CONDENSED INTERIM FINANCIAL REPORT

OF VRG CAPITAL GROUP FOR 1Q26

PREPARED IN ACCORDANCE WITH IFRS APPROVED BY THE EUROPEAN UNION

Cracow, May 20, 2026

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SELECTED FINANCIAL DATA FROM CONSOLIDATED FINANCIAL STATEMENTS

FOR 3 MONTHS ENDING MARCH 31, 2026

	PLN thousand	PLN thousand	EUR thousand	EUR thousand
	1 quarter / 2026 period from 01-01-2026 to 31-03-2026	1 quarter / 2025 period from 01-01-2025 to 31-03-2025	1 quarter / 2026 period from od 01-01-2026 do 31-03-2026	1 quarter / 2025 period from od 01-01-2025 do 31-03-2025
Revenues	356,482	293,639	84,038	70,168
EBITDA	52,605	37,855	12,401	9,046
Profit (loss) from operations	14,096	3,697	3,323	883
Pre-tax profit (loss)	1,887	8,038	445	1,921
Net profit (loss)	-154	6,017	-36	1,438
Net cash flows from operating activities	-31,195	-45,354	-7,354	-10,838
Net cash flows from investing activities	-111,860	-7,116	-26,370	-1,700
Net cash flows from financing activities	105,817	48,530	24,945	11,597
Total net cash flows	-37,238	-3,940	-8,779	-941
Earnings (loss) per ordinary share (in PLN/EUR)	0.00	0.03	0.00	0.01
Diluted earnings (loss) per share (in PLN/EUR)	0.00	0.03	0.00	0.01
	31.03.2026	31.12.2025	31.03.2026	31.12.2025
Total assets	1,932,714	1,785,708	450,579	422,483
Liabilities and provisions	771,290	624,183	179,813	147,676
Long-term liabilities	340,766	220,566	79,444	52,184
Short-term liabilities	410,106	383,570	95,609	90,749
Total equity	1,161,424	1,161,525	270,766	274,807
Share capital	49,122	49,122	11,452	11,622
Shares outstanding	234,455,840	234,455,840	234,455,840	234,455,840
Diluted number of shares	234,455,840	234,455,840	234,455,840	234,455,840
Book value per share (in PLN/EUR)	4.95	4.95	1.15	1.17
Diluted book value per share (in PLN/EUR)	4.95	4.95	1.15	1.17
Declared or paid dividend per share (in PLN/EUR)	0.00	0.00	0.00	0.00

CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITIONS

AS AT MARCH 31, 2026

(PLN thousand)	as at 31-03-2026 / end of quarter 2026	as at 31-12-2025 / end of previous quarter 2025	as at 31-03-2025 / end of quarter 2025 after adjustment	as at 31-12-2024 / end of previous quarter 2024 after adjustment
Non-current assets	**1,108,429**	**934,910**	**912,610**	**909,353**
Goodwill	365,847	302,748	302,748	302,748
Other intangible assets	246,274	197,478	197,764	197,998
Fixed assets	112,578	99,069	88,639	85,151
Investment property	874	874	874	874
Right-of-use assets (IFRS16)	360,974	315,556	304,265	303,194
Long-term receivables	1,982	1,824	1,166	1,148
Shares and stakes	10	10	10	10
Deferred tax assets	19,890	17,351	17,144	18,230
Current assets	**824,285**	**850,798**	**784,331**	**775,442**
Inventory	769,172	763,589	753,698	733,443
Short-term security deposit receivables	148	25	87	36
Trade and other receivables as well as other current assets	24,507	19,772	16,742	24,976
Corporate income tax receivables	7	0	765	0
Cash and cash equivalents	30,228	67,412	13,039	16,987
Other short-term assets	223	0	0	0
Total assets	**1,932,714**	**1,785,708**	**1,696,941**	**1,684,795**

(PLN thousand)	as at 31-03-2026 / end of quarter 2026	as at 31-12-2025 / end of previous quarter 2025	as at 31-03-2025 / end of quarter 2025 after adjustment	as at 31-12-2024 / end of previous quarter 2024 after adjustment
Dominating entity's equity	**1,161,424**	**1,161,525**	**1,069,189**	**1,063,180**
Share capital	49,122	49,122	49,122	49,122
Other reserves	16,720	16,720	14,321	14,321
FX difference from translation	-43	-96	-193	-185
Retained earnings	1,095,625	1,095,779	1,005,939	999,922
Non-controlling interest	**0**	**0**	**0**	**0**
Long-term liabilities and provisions	**342,439**	**222,239**	**208,057**	**207,565**
Liabilities due to security deposits	2,712	2,645	2,318	2,337
Lease liabilities	254,238	217,921	204,430	203,919
incl. lease liabilities related to retail and office space	*252,116*	*216,845*	*202,714*	*202,095*
Long-term loans and bank loans	83,816	0	0	0
Long-term provisions	1,673	1,673	1,309	1,309
Short-term liabilities and provisions	**428,851**	**401,944**	**419,695**	**414,050**
Lease liabilities	0	0	212	302
incl. lease liabilities related to retail and office space	120,405	104,517	101,095	105,739
Trade and other liabilities	*118,880*	*103,535*	*100,109*	*104,764*
Lease liabilities	194,828	236,281	158,440	222,881
Corporate income tax liabilities	709	7,739	0	6,555
Loans and borrowings and short-term part of long-term loans and borrowings	94,164	35,033	143,616	61,047
Short-term provisions	18,745	18,374	16,332	17,526
Total liabilities and provisions	**771,290**	**624,183**	**627,752**	**621,615**
Total equity and liabilities	**1,932,714**	**1,785,708**	**1,696,941**	**1,684,795**

CONDENSED INTERIM CONSOLIDATED PROFIT OR LOSS STATEMENT

FOR 3 MONTHS ENDING MARCH 31, 2026

(PLN thousand)	1 quarter / 2026 period from 01-01-2026 to 31-03-2026	1 quarter / 2025 period from 01-01-2025 to 31-03-2025
Revenues	**356,482**	**293,639**
Cost of sales	155,128	134,337
Gross profit (loss) on sales	**201,354**	**159,302**
Selling costs	150,601	128,088
Administrative expenses	36,370	26,363
Other operating income	2,710	1,025
Other operating costs	2,943	1,814
Loss from sale of non-financial non-current assets	54	365
Operating profit (loss)	**14,096**	**3,697**
Financial income	664	9,564
incl. financial income due to lease liabilities related to retail and office space	*0*	*5,992*
Financial costs	12,873	5,223
incl. financial costs due to lease liabilities related to retail and office space	*8,291*	*2,897*
Pre-tax profit (loss)	**1,887**	**8,038**
Income tax	2,041	2,021
Net profit (loss) for the period	**-154**	**6,017**
Attributed to dominating entity	-154	6,017
Attributed to non-controlling interest	0	0
Earnings (loss) per share		
- basic	0.00	0.03
- diluted	0.00	0.03

CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR 3 MONTHS ENDING MARCH 31, 2026

(PLN thousand)	1 quarter / 2026 period from 01-01-2026 to 31-03-2026	1 quarter / 2025 period from 01-01-2025 to 31-03-2025
Net profit for the period	**-154**	**6,017**
Other comprehensive income, including:	53	-8
Income that can be reclassified	0	0
FX differences from valuation of foreign companies	53	-8
Income that cannot be reclassified	0	0
Total comprehensive income	**-101**	**6,009**
Attributed to dominating entity	-101	6,009
Attributed to non-controlling interest	0	0

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR 3 MONTHS ENDING MARCH 31, 2026

(PLN thousand)	Share capital	Capital reserves	FX differ-ences from translation	Retained earnings	Total equity
1 quarter 2025 period from 01-01-2025 to 31-03-2025					
Balance at 01.01.2025	**49,122**	**14,321**	**-185**	**999,922**	**1,063,180**
Changes in equity 1 quarter 2025 period from 01-01-2025 to 31-03-2025	0	0	-8	6,017	6,009
Net profit (loss) for the period	0	0	0	6,017	6,017
Other comprehensive income	0	0	-8	0	-8
Total comprehensive income	**0**	**0**	**-8**	**6,017**	**6,009**
Costs of liquidation proceedings	0	0	0	0	0
Dividends	0	0	0	0	0
Balance at 31.03.2025 after adjustment	**49,122**	**14,321**	**-193**	**1,005,939**	**1,069,189**
2025 period from 01-01-2025 to 31-12-2025					
Balance at 01.01.2025	**49,122**	**14,321**	**-185**	**999,922**	**1,063,180**
Changes in equity in 2025	0	2,399	89	95,857	98,345
Net profit (loss) for the period	0	0	0	98,241	98,241
Other comprehensive income	0	0	89	0	89
Total comprehensive income	**0**	**0**	**89**	**98,241**	**98,330**
Net profit distribution	0	2,388	0	-2,388	0
Costs of liquidation proceedings	0	11	0	0	11
Inflow from sale of own shares	0	0	0	4	4
Dividends	0	0	0	0	0
Balance at 31.12.2025	**49,122**	**16,720**	**-96**	**1,095,779**	**1,161,525**
1 quarter 2026 period from 01-01-2026 to 31-03-2026					
Balance at 01.01.2026	**49,122**	**16,720**	**-96**	**1,095,779**	**1,161,525**
Changes in equity in 1 quarter 2026 period from 01-01-2026 to 31-03-2026	0	0	53	-154	-101
Net profit (loss) for the period	0	0	0	-154	-154
Other comprehensive income	0	0	53	0	53
Total comprehensive income	**0**	**0**	**53**	**-154**	**-101**
Costs of liquidation proceedings	0	0	0	0	0
Dividends	0	0	0	0	0
Balance at 31.03.2026	**49,122**	**16,720**	**-43**	**1,095,625**	**1,161,424**

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

FOR 3 MONTHS ENDING MARCH 31, 2026

(PLN thousand)	1 quarter / 2026 period from 01-01-2026 to 31-03-2026	1 quarter / 2025 period from 01-01-2025 to 31-03-2025
Pre-tax profit (loss)	**1,887**	**8,038**
Amortization and depreciation	38,509	34,158
Profit (loss) on investing activities	54	381
Income tax paid	-11,771	-8,254

Interest costs	5,598	4,862
Change in provisions	-595	-1,194
Change in inventories	6,936	-20,253
Change in receivables	-472	6,542
Change in short-term liabilities, excluding bank loans and borrowings	-70,566	-69,446
Other adjustments	-775	-188
Net cash flows from operating activities	**-31,195**	**-45,354**
Interest received	222	7
Disposal of fixed assets	1,375	1,912
Purchase of intangible	-249	-126
Purchase of fixed assets	-14,719	-8,909
Net outflows for subsidiaries	-98,489	0
Net cash flows from investing activities	**-111,860**	**-7,116**
Proceeds from bank loans and loans	143,520	82,471
Repayment of bank loans and borrowings	-480	0
Finance lease payments from other leases	-247	-249
Interest paid, other	-2,138	-1,824
Interest paid due to lease liabilities	-3,460	-2,939
Lease payments due to lease liabilities related to retail and office space	-31,378	-28,929
Net cash flows from financing activity	**105,817**	**48,530**
Change in cash and cash equivalents in the balance sheet	**-37,238**	**-3,940**
Change in cash due to foreign currency translation	54	-8
Balance sheet change in cash taking into account the effects of changes in exchange rates	**-37,184**	**-3,948**
Opening balance of cash	**67,412**	**16,987**
Closing balance of cash as shown in the Statement of financial position	**30,228**	**13,039**

Value shown in the "Other adjustments" item consists of: (PLN thousand)	**1 quarter / 2026 period from 01-01-2026 to 31-03-2026**	**1 quarter / 2025 period from 01-01-2025 to 31-03-2025**
fixed assets – write-off – liquidation	-230	-181
interest received	-222	-7
forward transactions valuation	-100	0
Total	-223	0
fixed assets – write-off – liquidation	**-755**	**-188**

INFORMATION AND EXPLANATIONS TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR 1Q26

1. GENERAL INFORMATION

1.1. NAME, REGISTERED OFFICE, BUSINESS ACTIVITY

VRG S.A. (also as "**Parent Company**" or "**Company**" or "**Issuer**"") based in Cracow, Pilotów 10 St., post code: 31-462.

The company was registered in the Cracow Śródmieście District Court, XI Commercial Division of the National Court Register (KRS) under number KRS 0000047082.

The predominant activity of the Company according to the Polish Classification of Activities (PKD) is the retail sale of clothing in specialized stores (PKD 47.71.Z).

For the date of the creation of an independent enterprise, the legal successor of which is VRG S.A., one can acknowledge October 10, 1948 - the date of issuance of the Minister of Industry and Trade ordinance on the creation a state-owned enterprise named "Krakowskie Zakłady Przemysłu Odzieżowego" (Cracow Clothing Production Industry). On April 30, 1991, the District Court for Cracow Śródmieście in Cracow, V Commercial Division, registered the transformation from a state-owned enterprise into a sole-shareholder company of the State Treasury.

The company is one of the first companies that were listed on the Warsaw Stock Exchange S.A. First listing of VRG S.A. took place on September 30, 1993.

COMPANY'S KEY CORPORATE MILESTONES

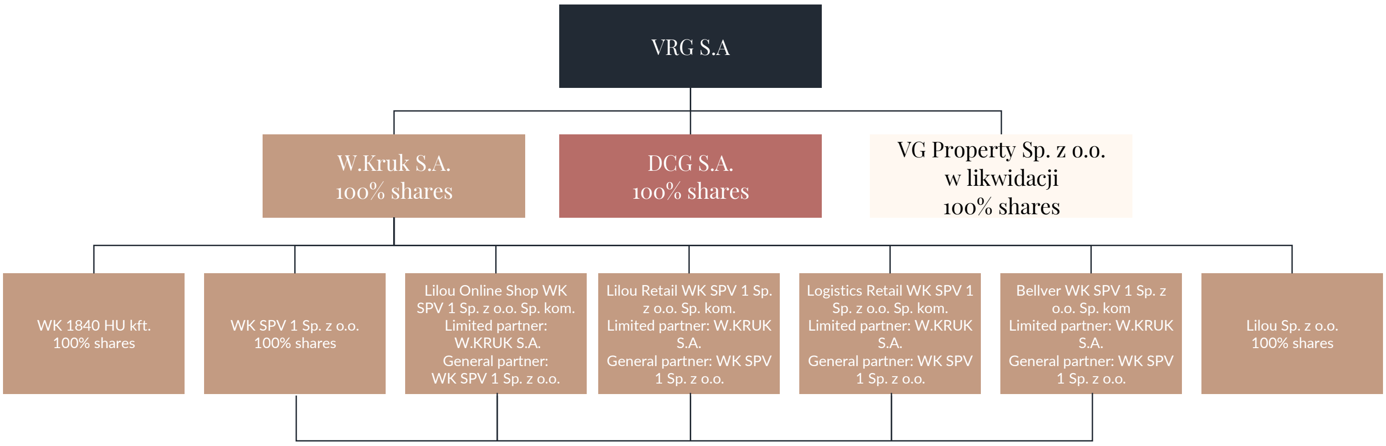
1948	Ordinance of the Minister of Industry and Trade on creation of a state-owned enterprise under the name "Krakowskie Zakłady Przemysłu Odzieżowego" (Cracow Clothing Production Facility).
1991	Transformation into a sole-shareholder company of the State Treasury under the business name: Zakłady Przemysłu Odzieżowego "Vistula" Spółka Akcyjna.
1993	Issuer's debut on the Warsaw Stock Exchange S.A.
2001	Registration of a new company name: Vistula Spółka Akcyjna.
2005	Beginning of the process of intensive expansion of the store network and renewal of the positive image of the Vistula brand.
2006	Merger with Wólczanka S.A. (change of the company name to Vistula & Wólczanka S.A.).
2008	Taking over control and merger with W.KRUK S.A in Poznań (change of the company name to Vistula Group S.A.).
2015	Transfer of jewellery business conducted under the W.KRUK brand to W.KRUK S.A. subsidiary.

2018	Merger with Bytom S.A. (change of the company name to VRG S.A.).
2019	Merger with subsidiary BTM 2 Sp. z o.o.
2023	Start of W.KRUK operations on the Hungarian market.
2026	Taking control group of Lilou companies by W.KRUK S.A. subsidiary.

The lifespan of the Issuer is indefinite.

1.2. STRUCTURE OF VRG S.A. CAPITAL GROUP

As at the end of I quarter of 2026 VRG S.A. Capital Group consisted of the following entities:



– **VRG S.A.** - Parent Company
  The company's business activity is the retail sale of clothing, footwear and accessories; the company also holds shares in subsidiaries.
– **W.KRUK S.A.** based in Cracow, Pilotów 10 St.; post code 31-462. The company was registered in the District Court for Cracow Śródmieście, XI Commercial Division of the National Court Register (KRS) under number KRS 0000500269.
  The company specialises is design, manufacturing and retail sales of brand luxury products such as jewellery, watches and accessories.
  Share in equity: 100.0%. Share in votes at the General Shareholder Meeting: 100.0%
– **WK 1840 HU Kft.** based in Budapest, Republic of Hungary. The company is registered at the Commercial Court of the Metropolitan Court of Buda-pest under the number CG.01-09-421401/8. The company is a subsidiary of W.KRUK S.A. based in Cracow.
  The company's core business is retail sales of jewellery and accessories under the W.KRUK brand in Hungary.
  Share of W.KRUK S.A. in the company's share capital is 100% and has 100% of votes at the Shareholders' Meeting.
– **DCG S.A.** based in Warsaw, Bystrzycka 81a St., post code 04-907. The company was registered in the District Court for Warsaw, the XXI Commercial Division of the National Court Register (KRS) under number KRS 0000285675.
  The company specialises in retail sale of clothing.
  Share in equity: 100.0%. Share in votes at the General Shareholder Meeting: 100.0%

- **VG Property Sp. z o.o. w likwidacji** (in liquidation) based in Cracow, Pilotów 10 St., post code: 31-462. The company was registered in the District Court for Cracow Śródmieście, XI Commercial Division of the National Court Register (KRS) under number KRS 0000505973.
  The company specialises in renting and managing of own or leased real estate.
  Share in equity: 100.0%. Share in votes at the General Shareholder Meeting: 100.0%
- **WK SPV 1 Sp. z o. o.** with its registered office in Cracow, at 10 Pilotów Street, postal code: 31-462, is registered in the Register of Entrepreneurs of the National Court Register at the District Court for Cracow -Śródmieście in Cracow, 11th Commercial Division, under KRS number 0001180127.
  The company's principal activity is business and management consultancy and the operation of its head offices.
  The company is a subsidiary of W.KRUK S.A., with its registered office in Cracow.
  W.KRUK S.A. holds 100% of the shares and 100% of the votes at the General Meeting of Shareholders of WK SPV 1 Sp.
- **LILOU Sp. z o.o.,** with its registered office in Warsaw, at ul. Józefa Lewartowskiego 6, postal code 00-190, is registered in the Register of Entrepreneurs of the National Court Register at the District Court for the Capital City of Warsaw, XII Commercial Division of the National Court Register, under KRS number 0000346352. The company is a subsidiary of W.KRUK S.A., with its registered office in Kraków. The company operates as a retail jewellery retailer through brick-and-mortar channels.
  W.KRUK S.A. holds 100% of the shares in LILOU sp. z o.o.'s share capital, which entitles it to 100% of the votes at the company's General Meeting of Shareholders.
- **BELLVER WK SPV 1 Sp. z o.o. Sp. kom.**, with its registered office in Warsaw at ul. Józefa Lewartowskiego 6, postal code 00-190. The company is registered in the Register of Entrepreneurs of the National Court Register at the District Court for the capital city of Warsaw in Warsaw, XIIth Commercial Division of the National Court Register, under KRS number 0000654002. The company is a subsidiary of W.KRUK S.A., headquartered in Cracow. The company conducts business by granting licenses to companies to use trademarks and industrial designs. The sole general partner of the company is WK SPV 1 Sp. z o.o.
  The sole limited partner of the company is W.KRUK S.A.
- **Lilou Online Shop WK SPV 1 Sp. z o.o. Sp. kom.** with its registered office in Warsaw at ul. Józefa Lewartowskiego 6, postal code 00-190. The company is registered in the Register of Entrepreneurs of the National Court Register at the District Court for the capital city of Warsaw in Warsaw, XII Commercial Division of the National Court Register, under KRS number 0000663850. The company is a subsidiary of W.KRUK S.A., headquartered in Cracow. The company operates in the online retail sales of jewellery. The sole general partner of the company is WK SPV 1 Sp. z o.o.
  The sole limited partner of the company is W.KRUK S.A.
- **Lilou Retail WK SPV 1 Sp. z o.o. Sp. kom.**, with its registered office in Warsaw at ul. Józefa Lewartowskiego 6, postal code 00-190. The company is registered in the Register of Entrepreneurs of the National Court Register at the District Court for the capital city of Warsaw, XII Commercial Division of the National Court Register, under KRS number 0000675663. The company is a subsidiary of W.KRUK S.A., headquartered in Cracow. The company operates in the retail sale of jewellery through brick-and-mortar channels. The sole general partner of the company is WK SPV 1 Sp. z o.o.
  The sole limited partner of the company is W.KRUK S.A.

Consolidated financial statements for 1Q26 include data of the Parent Company and subsidiaries: W.KRUK S.A., DCG S.A. i VG Property Sp. z o.o. w likwidacji (in liquidation) and W.KRUK S.A. subsidiaries: WK 1840 HU Kft, WK SPV 1 Sp. z o.o., LILOU Sp. z o.o., BELLVER WK SPV 1 Sp. z o.o. Sp. kom., Lilou Online Shop WK SPV 1 Sp. z o.o. Sp. kom., Lilou Retail WK SPV 1 Sp. z o.o. Sp. kom., Logistics Retail WK SPV 1 Sp. z o.o. Sp. kom.

1.3. COMPOSITION OF THE MANAGEMENT AND SUPERVISORY BOARD OF THE COMPANY

MANAGEMENT BOARD

As at 31 March 2026, the composition of the Management Board of VRG S.A. was the following:

Management Board	**Mateusz Kolański** President of the Management Board	**Łukasz Bernacki** Executive Vice-President of the Management Board	**Michał Zimnicki** Executive Vice-President of the Management Board

In the period from January 1, 2026 to March 31, 2026, there were no changes in the composition of the Parent Company's Management Board.

