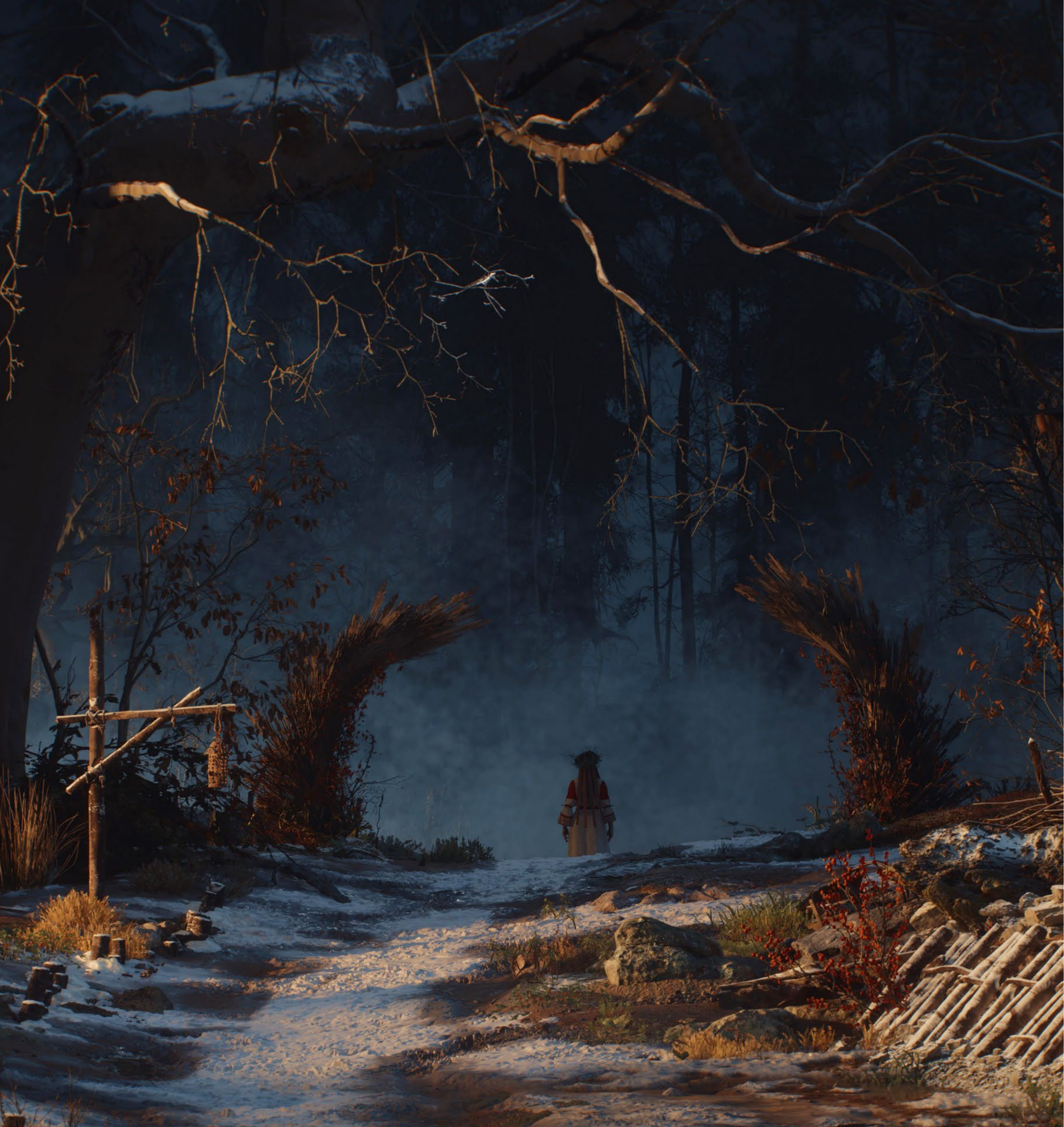

CONSOLIDATED FINANCIAL STATEMENTS OF THE CD PROJEKT GROUP FOR 2024

Disclaimer

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

CD PROJEKT Group - Selected financial data translated into EUR

	PLN		EUR	
	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023*	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023*
Net sales of products, services, goods for resale and materials	985 030	1 230 199	228 853	271 663
Cost of sales of finished goods, services, goods for resale and materials	247 152	377 958	57 421	83 464
Operating profit/(loss)	365 496	469 040	84 916	103 577
Profit/(loss) before tax	430 084	538 492	99 922	118 914
Net profit/(loss) attributable to owners of CD PROJEKT S.A.	469 874	481 105	109 166	106 242
Net cash from operating activities	521 297	610 881	121 113	134 900
Net cash from investing activities	(470 547)	(607 345)	(109 323)	(134 119)
Net cash from financing activities	(103 918)	(103 309)	(24 143)	(22 814)
Net increase/(decrease) in cash and cash equivalents	(53 168)	(99 773)	(12 353)	(22 033)
Number of shares (in thousands)	99 911	100 269	99 911	100 269
Net earnings/(loss) per share (in PLN)	4.70	4.80	1.09	1.06
Diluted earnings/(loss) per share (in PLN/EUR)	4.68	4.80	1.09	1.06
Book value per share (in PLN/EUR)	28.03	23.97	6.56	5.51
Diluted book value per share (in PLN/EUR)	27.87	23.97	6.52	5.51
Dividend declared or paid per share (in PLN/EUR)	1.00	1.00	0.23	0.22

** restated data*

	PLN		EUR	
	31.12.2024	31.12.2023*	31.12.2024	31.12.2023*
Total assets	3 042 424	2 613 500	712 011	601 081
Liabilities and provisions for liabilities (excluding accruals)	224 917	194 792	52 637	44 800
Non-current liabilities	22 574	38 774	5 283	8 918
Current liabilities	219 183	171 503	51 295	39 444
Equity	2 800 667	2 403 223	655 433	552 719
Share capital	99 911	99 911	23 382	22 979

** restated data*

The financial data presented above were translated into EUR as follows:

- Items of the consolidated income statement and the consolidated statement of cash flows were translated at exchange rates calculated as an arithmetic mean of the exchange rates announced by the National Bank of Poland for the euro applicable as at the last day of each month in a given reporting period. These rates were, respectively, as follows: from 1 January to 31 December 2024: 4.3042 PLN/EUR and from 1 January to 31 December 2023: 4.5284 PLN/EUR.

- Items of assets, equity and liabilities in the consolidated statement of financial position were translated at exchange rates announced by the National Bank of Poland for the euro applicable as at the last day of the reporting period. These rates were, respectively, as follows: 4.273 PLN/EUR as at 31 December 2024 and 4.348 PLN/EUR as at 31 December 2023.

Reference to published estimates

The Group did not publish estimated data relating to the period presented.

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Key financial data of the CD PROJEKT Group

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Consolidated income statement

	Note	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023*
Sales revenue		**985 030**	**1 230 199**
Sales of products	1	797 396	1 041 784
Sales of services	1	4 239	1 662
Sales of goods for resale and materials	1	183 395	186 753
Cost of sales of products, services, goods for resale and materials		**247 152**	**377 958**
Costs of products and services sold	2	110 935	237 151
Cost of goods for resale and materials sold	2	136 217	140 807
Gross profit/(loss) on sales		**737 878**	**852 241**
Selling expenses	2	135 368	243 796
Total administrative expenses, including:	2	248 310	169 116
cost of research projects	2	78 504	20 002
Other operating income	1,3	28 873	54 040
Other operating expenses	3	17 539	24 336
(Impairment)/reversal of impairment of financial instruments		(38)	7
Operating profit/(loss)		**365 496**	**469 040**
Finance income	1,4	83 513	118 645
Finance costs	4	18 925	49 193
Profit/(loss) before tax		**430 084**	**538 492**
Income tax	5	(39 790)	57 387
Net profit/(loss)		**469 874**	**481 105**
Net profit/(loss) attributable to owners of CD PROJEKT S.A.		469 874	481 105
Net earnings/(loss) per share (in PLN)			
Basic for the reporting period	7	4.70	4.80
Diluted for the reporting period	7	4.68	4.80

** restated data*

Consolidated statement of comprehensive income

	Note	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
Net profit/(loss)		**469 874**	**481 105**
Other comprehensive income subject to reclassification to gains or losses after specific conditions have been met	**9**	**3 904**	**1 032**
Foreign exchange differences on measurement of foreign operations		1 633	(3 106)
Measurement of derivative financial instruments - fair value through other comprehensive income, taking into account the tax effect		2 271	4 138
Other comprehensive income not subject to reclassification to gains or losses	**9**	**-**	**-**
Total comprehensive income		**473 778**	**482 137**
Total comprehensive income attributable to non-controlling interests		-	-
Total comprehensive income attributable to owners of CD PROJEKT S.A.		**473 778**	**482 137**

(all amounts in PLN thousand, unless stated otherwise)

Consolidated statement of financial position

	Note	31.12.2024	31.12.2023*
NON-CURRENT ASSETS		**1 574 164**	**1 450 685**
Property, plant and equipment	10	262 978	183 038
Intangible assets	11	69 305	70 058
Expenditure on development projects	11	695 421	527 182
Investment properties	13	31 605	34 245
Goodwill	11,12	56 438	56 438
Shares in non-consolidated subordinated entities	14,37	39 453	38 095
Prepayments and deferred costs	19	24 431	41 906
Other financial assets	15,37	292 137	455 907
Deferred tax assets	5	101 989	43 433
Other receivables	18,37	407	383
CURRENT ASSETS		**1 468 260**	**1 162 815**
Inventories	16	1 802	3 576
Trade receivables	17,37	167 628	193 520
Current income tax receivable		15 211	1 128
Other receivables	18	69 721	57 741
Prepayments and deferred costs	19	25 868	27 872
Other financial assets	15,37	540 620	362 719
Bank deposits over 3 months	37	522 524	338 205
Cash and cash equivalents	20,37	124 886	178 054
TOTAL ASSETS		**3 042 424**	**2 613 500**

** restated data*

(all amounts in PLN thousand, unless stated otherwise)

	Note	31.12.2024	31.12.2023*
EQUITY		**2 800 667**	**2 403 223**
Equity of the shareholders of CD PROJEKT S.A.		**2 800 667**	**2 403 223**
Share capital	21	99 911	99 911
Supplementary capital	23	2 069 034	1 714 604
Share premium	23	116 700	116 700
Other reserves	23	49 017	23 169
Foreign exchange differences on translation		431	(1 202)
Retained earnings/(Accumulated losses)	24	(4 300)	(31 064)
Net profit (loss) for the period		469 874	481 105
Non-controlling interests	25	**-**	**-**
NON-CURRENT LIABILITIES		**22 574**	**38 774**
Other financial liabilities	27,33,37	17 706	20 038
Other liabilities	28	2 274	2 494
Deferred tax provisions	5	67	-
Deferred income	34	1 665	2 315
Provision for retirement and similar benefits	35	862	518
Other provisions	36	-	13 409
CURRENT LIABILITIES		**219 183**	**171 503**
Other financial liabilities	27,33,37	12 408	6 884
Trade payables	29,37	74 733	58 835
Current income tax liabilities		782	462
Other liabilities	30	12 924	15 201
Deferred income	34	15 175	13 170
Provision for retirement and similar benefits	35	8 740	6 743
Other provisions	36	94 421	70 208
TOTAL EQUITY AND LIABILITIES		**3 042 424**	**2 613 500**

** restated data*

(all amounts in PLN thousand, unless stated otherwise)

Statement of changes in consolidated equity

	Share capital	Supplementary capital	Share premium	Treasury shares	Other reserves	Foreign exchange differences on translation	Retained earnings / (Accumulated losses)	Net profit (loss) for the period	Equity of the shareholders of CD PROJEKT S.A.	Non-controlling interests	Total equity
01.01.2024 – 31.12.2024											
Equity as at 01.01.2024	**99 911**	**1 714 604**	**116 700**	**-**	**23 169**	**(1 202)**	**450 308**	**-**	**2 403 490**	**-**	**2 403 490**
Corrections of errors	-	-	-	-	-	-	(267)	-	(267)	-	(267)
Equity, as adjusted	**99 911**	**1 714 604**	**116 700**	**-**	**23 169**	**(1 202)**	**450 041**	**-**	**2 403 223**	**-**	**2 403 223**
Costs of the incentive plan	-	-	-	-	23 577	-	-	-	23 577	-	23 577
Payment of dividend	-	-	-	-	-	-	(99 911)	-	(99 911)	-	(99 911)
Appropriation of the net profit/offset of loss	-	354 430	-	-	-	-	(354 430)	-	-	-	-
Total comprehensive income	-	-	-	-	2 271	1 633	-	469 874	473 778	-	473 778
Equity as at 31.12.2024	**99 911**	**2 069 034**	**116 700**	**-**	**49 017**	**431**	**(4 300)**	**469 874**	**2 800 667**	**-**	**2 800 667**

(all amounts in PLN thousand, unless stated otherwise)

	Share capital	Supplementary capital	Share premium	Treasury shares	Other reserves	Foreign exchange differences on translation	Retained earnings / (Accumulated losses)	Net profit (loss) for the period	Equity of the shareholders of CD PROJEKT S.A.	Non-controlling interests	Total equity
01.01.2023 – 31.12.2023*											
Equity as at 01.01.2023	**100 771**	**1 567 325**	**116 700**	**(99 993)**	**2 255**	**1 904**	**344 442**	**-**	**2 033 404**	**-**	**2 033 404**
Corrections of errors	-	-	-	-	-	-	(2 205)	-	(2 205)	-	(2 205)
Equity, as adjusted	**100 771**	**1 567 325**	**116 700**	**(99 993)**	**2 255**	**1 904**	**342 237**	**-**	**2 031 199**	**-**	**2 031 199**
Costs of the incentive plan	-	-	-	-	16 776	-	-	-	16 776	-	16 776
Redemption of Treasury shares	(860)	(99 133)	-	99 993	-	-	-	-	-	-	-
Retained earnings/ (Accumulated losses) of the acquired entity	-	-	-	-	-	-	(26 978)	-	(26 978)	-	(26 978)
Payment of dividend	-	-	-	-	-	-	(99 911)	-	(99 911)	-	(99 911)
Appropriation of the net profit/offset of loss	-	246 412	-	-	-	-	(246 412)	-	-	-	-
Total comprehensive income	-	-	-	-	4 138	(3 106)	-	481 105	482 137	-	482 137
Equity as at 31.12.2023	**99 911**	**1 714 604**	**116 700**	**-**	**23 169**	**(1 202)**	**(31 064)**	**481 105**	**2 403 223**	**-**	**2 403 223**

** restated data*

(all amounts in PLN thousand, unless stated otherwise)

Consolidated statement of cash flows

	Note	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
OPERATING ACTIVITIES			
Net profit/(loss)		**469 874**	**481 105**
Total adjustments:	**48**	**109 912**	**89 787**
Depreciation and amortization of property, plant and equipment, intangible assets, expenditure on development projects and investment properties		14 289	13 970
Amortization of development projects recognized as cost of goods sold		105 478	231 112
Foreign exchange (gains)/losses		(16 125)	28 089
Interest and shares in profits		(63 631)	(47 182)
(Gains)/losses on investing activities		18 665	(84 938)
Increase/(Decrease) in provisions		(3 611)	7 392
(Increase)/Decrease in inventories		1 774	9 125
(Increase)/Decrease in receivables		6 277	(60 033)
Increase/(Decrease) in liabilities, excluding loans and borrowings		(334)	(4 974)
Change in other assets and liabilities		20 593	(26 668)
Other adjustments		26 537	23 894
Cash from operating activities		**579 786**	**570 892**
Income tax expense		(53 573)	25 988
Withholding tax paid abroad		13 783	31 399
Income tax (paid)/refunded		(18 699)	(17 398)
Net cash from operating activities		**521 297**	**610 881**

(all amounts in PLN thousand, unless stated otherwise)

	Note	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
INVESTING ACTIVITIES			
Inflows		**948 495**	**696 457**
Sale of intangible assets and property, plant and equipment		199	645
Repayment of loans granted		617	1 662
Expiry of bank deposits over 3 months		679 497	530 600
Redemption of bonds		204 887	95 135
Interest on bonds		18 047	13 116
Interest received on deposits		27 033	28 090
Inflows from execution of forward contracts		17 968	27 081
Other inflows from investing activities		247	128
Outflows		**1 419 042**	**1 303 802**
Acquisition of intangible assets and property, plant and equipment		97 923	57 187
Expenditure on development projects		249 311	272 655
Expenditure on intangible assets		224	973
Acquisition of investment properties and capitalization of expenditure		22	122
Loans granted		-	4 215
Purchase of shares in subsidiaries		3 161	8 013
Placement of bank deposits over 3 months		860 492	531 475
Purchase of private equity interests in the gaming sector		1 298	1 467
Purchase of bonds and cost of their purchase		206 611	427 695
Net cash from investing activities		**(470 547)**	**(607 345)**
FINANCING ACTIVITIES			
Inflows		**23**	**32**
Settlement of lease receivables		19	31
Interest received		4	1
Outflows		**103 941**	**103 341**
Dividends and other distributions to shareholders		99 911	99 911
Payment of lease liabilities		3 255	2 622
Interest paid		775	808
Net cash from financing activities	**49**	**(103 918)**	**(103 309)**
Net increase/(decrease) in cash and cash equivalents		**(53 168)**	**(99 773)**
Change in cash and cash equivalents in the balance sheet		**(53 168)**	**(99 773)**
Cash and cash equivalents as at the beginning of the period		**178 054**	**277 827**
Cash and cash equivalents as at the end of the period		**124 886**	**178 054**

(all amounts in PLN thousand, unless stated otherwise)

Notes to the consolidated financial statements

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General information

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

Consolidation policies

Consolidated companies

As at 31.12.2024	% share in capital	% share of voting rights	consolidation method
CD PROJEKT S.A.	parent entity	-	-
GOG sp. z o.o.	100%	100%	acquisition accounting
CD PROJEKT RED Inc.	100%	100%	acquisition accounting
CD PROJEKT RED Canada Ltd.*	100%	100%	not consolidated
The Molasses Flood LLC	81.82%	81.82%	not consolidated
CD PROJEKT SILVER Inc.	100%	100%	not consolidated

* “CD PROJEKT RED Vancouver Studio Ltd.” before the change of the name.

(all amounts in PLN thousand, unless stated otherwise)

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

- the subsidiary's share in the parent entity's total assets does not exceed 3%;
- the subsidiary's share in the parent entity's sales revenue and financial transactions does not exceed 3%,

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

In total, the financial data of the subsidiaries eliminated from consolidation may not exceed:

- 6% of the share in the parent entity's total assets;
- 6% of the share in the parent entity's sales revenue and financial transactions,

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

Total non-consolidated companies

As at 31.12.2024	Total non-consolidated companies	Eliminations of non-consolidated companies	Parent Company	Consolidation eliminations CD PROJEKT S.A.	Total	Percentage share
Total assets	24 796	(4 752)	2 953 941	(43 625)	**2 930 360**	0.69%
For the period 01.01.2024 – 31.12.2024						
Total revenue	51 669	(47 203)	799 593	(340)	**803 719**	0.56%
Net cash from operating activities	6 164	-	506 553	-	**512 717**	n/a
Net cash from investing activities	(8 196)	-	(468 019)	141	**(476 074)**	n/a
Net cash from financing activities	2 491	(141)	(103 149)	-	**(100 799)**	n/a

As at 31.12.2023	Total non-consolidated companies	Eliminations of non-consolidated companies	Parent Company	Consolidation eliminations CD PROJEKT S.A.	Total	Percentage share
Total assets	22 887	(3 163)	2 517 921	(42 683)	**2 494 962**	0.80%
For the period 01.01.2023 – 31.12.2023						
Total revenue	65 153	(62 308)	1 206 192	(32)	**1 209 005**	0.24%
Net cash from operating activities	4 595	-	598 627	-	**603 222**	n/a
Net cash from investing activities	(5 244)	-	(603 468)	2 486	**(606 226)**	n/a
Net cash from financing activities	647	(2 486)	(102 749)	-	**(104 588)**	n/a

(all amounts in PLN thousand, unless stated otherwise)

CD PROJEKT RED Canada Ltd.

As at 31.12.2024	Value for the non-consolidated company	Eliminations for the non-consolidated company	Parent Company	Consolidation eliminations CD PROJEKT S.A.	Total	Percentage share
Total assets	9 115	(1 746)	2 953 941	(11 698)	**2 949 612**	0.25%
For the period 01.01.2024 – 31.12.2024						
Total revenue	17 430	(16 200)	799 593	(211)	**800 612**	0.15%
Net cash from operating activities	1 650		506 553		**508 203**	n/a
Net cash from investing activities	(1 075)		(468 019)		**(469 094)**	n/a
Net cash from financing activities	(426)		(103 149)		**(103 575)**	n/a

As at 31.12.2023	Value for the non-consolidated company	Eliminations for the non-consolidated company	Parent Company	Consolidation eliminations CD PROJEKT S.A.	Total	Percentage share
Total assets	8 981	(1 549)	2 517 921	(11 504)	**2 513 849**	0.30%
For the period 01.01.2023 – 31.12.2023						
Total revenue	20 260	(17 716)	1 206 192	(30)	**1 208 706**	0.21%
Net cash from operating activities	1 083	-	598 627	-	**599 710**	n/a
Net cash from investing activities	(533)	-	(603 468)	-	**(604 001)**	n/a
Net cash from financing activities	(468)	-	(102 749)	-	**(103 217)**	n/a

(all amounts in PLN thousand, unless stated otherwise)

The Molasses Flood LLC

As at 31.12.2024	Value for the non-consolidated company	Eliminations for the non-consolidated company	Parent Company	Consolidation eliminations CD PROJEKT S.A.	Total	Percentage share
Total assets	15 571	(3 006)	2 953 941	(31 927)	**2 934 579**	0.43%
For the period 01.01.2024 – 31.12.2024						
Total revenue	34 239	(31 003)	799 593	(129)	**802 700**	0.40%
Net cash from operating activities	4 462		506 553		**511 015**	n/a
Net cash from investing activities	(7 121)		(468 019)	141	**(474 999)**	n/a
Net cash from financing activities	2 917	(141)	(103 149)		**(100 373)**	n/a

As at 31.12.2023	Value for the non-consolidated company	Eliminations for the non-consolidated company	Parent Company	Consolidation eliminations CD PROJEKT S.A.	Total	Percentage share
Total assets	13 893	(1 614)	2 517 921	(31 179)	**2 499 021**	0.49%
For the period 01.01.2023 – 31.12.2023						
Total revenue	44 893	(44 592)	1 206 192	(2)	**1 206 491**	0.02%
Net cash from operating activities	3 515	-	598 627	-	**602 142**	n/a
Net cash from investing activities	(4 711)	-	(603 468)	2 486	**(605 693)**	n/a
Net cash from financing activities	1 115	(2 486)	(102 749)	-	**(104 120)**	n/a

(all amounts in PLN thousand, unless stated otherwise)

CD PROJEKT SILVER Inc.

As at 31.12.2024	Value for the non-consolidated company	Eliminations for the non-consolidated company	Parent Company	Consolidation eliminations CD PROJEKT S.A.	Total	Percentage share
Total assets	110	-	2 953 941	-	**2 954 051**	0.00%
For the period 01.01.2024 – 31.12.2024						
Total revenue	-	-	799 593	-	**799 593**	0.00%
Net cash from operating activities	52	-	506 553	-	**506 605**	n/a
Net cash from investing activities	-	-	(468 019)	-	**(468 019)**	n/a
Net cash from financing activities	-	-	(103 149)	-	**(103 149)**	n/a

As at 31.12.2023	Value for the non-consolidated company	Eliminations for the non-consolidated company	Parent Company	Consolidation eliminations CD PROJEKT S.A.	Total	Percentage share
Total assets	13	-	2 517 921	-	**2 517 934**	0.00%
For the period 01.01.2023 – 31.12.2023						
Total revenue	-	-	1 206 192	-	**1 206 192**	0.00%
Net cash from operating activities	(3)	-	598 627	-	**598 624**	n/a
Net cash from investing activities	-	-	(603 468)	-	**(603 468)**	n/a
Net cash from financing activities	-	-	(102 749)	-	**(102 749)**	n/a

(all amounts in PLN thousand, unless stated otherwise)

Subsidiaries

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

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

Subsidiaries which meet the above-mentioned materiality criterion are fully consolidated from the date on which the Group assumed control over them. They cease to be consolidated from the date that control ceases.

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

Changes in accounting policies

The accounting policies applied in these consolidated financial statements, material judgements made by the Management Board with regard to the accounting policies applied by the Group and the main sources of estimating uncertainties are consistent, in all material respects, with the policy adopted for preparing the annual consolidated financial statements of the CD PROJEKT Group for 2023, with the exception of changes in the accounting policies and presentation changes described below.

