

# FINANCIAL SUPERVISORY COMMISSION

## R 2008 Unit Annual Report

(in pursuance of Par.82 Cl.1.3 of Minister of Finance Regulation dated 19 February 2009 –Dz.U. Nr 33, poz.259) for security Issuers running manufacturing, construction, trading or rendering services activities for fiscal year 2008, from 1 January 2008 to 31 December 2008, comprising Financial Statement according to International Accounting Standards IASs (MSR), in PLN, in PLN, conveyance date: 30 April 2009.

SELECTED FINANCIAL DATA	[PLN thou]		[EUR thou]	
	2008	2007	2008	2007
I. Net income from sale of products, goods and materials	747 229	748 284	211 554	198 126
II. Profit (loss) from operating activity	8 639	34 945	2 446	9 253
III. Gross profit (loss)	9 562	141 193	2 707	37 384
IV. Net profit (loss)	7 939	136 460	2 248	36 131
V. Net cash flow from operating activity	50 888	-84 660	14 407	-22 416
VI. Net cash flow from investment activity	-9 146	-65 020	-2 589	-17 216
VII. Net cash flow from financial activity	-34 608	153 645	-9 798	40 681
VIII. Total net cashflow	7 134	3 965	2 020	1 050
IX. Total assets	1 460 107	1 549 627	349 944	432 615
X. Liabilities and reserves for liabilities	307 380	355 022	73 670	99 113
XII. Long term liabilities	1 838	2 667	441	745
XII. Short term liabilities	285 816	317 830	68 502	88 730
XIII. Equity	1 152 727	1 194 605	276 274	333 502
XIV. Share capital	67 633	67 633	16 210	18 881
XV. Number of shares	67 632 538	42 781 663	67 632 538	42 781 663
XVI. Net profit/loss on one common share [PLN/EUR]	0.12	3.19	0.03	0.84
Net diluted profit/loss on one common share [PLN/EUR]				
XVII. Book value on one common share [PLN/EUR]	17.04	27.92	4.08	7.80
Diluted book value on one common share [PLN/EUR]				
Declared or paid dividend on one common share [PLN/EUR]				

<b>I. UNIT BALANCE SHEET [PLN thou]</b>	<b>31 December 2008</b>	<b>31 December 2007</b>
<b>ASSETS</b>		
<b>I.Fixed assets</b>	<b>1 229 660</b>	<b>1 169 775</b>
<b>1.Intangible assets</b>	<b>1 544</b>	<b>224</b>
<b>2.Tangible assets</b>	<b>18 558</b>	<b>12 393</b>
<b>3. Long-term receivables</b>	<b>1 012</b>	<b>3 006</b>
3.1. due from related parties	53	
3.2. due from other entities	959	3 006
<b>4. Long-term investments</b>	<b>1 193 691</b>	<b>1 148 150</b>
4.1. Real assets	1 287	8 786
4.2. Long-term financial assets	1 189 876	1 136 836
a)in related parties	1 189 876	1 136 836
b)in other entities		
4.3. Long-term financial assets for sale	2 528	2 528
<b>5. Long-term accruals</b>	<b>14 855</b>	<b>6 002</b>
5.1. Deferred income tax assets	14 855	6 002
<b>II.Curent assets</b>	<b>230 447</b>	<b>379 852</b>
<b>1.Inventories</b>	<b>7 489</b>	<b>4 984</b>
<b>2.Short-term receivables</b>	<b>172 413</b>	<b>266 542</b>
2.1.due from related parties	17 735	69 058
2.2.due from other entities	154 678	197 484
<b>3. Short-term investments</b>	<b>48 755</b>	<b>107 569</b>
3.1. Short-term financial assets	48 755	107 569
a)in related entities	9 242	58 716
b)in other entities	1 169	20 085
c)cash and other money assets	38 344	28 768
<b>4.Short- term accruals</b>	<b>1 790</b>	<b>757</b>
<b>Total assets</b>	<b>1 460 107</b>	<b>1 549 627</b>
<b>LIABILITIES</b>		
<b>I.Equity</b>	<b>1 152 727</b>	<b>1 194 605</b>
1.Share capital	67 633	67 633
2.Own shares	-400	
3.Supplementary capital	1 101 696	984 837
4.Capital from updating evaluation	-43 741	5 675
5.Other reserve capitals	19 600	
6.Retained (loss) profit		
7. Net (loss) profit	7 939	136 460
<b>II. Liabilities and reserves for liabilities</b>	<b>307 380</b>	<b>355 022</b>
<b>1.Reserves for liabilities</b>	<b>19 726</b>	<b>34 525</b>
1.1.Reserves for deferred income tax	6 037	9 613
1.2.Reserves for pensions and similar benefits	567	2 728
a)long-term	258	2 041
b)short term	309	687
1.3.Other reserves	13 122	22 184
a)long-term		
b)short term	13 122	22 184
<b>2.Long-term liabilities</b>	<b>1 838</b>	<b>2 667</b>
2.1.to related parties		
2.2.to other entities	1 838	2 667
<b>3. Short-term liabilities</b>	<b>285 816</b>	<b>317 830</b>
3.1.to related parties	18 778	173 407
3.2.to other entities	267 038	144 423