In the period from the balance sheet date, i.e. March 31, 2026, to the date of signing this report, the above composition of the Parent Company's Management Board has not changed.

SUPERVISORY BOARD

As at March 31, 2026, the composition of the Supervisory Board of VRG S.A. was as follows:

Supervisory Board	**Piotr Stępniak** Chair of the Supervisory Board	**Piotr Łagowski** Deputy Chair of the Supervisory Board	**Aleksandra Kolańska** **Member of the Supervisory Board**
		Piotr Kaczmarek Member of the Supervisory Board	**Marta Zgodzińska** Member of the Supervisory Board

In the period from January 1, 2026 to March 31, 2026, there were no changes in the composition of the Parent Company's Supervisory Board.

In the period from the balance sheet date, i.e. March 31, 2026, to the date of signing this report, the above composition of the Parent Company's Supervisory Board has not changed.

1.4. GOING CONCERN

The interim condensed consolidated financial statements of the VRG S.A. Capital Group (hereinafter also referred to as the "Capital Group," "Group," or "VRG Group") have been prepared on the assumption that the Capital Group companies will continue as going concerns in an unchanged form and scope for a period of at least 12 months from the date of preparation of the financial statements, i.e., March 31, 2026, with the exception of the subsidiary VG Property Sp. z o.o. w likwidacji (in liquidation), the liquidation of which is planned to be completed within the next 12 months.

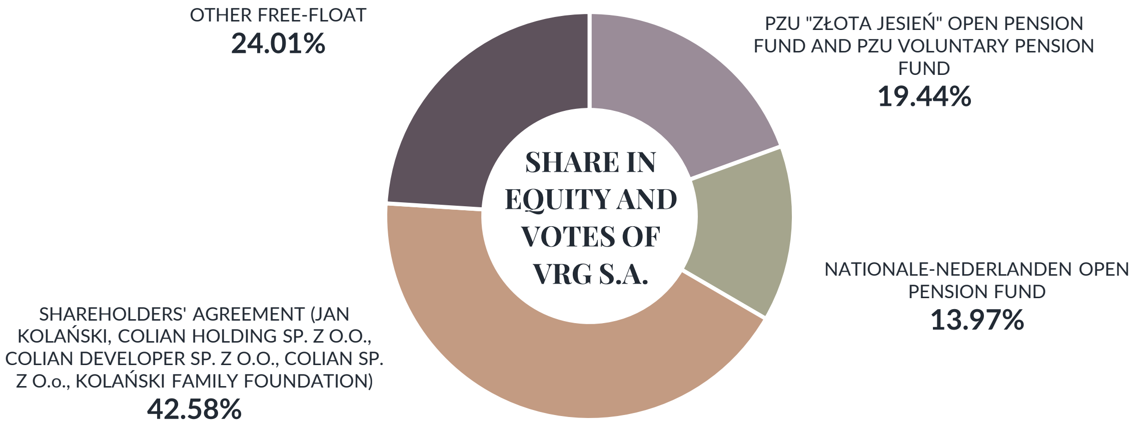
In the opinion of the Management Board of the Parent Company, as of the date of approval of these interim consolidated financial statements, there are no indications or circumstances that would indicate a threat to the Capital Group companies' ability to continue as going concerns in the foreseeable future.

1.5. SHARE CAPITAL AND SHAREHOLDERS

Shareholders holding, directly or indirectly through subsidiaries, at least 5% of the total number of votes at the General Meeting of VRG S.A. as at the date of signing the consolidated quarterly report for the first quarter of 2026 and indication of changes in the ownership structure of significant blocks of VRG S.A. shares in the period from the submission of the annual report for 2025 and the consolidated annual report for 2025 (24.04.2026).

OWNERSHIP STRUCTURE OF SHARE CAPITAL, ACCORDING TO THE KNOWLEDGE OF THE PARENT COMPANY, AS AT THE DATE OF SIGNING THE INTERIM CONDENSED CONSOLIDATED REPORT FOR THE FIRST QUARTER 2024 ON MAY 20, 2026

As at the date of signing the consolidated report for the 1st quarter of 2025, the share capital of VRG S.A. is divided into 234,455,840 ordinary bearer shares, which gives a total of 234,455,840 votes at the General Meeting of Shareholders of VRG S.A. ("Company").



As at May 20, 2026, the share capital of VRG S.A. is divided into 234,455,840 ordinary bearer shares, which gives a total of 234,455,840 votes at the General Meeting of Shareholders of VRG S.A. ("Company").

The table below contains information on shareholders who, to the knowledge of the Company, hold, directly or indirectly through subsidiaries, at least 5% of the total number of votes at the Company's General Shareholder Meeting.

Shareholders	Number of shares held	Share in equity (in %)	Number of votes at the AGM	Share in the total number of votes at the AGM (in %)
Shareholders' agreement (Jan Kolański, Colian Holding Sp. z o.o., Colian Developer Sp. z o.o., Colian sp. z o.o., Kolański Family Foundation)[1]	99,823,010	42.58	99,823,010	42.58
PZU „Złota Jesień" Open Pension Fund and PZU Voluntary Pension Fund[2]	45,589,125	19.44	45,589,125	19.44
Nationale-Nederlanden Open Pension Fund [3]	32,750,000	13.97	32,750,000	13.97

[1] information provided is based on a notification received by the Company under the provisions of Article 69 in conjunction with Article 87 paragraph 1 item 5) of the Act of 29 July 2005 on Public Offering, Conditions Governing the Introduction of Financial Instruments to Organized Trading, and Public Companies – and concerns shares held jointly by a shareholders' agreement consisting of: Mr. Jan Kolański, Colian Holding Sp. z o.o. with its registered office in Opatówek, Colian Developer Sp. z o.o. with its registered office in Kalisz, Colian sp. z o.o. with its registered office in Opatówek, and Kolański Foundation Family Foundation with its registered office in Opatówek. According to the information available to the Company under the shareholders' agreement referred to above:

- Mr. Jan Kolański holds 2,000,000 shares in the Company, representing 0.85% of the Company's share capital and entitling him to 2,000,000 votes, representing 0.85% of the total number of votes at the General Meeting of the Company,

- Colian Holding Sp. z o.o. does not hold any shares in the Company,

- Colian Developer Sp. z o.o. does not hold any shares in the Company,

- Colian sp. z o.o. holds 33,461,557 shares in the Company, representing 14.27% of the share capital of the Company and entitling it to 33,461,557 votes, representing 14.27% of the total number of votes at the General Meeting of the Company,

- Kolański Family Foundation holds 64,361,453 shares in the Company, representing 27.45% of the share capital and entitling it to 64,361,453 votes, representing 27.45% of the total number of votes at the General Meeting of the Company.

[2] information provided based on the number of the Company's shares held jointly by the funds PZU "Złota Jesień" Open Pension Fund and PZU Voluntary Pension Fund managed by Powszechne Towarzystwo Emerytalne PZU S.A. at the Annual General Meeting on 25 June 2025. At the Annual General Meeting on 25 June 2025, PZU "Złota Jesień"Open Pension Fund independently held 44,537,016 shares in the Company, which constituted 19.00% of the Company's share capital and entitled to 44,537,016 votes, constituting 19% of the total number of votes at the Company's General Meeting. At the Annual General Meeting on June 25, 2025, the PZU Voluntary Pension Fund held 1,052,109 shares of the Company, representing 0.45% of the Company's share capital and entitling it to 1,052,109 votes, representing 0.45% of the total number of votes at the Company's General Meeting.

[3]. *information provided based on the number of shares held by Nationale-Nederlanden Open Pension Fund at the Annual General Meeting on June 25, 2025.*

TO THE COMPANY'S BEST KNOWLEDGE, FROM THE PUBLICATION DATE ON APRIL 24, 2026 OF THE PREVIOUS INTERIM REPORT, I.E. SEPRATE ANNUAL REPORT FOR 2024 AND CONSOLIDATED ANNUAL REPORT FOR 2025 THE FOLLOWING CHANGES IN THE OWNERSHIP STRUCTURE OF SIGNIFICANT STOCKS OF THE COMPANY'S SHARES TOOK PLACE.

To the Company's knowledge, in the period from the date of submission of the previous periodic report on April 24, 2026, i.e. the annual report for 2025 and the consolidated annual report for 2025, there have been no changes in the ownership structure of significant blocks of the Company's shares.

CHANGES IN OWNERSHIP OF VRG S.A. SHARES AND RIGHTS TO SHARES BY MANAGEMENT AND SUPERVISORY PERSONS

–changes in ownership of the Company's shares by managing persons

Management Board	Number of shares held on the day of signing quarterly report for 1Q26	Number of shares held on the day of publication of annual separate and consolidated report for 2025
Łukasz Bernacki – Executive Vice-President of the Management Board	100,381	100,381
Michał Zimnicki – Executive Vice-President of the Management Board	4,000	4,000

According to information available to the Parent Company as of May 20, 2026, members of management do not hold any shares in related entities.

According to information available to the Parent Company as of May 20, 2026, members of management do not hold any shares in the Parent Company.

2. PRINCIPLES OF PREPARATION OF THE FINANCIAL STATEMENTS

These interim condensed consolidated financial statements have been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting" as adopted by the EU ("IAS34"). The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Group's consolidated financial statements for the year ended December 31, 2025 approved for issue on April 24, 2026.

These condensed interim consolidated financial statements have been prepared based on the cost concept.

The condensed interim consolidated financial statements have been prepared in Polish zlotys rounded to full thousands (PLN thousand).

In addition, the basis for preparing these condensed consolidated interim financial statements is the Regulation of the Minister of Finance of June 6, 2025 on current and periodic information provided by issuers of securities and conditions for recognizing as equivalent information required by the laws of a non-member state (Journal of Laws of 2025, item 755).

3. ACCOUNTING PRINCIPLES

In the period from January 1, 2026 to March 31, 2026, there were no changes in the adopted accounting principles and methods of preparing the financial statements in the Capital Group. The accounting principles adopted by the Capital Group were applied continuously in relation to the period presented in the financial statements.

In connection with the liquidation of VG Property Sp. z o.o., the accounting principles appropriate for a company in liquidation were applied to it, in particular the valuation of assets at net realizable sales prices, not higher than their acquisition prices or production costs, and a provision was created for expected additional costs and losses caused by discontinuation or loss of ability to continue operations.

The reporting currency of the consolidated interim condensed financial statements is the Polish zloty, all amounts are expressed in thousands of Polish zloty, unless otherwise stated.

4. FX RATES USED FOR THE VALUATION OF ASSETS AND LIABILITIES

Individual asset and liability items were converted into euros at the average exchange rate of 4.2894 PLN/EUR announced by the National Bank of Poland on March 31, 2026. Individual profit and loss account items were converted into euros at the rate of 4.2419 PLN/EUR, which is the arithmetic mean of the average euro exchange rates set by the National Bank of Poland on the last day of each completed month covered by the report.

The following euro exchange rates were used to calculate the average exchange rate: 4.2131 PLN/EUR on January 31, 2026; 4.2233 PLN/EUR on February 28, 2026; 4.2894 PLN/EUR on March 31, 2026.

Comparable data for individual asset and liability items were converted to EURO at the average exchange rate announced by the National Bank of Poland, in effect on the last day of the reporting periods, i.e., December 31, 2025, which was 4.2267 PLN/EUR, and on March 31, 2025, which was 4.1839 PLN/EUR. Comparable data for individual profit and loss account items were converted to EURO at rates constituting the arithmetic average of the average EURO exchange rates set by the National Bank of Poland on the last day of each ended month of the comparative period, i.e. from January 1, 2025 to March 31, 2025, which was 4.1848 PLN/EUR.

5. MAJOR ESTIMATES AND JUDGEMENTS

Preparation of the report in accordance with IFRS requires the Management Board of the Parent Company to make estimates, assessments and adopt assumptions that affect the accounting principles applied and the presented amounts of assets and liabilities and costs and revenues. Estimates and assumptions are made based on available historical data, as well as on other factors considered appropriate in the given circumstances. The results of these activities form the basis for making estimates in relation to the carrying amounts of assets and liabilities that cannot be clearly determined based on other sources. The validity of the above estimates and assumptions is verified on an ongoing basis.

Adjustments to estimates are recognized in the period in which changes were made to the adopted estimates, provided that the adjustment applies only to that period or in the period in which the changes were made and in subsequent periods (prospective recognition), if the adjustment applies to both the current period and subsequent periods. Information on estimates is presented in Note 11.

6. TAKING CONTROL OVER ENTITIES

On January 8, 2026, a subsidiary of VRG S.A. - W.KRUK S.A. with its registered office in Cracow ("W.KRUK"), and its subsidiary WK SPV 1 Sp. z o.o. with its registered office in Cracow ("WK SPV"), signed with MYVOG Fundacja Rodzinna with its registered office in Warsaw, Retail sp. z o.o. with its registered office in Warsaw, Online Shop sp. z o.o. with its registered office in Warsaw and Santa Catalina sp. z o.o. with its registered office in Warsaw agreements promised in the execution of the transaction documentation concerning the acquisition of the Lilou group, of which VRG S.A. informed in Current Report No. 18/2025 dated July 8, 2025 and Current Report No. 24/2025 dated August 13, 2025, i.e. in the execution of the preliminary conditional agreement concluded on July 8, 2025 concerning the acquisition by W.KRUK and WK SPV of shares and rights and obligations of partners of partnerships in the following entities: Lilou Sp. z o.o., Bellver WK SPV 1 Sp. z o.o. Sp. Kom. (previously named Bellver MYVOG Fundacja Rodzinna Sp. Kom.), Lilou Online Shop WK SPV 1 Sp. z o.o. Sp. Kom. (previously named Lilou Online Shop Sp. z o.o. Sp. Kom.), Lilou Retail WK SPV 1 Sp. z o.o. Sp. (previously named Lilou Retail Sp. z o.o. Sp. kom.) and Logistics WK SPV 1 Sp. z o.o. Sp. kom. (previously named Logistics Retail Sp. z o.o. Sp. kom.).

Therefore, on January 8, 2026, W.KRUK S.A. with its registered office in Kraków ("W.KRUK") and its subsidiary WK SPV 1 Sp. z o.o. with its registered office in Kraków ("WK SPV") (hereinafter referred to as the Acquirer) acquired 100% of the equity instruments in the Lilou group.

Entities taken over as at 8.01.2026 (PLN thousand)	% of taken over shares with the right to vote	Net assets of taken over entity (fair value)	Purchase price	Goodwill
Lilou Sp. z o.o.	100%	13,013		
Lilou Retail WK SPV 1 Sp. z o.o. Sp. kom.	100%	12,207		
Lilou Online Shop WK SPV 1 Sp. z o.o. Sp. kom.	100%	4,408		
Logistics Retail WK SPV 1 Sp. z o.o. Sp. Kom.	100%	-3,615		
BELLVER WK SPV 1 Sp. z o.o. Sp. kom.	100%	50,664		
		76,677	**139,776**	**63,099**

For the purposes of accounting for the acquisition, the purchase price was assumed to include: the amount paid of PLN 114,232 thousand, the estimated amount retained of PLN 825 thousand, and the discounted fair value of the earn-out of PLN 24,719 thousand.

The earn-out is contingent on the future performance of the Lilou Group and provides for an obligation to pay the MYVOG Family Foundation an amount not exceeding PLN 30,000 thousand.

According to the transaction arrangements for the integration of Lilou into the Group, a parameterized earn-out mechanism was provided for, which assumes that W.KRUK S.A. will pay the seller the maximum level of earn-out if Lilou achieves an annual or average annual EBITDA of PLN 17.7 million by the end of 2027, calculated in accordance with Polish accounting standards (excluding the impact of IFRS) and taking into account the adjustments indicated in the transaction documentation for the Lilou acquisition project. The Group believes this level is an ambitious yet achievable goal, reflecting the brand's development potential and planned operational activities.

The fair value of the contingent earn-out liability recognized as of the acquisition date reflects the Group's estimated present value of cash flows, for which a discount rate of 13.9% was used to determine the fair value.

On January 8, 2026, in connection with the conclusion of the final agreement in execution of the transaction documentation regarding the acquisition of the Lilou Group, an investment loan in the amount of PLN 94,500 thousand was disbursed. In the following weeks, agreement documentation establishing security for PKO BP S.A.'s receivables under the Investment Loan Agreement was also signed in the form of a civil guarantee for companies acquired as part of the acquisition project and a financial pledge and registered pledge on all shares in companies acquired as part of the acquisition project.

Amounts Paid by the Acquirer

The amounts paid by the Acquirer to the previous owners amounted to PLN 114,232 thousand and included the purchase price of the shares and the rights and obligations of the partners in the partnerships.

In the statement of cash flows, the acquisition transaction was presented under investing activities under Net expenditures:

(PLN thousand)	1 Q 2026 from 01-01-2026 to 31-03-2026
Payment made in cash (-)	- 114,232
Cash acquired with a subsidiary	15,743
Net capex	**-98,489**

Goodwill

Goodwill arising from the provisional settlement of the above transaction reflects the expected future economic benefits resulting from the acquisition, in particular the benefits associated with expanding the Company's Capital Group brand portfolio with complementary brands.

Total goodwill recognized in the presented transaction as of the acquisition date was PLN 63,099 thousand.

Non-controlling interests

None.

Acquisition-related costs

Acquisition-related costs recognized in the Q1 2026 result amounted to PLN 5,363 thousand.

Fair value at the acquisition date

The provisional values of identified assets and liabilities in the acquired Lilou group, as recorded in the consolidated financial statements, are as follows:

(PLN thousand)	Balance at 08.01.2026
Non-current assets	**82,835**
Other intangible assets	48,918
Fixed assets	7,423
Right-of-use assets	25,967
Deferred tax assets	527
Current assets	**29,696**
Inventory	12,519
Short-term security deposit receivables	161
Trade and other receivables as well as other current assets	1,273
Cash and cash equivalents	15,743
Total assets	**112,531**

(PLN thousand)	Balance at 08.01.2026
Equity	**76,677**
Long-term liabilities and provisions	**16,586**
Lease liabilities	16,586
incl. lease liabilities related to retail and office space	*15,553*
Short-term liabilities and provisions	**19,268**
Lease liabilities	9,381
incl. lease liabilities related to retail and office space	*8,828*
Trade and other liabilities	8,229
Corporate income tax liabilities	686
Loans and borrowings and short-term part of long-term loans and borrowings	8
Short-term provisions	964
Total liabilities and provisions	**35,854**
Total equity and liabilities	**112,531**

In the process of allocating the purchase price of the acquired assets of the Lilou Group, an intangible asset was recognized in the form of trademarks with a fair value of PLN 48,890 thousand, determined based on valuation.

The process of allocating the purchase price to the acquired assets and assumed liabilities in this transaction has not been completed. Final values will be determined within 12 months of the acquisition date.

7. CHANGES IN ACCOUNTING STANDARDS

STANDARDS AND INTERPRETATIONS THAT HAVE ALREADY BEEN PUBLISHED AND APPROVED BY THE EU AND ENTERED INTO FORCE FROM OR AFTER JANUARY 1, 2026

IFRS 9 FINANCIAL INSTRUMENTS AND IFRS 7 "FINANCIAL INSTRUMENTS: DISCLOSURES - CLASSIFICATION AND MEASUREMENT OF FINANCIAL INSTRUMENTS" REGARDING CLASSIFICATION AND MEASUREMENT OF FINANCIAL INSTRUMENTS

The amendments to IFRS 9 introduce a choice of accounting policy regarding the termination of a liability when payment is made via an electronic payment system (if certain conditions are met).

The amendments to IFRS 9 regarding the SPPI test provide guidance to help assess whether the cash flows arising from a contract are consistent with a basic lending arrangement. Furthermore, the amendments introduce a clearer definition of the "non-recourse" characteristic.

The amendments to IFRS 9 also provide additional guidance on the characteristics of contractually linked instruments.

The amendments to IFRS 7 add new disclosure requirements:

for investments in equity instruments designated as measured at fair value through other comprehensive income,

for each class of financial assets measured at amortized cost or at fair value through other comprehensive income, and for financial liabilities measured at amortized cost.

The standards are effective for annual periods beginning on or after 1 January 2026.

IFRS 9 FINANCIAL INSTRUMENTS AND IFRS 7 "FINANCIAL INSTRUMENTS: DISCLOSURES - CLASSIFICATION AND MEASUREMENT OF FINANCIAL INSTRUMENTS" FOR PPA CONTRACTS REFERENCING NATURE-DEPENDENT ELECTRICITY

The amendments to IFRS 9 include information on which PPA contracts can be used for hedge accounting and the specific terms permitted in such hedging relationships.

The amendments to IFRS 7 introduce new disclosure requirements for PPAs, as defined in the amendments to IFRS 9.

The standards are effective for annual periods beginning on or after January 1, 2026.

AMENDMENTS TO IFRS 1, IFRS 7, IFRS 9, IFRS 10, IAS 7

These are purely maintenance changes as part of the Annual Improvements cycle.

The improvements are effective for annual periods beginning on or after January 1, 2026.

These amendments did not impact these consolidated financial statements.

STANDARDS AND INTERPRETATIONS AND AMENDMENTS THERETO THAT ARE NOT EFFECTIVE AS OF JANUARY 1, 2026

IFRS 18 "PRESENTATION AND DISCLOSURE IN FINANCIAL STATEMENTS"

The new standard will replace IAS 1 "Presentation of Financial Statements." IFRS 18 introduces, among other things:

a new structure for the income statement,

increased requirements for data aggregation and disaggregation,

requirements for the disclosure of management-defined performance measures.

This standard will become effective for annual reporting periods beginning on or after January 1, 2027.

IFRS 19 "SUBSIDIARIES WITHOUT PUBLIC ACCOUNTABILITY: DISCLOSURES"

This standard applies to subsidiaries without public accountability whose parent prepares consolidated financial statements in accordance with IFRS. The new IFRS 19 eliminates the disclosures required by other standards and introduces a new list instead.