In accordance with the accounting policy adopted by the Group in 2024, the parent entity does not have to consolidate a subsidiary using the acquisition accounting method if:

- the subsidiary's share in the parent entity's total assets does not exceed 3%;
- the subsidiary's share in the parent entity's sales revenue and financial transactions does not exceed 3%,

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

In total, the financial data of the subsidiaries eliminated from consolidation may not exceed:

- 6% of the share in the parent entity's total assets;
- 6% of the share in the parent entity's sales revenue and financial transactions,

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

Going concern assumption

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

As at the date of these consolidated financial statements being signed, the Management Board of the Parent Company has not identified any facts or circumstances which would indicate any threats to the Group continuing in operation as a going concern for a period of 12 months after the end of the reporting period as a result of intended or forced discontinuation or significant curtailment of its operations to date.

By the date of preparing the consolidated financial statements for the period from 1 January to 31 December 2024, the Management Board of the Parent Company did not become aware of any events which should have been but were not recognized in the accounting records for the reporting period. At the same time, no significant prior year events have been disclosed in these consolidated financial statements.

Compliance with the International Financial Reporting Standards

The Group's consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (hereinafter "IFRS"), endorsed by the European Union, effective for annual periods beginning on 1 January 2024.

Amendments to standards or interpretations effective from 1 January 2024 applicable and adopted by the Group

In preparing the consolidated financial statements for 2024, the Group applies the same accounting policies as in preparing the annual financial statements for 2023, with the exception of amendments to standards and new standards and interpretations endorsed by the European Union, which are effective for reporting periods beginning on 1 January 2024:

- Amendment to ***IAS 1*** *Presentation of Financial Statements: Classification of Liabilities as Current or Non-current* - applicable to reporting periods beginning on or after 1 January 2024;
- Amendments to ***IFRS 16*** *Leases: Lease Liability in a Sale and Leaseback* - applicable to reporting periods beginning on or after 1 January 2024;
- Amendments to ***IAS 7*** *Statement of Cash Flows* and ***IFRS 7*** *Financial Instruments: Disclosures – Supplier Finance Arrangements* - applicable to reporting periods beginning on or after 1 January 2024.

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

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

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

- Amendments to ***IAS 21*** *The Effects of Changes in Foreign Exchange Rates - Lack of Exchangeability* - applicable to reporting periods beginning on or after 1 January 2025.

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

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

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

- ***IFRS 18*** *Presentation and Disclosure in Financial Statements* - applicable to reporting periods beginning on or after 1 January 2027;
- ***IFRS 19*** *Subsidiaries without Public Accountability: Disclosures* - applicable to reporting periods beginning on or after 1 January 2027;
- Amendments to ***IFRS 1, IFRS 7, IFRS 9, IFRS 10, IFRS 7*** as part of Annual Improvements Volume 11 - applicable to reporting periods beginning on or after 1 January 2026;
- Amendments to ***IFRS 9*** *Financial Instruments* and ***IFRS 7*** *Financial Instruments: Disclosures* – amendments to classification and measurement - applicable to reporting periods beginning on or after 1 January 2026;
- Contracts Referencing Nature-dependent Electricity – Amendment to **IFRS 9** *Financial Instruments* and **IFRS 7** *Financial Instruments: Disclosures* – applicable to reporting periods beginning on or after 1 January 2026.

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

Description of adopted accounting policies

Revenue and operating expenses

Revenue constitutes inflows of economic benefits, gross, for a given period, arising as a result of ordinary business activities of the Group, resulting in an increase in equity other than the increases due to contributions made by shareholders.

The Group recognizes revenue using the so-called Five-Step Model provided for in IFRS 15. Revenue includes only amounts received or receivable equal to the transaction prices that accrue to the Group upon fulfilment (or in the process of fulfilment) of the performance obligation to transfer the promised good or service (i.e. an asset) to the customer. The payment from a customer becomes due after that performance obligation has been fulfilled. The transaction price is the amount of consideration that the Group expects to receive in exchange for the transfer of the promised goods or services, less any applicable value added tax.

In the case of revenue in the form of royalties from the sale of licences for the distribution of games, which is the Group's main source of revenue, revenue depends on the volume of sales realized by the distributor at any given time during the reporting period. Thus, revenue from the sale of a particular product is recognized in the sales period no sooner than after the delivery of the materials to start the actual distribution of the completed game, based on sales reports successively provided by the distributor. The payment from a customer becomes due after sales reports have been submitted by a distributor.

The Group recognizes the costs of materials used, goods for resale and products and service costs in the same period as sales of these items or sales of the services for which the items are used, in accordance with the principle of matching revenues and costs.

As part of its operations, the GOG.COM segment concludes contracts with users in its own name and on its own account, based on the right to distribute digital content to end users. By owning the files that make up the products it sells, the Group has control over them and makes them available to users independently as part of the sales process. The Group is obliged to perform the service of providing certain services and provides technical support and is liable for the service provided. The Group is liable under consumer protection legislation and bears the credit risk in respect of the amount owed by the customer. In this line of business, the Group is a principal and not an intermediary.

The Group receives short-term advances from its customers presenting advance payments as deferred income instead of recognizing a financing component if the Group expects, at contract inception, that the period between when the entity transfers a promised good or service to a customer and when the customer pays for that good or service will be one year or less.

Finance income and costs

Finance income consists mainly of interest on deposits of surplus cash in bank accounts, commission and interest on loans granted, interest on late settlement of receivables, release of provisions relating to financing activities, proceeds from sale of securities, foreign exchange gains, restoration of the impaired value of financial investments, forgiven loans and advances and gains on settlement of derivative instruments.

Finance costs mainly comprise interest on loans and advances, interest on late payment of liabilities, provisions recorded against certain or probable losses on financial operations, the cost of shares and securities sold, commission and handling charges, write-downs of interest receivables and the value of short-term investments, discounts and net foreign exchange losses on financing activities and, in the case of leases, other charges except for capital instalments.

State subsidies

State subsidies are not recorded until obtaining reasonable assurance that the Group will comply with the required terms and conditions and obtain a subsidy. State subsidies, the principal condition of which is the purchase or manufacture of fixed assets by the company, are recognized in the balance sheet as deferred income and taken to the income statement on a pro rata basis over the expected economic useful life of the assets.

Current and deferred income tax

The mandatory profit reductions consist of current tax, withholding tax paid abroad and deferred tax. Current income tax is calculated on the basis of taxable income (tax base) for a given financial year. Taxable profit/(loss) differs from accounting profit/(loss) before tax due to the different timing of the recognition of income and expenses for tax and accounting purposes, as well as due to the permanent differences between the tax and accounting treatment of certain income and expense items. Tax expense is calculated based on the tax rates in effect for the financial year. Current income tax relating to items recognized directly in equity is recognized in equity rather than in the income statement.

Deferred tax is calculated using the liability method as tax payable or reimbursable in the future in respect of differences between the carrying amounts of assets and liabilities and the corresponding tax amounts used for the calculation of the tax base.

A deferred tax provision is recorded on all taxable temporary differences, and a deferred tax asset is recorded to the extent that the future tax profits are likely to be reduced by the amount of recognized deductible temporary differences. An asset or liability does not arise if the temporary difference arises from goodwill.

A deferred tax provision is recognized on temporary differences arising from investments in subsidiaries, associates and joint ventures, unless the Group is able to control the timing of the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future.

The amount of a deferred tax asset is analysed at each balance sheet date, and it is written down if the expected future taxable income is not sufficient to utilize the asset or its portion.

Deferred tax is calculated using the tax rates which will be binding at the moment when a given asset is realized or a liability becomes due. Deferred tax is recognized in the income statement, apart from the situations when it relates to items recorded directly in Equity. In the latter case, deferred tax is also recognized directly in Equity.

Value added tax (VAT)

Revenues, expenses and assets are recognized net of value added tax, except for:

- where the value added tax paid on the purchase of assets or services is not recoverable from the tax authorities, in which case it is recognized as part of the cost of acquiring the asset or as an expense, as appropriate;
- receivables and payables which are recorded including the amount of value added tax.

The net amount of value added tax recoverable from or payable to the tax authorities is recognized in the balance sheet as part of receivables or payables.

Property, plant and equipment

Property, plant and equipment items are initially recognized at cost (the cost of purchase or manufacture) and reduced in subsequent periods by depreciation and impairment. Borrowing costs directly related to the purchase or manufacture of assets that require an extended period of time to adapt them for use or resale are added to the cost of such assets until such assets are commissioned. Investment income generated from the short-term investment of funds raised and related to the purchase or manufacture of fixed assets reduces the value of capitalized borrowing costs. Other borrowing costs are recognized in the income statement in the period in which they were incurred.

Depreciation is calculated for property, plant and equipment items, excluding land and assets under construction, over their estimated useful lives, using the straight line method.

The expected useful life for each category of property, plant and equipment is:

Category	Useful life
Buildings and structures	5 – 25 years
Plant and machinery	2 – 10 years
Vehicles	5 years
Other fixed assets	2 – 10 years

Fixed assets with a low initial unit cost of no more than PLN 5 thousand are depreciated in a simplified way by making a one-off write-off.

Gains or losses on disposal / scrapping or decommissioning of fixed assets are determined as the difference between proceeds on disposal and the net carrying amounts of these assets, taking into account the provisions of *IFRS 15,* and are included in the Income statement.

Intangible assets - Expenditure on development projects

The Group classifies expenditure on development of games under Expenditure on development projects. Game development costs incurred prior to the commencement of sales or the application of new solutions are recognized as Expenditure on development projects in progress. This expenditure includes expenses that are directly related to the project in question.

The Group verifies whether an intangible asset arising from a development project meets the following conditions:

a) it is technically feasible to complete the intangible asset so that it is suitable for use or sale;

b) there is a demonstrable intention to complete the asset and use or sell it;

c) the intangible asset can be used or sold;

d) the manner in which the asset will generate probable future economic benefits is known;

e) adequate technical, financial and other resources will be ensured to complete the development project and to use or sell the intangible asset;

f) there is a possibility to reliably determine the expenditure incurred during a development project, which is attributable to the intangible asset.

On the release date, the Group reclassifies the expenditure from Expenditure on development projects in progress to Expenditure on completed development projects. In the case of projects for which it is possible to determine reliable estimates of the volume and value of the sales budget, the Group amortizes the value of these projects based on the consumption of economic benefits.

The Group determines the amortization period and rates after the release of each title in the course of working on the interim financial statements while being in possession of the preliminary results of release sales and game ratings. The Company then establishes:

(i) the useful life based on the historical useful lives of previous comparable titles, normally not less than 3 years and not more than 6 years due to the difficulty of making reliable estimates in an industry subject to dynamic change;

(ii) sales forecasts are the basis for determining amortization rates over the useful life.

Then, based on professional judgement, the Group estimates what proportion of the benefits will be realized in the quarter of release and, in subsequent periods, smooths out the input distribution, eliminating the effect of periodic and one-off promotions and anticipated but uncertain one-off events (such as the release of the series *Cyberpunk: Edgerunners* on Netflix), in order to achieve the effect of constant reducing balance or straight-line amortization from quarter to quarter.

In justified cases, the settlement of expenditure incurred may be of a one-off nature (e.g. Anime Cyberpunk: Edgerunners).

In the tables below, the Group presents projects amortized in 2024 for which reliable estimates of sales volumes and budgets can be determined, together with the useful lives or amortization rates applied:

- until the release of the *Phantom Liberty* expansion to the *Cyberpunk 2077* game:

Title	Period	Quarterly amortization
Cyberpunk 2077	Q4 2020	40%
	Q1-Q4 2021	3%
	Q1-Q4 2022	3%
	Q1-Q4 2023	3%
	Q1-Q4 2024	3%
	Q1-Q4 2025	3%

(all amounts in PLN thousand, unless stated otherwise)

- from the release of the *Phantom Liberty* expansion to the *Cyberpunk 2077* game, the total amount of non-amortized expenditure on the production of *Cyberpunk 2077*, including the version for new generation consoles and expenditure on the production of the *Phantom Liberty* expansion:

Title	Period	Quarterly amortization
Cyberpunk 2077 (including the version for new generation consoles) + the Phantom Liberty expansion	Q3-Q4 2023	20%
	Q1-Q4 2024	5%
	Q1-Q4 2025	3.5%
	Q1-Q4 2026	2.5%
	Q1-Q4 2027	2%
	Q1-Q4 2028	2%

- after the reporting date 31 December 2024, as a result of an analysis of the period of consumption of economic benefits, the total amount of non-amortized expenditure on the production of *Cyberpunk 2077*, including the version for new generation consoles and expenditure on the production of the *Phantom Liberty* expansion:

Title	Period	Quarterly amortization
Cyberpunk 2077 (including the version for new generation consoles) + the Phantom Liberty expansion*	Q1-Q4 2025	7%
	Q1-Q4 2026	5.5%
	Q1-Q4 2027	5%
	Q1-Q4 2028	3%
	Q1-Q4 2029	2.25%
	Q1-Q4 2030	2.25%

** As at 31 December 2024, the amount of non-amortized expenditure was PLN 180 114 thousand.*

(all amounts in PLN thousand, unless stated otherwise)

GOG.COM's project: WN GLX2:

		Amortization for the period																				
Title	**Release period**	Q1	Q2	Q3	Q4	Q5	Q6	Q7	Q8	Q9	Q10	Q11	Q12	Q13	Q14	Q15	Q16	Q17	Q18	Q19	Q20	Q21
WN GLX2*	Q4 2020	15%	0.7%	1.7%	1.8%	2%	0.6%	0.7%	0.4%	0.5%	0.5%	0.7%	0.4%	0.4%	0.5%	0.5%	0.5%	0.5%	0.3%	0.2%	0.2%	0.2%

** In 2021, GOG.COM updated the assumptions for the WN GLX2 development expenditure and wrote down 71.7% of the total value of this expenditure.*

In other cases, the Group amortizes the value of projects using the straight line method. Currently, the method is applied for amortization of the Witcher 3 project for new generation consoles. As at the reporting date of 31 December 2024, the amount of unamortized expenditure was PLN 13 988 thousand. After the reporting date, as a result of an analysis of the period of deriving economic benefits, the amortization period was extended until the end of 2027.

Amortization related to Expenditure on development projects is presented under the Cost of products and services sold (the CD PROJEKT RED segment) and in Selling expenses (the GOG.COM segment) in the Income statement.

(all amounts in PLN thousand, unless stated otherwise)

Intangible assets - Other

Intangible assets are presented at historical cost less amortization and impairment losses. Amortization is recognized on a straight line basis. Costs of research projects are not capitalized and are presented in the Income statement as expenses in the period in which they are incurred.

The expected useful life for each category of intangible assets is as follows:

Category	Useful life
Patents and licenses	2 – 15 years
Computer software	2 – 10 years

Intangible assets with a low initial unit cost not exceeding PLN 5 thousand are amortized on a simplified basis by making a one-off write-off.

The Group's consolidated financial statements show the commodity brand The Witcher and the corporate brand CD PROJEKT. Brands have been valued using the Relief from Royalty capitalization method representing the income approach, which is one of the primary methods for valuing brands and other intangible assets for the purpose of accounting for business combinations in accordance with *IFRS 3 Business Combinations*. Neither of the brands has got a definite useful life. Goodwill of the brands is subject to an annual impairment tests.

Goodwill

Goodwill (a gain) is calculated as the balance of two amounts:

- the sum of the consideration transferred for control, the non-controlling interests (measured as a proportion of the net assets acquired) and the fair value of the blocks of interests (shares) held by the acquiree prior to the acquisition date; and
- the fair value of the identifiable net assets acquired of the entity.

The excess of the sum calculated as indicated above over the fair value of the identifiable net assets acquired of the entity is recognized as goodwill on the assets side of the consolidated statement of financial position. Goodwill represents the payment made by the acquirer in anticipation of future economic benefits from assets that cannot be individually identified or separately recognized. After initial recognition goodwill is stated at cost, less accumulated impairment losses.

If the aforementioned sum is less than the fair value of the identifiable net assets acquired of the entity, the difference is recognized directly in the profit or loss. The Group recognizes a gain on the acquisition under other operating income.

Mergers of business entities under common control

The legal merger of the Parent Company with its subsidiary is recognized using the amounts relating to the subsidiary shown in the Parent Company's consolidated financial statements; these amounts include amounts recognized in the Parent Company's consolidated financial statements arising from the acquisition of the subsidiary. The subsidiary's results and statement of financial position are recognized prospectively from the date of the legal merger.

Impairment of non-financial assets

At each balance sheet date, the companies belonging to the Group review the net book amounts of non-current assets to determine whether there are indications of their impairment.

If such indications are found, the recoverable amount of an asset is estimated to determine the amount of the potential write-down. If an asset does not generate cash flows that are considerably independent of the cash flows generated by other assets, the analysis is performed for a group of assets generating cash flows (a cash-generating unit) to which the asset belongs.

In the case of intangible assets with an indefinite useful life, impairment tests are carried out annually and additionally when there are indications of possible impairment.

The recoverable amount is determined as the higher of fair value less costs to sell and value in use. The latter amount corresponds to the present value of estimated future cash flows discounted using a discount rate that takes into account the current market time value of money and the risks specific to a given asset.

If the recoverable amount is lower than the net book amount of an asset (or a group of assets), the book value is reduced to the recoverable amount. An impairment loss is recognized as an expense in the period in which it occurs, except when the asset was recognized in a revalued amount (impairment is then treated as a reversal of previous revaluation).

If impairment is subsequently reversed, the net book value of an asset (or a group of assets) is increased to the lower of the new estimated recoverable amount and the net book value of the asset that would have been determined had impairment not been recognized in previous years. Reversals of impairment are recognized in income.

Investment properties

Investment properties include properties held for rental income, appreciation in value or both. Consequently, the cash flows generated by investment properties are largely independent of other assets held by a Group Company.

Investment properties are valued using the purchase price model.

Rights of perpetual usufruct of land

Land owned by the State Treasury, local government units or their associations may be subject to perpetual usufruct. Perpetual usufruct is a special type of property right entitling natural or legal persons to use land to the exclusion of others. The perpetual lessee may also dispose of its right. The right of perpetual usufruct is granted for a period of 99 years or, in exceptional cases – where the economic purpose of perpetual usufruct does not require the land to be let for such a period – for a shorter period, however, no shorter than 40 years.

The Group has recognized the right of perpetual usufruct of land as a lease in accordance with IFRS 16. The right to use the leased asset has been presented in accordance with its purpose in the balance sheet either as Investment properties or Property, plant and equipment.

Leases

The Group as a lessee classifies an agreement as a lease or as containing a lease if it transfers the right to control the use of an identified asset for a given period in return for a consideration.

Where the Group acts as a lessor, an agreement is treated as a finance lease if substantially all the risks and rewards of ownership of the underlying asset are transferred. If substantially all the risks and rewards of ownership of the underlying asset are not transferred, an agreement is treated as an operating lease.

The right to control the use of an asset used under a lease contract primarily means the right to obtain substantially all economic benefits from the use of the asset and the right to direct the use of the identified asset.

Risks consist of the possibility of losses due to underutilization of capacity, loss of technical usefulness or changes in the level of return achieved due to changes in economic conditions. Benefits may include the expectation of profitable operation of the asset over its useful life and the expectation of a profit arising from an increase in its value or the realization of the residual value.

At the inception, the Group recognizes the right-of-use asset and the corresponding lease liability. The right of use is initially measured at cost, consisting of the initial lease liability, initial direct costs, an estimate of the costs expected to be incurred in dismantling the underlying asset and lease payments made at or before the inception, less lease incentives.

The Group depreciates the right-of-use assets on a straight line basis from the inception to the end of the useful life of the right-of-use asset or the end of the lease term, whichever is earlier. If there are indications to do so, the right-of-use assets are tested for impairment in accordance with *IAS 36*.

At the inception, the Group measures the lease liability at the present value of the outstanding lease payments, using the interest rate on the lease if this can be readily determined. Otherwise, the incremental borrowing rate of the lessee is applied.

Lease payments included in the value of the lease liability consist of fixed lease payments, variable lease payments dependent on an index or rate, amounts expected to be paid as guaranteed residual value and call option payments if it is reasonably certain that the option will be exercised. In subsequent periods, the lease liability is reduced by repayments made and increased by accrued interest. The valuation of the lease liability is updated to reflect changes in the agreement and the reassessment of the lease term, the exercise of the call option, the guaranteed residual value or index- or rate-dependent lease payments. In principle, the remeasurement of the liability is recognized as an adjustment to the right-of-use asset.

The Group applies the practical expedients permitted by the standard to short-term leases and leases where the underlying asset is of low value. For such agreements, instead of recognizing right-of-use assets and lease liabilities, lease payments are recognized in the profit or loss on a straight line basis over the lease term.

Shares in non-consolidated subordinated entities

Shares in non-consolidated subordinated entities are initially measured at cost. As at the balance sheet date, investments in subordinated entities are stated at cost less impairment losses.

Financial assets

The Group classifies each financial asset upon initial recognition into of one of four categories of financial assets, which are distinguished based on the Group's business model for managing the assets and the characteristics of the contractual cash flows:

- assets measured at amortized cost after initial recognition;
- assets measured at fair value through other comprehensive income after initial recognition;
- assets measured at fair value through profit or loss;
- hedging financial instruments.

The classification of financial assets is made upon initial recognition and can only be changed if the business model for managing financial assets changes. The principal models for managing financial assets include the model of holding for receiving contractual cash flows, the model of holding for receiving contractual cash flows and selling, and the model of holding for purposes other than those indicated in the two preceding models (in principle, it is a model of holding assets for disposal). The Group adopts the principle that the sale of a financial asset just before its maturity does not constitute a change in the business model from holding for receiving contractual cash flows to holding for receiving contractual cash flows and selling or holding for other purposes.

The Group does not apply hedge accounting and, therefore, the regulations of IFRS 9 in this respect do not apply to it.

The Group assesses the credit risk associated with assets constituting financial instruments based on the expected loss model. The primary method of determining impairment losses under the expected loss model is the method under which the Group monitors changes in the level of credit risk associated with a given financial asset in relation to its initial recognition and classifies financial assets into one of the three stages of impairment loss determination: stage 1 - financial assets serviced on an ongoing basis (applied to assets if their credit risk has not materially increased since initial recognition); stage 2 - financial assets with deteriorated servicing (applied if credit risk has increased materially since initial recognition, while there is no objective evidence of impairment); stage 3 - financial assets not serviced (applied when there is objective evidence of impairment).

The Group applies the simplification permitted by IFRS 9 (using an allowance matrix, based on historical data adjusted for the impact of future factors). The matrix is created on the basis of historical data. The Group does not apply the matrix separately to receivables portfolios as its business is fairly homogeneous. The Group's customers are mainly large multinational companies that settle their liabilities on time. The Group uses quarterly ageing for years X-1 and X-2 in relation to the year for which allowances are estimated. In addition to the allowances calculated according to the matrix, the Group also calculates allowances for receivables on a case-by-case basis on the basis of an expert analysis of information on receivables considered to be lost or at risk, carried out by the finance department. These are usually unique events that are not indicative of the Group's operations and business environment, but only of a delay in settlement of a particular customer's receivables.

Financial liabilities

A financial liability is each liability being:

- a contractual obligation to issue cash or another financial asset to another entity or exchange financial assets or liabilities with another entity on potentially unfavourable terms;
- a contract which will be or may be settled in own equity instruments of the entity and is a non-derivative instrument from which an obligation arises or may arise for the entity to deliver a variable number of its own equity instruments, or a derivative instrument which will be or may be settled other than through exchanging a fixed amount of cash or another financial asset for a fixed number of own equity instruments of the entity. For this purpose, pre-emptive rights, options and warrants to purchase a fixed number of an entity's own equity instruments in exchange for a fixed amount of cash in any currency are equity instruments if the entity offers pre-emptive rights, options and warrants on a pro rata basis to all current owners of the same class of the entity's non-derivative equity instruments.

Group companies classify each component of financial liabilities upon initial recognition as:

- financial liabilities measured at fair value through profit or loss;
- other financial liabilities measured at amortized cost.

Financial liabilities are initially stated at fair value plus transaction costs which can be directly attributed to the financial liability, for financial liabilities not carried at fair value through profit or loss.

Inventories

The initial cost of inventories includes all costs (the cost of purchase, production and other) incurred in bringing inventories to their present location and condition. The cost of purchase of inventories comprises the purchase price plus import duties and other taxes (not subsequently recoverable from the tax authorities), transport, loading, unloading and other costs directly related to the acquisition of the inventories, less discounts, rebates and other similar reductions. Inventories are stated at the lower of the initial cost (the cost of purchase or production) and the net realizable value. The net realizable value corresponds to the estimated selling price less any costs necessary to complete production and the costs of bringing the inventories to market or finding a buyer (i.e. selling, marketing, etc.). For inventories, cost is determined using the "weighted average" method.

