

CONSOLIDATED BALANCE SHEET
(Financial report as of the end of period)

(in thousands zlotys)

	June 30, 2 011	December 31, 2 010	June 30, 2 010
ASSETS			
Fixed assets			
Tangible fixed assets	175 019	178 418	186 374
Investment real estate	3 606	3 619	3 605
Intangible assets	22 809	20 012	18 003
Financial assets	127	119	119
Deferred income tax assets	6 567	6 372	6 704
Other fixed assets	16	47	56
Total fixed assets	208 144	208 587	214 861
Current assets			
Stocks	95 033	76 493	72 661
Trade accounts receivable	91 510	66 925	81 199
Other short-term accounts receivable	8 387	6 370	7 876
Income tax assets	9	687	42
Active prepayments and accrued income	2 160	448	1 948
Financial assets	839	827	2
Cash and cash equivalents	9 989	8 073	10 767
Total current assets	207 927	159 823	174 495
Total assets	416 071	368 410	389 356
SHAREHOLDERS' EQUITY AND LIABILITIES			
Equity attributable to shareholders of the Parent Entity	232 797	231 293	215 529
Share capital	5 262	5 262	5 262
Treasury shares	0	0	0
Capital from issue of managerial options	5 401	4 898	4 469
Reserve funds	137 796	124 184	124 160
Revaluation capital reserve	71 357	72 657	72 493
Capital reserves	2 395	4 287	4 323
Retained profit	10 932	21 130	5 755
Foreign exchange differences from calculation	-346	-1 125	-933
Non-controlling interest	2 565	2 140	1 696
Total equity	235 362	233 433	217 225
Long-term liabilities			
Credits and debt securities	3 906	3 170	3 710
Provisions	12 776	13 100	12 610
Income from future periods	7 769	8 226	8 553
Deferred tax provision	9 046	9 277	9 673
Other liabilities	300	465	637
Total long-term liabilities	33 797	34 238	35 183
Short-term liabilities			
Credits and debt securities	51 225	47 092	57 149
Trade liabilities	57 832	37 922	43 168
Financial liabilities	359	342	356
Other short term liabilities	26 580	8 893	24 792
Income tax liabilities	1 543	131	1 437
Income from future periods	1 640	980	1 990
Provisions	7 733	5 379	8 056
Total short-term liabilities	146 912	100 739	136 948
Total liabilities	416 071	368 410	389 356

CONSOLIDATED PROFIT AND LOSS ACCOUNT

(in thousands zlotys)

	01.04.2011 - 30.06.2011	01.01.2011 - 30.06.2011	01.04.2010 - 30.06.2010	01.01.2010 - 30.06.2010
Sales revenue	143 300	259 810	116 641	214 311
Cost of sales	111 738	206 363	90 973	172 045
Gross profit on sales	31 562	53 447	25 668	42 266
Selling cost	7 697	14 486	7 352	14 429
General and administrative expenses	6 851	14 226	7 794	14 280
Core business result	17 014	24 735	10 522	13 557
Other operating income	2 535	2 852	695	1 143
Other operating expenses	507	990	959	1 580
Operating result	19 042	26 597	10 258	13 120
Financial income	120	165	4 482	4 637
Financial expenses	9 428	11 818	508	1 384
Result of hyperinflation	5 149	5 149		
Pre-tax profit	14 883	20 093	14 232	16 373
Income tax	3 571	5 443	2 888	3 946
Current	3 621	5 603	3 260	4 588
Deferred	-50	-160	-372	-642
Net profit	11 312	14 650	11 344	12 427
attributable to shareholders of the Parent Entity	11 105	14 213	10 833	11 792
attributable to non-controlling interest	207	437	511	635
Weighted average number of shares		26 308 502		26 308 502
Earnings per share		0,54		0,45
Weighted average diluted number of shares		27 455 342		27 168 632
Diluted earnings per share		0,52		0,43
Revenue from sales of products	124 460	230 860	107 504	195 952
Revenue from sales of products and materials	15 463	24 696	8 796	15 919
Other revenues	3 377	4 254	341	2 440
Total sales revenue including	143 300	259 810	116 641	214 311
- revenue generated locally	63 677	115 944	51 539	100 210
- revenue from foreign contractors	79 623	143 866	65 102	114 101