The standard will be effective for annual periods beginning on or after January 1, 2027;

AMENDMENTS TO IFRS 19 "SUBSIDIARIES WITHOUT PUBLIC ACCOUNTABILITY: DISCLOSURES"

IFRS 19 allows subsidiaries without public accountability to apply IFRS with limited disclosure requirements. It reduces disclosure requirements for other standards and amendments to standards issued before February 2021. The newly issued amendments to IFRS 19 enable subsidiaries to reduce disclosure requirements for standards and amendments issued between February 2021 and May 2024, specifically: IFRS 18, amendments to IAS 7 and IFRS 7, amendments to IAS 12, amendments to IAS 21, and amendments to IFRS 9 and IFRS 7. As a result of these amendments, IFRS 19 reflects the amendments to IFRS standards effective until January 1, 2027, the date from which IFRS 19 will become applicable.

The amendments are effective for annual periods beginning on or after January 1, 2027.

AMENDMENTS TO IAS 21 "THE EFFECTS OF CHANGES IN FOREIGN EXCHANGE RATES"

The amendments to IAS 21 clarify the principles for currency translation in certain situations. When an entity translates data from the functional currency of a non-hyperinflationary economy to the presentation currency of a hyperinflationary economy, it uses the closing rate from the date of the most recent statement of financial position, including comparative data. However, if the presentation currency ceases to be the currency of a hyperinflationary economy, and the functional currency remains the currency of a non-hyperinflationary economy, the entity applies the current requirements of IAS 21 prospectively, without restating the comparative data. Additionally, it is specified that an entity whose functional and presentation currencies belong to a hyperinflationary economy should apply the general price index in accordance with IAS 29 when restating the comparative data of a foreign entity operating in a non-hyperinflationary economy. The amendments also introduce additional disclosure requirements related to the above amendments.

The amendments are effective for annual periods beginning on or after January 1, 2027.

The Group is currently analysing the impact of the above-mentioned standards, interpretations, and amendments to standards.

8. NOTY UZUPEŁNIAJĄCE DO SPRAWOZDAŃ FINANSOWYCH

NOTE 1 OPERATING SEGMENTS BY TYPE OF ACTIVITIES AND GEOGRAPHICAL BREAKDOWN

The Group specializes in the design and retail sale of branded men's and women's clothing positioned in the middle and upper segment of the market, as well as luxury jewellery and watches. Currently, it is building sales based on the brands Vistula, Bytom, Wólczanka, W.KRUK (through a subsidiary), Lilou (through subsidiaries) and Deni Cler (through a subsidiary).

The Group runs two business segments: apparel and jewellery. These segments are the basis for preparing the Group's reports.

The Group's primary segments:

– Retail and wholesale of apparel

– Retail and wholesale of jewellery and watches.

The diagram below shows the breakdown of the Group's activities by business segments:

APPAREL
Retail and wholesale revenues

Suits	Accesso-ries	Jackets	Shirts	Trousers

JEWELLERY
Retail and wholesale revenues

Jewellery	Watches	Gifts

BRANDS IN THE APPAREL SEGMENT:

VISTULA BRAND:

Vistula is a brand with a long tradition, present on the Polish market since 1967. Its designs combine timeless styles, patterns, and cuts with current fashion trends, giving classic clothing a modern character. Vistula offers a wide selection of suits, jackets, trousers, shirts, and other complementary accessories.

The brand's wide range meets the needs of men, offering timeless wardrobe staples that can be easily created for various occasions.

In 2021, a women's line was launched. The collections are dedicated to women who value quality, comfort, and a timeless character. The offering includes both formal items such as suits, jackets, and shirts, as well as casual items such as jeans, sweaters, and T-shirts.

BYTOM BRAND:

BYTOM is a Polish brand with a history beginning in 1945, where tradition meets the modern vision of tailoring and men's fashion. Based on over several decades of heritage, the brand offers men's fashion collections, in which a special place is occupied by suits made of noble Italian fabrics, sewn in Polish sewing facilities.

BYTOM is not only the art of tailoring. The brand refers to the Polish cultural heritage by creating limited collections inspired by the work of outstanding personalities, inviting people who have a significant impact on the development of Polish culture and art to cooperate.

WÓLCZANKA BRAND:

It is a brand that has been existing since 1948. Wólczanka has been sewing shirts for generations. Years of experience have made it an expert and allowed to gain trust of millions of customers, thanks to which it is now successfully expanding its offer to include new products such as trousers, skirts, dresses, jackets, coats, jackets, polo shirts and T-shirts.

The brand's offer includes men's shirts, and from the Autumn/Winter 2014 season also women's shirts, both formal and casual. As an expert in good quality shirts, it expands this range and focuses on creating a fresh, modern brand. Wólczanka is a synonym of the latest trends, beautiful prints, comfortable clothes for women and men - and above all, an image showing the joy of life and the ability to make fashion choices, close to one's needs.

DENI CLER MILANO BRAND:

DENI CLER MILANO

Since its establishment in 1971 in Mantua, Italy, Deni Cler Milano has been dressing women aware of their femininity, value and strength. In 1991, the brand appeared on the Polish market, introducing a new quality in women's fashion. To this day, it remains synonymous with elegance and refined taste, while being in line with current global trends.
Collections signed with the Deni Cler Milano logo are made of Italian fabrics. The materials used to produce clothes are primarily wool, cashmere and silk. The brand's assortment includes mainly: coats, dresses, jackets, trousers, skirts, blouses.

BRANDS IN THE JEWELLERY SEGMENT:

W.KRUK 1840

W.KRUK is the oldest jewellery brand in Poland, with a 185-year tradition. W.KRUK's offerings include gold and platinum jewellery, particularly those with diamonds and precious stones. W.KRUK also creates the highest quality collections made of silver and other precious metals. The brand offers numerous original jewellery lines with a unique character. The distinctive style of W.KRUK products is the result of the work of its designers, projects inspired by its ambassadors (including Martyna Wojciechowska's Freedom collection and PEŁNIA Nosowska x W.KRUK), and an expert and innovative approach to jewellery. Some of the image collections presented annually are made in the brand's Manufaktura near Poznań, one of the few in Europe still using traditional manufacturing techniques. In W.KRUK's workshops, handcrafted craftsmanship is combined with cutting-edge technologies. In 2019, W.KRUK was the first in Poland to introduce jewellery featuring a new category of lab-created diamonds to its chain of stores, marketed under the brand name New Diamond by W.KRUK. These diamonds have identical parameters to diamonds mined using traditional methods and are classified according to the same parameters, using the same expert evaluation standards. W.KRUK is expanding its offerings of both luxury and fashion jewellery. Since 2016, the brand's assortment has been complemented by a selection of W.KRUK accessories, such as leather bags and accessories, silk scarves, sunglasses, and perfumes.

Lilou

Lilou is a jewellery brand based on the concept of personalization and an individual approach to the customer. Founded in 2008 by Magdalena Mousson-Lestang, the brand has since its inception revolved around the idea of jewellery that conveys personal emotions and meaning. Lilou positions itself as a brand combining original design, high-quality craftsmanship, and a modern approach to customer service. It operates a network of boutiques across Poland, each with its own atelier, where engravings and jewelry compositions are created according to customer requests. Lilou also has a dynamically developing on-line store.

The brand's DNA is based on the idea of personalization through engraving and the creation of unique compositions with personal meaning. This allows the jewelry not to follow passing trends but to build a lasting, emotional bond with the wearer, becoming a personal talisman. One of the brand's key values is authenticity. All designs are created in its own design studio and are legally protected.

Lilou's consistent aesthetic is based on subtlety, symbolism, and timelessness, building a strong and recognizable identity. Social involvement is a key element of the brand's philosophy. Since its inception, Lilou has supported charitable initiatives through dedicated collections, treating social responsibility as a natural extension of customer relationships and its values. Thanks to its consistent vision, distinct DNA, and focus on the quality of the customer experience, Lilou is now a leader in the personalized jewellery segment in Poland.

WATCHES AND EXTERNAL BRANDS

W. KRUK offers watches from the most prestigious brands, such as Rolex, Patek Philippe, Cartier, Chopard, Bulgari, IWC Schaffhausen, Hublot, Jaeger Le Coutre, Panerai, Zenith, Franck Muller, Omega, Tudor, Grand Seiko Tag Heuer, Longines, Norqain, Maurice Lacroix, Rado, Frederique Constant, Epos, Certina, Tissot, Aviator, Atlantic, Garmin, Seiko, Citizen, Orient, G-Shock, Timex, as well as fashion brands such as Gucci, Fossil, Herbelin, Tommy Hilfiger, Guess, Hugo Boss, and others. The watches from renowned brands sold in W.KRUK stores hold a strong position in the Polish market, and their sales value is steadily increasing. In addition to its own signature and classic jewellery collections, W.KRUK also boasts a portfolio of products from prestigious jewellery manufacturers from around the world (external brands).

W.KRUK selects brands with which it shares a long-standing legacy, a renowned reputation, and jewellery designed and crafted by talented designers and master goldsmiths. This combines designs by distinguished jewellers from around the world with the diamond collections of Poland's oldest jewellery brand to create a unique selection of the most precious jewellery. In select stores, W.KRUK offers pieces from brands such as Chopard, Pomellato, Pasquale Bruni, Marco Bicego, Recarlo, Nanis, Gucci, and Hulchi Belluni.

The majority of the Group's sales are generated in the Polish market. Some sales involve the shipment of Group goods abroad, and since November 2023, sales have been made in W.KRUK brand stores in Hungary.

Revenue by geographic segment for the period from January 1, 2026, to March 31, 2026, and for the comparable period, is presented in the table below.

Revenues from various markets in terms of geographic location (PLN thousand)	1 Q 2026 from 01-01-2026 to 31-03-2026	1 Q 2025 from 01-01-2025 to 31-03-2025
Poland	351,599	291,450
EURO zone	73	160
US$ zone	-72	0
GBP zone	3	0
HUF zone	4,870	2,029
RON zone	2	0
AUD zone	1	0
CAD zone	1	0
CZK zone	1	0
NOK zone	2	0
SEK zone	1	0
Total	**356,482**	**293,639**

Other financial data relating to the segments are included in the Management Board's commentary.

PRODUCTION ACTIVITY:

Within the apparel segment of VRG S.A. cooperates with proven independent producers who guarantee the highest level of sewing and packaging services and offer competitive prices.

The Group's own production activities in the jewellery segment are carried out in the Issuer's subsidiary–W.KRUK S.A. –in the jewellery factory in Komorniki near Poznań. Our own production covers selected product lines, while most of the offer is produced in cooperation with proven external production partners, guaranteeing the highest quality of workmanship.

NOTE 2 SEASONALITY AND CYCLICALITY OF ACTIVITIES

Retail trade in both the fashion and jewellery sectors is characterized by significant seasonality of sales. For the clothing market, the most favourable period from the point of view of the generated financial result is the period of Q2 and Q4, while for the jewellery industry it is the period of Q4 (especially the month of December).

NOTE 3 OTHER OPERATING INCOME

Other operating income (PLN thousand)	1 Q 2026 from 01-01-2026 to 31-03-2026	1 Q 2025 from 01-01-2025 to 31-03-2025
Gain on sale of non-financial fixed assets	0	0
Other operating revenues including:	2,710	1,025
due to the release of write-downs on goods/materials	*1,399*	*584*
due to liquidation of agreements in line with IFRS16	*0*	*303*

Total	**2,710**	**1,025**

NOTE 3A OTHER OPERATING COSTS

Other operating costs (PLN thousand)	1 Q 2026 from 01-01-2026 to 31-03-2026	1 Q 2025 from 01-01-2025 to 31-03-2025
Loss on sale of non-financial assets	54	365
Goods write-offs	34	0
Donations	1,348	401
Costs of liquidation of assets	748	982
Other operating costs, including:	813	431
liquidation costs	*0*	*61*
severance pay	*117*	*71*
inventory shortages	*86*	*61*
Total	**2,997**	**2,179**

NOTE 4 FINANCIAL INCOME

Financial costs (PLN thousand)	1 Q 2026 from 01-01-2026 to 31-03-2026	1 Q 2025 from 01-01-2025 to 31-03-2025
Interest on bank deposits	222	7
Bank loans valuation in amortised cost	100	0
FX gains	117	9,553
incl. leases of retail and office floorspace	*0*	*5,992*
Forward transactions valuation	223	3
Other	2	1
Total	**664**	**9,564**

NOTE 4A FINANCIAL COSTS

Financial costs (PLN thousand)	1 Q 2026 from 01-01-2026 to 31-03-2026	1 Q 2025 from 01-01-2025 to 31-03-2025
Interest on overdrafts and bank loans	1,979	1,764
Interest on factoring	143	141
Interest on finance lease liabilities	74	57
Interest on leases of retail and office floorspace	3,393	2,897
Fees on bank loans and guarantees	357	323
FX losses	6,912	26
incl. leases of retail and office floorspace	*4,898*	*0*
Valuation of forward transactions	0	3
Other	15	12
Total	**12,873**	**5,223**

NOTE 5 INCOME TAX

Continued operations (PLN thousand)	1 Q 2026 from 01-01-2026 to 31-03-2026	1 Q 2025 from 01-01-2025 to 31-03-2025
Income tax:	**2,041**	**2,021**
Current income tax	4,046	935
Deferred income tax (note 6)	-2,005	1,086

Current income tax (PLN thousand)	1 Q 2026 from 01-01-2026 to 31-03-2026	1 Q 2025 from 01-01-2025 to 31-03-2025
Pre-tax profit (loss)	**1,887**	**8 038**
Difference between pre-tax profit (loss) and tax base	11,673	-5 265
- the difference between pre-tax profit and taxable income resulting from non-deductible expenses according to tax regulations and income which is not revenue according to tax regulations and additional income and tax expenses	13,748	-4 864
- other differences (including retained losses)	-2,075	-401
Income	**21 263**	**4 920**
Loss	**-7 703**	**-2 147**
Income/loss	**13 560**	**2 773**
Income tax base	21 263	4 920
Income tax at the applicable rate of 19%	4 040	935
Income tax adjustments for prior periods	0	0
Minimal tax	6	0
Current income tax	**4 046**	**935**

Income tax at effective interest rate (PLN thousand)	1 Q 2026 from 01-01-2026 to 31-03-2026	1 Q 2025 from 01-01-2025 to 31-03-2025
Profit (loss) before tax	**1,887**	**8,038**
Income tax at a rate of 19%	359	1,527
Effect of tax recognition:	**2,313**	**-1,193**
(+) Costs not constituting tax deductible costs	3,386	1,427
(-) Income which is not revenue according to tax regulations	717	2,439
(-) Non-balance sheet taxable expenses	160	276
(+) Non-balance sheet tax revenue	-196	95
• Revaluation of deferred tax assets (loss)	1,159	470
• Deferred tax	-2,005	1,086
• The effect of differences in tax rates between countries	205	128
• Deferred tax assets adjustments for prior periods	0	0
• Minimal tax	8	0
• Other	2	3
Income tax at effective tax rate	**2,041**	**2,021**
Effective tax rate	*108.16%*	*25.14%*

NOTE 6 DEFERRED TAX ASSET AND LIABILITIES

Balance sheet items (PLN thousand)	Balance sheet 31.03.2026	Balance sheet połączenie 08.01.2026	Profit or loss 31.12.2025	Profit or loss 1 Q 2026 od 01-01-2026 do 31-03-2026	Balance sheet 1 Q 2025 od 01-01-2025 do 31-03-2025
Deferred tax provision	**127**	**0**	**219**	**-92**	**263**
Balance sheet valuation – FX gains	72	0	164	-92	270
Net advances paid	7	0	7	0	0
Leased assets	47	0	47	0	0
Other	1	0	1	0	-7
Recognised on the financial result	**127**	**0**	**219**	**-92**	**263**
Recognised on goodwill	0	0	0	0	0
Deferred tax assets	**20,016**	**527**	**17,570**	**1,912**	**-823**
Accelerated balance sheet depreciation	2,349	0	2,317	32	-27
Post-employment benefits (severance pay)	43	0	43	0	0
Write-offs	2,938	6	3,787	-855	-110
Provisions, salaries and social security	1,799	0	1,905	-106	-152
Remuneration, Social Security not paid	180	105	95	-20	-13
Balance sheet valuation - FX losses	230	0	0	230	-49
Losses deductible from future taxable income	5,873	240	5,035	599	278
Allowance for receivables from customers	200	2	109	89	-46
Interest accrued	69	0	65	4	0
Provision for future liabilities	1,938	150	1,088	700	289
Provision for returns from customers	1,651	24	1,596	31	0
Forward transaction valuation	-42	0	0	-42	0
Loyalty programme valuation	282	0	282	0	0
Lease commitments for commercial premises and office space contracts	2,506	0	1,248	1,259	-993
FX differences from conversion	0	0	0	-9	0
Transferred to financial result	**20,016**	**527**	**17,570**	**1,912**	**-823**
Transferred directly to equity	**0**	**0**	**0**	**0**	**0**
Transferred to financial result - persaldo	**-19,890**	**-527**	**-17,351**	**-2,005**	**1,086**

NOTE 7 CHANGE IN WRITE-DOWNS ON SHORT-TERM RECEIVABLES, INVENTORY AND IMPAIRMENT OF FIXED ASSETS

Write-offs (PLN thousand)	Balance at 01.01.2026	Merger 08.01.2026	Creation	Release/ Usage	Reclassification	Balance at 31.03.2026
Intangibles write-offs	0	0	0	0	0	0
Fixed assets write-offs	345	0	0	0	0	345
Inventory write-offs	19,929	196	34	4,687	0	15,472
Shares write-offs	22	0	0	0	0	22
Receivables write-offs	3,006	32	52	23	0	3,067
Loan receivables write-offs	524	0	0	0	0	524
Total write-offs	**23,826**	**228**	**86**	**4,710**	**0**	**19,430**

In the first quarter of 2026, inventory write-down of PLN 4,687 thousand was reversed: PLN 3,288 thousand was recognized as an adjustment to cost of sales, and PLN 1,399 thousand as other operating income. Reversal of inventory write-downs was related to the sale of goods previously covered by the write-down. At the same time, a write-down of PLN 34 thousand was recognized in other operating expenses.

Write-offs (PLN thousand)	Balance at 01.01.2025	Creation	Release/ Usage	Reclassification	Balance at 31.12.2025
Intangibles write-offs	6	0	6	0	0
Fixed assets write-offs	0	844	499	0	345
Inventory write-offs	12,174	12,201	4,446	0	19,929
Shares write-offs	22	0	0	0	22
Receivables write-offs	3,133	302	429	0	3,006
Loan receivables write-offs	524	0	0	0	524
Total write-offs	**15,859**	**13,347**	**5,380**	**0**	**23,826**

NOTE 8 PROVISIONS

(PLN thousand)	Provision for employee costs	Provision for future liabilities	Provision for work in progress	Returns from customers	Other	Total
Balance at January 1, 2025	**9,249**	**4,765**	**1,126**	**3,426**	**269**	**18,835**
provisions created during the year	5,356	505	915	896	8	7,680
release /usage of provision	-4,362	-533	-696	-682	-195	-6,468
Balance at December, 312025	**10,243**	**4,737**	**1,345**	**3,640**	**82**	**20,047**
shown in short-term liabilities	8,570	4,737	1,345	3,640	82	18,374
shown in long-term liabilities	1,673	0	0	0	0	1,673
Balance at January 1, 2026	**10,243**	**4,737**	**1,345**	**3,640**	**82**	**20,047**
Merger 08.01.2026	680	0	0	284	0	964
provisions created during the year	706	0	0	0	1	707
release /usage of provision	-1,157	0	-142	0	-1	-1,300
Balance at March 31, 2026	**10,472**	**4,737**	**1,203**	**3,924**	**82**	**20,418**
shown in short-term liabilities	8,799	4,737	1,203	3,924	82	18,745
shown in long-term liabilities	1,673	0	0	0	0	1,673

The balance of provisions as at 31.03.2026 consists of:

	Total PLN 20,418 thousand
long-term provision for retirement benefits	PLN 1,673 thousand
short-term provision for retirement benefits	PLN 290 thousand
short-term provision for unused holidays	PLN 6,818 thousand
provision for bonuses	PLN 1,691 thousand
provision for returns	PLN 3,924 thousand
short-term provision for work in progress	PLN 1,203 thousand
provision for future liabilities	PLN 4,737 thousand
other provisions	PLN 82 thousand

NOTE 9 CONDITIONAL ASSETS AND LIABILITIES

(PLN thousand)	stan na 31-03-2026/ koniec kwartału 2026	stan na 31-12-2025/ poprzedniego kwartału 2025
Issued bank guarantees for rentals of store premises	74,839	71,068
Open letters of credit	13,087	19,954
Promissory notes securing leasing liabilities	384	449
Conditional liabilities, total	**88,310**	**91,471**

There are no conditional receivables in the Group.

NOTE 10 INFORMATION ON FINANCIAL INSTRUMENTS

In the reporting period, there was no change in the method of measuring financial instruments at fair value and there was no change in the classification of financial assets.

NOTE 10A FINANCIAL INSTRUMENTS BY CLASS

Balance sheet items measured at amortized cost (PLN thousand)	31.03.2026	31.03.2026	31.12.2025	31.12.2025	31.03.2025	31.03.2025
	Financial assets	Financial liabilities	Financial assets	Financial liabilities	Financial assets	Financial liabilities
Trade and other receivables and current assets	26,637	0	21,621	0	17,995	0
Cash and equivalents	30,228	0	67,412	0	13,039	0
Long-term liabilities due to. bank loans, loans and leases	0	338,054	0	217,921	0	204,430
incl. leases for commercial and office space	*0*	*252,116*	*0*	*216,845*	*0*	*202,714*
Short-term liabilities due to bank loans, loans and leases	0	214,569	0	139,550	0	244,711
incl. leases for commercial and office space	*0*	*118,880*	*0*	*103,535*	*0*	*100,109*
Trade and other liabilities and liabil-ities related to deposit	0	197,540	0	238,926	0	160,970
Total	**56,865**	**750,163**	**89,033**	**596,397**	**31,034**	**610,111**

The above financial assets and liabilities have been measured at amortized cost.