<b>Total accruals</b>	<b>1 460 107</b>	<b>1 549 627</b>
<b>Book value</b>	<b>1 152 727</b>	<b>1 194 605</b>
<b>Number of shares</b>	<b>67 632 538</b>	<b>42 781 663</b>
<b>Book value per share (BVPS) in [PLN]</b>	<b>17.04</b>	<b>27.92</b>

<b>II. UNIT PROFIT AND LOSS ACCOUNT(P&amp;L) [PLN thou]</b>	<b>from 01 January 2008 to 31 December 2008</b>	<b>from 01 January 2007 to 31 December 2007</b>
<b>I. Net income from sale of products, goods and materials, incl:</b>	<b>747 229</b>	<b>748 284</b>
- from related parties	6 031	57
1. Net income from sale of products	78 140	94 780
2. Net income from sale of goods and materials	669 089	653 504
<b>II. Costs of products, goods and materials sold, incl:</b>	<b>715 716</b>	<b>689 256</b>
-to related parties	4 324	
1. Costs of manufacture of products sold	66 773	78 314
2. Value of goods and materials sold	648 943	610 942
<b>III. Gross (loss) profit on sales (I-II)</b>	<b>31 513</b>	<b>59 028</b>
<b>IV. Other income</b>	<b>28 328</b>	<b>27 790</b>
<b>V. Selling costs</b>	<b>11 376</b>	<b>33 405</b>
<b>VI. Overheads</b>	<b>18 573</b>	<b>16 814</b>
<b>VII. Other costs</b>	<b>21 253</b>	<b>1 654</b>
<b>VIII. Operating profit (loss) (III+IV- V- VI- VII)</b>	<b>8 639</b>	<b>34 945</b>
<b>IX. Financial income</b>	<b>17 227</b>	<b>138 951</b>
1. Dividends, incl:	102	126 568
-from related parties	102	126 568
2. Interest, incl:	4 339	4 585
-from related parties	3 571	3 676
3. Income from investments sold		5 520
4. Revaluation of investment		1 651
5. Other	12 786	627
<b>X. Financial costs</b>	<b>16 304</b>	<b>32 703</b>
1.. Interest, incl:	8 091	7 366
-from related parties	3 211	1 548
2. Value of investment sold		5 275
3. Revaluation of investment	6 495	
4. Other	1 718	20 062
<b>XI. Gross profit (loss) (VIII+IX-X)</b>	<b>9 562</b>	<b>141 193</b>
<b>XII. Income tax</b>	<b>1 623</b>	<b>4 733</b>
a) current	2 794	6 048
b) deferred	-1 171	-1 315
<b>XIII. Net profit (loss)(XI-XII)</b>	<b>7 939</b>	<b>136 460</b>
Net profit (loss)	<b>7 939</b>	<b>136 460</b>
Average weighed number of common shares	<b>67 632 538</b>	<b>42 781 663</b>
Profit (loss) per one common share [PLN]	<b>0.12</b>	<b>3.19</b>

