of the cash flow statement (+/-), (sum of Z/S + A.1.+ A.2.)	193,356	151,697
A.3.	Interest received except for that included in investment activities (+)		
A.4.	Interest paid except for that included in financing activities (-)	(54,426)	(54,742)
A.5.	Dividends and other profit sharing received (+)		
A.6.	Dividends and other profit sharing paid except for those included in investment activities (-)		
	Cash flow from operating activities (+/-) (sum of Z/S + A.1. to A.6.)		
A.7.	Income tax paid except for that included in investment or financing activities (-/+)	(3,321)	(12,561)
A.8.	Extraordinary income related to operations (+)		
A.9.	Extraordinary expenditure related to operations (-)		
A.	Net cash flow from operating activities (+/-) (sum of Z/S + A.1. to A.9.)	135,609	84,394
Cash flow from investment activities			
B.1.	Expenditure for acquisition of intangible fixed assets (-)	0	(16,806)
B.2.	Expenditure for acquisition of tangible fixed assets (-)	(206,541)	(279,142)
B.3.	Expenditure for acquisition of long-term securities and shares in other entities except for securities which are considered cash equivalents and securities available for sale or trading securities (-)		
B.4.	Income on sale of intangible fixed assets (+)		
B.5.	Income on sale of tangible fixed assets (+)	76,218	178,818
B.6.	Income on sale of long-term securities and shares in other entities except for securities which are considered cash equivalents and securities available for sale or trading securities (+)		
B.7.	Expenditure for non-current borrowings provided by the entity to another entity that is a member of the consolidation group (-)		
B.8.	Income on the repayment of non-current borrowings provided by the entity to another entity that is a member of the consolidation group (+)		
B.9.	Expenditure for non-current borrowings provided by the entity to third parties except for non-current borrowings provided to the entity that is included in the consolidation group (-)		
B.10.	Income on the repayment of non-current borrowings provided by the entity to third parties (+)		
B.11.	Income on lease of complex movable and immovable assets used and depreciated by the lessee (+)		
B.12.	Interest received except for that included in operating activities (+)		
B.13.	Dividends and other profit sharing received except for those included in operating activities (+)		
B.14.	Expenditures related to derivatives except for those which are available for sale or trading, or are considered cash flow from financing activities (-)		
B.15.	Income related to derivatives except for those which are available for sale or trading, or are considered cash flow from financing activities (-)		
B.16.	Income tax paid where includable in investment activity (-)		
B.17.	Extraordinary income related to investment activity (+)		
B.18.	Extraordinary expenditures related to investment activity (-)		
B.19.	Other income related to investment activity (+)		
B.20.	Other expenditures related to investment activity (-)		
B.	Net cash flow from investment activities (sum of B.1. to B.20.)	(130,323)	(117,130)

Cash flows from financing activities			
C.1.	Cash flows in equity (sum of C.1.1. to C.1.8.)		
C.1.1.	Income on shares subscribed and ownership interests (+)		
C.1.2.	Income on other capital stakes owned by partners or individuals (+)		
C.1.3.	Monetary gifts received (+)		
C.1.4.	Income on loss settlement by partners (+)		
C.1.5.	Expenditure for acquisition or repurchase of own shares and own ownership interests (-)		
C.1.6.	Expenditure relating to decrease of funds created by the entity (-)		
C.1.7.	Expenditure for repayment of capital stakes to entity's partners and individuals (-)		
C.1.8.	Any other expenditure that relates to a decrease in equity (-)		
C.2.	Cash flows arising from long-term and short-term payables from financing activities		
C.2.1.	Income on issue of debt securities (+)		
C.2.2.	Repayment of payables from debt securities (-)		
C.2.3.	Income on loans from banks except for those provided for main business activities (+)		
C.2.4.	Repayment of loans from banks except for those provided for main business activities (-)		
C.2.5.	Income on borrowings received (+)		
C.2.6.	Repayment of borrowings(-)		
C.2.7.	Repayment of payables from assets subject to a leased assets purchase contract (-)		
C.2.8.	Repayment of payables arising from the lease of complex, movable and immovable assets used and depreciated by a lessee (-)		
C.2.9.	Income on other long-term and short-term payables resulting from financing activities of the entity except for those which are listed separately in other sections of the cash flow statement (+)		
C.2.10.	Repayment of other long-term and short-term payables resulting from financing activities of the entity except for those which are listed separately in other sections of the cash flow statement (-)		
C.3.	Interest paid except for that included in operating activities (-)		
C.4.	Dividends paid and other profit sharing except for those included in operating activities (-)		
C.5.	Expenditures related to derivatives except for those which are available for sale or trading, or are considered cash flow from investment activities (-)		
C.6.	Income related to derivatives except for those which are available for sale or trading, or are considered cash flow from investment activities (+)		
C.7.	Income tax paid where includable in financing activities (-)		
C.8.	Extraordinary income related to financing activities (+)		
C.9.	Extraordinary expenditures related to financing activities (-)		
C.	Net cash flows from financing activities		
D.	Net increase or net decrease of cash and cash equivalents (+/-) (aggregate A+B+C)	5,286	(32,736)
E.	Cash and cash equivalents at the beginning of the accounting period	26,975	59,711
F.	Cash and cash equivalents at the end of the accounting period before foreign exchange gains/losses calculated at the balance sheet date	32,261	26,975
G.	Foreign exchange gains/losses for cash and cash equivalents at the balance sheet date (+/-)		
H.	Cash and cash equivalents at the end of the accounting period adjusted for foreign exchange gains/losses calculated at the balance sheet date (+/-)	32,261	26,975