NOTE 10B FINANCIAL INSTRUMENTS – INCOME AND COSTS AND GAINS AND LOSSES FROM IMPAIRMENT

Balance sheet items 1 quarter / 2026 period from 01-01-2026 to 31-03-2026 (PLN thousand)	Interest income	Interest cost	Gains/losses due to amor-tised cost valuation	Gains/losses due to fair value valua-tion	Write-offs created	Write-offs release	FX gains/losse s
Trade and other receivables	2	0	0	0	52	23	91
Cash and equivalents	222	0	0	0	0	0	-77
Forward transactions	0	0	0	223	0	0	0
Liabilities due to. bank loans, loans and leases	0	2,053	0	0	0	0	0
Lease liabilities for commer-cial and office space	0	3,393	0	0	0	0	-4,898

Trade and other liabilities	0	15	0	0	0	0	-1,911
Total	**224**	**5,461**	**0**	**223**	**52**	**23**	**-6,795**

NOTE 11 INFORMATION ON SIGNIFICANT CHANGES IN ESTIMATES

List of major estimates and judgments for individual items of the statement of financial position:

Note	6	Deferred tax assets and liabilities
Note	7	Receivables write-off
Note	7	Inventory write-off
Note	8	Provisions for liabilities
Point	9.6	Tax settlements

9. OTHER EXPLANATORY NOTES

9.1. SIGNIFICANT EVENTS IN THE FIRST QUARTER OF 2026

Market environment

In the first quarter of 2026, the macroeconomic and consumer environment in Poland remained relatively stable and supported the operations of VRG S.A. Group. The Polish economy maintained positive growth dynamics, supported by rising real wages, improving consumer sentiment, and a gradual easing of inflationary pressures. The National Bank of Poland's projections indicated further convergence of inflation towards the National Bank of Poland's target, while private consumption, the main factor supporting the retail market, continued to grow.

According to data from the Central Statistical Office, retail sales at constant prices between January and March 2026 increased by 4.8% year-on-year, with particularly strong growth in the "textiles, clothing, and footwear" category. This segment remained one of the leaders in retail sales growth in Poland, supported by improved real consumer incomes and the continuing importance of digital channels. The high share of online sales in the clothing segment also remained, confirming the further development of the omnichannel model and changing consumer purchasing behaviour.

Increased volatility in raw material prices and exchange rates, which impacted import costs, continued, particularly in the apparel and luxury goods segments. Despite the gradual stabilization of global supply chains, retail companies continued to take measures to increase purchasing flexibility and diversify supply sources. At the same time, cost pressures resulting from rising wages and rental costs in key retail locations, coupled with intense price competition in retail, persisted.

The premium and elegant apparel segment saw a gradual recovery in demand after the period of high inflation in previous years. However, consumers remained sensitive to price levels and the intensity of promotional activities, resulting in persistently intense market competition. At the same time, improving household incomes supported sales of branded and premium products. The industry continued to pursue the trend of optimizing operating costs, increasing sales efficiency, and further developing e-commerce channels. As a result, pressure continued on marketing and promotional activities to support sales in both brick-and-mortar and online channels. The growing importance of premium casual collections, more versatile formal products, and offerings targeted at customers expecting a combination of premium quality, functionality, and ease of use also continued.

In the jewellery and watches segment, the Polish market maintained positive growth dynamics, supported by a growing number of affluent consumers and sustained demand for luxury and premium products. According to KPMG analyses, Poland remained one of the relatively more resilient luxury goods markets in the Central and Eastern European region, despite the observed slowdown in some foreign markets. The Polish luxury goods market maintained positive growth dynamics despite the visible global slowdown in the luxury goods industry. Growth was supported by a growing number of affluent consumers and the continuing propensity of premium segment customers to purchase luxury and aspirational goods. In the jewelry and watches industry, the growing importance of purchases related to personal occasions, investment products, and brands offering high recognition and prestige continued.

Conclusion of promised agreements regarding the acquisition project of group of Lilou companies

On January 8, 2026, a subsidiary of VRG S.A., W.KRUK S.A., with its registered office in Cracow ("W.KRUK"), and its subsidiary, WK SPV 1 Sp. z o.o., with its registered office in Cracow ("WK SPV"), signed promised agreements with MYVOG Fundacja Rodzinna, with its registered office in Warsaw, Retail sp. z o.o., with its registered office in Warsaw, Online Shop sp. z o.o., with its registered office in Warsaw, and Santa Catalina sp. z o.o., with its registered office in Warsaw, in execution of the transaction documentation regarding the acquisition of group of Lilou companies, as notified by VRG S.A. informed in Current Report No. 18/2025 dated July 8, 2025 and Current Report No. 24/2025 dated August 13, 2025, i.e. in the execution of the preliminary conditional agreement concluded on July 8, 2025 concerning the acquisition by W.KRUK and WK SPV of shares and rights and obligations of partners of partnerships in the following entities: Lilou Sp. z o.o., Bellver WK SPV 1 Sp. z o.o. Sp. Kom. (previously named Bellver MYVOG Fundacja Rodzinna Sp. Kom.), Lilou Online Shop WK SPV 1 Sp. z o.o. Sp. Kom. (previously named Lilou Online Shop Sp. z o.o. Sp. Kom.), Lilou Retail WK SPV 1 Sp. z o.o. Sp. (previously named Lilou Retail Sp. z o.o. Sp. kom.) and Logistics WK SPV 1 Sp. z o.o. Sp. kom. (previously named Logistics Retail Sp. z o.o. Sp. kom.). The amount due for the shares and rights and obligations of the partnerships comprising the Lilou Group amounted to PLN 116,332 thousand on the closing date and will be subject to adjustment resulting from the final recalculation of net working capital and net debt after the closing of the transaction. A so-called earn-out was also agreed in the transaction, contingent on the future results of the Lilou Group, providing for the obligation to pay MYVOG Family Foundation an amount of no more than PLN 30,000 thousand. The transaction implements the Company's Capital Group's development vision through acquisitions of brands complementary to the Company's Capital Group portfolio. The transaction is co-financed with funds from the loan agreement concluded by VRG S.A. informed in current report No. 22/2025 of July 23, 2025.

Commercial offer - Apparel segment

In 2026, Vistula is focusing on developing a coherent, four-season collection structure, encompassing both men's and women's lines.

The men's collection is centered around modern formal wear, complemented by an extensive smart casual offering. The base colour palette includes navy blue, grey, black, white, and blue, while seasonal selections feature trend colours such as beige, brown, green, olive, burgundy, and touches of orange. The suit category features both versatile styles and products designed for special occasions – celebratory collections introduced twice a year. The smart casual segment is based on a modular approach to wardrobe, encompassing chinos, less formal shirts, comfortable jackets, and knitwear.

The Spring/Summer season is enhanced by a wide selection of linen products (suits, jackets, trousers, shirts) and lightweight knits such as polo shirts and T-shirts.

The Vistula Summer collection is designed with maximum comfort in mind on hot days. Made of linen and light, airy fabrics, it is perfect for a business lunch, an outdoor wedding, or a weekend getaway to a resort. The collection includes jackets, trousers, shirts, dresses, and lightweight knits, combining simplicity with refined details. Earthy colours and the foundations of elegance - white, brown, and the natural shade of linen - dominate, making it easy to create cohesive looks. The use of natural materials guarantees not only a stylish look but, above all, comfort.

A key element of the offering remains the Vistula Fine Tailoring capsule line—a formal collection based on the highest quality materials, classic colours, and a semi-traditional half-canvas construction.

The Vistula Fine Tailoring capsule line remains a key element of the offering – a formal collection based on the highest quality materials, classic colours, and semi-traditional (half-canvas) construction.

The Vistula women's collection is developed based on similar principles – combining year-round offerings with a more seasonal and fashion-forward focus. Women's suits remain a key category, serving as the starting point for the collection. The colour palette includes classic shades (navy blue, grey, black), complemented by seasonal colours such as beige, brown, green, olive, pink, and red. A key development direction is expanding the size range and diversifying silhouettes and fit levels. The range of dresses and blouses expands season by season, both in terms of style and colour. The Spring and Summer season sees the development of a more casual offering, based on linen and less formal models distinguished by modern styling and vibrant colours. As with the men's collection, each season sees the introduction of models designed for special occasions.

Vistula's offerings for both lines are complemented by the consistently developed accessories and accessories category.

Capsule collections and special projects, which build the brand's image, also remain an important direction – for example, the Traveller collection, which Vistula prepared in collaboration with LOT Polish Airlines. This unique collection redefines a contemporary approach to elegance while traveling. It was created for those who live on the road and demand impeccable looks from their wardrobe, without compromising on comfort. The "Well travelled. Well dressed." promotional campaign tells the story of style that naturally accompanies every stage of the day – from the airport, through the flight, to the scheduled meeting. The collection includes women's and men's sets and functional travel accessories that meet the challenges of long hours of travel. Key elements are lightweight, comfortable cuts and refined details, which give elegance a new dimension: confident, natural, and ready for action. It's worth noting that the fabrics used are highly crease-resistant and adapt to the body's movements. In addition, lightweight structures and modern fibers ensure freshness throughout the day.

The Bytom 2026 collection is being developed in the spirit of modern heritage, understood as combining traditional tailoring techniques with modern material solutions and creating a product with a cross-seasonal character. The collection's structure is hierarchical – tailoring is its core, while other categories contribute to the stylistic and functional context. Suits, sets, and jackets define the aesthetic axis, while casual trousers and jackets develop the idea of wardrobe modularity. Knitwear, polo shirts, and T-shirts serve as a bridge between formality and everyday life, and accessories are an integral element of the collection's structure.

Collection development is based on the concept of "wardrobe building," which means building a long-term, cohesive wardrobe instead of short-lived seasonal offerings. Colour is treated as a collection-building tool – equal in importance to cut and fabric.

Bytom's Spring/Summer 2026 collection is a cohesive concept of timeless elegance, rooted in the finest tailoring traditions, enhanced by a light form and modern dynamism. The collection boasts exceptional quality materials, a variety of cuts, and a subdued colour palette: deep browns, greens, burgundy, and various shades of blue. Glen checks, refined smooth fabrics, and deliberately crafted monochromatic combinations emphasize the silhouette and masterful tailoring, lending the entire collection a consistent, elegant character that builds the brand's identity. Formal linen pieces are a key element of the summer collection. The natural, refined fabric, combined with a lightweight construction on a half-lined back in an expanded colour range, allows for a diverse formal wardrobe.

In 2026, the Bytom brand continues to implement a strategy based on the communication platform "Let's Celebrate Important Moments Together," integrating image and product initiatives. Its core is building an emotional connection with the consumer through values such as relationships, closeness, and intergenerational connection. Brand ambassador Marcin Dorociński plays a key role, ensuring consistency and credibility of the message. The strategy is based on a balance between emotional storytelling and product communication rooted in quality and craftsmanship. The brand consistently builds its presence in important moments of customers' lives, developing the narrative towards more in-depth and long-term relationships. Product communication is linked to seasonality, while maintaining a consistent premium positioning. During the Spring/Summer season, the lightness and naturalness of materials are emphasized.

In 2026, the Wólczanka brand is consistently pursuing its vision of building and scaling its position as a category leader and expert in the premium shirt segment, as part of its "Ideal Shirt" communication platform. The brand's collections focus on quality, construction, detail, and fit. The brand's aesthetic remains clean and contemporary, yet firmly rooted in classic styles. The colour palette is based on white, blue, navy, and grey, complemented by seasonal accents. The product range is clearly structured – shirts remain the dominant category, supported by basic knitwear (T-shirts, polo shirts, sweaters) and formal accessories. The brand's key goal is to create functional shirts – easy-care, comfortable, and responsive to the needs of modern users, including business clients and frequent travellers. Design inspiration comes from both classic styles and observations of changing lifestyles. Wólczanka's offerings are a component and complement to the various images created by lifestyle brands operating on the market.

Wólczanka kicked off the Spring/Summer 2026 season with a communication campaign for formal white shirts – a capsule created with formal occasions in mind – both business and personal. The first quarter of 2026 saw the premiere of the first instalment of the "Perfect Shirt" campaign, launched in the urban setting of Barcelona. The campaign showcased a collection of formal and casual shirts in the vibrant cityscape. The "Perfect Shirt" campaign is a story of timeless elegance, quality, and style, centered on the perfect shirt. The goal of the first instalment is to demonstrate that a shirt is no longer just a piece of clothing, but a statement of class, attention to detail, and self-confidence in professional life. The communication emphasis is on quality craftsmanship, attention to detail, and the shirt's flawless appearance in every situation. The centerpiece of the campaign is white – a timeless classic, whose universal appeal makes a white shirt an excellent choice for formal events, business meetings, and special family celebrations.

In its product communication, Wólczanka focused on the seasonality of its products, while aligning it with its quality and technology communication platform. The communication emphasized the properties of fabrics such as cotton, viscose with a satin weave, and mercerized cotton. It also highlighted the newest additions to the season – Sweat-Free technology and increased stain resistance in men's formal shirts. Marketing activities focused on emphasizing the highest quality of its products – both in terms of materials and the implementation of modern fabric finishing technologies, thanks to which the brand's core product range delivers real value and meets customer expectations. In the first quarter of 2026, a key element of its communication was the embroidery personalization service, which complements the individual approach to customer needs, especially in the context of shirts for special occasions such as proms and weddings.

As a premium brand with Italian roots, Deni Cler Milano develops collections based on a strong design heritage and current European fashion trends. Each year, two comprehensive seasonal collections are created, covering the full spectrum of products – from outerwear, through extensive suits and jackets, to dresses and accessories.

The foundation of the collection remains Italian aesthetics – refined form, high-quality materials, and attention to detail. A key premise is the collection's complete stylistic and colour consistency, as well as high compatibility between products, allowing for seamless mix-and-match styling. At the same time, the brand responds to changing market needs, shifting its focus toward more comfortable, less formal fashion.

For the Spring/Summer 2026 season, Deni Cler celebrates its exceptional 55th anniversary, combining Italian heritage with a new energy of colour and a contemporary take on femininity. This collection represents both a return to its roots and a clear step into the future – a manifesto for a brand that has accompanied women in their daily stories for over half a century. The Spring/Summer 2026 collection is a story inspired by the places that shaped the brand's identity (Milan, Lake Como, Rome). It's a symbolic journey through Italian style culture, which translates into a contemporary wardrobe – versatile, timeless, and full of character. Timelessness in a modern interpretation.

The collection is based on timeless pieces – forms and constructions that remain relevant despite changing trends. Classic wardrobe staples are juxtaposed with more streamlined pieces, creating a space for creating a variety of looks – from everyday to special occasions. Soft volumes and relaxed silhouettes dominate. Flowing cuts, ultra-light fabrics, delicate draping, and subtle construction create a sense of lightness while maintaining a distinct form.

Retail offer – Jewellery segment

The W.KRUK jewellery and accessories collections planned for 2026 will continue to represent the diverse and original character of W.KRUK's offerings. The brand is consistently developing its bestselling Flowers of the Night line, which was joined in 2026 by cherry blossoms and blueberries. Once again combining jewellery tradition and modernity, the collection utilizes hand-painted enamel and a new technology – e-coating. As an expert in diamond jewellery, W.KRUK will present new products in this area, also developing jewellery decorated with laboratory-grown diamonds. New items featuring man-made diamonds will be presented at the turn of 2025/2026 in the Nuova collection and for the 2026 Valentine's Day season in the *Czułość* („Tenderness") collection. As every year, in 2026 W.KRUK has planned the premiere of its flagship project – the Ambassador Collection. Customers can expect new, unique designs and jewellery accessories in the unique style characteristic of the collection's co-creator. W.KRUK creates inclusive jewellery, and such new products will be available in 2026. Many universal, modern styles will be introduced, as well as new items designed for men. In addition to its core product line, the brand will expand its mono-earring offerings. W.KRUK will surprise not only with its extensive product range but also with the use of diverse precious metals, manufacturing techniques, and decorations. Within its original jewellery and accessories lines, W.KRUK will introduce new items inspired by folk motifs, in line with global trends, connecting with its roots and local identity. In the second half of the year, W.KRUK will celebrate the sentiment of tradition, reinterpreting it in a modern, jewellery-inspired style. Reclaimed precious metals used in production will emphasize the sustainable nature of the jewellery, while handcrafted details will emphasize the value of craftsmanship and the handmade spirit. The "Pełnia Nosowska x W.Kruk" collection was awarded in the Fashion Excellence 2025 plebiscite of the "Twój Styl" magazine in the ambassador collection category, which confirms the high rating of the company's product range and creative activities.

In the first quarter of 2026, the W.KRUK brand introduced and developed key jewellery collections. These activities included a new version of the Flowers of the Night collection, featuring jewellery inspired by nature and enriched with complementary accessories (including silk scarves and jewellery boxes), and the expansion of the *Czułość* ("Tenderness") collection for Valentine's Day, including the development of jewellery with lab-grown diamonds. The first quarter of 2026 also saw the introduction of a special Birthstone gift collection, featuring 12 pendants with natural stones set in 9-karat (375) gold.

Sales activities were supported by seasonal sales activities, including the continuation of the winter sale and campaigns related to key shopping periods (Valentine's Day and Women's Day). The offering was complemented by the activity of a younger brand in the W.KRUK portfolio, Picky Pica, which introduced a Valentine's Day "Love Fever" collection. The campaign was implemented in collaboration with the Polish clothing brand She Is Sunday and included social media activities. During the first quarter, extensive communication activities were conducted across all key channels (traditional media, digital, and social media). The campaigns supported sales of new collections, seasonal campaigns, and branding activities. Influencer collaborations and non-standard initiatives were also a significant element, including a promotional campaign with access to the Empik Go app for brick-and-mortar store customers to celebrate Women's Day. W.KRUK became a partner of one of the most prestigious cultural and industry events – the Empik Bestsellers 2025 gala. The brand also continued its involvement in special projects, such as the production of the Silver Apples statuettes for "PANI" magazine, thus emphasizing W.KRUK's role in promoting jewellery craftsmanship.

In the first quarter of 2026, W.KRUK also organized two events dedicated to the Hublot watch brand – one for customers and the other for media representatives. The events aimed to present selected collections and build awareness of W.KRUK's offerings in the premium watch segment, as well as strengthen relationships with customers and the journalistic community.

In the first quarter of 2026, the Lilou brand continued to strategically expand its personalized and symbolic jewelry offerings, combining minimalist design with emotional storytelling. Classic collections such as Amour, Glamour, Planets, Papillon, Soleil, and Cosmos were available, along with new items, including the Reverso collection introduced earlier this year, featuring necklaces, rings, earrings, and cuff bracelets in gold- and silver-plated versions, all available for personalization with engraving. The offerings included jewelry featuring motifs of hearts, stars, planets, butterflies, and protective symbols. The brand expanded its offerings of necklaces, bracelets, earrings, and rings featuring natural stones, pearls, enamel, and cubic zirconia. Personalization remained a key element of the offering, including the ability to engrave initials, dates, and short inscriptions. The products allowed for the creation of individual compositions and were presented as everyday jewelry and talismans with symbolic value. Inspirations from nature and the cosmos were also evident, as were the development of more expressive collections, such as Forza, Snake, and Hero, presented in marketing communications as jewelry with emotional value and symbolic meaning. Lilou also offered men's jewelry, including bracelets, necklaces, and signet rings in gold- and silver-plated versions, often with natural stones or leather elements. The products, with their minimalist, modern design, were aimed at men seeking everyday jewelry with an aspirational character, elegant, subtle, and versatile.

9.2. SIGNIFICANT EVENTS AFTER THE BALANCE SHEET DATE

Motion of the Management Board of VRG S.A. in Cracow to the Annual General Meeting of the Company regarding the distribution of the Company's net profit for the 2025 financial year

On May 18, 2026, VRG S.A. published Current Report No. 6/2026, in which the Management Board of VRG S.A. announced the adoption on May 18, 2026, of a resolution regarding the adoption of the motion of the Management Board of VRG S.A. to the Annual General Meeting of the Company regarding the distribution of the Company's net profit for the 2025 financial year.

The above motion contains a recommendation not to pay a dividend from the 2025 profit and to allocate the net profit reported in the Company's financial statements for the 2025 financial year, amounting to PLN 8,121,062.13, in its entirety, to supplementary capital.

The above recommendation assumes a departure from the dividend policy adopted by the Company's Management Board on May 18, 2022 (the "Dividend Policy") with respect to the distribution of profit for 2025.

The recommendation stems from the need to ensure the Company's financial liquidity and capital necessary for the further development of its operations and the implementation of planned investments, including the development of the clothing and jewellery segments in terms of infrastructure supporting business management processes, as well as the opening of new or renovation of existing retail spaces of the Company's Group brands.

Concurrently, the Company's Management Board is considering requesting the General Meeting of the Company to adopt a resolution on the introduction of a long-term incentive program based on Company shares, addressed to the Company's Management Board, the Management Board of W.KRUK S.A., key management personnel of the Company, and other persons of significant importance to the Company and companies within its capital group.

The Company's Management Board considers that the incentive program referred to above could be implemented by granting eligible persons, with their consent, entitlements in the form of a conditional right to acquire the Company's own shares using the Company's own shares that could be acquired by the Company pursuant to a resolution of the General Meeting.

As of the date of publication of Current Report No. 6/2026 and the date of signing of this report, no decisions regarding the parameters of the incentive program have been made. Any proposed resolutions will be analysed by the Management Board and, if a decision is made to submit them to the General Meeting, they will be published in accordance with applicable law.

The recommendation regarding the distribution of the net profit reported in the Company's financial statements for 2025, referred to above, meets the requirements of Article 395 § 2 item 2) in conjunction with Article 396 of the Code of Commercial Companies.

The Management Board also announces that the Supervisory Board's resolution on the adoption and presentation to the Annual General Meeting of VRG S.A. of a report on the Supervisory Board's assessment of the Management Board's proposal regarding the distribution of the Company's net profit for the 2025 financial year, submitted to a vote at the Supervisory Board meeting on May 18, 2026, did not receive the required majority of votes.

9.3. ISSUANCE, REDEMPTION AND REPAYMENT OF DEBT AND EQUITY SECURITIES

In the first quarter of 2026, the Parent Company did not issue, redeem or repay any equity securities.

9.4. DIVIDENDS PAID AND DECLARED

Dividend Policy at the VRG Capital Group

The Capital Group has a Dividend policy adopted by the Management Board of the Parent Company on May 18, 2022, as follows:

Dividend Policy of VRG S.A. with its registered office in Cracow.

One of the main goals of the Management Board of VRG S.A. with its registered office in Kraków (the "Company") is to share profits with shareholders through the payment of dividends. The Management Board intends to recommend to shareholders the payment of dividends in accordance with this dividend policy.