Trade and other receivables

Trade receivables are measured in the books of account at the value corresponding to the transaction prices adjusted for appropriate impairment allowances under the expected losses model.

The value of receivables corresponding to the revenue from the sale of products, which arose and were recognized during the reporting period and were reported after the end of the period (in accordance with the contracts concluded), is presented in trade receivables.

Prepayments and deferred costs

The Group recognizes deferred income for the purpose of allocating such income to future reporting periods when the income is realized.

In the CD PROJEKT RED segment, deferred income includes proceeds received or due from royalties on pre-orders for digital distribution of games, or advances on royalties and advances on goods received from distributors, as well as deferred settlements of subsidies.

In the GOG.COM segment, deferred income includes revenue from pre-ordered sales of products with release dates in future periods and deferred settlements with customers of the online shop within the so-called GOG Portfolio.

Accruals are liabilities falling due for goods or services that have been received or provided, invoiced or formally agreed with the supplier.

Group companies recognize costs that have been incurred in advance but relate in whole or in part to subsequent periods in prepayments and deferred costs.

In the GOG.COM segment, the GOG Company acquires distribution rights which are initially treated as Deferred Costs. This initial recognition relates to fees for the so-called minimum guarantees - these are contractual amounts paid to the owner of vested rights after the conclusion of the contract. Minimum guarantees are charged to the cost of goods sold upon commencing the sales. Thus, the costs associated with minimum guarantees are correlated with sales revenue.

Cash and cash equivalents

Cash consists of cash in hand, demand deposits and bank deposits with a maturity of up to three months. Cash equivalents are short-term investments with high liquidity easily exchangeable for specific amounts of cash and exposed to insignificant risk of value fluctuations.

Outstanding overdrafts are presented in cash flows from financing activities under Loans and advances.

Assets held for sale and discontinued operations

Non-current assets (and groups of net assets) classified as held for sale are measured at the lower of their carrying amount and fair value less costs to sell.

Non-current assets (and groups of net assets) are classified as designated for disposal if it is probable that their carrying value will be recovered through disposal rather than through their continued use. This condition is considered met only if the sale transaction is highly probable and the asset (or a group of net assets designated for disposal, a disposal group) is available in its current condition for immediate sale. An asset is classified as designated for disposal under the assumption that a Group Company's management intends to complete the transaction within one year from the moment of changing the classification.

Equity

Equity is recorded in the books of account by type of equity components and in accordance with the binding regulations of the law and the provisions of the Articles of Association of the Group Companies.

Share capital is shown at the nominal value in the amount consistent with the Parent Company's Articles of Association and the entry in the court register.

Supplementary capital is created from profits generated.

Share premium is formed out of the surplus of the issue price of shares above the nominal value, less issue costs. Issue costs incurred on the set-up or an increase in the capital of a joint stock company reduce the supplementary capital.

Other reserves include Costs of the incentive plan, Reserve capital created for share buybacks and Revaluation reserve.

Provisions for liabilities

Provisions for liabilities are recognized when a Group Company has a current obligation (legal or constructive) as a result of past events and it is probable that the discharge of the obligation will result in an outflow of the resources embodying the Group's economic benefits and a reliable estimate of the amount of the obligation can be made. No provisions are recorded against future operating losses.

A provision for restructuring costs is only recognized when a Group Company has announced a detailed and formal restructuring plan to all stakeholders.

Employee benefits

Short-term employee benefits other than employment termination benefits and share-based payments are recognized as liabilities, net of any amounts already paid, and simultaneously as an expense for the period, unless the benefit should be included in the production cost of an asset. The Group does not offer participation in any post-employment benefit plans to its employees.

Based on the resolutions of the Parent Company's General Meeting of 18 April 2023, two new incentive plans for the financial years 2023-2027 were introduced on that date, replacing the Incentive Plan for 2020-2025: the Incentive Plan A and Incentive Plan B. Entitlements awarded under these plans if the conditions set out in the plans are met will be realized alternatively though either: (i) offering participants to subscribe for warrants entitling them to subscribe for an identical number of shares in the Parent Company issued as part of the conditional share capital increase, or (ii) offering participants to purchase from the Parent Company treasury shares acquired by the Parent Company as part of a buy-back carried out for this purpose. The Plans A and B are described in detail in Note 39 "Employee Benefit Plans" below.

The incentive plans are accounted for in accordance with the principles of *IFRS 2 Share-based Payments.*

Loans granted

Loans granted are measured at amortized cost using the effective interest rate.

Trade and other payables

Trade payables are shown in the balance sheet at amortized cost. Financial liabilities and equity instruments are classified according to their contractual economic content. An equity instrument is a contract giving the right to a share of the Group's assets less all liabilities.

Licences

The value of acquired distribution rights is recognized on the basis of invoices received as the balance of Deferred costs. This value is increased by the amount of the uninvoiced parts of the minimum guarantees under the contracts concluded. The value of acquired distribution rights is charged to expenses on a pro rata basis in relation to sales and, once the balance of Deferred costs is exceeded, it is credited to Trade payables.

Payment of dividend

Dividends are recorded at the moment of establishing the rights of the Parent Company's shareholders to their receipt.

Functional currency and presentation currency

Functional currency and presentation currency

The items contained in the financial statements are valued in the currency of the basic economic environment in which the Group conducts operations (the “functional currency”). The financial statements are presented in Polish zloty (PLN) which is the functional and presentation currency of the Group and the Company.

Transactions and balances

Transactions expressed in foreign currencies are translated into the functional currency based on the exchange rate as at the transaction date. Foreign exchange gains and losses on the settlement of these transactions and on the balance sheet valuation of monetary assets and liabilities denominated in foreign currencies are recognized in the Income statement.

Critical accounting estimates and judgements

Professional judgement

As at the end of each reporting period, the Group reviews the expected useful lives of internally generated intangible assets. In the case of intangible assets for which it is possible to determine reliable estimates of the volume and value of the sales budget, the Group amortizes the value of these projects based on the consumption of economic benefits related to the number of copies sold. The premiere-linked nature of the game’s life cycle justifies the use of a reducing balance depreciation method, as the highest sales volumes are achieved during the premiere period, which decline in subsequent periods. In the remaining cases, the Group amortizes the value of the projects on a straight line basis over three years. As the video game market is characterized by technology rotation cycles, a three-year period is the maximum horizon over which the Group can assess whether and what impact future technological changes will have on the value of an asset.

Uncertainty of estimates

The following are the key assumptions about the future and other key sources of uncertainties at the balance sheet date that carry a significant risk of material adjustments to the carrying amounts of assets and liabilities in the next financial year.

Impairment of assets

Impairment tests for assets such as goodwill and brand value require estimating the value in use of a cash-generating unit. Estimating the value in use means forecasting the future cash flows expected to be generated by a cash-generating unit, and requires determining a discount rate to be used in order to calculate the present value of these cash flows. The last test of the CD PROJEKT corporate brand, The Witcher product brand and goodwill was carried out as at 31 December 2024. No impairment of the brands or goodwill was identified. Impairment tests of shares in subsidiaries were also carried out as at 31 December 2024. No impairment of the shares was identified.

Assumptions adopted in the valuation of the CD PROJEKT brand, The Witcher trademark and goodwill:

	Trademarks	**Goodwill**
Cash flow forecast period	2025-2028 (4 years)	2025-2028 (4 years)
Discount rate (WACC)	10.45%	10.45%
Growth rate (g) for residual value	3%	3%

(all amounts in PLN thousand, unless stated otherwise)

Valuation of provisions

Provisions for retirement benefits and the share-based incentive plan were estimated using actuarial methods.

The Group creates provisions for performance-related remuneration and other bonuses. Provisions for performance-related remuneration are created on an aggregate basis for individual employee groups. As a general rule, provisions are calculated (depending on the employee group) on the basis of the net profit of the Group or of the operating segment. Provisions for performance-related remuneration are calculated under the principle of recursion - the value of the provisions reduces the underlying results accordingly.

The Group records provisions for refunds, expected adjustments to licence reports and costs not invoiced by suppliers up to the balance sheet date.

Deferred tax asset

The Group companies recognize a deferred tax asset based on the assumption that a tax profit will be generated in the future enabling its utilization. Deterioration of tax results in the future might result in the assumption becoming unjustified.

Deferred tax provision

The Group recognizes a deferred tax provision based on the assumption that a future tax obligation will arise from taxable temporary differences, leading to its utilization. In estimating deferred tax, the Group uses an income ratio calculated on the basis of the following year's budget to allocate positive and negative temporary differences.

Fair value of financial instruments

The fair value of financial instruments for which there is no active market is determined using appropriate valuation techniques. The Group companies use professional judgement in selecting appropriate methods and assumptions.

Depreciation and amortization rates

The depreciation and amortization rates are established based on the expected useful lives of property, plant and equipment and intangible assets. The Group companies verify the adopted useful lives on an annual basis, taking into account the current estimates.

For projects for which reliable estimates of sales volumes and budgets can be determined, the Group determines the amortization method for the published titles based on historical sales data of previous own titles (no useful predictive sales data of other publishers' titles is available) and, to a lesser but significant extent, professional judgement.

Assumption of comparability of the financial statements, changes in accounting policies and estimates

Changes in accounting policies

The accounting policies applied in these consolidated financial statements, material judgements made by the Management Board with regard to the accounting policies applied by the Group and the main sources of estimating uncertainties are consistent, in all material respects, with the policy adopted for preparing the annual consolidated financial statements of the CD PROJEKT Group for 2023, with the exception of changes in accounting policies, changes related to consolidated companies and presentation changes described below.

In accordance with the accounting policy adopted by the Group in 2024, the parent entity does not have to consolidate a subsidiary using the acquisition accounting method if:

- the subsidiary's share in the parent entity's total assets does not exceed 3%;
- the subsidiary's share in the parent entity's sales revenue and financial transactions does not exceed 3%,

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

In total, the financial data of the subsidiaries eliminated from consolidation may not exceed:

- 6% of the share in the parent entity's total assets;
- 6% of the share in the parent entity's sales revenue and financial transactions,

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

Presentation changes

In these consolidated financial statements for the period from 1 January to 31 December 2024, selected financial data were adjusted. In order to ensure comparability of the financial data in the reporting period, the data for the period from 1 January to 31 December 2023 and as at 31 December 2023 were adjusted. The data are presented after the following adjustments:

- In the statement of financial position as at 31 December 2023, provisions for holiday pay were entered. Consequently, the following items changed:
  - Deferred income tax asset – an increase of PLN 62 thousand;
  - Retained earnings/(Accumulated losses) – a decrease of PLN 267 thousand;
  - Provision for retirement and similar benefits – an increase of PLN 329 thousand.

The change affected the Equity.

- In the income statement for the period from 1 January to 31 December 2023, the Group began presenting the costs of research projects as a separate item of Administrative expenses.

The change is of a purely presentational nature and has not affected the Net profit and Equity.

- In the income statement for the period from 1 January to 31 December 2023, the Group introduced a presentation change as a result of an analysis of the costs of research projects. Consequently, the following items changed:
  - Costs of products and services sold – a decrease of PLN 2 609 thousand;
  - Administrative expenses – an increase of PLN 2,609 thousand.

The change is of a purely presentational nature and has not affected the Net profit and Equity.

Notes – operating segments of the CD PROJEKT Group

3

Operating segments

Presentation of the financial statements taking into account operating segments

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

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

The Group did not make any changes in determining segments or in the measurement of the profits or losses of the individual segments in relation to the financial statements for the year ended 31 December 2023.

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

Operating segments

In 2024, the Group's operations were carried out in two business segments:

- CD PROJEKT RED;
- GOG.COM.

CD PROJEKT RED

The scope and model of operations

The operations of the CD PROJEKT RED studio are carried out within the structure of CD PROJEKT S.A. (the domestic holding company of the CD PROJEKT Group), CD PROJEKT RED Inc. (USA) and CD PROJEKT RED Canada Ltd. (Canada, before the change of the name: CD PROJEKT RED Vancouver Studio Ltd.)

These operations consist of creating and publishing video games, selling licences for their distribution, coordinating sales promotions, and of producing, selling, licensing and releasing the accompanying products which use the brands owned.

The production and publishing of the computer games is carried out by the CD PROJEKT RED studio and is based on the brands owned by the Company - the Witcher and Cyberpunk. The studio is globally known for its *Cyberpunk 2077* game and the *Witcher* game series, the flagship brands of CD PROJEKT RED. In addition to the said franchises, the studio is carrying out internal concept work on the third franchise, a proprietary IP with the code name Hadar.

As part of the publishing activities, the Parent Company is responsible for the design of the campaigns which promote its own products and independently maintains direct communication with players via electronic media channels and social media and by participating in industry events.

GOG.COM

The scope and model of operations

GOG.COM is currently one of the world's most popular independent digital distribution platforms for computer games, which is distinguished by offering digital products without security features that make it difficult for users to use the games they have purchased (DRM[1]).

The platform is available in English, French, German, Russian, Chinese and Polish, offering customers not only a fully localized website or games, but also (with the exception of the Russian and Chinese versions), direct marketing activities in a given language and popular local payment methods (in twelve currencies). On GOG.COM, games are available for Windows PCs, as well as for macOS and Linux operating systems.

The operations of the GOG.COM segment consists in digital distribution of the games via own GOG.COM shop and GOG GALAXY application. The platform makes it possible to purchase a game, pay for the game and download it to one's own computer; in addition, the GOG GALAXY application enables, among other things, automatic updates, saving the game in the cloud, network play, including between platforms. Each purchase also comes with an offline installer which enables users to play without the need for an Internet connection.

[1] DRM (Digital Rights Management) - a generic term for technology that controls how and when digital content - games, music, films, books - can be used.

Information on individual operating segments

	Continuing operations		Consolidation eliminations	Total continuing operations
	CD PROJEKT RED	GOG.COM		
01.01.2024 – 31.12.2024				
Sales revenue	**801 635**	**199 338**	**(15 943)**	**985 030**
from external customers	785 692	199 338	-	985 030
between segments	15 943	-	(15 943)	-
Amortization and depreciation	**12 933**	**2 041**	**(685)**	**14 289**
Interest income	**62 886**	**1 533**	**-**	**64 419**
Interest expense	**875**	**304**	**(107)**	**1 072**
Net profit/(loss) of the segment	**468 612**	**1 134**	**128**	**469 874**

	Continuing operations		Consolidation eliminations	Total continuing operations
	CD PROJEKT RED	GOG.COM		
01.01.2023 – 31.12.2023				
Sales revenue	**1 037 873**	**234 969**	**(42 643)**	**1 230 199**
from external customers	995 319	234 880	-	1 230 199
between segments	42 554	89	(42 643)	-
Amortization and depreciation	**12 944**	**1 614**	**(588)**	**13 970**
Interest income	**47 198**	**809**	**-**	**48 007**
Interest expense	**863**	**167**	**(167)**	**863**
Net profit/(loss) of the segment	**470 748**	**10 255**	**102**	**481 105**

(all amounts in PLN thousand, unless stated otherwise)

Sales revenue – geographical structure*

	Continuing operations		Consolidation eliminations	Total continuing operations	
	CD PROJEKT RED	GOG.COM		in PLN	in %
01.01.2024 – 31.12.2024					
Domestic sales	**30 637**	**15 750**	**(15 942)**	**30 445**	**3.1%**
Export sales, including:	**770 997**	**183 588**	**-**	**954 585**	**96.9%**
Europe	97 117	83 777	-	180 894	18.4%
North America	628 577	80 294	-	708 871	71.9%
South America	-	5 010	-	5 010	0.5%
Asia	43 749	6 896	-	50 645	5.1%
Australia	1 554	7 006	-	8 560	0.9%
Africa	-	605	-	605	0.1%
Total	**801 634**	**199 338**	**(15 942)**	**985 030**	**100%**

	Continuing operations		Consolidation eliminations	Total continuing operations	
	CD PROJEKT RED	GOG.COM		in PLN	in %
01.01.2023 – 31.12.2023					
Domestic sales	**54 645**	**18 838**	**(42 643)**	**30 840**	**2.5%**
Export sales, including:	**983 228**	**216 131**	**-**	**1 199 359**	**97.5%**
Europe	125 554	105 458	-	231 012	18.8%
North America	785 293	87 060	-	872 353	70.9%
South America	-	4 682	-	4 682	0.4%
Asia	71 424	10 113	-	81 537	6.6%
Australia	957	8 141	-	9 098	0.7%
Africa	-	677	-	677	0.1%
Total	**1 037 873**	**234 969**	**(42 643)**	**1 230 199**	**100%**

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

(all amounts in PLN thousand, unless stated otherwise)

Sales revenue – by type of production

	Continuing operations		Consolidation eliminations	Total continuing operations
	CD PROJEKT RED	GOG.COM		
01.01.2024 – 31.12.2024				
Own production	790 687	-	6 709	797 396
Third party production	7 675	198 226	(22 506)	183 395
Other revenue	3 273	1 112	(146)	4 239
Total	**801 635**	**199 338**	**(15 943)**	**985 030**

	Continuing operations		Consolidation eliminations	Total continuing operations
	CD PROJEKT RED	GOG.COM		
01.01.2023 – 31.12.2023				
Own production	1 023 545	-	18 239	1 041 784
Third party production	13 314	234 089	(60 650)	186 753
Other revenue	1 014	880	(232)	1 662
Total	**1 037 873**	**234 969**	**(42 643)**	**1 230 199**

(all amounts in PLN thousand, unless stated otherwise)

Sales revenue – by distribution channel

	Continuing operations		Consolidation eliminations	Total continuing operations
	CD PROJEKT RED	GOG.COM		
01.01.2024 – 31.12.2024				
Game - box issue	40 360	-	-	40 360
Game - digital issue	720 236	198 226	(15 796)	902 666
Other revenue	41 040	1 112	(148)	42 004
Total	**801 636**	**199 338**	**(15 944)**	**985 030**

	Continuing operations		Consolidation eliminations	Total continuing operations
	CD PROJEKT RED	GOG.COM		
01.01.2023 – 31.12.2023				
Game - box issue	67 989	-	-	67 989
Game - digital issue	944 979	234 088	(42 387)	1 136 680
Other revenue	24 905	880	(255)	25 530
Total	**1 037 873**	**234 968**	**(42 642)**	**1 230 199**

(all amounts in PLN thousand, unless stated otherwise)

Consolidated income statement by segment for the period from 01.01.2024 to 31.12.2024

	CD PROJEKT RED	GOG.COM	Consolidation eliminations	Total
Sales revenue	**801 635**	**199 338**	**(15 943)**	**985 030**
Sales of products	790 687	-	6 709	797 396
Sales of services	3 273	1 112	(146)	4 239
Sales of goods for resale and materials	7 675	198 226	(22 506)	183 395
Cost of sales of products, services, goods for resale and materials	**118 296**	**144 716**	**(15 860)**	**247 152**
Costs of products and services sold	110 998	-	(63)	110 935
Cost of goods for resale and materials sold	7 298	144 716	(15 797)	136 217
Gross profit/(loss) on sales	**683 339**	**54 622**	**(83)**	**737 878**
Selling expenses	92 144	43 304	(80)	135 368
Total administrative expenses, including:	237 509	10 926	(125)	248 310
cost of research projects	78 504	-	-	78 504
Other operating income	27 049	3 252	(1 428)	28 873
Other operating expenses	15 279	3 567	(1 307)	17 539
(Impairment)/reversal of impairment of financial instruments	(38)	-	-	(38)
Operating profit/(loss)	**365 418**	**77**	**1**	**365 496**
Finance income	76 974	6 539	-	83 513
Finance costs	14 127	4 905	(107)	18 925
Profit/(loss) before tax	**428 265**	**1 711**	**108**	**430 084**
Income tax	(40 347)	577	(20)	(39 790)
Net profit/(loss)	**468 612**	**1 134**	**128**	**469 874**
Net profit/(loss) attributable to owners of CD PROJEKT S.A.	468 612	1 134	128	469 874

(all amounts in PLN thousand, unless stated otherwise)

Consolidated income statement by segment for the period from 01.01.2023 to 31.12.2023*

	CD PROJEKT RED	GOG.COM	Consolidation eliminations	Total
Sales revenue	**1 037 873**	**234 969**	**(42 643)**	**1 230 199**
Sales of products	1 023 545	-	18 239	1 041 784
Sales of services	1 014	880	(232)	1 662
Sales of goods for resale and materials	13 314	234 089	(60 650)	186 753
Cost of sales of products, services, goods for resale and materials	**252 363**	**168 136**	**(42 541)**	**377 958**
Costs of products and services sold	237 305	4	(158)	237 151
Cost of goods for resale and materials sold	15 058	168 132	(42 383)	140 807
Gross profit/(loss) on sales	**785 510**	**66 833**	**(102)**	**852 241**
Selling expenses	198 832	45 063	(99)	243 796
Total administrative expenses, including:	160 990	8 364	(238)	169 116
cost of research projects	20 002	-	-	20 002
Other operating income	50 922	5 409	(2 291)	54 040
Other operating expenses	19 162	7 227	(2 053)	24 336
(Impairment)/reversal of impairment of financial instruments	7	-	-	7
Operating profit/(loss)	**457 455**	**11 588**	**(3)**	**469 040**
Finance income	114 729	3 916	-	118 645
Finance costs	45 429	3 929	(165)	49 193
Profit/(loss) before tax	**526 755**	**11 575**	**162**	**538 492**
Income tax	56 007	1 320	60	57 387
Net profit/(loss)	**470 748**	**10 255**	**102**	**481 105**
Net profit/(loss) attributable to owners of CD PROJEKT S.A.	470 748	10 255	102	481 105

** restated data*

(all amounts in PLN thousand, unless stated otherwise)

Consolidated statement of financial position by segment as at 31.12.2024

	CD PROJEKT RED	GOG.COM	Consolidation eliminations	Total
NON-CURRENT ASSETS	**1 559 482**	**31 452**	**(16 770)**	**1 574 164**
Property, plant and equipment	262 095	1 772	(889)	262 978
Intangible assets	65 756	3 877	(328)	69 305
Expenditure on development projects	692 281	2 895	245	695 421
Investment properties	31 605	-	-	31 605
Goodwill	56 438	-	-	56 438
Investments in subordinated entities	15 798	-	(15 798)	-
Shares in non-consolidated subordinated entities	39 453	-	-	39 453
Prepayments and deferred costs	3 771	20 660	-	24 431
Other financial assets	292 137	-	-	292 137
Deferred tax assets	99 741	2 248	-	101 989
Other receivables	407	-	-	407
CURRENT ASSETS	**1 396 146**	**77 519**	**(5 405)**	**1 468 260**
Inventories	1 802	-	-	1 802
Trade receivables	167 754	5 279	(5 405)	167 628
Current income tax receivable	15 211	-	-	15 211
Other receivables	69 355	366	-	69 721
Prepayments and deferred costs	10 830	15 038	-	25 868
Other financial assets	540 486	134	-	540 620
Bank deposits over 3 months	522 524	-	-	522 524
Cash and cash equivalents	68 184	56 702	-	124 886
TOTAL ASSETS	**2 955 628**	**108 971**	**(22 175)**	**3 042 424**

(all amounts in PLN thousand, unless stated otherwise)

	CD PROJEKT RED	GOG.COM	Consolidation eliminations	Total
EQUITY	**2 765 931**	**50 526**	**(15 790)**	**2 800 667**
Equity of the shareholders of CD PROJEKT S.A.	**2 765 931**	**50 526**	**(15 790)**	**2 800 667**
Share capital	99 911	136	(136)	99 911
Supplementary capital	2 026 045	48 503	(5 514)	2 069 034
Share premium	116 700	-	-	116 700
Other reserves	50 030	1 097	(2 110)	49 017
Foreign exchange differences on translation	(520)	(65)	1 016	431
Retained earnings/(Accumulated losses)	5 153	(279)	(9 174)	(4 300)
Net profit (loss) for the period	468 612	1 134	128	469 874
Non-controlling interests	**-**	**-**	**-**	**-**
NON-CURRENT LIABILITIES	**22 541**	**335**	**(302)**	**22 574**
Other financial liabilities	17 708	300	(302)	17 706
Other liabilities	2 274	-	-	2 274
Deferred tax provisions	67	-	-	67
Deferred income	1 665	-	-	1 665
Provision for retirement and similar benefits	827	35	-	862
CURRENT LIABILITIES	**167 156**	**58 110**	**(6 083)**	**219 183**
Other financial liabilities	12 370	716	(678)	12 408
Trade payables	41 104	38 902	(5 273)	74 733
Current income tax liabilities	-	782	-	782
Other liabilities	5 807	7 117	-	12 924
Deferred income	8 738	6 437	-	15 175
Provision for retirement and similar benefits	8 429	311	-	8 740
Other provisions	90 708	3 845	(132)	94 421
TOTAL EQUITY AND LIABILITIES	**2 955 628**	**108 971**	**(22 175)**	**3 042 424**