<b>III. UNIT STATEMENT OF CHANGES IN EQUITY [PLN thou]</b>	<b>from 01 January 2008 to 31 December 2008</b>	<b>from 01 January 2007 to 31 December 2007</b>
<b>I. Equity at the beginning of period (BO)</b>	<b>1 194 605</b>	<b>97 702</b>
a) changes in accounting policy		
b) essential error correction		
<b>I.a. Equity at the beginning of period (BO), after comparable data alignment</b>	<b>1 194 605</b>	<b>97 702</b>
<b>1.1. Share capital at the beginning of period (Note 10)</b>	<b>67 633</b>	<b>19 893</b>
a) increase (by virtue of)		47 740
-share emission		47 740
b) decrease (by virtue of)		
<b>1.2. Share capital at the end of period (Note 10)</b>	<b>67 633</b>	<b>67 633</b>
<b>2.1. Own shares at the beginning of period</b>		
a) increase (by virtue of)	-400	
-buy-back of own shares	-400	
b) decrease (by virtue of)		
<b>2.2. Own shares at the end of period</b>	<b>-400</b>	
<b>3.1. Supplementary capital at the beginning of period (Note 11)</b>	<b>984 837</b>	<b>67 193</b>
a) increase (by virtue of)	136 860	917 644
-share emission over nominal value		907 177
-profit distribution (over legally demanded minimum value)	136 460	10 467
-buy-back of own shares	400	
b) decrease (by virtue of)	20 001	
-from updating evaluation capital	1	
-for reserve capital	20 000	
<b>3.2. Supplementary capital at the end of period (Note 11)</b>	<b>1 101 696</b>	<b>984 837</b>
<b>4.1. Updating evaluation capital at the beginning of period (Note 12)</b>	<b>5 675</b>	<b>149</b>
a) increase (by virtue of)	1	5 557
-sale of tangible fixed assets	1	
-safeguarding cash -flow		6 860
- deferred income tax by virtue of safeguarding investments		-1 303
b) decrease (by virtue of)	49 417	31
-sale of tangible fixed assets		
-updating long-term and short- term investments		39
-assets and reserves for deferred income tax by virtue of updating investments		-8
- safeguarding cash-flow	61 009	
- deferred income tax by virtue of safeguarding cash-flow	-11 592	
<b>4.2. Capital from updating evaluation at the end of period (Note 12)</b>	<b>-43 741</b>	<b>5 675</b>
<b>5.1. Remaining reserve capital at the beginning of period</b>		
a) increase (by virtue of)	20 000	
- buy-back of own shares	20 000	
b) decrease (by virtue of)	400	
-buy-back of own shares	400	
<b>5.2. Remaining reserve capital at the end of period</b>	<b>19 600</b>	
<b>6.1. Retained (loss) profit at the beginning of period</b>	<b>136 460</b>	<b>10 467</b>
a) changes in accounting policy		
b) essential error correction		

<b>6.2. Retained profit at the beginning of period, after comparable data alignment</b>	<b>136 460</b>	<b>10 467</b>
a)increase (by virtue of)		
b)decrease (by virtue of)	136460	10 467
-supplementary capital	136 460	10 467
<b>6.3. Retained profit at the end of period</b>		
<b>7.0. Net result</b>	<b>7 939</b>	<b>136 460</b>
a)net profit	7 939	136 460
b)net loss		
<b>II. Equity at the end of period (BZ)</b>	<b>1 152 727</b>	<b>1 194 605</b>