The Management Board intends to recommend annually to the General Meeting of the Company the payment of a dividend in the range between 20% and 70% of the consolidated net profit resulting from the Company's audited consolidated financial statements, assuming that the net debt/EBITDA ratio at the end of the financial year is less than 2.5.

Before submitting a recommendation to the Company's general meeting, the Company's Management Board will consider the following factors:

– the financial situation of the Company and its capital group,
– investment needs,
– liquidity situation,
– development prospects for the Company's capital group in the given market and macroeconomic situation,
– acquisition plans,
– bank covenants.

Motion of the Management Board of VRG S.A. in Cracow to the Annual General Meeting of the Company regarding the distribution of the Company's net profit for the 2025 financial year

On May 18, 2026, VRG S.A. published Current Report No. 6/2026, in which the Management Board of VRG S.A. announced the adoption on May 18, 2026, of a resolution regarding the adoption of the motion of the Management Board of VRG S.A. to the Annual General Meeting of the Company regarding the distribution of the Company's net profit for the 2025 financial year.

The above motion contains a recommendation not to pay a dividend from the 2025 profit and to allocate the entire net profit reported in the Company's financial statements for the 2025 financial year in the amount of PLN 8,121,062.13 to supplementary capital.

The above recommendation assumes a departure from the dividend policy adopted by the Company's Management Board on May 18, 2022 (the "Dividend Policy") with respect to the distribution of profit for 2025.

The recommendation stems from the need to ensure the Company's financial liquidity and capital necessary for the further development of its operations and the implementation of planned investments, including the development of the clothing and jewelry segments in terms of infrastructure supporting business management processes, as well as the opening of new or renovation of existing retail spaces of brick-and-mortar stores of the Company's Capital Group brands.

Concurrently, the Company's Management Board is considering requesting the General Meeting of the Company to adopt a resolution on the introduction of a long-term incentive program based on Company shares, addressed to the Company's Management Board, the Management Board of W.KRUK S.A., and key management personnel of the Company, as well as other persons of significant importance to the Company and companies within its capital group.

The Company's Management Board considers that the incentive program referred to above could be implemented by granting eligible individuals, with their consent, the right to acquire the Company's own shares using the Company's own shares that could be acquired by the Company pursuant to a resolution of the General Meeting.

As of the date of publication of Current Report No. 6/2026 and the date of signing of this report, no decisions regarding the parameters of the incentive program have been made. Any proposed resolutions will be analysed by the Management Board and – if a decision is made to submit them to the General Meeting – will be published in accordance with applicable law.

The recommendation regarding the distribution of the net profit reported in the Company's financial statements for 2025, referred to above, meets the requirements of Article 395 § 2 item 2) in conjunction with Article 396 of the Commercial Companies Code. At the same time, the Management Board informs that the resolution of the Supervisory Board on the adoption and presentation to the Annual General Meeting of VRG S.A. of the report on the Supervisory Board's assessment of the above-mentioned proposal of the Management Board regarding the distribution of the Company's net profit for the financial year 2025, submitted to a vote at the meeting of the Supervisory Board of the Company on May 18, 2026, did not obtain the required majority of votes.

9.5. PROCEEDINGS PENDING BEFORE COURTS OR PUBLIC ADMINISTRATION AUTHORITIES

There are no proceedings pending before a court, arbitration body or public administration body concerning the Group's liabilities or receivables, the value of which would have a significant impact on the assessment of the Group's situation.

9.6. TAX SETTLEMENTS

The tax regulations in force in Poland are subject to frequent changes, causing significant differences in their interpretation and significant doubts in their application. Tax authorities have control instruments that allow them to verify the tax bases (in most cases during the previous 5 financial years) and to impose penalties and fines. As a result, determining tax liabilities, assets and deferred income tax provisions may require significant judgment, including those concerning transactions that have already occurred, and the amounts presented and disclosed in the financial statements may change in the future as a result of tax authority inspections.

Tax Capital Group:

On November 15, 2024, the Management Board of VRG. S.A. adopted a resolution on: granting consent to the conclusion of the Tax Capital Group Agreement ("TCG"), which included VRG S.A. and the subsidiary W. KRUK S.A.

The VRG Tax Capital Group agreement was concluded on 15.11.2024 with the first tax year starting on 01.01.2025 for a period of 3 years.

In the agreement on the establishment of the Tax Capital Group, VRG S.A. was indicated as the company representing PGK in the scope of obligations arising from the Corporate Income Tax Act and the provisions of the Tax Ordinance.

On 05.12.2024, the Management Board of VRG S.A. received a decision of the Head of the First Mazovian Tax Office in Warsaw on the registration of the agreement on the establishment of VRG Tax Capital Group.

9.7. RELATED PARTY TRANSACTIONS

Related parties to the Group are:

- persons who are members of the key management personnel of the VRG S.A. Capital Group

– entities in which persons classified as key management personnel exercise control or have significant influence, within the meaning of IAS 24.

The Group includes members of the Management Board and Supervisory Board of the Parent Company as key management personnel.

The value of short-term benefits paid to members of the Parent Company's Management Board during the period from January 1, 2026, to March 31, 2026, amounted to PLN 380 thousand.

The value of short-term benefits paid to members of the Parent Company's Supervisory Board during the period from January 1, 2026, to March 31, 2026, amounted to PLN 167 thousand.

In addition, members of the VRG S.A. Supervisory Board who sit on the KRUK S.A. Supervisory Board received PLN 21 thousand in this respect.

Two members of the VRG S.A. Management Board sit on the W.KRUK S.A. Management Board and received PLN 252 thousand in this respect.

ENTITIES AND PERSONS RELATED TO THE COMPANY'S KEY MANAGEMENT PERSONNEL AS OF MARCH 31, 2026, WITH WHOM TRANSACTIONS WERE CONCLUDED DURING THE REPORTING PERIOD

In the first quarter of 2026, the Company entered into transactions with entities over which a member of the Company's key management personnel has significant influence or a significant number of votes, directly or indirectly.

- Colian Sp. z o.o. - purchase of products in the first quarter of 2026 in the amount of PLN 1,400 gross.

9.8. INFORMATION ON GRANTING BY THE ISSUER OR BY A SUBSIDIARY OF A CREDIT OR LOAN OR GUARANTEE GRANTING A TOTAL TO ONE ENTITY OR A SUBSIDIARY OF SUCH ENTITY, IF THE TOTAL VALUE OF THE EXISTING SURETIES OR GUARANTEES IS SIGNIFICANT

In the first quarter of 2026, the Parent Company did not grant any additional guarantees to its subsidiaries other than those described in the annual report, the consolidated annual report for 2025, and in this section.

As of March 31, 2026, the balance of guarantees granted in previous periods by the Parent Company to the subsidiary DCG S.A. for DCG S.A.'s liabilities to Bank PKO BP S.A. arising from loan agreements is as follows:

Multi-purpose credit limit agreement up to PLN 18,000,000.00, concluded by the subsidiary DCG S.A. on June 26, 2015, as amended. One of the security measures for the repayment of DCG S.A.'s liabilities is: the bank under this agreement is guaranteed by the Parent Company up to a maximum amount not exceeding PLN 22,500,000, the guarantee is valid until July 14, 2030.

In connection with the conclusion of the final agreement in the execution of the transaction documentation concerning the acquisition of Lilou group companies and the disbursement of the investment loan, the companies acquired as part of the acquisition project, i.e. LILOU Sp. z o.o., BELLVER WK SPV 1 Sp. z o.o. Sp. kom., Lilou Online Shop WK SPV 1 Sp. z o.o. Sp. kom., Lilou Retail WK SPV 1 Sp. z o.o. Sp. kom., Logistics Retail WK SPV 1 Sp. z o.o. Sp. kom., granted a guarantee to W.KRUK S.A. and WK SPV 1 Sp. z o.o. under the investment loan agreement up to PLN 180,000,000.00 each; the guarantee is valid until July 23, 2035.

9.9. INFORMATION ON SIGNIFICANT PURCHASE AND SALE TRANSACTIONS OF PROPERTY, FIXED AND FIXED ASSETS

The total amount of capital expenditure in the consolidated statement of financial flows shown in the reporting period amounted to PLN 14,719 thousand.

No significant sales transactions.

9.10. INFORMATION ON SIGNIFICANT PURCHASE OF FIXED ASSETS

Not applicable.

9.11. INDICATION OF FACTORS WHICH, IN THE ISSUER'S OPINION, WILL HAVE AN IMPACT ON THE RESULTS ACHIEVED BY THE CAPITAL GROUP IN THE PERSPECTIVE OF AT LEAST THE NEXT QUARTER

Below is a summary of the most important factors that may impact the Group's results and economic and financial situation. The factors listed below may have a significant impact on the Group's development prospects, results, and financial situation.

The following factors may have a negative impact on the Group's financial results over the next few quarters:

- Ongoing geopolitical tensions in the Middle East are impacting global supply chains, particularly through disruptions in maritime transport and increased freight costs. Additionally, this situation may cause fluctuations in energy commodity prices and exchange rates.
- Further increases in precious metal prices.
- Inflation and price increases.
- Reduced consumption.
- Armed conflict in Ukraine.
- Depreciation of the Polish złoty against the US dollar, euro, and Swiss franc.
- Economic and social situation in Poland.
- Changes in customs policies in leading global economies.

The Group's financial results over the next few quarters may be positively impacted by:

- Expanding the Group's offerings and improving the offerings in key product categories.
- New, proprietary jewellery collections that have met customer tastes.
- Impact of implemented sales support projects (marketing automation and CRM; one-basket; AI-based replenishment and allocation model).
- Increased marketing expenditures and an improved marketing mix.
- Improved cost efficiency of the sales network and headquarters.
- Development of the online channel in the apparel and jewellery segments.
- Expansion of the jewellery segment's floorspace.
- Appreciation of the PLN against the USD, EUR, and CHF.
- Acquisition of the Lilou group of companies.

9.12. OTHER INFORMATION THAT IS RELEVANT FOR THE ASSESSMENT OF THE SITUATION OF THE VRG S.A. CAPITAL GROUP

The risk management process is implemented based on the VRG Capital Group's Risk Management Policy. It supports the implementation of the Group's strategy and aims to ensure an appropriate level of security in business operations and financial reporting. The Capital Group strives to identify and manage risks related to the Group's operations at an early stage. The risk management process and methods are appropriate to the scale of the Group's operations and tailored to the level of risk. The risk management process is systematic and subject to improvement – it is adapted to new risk factors and sources, as well as the changing legal and economic environment. Risk management methods are periodically reviewed.

The Management Board is responsible for effective risk management. The Audit Committee, a permanent collegial body of the Supervisory Board, exercises ongoing oversight of the Management Board's risk management activities.

Below is a summary of the most important risk factors that may impact the Group's results and economic and financial position. The factors listed below may have a significant negative impact on the Group's development prospects, results, and financial position.

Risk	Risk management
Strategic risks	
Risk related to the macroeconomic and geopolitical situation	Risk related to the lack of a flexible response to the dynamically changing, unstable macroeconomic and geopolitical situation. Risk factors include in particular: weak economic growth, increasing unemployment, decline in individual consumption, rising inflation, energy crisis, increase in the minimum wage in Poland, conflicts in Ukraine and in the Middle-East, change in customs policy of countries belonging to the world's leading economies. Risk mitigation mechanisms include: cost optimization; constant monitoring of the economic situation (analysis of the impact of the environment on operations) including ongoing monitoring of situation in the Middle-East, and, on this basis, verification of development directions and goals; withdrawal from high-risk projects.
Incorrect strategy	There is a risk that the objectives have been incorrectly defined and/or the incorrect method of achieving the outlined objectives has been adopted. The Group's assumptions will prove to be inappropriate to changing customer expectations or market conditions. There is a risk that the implementation of tasks will be delayed or that some elements will not be possible to implement or will not produce the expected results. Risk mitigation mechanisms include: ongoing and periodic monitoring by the Management Boards and Supervisory Boards of Group companies of the implementation of assumptions based on indicators and defined goals; based on this monitoring, verification of development directions and goals; acquisition and analysis of market, customer, and competitive data; optimization of store stock levels and inventory levels; implementation of new initiatives; verification of the profitability of the company's own stores – increasing sales per square meter and improving the network's EBIT; support for offline and online traffic and building brand awareness; a multibrand project as an offer for franchisees. Incentive programs for sales advisors; the company's mission in the spirit of slow fashion and market communication; sales development in markets other than Poland; investment in the development of the e-commerce channel; acquisition of the Lilou brand - acquiring a strong and recognizable brand with an established market position, offering a unique product and range that does not compete directly with W.KRUK's offer, with a different price positioning and access to a different, younger target group, with significant potential for further development.
Unsuccessful collection and its suboptimal introduction	VRG operates on a very competitive, changeable and demanding clothing market. An incorrectly planned collection, an unsuccessful collection or its suboptimal introduction may have a significant impact on the Company's financial result. Risk mitigation mechanisms include: monitoring and analysing the latest fashion trends for brand consistency; defining the target audience for each brand; communicating collections externally; diversifying brand identities; monitoring consumer behaviour; adjusting the as-

	sortment plan to budget and sales peaks; sales ranking analysis, customer and store manager feedback, post-season collection reviews, and developing new products based on these analyses; collection pyramid – optimal distribution of core, commercial, and trend products; pricing policy optimization; permanent inventory, ensuring the availability of core products; competitive analysis; updating the buyer and design calendar; diversifying markets and suppliers; regularly updating the offer with new products (seasonal and trend-related).
Suboptimal sales and purchasing budget planning	Risk related to the sales and purchasing budget planning process. Errors in planning can have a key impact on the financial result. Risk mitigation mechanisms include: sales budget (turnover and margin plan); constant monitoring and analysis of results, adapting the plan to the size of the retail space; optimize the resale percentage of your new collection; dedicated team of experts.

Financial risks	
Currency risk	The Group generates revenues mainly in PLN, but incurs significant costs in EUR, US dollars and Swiss francs, which exposes the financial result to exchange rate risk. In periods of weakening of the Polish zloty in relation to the main settlement currencies, the Group incurs higher costs. At the same time, a potentially negative valuation of liabilities in foreign currencies results in a deterioration of the balance sheet structure. An important element of risk is the valuation of accumulated lease liabilities for the rental of commercial premises. Risk mitigation mechanisms include: creating a forecast of currency flows; use of hedging instruments (in the event of negative forecasts regarding future exchange rates); securing the reserve for currency risk at the budget level; purchasing currency as part of negotiated transactions (spot transactions); price management taking into account variable exchange rates; using forecasts regarding future exchange rates; use of reverse factoring in currencies; maintaining active treasury limits in order to conclude futures transactions.
Credit risk	The Group's companies are parties to bank loan agreements. These agreements contain a number of conditions and covenants that the Companies are obliged to implement. If the economic situation deteriorates and demand for the Company's products weakens, the fulfilment of covenants may be at risk, which causes the risk of termination of bank loans by financing banks. Due to the large amount of financing, it may turn out that the Company will not be able to obtain refinancing in a short-time. Risk mitigation mechanisms include: timely settlement of liabilities to banks; monitoring compliance with covenants (including monitoring the valuation of collateral, e.g. trademarks, inventories); providing the financing banks with information on the financial situation on an ongoing basis; external audits of financial statements (annual and semi-annual) confirming the reliability of data.

Liquidity risk	The Group has liabilities under bank loan agreements and trade liabilities. The above liabilities are serviced primarily using current operating cash flows. In the extreme case of a sudden, simultaneous drop in demand and an increase in costs (especially in the event of a deep weakening of the Polish zloty) or a temporary loss of revenues as a result of extraordinary events, the Group may experience difficulties in maintaining financial liquidity. Risk mitigation mechanisms include: developing a budget for a given year, monitoring the cash flow process and managing payment deadlines.

Operating risks	
Cybersecurity risk	Cybersecurity risk is the risk of attack, damage or unauthorized access to an enterprise's data, IT networks, devices and programs. Technical safeguards do not eliminate risk. The human factor may be a weak point leading to risk. Risk mitigation mechanisms include: the process of granting permissions to systems and procedures for managing access to internal systems; continuous system update of technical and anti-virus security; employee training, awareness building, information materials and procedures; external security audits.
Delays in supplies	Risk related to delays in deliveries of finished products, raw materials and accessories. Potential delays may result in loss of sales potential and affect the financial result. Risk mitigation mechanisms include: supply monitoring; verification of logistics operators, cooperation with proven suppliers of goods and transport services; requirements for suppliers of goods and transport services and quality control; if necessary, changing the means of transport or service; insurance; limiting the number of airfreight deliveries through the Middle East and ongoing monitoring of the situation in the Middle East; securing an adequate supply of packaging.

9.13. FACTORS AND EVENTS, INCLUDING UNUSUAL CHARACTER, HAVING A SIGNIFICANT EFFECT ON THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

During the reporting period, the acquisition of Lilou had a significant impact on the financial statements. This transaction is described in Section 6. "Acquisition of Control over Entities." No other events, including unusual ones, were recorded that would have a significant impact on assets, liabilities, equity, net income, or cash flows.

MANAGEMENT'S COMMENTARY TO FINANCIAL INFORMATION IN CONDENSED INTERIM CONSOLIDATED REPORT FOR 1Q26

1. 1Q26 FINANCIAL RESULTS

The consolidated financial results of the VRG Capital Group for the first quarter of 2026 include the results of the parent company, VRG S.A., and the results of its subsidiaries (including W.KRUK S.A., WK 1840 HU Kft., DCG S.A., VG Property Sp. z o.o. w likwidacji (in liquidation), and a group of Lilou companies).

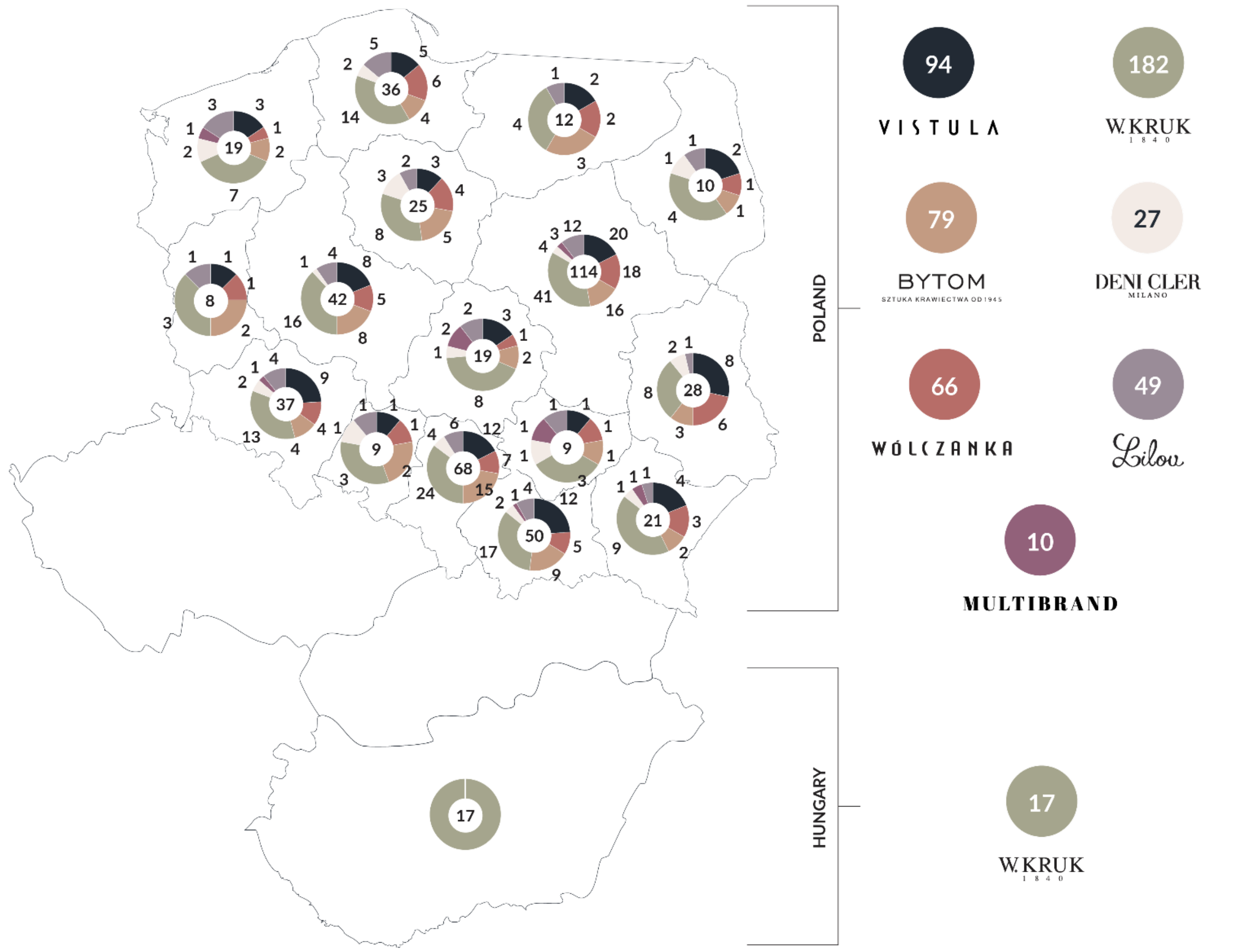
At the end of the first quarter of 2026, compared to the same period in 2025, Group's retail floorspace increased by 7.1%, with the apparel segment decreasing by 4.9% and the jewellery segment increasing by 34.8%.

RETAIL FLOORSPACE (END OF PERIOD):

Retail floorspace (end of period, thousand m2):	31.03.2026	31.03.2025
Apparel segment	32.3	33.9
Jewellery segment	19.8	14.7
Total floorspace	**52.1**	**48.6**

As of the date of this report, the majority of sales are generated through the retail network of brand stores belonging to the Capital Group. As of the date of this report, the Capital Group has a retail network of 524 locations, including franchise stores of the Vistula, Wólczanka, Bytom, Deni Cler, W.KRUK, and Lilou brands. Of the operating stores, the Group owns only one location. The Group uses the remaining locations under medium-/long-term lease agreements, generally concluded for 5 years; a small portion of the agreements are for an indefinite period. Most of the premises are located in modern, large-scale shopping centers.

The figure below shows the location and number of the Capital Group's stores at the end of the first quarter of 2026 by individual brands.