(all amounts in PLN thousand, unless stated otherwise)

Consolidated statement of financial position by segment as at 31.12.2023*

	CD PROJEKT RED	GOG.COM	Consolidation eliminations	Total
NON-CURRENT ASSETS	**1 421 258**	**46 167**	**(16 740)**	**1 450 685**
Property, plant and equipment	181 955	2 404	(1 321)	183 038
Intangible assets	67 795	2 671	(408)	70 058
Expenditure on development projects	524 475	2 472	235	527 182
Investment properties	34 245	-	-	34 245
Goodwill	56 438	-	-	56 438
Investments in subordinated entities	15 226	-	(15 226)	-
Shares in non-consolidated subordinated entities	38 095	-	-	38 095
Prepayments and deferred costs	4 913	36 993	-	41 906
Other financial assets	455 907	-	-	455 907
Deferred tax assets	41 826	1 627	(20)	43 433
Other receivables	383	-	-	383
CURRENT ASSETS	**1 102 799**	**76 195**	**(16 179)**	**1 162 815**
Inventories	3 576	-	-	3 576
Trade receivables	203 783	5 916	(16 179)	193 520
Current income tax receivable	1 128	-	-	1 128
Other receivables	52 228	5 513	-	57 741
Prepayments and deferred costs	10 601	17 271	-	27 872
Other financial assets	362 719	-	-	362 719
Bank deposits over 3 months	338 205	-	-	338 205
Cash and cash equivalents	130 559	47 495	-	178 054
TOTAL ASSETS	**2 524 057**	**122 362**	**(32 919)**	**2 613 500**

** restated data*

(all amounts in PLN thousand, unless stated otherwise)

	CD PROJEKT RED	GOG.COM	Consolidation eliminations	Total
EQUITY	**2 369 714**	**48 837**	**(15 328)**	**2 403 223**
Equity of the shareholders of CD PROJEKT S.A.	**2 369 714**	**48 837**	**(15 328)**	**2 403 223**
Share capital	99 911	136	(136)	99 911
Supplementary capital	1 681 868	38 251	(5 515)	1 714 604
Share premium	116 700	-	-	116 700
Other reserves	24 184	525	(1 540)	23 169
Foreign exchange differences on translation	(2 153)	(65)	1 016	(1 202)
Retained earnings/(Accumulated losses)	(21 544)	(265)	(9 255)	(31 064)
Net profit (loss) for the period	470 748	10 255	102	481 105
Non-controlling interests	**-**	**-**	**-**	**-**
NON-CURRENT LIABILITIES	**38 753**	**890**	**(869)**	**38 774**
Other financial liabilities	20 038	869	(869)	20 038
Other liabilities	2 494	-	-	2 494
Deferred income	2 315	-	-	2 315
Provision for retirement and similar benefits	497	21	-	518
Other provisions	13 409	-	-	13 409
CURRENT LIABILITIES	**115 590**	**72 635**	**(16 722)**	**171 503**
Other financial liabilities	6 389	1 038	(543)	6 884
Trade payables	24 202	50 716	(16 083)	58 835
Current income tax liabilities	-	462	-	462
Other liabilities	7 099	8 102	-	15 201
Deferred income	6 887	6 283	-	13 170
Provision for retirement and similar benefits	6 414	329	-	6 743
Other provisions	64 599	5 705	(96)	70 208
TOTAL EQUITY AND LIABILITIES	**2 524 057**	**122 362**	**(32 919)**	**2 613 500**

** restated data*

(all amounts in PLN thousand, unless stated otherwise)

Notes – other explanatory notes to the consolidated financial statements

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Note 1. Sales revenue

Under **IFRS 15**, revenue from sales of products, goods, materials and services, net of value added tax, rebates and discounts, is recognized when the performance obligation to deliver the promised goods or services (i.e. assets) to the customer has been fulfilled (or is in the process of being fulfilled).

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
Sales revenue	**985 030**	**1 230 199**
including revenue from research and development projects	356 592	521 071
Sales of products	797 396	1 041 784
Sales of services	4 239	1 662
Sales of goods for resale and materials	183 395	186 753
Other income	**112 386**	**172 685**
Other operating income	28 873	54 040
Finance income	83 513	118 645
Total	**1 097 416**	**1 402 884**

Sales revenue – geographical structure*

	01.01.2024 – 31.12.2024		01.01.2023 – 31.12.2023	
	in PLN	in %	in PLN	in %
Domestic sales	**30 445**	**3.1%**	**30 840**	**2.5%**
Export sales, including:	**954 585**	**96.9%**	**1 199 359**	**97.5%**
Europe	180 894	18.4%	231 012	18.8%
North America	708 871	71.9%	872 353	70.9%
South America	5 010	0.5%	4 682	0.4%
Asia	50 645	5.1%	81 537	6.6%
Australia	8 560	0.9%	9 098	0.7%
Africa	605	0.1%	677	0.1%
Total	**985 030**	**100%**	**1 230 199**	**100%**

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

Sales revenue – by type of production

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
Own production	797 396	1 041 784
Third party production	183 395	186 753
Other revenue	4 239	1 662
Total	**985 030**	**1 230 199**

Sales revenue – by distribution channel

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
Games - box issues	40 360	67 989
Games - digital issues	902 666	1 136 680
Other revenue	42 004	25 530
Total	**985 030**	**1 230 199**

(all amounts in PLN thousand, unless stated otherwise)

Note 2. Operating expenses

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023*
Depreciation and amortization of property, plant and equipment, intangible assets, expenditure on development projects and investment properties, including:	14 289	13 970
depreciation of leased buildings	839	801
depreciation of leased vehicles	398	398
Materials and energy used	5 028	4 802
External services, including:	142 228	181 741
costs of short-term leases and low value leases	507	469
Taxes and fees	2 261	2 354
Salaries and wages, social insurance and other benefits	213 691	204 273
Business travel	4 948	3 831
Cost of using company cars	248	268
Cost of goods for resale and materials sold	136 217	140 807
Costs of products and services sold	110 935	237 151
Other costs	985	1 673
Total	**630 830**	**790 870**
Selling expenses, including:	135 368	243 796
cost of product maintenance	16 886	57 961
Total administrative expenses, including:	248 310	169 116
cost of research projects	78 504	20 002
Costs of sales	247 152	377 958
Total	**630 830**	**790 870**

** restated data*

(all amounts in PLN thousand, unless stated otherwise)

Depreciation and amortization and impairment write-downs recognized in the income statement

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
Items included in cost of sales	**1 227**	**1 158**
Depreciation of tangible fixed assets	1 197	1 111
Amortization of intangible assets and expenditure on development projects	30	47
Items included in selling expenses	**6 208**	**8 507**
Depreciation of tangible fixed assets	4 254	6 609
Amortization of intangible assets and expenditure on development projects	1 954	1 898
Items included in administrative expenses	**8 081**	**5 463**
Depreciation of tangible fixed assets	6 510	4 717
Amortization of intangible assets and expenditure on development projects	1 571	746
Items included in other operating expenses	**6 152**	**1 726**
Depreciation of investment properties	1 537	1 726
Impairment of property, plant and equipment and investment properties	4 615	-
Total	**21 668**	**16 854**

Costs of employee benefits

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
Salaries and wages	191 539	183 808
Social insurance and other benefits	15 053	13 837
Other employee benefits	7 099	6 628
Total costs of employee benefits	**213 691**	**204 273**
Items included in selling expenses	103 889	129 129
Items included in administrative expenses	109 802	75 144

(all amounts in PLN thousand, unless stated otherwise)

Note 3. Other operating income and expenses

Other operating income

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
Tax relief for innovative employees	14 024	16 344
Other sales	7 369	5 451
Rental income	2 285	2 571
Income from re-invoicing	1 177	790
Subsidies	918	2 763
Write-off of expired liabilities	841	1 246
Reversal of inventory write-downs	672	-
Gains on disposal of non-current assets	191	75
Fixed assets and goods for resale received free of charge	56	168
Damages received	545	-
Payments from enforcement officers	3	27
Release of unused provisions for costs	-	2 816
Reversal of a write-down of expenditure on development projects in progress	-	21 531
Refund of overpaid tax on civil law transactions	-	94
Other	792	164
Total other operating income	**28 873**	**54 040**

Other operating expenses

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
Impairment write-downs of property, plant and equipment and investment properties	4 615	-
Cost of rental	2 846	3 621
Cost of sales of other sales	3 953	3 307
Write-down and write-off of minimum guarantee assets	2 263	1 912
Depreciation of investment properties	1 537	1 726
Costs relating to re-invoicing	1 177	790
Provision recorded for a potential tax liability	471	3 746
Donations and charity	378	880
VAT written off	24	338
Cost of destruction of materials and goods for resale	9	227
Irrecoverable receivables	4	76
Scrapping of fixed and intangible assets	2	3 163
Inventory write-downs	-	2 028
Scrapping of investment properties	-	737
Costs of projects written-off	-	518
Cost of current assets written off	-	243
Other	260	1 024
Total other operating expenses	**17 539**	**24 336**

(all amounts in PLN thousand, unless stated otherwise)

Note 4. Finance income and finance costs

Finance income

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
Interest income	**64 419**	**48 007**
on current bank deposits	27 033	28 090
on bonds	37 169	19 653
on loans	217	264
Other finance income	**19 094**	**70 638**
net foreign exchange gains	14 057	-
reversal of impairment of non-current financial assets	-	27 271
gain on redemption of bonds	-	2 259
settlement and measurement of derivative financial instruments	5 006	40 768
measurement of private equity interests in the gaming sector	31	-
other finance income	-	340
Total finance income	**83 513**	**118 645**

Finance costs

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
Interest expense	**1 072**	**863**
on lease contracts	771	807
on bonds	17	18
on liabilities to the State Treasury	284	35
on trade payables	-	3
Other finance costs	**17 853**	**48 330**
net foreign exchange losses	4 527	47 961
settlement and measurement of derivative financial instruments	9 118	-
commission and fees on purchase of bonds	280	284
loss on redemption of bonds	3 927	-
measurement of private equity interests in the gaming sector	-	85
other	1	-
Total finance costs	**18 925**	**49 193**
Net finance income/costs	**64 588**	**69 452**

(all amounts in PLN thousand, unless stated otherwise)

Note 5. Corporate income tax and deferred income tax

The main items of income tax expense for the years ended 31 December 2024 and 31 December 2023 are as follows:

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
Current income tax	**18 699**	**47 472**
For the financial year	19 402	27 512
Withholding tax paid abroad	13 783	31 399
Adjustments relating to prior years	(14 486)	(11 439)
Deferred income tax	**(58 489)**	**9 915**
Related to temporary differences arising and reversed	(58 489)	9 915
Income tax expense shown in the income statement	**(39 790)**	**57 387**
Effective tax rate	**(9.25)%**	**10.66%**

Deferred tax shown in the income statement is the difference between the balance of deferred tax provisions and assets as at the end and the beginning of the reporting periods.

(all amounts in PLN thousand, unless stated otherwise)

Current income tax

	01.01.2024 – 31.12.2024		01.01.2023 – 31.12.2023	
	Income from other sources of revenue	Income from capital gains	Income from other sources of revenue	Income from capital gains
Profit/(loss) before tax	**379 921**	**50 163**	**489 801**	**48 691**
Income increasing the tax base	6 665	10 542	7 834	12 138
Income relating to subsequent periods	37 530	-	(75 277)	-
Non-taxable income	(30 262)	(26 455)	(88 644)	(18 619)
Income from advance payments disclosed for tax purposes	8 770	-	7 567	-
Costs reducing the tax base	(105 699)	-	(43 162)	-
Non-deductible costs	164 336	92	331 314	12
Profit/loss made by entities operating abroad	(968)	-	183	-
Taxable income	**460 293**	**34 342**	**629 616**	**42 222**
Deductions from income – loss	-	(34 313)	(8 553)	(42 222)
Deductions from income – donation and charity	-	-	(445)	-
Deductions from income – R&D relief	(123 939)	-	(83 478)	-
Deductions from income – tax-free income	-	-	(466)	-
Tax base, including:	**336 354**	**29**	**536 674**	**-**
Tax base at 5% (profit)	**368 760**	**-**	**531 847**	**-**
Tax base at 19% (profit)	**5 042**	**29**	**4 827**	**-**
Tax base at 19% (loss)	**(37 448)**	**-**	**-**	**-**
Income tax calculated in Poland at 5%	18 438	-	26 593	-
Income tax calculated in Poland at 19%	958	6	917	-
Income tax calculated abroad	-	-	2	-
Income tax	**19 396**	**6**	**27 512**	**-**

The Parent Company's tax settlements had the largest impact on the amount reported.

The Polish tax system provides for separate taxation of capital gains (which represent, for the most part, a taxpayer's passive income) and of other operating activities.

In the reporting period, the Parent Company earned capital gains of PLN 34 313 thousand which did not generate a tax liability because the Company utilized a tax loss carried forward.

As part of its operating activities, the Parent Company reported a tax loss on activities taxable at the 19% CIT rate and earned taxable income on activities taxable at the 5% CIT rate (the so-called IP Box).

A tax loss on activities taxable at the 19% CIT rate was mainly due to expenditure incurred on projects in the research phase.

The tax due on income generated by the activities taxable at the 5% CIT rate amounted to PLN 18 438 thousand.

At the same time, a negative effective tax rate was mainly due to:

- a change in the net deferred tax asset/provision (totalling PLN 58 007 thousand) relating mainly to the disclosure of the historical costs qualified for the R&D relief as part of an adjustment to the tax returns for 2020-2023 in connection with obtaining favourable decisions of the Supreme Administrative Court and a tax ruling relating to the R&D relief plus the amount of the R&D relief declared in the current reporting period;
- a refund of withholding tax paid in other jurisdictions in respect of royalties of PLN 14 710 thousand;
- withholding tax paid in other jurisdictions which amounted to PLN 13 775 thousand in the period analysed being lower than in the comparative period.

(all amounts in PLN thousand, unless stated otherwise)

Deductible temporary differences underlying the deferred tax asset

	31.12.2023*	Differences affecting the deferred tax recognized in the profit or loss	31.12.2024
Provision for other employee benefits	5 331	(105)	5 226
Provision for costs of performance-related and other remuneration	49 813	2 991	52 804
Tax loss	563	25	588
Foreign exchange losses	38 396	(17 058)	21 338
Difference between the carrying and tax amount of expenditure on development projects	22 041	(360)	21 681
Salaries and wages and social insurance payable in future periods	23	4	27
Deferred income in respect of virtual wallet top-ups and fringe benefit scheme	4 128	463	4 591
Other provisions	42 935	(1 207)	41 728
Research and development relief	221 574	287 295	508 869
Tax value of leased non-current assets	20 957	(2 536)	18 421
Prepayments recognized as revenue for tax purposes	4 979	(785)	4 194
Difference between the net carrying amount and tax amount of property, plant and equipment and intangible assets	12	-	12
Measurement of forward contracts	496	(496)	-
Write-off of minimum guarantees	3 664	2 329	5 993
Total deductible differences, including:	**414 912**	**270 560**	**685 472**
taxed at 5%	130 491	(36 480)	94 011
taxed at 19%	283 829	306 920	590 749
deferred tax charged abroad	592	120	712
Deferred income tax assets	**60 585**	**56 533**	**117 118**

** restated data*

(all amounts in PLN thousand, unless stated otherwise)

Taxable temporary differences underlying the deferred tax provision

	31.12.2023	Differences affecting the deferred tax recognized in the profit or loss	31.12.2024
Difference between the net carrying amount and tax amount of property, plant and equipment and intangible assets	20 977	(4 210)	16 767
Current period revenue invoiced in the subsequent period/accrued income	191 864	(28 305)	163 559
Foreign exchange gains	1 425	(297)	1 128
Measurement of forward contracts	-	96	96
Difference between the carrying and tax amount of expenditure on development projects	48 802	(13 037)	35 765
Tax value of leased non-current assets	21 063	(2 772)	18 291
Other	144	933	1 077
Total taxable differences, including:	**284 275**	**(47 592)**	**236 683**
taxed at 5%	263 327	(50 416)	212 911
taxed at 19%	20 767	1 906	22 673
deferred tax charged abroad	181	918	1 099
Deferred tax provisions	**17 152**	**(1 956)**	**15 196**

The deferred part of the income tax for the Polish companies was determined either at the corporate income tax rate of 19% for the tax base corresponding to income from other sources, or at the rate of 5% for the tax base corresponding to income from qualifying intellectual property (the so-called IP BOX), and in the case of the activities conducted in the USA by CD PROJEKT RED Inc., based on the applicable rates of the federal and state taxes. When determining the appropriate tax rate for temporary differences, the Group relied on forecasts of which tax base will give rise to the realization of the temporary differences recognized.

Net deferred tax assets/provisions

	31.12.2024	31.12.2023*
Deferred tax assets	117 118	60 585
Deferred tax provisions	15 196	17 152

** restated data*

Note 6. Discontinued operations

The Group did not discontinue any operations in the current or in the previous year.

Note 7. Earnings per share

Basic earnings per share are calculated by dividing the net profit for the period attributable to ordinary shareholders of the Parent Company by the weighted average number of ordinary shares in issue outstanding during the period. Diluted earnings per share are calculated by dividing the net profit for the period attributable to ordinary shareholders of the Parent Company (net of interest on redeemable preference shares convertible into ordinary shares) by the weighted average number of ordinary shares in issue during the year (adjusted for the inflow of diluting options or warrants and diluting redeemable preference shares convertible into ordinary shares).

During the 12 months ended 31 December 2024, the diluting instruments comprised entitlements awarded under the incentive plans, entitling the holder to take up shares in the Parent Company in the future. For information on the number of entitlements granted, see Note 39.

(all amounts in PLN thousand, unless stated otherwise)

Net profit and number of shares underlying the calculation of earnings per share

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
Weighted average number of shares for the calculation of basic earnings per share (in pcs)	99 910 510	100 268 964
Weighted average number of shares for the calculation of diluted earnings per share (in pcs)	100 487 708	100 288 896
Net profit/(loss) shown for the purpose of calculating diluted earnings per share	469 874	481 105
Basic net earnings/(loss) per share (in PLN)	**4.70**	**4.80**
Diluted net earnings/(loss) per share (in PLN)	**4.68**	**4.80**

Note 8. Dividend paid (or declared) and received

On 14 June 2024, the Ordinary Shareholders Meeting of the Parent Company decided to set aside a part of the Parent Company's net profit for 2023 for distribution to shareholders as a dividend. In accordance with the Resolution adopted, on 27 June 2024, the Parent Company paid out PLN 99 910 510 thousand, i.e. PLN 1 per share. The number of the Parent Company's shares giving the right to a dividend was 99 910 510.

Note 9. Disclosure of other comprehensive income items and their tax effect

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
Net profit/(loss)	**469 874**	**481 105**
Foreign exchange differences on measurement of foreign operations	1 633	(3 106)
Measurement of bonds issued by foreign governments	2 271	4 138
Total comprehensive income	**473 778**	**482 137**
Total comprehensive income attributable to non-controlling interests	**-**	**-**
Total comprehensive income attributable to the parent company	**473 778**	**482 137**

Note 10. Property, plant and equipment

Ownership structure of property, plant and equipment

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
Own assets	243 020	160 229
Used under lease contracts	19 958	22 809
Total	**262 978**	**183 038**

Property, plant and equipment with restricted legal title

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
Used under lease contracts	19 958	22 809
Total	**19 958**	**22 809**

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

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
Construction of an office building on the CD PROJEKT campus	24 518	83 292
Leasing of passenger cars	120	562
Leasing of buildings	247	-
Total	**24 885**	**83 854**

(all amounts in PLN thousand, unless stated otherwise)

Changes in property, plant and equipment (by category) for the period 01.01.2024 – 31.12.2024

	Land	Buildings and structures	Civil and hydraulic engineering facilities	Plant and machinery	Vehicles	Other fixed assets	Assets under construction	Total
Gross carrying amount as at 01.01.2024	**41 859**	**107 457**	**3 927**	**90 736**	**3 677**	**8 152**	**18 392**	**274 200**
Increase due to:	**-**	**1 028**	**44**	**8 428**	**671**	**102**	**98 296**	**108 569**
purchase	-	269	-	8 327	-	57	98 296	106 949
lease contracts concluded	-	47	-	-	-	-	-	47
transfer from assets under construction	-	62	44	89	-	45	-	240
transfer from investment properties	-	311	-	-	-	-	-	311
reclassification	-	-	-	-	597	-	-	597
other	-	339	-	12	74	-	-	425
Decrease due to:	**-**	**-**	**134**	**1 971**	**550**	**282**	**1 268**	**4 205**
sale	-	-	-	1 160	547	47	-	1 754
scrapping	-	-	134	538	-	235	-	907
transfer from assets under construction	-	-	-	-	-	-	240	240
reclassification	-	-	-	-	3	-	1 008	1 011
free-of-charge receipt	-	-	-	273	-	-	-	273
transfers to investment properties	-	-	-	-	-	-	5	5
other	-	-	-	-	-	-	15	15
Gross carrying amount as at 31.12.2024	**41 859**	**108 485**	**3 837**	**97 193**	**3 798**	**7 972**	**115 420**	**378 564**
Accumulated depreciation as at 01.01.2024	**2 402**	**28 941**	**711**	**52 785**	**1 778**	**4 545**	**-**	**91 162**
Increase due to:	**585**	**7 772**	**204**	**13 509**	**700**	**769**	**-**	**23 539**
depreciation charge	585	7 543	204	13 500	700	769	-	23 301
other	-	229	-	9	-	-	-	238
Decrease due to:	**-**	**-**	**134**	**1 963**	**547**	**280**	**-**	**2 924**
sale	-	-	-	1 152	547	47	-	1 746
scrapping	-	-	134	538	-	233	-	905
free-of-charge receipt	-	-	-	273	-	-	-	273
Accumulated depreciation as at 31.12.2024	**2 987**	**36 713**	**781**	**64 331**	**1 931**	**5 034**	**-**	**111 777**

(all amounts in PLN thousand, unless stated otherwise)

Impairment write-downs as at 01.01.2024	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Increase due to:	**116**	**3 693**	**-**	**-**	**-**	**-**	**-**	**3 809**
impairment	116	3 693	-	-	-	-	-	3 809
Decrease	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Impairment write-downs as at 31.12.2024	**116**	**3 693**	**-**	**-**	**-**	**-**	**-**	**3 809**
Net carrying amount as at 01.01.2024	**39 457**	**78 516**	**3 216**	**37 951**	**1 899**	**3 607**	**18 392**	**183 038**
Net carrying amount as at 31.12.2024	**38 756**	**68 079**	**3 056**	**32 862**	**1 867**	**2 938**	**115 420**	**262 978**

(all amounts in PLN thousand, unless stated otherwise)

Changes in property, plant and equipment (by category) for the period 01.01.2023 – 31.12.2023

	Land	Buildings and structures	Civil and hydraulic engineering facilities	Plant and machinery	Vehicles	Other fixed assets	Assets under construction	Total
Gross carrying amount as at 01.01.2023	**40 435**	**82 297**	**1 925**	**58 856**	**3 251**	**5 776**	**28 089**	**220 629**
Increase due to:	**1 424**	**29 881**	**2 867**	**34 511**	**934**	**2 411**	**21 256**	**93 284**
purchase	-	205	2	26 933	292	444	20 659	48 535
business combinations	-	52	-	737	-	64	-	853
lease contracts concluded	1 424	2 850	-	-	642	-	597	5 513
transfer from assets under construction	-	20 148	2 865	6 521	-	1 359	-	30 893
transfer from investment properties	-	6 577	-	316	-	-	-	6 893
reclassification	-	49	-	-	-	544	-	593
other	-	-	-	4	-	-	-	4
Decrease due to:	**-**	**4 721**	**865**	**2 631**	**508**	**35**	**30 953**	**39 713**
sale	-	-	-	498	136	-	-	634
scrapping	-	1 165	372	1 718	5	35	-	3 295
transfer from assets under construction	-	-	-	-	-	-	30 893	30 893
reclassification	-	-	493	99	-	-	60	652
lease contracts terminated	-	3 419	-	-	317	-	-	3 736
free-of-charge receipt	-	-	-	301	-	-	-	301
other	-	137	-	15	50	-	-	202
Gross carrying amount as at 31.12.2023	**41 859**	**107 457**	**3 927**	**90 736**	**3 677**	**8 152**	**18 392**	**274 200**
Accumulated depreciation as at 01.01.2023	**1 817**	**25 351**	**717**	**42 482**	**1 537**	**3 473**	**-**	**75 377**
Increase due to:	**585**	**7 937**	**205**	**12 886**	**620**	**1 107**	**-**	**23 340**
depreciation charge	585	6 947	205	12 259	620	1 050	-	21 666
transfer from investment properties	-	890	-	48	-	-	-	938
business combinations	-	21	-	579	-	51	-	651
reclassification	-	79	-	-	-	6	-	85
Decrease due to:	**-**	**4 347**	**211**	**2 583**	**379**	**35**	**-**	**7 555**
sale	-	-	-	497	57	-	-	554
scrapping	-	928	205	1 705	5	35	-	2 878
reclassification	-	-	6	79	-	-	-	85
lease contracts terminated	-	3 419	-	-	317	-	-	3 736
free-of-charge receipt	-	-	-	301	-	-	-	301
other	-	-	-	1	-	-	-	1
Accumulated depreciation as at 31.12.2023	**2 402**	**28 941**	**711**	**52 785**	**1 778**	**4 545**	**-**	**91 162**