Independent Auditor's Report

To the Owners and Statutory Representatives of ZAPA beton SK s.r.o.:

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of ZAPA beton SK s.r.o. ("the Company"), which comprise the balance sheet as at 31 December 2021, the income statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements of the Company give a true and fair view of the financial position of the Company as at 31 December 2021, and of its financial performance for the year then ended in accordance with the Act on Accounting No 431/2002 Coll., as amended by later legislation ("the Act on Accounting").

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing ("ISAs"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Act on Statutory Audit No 423/2015 Coll. and on amendments to the Act on Accounting No 431/2002 Coll., as amended by later legislation ("the Act on Statutory Audit") related to ethics, including Auditor's Code of Ethics, that are relevant to our audit of the financial statements, and we have fulfilled other requirements of these provisions related to ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation of the financial statements that give true and fair view in accordance with the Act on Accounting, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

THIS IS A TRANSLATION OF THE ORIGINAL SLOVAK REPORT

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements including the presented information as well as whether the financial statements captures the underlying transactions and events in a manner that leads to their fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

Report on Information Disclosed in the Annual Report

Management is responsible for the information disclosed in the annual report, prepared based on requirements of the Act on Accounting. Our opinion on the financial statements expressed above does not apply to other information contained in the annual report.

In connection with audit of the financial statements it is our responsibility to understand the information disclosed in the annual report and to consider whether such information is not materially inconsistent with audited financial statements or our knowledge obtained in the audit of the financial statements, or otherwise appears to be materially misstated.

We considered whether the Company's annual report contains information, disclosure of which is required by the Act on Accounting.

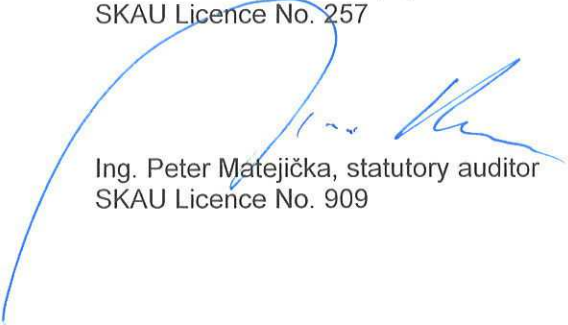
Based on procedures performed during the audit of financial statements, in our opinion:

- Information disclosed in the annual report prepared for 2021 is consistent with the financial statements for the relevant year,
- The annual report contains information based on the Act on Accounting.

Additionally, based on our understanding of the Company and its situation, obtained in the audit of the financial statements, we are required to disclose whether material misstatements were identified in the annual report, which we received prior to the date of issue of this auditor's report. In this regard, there are no findings which we should disclose.

22 February 2022
Bratislava, Slovak Republic

Ernst & Young Slovakia, spol. s r.o.
SKAU Licence No. 257



Ing. Peter Matejička, statutory auditor
SKAU Licence No. 909