SELECTED FINANCIAL DATA OF VRG GROUP

(PLN thousand)	1 quarter 2026 01-01-2026 to 31-03-2026	1 quarter 2025 01-01-2025 to 31-03-2025	IAS17* 1 quarter 2026 01-01-2026 to 31-03-2026	IAS17* 1 quarter 2025 01-01-2025 to 31-03-2025
Revenues	356,482	293,639	356,482	293,639
EBITDA	52,605	37,855	21,470	8,673
EBIT	14,096	3,697	12,500	1,572
Net result	**-154**	**6,017**	**5,297**	**1,789**

** Key financial items of the Group show the impact of IAS17 as the previous standard*

The difference between the operating result (EBIT) under IAS17 and the operating result according to the applicable standards in 2026 resulted from the fact that the costs of rents under IAS17, recognized in net payment amounts, were higher than the depreciation charges on assets related to the right to use commercial premises, recognized on a straight-line basis over the period of the applicable agreement.

The Capital Group's revenue in the first quarter of 2026 amounted to PLN 356.5 million, which was PLN 62.8 million (21.4%) higher than revenues generated in the same period of the previous year.

Consolidated EBITDA for the first quarter of 2026 amounted to PLN 52.6 million, which was 39.0% higher than in the first quarter of 2025. EBITDA calculated excluding the impact of IFRS 16 amounted to PLN 21.5 million.

In the first quarter of 2026, the Capital Group achieved a net loss of PLN -0.2 million, compared to a net profit of PLN 6.0 million in the first quarter of 2025. Excluding the impact of IFRS 16, the Group realized a profit of PLN 5.3 million (1Q25 profit of PLN 1.8 million).

Increase in the Group's revenues in the first quarter of 2026 was due to the incorporation of the Lilou companies into the Group and increased revenues from other brands.

APPAREL SEGMENT

Apparel segment (PLN thousand)	1 quarter 2026 01-01-2026 to 31-03-2026	1 quarter 2025 01-01-2025 to 31-03-2025	IAS17* 1 quarter 2026 01-01-2026 to 31-03-2026	IAS17* 1 quarter 2025 01-01-2025 to 31-03-2025
Revenues	**141,519**	**129,916**	**141,519**	**129,916**
Cost of sales	55,164	55,729	55,164	55,729
Gross profit on sales	**86,355**	**74,187**	**86,355**	**74,187**
Selling costs	73,377	72,998	74,377	74,067
Administrative expenses	14,190	14,246	14,145	14,432
Other operating income	1,352	796	1,352	675
Other operating costs	2,345	1,482	2,287	1,415
Loss on sale of non-financial assets	269	182	269	182
Profit (loss) from operations	**-2,474**	**-13,925**	**-3,371**	**-15,234**
Financial income / costs	-4,767	2,034	-961	356
Pre-tax profit (loss)	**-7,241**	**-11,891**	**-4,332**	**-14,878**
Income tax	-579	261	-27	-307
Net profit (loss)	**-6,662**	**-12,152**	**-4,306**	**-14,571**

**The table above presents the basic financial positions of the Group, showing the impact of IAS 17 as the previously applicable standard*

REVENUES

Revenues in the apparel segment in the first quarter of 2026 amounted to PLN 141.5 million, representing an increase of PLN 11.6 million (or 8.9%) compared to the same period in 2025.

Revenue increase in the first quarter of 2026 was driven by an expanded offering of formalwear, improved collection structure, a focus on offerings consistent with brand DNA, marketing investments in brand image, improved inventory levels in traditional stores, implementation of more effective incentive programs for customer advisors in traditional stores, and successful investments aimed at improving the efficiency of the on-line channel. The new Spring/Summer collection was well-received by customers, which translated into a higher share of sales year-over-year and positively impacted the first quarter results.

Apparel segment (PLN m)	1 quarter 2026 01-01-2026 to 31-03-2026	1 quarter 2025 01-01-2025 to 31-03-2025
Revenues	**141.5**	**129.9**
Retail sales	139.3	127.4
Processing	1.4	0.9
B2B	0.8	1.6

In 1Q26, the Group recorded the following results in the following retail channels:

VISTULA ↑	BYTOM ↑	WÓLCZANKA ↑	DENI CLER MILANO ↑
PLN 51.6m	PLN 43.8m	PLN 29.4m	PLN 14.5m
(3.3% YoY)	(11.0% YoY)	(20.8% YoY)	(6.3% YoY)

In the first quarter of 2026, growth was observed in both off-line and on-line sales. Off-line sales increased by 7.4% compared to the first quarter of 2025, while on-line sales increased by 14.2% compared to the first quarter of 2025. This increase was due to the positive reception of the new collection and increased demand for it.

Share of on-line sales in the apparel segment's revenue was 30.0% in the first quarter of 2026, compared to 28.7% for on-line sales in the first quarter of 2025.

Increase in off-line sales in the first quarter of 2026 occurred in a smaller sales area year-on-year. Further optimization of the sales network through closing down of unprofitable locations had a positive impact on the apparel segment's results in the first quarter of 2026.

GROSS PROFIT ON SALES

Gross profit on sales in the apparel segment in the first quarter of 2026 amounted to PLN 86.4 million, which was 16.4% higher than in the same period of the previous year. Gross margin amounted to 61.0% in the first quarter of 2026, representing an increase of 3.9 percentage points compared to the same period of 2025. Increase in percentage margin was primarily influenced by an increase in the share of sales of the new collection year-on-year, more favourable terms of purchase of goods, and a reduction in the scale of promotional campaigns.

SELLING COSTS

Selling costs in the first quarter of 2026 amounted to PLN 73.4 million, which was PLN 0.4 million (0.5%) higher than the costs incurred in the same period of 2025. Share of selling costs in revenues in the first quarter of 2026 was 51.8%, compared to 56.2% in the same period of 2025. Increase in selling costs was primarily due to an increase in costs related to image marketing and on-line marketing. Costs were also affected by the optimization of the sales network through the abandonment of unprofitable locations.

GENERAL ADMINISTRATION COSTS

General and administrative expenses in the first quarter of 2026 amounted to PLN 14.2 million and remained at the same level as in the first quarter of 2025. At the same time, share of general and administrative expenses in sales revenues decreased to 10.0%, compared to 11.0% in the same period of 2025.

OPERATING RESULT IN THE APPAREL SEGMENT

In the first quarter of 2026, an operating loss of PLN 2.5 million was incurred, compared to a loss of PLN 14.0 million in the first quarter of 2025 (an improvement of PLN 11.5 million).

Improved operating profitability was the result of higher sales and gross margin year-on-year, which outweighed the increase in costs in this period. Effective cost management and the optimization of the sales network through the elimination of unprofitable locations also contributed to the improved operating profitability in the first quarter of 2026.

Operating profitability of the apparel segment in the first quarter of 2026 was negative at -1.7% (Q1 2025 -10.7%). In previous years, the apparel segment also experienced negative operating profitability in the first quarter, which resulted, among other things, from the clearance nature of this part of the year.

FINANCIAL INCOME AND COSTS

Net financial result in the apparel segment amounted to PLN -4.8 million in the first quarter of 2026, compared to PLN 2.0 million in the same period of 2025. IFRS 16 had an unfavourable impact on net financial result of the apparel segment in the first quarter of 2026 of PLN 3.8 million (Q1 2025: PLN +1.7 million). The balance of exchange rate differences (excluding IFRS 16) was negative and amounted to PLN -0.9 million, compared to PLN 1.7 million in the first quarter of 2025.

Apparel segment (PLN thousand)	1 quarter 2026 01-01-2026 to 31-03-2026	1 quarter 2025 01-01-2025 to 31-03-2025
Financial costs net	-90	-1,318
FX differences net (excl. IFRS 16)	-871	1,674
IFRS 16 impact	-3,806	1,678
'- incl. FX differences	-2,313	*3,055*
'- incl. interest	-1,493	*-1,377*
Financial income/ costs	**-4,767**	**2,034**

NET RESULT IN THE APPAREL SEGMENT

In the apparel segment, the Group reported a net loss of PLN 6.7 million in the first quarter of 2026, compared to a net loss of PLN 12.2 million in the same period of 2025, which means an improvement in the result by PLN 5.5 million year-on-year.

JEWELLERY SEGMENT

Jewellery segment (PLN thousand)			IAS17*	IAS17*
	1 quarter 2026 01-01-2026 to 31-03-2026	1 quarter 2025 01-01-2025 to 31-03-2025	1 quarter 2026 01-01-2026 to 31-03-2026	1 quarter 2025 01-01-2025 to 31-03-2025
Revenues	**214,963**	**163,723**	**214,963**	**163,723**
Cost of sales	99,964	78,608	99,964	78,608
Gross profit on sales	**114,999**	**85,115**	**114,999**	**85,115**
Selling costs	77,224	55,090	77,995	55,656
Administrative expenses	22,180	12,117	22,113	12,167
Other operating income	1,358	229	1,358	29
Gain on sale of non-financial assets	215	0	215	0
Other operating costs	598	332	593	332
Loss on sale of non-financial assets	0	183	0	183
Profit (loss) from operations	**16,570**	**17,622**	**15,871**	**16,806**
Financial income / costs	-7,442	2,307	-2,956	891
Pre-tax profit (loss)	**9,128**	**19,929**	**12,915**	**17,697**
Income tax	2,620	1,760	3,312	1,337
Net profit (loss)	**6,508**	**18,169**	**9,604**	**16,360**

REVENUES

Revenues in the jewellery segment in the first quarter of 2026 amounted to PLN 215.0 million, which was PLN 51.2 million (31.3%) higher than the segment's results recorded in the same period of 2025. The inclusion of companies from the Lilou Group in the segment significantly contributed to the increase in revenues. Lilou's revenues amounted to PLN 15.1 million. Increase in sales was also due to the continued positive trend in gold and silver jewellery and watches. Furthermore, the operations of new foreign showrooms in Hungary were consistently developed. Revenues on the Hungarian market amounted to PLN 4.5 million.

GROSS PROFIT FROM SALES

The jewellery segment's gross profit in the first quarter of 2026 amounted to PLN 115.0 million, 35.1% higher than in the same period of the previous year, driven by increased sales of the W.KRUK brand and the inclusion of companies from the Lilou group. In the first quarter of 2026, the gross margin increased by 1.5 percentage points to 53.5%, compared to 52.0% in the same period of 2025, due to the inclusion of the Lilou brand, which generates a higher percentage margin.

Increase in gross profit on sales in the first quarter of 2026 was the result of increased revenues and an improvement in the gross profit on sales margin.

SELLING COSTS

Selling costs in the first quarter of 2026 amounted to PLN 77.2 million, compared to PLN 55.1 million in the previous year, representing a PLN 22.1 million (40.2%) increase in selling costs. Increase in selling costs was due to the addition of the Lilou brand to the segment, floorspace expansion (an increase in the number of stores – both in Poland and Hungary), and an increase in payroll costs (an increase in the minimum wage). Higher revenues were also reflected in higher franchisee commission costs. Additionally, the first quarter of 2026 saw an increase in costs related to image marketing and online marketing, logistics, and depreciation.

In the jewellery segment, the share of selling costs in total sales increased to 35.9% in the first quarter of 2026, from 33.6% in the same period of the previous year.

GENERAL ADMINISTRATIVE COSTS

In the first quarter of 2026, general and administrative expenses were PLN 10.1 million (83.0%) higher compared to the same period of the previous year. This was due to the inclusion of Lilou Group companies in the jewellery segment and one-off costs incurred in connection with their acquisition. One-off costs incurred in connection with the Lilou acquisition, which were included in general and administrative expenses in the first quarter of 2026, amounted to PLN 5.4 million. The share of general and administrative expenses in sales was 10.3%, which was 2.9 percentage points higher compared to the same period of the previous year.

JEWELLERY SEGMENT OPERATING RESULT

In the jewellery segment, the Group recorded an operating profit of PLN 16.6 million in the first quarter of 2026, representing a PLN 1.1 million (6.0%) decrease in operating profit compared to the same period of the previous year. Decrease in operating profit was a consequence of a higher increase in selling, general and administrative expenses compared to the increase in revenues.

Operating profitability in the first quarter of 2026 was 7.7%, a 3.1 percentage point decrease compared to the same period of the previous year. The decrease in profitability was a consequence of an increase in the share of selling, general and administrative expenses in sales.

FINANCIAL INCOME AND COSTS

The jewellery segment's net financial result amounted to PLN -7.4 million in Q1 2026, down PLN 9.8 million year-on-year.

IFRS 16 had an unfavourable impact on the jewellery segment's financial result in 2026, amounting to PLN -4.5 million (Q1 2025: PLN +1.4 million).

Jewellery segment (PLN thousand)	1 quarter 2026 01-01-2026 to 31-03-2026	1 quarter 2025 01-01-2025 to 31-03-2025
Financial costs net	-1,931	-972
FX differences net (excl. IFRS 16)	-1,024	1,863
IFRS 16 impact	-4,487	1,416
'- incl. FX differences	-2,586	*2,936*
'- incl. interest	-1,901	*-1,520*
Financial income/ costs	**-7,442**	**2,307**

NET PROFIT IN THE JEWELLERY SEGMENT

The jewellery segment's net profit in the first quarter of 2026 amounted to PLN 6.5 million compared to PLN 18.2 million in the same period of the previous year, which means a 64.2% year-on-year decrease in profit. Decrease in net profit in the first quarter of 2026, compared to the first quarter of 2025, was the result of a greater increase in selling costs than the increase in the gross margin in value and an unfavourable balance of exchange rate differences (deterioration of the balance of financial costs by PLN 9.7 million year-on-year.

STRUCTURE AND CHARACTERISTICS OF STATEMENT OF FINANCIAL POSITION

CONSOLIDATED BALANCE SHEET	31.03.2026	31.03.2026	31.03.2025	31.03.2025
	value (PLN ths)	share (%)	value (PLN ths)	share (%)
Non-current assets, including:	**1,108,429**	**57.4%**	**912,610**	**53.8%**
Intangible assets	612,121	31.7%	500,512	29.5%
Fixed assets	112,578	5.8%	88,639	5.2%
Right-of-use asset	360,974	18.7%	304,265	17.9%
Current assets, including:	**824,285**	**42.6%**	**784,331**	**46.2%**
Inventory	769,172	39.8%	753,698	44.4%
Receivables	24,507	1.3%	16,742	1.0%
Cash and cash equivalents	30,228	1.6%	13,039	0.8%
Total assets	**1,932,714**		**1,696,941**	
Equity attributable to dominating entity, including:	**1,161,424**	**60.1%**	**1,069,189**	**63.0%**
Share capital	49,122	2.5%	49,122	2.9%
Net profit (loss) for the current period	- 154	0.0%	6,017	0.4%
Long-term liabilities and provisions:	**342,439**	**17.7%**	**208,057**	**12.3%**
Long-term loans and borrowings	83,816	4.3%	0	0.0%
Lease liabilities	254,238	13.2%	204,430	12.0%
' incl. leases in shopping malls and office floorspace	*252,116*	*13.0%*	*202,714*	*11.9%*
Short-term liabilities and provisions, including:	**428,851**	**22.2%**	**419,695**	**24.7%**
Trade liabilities	194,828	10.1%	158,440	9.3%
Short-term loans and borrowings	94,164	4.9%	143,616	8.5%
Lease liabilities	120,405	6.2%	101,095	6.0%
' incl. leases in shopping malls and office floorspace	*118,880*	*6.2%*	*100,109*	*5.9%*
Total equity and liabilities	**1,932,714**		**1,696,941**	

ASSETS

The value of assets as of March 31, 2026 increased by 13.9% compared to the level as of March 31, 2025.

INTANGIBLE ASSETS

Increase in intangible assets as of March 31, 2026, is the result of the valuation of the acquired Lilou assets. As part of the acquisition settlement, a trademark asset worth PLN 48.9 million was recognized, while goodwill recognized as of the acquisition date was PLN 63 million.

PROPERTY, PLANT, EQUIPMENT

Increase in property, plant and equipment is related to investments made in the opening of new stores and their equipment, as well as the recognition of property, plant and equipment related to the Lilou brand.

RIGHT OF USE ASSETS

Increase in the right-of-use asset is the net result of accrued depreciation for 1Q26 and the extension and negotiation of lease agreements, including new openings. Furthermore, this item includes the valuation of the Lilou brand agreements, which was not recognized at the end of 2025.

INVENTORY

Inventory value as of March 31, 2026, amounted to PLN 769.2 million, representing a 2.1% increase compared to March 31, 2025. In the apparel segment, inventory value decreased by 29.0% year-on-year due to improved resale of collections, sales network optimization, and mass sales of low-turnover inventory in the previous quarter, while in the jewellery segment it increased by 17.0% year-on-year due to the expected increase in network space and sales in subsequent quarters and the inclusion of the Lilou brand inventory. At the same time, inventory per square meter in this segment decreased year-on-year due to the additional Lilou space and lower stock (in value) in PLN/m² for this brand compared to the W.KRUK brand.

The Group's inventories per m2 amounted to PLN 14,772, which means a decrease of 4.7% YoY:

INVENTORY / [PLN/m2]	1Q26	1Q25	YoY
VRG	**14,772**	**15,507**	**-4.7%**
Apparel segment	5,390	7,222	-25.4%
Jewellery segment	30,063	34,647	-13.2%

EQUITY AND LIABILITIES

EQUITY

In the first quarter of 2026, changes in capital result from the recorded loss in the reporting period.

LONG-TERM AND SHORT-TERM DEBT

As of March 31, 2026, the Group had long-term loan debt of PLN 83.8 million. Lease liabilities for commercial premises and office space total PLN 371.0 million, of which PLN 252.1 million is long-term and PLN 118.9 million is short-term.

The table below presents financial liabilities as of March 31, 2026, and March 31, 2025, as well as net debt. Net debt data is also presented net of the impact of IFRS 16, which significantly changes its value.

Increase in net debt compared to the previous year is due to an increase in lease liabilities resulting from new openings and an increase in debt from loans and borrowings financing the acquisition of the Lilou companies.

Net debt	31.03.2026	31.03.2025
Long-term debt	**338,054**	**204,430**
Long-term loans and borrowings	83,816	0
Finance lease liabilities	254,238	204,430
'-incl. leases in shopping malls and office floorspace	*252,116*	*202,714*
Short-term debt	**256,128**	**256,128**
Loans and borrowings	83,580	143,616
Short-term part of long-term loans	10,584	0
Reverse factoring	6,396	11,417
Finance lease liabilities	120,405	101,095
- incl. leases in shopping malls and office floorspace	*118,880*	*100,109*
Cash	30,228	13,039
Net debt	**528,791**	**447,519**
EBITDA annualised	288,353	261,905
Net debt/EBITDA	**1.8**	**1.7**

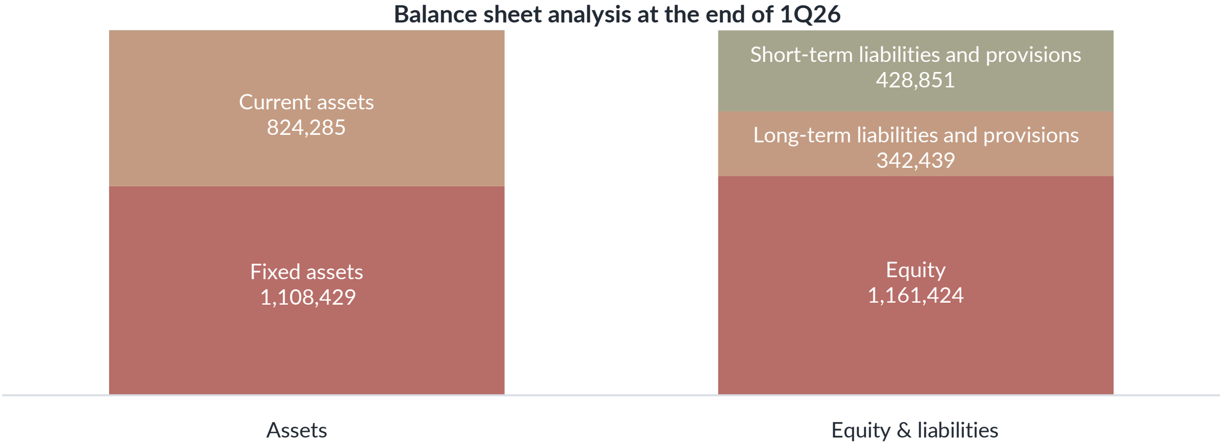
Net debt IAS 17*	31.03.2026	31.03.2025
Long-term debt	**85,938**	**1,716**
Long-term loans and borrowings	83,816	0
Finance lease liabilities	2,122	1,716
Short-term debt	**102,085**	**156,019**
Loans and borrowings	83,580	143,616

Short-term part of long-term loans	10,584	0
Reverse factoring	6,396	11,417
Finance lease liabilities	1,525	986
Cash	30,228	13,039
Net debt	**157,795**	**144,696**
EBITDA annualised	172,222	146,450
Net debt/EBITDA	**0.9**	**1.0**

** The table above presents the basic financial positions of the Group, showing the impact of IAS 17 as the previously applicable standard*

The diagram below presents the structure of the balance sheet, taking into account the most important components of assets and liabilities.

Balance sheet analysis at the end of 1Q26



2. PLANNED DEVELOPMENT ACTIVITIES

According to the information provided by the Company in its annual report, consolidated annual report for 2025, and quarterly report for the first quarter of 2026, the VRG Group's development prospects in 2026 will be linked to macroeconomic conditions, the continuation of activities initiated in 2024–2025, and the gradual implementation of development directions for the coming years.

The Group expects to operate in an environment of increased market volatility. The geopolitical situation remains a significant risk factor, particularly the potential escalation of conflicts in the Middle East, including with Iran, which may impact energy commodity prices, inflation, and exchange rates, including a weakening of the Polish złoty. These factors may impact consumer sentiment and operating conditions. The risk of further depreciation of the złoty may negatively impact margins (intake margins) and fixed-line network operating costs. As of the date of preparation of the report for the first quarter of 2026, significant risk factors that may affect the situation of the retail sector in the following quarters of 2026 included, in particular, fluctuations in the level of private consumption and the rate of economic growth in Poland and Europe.

Under these circumstances, the Group will focus on further developing its brands, improving operational efficiency, and increasing revenue, gross margin, and operating profit.

Apparel segment

In 2026, the Group will continue the operational activities that resulted in improved efficiency in the apparel segment in 2024–2025. Further improving the profitability of this segment through sales growth, improved margins, and maintaining cost discipline will remain a priority.