(all amounts in PLN thousand, unless stated otherwise)

Impairment write-downs as at 01.01.2023	-	-	-	-	-	-	-	-
Impairment write-downs as at 31.12.2023	-	-	-	-	-	-	-	-
Net carrying amount as at 01.01.2023	**38 618**	**56 946**	**1 208**	**16 374**	**1 714**	**2 303**	**28 089**	**145 252**
Net carrying amount as at 31.12.2023	**39 457**	**78 516**	**3 216**	**37 951**	**1 899**	**3 607**	**18 392**	**183 038**

(all amounts in PLN thousand, unless stated otherwise)

Assets under construction

	01.01.2024	Expenditure incurred in the financial year	Reclassification of costs	Settlement of capital expenditure	31.12.2024
Redevelopment of the Jagiellońska 74 property	466	621	11	144	932
New office building Jagiellońska 74	17 271	95 018	359	-	111 930
Construction of the motion capture studio	-	276	-	-	276
Fitting out of office and staff rooms	-	445	-	-	445
Other	655	1 936	638	116	1 837
Total	**18 392**	**98 296**	**1 008**	**260**	**115 420**

	01.01.2023	Expenditure incurred in the financial year	Reclassification of costs	Settlement of capital expenditure	31.12.2023
Redevelopment of the Jagiellońska 74 property	1 004	705	-	1 243	466
New office building Jagiellońska 74	1 613	15 683	-	25	17 271
Redevelopment of the car park	25 220	3 879	43	29 056	-
Other	252	989	17	569	655
Total	**28 089**	**21 256**	**60**	**30 893**	**18 392**

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

	31.12.2024			31.12.2023		
	Gross amount	Accumulated depreciation	Net amount	Gross amount	Accumulated depreciation	Net amount
Land	15 964	1 114	14 850	15 964	891	15 073
Real properties	13 057	9 377	3 680	12 910	6 852	6 058
Plant and machinery	48	44	4	48	28	20
Vehicles	2 148	724	1 424	2 227	550	1 677
Total	**31 217**	**11 259**	**19 958**	**31 149**	**8 321**	**22 828**

(all amounts in PLN thousand, unless stated otherwise)

Note 11. Intangible assets and expenditure on development projects

Changes in intangible assets and expenditure on development projects for the period 01.01.2024 – 31.12.2024

	Expenditure on development projects in progress	Expenditure on completed development projects	Trademarks	Patents and licenses	Copyrights	Computer software	Goodwill	Intangible assets under construction	Total
Gross carrying amount as at 01.01.2024	**226 756**	**1 202 770**	**33 222**	**5 561**	**18 708**	**46 651**	**56 438**	**4 241**	**1 594 347**
Increase due to:	**274 373**	**2 954**	**-**	**1 462**	**20**	**7 989**	**-**	**2 577**	**289 375**
purchase	-	-	-	1 462	20	1 419	-	2 341	5 242
internally generated assets	274 373	-	-	-	-	-	-	236	274 609
transfer from intangible assets under construction	-	-	-	-	-	6 561	-	-	6 561
transfer from expenditure on development projects in progress	-	2 954	-	-	-	-	-	-	2 954
other	-	-	-	-	-	9	-	-	9
Decrease due to:	**2 954**	**-**	**-**	**-**	**-**	**-**	**-**	**6 571**	**9 525**
transfer from intangible assets under construction	-	-	-	-	-	-	-	6 561	6 561
transfer from expenditure on development projects in progress	2 954	-	-	-	-	-	-	-	2 954
reclassification	-	-	-	-	-	-	-	10	10
Gross carrying amount as at 31.12.2024	**498 175**	**1 205 724**	**33 222**	**7 023**	**18 728**	**54 640**	**56 438**	**247**	**1 874 197**
Accumulated amortization as at 01.01.2024	**-**	**888 568**	**-**	**4 425**	**850**	**33 050**	**-**	**-**	**926 893**
Increase due to:	**-**	**106 134**	**-**	**1 719**	**296**	**4 215**	**-**	**-**	**112 364**
amortization charge	-	106 134	-	1 719	296	4 215	-	-	112 364
Decrease	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Accumulated amortization as at 31.12.2024	**-**	**994 702**	**-**	**6 144**	**1 146**	**37 265**	**-**	**-**	**1 039 257**
Impairment write-downs as at 01.01.2024	**-**	**13 776**	**-**	**-**	**-**	**-**	**-**	**-**	**13 776**
Increase	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Decrease	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Impairment write-downs as at 31.12.2024	**-**	**13 776**	**-**	**-**	**-**	**-**	**-**	**-**	**13 776**
Net carrying amount as at 01.01.2024	**226 756**	**300 426**	**33 222**	**1 136**	**17 858**	**13 601**	**56 438**	**4 241**	**653 678**
Net carrying amount as at 31.12.2024	**498 175**	**197 246**	**33 222**	**879**	**17 582**	**17 375**	**56 438**	**247**	**821 164**

(all amounts in PLN thousand, unless stated otherwise)

Changes in intangible assets and expenditure on development projects for the period 01.01.2023 – 31.12.2023

	Expenditure on development projects in progress	Expenditure on completed development projects	Trademarks	Patents and licenses	Copyrights	Computer software	Goodwill	Intangible assets under construction	Total
Gross carrying amount as at 01.01.2023	**249 244**	**930 087**	**33 199**	**4 160**	**18 469**	**50 078**	**56 438**	**172**	**1 341 847**
Increase due to:	**264 784**	**272 683**	**23**	**1 447**	**239**	**1 125**	**-**	**4 429**	**544 730**
purchase	-	-	-	1 447	209	670	-	3 416	5 742
internally generated assets	264 784	-	-	-	-	-	-	1 013	265 797
transfer from intangible assets under construction	-	-	-	-	-	343	-	-	343
transfer from expenditure on development projects in progress	-	272 683	-	-	-	-	-	-	272 683
business combinations	-	-	23	-	25	71	-	-	119
reclassification	-	-	-	-	5	41	-	-	46
Decrease due to:	**287 272**	**-**	**-**	**46**	**-**	**4 552**	**-**	**360**	**292 230**
liquidation	2 745	-	-	-	-	4 552	-	-	7 297
utilization of impairment write-downs	11 844	-	-	-	-	-	-	-	11 844
transfer from intangible assets under construction	-	-	-	-	-	-	-	343	343
transfer from expenditure on development projects in progress	272 683	-	-	-	-	-	-	-	272 683
reclassification	-	-	-	46	-	-	-	16	62
other	-	-	-	-	-	-	-	1	1
Gross carrying amount as at 31.12.2023	**226 756**	**1 202 770**	**33 222**	**5 561**	**18 708**	**46 651**	**56 438**	**4 241**	**1 594 347**
Accumulated amortization as at 01.01.2023	**-**	**657 011**	**-**	**2 767**	**301**	**33 853**	**-**	**-**	**693 932**
Increase due to:	**-**	**231 557**	**-**	**1 658**	**549**	**3 748**	**-**	**-**	**237 512**
amortization charge	-	231 557	-	1 658	524	3 681	-	-	237 420
business combinations	-	-	-	-	25	67	-	-	92
Decrease due to:	**-**	**-**	**-**	**-**	**-**	**4 551**	**-**	**-**	**4 551**
scrapping	-	-	-	-	-	4 551	-	-	4 551
Accumulated amortization as at 31.12.2023	**-**	**888 568**	**-**	**4 425**	**850**	**33 050**	**-**	**-**	**926 893**

(all amounts in PLN thousand, unless stated otherwise)

Impairment write-downs as at 01.01.2023	**33 375**	**13 776**	**-**	**-**	**-**	**-**	**-**	**-**	**47 151**
Increase	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Decrease due to:	**33 375**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**33 375**
reversal of write-downs	21 531	-	-	-	-	-	-	-	21 531
release of write-downs (write-off)	11 844	-	-	-	-	-	-	-	11 844
Impairment write-downs as at 31.12.2023	**-**	**13 776**	**-**	**-**	**-**	**-**	**-**	**-**	**13 776**
Net carrying amount as at 01.01.2023	**215 869**	**259 300**	**33 199**	**1 393**	**18 168**	**16 225**	**56 438**	**172**	**600 764**
Net carrying amount as at 31.12.2023	**226 756**	**300 426**	**33 222**	**1 136**	**17 858**	**13 601**	**56 438**	**4 241**	**653 678**

(all amounts in PLN thousand, unless stated otherwise)

Intangible assets – ownership structure

	31.12.2024	31.12.2023
Own assets	69 305	70 058
Total	**69 305**	**70 058**

Intangible assets under construction

	01.01.2024	Expenditure incurred in the financial year	Reclassification of costs	Settlement of capital expenditure	31.12.2024
Financial analysis system	2 373	1 249	10	3 612	-
System for financial consolidation	665	586	-	1 251	-
ERP system	197	325	-	275	247
e-Nova system	1 006	417	-	1 423	-
Total	**4 241**	**2 577**	**10**	**6 561**	**247**

	01.01.2023	Expenditure incurred in the financial year	Reclassification of costs	Settlement of capital expenditure	31.12.2023
Financial analysis system	172	2 544	-	343	2 373
System for financial consolidation	-	681	16	-	665
ERP system	-	197	-	-	197
e-Nova system	-	1 006	-	-	1 006
Total	**172**	**4 428**	**16**	**343**	**4 241**

Amounts of contractual commitments to purchase intangible assets in the future

None.

Intangible assets – restriction on disposal

None.

(all amounts in PLN thousand, unless stated otherwise)

Note 12. Goodwill

Goodwill recognized in business combinations and acquisitions

	CD Projekt Red sp. z o.o.	Strange New Things business	Total
Gross carrying amount as at 01.01.2024	**46 417**	**10 021**	**56 438**
Gross carrying amount as at 31.12.2024	**46 417**	**10 021**	**56 438**
Impairment write-downs as at 01.01.2024	**-**	**-**	**-**
Impairment write-downs as at 31.12.2024	**-**	**-**	**-**
Net carrying amount as at 01.01.2024	**46 417**	**10 021**	**56 438**
Net carrying amount as at 31.12.2024	**46 417**	**10 021**	**56 438**

Impairment tests of goodwill require estimating the value in use of the cash-generating unit. In estimating the value in use, the Parent Company prepared forecasts of the future cash flows to be generated by the cash-generating unit and determined the discount rate to be applied to calculate the present value of these cash flows. The Parent Company performed the most recent impairment test of goodwill as at 31 December 2024. The Parent Company identified no impairment of goodwill.

Note 13. Investment properties

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

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

The last appraisal report by an expert surveyor, for the buildings and structures recognized partly as property, plant and equipment and partly as investment properties, was prepared on the basis of unit prices for the construction of buildings with the most similar parameters included in the Bistyp Catalogue of Unit Prices for Works and Investment Facilities 2024. The value resulting from the last appraisal of individual assets performed as at 31 December 2024 amounted to PLN 16 310 thousand for the investment properties at ul. Jagiellońska 74. A write-down of PLN 805 thousand was recognized in the Parent Company's books of account for Building B located on that plot of land and classified as an Investment property. For the plot at ul. Jagiellońska 76, the value of buildings and structures classified as investment properties resulting from the last valuation conducted as at 31 December 2024 amounted to PLN 14 269 thousand and was higher than the net amount recorded in the Parent Company's books of account.

(all amounts in PLN thousand, unless stated otherwise)

Changes in investment properties

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
Gross carrying amount as at the beginning of the period	**40 313**	**47 946**
Increase due to:	**22**	**124**
capitalized expenditure	22	124
Decrease due to:	**311**	**7 757**
scrapping	-	864
reclassification to other asset categories	311	6 893
Gross carrying amount as at the end of the period	**40 024**	**40 313**
Accumulated depreciation as at the beginning of the period	**6 068**	**5 386**
Increase due to:	**1 546**	**1 747**
amortization charge	1 546	1 747
Decrease due to:	**-**	**1 065**
scrapping	-	127
reclassification to other asset categories	-	938
Accumulated depreciation as at the end of the period	**7 614**	**6 068**
Impairment write-downs as at the beginning of the period	**-**	**-**
Increase due to:	**805**	**-**
impairment	805	-
Decrease	**-**	**-**
Impairment write-downs as at the end of the period	**805**	**-**
Net carrying amount as at the end of the period	**31 605**	**34 245**

Amounts of contractual liabilities in respect of purchase of investment properties

None.

Note 14. Shares in non-consolidated subordinated entities

Investments in subordinated entities measured at cost

	31.12.2024	31.12.2023
Shares in subordinated entities – subsidiaries	39 453	38 095
Total	**39 453**	**38 095**

(all amounts in PLN thousand, unless stated otherwise)

Changes in investments in subsidiaries

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
As at the beginning of the period	**38 095**	**41 607**
Increase due to:	**1 477**	**32 442**
acquisition/formation of an entity	-	5 057
reversal of write-downs	-	27 271
equity element of the incentive plan	294	114
foreign exchange differences	1 183	-
Decrease due to:	**119**	**35 954**
accounting for a business combination	-	32 854
accounting for an acquisition of business entities	119	-
equity element of the incentive plan	-	20
foreign exchange differences	-	3 080
As at the end of the period	**39 453**	**38 095**

Investments in subsidiaries as at 31.12.2024

	CD PROJEKT RED Canada Ltd.	The Molasses Flood LLC	CD PROJEKT SILVER Inc.
Registered office	Vancouver	Waltham	Waltham
Percentage of shares held as at 31.12.2024	100%	81.82%	100%
Percentage of votes held as at 31.12.2024	100%	81.82%	100%
Equity investment	10 256	29 135	62

Investments in subsidiaries as at 31.12.2023

	CD PROJEKT RED Canada Ltd.	The Molasses Flood LLC	CD PROJEKT SILVER Inc.
Registered office	Vancouver	Waltham	Waltham
Percentage of shares held as at 31.12.2023	100%	81.82%	100%
Percentage of votes held as at 31.12.2023	100%	81.82%	100%
Equity investment	10 082	27 953	60

(all amounts in PLN thousand, unless stated otherwise)

Note 15. Other financial assets

	31.12.2024	31.12.2023
Loans granted	2 748	3 225
Bonds	824 624	793 200
Derivative financial instruments	405	18 683
Private equity interests in the gaming sector	4 980	3 518
Other financial assets, including:	**832 757**	**818 626**
current	540 620	362 719
non-current	292 137	455 907

In 2024, Group companies did not conclude any new loan agreements.

Under the loan agreement dated 16 September 2022, a loan of USD 1 150 thousand was granted to The Molasses Flood LLC by CD PROJEKT S.A. The agreement provides for the loan to be disbursed and repaid in tranches. The first tranche of the loan was disbursed in November 2022, and the last in June 2023. In July 2023, The Molasses Flood LLC started repaying the loan. The company has repaid USD 491 thousand so far. The outstanding amount is USD 659 thousand. The initial repayment date of the loan (31 March 2025) was extended and in accordance with an annex to the loan agreement of 14 March 2025, the repayment of the loan should take place by 31 August 2027. The interest rate on the loan granted is determined based on a variable rate, namely the 90-day Average SOFR, updated quarterly, plus a margin updated annually (in 2024, the margin was 2.2 p.p.).

In accordance with the internally adopted rules on diversification of the investment of current cash surpluses, the Parent Company has the possibility of holding in debt securities up to 80% of the present value of financial resources defined as the sum of the total amount of: cash and cash equivalents, bank deposits of more than 3 months, bonds of the State Treasury of the Republic of Poland, bonds secured with a guarantee of the State Treasury of the Republic of Poland, bonds of foreign governments and bonds secured with a guarantee of foreign governments together with concluded forward hedging transactions. As part of the debt securities referred to above, the Parent Company may acquire domestic Treasury bonds of the Republic of Poland, domestic bonds secured with a guarantee of the State Treasury of the Republic of Poland, foreign Treasury bonds issued by countries with a rating no lower than Aa3 according to Moody's rating agency and foreign bonds secured with a guarantee of countries with a rating no lower than Aa3 according to Moody's rating agency. For more information on the bond portfolio held, see Financial risk management objectives and policies - Liquidity and credit risk.

Note 16. Inventories

	31.12.2024	31.12.2023*
Goods for resale	2 119	5 596
Other materials	3	8
Gross inventories	**2 122**	**5 604**
Inventory write-downs	320	2 028
Net inventories	**1 802**	**3 576**

** restated data*

Inventories recognized as an expense during the period

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023*
Cost of inventories sold	136 217	140 807
Write-downs of goods for resale recognized as an expense during the period	-	2 028
Write-downs of goods for resale reversed during the period	(672)	-
Total	**135 545**	**142 835**

(all amounts in PLN thousand, unless stated otherwise)

Changes in inventory write-downs

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
Write-downs of goods for resale as at the beginning of the period	**2 028**	**-**
Increases, including:	**-**	**2 028**
recognition of write-downs against other operating expenses	-	2 028
Decreases, including:	**1 708**	**-**
reversal of inventory write-downs against other operating income	672	-
utilization of inventory write-downs	1 036	-
Total write-downs of goods for resale as at the end of the period	**320**	**2 028**

Inventories put up as collateral

Not applicable.

Note 17. Trade receivables

	31.12.2024	31.12.2023
Trade receivables, gross	**167 745**	**193 599**
Write-downs	**117**	**79**
Trade receivables, net	**167 628**	**193 520**
from related entities	2 015	1 586
from other entities	165 613	191 934

Changes in write-downs of trade receivables

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
OTHER ENTITIES		
Write-downs as at the beginning of the period	**79**	**86**
Increases, including:	**42**	**7**
recognition of write-downs of overdue and disputed receivables	42	7
Decreases, including:	**4**	**14**
reversal of write-downs	4	14
Write-downs as at the end of the period	**117**	**79**

Trade receivables claimed in court

	31.12.2024	31.12.2023
Trade receivables in court	1	-
Write-downs of disputed receivables	1	-
Net trade receivables claimed in court	**-**	**-**

(all amounts in PLN thousand, unless stated otherwise)

Current and overdue trade receivables as at 31.12.2024

	Total	Not overdue	Overdue, in days				
			1 – 60	61 – 90	91 – 180	181 – 360	>360
RELATED ENTITIES							
gross receivables	2 015	1 887	128	-	-	-	-
default ratio		0%	0%	0%	0%	0%	0%
write-down resulting from the ratio	-	-	-	-	-	-	-
write-down determined individually	-	-	-	-	-	-	-
total expected credit losses	-	-	-	-	-	-	-
Net receivables	**2 015**	**1 887**	**128**	**-**	**-**	**-**	**-**

	Total	Not overdue	Overdue, in days				
			1 – 60	61 – 90	91 – 180	181 – 360	>360
OTHER ENTITIES							
gross receivables	165 730	165 040	403	141	64	-	82
default ratio		0%	0%	0%	0%	0%	0%
write-down resulting from the ratio	-	-	-	-	-	-	-
write-down determined individually	117	-	-	-	35	-	82
total expected credit losses	117	-	-	-	35	-	82
Net receivables	**165 613**	**165 040**	**403**	**141**	**29**	**-**	**-**

Total							
gross receivables	167 745	166 927	531	141	64	-	82
impairment write-downs	117	-	-	-	35	-	82
Net receivables	**167 628**	**166 927**	**531**	**141**	**29**	**-**	**-**

(all amounts in PLN thousand, unless stated otherwise)

Current and overdue trade receivables as at 31.12.2023

	Total	Not overdue	Overdue, in days				
			1 – 60	61 – 90	91 – 180	181 – 360	>360
RELATED ENTITIES							
gross receivables	1 586	1 586	-	-	-	-	-
default ratio		0%	0%	0%	0%	0%	0%
write-down resulting from the ratio	-	-	-	-	-	-	-
write-down determined individually	-	-	-	-	-	-	-
total expected credit losses	-	-	-	-	-	-	-
Net receivables	**1 586**	**1 586**	**-**	**-**	**-**	**-**	**-**

	Total	Not overdue	Overdue, in days				
			1 – 60	61 – 90	91 – 180	181 – 360	>360
OTHER ENTITIES							
gross receivables	192 013	188 417	3 504	1	12	-	79
default ratio		0%	0%	0%	0%	0%	0%
write-down resulting from the ratio	-	-	-	-	-	-	-
write-down determined individually	79	-	-	-	-	-	79
total expected credit losses	79	-	-	-	-	-	79
Net receivables	**191 934**	**188 417**	**3 504**	**1**	**12**	**-**	**-**

Total							
gross receivables	193 599	190 003	3 504	1	12	-	79
impairment write-downs	79	-	-	-	-	-	79
Net receivables	**193 520**	**190 003**	**3 504**	**1**	**12**	**-**	**-**

(all amounts in PLN thousand, unless stated otherwise)

Trade receivables – by currency

	31.12.2024		31.12.2023	
	Value in foreign currency	Value in PLN	Value in foreign currency	Value in PLN
PLN*	160 824	160 824	179 905	179 905
USD	1 144	4 692	2 653	10 488
EUR	310	1 324	470	2 043
GBP	46	239	58	289
CAD	74	212	71	212
SEK	240	90	160	63
AUD	33	84	54	146
DKK	90	52	68	40
CHF	10	47	14	64
CNY	69	39	-	-
NOK	58	21	65	25
BRL	6	4	302	245
Total		**167 628**		**193 520**

** Under receivables in PLN, the Group also recognizes amounts receivable in respect of licence reports received for the current period expressed in foreign currencies and invoiced in subsequent periods and charged to the current period directly in PLN.*

Note 18. Other receivables

	31.12.2024	31.12.2023
Other gross receivables, including:	**70 128**	**58 124**
tax receivables, other than corporate income tax	53 795	51 151
prepayments for development projects	8 185	2 173
prepayments for inventories	6 276	3 768
security deposits	688	658
settlements with suppliers of property, plant and equipment items	664	-
settlements with payment operators	253	-
prepayments for property, plant and equipment and intangible assets	229	77
settlements with employees	17	29
provisions for sales revenue - prepayments	-	249
settlements with the members of the Management Boards of the Group companies	-	3
other	21	16
Write-downs	**-**	**-**
Other net receivables, including:	**70 128**	**58 124**
current	69 721	57 741
non-current	407	383

Other tax receivables, other than corporate income tax as at 31 December 2024, also include withholding tax in the amount of PLN 31 946 thousand to be deducted by the Group companies in their annual CIT returns after obtaining certificates from foreign counterparties confirming their payment of tax abroad..

(all amounts in PLN thousand, unless stated otherwise)

	31.12.2024	31.12.2023
Other gross receivables	**70 128**	**58 124**
Write-downs	**-**	**-**
Other net receivables	**70 128**	**58 124**
from related entities	-	3
from other entities	70 128	58 121

Changes in write-downs of other receivables

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
OTHER ENTITIES		
Write-downs as at the beginning of the period	**-**	**732**
Increase	**-**	**-**
Decreases, including:	**-**	**732**
reversal of write-downs (write-off)	-	732
Write-downs as at the end of the period	**-**	**-**

Other receivables claimed in court

None.