<b>IV. UNIT CASH FLOW ACCOUNT [PLN thou]</b>	<b>from 01 January 2008 to 31 December 2008</b>	<b>from 01 January 2007 to 31 December 2007</b>
<b>(indirect method)</b>		
<b>A.CASH FLOW FROM OPERATING ACTIVITY</b>		
<b>I.Net (loss) profit</b>	<b>7 939</b>	<b>136 460</b>
<b>II.Total corrections</b>	<b>42 949</b>	<b>-221 120</b>
1. Depreciation	2 603	3 666
2. (Profit) loss from exchange rates	-2 441	1 206
3. Interest and share in profits (dividends)	5 884	-119 473
4.(Profit) loss from investment activity	-2 933	-369
5.Change in reserves	-14 799	2 191
6.Change in inventories	-3 532	-1 263
7. Change in receivables	103 807	-174 655
8.Change in short- term liabilities (with exception of loans and credits)	-57 161	60 775
9.Change in accruals	1 107	19 374
10. Other corrections	10 414	-12 572
<b>III.Net cash flow from operating activity (I+/-II)</b>	<b>50 888</b>	<b>-84 660</b>
<b>B.CAS FLOW FROM INVESTMENT ACTIVITY</b>		
<b>I.Receipts</b>	<b>109 256</b>	<b>266 661</b>
1.Sale of intangible, legal and material fixed assets	174	182
2.Sale of investment in real property and intangible assets	9 500	
3.From financial assets, incl:	3 636	132 088
a)in related parties	3 632	126 568
-sale of financial assets		
-dividends and share in profits		126 568
-repayment of long-term loans granted		
-interest	3 632	
b) in other entities	4	5 520
-sale of financial assets		5 520
-dividends and share in profit		
-repayment of long-term loans granted		
-interest	4	
4.Other investment receipts	95 946	134 391
<b>II.Expenses</b>	<b>118 402</b>	<b>331 681</b>
1.Purchase of intangible, legal and material fixed assets	17 861	7 689
2.Investments in real property, intangible and legal assets		
3. For financial assets, incl:	38 599	133 729
a)in related parties	38 599	133 729
-acquisition of financial assets	38 599	133 729
-long-term loans granted		
-capital surcharge		
(b) in other entities		
-acquisition of financial assets		
-long-term loans granted	61 942	190 263
4.Other investment expenses	-9 146	-65 020
<b>III.Net cash flow from investment activity (I-II)</b>		
<b>C. CASH FLOW FROM FINANCIAL ACTIVITY</b>	<b>204 738</b>	<b>532 618</b>
<b>I.Receipts</b>		

1.From share emission, other capital instruments and capital surcharge	203 114	532 618
2.Credits and loans		
3.Emission of indebted securities		
4.Other financial receipts	1 624	
<b>II.Expenses</b>	<b>239 346</b>	<b>378 973</b>
1.Acquisition of own shares	400	
2.Dividends and other payments for owners		
3.Other expenses than payments for owners, expenses from profit distribution		
4.Repayments of credits and loans	228 260	369 469
5. Repurchase of indebted securities		
6.Payments of other financial liabilities		
7.Payments of liabilities from financial leasing agreements	40	1 097
8.Interest	8 897	6 494
9.Other financial expenses	1 749	1 913
<b>III.Net cash flow from financial activity (I-II)</b>	<b>-34 608</b>	<b>153 645</b>
<b>D.TOTAL NET CASH FLOW (AIII+/-BIII+/-CIII)</b>	<b>7 134</b>	<b>3 965</b>
<b>E.BALANCE CHANGE IN CASH AND OTHER MONEY ASSETS , INCL:</b>	<b>9 576</b>	<b>2 759</b>
-change in cash and money assets from differences in exchange rates	2 442	-1 206
<b>F. CASH AND OTHER MONEY ASSETS AT THE BEGINNING OF PERIOD</b>	<b>28 768</b>	<b>26 009</b>
<b>G. CASH AND OTHER MONEY ASSETS AT THE END OF PERIOD (F+/-E), INCL:</b>	<b>38 344</b>	<b>28 768</b>
- of restricted possibility of commanding		