Key areas of activity will include investing in the modernization of the retail network and focusing on increasing sales and margins per square meter of retail space. The Group will continue its selective approach to opening new locations, focusing on improving the efficiency of the existing network and limiting the impact of unprofitable points of sale.

Managing inventory volume and structure will remain a key area, including further reducing the share of inefficient inventory, improving collection rotation and resale, and improving product planning. These efforts will be complemented by further streamlining of the discount and markdown policy. The Group will strive to shift from a model based on continuous promotional communications to a more structured approach, based on a calendar of markdowns and promotional activities implemented at typical industry times of the year. This will support effective collection lifecycle management and increase the share of sales at regular prices.

The Group will continue to develop the Vistula, Bytom, and Wólczanka brands to ensure each can effectively compete for customers through product quality, tailored offerings, and market appeal. The goal is not to limit the brands' potential with internal barriers, but rather to strengthen their competitiveness while simultaneously building their distinct brand worlds. This approach assumes that each brand develops its offerings as fully and freely as possible, focusing on creating the best collection for its customers, while operating within a clearly defined sphere of emotions and image, constituting its unique "world of values and associations," which builds its distinctiveness and is not compromised by other brands.

The Group will also develop tools to support sales and customer relationships, including CRM solutions, marketing automation, and personalization of communication and offerings, both in offline and online channels. In this area, the Group also plans to implement new, dedicated loyalty programs for each brand. Another important event will be the debut of a new shop concept for the Vistula brand, which will serve as a flagship store and serve as a reference point for the further development of customer experience in the sales network.

With respect to the Deni Cler Milano brand, the Group maintains the possibility of securing an investor for the company managing the brand in the long term. At the same time, due to the company's current financial condition and the challenging market environment, this process remains difficult. Therefore, in 2026, the Group will focus primarily on improving DCG S.A.'s operating results, including optimizing its offering, sales efficiency, and operating costs.

Directions of collection development in the apparel segment

A key factor in strengthening the market position of apparel brands in 2026 will be further improving the quality and comprehensiveness of their product offerings, ensuring they fully meet customer needs. Building cohesive collections based on a balance between timelessness and seasonal appeal, as well as high compatibility between individual wardrobe items, will be crucial.

In 2026, the Vistula brand is focusing on developing a cohesive, four-season collection structure, encompassing both men's and women's lines. Transitional seasons are based on year-round products, featuring a timeless aesthetic and classic colours, while summer and winter collections more closely incorporate current stylistic and colour trends.

The men's collection is centered around modern formal wear, complemented by an extensive smart casual offering. A key focus remains the development of linen and lightweight knitwear for the spring/summer season, and high-quality outerwear and knitwear for the fall/winter season. The Vistula Fine Tailoring line, part of the most premium formal offering, continues to evolve, further strengthened by clear positioning and dedicated branding.

The Vistula women's collection is being developed based on similar principles, with the suit as the core of the offering. Simultaneously, the range of dresses, blouses, and more casual pieces is being expanded. Expanding the sizing and diversifying silhouettes and fits remains a key focus.

Capsule collections also complement the offering, building the brand's image and its presence in contexts beyond its standard offerings. An example of this is the Traveller collection, developed in collaboration with LOT Polish Airlines, combining functionality, comfort, and modern aesthetics.

The Bytom brand develops a collection based on a conscious reinterpretation of classic menswear, founded on British tailoring, characterized by clearly defined shoulders, a controlled waist, and disciplined body proportions. This foundation is balanced by Italian influences, manifesting in a lighter construction, ease of use, and an approach to style that allows for a more natural and informal approach.

The collection is developed in the spirit of modern heritage, understood as combining traditional tailoring techniques with modern material solutions and creating a product with a cross-seasonal appeal. The collection's structure is structured in a structured manner, with suits, sets, and jackets at its core, defining the main aesthetic direction. Other categories complement the offering, building functionality and styling cohesion. Trousers and less formal jackets allow for more casual outfits, while knitwear and polo and T-shirt products bridge the gap between formality and everyday life. Accessories remain an integral element of the collection, complementing the overall offering.

The development of the collection is based on the concept of building a cohesive wardrobe in which individual pieces can be freely combined and used in various contexts.

In 2026, the Wólczanka brand consistently developed its offerings around its core competency: the shirt, strengthening its position as an expert in this category. The brand's approach is based on providing a product that serves as a universal image-building tool, suitable for both formal and business styles, as well as modern smart casual.

The collection focuses on quality, construction, detail, and fit. The brand's aesthetic remains clean and contemporary, while remaining firmly rooted in classic styles. The product range is clearly structured, with the shirt as the dominant category, supported by basic knitwear and formal accessories that complement the offerings and enable the creation of cohesive looks.

A key direction of development remains the creation of functional, easy-care, comfortable shirts tailored to the needs of modern users, including business customers and frequent travellers. Design inspiration stems from both classic styles and observations of evolving lifestyles, allowing the brand to develop its offerings in a way that meets the real needs of its customers.

Wólczanka's offerings also complement other lifestyle brands, enabling customers to build a cohesive image across a variety of contexts.

As a premium brand with Italian roots, Deni Cler Milano develops collections based on a strong design heritage and current European fashion trends. Each year, two comprehensive seasonal collections are created, encompassing a full spectrum of products, from outerwear, through extensive suits and jackets, to dresses and accessories.

The foundation of the collection remains the Italian aesthetic, based on refined form, high-quality materials, and attention to detail. A key premise is the complete stylistic and colour consistency of the collection, as well as the high compatibility of the products, allowing for flexible styling.

At the same time, the brand is responding to changing market needs, shifting its focus toward more comfortable and less formal fashion while maintaining a premium character. The collections are increasingly focused on knitwear, shorter outerwear styles, and business-oriented jacket programs.

A significant area of development remains the offer of dresses, particularly occasional styles, as well as the consistent development of the brand's recognizable product lines. New collection elements are integrated with the existing offerings to ensure consistency and continuity.

The common denominator across all brands remains the high quality of materials and technologies, and the growing importance of functional and structural fabrics, which enhance both the product's functional value and aesthetic appeal.

Marketing strategy and communication activities for the apparel segment

In 2026, Vistula is implementing a new marketing strategy based on the "Create Your Moment" communication platform, which serves as the foundation for long-term image and sales activities. Its goal is to redefine the perception of elegance – moving away from a purely formal and occasional context in favour of a more contemporary, flexible, and present approach in the customer's daily life. The brand is positioning itself as a partner accompanying both important events and everyday situations of personal significance. The strategy envisions development into a comprehensive provider of styling solutions, combining quality tailoring with functionality, comfort, and contemporary design. A key element is expanding the target audience, including a significant strengthening of communication aimed at women.

The brand's communication is based on the concept of "moments," which connect the product with the user experience. The narrative is emotional in nature, but remains rooted in the rational attributes of the offering – quality, design, and functionality. The brand highlights its product expertise by presenting collections in the context of their real-world use.

The strategy is implemented using an omnichannel model. Television builds reach and awareness, digital ensures precise reach and conversion, and social media supports engagement. Collaboration with on-line creators and PR activities in lifestyle and fashion media play a significant role. Own channels – e-commerce, CRM, and content marketing – support relationships and sales. These activities are complemented by retail initiatives and outdoor campaigns, which strengthen the brand's visibility.

In 2026, the Bytom brand continues to implement a strategy based on the "Let's Celebrate Important Moments Together" communication platform, integrating image and product initiatives. Its core is building an emotional connection with the audience through values such as relationships, closeness, and intergenerational connection. Brand ambassador Marcin Dorociński plays a key role, ensuring consistency and credibility of the message. The strategy is based on a balance between emotional storytelling and product communication rooted in quality and craftsmanship. The brand consistently builds its presence in important moments in customers' lives, developing the narrative towards more in-depth and long-term relationships. Product communication is linked to seasonality, while maintaining a consistent premium positioning. In the spring and summer seasons, the lightness and naturalness of materials are highlighted, while in autumn and winter, the quality of outerwear and raw materials, particularly wool, is emphasized. Regardless of the season, the brand emphasizes the use of premium materials and tailoring expertise. A key element of the strategy remains the development of a tailor-made service, reinforcing the brand's expert image and personalized approach to the client. Communication is implemented in a 360-degree model, with digital and social media playing a key role as channels for content distribution and engagement. Television supports reach, while proprietary channels drive sales and relationships. Influencer marketing relies primarily on ambassadors and selected creators. Outdoor activities and point-of-sale communication complement these efforts.

In 2026, the Wólczanka brand is consistently implementing its strategy of building a leading position and expert position in the shirt segment under the "Ideal Shirt" platform. A key objective is to further strengthen product competencies and focus on quality, fit, and functionality. Wólczanka remains strongly customer-focused, emphasizing product value through the quality of materials and finishing technologies that enhance comfort and ease of care. Communication combines seasonal offerings with an overarching message of quality and innovation. During the Spring and Summer seasons, the properties of natural fabrics such as cotton, linen, and ramie are emphasized, along with functional solutions (e.g., technologies that reduce perspiration and increase stain resistance). In the fall and winter seasons, communication will focus on premium knitwear, including merino wool and cashmere, and high-potential sales periods such as the holiday season, under the slogan "Wólczanka, perfect for Christmas." Regardless of the season, the brand will continue to communicate its "Shirts for Special Occasions" and premium shirts, emphasizing the origins and properties of the fabrics. A key element remains the personalization service, reinforcing a personalized approach to customers and supporting sales at key moments in the shopping process. Marketing activities are implemented in an integrated manner, offline (supporting store traffic) and digital (social media, content marketing, performance). Influencer marketing plays a crucial role, supporting the reach and credibility of the communication.

In 2026, Deni Cler Milano's marketing communications focus on strengthening its position in the premium segment by emphasizing Italian heritage, quality, and a contemporary approach to elegance. The brand's 55th anniversary is a key communication context, strengthening its credibility and recognition.

The strategy is based on a coherent communication platform and the integration of activities within an omnichannel model. Digital channels and social media play a key role, developing lifestyle and image-building content that supports customer relationships. Collaboration with influencers and a presence in fashion media are key elements, reinforcing the brand's aspirational character. PR and event activities build the brand experience and relationships with audiences. Direct communication and retail activities are also being developed simultaneously, including a coherent presentation of collections and in-store activities. The e-commerce channel is being systematically strengthened through the development of product presentations and visual content.

Jewellery segment

In 2026, the VRG Group will continue to develop its jewellery segment, focusing on further revenue growth and maintaining high profitability. This segment remains a key pillar of the Group's results.

The segment's development will be based on the continued strengthening of the W.KRUK brand and the development of the Lilou brand, which significantly complements the Group's portfolio and allows for the expansion of its presence in new market segments.

For the W.KRUK brand, the key focus will remain on further strengthening its market position and expanding its operations in the Hungarian market, which represents a significant area of international growth.

A significant element of 2026 will be the continued development of the Lilou brand within the Group, while maintaining its distinctive and unique character. This brand is responsible for the Group's development in the fashion and personalized jewellery segments, complementing the jewellery segment's offerings and enabling it to reach new customer groups and create new shopping opportunities.

Lilou's development efforts will focus on further scaling its operations, particularly through the expansion of its own store network. The Group plans to open 5 to 10 new stores per year in shopping malls, both in cities where the brand has not previously been present and in locations where it has been present outside of shopping malls. In parallel, a gradual relocation of selected street stores to shopping malls will be implemented. The chain's development will be based on the existing boutique shop concept in shopping malls, while maintaining existing standards of quality and customer experience.

The planned integration with the Group assumes maintaining the brand's full distinctiveness in terms of identity, product, communication, and marketing activities, as well as its offline and online sales networks.

Collection development directions in the jewellery segment

The W.KRUK jewellery and accessories collections planned for 2026 will continue to represent the diverse and original character of W.KRUK's offerings. The brand is consistently developing its bestselling Flowers of the Night line, which was joined in 2026 by cherry blossoms and blueberries. Once again combining jewellery tradition and modernity, the collection utilizes hand-painted enamel and the innovative e-coating technology. As an expert in diamond jewellery, W.KRUK will present new products in this area, also developing jewellery decorated with lab-grown diamonds. New items featuring man-made diamonds were presented at the turn of 2025/2026 in the Nuova collection and for the 2026 Valentine's Day season in the Czułość ("Tenderness") collection. As every year, in 2026 W.KRUK has planned the premiere of its flagship project – the Ambassador Collection. Customers can expect new, unique designs and jewellery accessories in the unique style characteristic of the collection's co-creator. W.KRUK creates inclusive jewellery, and such new products will be available in 2026. Many universal, modern styles will be introduced, as well as new items designed for men. In addition to its core product line, the brand will expand its mono-earring offerings. W.KRUK will surprise not only with its extensive product range but also with the use of diverse precious metals, manufacturing techniques, and decorations. Within its original jewellery and accessories lines, W.KRUK will introduce new items inspired by folk motifs, in line with global trends, connecting with its roots and local identity. In the second half of the year, W.KRUK will celebrate the sentiment of tradition, reinterpreting it in a modern, jewellery-inspired style. Reclaimed precious metals used in production will emphasize the sustainable nature of the jewellery, while handcrafted details will emphasize the value of craftsmanship and the handmade spirit.

In 2026, Lilou remains true to its philosophy of creating personal talismans, which, thanks to the option of individual engraving, become a carrier of emotions, memories, and important moments. Personalization, a hallmark of the brand, is reflected in a wide range of bracelets, necklaces, and pendants. The brand is also developing its own collections of gold-plated jewellery and jewellery with natural stones. In 2026, iconic Lilou models are appearing in new colours, shapes, and refreshed versions. A new addition is the Reverso collection with rotating resin elements, allowing you to change the jewellery's appearance and adapt it to your mood and style. This offering emphasizes the multidimensionality of beauty. The Glamour collection, combining classic elegance with modern design, is being expanded. The Miyuki line, adorned with legendary, high-quality Japanese beads, is gaining new colour variants. In 2026, the brand is also expanding its portfolio with new product categories. Men's signet rings are being introduced, responding to the growing interest in men's jewellery. The accessories segment is also expanding, with scarves featuring expressive symbolism and perfumes that can be personalized. In the second half of the year, Lilou announces further launches – earrings, rings, and new seasonal and timeless collections, maintained in the brand's signature style, combining original design, high quality, and strong symbolism.

Marketing strategy and communication activities for the jewellery segment

In 2026, W.KRUK will focus on communicating its signature jewellery and accessories collections, which constitute the brand's flagship project. Planned new products will combine tradition with modernity, and brand communication will introduce consumers to the secrets of true craftsmanship, not just in the jewellery industry. W.KRUK's communication will consistently emphasize sustainable production and the use of recycled ores in its own production at the W.KRUK Manufactory, as well as inclusivity, evident in the use of diverse campaign characters and the company's corporate culture. The brand will continue to communicate its diamond jewellery, including jewellery adorned with lab-grown diamonds, which W.KRUK, as the first on-line jeweller, introduced to the market in 2019. In the watches segment, W.KRUK will consistently communicate its expertise and the best selection in Poland. The brand is expanding its operations in two ways, offering a range of products and consulting services for the lower and mid-range watch segments, as well as strengthening its leading position in the distribution of the world's most luxurious watchmakers. In the first half of the year, W.KRUK will open two additional luxury brand stores in Warsaw, offering customers interested in the luxury segment a unique experience with renowned watchmaking brands. W.KRUK will now have 13 super-premium boutiques featuring brands such as Rolex, Patek Philippe, Cartier, Chopard, IWC, and others, including seven in Warsaw and five along the Royal Route, from Krakowskie Przedmieście (two boutiques at the Raffles Europejski Hotel) to Plac Trzech Krzyży (three boutiques). This year, W.KRUK has planned dedicated events for its VIP clients, aimed at presenting its offerings, individual advice on the latest models, and visits to Swiss watchmakers. An important element of customer communication in 2026 will be campaigns dedicated to members of the W.KRUK Friends loyalty program, in which the brand presents new products and special offers prepared for the most important seasons, such as Mother's Day, Back to Office or Christmas.

In 2026, Lilou, a leader in personalized jewellery, continues its growth, implementing communication activities that emphasize its character and enable customers to express themselves through fashion and symbolism. Brand communication focuses on key moments of the year, such as Valentine's Day, Women's Day, and Mother's Day. During these periods, Lilou promotes collections inspired by heart motifs, lucky charms, and new versions of well-known and valued lines. The gift segment remains a key element of the strategy. Jewellery personalized with engraving is an ideal choice for occasions such as Baptisms, First Communions, and Children's Day.

The brand supports sales through additional activations, including gift vouchers and cross-branding with partner brands. A key element of marketing communication in the first half of the year is Lilou's partnership with the Polish Olympic and Paralympic Teams. This collaboration combines values close to the brand, such as emotion, determination, strength, and the pursuit of dreams, with the concept of personal talismans. This is accompanied by the introduction of dedicated projects, such as the Polska pendant, keychains, Olympic earrings, and lucky charms for athletes. This collection symbolically supports the representatives and allows customers to express pride and identification with the national team. One of the brand's key pillars remains its social commitment. In 2026, it has already implemented activities supporting animal shelters, as well as initiatives aimed at women undergoing and recovering from cancer, including makeup workshops to boost self-confidence and well-being. At the same time, Lilou continues to expand its sales network, emphasizing the opening of a new boutique in Złote Tarasy, one of Warsaw's key retail locations.

Summary

For the VRG Group, 2026 will be a year of continued operational activities that resulted in improved efficiency in 2024–2025, while gradually implementing development directions for the coming years.

In the apparel segment, the priorities will remain the sustained improvement in profitability, further increasing the efficiency of the sales network, improving inventory management, and strengthening the competitiveness of brands through the quality of their offerings and the strength of their recognition and image. In the jewellery segment, the Group will focus on further revenue and margin growth, developing the W.KRUK and Lilou brands, and leveraging the potential of new growth areas.

By the end of 2026, the VRG Group plans to operate in 53,735 m2 of retail space, including 32,313 m2 of apparel stores and boutiques and 21,422 m2 of jewellery stores.

The Company estimates the VRG Group's planned capital expenditures in 2026 at approximately PLN 56.4 million. These funds will be allocated to the development of the apparel and jewellery segments, including infrastructure supporting business management processes, as well as the opening of new stores and boutiques of VRG Group brands or the modernization and revitalization of existing stores.

In parallel, the Group will analyse opportunities for further development, based on both organic growth and potential acquisitions.

The VRG Group Management Board emphasizes that the prospects for implementing these activities and the financial results achieved may be influenced by macroeconomic factors, including changes in consumer demand and other market conditions.

3. FINANCIAL FORECASTS

VRG S.A. has not published forecast of financial results for 2026.

4. APPROVAL OF FINANCIAL STATEMENTS

These interim condensed consolidated financial statements were approved for publication and signed by the Parent's Management Board on May 20, 2026.

5. STATEMENT OF THE MANAGEMENT BOARD

The Management Board of the Parent Company declares that, to the best of its knowledge, the financial statements and comparable data have been prepared in accordance with the applicable accounting principles and that they reflect in a true, fair and clear manner the proper-ty and financial position of the issuer and its financial result, and that the financial statements contain a true picture of the development and financial performance of the issuer. the situation and achievements of the Issuer, including a description of the basic risks and threats.