Other receivables – by currency

	31.12.2024		31.12.2023	
	Value in foreign currency	Value in PLN	Value in foreign currency	Value in PLN
PLN*	63 330	63 330	53 765	53 765
USD	1 492	6 002	891	3 540
EUR	40	471	121	526
BRL	383	253	26	21
CHF	8	36	8	38
JPY	1 385	36	1 092	30
RUB	-	-	163	5
CNY	-	-	335	197
AUD	-	-	-	1
NOK	-	-	1	-
SEK	-	-	3	1
Total		**70 128**		**58 124**

** Receivables in PLN comprise, among others, receivables in respect of withholding tax deducted by foreign counterparties in foreign currencies and remaining to be settled with the local Tax Office in the annual corporate income tax return.*

(all amounts in PLN thousand, unless stated otherwise)

Trade and other receivables from related entities

	31.12.2024	31.12.2023
Receivables from related entities, gross	**2 015**	**1 589**
trade receivables	2 015	1 586
other	-	3
Write-downs	**-**	**-**
Receivables from related entities, net	**2 015**	**1 589**

Note 19. Prepayments and deferred costs

	31.12.2024	31.12.2023
Minimum guarantees, advance payments and GOG.COM prepayments and other settlements with publishers	34 890	53 539
Software, licenses	9 615	9 487
Property and personal insurance	1 370	1 067
Costs of future marketing services	1 322	1 456
Fees for pre-emptive rights	1 058	1 164
Costs of repairs and maintenance	495	809
Costs of IT security resources	407	401
Business travel (tickets, hotels, insurance)	245	281
Domains, servers	38	72
Costs in connection with redevelopment of the car park	-	260
Staff relocation costs	-	343
Other prepayments and deferred costs	859	899
Prepayments and deferred costs, including:	**50 299**	**69 778**
current	25 868	27 872
non-current	24 431	41 906

Note 20. Cash and cash equivalents

	31.12.2024	31.12.2023
Cash in hand and at bank	**5 318**	**8 464**
cash in hand	-	1
current bank accounts	5 318	8 463
Cash equivalents	**119 568**	**169 590**
overnight deposits	6 882	12 501
short-term deposits maturing up to 3 months	111 656	156 320
cash in investment accounts	1 030	769
Total	**124 886**	**178 054**

Restricted cash and cash equivalents

Not applicable.

(all amounts in PLN thousand, unless stated otherwise)

Note 21. Share capital

Share capital – structure as at 31.12.2024

Series	Number of shares	Value of the series/issue at par	Manner of covering share capital
A - M	99 910 510	99 910 510	Fully paid up
Total	**99 910 510**	**99 910 510**	**-**

As at 31.12.2024, the Parent Company's share capital amounted to PLN 99 910 510 and consisted of 99 910 510 ordinary bearer shares with a par value of PLN 1 each, designated as A – M series shares. The total number of votes arising from all shares of the Parent Company is 99 910 510.

During the reporting period and after the balance sheet date there were no changes in the amount of the Parent Company's share capital.

Changes in the share capital

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
Share capital as at the beginning of the period	**99 911**	**100 771**
Increase	**-**	**-**
Decrease due to:	**-**	**860**
redemption of treasury shares	-	860
As at the end of the period	**99 911**	**99 911**

Note 22. Treasury shares

Purchase and redemption of treasury shares

During the reporting period and by the date of preparation of these financial statements, no treasury shares were purchased or redeemed.

Note 23. Other reserves

	31.12.2024	31.12.2023
Supplementary capital	2 069 034	1 714 604
Share premium	116 700	116 700
Revaluation reserve	(1 532)	(3 803)
Other reserves – incentive plan	50 549	26 972
Total	**2 234 751**	**1 854 473**

(all amounts in PLN thousand, unless stated otherwise)

Changes in other reserves

	Supplementary capital	Share premium	Treasury shares	Revaluation reserve	Other reserves – incentive plan	Total
As at 01.01.2024	**1 714 604**	**116 700**	**-**	**(3 803)**	**26 972**	**1 854 473**
Increase due to:	**354 430**	**-**	**-**	**2 271**	**23 925**	**380 626**
appropriation of the net profit/ offset of loss	354 430	-	-	-	-	354 430
equity element of the incentive plan	-	-	-	-	23 925	23 925
total comprehensive income	-	-	-	2 271	-	2 271
Decrease due to:	**-**	**-**	**-**	**-**	**348**	**348**
equity element of the incentive plan	-	-	-	-	348	348
As at 31.12.2024	**2 069 034**	**116 700**	**-**	**(1 532)**	**50 549**	**2 234 751**

(all amounts in PLN thousand, unless stated otherwise)

	Supplementary capital	Share premium	Treasury shares	Revaluation reserve	Other reserves – incentive plan	Total
As at 01.01.2023	**1 567 325**	**116 700**	**(99 993)**	**(7 941)**	**10 196**	**1 586 287**
Increase due to:	**246 412**	**-**	**99 993**	**4 138**	**18 548**	**369 091**
redemption of own shares	-	-	99 993	-	-	99 993
appropriation of the net profit/ offset of loss	246 412	-	-	-	-	246 412
equity element of the incentive plan	-	-	-	-	18 548	18 548
total comprehensive income	-	-	-	4 138	-	4 138
Decrease due to:	**99 133**	**-**	**-**	**-**	**1 772**	**100 905**
redemption of treasury shares	99 133	-	-	-	-	99 133
equity element of the incentive plan	-	-	-	-	1 772	1 772
As at 31.12.2023	**1 714 604**	**116 700**	**-**	**(3 803)**	**26 972**	**1 854 473**

(all amounts in PLN thousand, unless stated otherwise)

Note 24. Retained earnings/(Accumulated losses)

	31.12.2024	31.12.2023*
Retained earnings/(Accumulated losses)	(4 300)	(4 085)
Retained earnings of the acquired entity	-	(26 979)
Total	**(4 300)**	**(31 064)**

** restated data*

Changes in retained earnings/(accumulated losses)

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023*
As at the beginning of the period	**(31 064)**	**(3 987)**
Corrections of errors	-	(2 205)
Retained earnings/(accumulated losses), as adjusted	**(31 064)**	**(6 192)**
Increase due to:	**481 105**	**348 429**
appropriation of profit/(loss) from previous years	481 105	348 429
Decrease due to:	**454 341**	**373 301**
payment of dividend	99 911	99 911
transfer to the supplementary capital	354 430	246 412
retained earnings of the acquired entity	-	26 978
As at the end of the period	**(4 300)**	**(31 064)**

** restated data*

Note 25. Equity attributable to non-controlling shareholders

None.

Note 26. Loans and borrowings

None.

Note 27. Other financial liabilities

	31.12.2024	31.12.2023
Lease liabilities	20 150	23 306
Derivative financial instruments	9 964	495
Deferred payment liabilities related to purchase of shares in a subsidiary	-	3 121
Total financial liabilities	**30 114**	**26 922**
Short-term, including:	**12 408**	**6 884**
up to one month	503	907
from one to three months	476	3 613
from three months to one year	11 429	2 364
Non-current, including:	**17 706**	**20 038**
from 1 to 5 years	2 873	5 084
more than 5 years	14 833	14 954

(all amounts in PLN thousand, unless stated otherwise)

As a lessee, the Group is potentially exposed to future cash outflows that are not included in the measurement of lease liabilities, comprising:

- with regard to the contracts indicated in Note 33, the subject matter of which are the plots of land located at ul. Jagiellońska 74 and 76, constituting, in essence, rights of perpetual usufruct of land – variable lease payments resulting from updating the annual fee for perpetual usufruct of land, which means a change to the existing fee amount in order to adjust it to the current value of the property or in order to determine the appropriate rate at which the fee is calculated;
- with regard to the contract indicated in Note 33, the subject matter of which is office space in a building in Kraków, which is, in fact, a rental contract – variable lease payments resulting from the building owner's right to index the amount of fees for the use of the premises based on the consumer price index;
- with regard to the contract indicated in Note 33, the subject matter of which is office space in a building in Wrocław, which is, in fact, a rental contract – variable lease payments resulting from the building owner's right to index the amount of fees for the use of the premises based on the consumer price index.

Note 28. Other non-current liabilities

	31.12.2024	31.12.2023
Other non-current liabilities, including:	**2 274**	**2 494**
liabilities in respect of marketing costs	1 189	1 322
liabilities in respect of pre-emptive rights	951	1 058
security deposits received	134	114

Other non-current liabilities – maturity structure

	31.12.2024	31.12.2023
Other non-current liabilities, including:	**2 274**	**2 494**
payable after one to three years	854	779
payable after three to five years	480	480
payable after five years	940	1 235

Other non-current liabilities (by currency)

	31.12.2024		31.12.2023	
	Value in foreign currency	Value in PLN	Value in foreign currency	Value in PLN
PLN	2 219	2 219	2 494	2 494
EUR	13	55	-	-
Total		**2 274**		**2 494**

(all amounts in PLN thousand, unless stated otherwise)

Note 29. Trade payables

	31.12.2024	31.12.2023
Trade payables, including:	**74 733**	**58 835**
to related entities	276	3 300
to other entities	74 457	55 535

Trade payables – ageing analysis

	Total	Not overdue	Overdue, in days				
			1 – 60	61 – 90	91 – 180	181 – 360	>360
As at 31.12.2024	**74 733**	**74 046**	**634**	**-**	**9**	**10**	**34**
to related entities	276	276	-	-	-	-	-
to other entities	74 457	73 770	634	-	9	10	34

	Total	Not overdue	Overdue, in days				
			1 – 60	61 – 90	91 – 180	181 – 360	>360
As at 31.12.2023	**58 835**	**58 468**	**319**	**-**	**2**	**20**	**26**
to related entities	3 300	3 300	-	-	-	-	-
to other entities	55 535	55 168	319	-	2	20	26

Trade payables – maturity analysis

	Total	Maturity, in days					
		<30*	30 – 60	61 – 90	91 – 180	181 – 360	>360
As at 31.12.2024	**74 733**	**58 099**	**16 576**	**8**	**25**	**25**	**-**
to related entities	276	276	-	-	-	-	-
to other entities	74 457	57 823	16 576	8	25	25	-

	Total	Maturity, in days					
		<30*	30 – 60	61 – 90	91 – 180	181 – 360	>360
As at 31.12.2023	**58 835**	**56 272**	**2 379**	**8**	**64**	**45**	**67**
to related entities	3 300	1 691	1 609	-	-	-	-
to other entities	55 535	54 581	770	8	64	45	67

** Overdue liabilities are also presented in the maturity range indicated*

(all amounts in PLN thousand, unless stated otherwise)

Trade payables – by currency

	31.12.2024		31.12.2023	
	Value in foreign currency	Value in PLN	Value in foreign currency	Value in PLN
USD	9 690	39 768	11 256	44 290
PLN	29 620	29 620	7 869	7 869
EUR	1 031	4 407	981	4 267
GBP	135	697	74	369
JPY	8 610	225	11 854	329
CNY	22	12	261	145
CAD	1	3	522	1 549
AUD	-	1	-	-
RUB	-	-	6	-
KRW	-	-	5 500	17
Total		**74 733**		**58 835**

Note 30. Other current liabilities

	31.12.2024	31.12.2023
Taxes (other than corporate income tax), customs duty, social insurance and other payables	**12 349**	**14 613**
VAT	6 366	7 364
Withholding tax	57	470
Personal income tax	2 630	3 614
Social insurance contributions	3 166	2 798
PFRON (State Fund for Rehabilitation of Disabled People)	89	84
PIT-8AR (personal income tax) settlements	41	283
Other liabilities	**575**	**588**
Salaries and wages payable	-	9
Other settlements with employees	149	103
Other settlements with the members of the Management Board	11	1
Prepayments received from foreign customers	173	84
Other liabilities	242	391
Total other current liabilities	**12 924**	**15 201**

(all amounts in PLN thousand, unless stated otherwise)

Other current liabilities – ageing analysis

	Total	Not overdue	Overdue, in days				
			1 – 60	61 – 90	91 – 180	181 – 360	>360
As at 31.12.2024	**12 924**	**12 582**	**137**	**1**	**-**	**-**	**204**
to related entities	10	-	10	-	-	-	-
to other entities	12 914	12 582	127	1	-	-	204

	Total	Not overdue	Overdue, in days				
			1 – 60	61 – 90	91 – 180	181 – 360	>360
As at 31.12.2023	**15 201**	**14 887**	**110**	**-**	**-**	**1**	**203**
to related entities	4	3	1	-	-	-	-
to other entities	15 197	14 884	109	-	-	1	203

Other current liabilities – by currency

	31.12.2024		31.12.2023	
	Value in foreign currency	Value in PLN	Value in foreign currency	Value in PLN
PLN	6 328	6 328	7 720	7 720
EUR	833	3 586	1 064	4 715
USD	355	1 438	286	1 161
GBP	97	502	92	462
CAD	102	296	99	300
AUD	74	194	80	214
SEK	464	174	475	183
RUB	3 103	163	3 103	163
DKK	183	106	220	130
NOK	242	89	225	86
CHF	10	48	13	62
JPY	-	-	195	5
Total		**12 924**		**15 201**

Note 31. Social assets and the Company's Social Fund liabilities

Not applicable.

Note 32. Contingent liabilities

Bills of exchange payable in respect of loans received

Not applicable.

(all amounts in PLN thousand, unless stated otherwise)

Contingent liabilities in respect of granted guarantees, sureties and collateral

	Specification	Currency	31.12.2024	31.12.2023
mBank S.A.				
Bill of exchange agreement	Framework agreement on financial market transactions	PLN	50 000	50 000
Bill of exchange agreement	Bank guarantee securing a rental contract	PLN	427	427
National Centre for Research and Development				
Bill of exchange agreement	Subsidy agreement POIR.01.02.00-00-0105/16	PLN	7 711	7 711
Bill of exchange agreement	Subsidy agreement POIR.01.02.00-00-0110/16	PLN	3 846	3 846
Bill of exchange agreement	Subsidy agreement POIR.01.02.00-00-0112/16	PLN	3 692	3 692
Bill of exchange agreement	Subsidy agreement POIR.01.02.00-00-0118/16	PLN	1 358	1 358
Bill of exchange agreement	Subsidy agreement POIR.01.02.00-00-0120/16	PLN	1 204	1 204
Bill of exchange agreement	Subsidy agreement FENG.01.01-IP.01-006A/23-00	PLN	14 765	-
Pekao Leasing Sp. z o.o.				
Bill of exchange agreement	Lease contract 37/1991/21	PLN	-	165
Santander Bank Polska S.A. (formerly: BZ WBK S.A.)				
Bill of exchange agreement	Framework agreement on financial market transactions	PLN	23 500	23 500
Bank Polska Kasa Opieki Spółka Akcyjna				
Bill of exchange agreement	Framework agreement on financial market transactions	PLN	50 000	50 000
BNP Paribas Bank Polska S.A.				
Bill of exchange agreement	Framework agreement on financial market transactions	PLN	26 600	26 600

(all amounts in PLN thousand, unless stated otherwise)

Note 33. Lease and sublease contracts

Information on the depreciation of leased assets is presented in Note 2. Interest expense on lease contracts is presented in Note 4. Information on additions to right-of-use assets and the carrying value of right-of-use assets as at the end of the reporting period by category of an underlying asset is presented in Note 10. Note 50 provides information on the total cash outflows on leases.

Lease liabilities

Present value of payments	31.12.2024	31.12.2023
Within one month	465	407
From one to three months	476	484
From three months to one year	1 503	2 431
From 1 year to 5 years	2 873	5 029
More than 5 years	14 833	14 955
Present value of lease payments, including:	**20 150**	**23 306**
current	2 444	3 322
non-current	17 706	19 984

Gross lease commitments (before deduction of finance costs)

	31.12.2024	31.12.2023
Within one month	538	485
From one to three months	591	627
From three months to one year	1 927	2 962
From 1 year to 5 years	4 050	6 860
More than 5 years	23 404	26 151
Total	**30 510**	**37 085**
current	3 056	4 074
non-current	27 454	33 011

Income received through subleasing right-of-use assets

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023*
Revenue	23	32
Costs	23	32
Income	-	-

** restated data*

(all amounts in PLN thousand, unless stated otherwise)

Lease and sublease contracts as at 31.12.2024

Leased assets	Lessor	Contract no.	Opening balance	Opening balance (currency)	Currency	Contract expiry date	Liabilities as at the balance sheet date	Terms of extension or possibility of purchase
Lease contracts								
Passenger car	Pekao Leasing Sp. z o.o.	44/0010/23 with subsequent annexes	576	576	PLN	12.05.2025	164	The lessee has the right to purchase the subject matter of the lease - according to the contract, the net residual value is PLN 98 thousand.
Passenger car	Pekao Leasing Sp. z o.o.	44/0285/23	535	535	PLN	01.01.2025	229	Assignment of the lease from 01.01.2025
Passenger car	Tesla Financial	RN119460449-1689353431	484	118	USD	16.08.2026	115	The lessee has the right to purchase the subject matter of the lease - according to the contract, the buyback value is USD 66 thousand.
Jagiellońska 74 - plots 12 and 13	State Treasury	Notarial Deed of 31.10.2019	8 623	8 623	PLN	05.12.2089	8 318	The lessee does not have the right to buy back the subject matter of the lease
Jagiellońska 74 - plot 14	Capital City of Warsaw	Notarial Deed of 31.10.2019	3 039	3 039	PLN	12.04.2100	2 814	The lessee does not have the right to buy back the subject matter of the lease
Jagiellońska 76	State Treasury	Notarial Deed of 31.12.2018	4 449	4 449	PLN	05.12.2089	4 282	The lessee does not have the right to buy back the subject matter of the lease
Kraków Office	Prestige Property Group Sp. z o.o.	Rental contract of 20.07.2016 with subsequent annexes	3 715	864	EUR	31.05.2025	509	The lessee does not have the right to buy back the subject matter of the lease
Wrocław Office	Cavatina SPV 12 Sp. z o.o.	Rental contract of 04.11.2022 with subsequent annexes	2 846	640	EUR	31.10.2027	2 132	The lessee does not have the right to buy back the subject matter of the lease
Boston Office	The Molasses Flood / Albany Road	Rental contract of 01.09.2023	2 474	603	USD	31.03.2027	1 614	The lessee does not have the right to buy back the subject matter of the lease
Lease of computers	De Lage Landen Leasing Polska S.A.	CZ0227/22	48	48	PLN	20.02.2025	5	The lessee has the right to purchase the subject matter of the lease - according to the contract, the net residual value is PLN 0.5 thousand.
Sub-lease contracts								
Car park - Kraków Office	CD PROJEKT S.A.	Rental contract of 02.05.2023	9	2	EUR	31.05.2025	2	The lessee does not have the right to buy back the subject matter of the lease
Car park - Wrocław Office	CD PROJEKT S.A.	Rental contract of 01.10.2023	16	4	EUR	31.10.2027	12	The lessee does not have the right to buy back the subject matter of the lease
Car park - Kraków Office	CD PROJEKT S.A.	Rental contract of 02.05.2024	9	2	EUR	31.05.2025	7	The lessee does not have the right to buy back the subject matter of the lease
Car park - Wrocław Office	CD PROJEKT S.A.	Rental contract of 08.02.2024	15	3	EUR	31.10.2027	11	The lessee does not have the right to buy back the subject matter of the lease
Total			**26 740**				**20 150**	

(all amounts in PLN thousand, unless stated otherwise)

Leases of low-value assets and short-term leases

The Group concluded lease contracts for office equipment (multifunctional photocopiers, kitchen appliances) and residential premises which potentially meet recognition criteria for leases under the new IFRS 16. However, the Group considered these contracts to be short-term leases and leases of low-value assets and decided not to apply the requirements for leases to these assets, as permitted by paragraph 5 of the standards. In such cases, lease payments are charged to costs of the period to which they relate, either on a straight line basis or in some other systematic way that reflects the distribution of costs over the life of the contract (information on the cost of these leases incurred in the period from 1 January to 31 December 2024 is included in Note 2).

As at 31 December 2024 and 31 December 2023, future minimum payments in respect of irrevocable short-term leases and leases of low-value assets were as follows:

	31.12.2024	31.12.2023*
Up to 1 year	365	440
From 1 year to 5 years	221	156
Total	**586**	**596**

** restated data*

Note 34. Deferred income

	31.12.2024	31.12.2023
Subsidies	**2 296**	**3 214**
Cross Platform SDK (GameINN)	-	3
Animation Excellence (GameINN)	462	692
City Creation (GameINN)	925	1 388
Cinematic Feel (GameINN)	443	665
Polaris	466	466
Deferred income	**14 544**	**12 271**
Sales relating to future periods	9 122	7 218
Virtual wallet (e-wallet, store credit)	5 374	4 993
Rental of company phones	48	60
Total deferred income, including:	**16 840**	**15 485**
current	15 175	13 170
non-current	1 665	2 315

In the CD PROJEKT RED segment, sales related to future periods include royalty income received or receivable from pre-orders completed by players as part of the digital distribution of PC games with a release date in future periods, royalty advances received or receivable from publishers and distribution partners, and advances on goods received from customers.

In the GOG.COM segment, sales related to future periods include the value of pre-orders placed by customers for games with release dates in future periods.

(all amounts in PLN thousand, unless stated otherwise)

Note 35. Provision for retirement and similar benefits

	31.12.2024	31.12.2023*
Provision for retirement and disability bonuses	875	529
Holiday pay provision	8 727	6 732
Total, including:	**9 602**	**7 261**
current	8 740	6 743
non-current	862	518

** restated data*

The main assumptions adopted by the actuary as at the reporting date for the calculation of the provision are as follows:

	31.12.2024	31.12.2023
Discount rate (%)	5.61	4.98
Expected inflation rate (%)	5.61	4.98
Employee turnover rate (%) - Age average (CD PROJEKT S.A.)	9.4% - 35 years	10.7% - 34 years
Employee turnover rate (%) - Age average (GOG sp. z o.o.)	18.4% - 34 years	18.5% - 33 years
Expected rate of salary increase (%) (CD PROJEKT S.A.)	5.4% - 2025; 7.1% - 2026; 7.4% - 2027; 5.4%- 2028 and subsequent years	4% - years 2024 and 2025; 6.8% - 2026; 4% - subsequent years
Expected rate of salary increase (%) (GOG Sp. z o.o.)	7.5% - year 2025 and subsequent years	4.5% - year 2024 and subsequent years
CSO mortality tables for the year	2023	2022
Probability of disability during the year	0.1%	0.1%

Using statistical methods, the actuary built and calibrated a Multiple Decrement model of employee mobility for the Group companies. Historical data provided by the Group companies was used to calibrate the model. Based on publicly available statistical data and actuarial studies, the mobility rate was assumed to decrease with age. The valuation model shows significant sensitivity to changes in mobility parameters and should, therefore, be continuously reviewed and updated for subsequent estimates.

(all amounts in PLN thousand, unless stated otherwise)

Changes in provisions for retirement and disability benefits

	Provisions for retirement and disability bonuses	Holiday pay provision	Total
As at 01.01.2024	**529**	**6 732**	**7 261**
Provision recognized	346	8 546	8 892
Provisions utilized/released	-	6 551	6 551
As at 31.12.2024, including:	**875**	**8 727**	**9 602**
current	13	8 727	8 740
non-current	862	-	862

	Provisions for retirement and disability bonuses	Holiday pay provisions*	Total
As at 01.01.2023	**376**	**4 474**	**4 850**
Provision recognized	159	6 403	6 562
Provisions utilized/released	6	4 145	4 151
As at 31.12.2023, including:	**529**	**6 732**	**7 261**
current	11	6 732	6 743
non-current	518	-	518

** restated data*

Note 36. Other provisions

	31.12.2024	31.12.2023*
Provision for liabilities, including:	**94 421**	**83 617**
provision for costs of performance-related and other remuneration	57 038	49 813
provision for costs of the audit and review of the financial statements	145	198
provision for costs of external services	17 300	11 983
provision for other costs	19 938	21 623
Total, including:	**94 421**	**83 617**
current	94 421	70 208
non-current	-	13 409

** restated data*

(all amounts in PLN thousand, unless stated otherwise)

Changes in other provisions

	Provision for costs of performance-related and other remuneration	Other provisions	Total
As at 01.01.2024	**49 813**	**33 804**	**83 617**
Provisions recorded during the year	57 038	102 514	159 552
Provisions utilized/released	49 813	98 935	148 748
As at 31.12.2024, including:	**57 038**	**37 383**	**94 421**
current	57 038	37 383	94 421
non-current	-	-	-

	Provision for costs of performance-related and other remuneration	Other provisions	Total
As at 01.01.2023	**67 966**	**30 674**	**98 640**
Provisions recorded during the year	49 813	91 046	140 859
Provisions utilized/released	67 966	87 916	155 882
As at 31.12.2023, including:	**49 813**	**33 804**	**83 617**
current	49 813	20 395	70 208
non-current	-	13 409	13 409

(all amounts in PLN thousand, unless stated otherwise)

Note 37. Information on financial instruments

Fair values of specific classes of financial instruments

The Management Boards of the Group companies analysed specific classes of financial instruments. Based on the analysis, it was concluded that the carrying amounts of the instruments did not differ from their fair values as at both 31 December 2024 and 31 December 2023.

	31.12.2024	31.12.2023*
LEVEL 1		
Assets measured at fair value		
Assets measured at fair value through other comprehensive income	**239 103**	**224 485**
bonds issued by foreign governments - EUR	22 106	21 831
bonds issued by foreign governments - USD	216 997	202 654
LEVEL 2		
Assets measured at fair value through profit or loss		
Derivatives	**405**	**18 683**
currency forwards - EUR	271	1 161
currency forwards - USD	134	17 522
Private equity interests in the gaming sector	**4 980**	**3 518**
private equity interests in the gaming sector - SEK	933	980
private equity interests in the gaming sector - USD	4 047	2 538
Liabilities measured at fair value through profit or loss		
Derivatives	**9 964**	**495**
currency forwards - EUR	37	102
currency forwards - USD	9 620	393
currency forwards - JPY	307	-

** restated data*

Financial instruments measured at fair value are classified according to a three-level fair value hierarchy:

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

Level 2 – fair value based on observable market data.

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

(all amounts in PLN thousand, unless stated otherwise)

Financial assets – classification and measurement

	31.12.2024	31.12.2023
Financial assets measured at amortized cost	**1 403 714**	**1 282 102**
Other non-current receivables	407	383
Trade receivables	167 628	193 520
Cash and cash equivalents	124 886	178 054
Bank deposits over 3 months	522 524	338 205
Treasury bonds and bonds guaranteed by the State Treasury	585 521	568 715
Loans granted	2 748	3 225
Financial assets measured at cost	**39 453**	**38 095**
Shares in non-consolidated subordinated entities	39 453	38 095
Assets measured at fair value through other comprehensive income	**239 103**	**224 485**
Bonds issued by foreign governments	239 103	224 485
Financial assets at fair value through profit or loss	**5 385**	**22 201**
Derivative financial instruments	405	18 683
Private equity interests in the gaming sector	4 980	3 518
Total financial assets	**1 687 655**	**1 566 883**

Financial liabilities – classification and measurement

	31.12.2024	31.12.2023
Financial liabilities measured at amortized cost	**94 883**	**85 262**
Trade payables	74 733	58 835
Other financial liabilities	20 150	26 427
Financial liabilities at fair value through profit or loss	**9 964**	**495**
Derivative financial instruments	9 964	495
Total financial liabilities	**104 847**	**85 757**

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

- the purpose of investments in domestic and foreign Treasury bonds and domestic and foreign bonds guaranteed by governments is to hold them to maturity and to collect contractual cash flows;
- investment mandates for managing the foreign Treasury bonds portfolio (bonds issued by or secured with a guarantee of foreign governments) allow bonds to be sold before maturity as part of the adopted strategy;
- all bonds purchased meet the SPPI test.

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

In accordance with the requirements of ***IFRS 13*** *Fair Value Measurement*, the Group analysed the valuation of the financial instruments measured at amortized cost in the consolidated statement of financial position in order to determine their fair values and their classification in the fair value hierarchy.

Listed debt securities were classified as Level 1. These are State Treasury Bonds and bonds secured with a guarantee by the State Treasury, the fair value of which was determined on the basis of the market valuation provided by the brokerage firm under the applicable brokerage services agreement.

(all amounts in PLN thousand, unless stated otherwise)

	31.12.2024	31.12.2023
LEVEL 1		
Fair value of assets measured at amortized cost	**583 156**	**565 473**
Polish Treasury bonds and bonds guaranteed by the Polish State Treasury	583 156	565 473

Other items of financial assets and financial liabilities measured at amortized cost were classified to Level 3.

With regard to equity interests in other entities, the Group estimates the fair values of the shares held using the method which consists in forecasting future cash flows generated by the relevant cash-generating unit and requires determining a discount rate to be used to calculate the present value of these cash flows. In justified cases, the Group assumes a historical cost as an acceptable approximation of the fair value.

The Group did not determine the fair values of receivables, trade payables, cash and cash equivalents, bank deposits over 3 months and loans granted with variable interest, because their carrying amounts are considered by the Group to be a reasonable approximation of their fair values.

There were no movements between the levels in the fair value hierarchy in the reporting period and in the comparative period.

(all amounts in PLN thousand, unless stated otherwise)

Gains and losses on financial assets and liabilities

01.01.2024 – 31.12.2024	Financial assets measured at amortized cost				Financial assets measured at cost	Financial assets and financial liabilities measured at fair value through profit or loss		Financial assets measured at fair value through other comprehensive income	Financial liabilities measured at amortized cost		Total
	Trade receivables	Polish Treasury bonds and bonds guaranteed by the Polish State Treasury	Loans granted	Cash and cash equivalents and bank deposits over 3 months	Shares in non-consolidated subordinated entities	Derivative financial instruments	Private equity interests in the gaming sector	Foreign bonds	Trade payables	Other financial liabilities	
Interest income/ (expense)	-	29 863	217	27 033	-	-	-	7 289	-	(771)	**63 631**
Write-downs recognized	(42)	-	-	-	-	-	-	-	-	-	**(42)**
Write-downs reversed	4	-	-	-	-	-	-	-	-	-	**4**
Gains /(losses) on disposal of debt instruments	-	-	-	-	-	-	-	(3 927)	-	-	**(3 927)**
Commission and fees on purchase of debt instruments	-	-	-	-	-	-	-	(280)	-	-	**(280)**
Measurement of a forward contract	-	-	-	-	-	(4 112)	-	-	-	-	**(4 112)**
Measurement of private equity interests in the gaming sector	-	-	-	-	-	-	31	-	-	-	**31**
Measurement of foreign bonds	-	-	-	-	-	-	-	2 271	-	-	**2 271**
Total gains/(losses)	**(38)**	**29 863**	**217**	**27 033**	**-**	**(4 112)**	**31**	**5 353**	**-**	**(771)**	**57 576**

(all amounts in PLN thousand, unless stated otherwise)

01.01.2023 – 31.12.2023*	Financial assets measured at amortized cost				Financial assets measured at cost	Financial assets and financial liabilities measured at fair value through profit or loss		Financial assets measured at fair value through other comprehensive income	Financial liabilities measured at amortized cost		Total
	Trade receivables	Polish Treasury bonds and bonds guaranteed by the Polish State Treasury	Loans granted	Cash and cash equivalents and bank deposits over 3 months	Shares in non-consolidated subordinated entities	Derivative financial instruments	Private equity interests in the gaming sector	Foreign bonds	Trade payables	Other financial liabilities	
Interest income/ (expense)	-	13 583	264	28 090	-	-	-	6 052	(3)	(807)	**47 179**
Write-downs recognized	(7)	-	-	-	-	-	-	-	-	-	**(7)**
Write-downs reversed	14	-	-	-	27 271	-	-	-	-	-	**27 285**
Gains /(losses) on disposal of debt instruments	-	-	-	-	-	-	-	2 259	-	-	**2 259**
Commission and fees on purchase of debt instruments	-	-	-	-	-	-	-	(284)	-	-	**(284)**
Measurement of a forward contract	-	-	-	-	-	40 768	-	-	-	-	**40 768**
Measurement of private equity interests in the gaming sector	-	-	-	-	-	-	(85)	-	-	-	**(85)**
Measurement of foreign bonds	-	-	-	-	-	-	-	4 138	-	-	**4 138**
Total gains/(losses)	**7**	**13 583**	**264**	**28 090**	**27 271**	**40 768**	**(85)**	**12 165**	**(3)**	**(807)**	**121 253**

** restated data*

(all amounts in PLN thousand, unless stated otherwise)

Financial risk management objectives and policies

Credit risk

Risk description: The Group is exposed to credit risk in connection with sales with deferred payment, royalty income customarily reported and settled after the end of the period for which the royalties are due, in connection with advance payments and also in connection with cooperation with banks, electronic payment operators or government bond issuers. There are instances where the concentration of sales to the largest customers exceeds 10% of the Group's total sales revenue.

Actions taken: In order to reduce the credit risk related to buyers, the Group is constantly monitoring the settlement of receivables and debt collection in difficult cases is outsourced to external specialized entities. As part of its efforts to mitigate the credit risk of financial institutions, the Group works with several banks, diversifying the allocations of its cash and bank deposits, both by entity and geographical area. In addition, the Parent Company, which holds the majority of the Group's funds, may invest part of its reserves in the following types of bonds in accordance with the policy adopted in March 2022:

- domestic Treasury bonds of the Republic of Poland;
- domestic bonds secured with a guarantee of the State Treasury of the Republic of Poland;
- foreign Treasury bonds issued by countries with a rating no lower than Aa3 according to Moody's rating agency;
- foreign bonds secured with a guarantee of countries with rating no lower than Aa3 according to Moody's rating agency.

As a result of adopting the credit rating criterion for the country of bond issuers, investments in these financial instruments are exposed to a very low risk and the expected credit losses are immaterial.

Liquidity risk

Risk description: Inadequate capital and liquidity risk management may generate liquidity risk resulting in delays or inability to settle liabilities.

Actions taken - managing liquidity risk: Capital and liquidity risk management in the CD PROJEKT Group is aimed at ensuring the financing of its activities, including the long-term investment projects implemented by the Group.

Day-to-day liquidity management is carried out at the level of the individual companies, while the coordination and supervision of long-term plans is carried out at the level of the Parent Company.

The pillars of liquidity risk management are as follows:

- constantly maintained and updated short-term and long-term cash flow forecasts;
- periodic verification, based on cash flow forecasts, of the achievement of liquidity risk management targets in the medium term;
- maintaining its own financial reserves – the Group has no external interest-bearing debt from loans and borrowings incurred or bonds issued;
- the Parent Company may provide financing to subsidiaries through capital increases or loans;
- the management of financial reserves (held in the form of cash, bank deposits, domestic and foreign Treasury bonds and domestic and foreign bonds secured with guarantees of foreign governments) at the Parent Company is carried out taking into account the maturity dates of the individual instruments, the ratings of the banks or issuers of the Treasury bonds purchased, the interest rates or yields of the investments concerned and always respecting the principle of diversification in the allocation of the accumulated financial reserves (both by entity and geographical area).

As at 31 December 2024, the Group held bank deposits with a carrying amount of PLN 641 062 thousand.

Maturity of the deposit	Carrying amount
Quarter 1 of 2025	381 580
Quarter 2 of 2025	174 292
Quarter 3 of 2025	85 190
Total carrying amount	**641 062**

As at 31 December 2024, the Parent Company held Treasury bonds with a carrying amount of PLN 824 624 thousand.

(all amounts in PLN thousand, unless stated otherwise)

Bonds by country of issuer as at 31.12.2024	S&P	Fitch	Moody's	Carrying amount
Poland	A-	A-	A2	585 522
USA	AA+	AA+	Aaa	154 130
Germany	AAA	AAA	Aaa	37 944
Austria	AA+	AA+	Aa1	19 797
Canada	AAA	AA+	Aaa	17 165
Finland	AA+	AA+	Aa1	10 066
Total carrying amount				**824 624**

Bond portfolio as at 31.12.2024 by instrument maturity

Redemption date of purchased bonds as at 31.12.2024	Carrying amount
2025	384 331
2026	371 358
2027	61 674
2028	7 261
Total carrying amount	**824 624**

Currency risk

Risk description: Due to the global nature of the CD PROJEKT Group's business, where the majority of revenue is generated in foreign currencies, it is exposed to the risk of sudden changes in exchange rates, including, in particular, the risk of the Polish zloty strengthening.

The majority of publishing and distribution contracts to which the Parent Company is a party as the game developer are based on settlement in foreign currencies – mainly in USD and EUR. Therefore, a weakening of the USD or EUR exchange rate in relation to PLN is an undesirable scenario for the Group, resulting in a reduction in sales revenue. The revenues of GOG sp. z o.o. are generated in 13 currencies, including, to the greatest extent, in USD and to a smaller extent in EUR, PLN, GBP, CAD, AUD and others, while costs are mainly incurred in USD and PLN. Therefore, as a rule, a weakening of the exchange rate of the currencies in which GOG.COM earns its sales revenue in relation to the USD or PLN is an undesirable scenario for the CD PROJEKT Group, causing a drop in revenues and results of operations realized by GOG sp. z o.o.

The Group companies also purchase goods and services in transactions settled in foreign currencies - in such cases, a weakening of the PLN exchange rate against the relevant currency of the transaction may result in foreign exchange differences unfavourable to the Group companies' results.

The Parent Company invests some of its financial resources in foreign bonds denominated in foreign currencies, and it may also hold cash and cash equivalents or deposits in foreign currencies (for more information, see sections on credit risk and liquidity risk).

Actions taken: The Group companies seek to minimize currency exposure in its operations but, nevertheless, it is not possible to eliminate the currency risk that is incumbent on the Group completely. In the case of the risk associated with the Parent Company's investment in foreign bonds denominated in foreign currencies, exposure to exchange rate fluctuations is mitigated by entering into forward sales of the relevant currency symmetrical to each currency feed to the investment account. Similarly, the Parent Company hedges the value of cash invested in USD deposits by entering into forward sales of the currency symmetrical to each term deposit.

GOG Sp. z o.o. hedges the cash flows associated with concluded or future foreign currency trade transactions by entering into forward currency transactions. Hedging transactions are, in principle, concluded at the gross value of GOG's currency exposure, i.e. at the full amount of the respective future cash flows.

In addition, when purchasing services of a material value and a certain acquisition date in foreign currencies, the Parent Company hedges the exchange rate by entering into forward currency purchase transactions.

(all amounts in PLN thousand, unless stated otherwise)

The value of forward contracts concluded as at 31.12.2024 is presented in the table below.

Forward contract currency	Value of forward contracts in foreign currency	Value of forward contracts in PLN at forward exchange rates	Fair value measurement of forward contracts as at 31.12.2024 in PLN
EUR	5 839	25 650	234
JPY	275 000	7 585	(307)
USD	73 698	294 731	(9 486)
Total		**327 966**	**(9 559)**

In accordance with the adopted policy of diversifying investments of current cash surpluses, the Parent Company may hold up to 15% of total funds in unhedged positions in USD and EUR. As at 31 December 2024, the Parent Company had an unhedged position in foreign currencies amounting to USD 1 632 thousand and EUR 347 thousand.

Interest rate and inflation risk

Risk description: The condition of the global economy, including the effects of global political or economic crises, may affect the CD PROJEKT Group's business, financial position and results. An adverse macroeconomic or political situation may result in difficulties in access to finance, changes in the prices of goods, services and products, conservative consumer attitudes or the emergence of restrictions on sales opportunities as a consequence of economic sanctions or local regulations introduced.

The monetary policy pursued by the National Bank of Poland in shaping the level of interest rates and, consequently, influencing the level of inflation in Poland may affect the financial income achieved by the Group. As surplus cash is invested in, among other things, bank deposits and bonds, a drop in interest rates may have a negative impact on the Group's finance income. Moreover, financial income generated from bank deposits or investments in bonds in relation to the Group's cash reserves may not compensate for losses caused by inflation.

A change in the level of interest rates affects the carrying value of bonds of foreign governments and bonds secured with their guarantee, which are measured at fair value through other comprehensive income. An increase in interest rates may also reduce the valuation of the Group's assets (e.g. shares in related entities, brands) carried out as part of impairment tests, potentially leading to the need to restate their value in the books of account.

Actions taken: The Group companies endeavour to monitor the impact of the global situation on the markets in which they operate and, as far as possible, to adapt their operations as much as possible to the changes observed. The Parent Company mitigates some of the risk associated with interest rate volatility and market inflation expectations by investing a portion of its cash surpluses in deposits, Polish Treasury bonds, bonds secured by the State Treasury guarantee and foreign Treasury bonds or foreign bonds guaranteed by governments of the countries with credit ratings no lower than Aa3 according to Moody's, while diversifying the maturities of the aforementioned instruments. In addition, some of the bonds may be floating rate securities.

While maintaining the safety of accumulated funds, in practice it may not be possible to fully protect the value of financial reserves held against the negative effects of inflation.

Sensitivity analysis

In accordance with the requirements of *IFRS 7 Financial Instruments: Disclosures*, the Group performed an analysis for the identified market risks showing what impact changes in the relevant risk factors would have on the results of operations and equity.

Due to the linear nature of the impact of a change in a factor on the value of the Group's profit or loss and equity, 5 p.p. were adopted for the analysis of the impact of changes in foreign exchange rates and 1 p.p. for the analysis of the impact of changes in interest rates and fair value.

The tables below show the sensitivity of profit before tax and equity to the risks identified by the Group over the horizon to the date of the next financial statements, assuming other risk factors remain constant.

(all amounts in PLN thousand, unless stated otherwise)

Currency risk concerning the net value of foreign currency assets and liabilities

	Impact on net profit or loss				Impact on equity		
	EUR	USD	Other currencies	Total	EUR	USD	Total
Exchange rate fluctuations	5%	5%	5%		5%	5%	
As at 31.12.2024							
Exchange rate growth	225	(2 148)	(420)	(2 343)	1 105	12 492	**13 597**
Exchange rate decline	(225)	2 148	420	2 343	(1 105)	(12 492)	**(13 597)**
As at 31.12.2023							
Exchange rate growth	(14)	(3 821)	(141)	(3 976)	1 092	10 637	**11 729**
Exchange rate decline	14	3 821	141	3 976	(1 092)	(10 637)	**(11 729)**

Exposure to currency risk changes during the year depending on the volume of transactions concluded in the currency. Nevertheless, the above sensitivity analysis can be considered representative of the Group's exposure to currency risk as at the balance sheet date.

Interest rate risk relating to interest income on cash held in bank accounts and Polish floating-rate bonds

	31.12.2024		31.12.2023	
	Interest rate fluctuations	Impact on net profit or loss	Interest rate fluctuations	Impact on net profit or loss
Interest rate growth	1 p.p.	7 502	1 p.p.	6 195
Interest rate decline	1 p.p.	(7 502)	1 p.p.	(6 195)

Fair value change risk relating to the valuation of foreign bonds carried at fair value, which depends on the volatility of market prices

	31.12.2024			31.12.2023		
	Fluctuation amount	Impact on equity	Impact on net profit or loss	Fluctuation amount	Impact on equity	Impact on net profit or loss
Fair value growth	1 p.p.	2 391	(46)	1 p.p.	2 245	217
Fair value decline	1 p.p.	(2 391)	46	1 p.p.	(2 245)	(217)

(all amounts in PLN thousand, unless stated otherwise)

Note 38. Capital management

The principal objective of the capital management within the Group is to maintain a sound credit rating and safe capital ratios to support the Group's operating activity, increasing its shareholder value.

The Group manages the capital structure and introduces changes to it based on changes in economic circumstances. In order to maintain or adjust the capital structure, the Parent Company may pay a dividend to the shareholders, return capital to the shareholders or issue new shares. The Group monitors its capital balances using the leverage ratio which is calculated as the ratio of net debt to total equity plus net debt. As at 31 December 2024, the Group's balance of cash and cash equivalents was greater than its trade and other payables, thus, the Group had a positive net cash balance.

Note 39. Employee benefit programmes

Incentive plans for the years 2023-2027

Based on the resolutions of the Parent Company's General Meeting of 28 July 2020, two new incentive plans for the financial years 2023-2027 were introduced on that date, replacing the Incentive Plan for 2020-2025: the Incentive Plan A and the Incentive Plan B.

Incentive Plan A

The Incentive Plan A is addressed to persons who are not members of the Management Board of the Parent Company. The assumptions are that the entitlements in this plan will be granted in each of the financial years 2023-2027 (i.e. in five phases). A maximum of 1 500 000 entitlements may be granted under the entire Incentive Plan A. The entitlements will be realized alternatively through: (i) offering participants to subscribe for warrants entitling them to subscribe for an identical number of shares in the Parent Company issued as part of the conditional share capital increase, or (ii) offering participants to purchase from the Parent Company treasury shares acquired by the Parent Company as part of a buy-back carried out for this purpose. Taking up and exercising the rights from the subscription warrants or, as the case may be, the purchase of the Parent Company's shares by the participant under the Incentive Plan A will be conditional upon meeting the loyalty criterion (understood as participants of the Incentive Plan A remaining in a legal relationship with the Parent Company or its related entity during the vesting period). The price of taking up or acquiring the Parent Company's shares as part of executing entitlements under Plan A will correspond to the nominal value of the Parent Company's shares. The vesting period will be 3 years as a minimum in each case.

As part of Phase 1 of the Incentive Plan A (in 2023), 100 444 entitlements were granted, of which 89 960 entitlements remain active.

As part of Phase 2 of the Incentive Plan A (in 2024), 183 189 entitlements were granted, of which 170 700 entitlements remain active.

Assumptions made for the valuation of the Incentive Plan A for the years 2023-2027 – Phase 1

Date of vesting	CDR volatility ratio	Risk-free interest rate
Entitlements granted on 26.05.2023	44%	6.2%
Entitlements granted on 27.05.2023	44%	6.2%
Entitlements granted on 29.05.2023	44%	5.9%
Entitlements granted on 07.06.2023	44%	5.8%

Assumptions made for the valuation of the Incentive Plan A for the years 2023-2027 – Phase 2

Date of vesting	CDR volatility ratio	Risk-free interest rate
Entitlements granted on 08.03.2024	43%	5.1%
Entitlements granted on 10.03.2024	43%	5.1%

(all amounts in PLN thousand, unless stated otherwise)

Changes in entitlements granted under the Incentive Plan A for the years 2023-2027 – Phases 1 and 2

Specification	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
	Number of entitlements in pcs	
Unrealized as at the beginning of the period	**1 500 000**	**-**
Granted, unrealized as at the beginning of the period	**94 051**	**-**
Granted during the period	183 189	100 444
Forfeited during the period*	16 580	6 393
Unrealized as at the end of the period	**1 500 000**	**1 500 000**
Granted, unrealized as at the end of the period	**260 660**	**94 051**

** All forfeitures by the date of publication of the financial statements for a given period*

Measurement Date

During 2023, the Parent Company granted entitlements to participate in the plan in four tranches, and during 2024 in two tranches (in both periods in accordance with the relevant resolutions of the Management Board).

The fair value of the entitlements awarded in 2023 and 2024 was measured as at the grant date using financial engineering methods and numerical methods (which are a development of the so-called Black-Scholes-Merton model) by a licensed actuary entered in the register of actuaries maintained by the Polish Financial Supervision Authority in accordance with the information in the table above.

Classification of measurement conditions

The conditions related to meeting formal requirements (including the correct filing of documents within a certain time limit), loyalty conditions and other conditions unrelated to the share price were treated as non-market conditions. The condition of living to the date of exercising the entitlement rights and other similar conditions were treated likewise.

Number of shares as at the grant date

As at the date of granting entitlements under the Incentive Plan A in 2023 (Phase 1), the Parent Company had 100 770 800 shares in issue. As at the date of granting entitlements under the Incentive Plan A in 2024 (Phase 1), the Parent Company had 99 910 510 shares in issue.

Incentive Plan B

The Incentive Plan B is addressed to both persons who are members of the Parent Company's Management Board and persons who are not members of the Management Board. The assumptions are that the entitlements in this plan will be granted in each of the financial years 2023-2027 (i.e. in five phases). A maximum of 3 500 000 entitlements may be granted under the entire Incentive Plan B. The entitlements will be realized alternatively through: (i) offering participants to subscribe for warrants entitling them to subscribe for an identical number of shares in the Parent Company issued as part of the conditional share capital increase, or (ii) offering participants to purchase from the Parent Company treasury shares acquired by the Parent Company as part of a buy-back carried out for this purpose. Taking up and exercising the rights from the subscription warrants or, as the case may be, the purchase of the Parent Company's shares by the eligible persons under the Incentive Plan B will be conditional upon the Parent Company determining that the performance condition (for 70% of the entitlements), the market condition (for 30% of the entitlements) and, in selected cases, the individual conditions and, in each case, the loyalty condition (understood as participants of the Incentive Plan A remaining in a legal relationship with the Parent Company or its related entity during the vesting period) have been met. The base price of subscription for or purchase of the Parent Company's shares as part of exercising the entitlements under the Plan B will correspond to the price of the Parent Company's shares at the close of the last trading session preceding the date of the relevant resolution on the participant's inclusion in the plan. The plan provides for the possibility to reduce the price of subscription for or purchase of the shares with a simultaneous proportional reduction in the number of rights to be exercised by the participant. The base vesting period is four years (with the possibility of being shortened to three years for performance-related entitlements in the event of a possible faster achievement of the four-year performance target over a three-year period).

As part of Phase 1 of the Incentive Plan B (in 2023), 662 000 entitlements were granted, of which 656 000 entitlements remain active.

As part of Phase 2 of the Incentive Plan B (in 2024), 723 500 entitlements were granted, of which 723 500 entitlements remain active.

(all amounts in PLN thousand, unless stated otherwise)

Performance-related condition – 70% of entitlements awarded under a given phase of the Incentive Plan B

The fulfilment of the performance-related condition means achieving, in the relevant vesting period, a specific result understood as the sum of the consolidated net profits on the continuing operations of the CD PROJEKT Group plus the cost of valuation of entitlements awarded under the relevant phase of the Incentive Plan B recognized by the CD PROJEKT Group entities in the same period.