Mateusz Kolański President of the Management Board	**Michał Zimnicki** Executive Vice-President of the Management Board	**Łukasz Bernacki** Executive Vice-President of the Management Board

Cracow, May 20, 2026

SELECTED FINANCIAL DATA TO CONDENSED INTERIM SEPARATE FINANCIAL STATEMENTS

FOR 3 MONTHS ENDING MARCH 31, 2026

	PLN ths	PLN ths	EUR ths	EUR ths
	1 quarter / 2026 period from 01-01-2026 to 31-03-2026	1 quarter / 2025 period from 01-01-2025 to 31-03-2025	1 quarter / 2026 period from 01-01-2026 to 31-03-2026	1 quarter / 2025 period from 01-01-2025 to 31-03-2025
Revenues	128,062	118,120	30,190	28,226
EBITDA	12,337	2,613	2,908	624
Profit (loss) from operations	-3,279	-13,315	-773	-3,182
Pre-tax profit (loss)	-7,563	-11,276	-1,783	-2,695
Net profit (loss)	-6,908	-11,633	-1,629	-2,780
Net cash flows from operating activities	-25,271	-23,048	-5,957	-5,508
Net cash flows from investing activities	-4,091	-1,348	-964	-322
Net cash flows from financing activities	-15,358	24,387	-3,621	5,828
Total net cash flows	-44,720	-9	-10,542	-2
Earnings (loss) per ordinary share (in PLN/EUR)	-0.03	-0.05	-0.01	-0,01
Diluted earnings (loss) per share (in PLN/EUR)	-0,03	-0.05	-0.01	-0.01
	31.03.2026	31.12.2025	31.03.2026	31.12.2025
Total assets	899,315	940,540	209,660	222,523
Liabilities and provisions	229,735	264,052	53,559	62,472
Long-term liabilities	100,390	89,147	23,404	21,091
Short-term liabilities	117,055	161,873	27,289	38,298
Total equity	669,580	676,488	156,101	160,051
Share capital	49,122	49,122	11,452	11,622
Shares outstanding	234,455,840	234,455,840	234,455,840	234,455,840
Diluted number of shares	234,455,840	234,455,840	234,455,840	234,455,840
Book value per share (in PLN/EUR)	2.86	2.89	0.67	0.68
Diluted book value per share (in PLN/EUR)	2.86	2.89	0.67	0.68
Declared or paid dividend per share (in PLN/EUR)	0.00	0.00	0.00	0.00

CONDENSED INTERIM SEPARATE STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2026

(PLN thousand)	as at 31-03-2026 / end of quarter 2026	as at 31-12-2025 / end of previous quarter 2025	as at 31-03-2025 / end of quarter 2025	as at 31-12-2024 / end of previous quarter 2024
Non-current assets	**710,088**	**696,564**	**695,273**	**706,701**
Goodwill	120,855	120,855	120,855	120,855
Other intangibles	115,302	115,466	115,552	115,713
Fixed assets	29,398	27,742	30,271	31,053
Investment property	874	874	874	874
Right of use assets	146,939	135,351	129,275	138,767
Long-term receivables	94	94	111	136
Long-term loans granted	1,032	1,242	2,016	2,016
Shares and stakes	283,812	283,812	283,812	283,812
Deferred tax assets	11,782	11,128	12,507	13,475
Current assets	**189,227**	**243,976**	**243,244**	**245,539**
Inventory	154,613	173,975	220,975	228,819
Short-term security deposit receivables	0	25	87	36
Trade and other receivables and other current assets	23,972	14,839	13,504	8,608
CIT receivables	0	0	611	0
Short-term loans and short-term part of long-term loans granted	902	900	200	200
Cash and equivalents	9,517	54,237	7,867	7,876
Other short-term assets	223	0	0	0
Total assets	**899,315**	**940,540**	**938,517**	**952,240**

(PLN thousand)	as at 31-03-2026 / end of quarter 2026	as at 31-12-2025 / end of previous quarter 2025	as at 31-03-2025 / end of quarter 2025	as at 31-12-2024 / end of previous quarter 2024
Equity	**669,580**	**676,488**	**656,730**	**668,363**
Share capital	49,122	49,122	49,122	49,122
Capital reserves	596,663	596,663	588,588	588,588
Other reserves	17,390	17,390	17,390	17,390
Undistributed net profit from previous years	13,313	5,192	13,263	5,192
Retained earnings	-6,908	8,121	-11,633	8,071
Long-term liabilities and provisions	**101,046**	**89,803**	**81,965**	**93,844**
Lease liabilities	100,390	89,147	81,449	90,193
incl.: lease liabilities related to retail and office space	*100,142*	*88,909*	*80,878*	*89,637*
Long-term loans and borrowings	0	0	0	3,135
Long-term provisions	656	656	516	516
Short-term liabilities total	**128,689**	**174,249**	**199,822**	**190,033**
Finance lease liabilities	51,425	48,309	47,580	51,081
incl.: lease liabilities related to retail and office space	*50,995*	*47,865*	*47,126*	*50,648*
Trade and other liabilities	61,633	102,467	69,927	99,822
CIT liabilities	611	7,711	0	0
Loans and borrowings and short-term portion of long-term loans and borrowings	3,386	3,386	71,009	26,837
Short-term provisions	11,634	12,376	11,306	12,293
Total liabilities and provisions	**229,735**	**264,052**	**281,787**	**283,877**
Total equity and liabilities	**899,315**	**940,540**	**938,517**	**952,240**

CONDENSED INTERIM SEPARATE STATEMENT OF PROFIT OR LOSS

FOR 3 MONTHS ENDING MARCH 31, 2026

(PLN thousand)	1 quarter / 2026 period from 01-01-2026 to 31-03-2026	1 quarter / 2025 period from 01-01-2025 to 31-03-2025
Revenues	**128,062**	**118,120**
Cost of sales	49,218	50,277
Gross profit (loss) on sales	**78,844**	**67,843**
Selling costs	66,966	66,454
Administrative expenses	13,976	13,924
Other operating income	699	687
Other operating costs	1,611	1,285
Loss on sale of non-financial non-current assets	269	182
Profit (loss) from operations	**-3,279**	**-13,315**
Financial income	447	4,414
incl.: lease liabilities related to retail and office space	*0*	*2,795*
Financial costs	4,731	2,375
incl.: lease liabilities related to retail and office space	*3,575*	*1,240*
Pre-tax profit (loss)	**-7,563**	**-11,276**
Income tax	-655	357
Net profit (loss) for the period from continued operations	**-6,908**	**-11,633**
DISCONTINUED OPERATIONS		
Gain (loss) on discontinued operations	0	0
Net profit (loss) for the period	**-6,908**	**11,633**
Net profit (loss) per ordinary share from continued and discontinued operations		
- basic	-0.03	-0.05
- diluted	-0.03	-0.05

CONDENSED INTERIM SEPARATE STATEMENT OF COMPREHENSIVE INCOME

FOR 3 MONTHS ENDING MARCH 31, 2026

(PLN thousand)	1 quarter / 2026 period from 01-01-2026 to 31-03-2026	1 quarter / 2025 period from 01-01-2025 to 31-03-2025
Net profit (loss) for the period	**-6,908**	**-11,633**
Other comprehensive income, including:	0	0
That can be reclassified to net income	0	0
That cannot be reclassified to net income	0	0
Total comprehensive income	**-6,908**	**-11,633**

CONDENSED INTERIM SEPARATE STATEMENT OF CHANGES IN EQUITY

FOR 3 MONTHS ENDING MARCH 31, 2026

(PLN thousand)	Share capital	Reserve capital	Other reserves	Retained earnings	Total equity
1 quarter 2025 period from 01-01-2025 to 31-03-2025					
Balance at 01.01.2025	**49,122**	**588,588**	**17,390**	**13,263**	**668,363**
Changes in equity in 1 quarter 2025 period from 01-01-2025 to 31-03-2025	0	0	0	-11,633	-11,633
Net profit (loss) for the period	0	0	0	-11,633	-11,633
Other comprehensive income	0	0	0	0	0
Total comprehensive income	**0**	**0**	**0**	**-11,633**	**-11,633**
Dividends	0	0	0	0	0
Balance at 31.03.2025	**49,122**	**588,588**	**17,390**	**1,630**	**656,730**
2025 period from 01-01-2025 to 31-12-2025					
Balance at 01.01.2025	**49,122**	**588,588**	**17,390**	**13,263**	**668,363**
Changes in equity in 2025	0	8,075	0	50	8,125
Net profit (loss) for the period	0	0	0	8,121	8,121
Other comprehensive income	0	0	0	0	0
Total comprehensive income	**0**	**0**	**0**	**8,121**	**8,121**
Distribution of net profit	0	8,071	0	-8,071	0
Inflow from sale of own shares	0	4	0	0	4
Dividends	0	0	0	0	0
Balance at 31.12.2025	**49,122**	**596,663**	**17,390**	**13,313**	**676,488**
1 quarter 2026 period from 01-01-2026 to 31-03-2026					
Balance at 01.01.2026	**49,122**	**596,663**	**17,390**	**13,313**	**676,488**
Changes in equity in 1 quarter 2026 period from 01-01-2026 to 31-03-2026	0	0	0	-6,908	-6,908
Net profit (loss) for the period	0	0	0	-6,908	-6,908
Other comprehensive income	0	0	0	0	0
Total comprehensive income	**0**	**0**	**0**	**-6,908**	**-6,908**
Dividends	0	0	0	0	0
Balance at 31.03.2026	**49,122**	**596,663**	**17,390**	**6,405**	**669,580**

CONDENSED INTERIM SEPARATE STATEMENT OF CASH FLOWS

FOR 3 MONTHS ENDING MARCH 31, 2026

(PLN thousand)	1 quarter / 2026 period from 01-01-2026 to 31-03-2026	1 quarter / 2025 period from 01-01-2025 to 31-03-2025
Pre-tax profit (loss)	**-7,563**	**-11,276**
Adjustments:		
Amortization and depreciation	15,616	15,928
Profit (loss) on investing activities	269	182
Income tax paid	-10,968	-1,545
Interest costs	1,547	2,173
Change in provisions	-743	-987
Change in inventories	19,361	7,845
Change in receivables	-5,264	-3,377
Change in short-term liabilities, excluding bank loans and borrowings	-36,888	-31,887
Other adjustments	-638	-104
Net cash flows from operating activities	**-25,271**	**-23,048**
Interest received	222	7
Inflows from sale of fixed assets	26	289
Repayment of loans granted	210	0
Purchase of intangible assets	-86	-76
Purchase of fixed assets	-4,463	-1,568
Net cash flows from investing activities	**-4,091**	**-1,348**
Inflows from loans and borrowings	0	40,938
Repayment of bank loans and borrowings	-116	-114
Other interest paid	-143	-817
Interest paid lease liabilities related to retail and office space	-1,404	-1,257
Finance lease payments related to retail and office space	-13,695	-14,363
Net cash flows from financing activity	**-15,358**	**24,387**
Increase (decrease) in cash and cash equivalents in the balance sheet	**-44,720**	**-9**
Change in cash due to foreign currency translation	0	0
Balance sheet change in cash taking into account the effects of changes in exchange rates	-44,720	-9
Opening balance of cash	**54,237**	**7,876**
Closing balance of cash	**9,517**	**7,867**

Value shown in the "Other adjustments" item consists of: (in PLN thousand)	1 quarter / 2026 period from 01-01-2026 to 31-03-2026	1 quarter / 2025 period from 01-01-2025 to 31-03-2025
fixed assets - write-offs - liquidations	-193	-97
interest received	-222	-7
forward transactions valuation	-223	0
Total	**-638**	**-104**

INFORMATION AND EXPLANATIONS TO CONDENSED INTERIM SEPARATE FINANCIAL STATMENTS FOR 2026

1. SUPPLEMENTARY NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 OPERATING SEGMENTS BY TYPE OF ACTIVITY AND GEOGRAPHICAL BREAKDOWN

The company operates one business segment: apparel.

GEOGRAPHIC SEGMENTS OF CONTINUED OPERATIONS:

Revenues related to geographical segments for the period from January 1, 2026 to March 31, 2026 and for the comparable period are presented in the table below.

Revenues from various markets in terms of geographic location (PLN thousand)	1 Q 2026 from 01-01-2026 to 31-03-2026	1 Q 2025 from 01-01-2025 to 31-03-2025
Poland	128,059	117,974
EURO zone	0	145
HUF zone	2	1
RON zone	1	0
Total	**128,062**	**118,120**

In terms of geographical segments, the entire activity of the Capital Group is carried out in the Republic of Poland. Part of the sales involves the shipment of the Company's goods abroad.

NOTE 2 OTHER OPERATING INCOME

Other operating income (PLN thousand)	1 Q 2026 from 01-01-2026 to 31-03-2026	1 Q 2025 from 01-01-2025 to 31-03-2025
Gain on sale of non-financial fixed assets	0	0
Other operating revenues including:	699	687
due to provision release for goods/materials	*670*	*494*
due to liquidation of agreements in line with IFRS16	*0*	*103*
Total	**699**	**687**

NOTE 3 OTHER OPERATING COSTS

Other operating costs (PLN thousand)	1 Q 2026 from 01-01-2026 to 31-03-2026	1 Q 2025 from 01-01-2025 to 31-03-2025
Loss on sale of non-financial fixed assets	269	182
Donations	1,338	400
Fixed asset liquidation costs	0	586
Other operating costs including:	273	299

costs related to liquidation	*0*	*61*
severance pay	*102*	*71*
inventory shortages	*78*	*45*
Total	**1,880**	**1,467**

NOTE 4 FINANCIAL INCOME

Financial income (PLN thousand)	1 Q 2026 from 01-01-2026 to 31-03-2026	1 Q 2025 from 01-01-2025 to 31-03-2025
Interest on bank deposits	222	7
FX gains	0	4,403
incl.: lease liabilities for commercial and office space	*0*	*2,795*
Forward transaction valuation	223	3
Other	2	1
Total	**447**	**4,414**

NOTE 4A FINANCIAL COSTS

Financial costs (PLN thousand)	1 Q 2026 from 01-01-2026 to 31-03-2026	1 Q 2025 from 01-01-2025 to 31-03-2025
Interest on overdrafts and bank loans	0	774
Interest from factoring	143	141
Finance lease interest	12	18
Interest on lease liabilities for commercial and office space	1,392	1,240
Commissions on loans and guarantees	214	197
FX losses	2,964	0
incl.: lease liabilities for commercial and office space	*2,183*	*0*
Forward transaction valuation	0	3
Other	6	2
Total	**4,731**	**2,375**

NOTE 5 INCOME TAX

Continued operations (PLN thousand)	1 Q 2026 from 01-01-2026 to 31-03-2026	1 Q 2025 from 01-01-2025 to 31-03-2025
Income tax:	**-655**	**357**
Current income tax	0	-611
Deferred income tax (Note 6)	-655	968

Current income tax (PLN thousand)	1 Q 2026 from 01-01-2026 to 31-03-2026	1 Q 2025 from 01-01-2025 to 31-03-2025
Pre-tax profit (loss)	**-7,563**	**-11,276**
Difference between pre-tax profit (loss) and tax base	5,692	-3,704
- the difference between pre-tax profit and taxable income resulting from non-deductible expenses according to tax regulations and income which is not revenue according to tax regulations and additional income and tax expenses	5,692	-3,704
- other differences (including retained losses)	0	0
Income/loss	**-1,871**	**-14,980**
Income tax base	0	0
Income tax at the applicable rate of 19%	0	0
Settlement of Tax capital Group	0	-611
Income tax adjustments for prior periods	0	0
Current income tax	**0**	**-611**

Income tax at effective tax rate (PLN thousand)	1 Q 2026 from 01-01-2026 to 31-03-2026	1 Q 2025 from 01-01-2025 to 31-03-2025
Profit (loss) before tax	**-7,563**	**-11,276**
Income tax at a rate of 19%	-1,437	-2,142
Effect of tax recognition:	**1,082**	**-704**
(+) Costs not constituting tax deductible costs	1,206	361
(-) Income which is not revenue according to tax regulations	53	1,123
(-) Non-balance sheet taxable expenses	-15	-12
(+) Non-balance sheet tax revenue	-86	46
• Utilisation of tax losses carried forward	0	0
• Deferred tax	-655	968
• Deferred tax assets adjustments for prior periods	0	0
• Settlement of Tax capital Group	355	2,235
• Other	0	0
Income tax at effective tax rate	**-655**	**357**
Effective tax rate	*8.66%*	-3.17%

The current income tax charge is calculated in accordance with tax regulations, taking into account the joint tax settlement by the companies included in the Tax Capital Group.

NOTE 6 DEFERRED TAX ASSET AND LIABILITIES

	Balance sheet	Balance sheet	Profit or loss	Profit or loss
Off-balance sheet items (PLN thousand)	31.03.2026	31.12.2025	1 Q 2026 01-01-2026 to 31-03-2026	1 Q 2025 01-01-2025 to 31-03-2025
Deferred tax provisions	**2**	**63**	**-61**	**187**
Balance sheet values – FX gains	2	63	-61	187
Forward transactions valuation	0	0	0	0
Transferred to financial result	**2**	**63**	**-61**	**187**
Transferred directly to goodwill	0	0	0	0

Aktywa z tytułu podatku odroczonego	**11,784**	**11,191**	**594**	**-781**
Accelerated balance sheet depreciation	1,089	1,066	23	-37
Write-offs	2,505	2,810	-305	-93
Provisions, remuneration and social security	705	820	-115	-111
Salaries, unpaid social security	54	55	-1	1
Balance sheet values – FX losses	106	0	106	-46
Tax loss carryforward	3,832	3,832	0	0
Impairment of receivables from customers	191	109	82	-46
Provision for future liabilities	750	432	318	73
Provision for customer returns	1,391	1,391	0	0
Forward transaction valuation	-42	0	-42	0
Loyalty programme valuation	282	282	0	0
Lease liabilities for commercial and office floorspace	921	394	528	-522
Transferred to financial result	**11,784**	**11,191**	**594**	**-781**
Transferred directly to equity	**0**	**0**	**0**	**0**
Transferred to financial result - persaldo	**-11,782**	**-11,128**	**-655**	**968**

NOTE 7 CHANGE IN WRITE-DOWNS ON SHORT-TERM RECEIVABLES, INVENTORY AND IMPAIRMENT OF FIXED ASSETS

Write-offs (PLN thousand)	Balance at 01.01.2026	Creation	Release/ Usage	Restatement	Balance at 31.03.2026
Intangible assets write-offs	0	0	0	0	0
Fixed assets write-offs	345	0	0	0	345
Inventory write-offs	14,792	0	1,606	0	13,186
Stakes write-offs	22	0	0	0	22
Receivables write-offs	1,346	24	9	0	1,361
Write-offs for proceeds from loans granted	400	0	0	0	400
Total write-offs	**16,905**	**24**	**1,615**	**0**	**15,314**

In the first quarter of 2026, an inventory write-down of PLN 1,606 thousand was reversed: PLN 936 thousand was recorded as an adjustment to cost of sales, PLN 670 thousand as other operating income.

Write-offs (PLN thousand)	Balance at 01.01.2025	Creation	Release/ Usage	Restatement	Balance at 31.12.2025
Intangible assets write-offs	6	0	6	0	0
Fixed assets write-offs	0	844	499	0	345
Inventory write-offs	8,250	9,430	2,888		14,792
Stakes write-offs	22	0	0	0	22
Receivables write-offs	1,392	147	193		1,346
Write-offs for proceeds from loans granted	400	0	0	0	400
Total write-offs	**10,070**	**10,421**	**3,586**	**0**	**16,905**

NOTE 8 PROVISIONS

(PLN thousand)	Provision for employee costs	Provision for future liabilities	Provision for work in progress	Provision for customer returns	Total
Balance at January 1, 2025	**4,182**	**4,765**	**1,126**	**2,736**	**12,809**
provisions created during the year	1,172	505	915	319	2,911
provisions released/ used	-1,044	-533	-696	-415	-2,688
Balance at December 31, 2025	**4,310**	**4,737**	**1,345**	**2,640**	**13,032**
presented in short-term liabilities	3,654	4,737	1,345	2,640	12,376
presented in long-term liabilities	656	0	0	0	656
Balance at January 1, 2026	**4,310**	**4,737**	**1,345**	**2,640**	**13,032**
provisions created during the year	0	0	0	0	0
provisions released/ used	-600	0	-142	0	-742
Balance at March 31, marca 2026	**3,710**	**4,737**	**1,203**	**2,640**	**12,290**
presented in short-term liabilities	3,054	4,737	1,203	2,640	11,634
presented in long-term liabilities	656	0	0	0	656

Balance of provisions as at 31.03.2026 consists of:

	Total PLN 12,290 thousand
long-term provision for retirement benefits	PLN 656 thousand
short-term provision for retirement benefits	PLN 68 thousand
short-term provision for overdue holidays	PLN 2,986 thousand
provision for bonuses	PLN 2,640 thousand
provision for customer returns	PLN 1,203 thousand
short-term provisions for work in progress	PLN 4,737 thousand

NOTE 9 CONDITIONAL ASSETS AND LIABILITIES

(PLN thousand)	stan na 31-03-2026/ koniec kwartału 2026	stan na 31-12-2025 / poprzedniego kwartału 2025
- issued bank guarantees for rentals of store premises	28,440	29,070
- open letters of credit	11,320	18,420
Conditional liabilities, total	**39,760**	**47,490**

There are no conditional receivables in the Group.

NOTE 10 INFORMATION ON FINANCIAL INSTRUMENTS

In the reporting period, there was no change in the method of measuring financial instruments at fair value and there was no change in the classification of financial assets.

NOTE 10A FINANCIAL INSTRUMENTS BY CLASS

Balance sheet items measured at amortized cost (PLN thousand)	31.03.2026 Financial assets	31.03.2026 Financial liabilities	31.12.2025 Financial assets	31.12.2025 Financial liabilities	31.03.2025 Financial assets	31.03.2025 Financial liabilities
Loans granted	1,934	0	2,142	0	2,216	0
Trade and other receivables and current assets	24,066	0	14,958	0	13,702	0
Cash and equivalents	9,517	0	54,237	0	7,867	0
Long-term liabilities due to. bank loans, loans and leases	0	100,390	0	89,147	0	81,449
incl.: leases for commercial and office space	*0*	100,142	*0*	*88,909*	*0*	*80,878*
Short-term liabilities due to bank loans, loans and leases	0	54,811	0	51,695	0	118,589
incl.: leases for commercial and office space	*0*	50,995	*0*	*47,865*	*0*	*47,126*
Trade, other liabilities and liabilities due to deposits	0	61,633	0	102,467	0	69,927
Total	**35,517**	**216,834**	**71,337**	**243,309**	**23,785**	**269,965**

The above financial assets and liabilities have been measured at amortized cost.

NOTE 10B FINANCIAL INSTRUMENTS - INCOME AND COSTS AND GAINS AND LOSSES FROM IMPAIRMENT

Balance sheet items 1 quarter / 2026 period from 01-01-2026 to 31-03-2026 (PLN thousand)	Interest income	Interest cost	Gains/losses due to amortised cost valuation	Gains/losses due to fair value valuation	Write-offs created	Write-offs release	FX gains/losses
Loans granted	0	0	0	0	0	0	0
Trade and other receivables	2	0	0	0	24	9	0
Cash and equivalents	222	0	0	0	0	0	133
Forward transactions	0	0	0	223	0	0	0
Liabilities due to. bank loans, loans and leases	0	12	0	0	0	0	0
Lease liabilities for commercial and office space	0	1,392	0	0	0	0	-2,183
Trade and other liabilities	0	6	0	0	0	0	-914
Total	**224**	**1,410**	**0**	**223**	**24**	**9**	**-2,964**

2. OTHER EXPLANATORY NOTES

2.1. INFORMATION ON SIGNIFICANT PURCHASE AND SALE TRANSACTIONS OF PROPERTY, FIXED AND FIXED ASSETS

The total amount of capital expenditures for the acquisition of property, plant and equipment in the financial statements of cash flows reported in the reporting period was PLN 4,463 thousand.

There were no significant sales transactions.

2.2. OTHER INFORMATION

The notes and explanations to the consolidated interim financial statements contain information that is essential for the preparation of these condensed separate interim financial statements:

- General information
- Basis of preparation and accounting principles applied
- Changes in accounting standards
- Seasonality and cyclicality of operations
- Factors and events, including unusual ones
- Exchange rates used to value assets and liabilities
- Significant risk factors and threats
- Information on financial instruments
- Information on a significant obligation arising from the purchase of property, plant and equipment
- Issue, redemption, and repayment of debt and equity securities
- Dividends paid and declared
- Proceedings pending before a court, arbitration body, or public administration body
- Tax settlements
- Related party transactions
- Information on the granting by the issuer or its subsidiary of loan or advance guarantees, or the granting of guarantees jointly to one entity or its subsidiary entity if the total value of existing sureties or guarantees is significant
- Significant events in the first quarter of 2026
- Significant events after the balance sheet date.

VRG S.A. MANAGEMENT BOARD SIGNATURES

Mateusz Kolański	**Michał Zimnicki**	**Łukasz Bernacki**
President of the Management Board	Executive Vice-President of the Management Board	Executive Vice-President of the Management Board

Cracow, May 20, 2026

VRG

VISTULA RETAIL GROUP

VISTULA

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