The performance-related condition for entitlements awarded in Phase 1 of the Incentive Plan B for the years 2023-2026 (in the financial year 2023) is PLN 2 billion, and the performance-related condition for entitlements awarded in Phase 2 of the Incentive Plan B for the years 2024-2027 (in the financial year 2024) is PLN 3 billion, whereas the performance-related condition for entitlements awarded in Phase 3 of the Incentive Plan B for the years 2025-2028 (in the financial year 2025) was set at PLN 4 billion.

For each of the successive phases of the Incentive Plan B starting in the financial years 2026 and 2027, the performance-related condition for entitlements awarded in these phases for the relevant periods of four financial years will be determined by resolutions of the General Meeting of the Parent Company (at the request of the Management Board of the Parent Company).

Market-related condition – 30% of entitlements awarded under a given phase of the Incentive Plan B

The fulfilment of the market-related condition means achieving a change in the Parent Company's share price on the Warsaw Stock Exchange (WSE) in such a manner that the change in the level of the Parent Company's share price expressed as a percentage, determined on the basis of the Parent Company's share price at closing of the last trading session of the WSE of the most recent financial year which is subject to verification for purposes of the performance-related condition referred to above, in relation to the Parent Company's share price at closing of the last trading session of the WSE in the year preceding the year of the relevant phase of the Incentive Plan B will be higher than or equal to the change, expressed as a percentage and increased by 10 percentage points, in the level of the WIG index (WSE Index) in the same period.

Assumptions made for the valuation of the Incentive Plan B for the years 2023-2027 – Phase 1

Date of vesting	CDR volatility ratio	WIG volatility ratio	WIG correlation ratio	Risk-free interest rate
Entitlements granted on 26.05.2023	44%	21%	43%	6.1%

Assumptions made for the valuation of the Incentive Plan B for the years 2023-2027 – Phase 2

Date of vesting	CDR volatility ratio	WIG volatility ratio	WIG correlation ratio	Risk-free interest rate
Entitlements granted on 08.03.2024	43%	21%	42%	4.9%
Entitlements granted on 10.03.2024	43%	21%	42%	4.9%

Changes in entitlements granted under the Incentive Plan B for the years 2023-2027 – Phases 1 and 2

Specification	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
	Number of entitlements in pcs	
Unrealized as at the beginning of the period	**3 500 000**	**-**
Granted, unrealized as at the beginning of the period	**656 000**	**-**
Granted during the period	723 500	662 000
Forfeited during the period*	-	6 000
Unrealized as at the end of the period	**3 500 000**	**3 500 000**
Granted, unrealized as at the end of the period	**1 379 500**	**656 000**

** All forfeitures by the date of publication of the financial statements for a given period*

Measurement Date

During 2023, the Parent Company granted entitlements to participate in the plan in one tranche, and during 2024 in two tranches (in both periods in accordance with the relevant resolutions of the Management Board or the Supervisory Board).

The fair value of the entitlements awarded in 2023 and 2024 was measured as at the grant date using financial engineering methods and numerical methods (which are a development of the so-called Black-Scholes-Merton model) by a licensed actuary entered in the register of actuaries maintained by the Polish Financial Supervision Authority in accordance with the information in the table above.

(all amounts in PLN thousand, unless stated otherwise)

Classification of measurement conditions

The condition relating to the change in the price of the Parent Company's shares in relation to the change in the WIG index and the condition that the market price on the exercise date will be above the exercise price have been treated as market conditions. The conditions relating to net profit growth were treated as non-market. The conditions related to meeting formal requirements (including the correct filing of documents within a certain time limit), loyalty conditions and other conditions unrelated to the share price were treated as non-market conditions. The condition of living to the date of exercising the entitlement rights and other similar conditions were treated likewise.

Number of shares as at the grant date

As at the date of granting entitlements under the Incentive Plan B in 2023 (Phase 1), the Parent Company had 100 770 800 shares in issue. As at the date of granting entitlements under the Incentive Plan B in 2024 (Phase 2), the Parent Company had 99 910 510 shares in issue.

Note 40. Transactions with related entities

Terms and conditions of transactions with related entities

The terms and conditions of intra-group transactions were determined on the arm's length basis. The essence of this principle is based on the premise that the terms and conditions agreed in transactions between related parties should not differ from those that would be agreed between independent parties in a comparable situation. Controlled transactions entered into by the related entities belonging to the CD PROJEKT Group are verified to determine whether the agreed terms of the transactions are similar to the market terms, based on the recommendations and methods provided for in the OECD Guidelines as well as in national legislation.

Transactions with related entities after consolidation eliminations

	Sales to related entities		Purchases from related entities		Receivables from related entities		Liabilities to related entities	
	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023	31.12.2024	31.12.2023	31.12.2024	31.12.2023*
SUBSIDIARIES								
CD PROJEKT RED Canada Ltd.	1 310	258	16 308	17 716	1 596	1 483	1 758	1 549
The Molasses Flood LLC	1 808	336	34 079	44 991	3 167	3 328	3 278	1 840
CD PROJEKT SILVER Inc.	-	-	1 295	-	-	-	-	-
MEMBERS OF THE MANAGEMENT BOARDS OF THE GROUP COMPANIES, MEMBERS OF THE SUPERVISORY BOARD AND OTHER RELATED ENTITIES								
Marcin Iwiński	1	1	-	-	-	1	-	-
Adam Kiciński	1	1	-	-	-	-	-	1
Piotr Nielubowicz	1	1	-	-	-	2	-	-
Michał Nowakowski	2	1	-	-	-	-	10	-
Adam Badowski	1	2	-	-	-	-	1	-
Piotr Karwowski	8	7	-	-	-	-	-	-
Paweł Zawodny	-	6	-	-	-	-	-	-
Maciej Gołębiewski	3	1	-	-	-	-	-	-
Maciej Nielubowicz	1	1	-	-	-	-	-	-
Urszula Jach-Jaki	-	3	-	-	-	-	-	-
Karolina Kicińska	-	-	-	-	-	-	173	-

** restated data*

(all amounts in PLN thousand, unless stated otherwise)

Note 41. Mergers and changes in the structure of the CD PROJEKT Group

Merger between subsidiaries

During the reporting period, no mergers took place in the CD PROJEKT Group.

Other changes in the structure of the CD PROJEKT Group made during the reporting period

During the reporting period, no such events took place in the CD PROJEKT Group.

Note 42. Remuneration of the senior management and the Supervisory Board

Benefits paid to the members of the Management Boards of the Group companies

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023*
Fixed remuneration (basic remuneration for the functions performed and under other contracts with the Company)	6 848	4 522
Fixed remuneration (additional benefits)	331	115
Variable remuneration (programme settled on a short-term basis and bonuses linked to the financial result)**	41 860	32 714
Total	**49 039**	**37 351**

** restated data*

*** Variable component of the remuneration, paid in a given period and linked to the results of operation for the prior period, resulting from the incentive plan for the Management Board in place at the Parent Company, settled on a short-term basis annually and dependent on the combined level of the Group's net profit.*

Detailed information on the remuneration under the incentive plan settled on a long-term basis, i.e. in entitlements to the Parent Company's shares, is provided in the Management Board Report on the CD PROJEKT Group's activities in the period from 1 January to 31 December 2024.

Benefits paid to other members of the Group's key management

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023*
Fixed remuneration (basic remuneration for the functions performed and under other contracts with the Company)	12 001	9 689
Fixed remuneration (additional benefits)	693	385
Variable remuneration (programme settled on a short-term basis and bonuses linked to the Company's result)**	8 073	5 155
Total	**20 767**	**15 229**

** restated data*

Benefits paid to the members of the Supervisory Board

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023*
Fixed remuneration (basic remuneration for the functions performed and under other contracts with the Company)	1 020	1 020
Fixed remuneration (additional benefits)	1	-
Total	**1 021**	**1 020**

** restated data*

(all amounts in PLN thousand, unless stated otherwise)

Note 43. Number of employees

Average number of employees understood as the annual average number of FTEs*

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
Average number of employees	615	633
Total	**615**	**633**

** The average number of employees also includes FTEs for which the Company does not pay remuneration (e.g. unpaid leave, maternity leave).*

Number of employees as at the end of the year (in persons)

	31.12.2024	31.12.2023
Number of employees (in persons)	634	615
Total	**634**	**615**

Employee turnover

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
Number of new employees	104	110
Number of dismissed employees*	78	101
Total	**26**	**9**

** Includes employees in the notice period as at the reporting date.*

Employment in research and development activities

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
Number of employees	291	266
Total	**291**	**266**

Note 44. Capitalization of borrowing costs

Not applicable.

Note 45. Tax settlements

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

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

Following the fulfilment of the criteria set out in Article 19 of the Act of 30 May 2008 on certain forms of innovation support (consolidated text, Journal of Laws of 2022, item 2474), the Minister of Development and Technology, by decision No. DNP-V.4241.23.2024.4 of 4 October 2024, maintained the status of a research and development centre granted to the Parent Company by decision 4/CBR/18 of 19 June 2018. The status allows the Parent Company to use more broadly the research and development relief provided for in the Act of 15 February 1992 on corporate income tax (consolidated text, Journal of Laws of 2025, item 278, hereinafter: the "CIT Act").

(all amounts in PLN thousand, unless stated otherwise)

Starting from the month following the submission of the CIT-8 tax return, the Parent Company is taking advantage of a relief in respect of an innovative employee. As part of the relief, it is possible to deduct the research and development relief which the Parent Company did not deduct from the tax base in the tax return for the previous tax year. As a result of using tax relief in respect of an innovative employee, the Parent Company is reducing tax advances remitted to the tax office in respect of personal income tax and flat-rate personal income tax for employees performing research and development projects for the Parent Company. At the same time, the amount of the research and development relief reported and not deducted is being reduced (the reduction is the product of the personal income tax liability due and the personal income tax rate).

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

Note 46. Post balance sheet events

On 8 January 2025, in current report no. 2/2025, the Management Board of the Parent Company informed that the first meeting of the Parent Company's Supervisory Board of the new term was held. During the meeting:

i) Mr. Adam Kiciński and Mr. Marcin Iwiński were both elected to perform the role of the Chair of the Supervisory Board of the new term, in consequence of which each of them will have a title of Co-Chair of the Supervisory Board, in accordance with the Parent Company's Articles of Association;

ii) Mr. David Gardner was elected to perform the role of the Deputy Chair of the Supervisory Board of the new term;

iii) the Audit Committee of the new term was elected with the following composition: Professor Agnieszka Słomka-Gołębiowska, Ms. Beata Cichocka-Tylman, Mr. Adam Kiciński. The role of the Chair of the Audit Committee was entrusted to Professor Agnieszka Słomka-Gołębiowska.

For more information, including the curricula vitae and statements of the selected persons, see the aforementioned current report.

On 15 January 2025, in current report no. 3/2025, the Management Board of the Parent Company informed that it had passed a resolution on adopting the Dividend Policy of CD PROJEKT S.A. which will apply to the dividend for the financial year 2025 and subsequent years. The full text of the adopted Policy is attached to the aforesaid current report.

In March 2025, new entitlements under Phase 3 of the Incentive Plans A and B for 2023-2027 were granted to the participants of the Plans. As a result, by the date of preparation of these financial statements, 123 186 entitlements were awarded in Phase 3 of the Incentive Plan A, of which 122 915 entitlements remain active, and 740 500 – of the Incentive Plan B. All entitlements awarded as part of Phase 3 of the Incentive Plan B are active as at the date of preparation of these financial statements.

In March 2025 the share capital of CD PROJEKT RED Inc. was increased by USD 708 thousand to USD 8 628 thousand. The increased value of the existing shares was paid up in full with a cash contribution made by the Parent Company. The purpose of the capital increase was to enable the payment of the first tranche of the price for the total of 100 000 shares in The Molasses Flood LLC. In accordance with the agreements concluded with minority shareholders on 12 and 18 March 2025, the ownership title to the said shares will pass on to CD PROJEKT RED Inc. on 31 March 2025. As a result, CD PROJEKT RED Inc. will become the owner of 100% (i.e. 550 000) of the shares in that company. It is the intention of the Board of Director of CD PROJEKT RED Inc. to conduct a business combination of The Molasses Flood LLC as the acquired company and its sole shareholder CD PROJEKT RED Inc. as the acquiring company. The planned business combination is aimed at further integrating the team and the work conducted by The Molasses Flood LLC with the development structure and processes of the CD PROJEKT RED studio and simplifying the structure of the Group.

Note 47. Transactions with entities performing the audits of the financial statements

Fees paid or payable for the financial year	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
for the audit of the annual financial statements and the consolidated financial statements	187	182
for other assurance services, including reviews of the financial statements and consolidated financial statements	206	89
Total	**393**	**271**

(all amounts in PLN thousand, unless stated otherwise)

Note 48. Explanations to the statement of cash flows

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
Cash and cash equivalents reported in the statement of cash flows	**124 886**	**178 054**
Cash and cash equivalents in the balance sheet	124 886	178 054
Depreciation and amortization	**14 289**	**13 970**
Amortization of intangible assets	2 870	2 196
Amortization of expenditure on development projects	655	447
Depreciation of property, plant and equipment	10 755	11 307
Depreciation of investment properties	9	20
Foreign exchange (gains)/losses arise on the following items:	**(16 125)**	**28 089**
Foreign exchange gains/(losses) on measurement of bonds	(12 531)	27 841
Foreign exchange gains/(losses) on measurement of private equity interests in the gaming sector	(133)	420
Foreign exchange gains/(losses) on measurement of loans granted as at the balance sheet date	(170)	203
Foreign exchange gains/(losses) losses on measurement of bank deposits over 3 months	(3 324)	-
Foreign exchange gains/(losses) on measurement of leases	33	(375)
Interest and shares in profits comprise:	**(63 631)**	**(47 182)**
Interest on bank deposits	(27 033)	(28 090)
Interest on bonds	(37 152)	(19 635)
Interest accrued on loans granted	(217)	(264)
Interest on lease contracts	771	807
(Gains)/losses on investing activities result from the following items:	**18 665**	**(84 938)**
Sale of property, plant and equipment	(199)	(155)
Net carrying amount of property, plant and equipment	8	80
Net carrying amount of non-current assets scrapped	2	417
Net carrying amount of intangible assets liquidated and expenditure on development projects	-	2 746
Net carrying amount of investment properties scrapped	-	737
Impairment write-downs of property, plant and equipment, intangible assets, investment properties and expenditure on development projects	4 615	-
Reversal of write-downs of shares in subsidiaries	-	(27 271)
Reversal of impairment write-downs of property, plant and equipment, intangible assets and expenditure on development projects	-	(21 531)
Disclosure of property, plant and equipment and intangible assets	-	(4)
Settlement of lease contracts terminated	-	(112)
Settlement and measurement of derivative financial instruments	10 063	(37 955)
Measurement of private equity interests in the gaming sector	(31)	85
Commission and fees on purchase of bonds	280	284
Proceeds from redemption of bonds	(77 198)	(69 564)
Value of bonds purchased	81 125	67 305
Increase/(Decrease) in provisions results from the following items:	**(3 611)**	**7 392**
Increase/(Decrease) in provisions for liabilities	10 804	(15 023)
Increase/(Decrease) in provisions for employee benefits	2 341	2 411
Increase/(Decrease) in provisions for costs of performance-related and other remuneration recognized under expenditure on development projects	(16 756)	20 004
(Increase)/Decrease in inventories	**1 774**	**9 125**

(all amounts in PLN thousand, unless stated otherwise)

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
(Increase)/Decrease in receivables results from the following items:	**6 277**	**(60 033)**
(Increase)/Decrease in current receivables in the balance sheet	(171)	(28 502)
(Increase)/Decrease in non-current receivables in the balance sheet	(24)	6
Income tax settled against withholding tax	14 710	11 082
Withholding tax paid abroad	(13 775)	(31 399)
Adjustment for current income tax	(627)	(11 412)
(Increase)/Decrease in prepayments for development projects	6 012	740
(Increase)/Decrease in receivables in respect of the sale of property, plant and equipment and intangible assets	-	(490)
(Increase)/Decrease in prepayments for property, plant and equipment and intangible assets	152	(58)
Increase/(Decrease) in liabilities, excluding financial liabilities, results from the following items:	**(334)**	**(4 974)**
Increase/(Decrease) in current liabilities in the balance sheet	19 466	(12 675)
Adjustment for current income tax	(320)	1 654
Increase/(Decrease) in other current financial liabilities	(5 524)	2 694
Increase/(Decrease) in liabilities in respect of security deposits	20	114
Increase/(Decrease) in liabilities resulting from purchase of property, plant and equipment	(14 171)	2 653
Increase/(Decrease) in liabilities resulting from purchase of intangible assets	195	586
Changes in other assets and liabilities result from the following items:	**20 593**	**(26 668)**
Change in prepayments and accruals in the balance sheet	19 478	(15 818)
Increase/(Decrease) in deferred income in the balance sheet	1 355	(10 609)
Adjustment for prepayments and deferred costs with the corresponding entry in liabilities	(240)	(241)
“Other adjustment” comprise:	**26 537**	**23 894**
Costs of the incentive plans	23 282	16 681
Measurement of derivative financial instruments	(285)	(396)
Amortization and depreciation written off, reported under cost of sales and other operating expenses	39	224
Amortization and depreciation reported under cost of sales and other operating expenses	3 041	2 575
Foreign exchange differences on translation	334	(496)
Accounting for shares in the acquired entity	-	32 854
Retained earnings/(Accumulated losses) of the acquired entity	-	(26 979)
Deferred tax assets of the acquired entity	-	(233)
Net property, plant and equipment and intangible assets of the acquired entity	-	(228)
Other adjustments	126	(108)

(all amounts in PLN thousand, unless stated otherwise)

Note 49. Cash flows and non-monetary changes resulting from changes in liabilities in financing activities

	01.01.2024	Cash flows	Non-monetary changes				31.12.2024
			Takeover of leased fixed assets	Foreign exchange gains and losses	Interest accrued	Adoption of a resolution on the payment of dividend	
Lease liabilities	23 306	(4 007)	47	33	771	-	20 150
Liabilities to shareholders in respect of dividend payment	-	(99 911)	-	-	-	99 911	-
Total	**23 306**	**(103 918)**	**47**	**33**	**771**	**99 911**	**20 150**

	01.01.2023	Cash flows	Non-monetary changes				31.12.2023
			Takeover of leased fixed assets	Foreign exchange gains and losses	Interest accrued	Adoption of a resolution on the payment of dividend	
Lease liabilities	20 967	(3 398)	5 467	(537)	807	-	23 306
Liabilities to shareholders in respect of dividend payment	-	(99 911)	-	-	-	99 911	-
Total	**20 967**	**(103 309)**	**5 467**	**(537)**	**807**	**99 911**	**23 306**

(all amounts in PLN thousand, unless stated otherwise)

Note 50. Research and development expenditure

	01.01.2024 – 31.12.2024	01.01.2023 – 31.12.2023
Salaries and wages	89 705	87 876
Remuneration of associates	94 649	97 193
Capital expenditure, including:	2 449	8 900
Land and buildings	-	24
Plant and machinery	547	7 446
Computer software	1 365	396
Intangible assets	537	1 034
External services	140 709	118 851
Total expenditure on research and development projects	**327 512**	**312 820**

The information contained in the Note relates to research projects and development projects, presented in Note 11 under the headings Expenditure on development projects in progress and product maintenance costs eligible as expenditure on research and development projects in accordance with the tax interpretations received by the Parent Company.

More information on the research and development projects conducted by the Parent Company is provided in the Management Board Report on the activities of the CD PROJEKT Group and CD PROJEKT S.A. for 2024.

Statement of the Management Board of the Parent Company

On the fairness of preparation of the consolidated financial statements

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

These consolidated financial statements have been prepared in accordance with the International Financial Reporting Standards (IFRS) endorsed by the European Union, published and effective as at 31 December 2024, and to the extent not governed by the said standards, in accordance with the Accounting Act of 29 September 1994 and the implementing legislation issued on the basis thereof and to the extent required by the Regulation of the Minister of Finance of 29 March 2018 on current and periodical information submitted by issuers of securities and conditions for considering equivalent the information required under the legislation of a non-Member State.

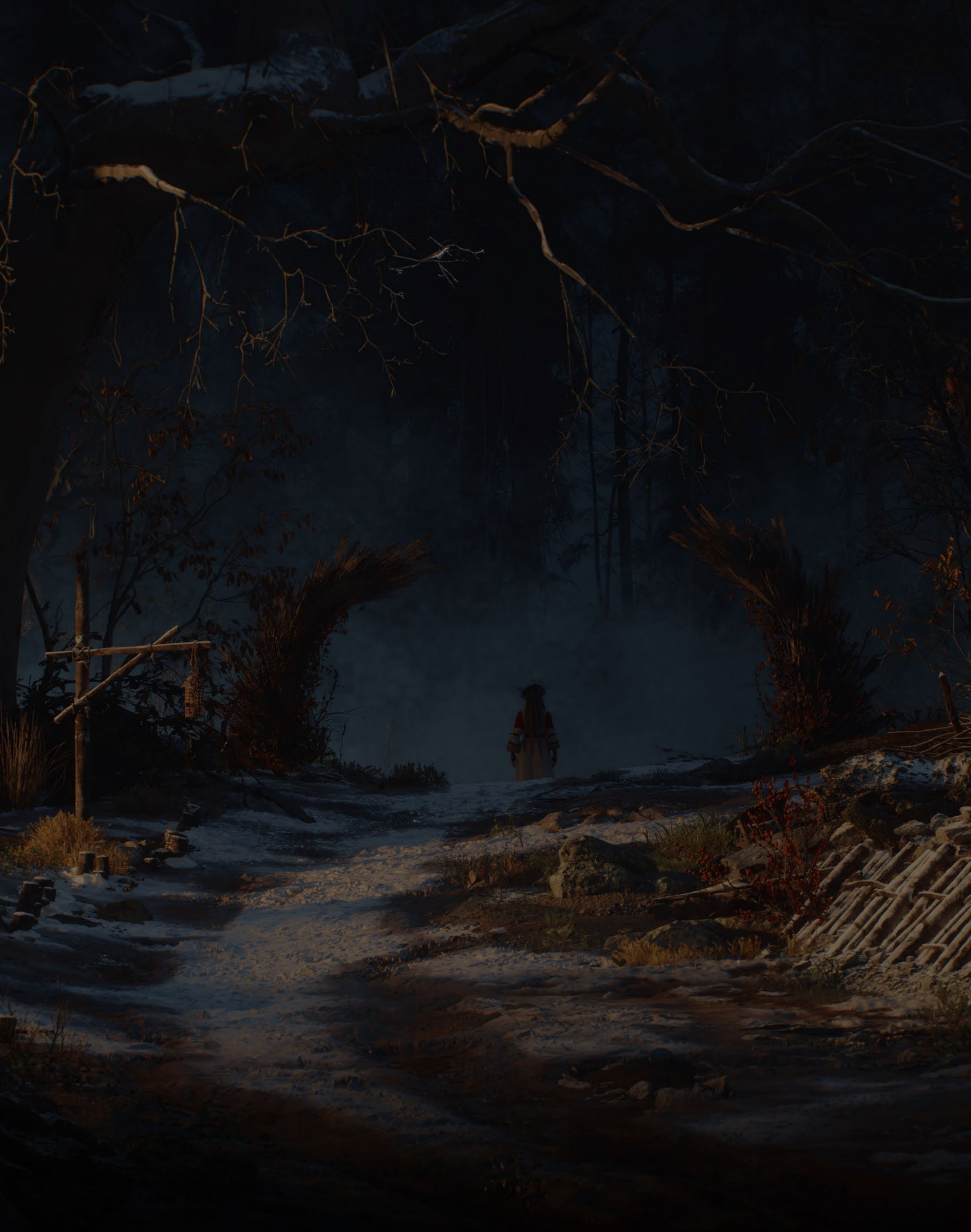
(all amounts in PLN thousand, unless stated otherwise)

Approval of the financial statements

These consolidated financial statements of the CD PROJEKT Group were signed and approved for publication by the Management Board of CD PROJEKT S.A. on 24 March 2025 and will be subject to approval by the General Meeting of CD PROJEKT S.A.

Warsaw, 24 March 2025

Piotr Nielubowicz Member of the Management Board	Adam Badowski Member of the Management Board	Michał Nowakowski Member of the Management Board
Piotr Karwowski Member of the Management Board	Paweł Zawodny Member of the Management Board	Jeremiah Cohn Member of the Management Board
Krystyna Cybulska Chief Accountant		



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