CONSOLIDATED CASH FLOW STATEMENT

(in thousands zlotys)

	for 6 months until 30.06.2011	for 6 months until 30.06.2010
Cash-flow from operating activities		
Net profit	14 213	11 792
Total adjustments:	-4 912	11 096
Profit attributable to the non-controlling shareholders	437	635
Depreciation	14 658	15 330
Net foreign exchange (gains) losses	-369	-77
Net interest and dividends	1 002	1 282
Income tax on profit before taxation	5 603	4 588
(Gains) losses from investing activities	-2 272	-62
Change in provisions	1 799	4 501
Change in stocks	-18 540	-8 719
Change in accounts receivable	-26 812	-21 539
Change in liabilities	36 342	33 714
Change in active prepayments and accrued income	-1 672	-1 331
Other adjustments	-10 893	-13 837
Income tax paid	-4 195	-3 389
Net cash from operating activities	9 301	22 888
Cash flow from investing activities		
Income from sales of tangible and non-tangible assets	7 040	2 478
Acquisition of tangible and non-tangible fixed assets	-20 737	-18 042
Dividend paid to minority shareholders	-17	-233
Other investing cash outflow	2 305	129
Net cash from investing activities	-11 409	-15 668
Cash-flow from financing activities		
Proceeds from credits taken	6 217	857
Other financing cash inflow	319	886
Repayment of credits	-1 348	-124
Interest paid	-1 002	-1 287
Other financing cash outflow	-179	-48
Net cash from financing activities	4 007	284
Change in cash	1 899	7 504
Change in cash resulting from foreign exchange differences	17	75
Cash at beginning of period	8 073	3 188
Change in net cash	1 916	7 579
Cash at end of period	9 989	10 767
including restricted cash	1 364	1 415

Abridged middle-year financial report of STOMIL SANOK S.A.

BALANCE SHEET OF DOMINANT UNDERTAKING "STOMIL SANOK" SA
(Financial report as of the end of period)

(in thousands zlotys)

	June 30, 2 011	December 31, 2 010	June 30, 2 010
ASSETS			
Fixed assets			
Tangible fixed assets	136 928	136 696	141 774
Investment real estate	109	109	109
Intangible assets	21 844	18 999	16 930
Financial assets	18 988	19 210	18 987
Deferred income tax assets	4 350	4 111	4 333
Long-term accounts receivable	16	47	56
Total fixed assets	182 235	179 172	182 189
Current assets			
Stocks	60 819	51 255	43 393
Trade accounts receivable	123 996	95 854	109 967
Other short-term accounts receivable	5 722	5 082	5 686
Income tax assets	0	512	0
Active prepayments and accrued income	1 562	306	1 324
Financial assets	558	3 634	5 646
Cash and cash equivalents	2 311	1 529	2 098
Total current assets	194 968	158 172	168 114
Total assets	377 203	337 344	350 303
SHAREHOLDERS' EQUITY AND LIABILITIES			
Shareholders' equity			
Share capital	5 262	5 262	5 262
Treasury shares	0	0	0
Capital from issue of managerial options	5 402	4 898	4 469
Reserve funds	132 130	115 642	115 617
Revaluation capital reserve	66 901	68 203	68 043
Retained profit	17 772	30 291	13 368
Total shareholders' equity	227 467	224 296	206 759
Long-term liabilities			
Provisions	12 423	12 750	12 232
Income from future periods	7 681	8 137	8 461
Deferred tax provision	8 018	8 237	8 662
Total long-term liabilities	28 122	29 124	29 355
Short-term liabilities			
Credits and debt securities	43 124	42 470	50 783
Trade liabilities	44 892	29 614	32 932
Financial liabilities	0	0	0
Other short term liabilities	23 794	6 075	20 977
Income tax liabilities	1 310	0	1 140
Income from future periods	1 496	934	1 634
Provisions	6 998	4 831	6 723
Total short-term liabilities	121 614	83 924	114 189
Total liabilities	377 203	337 344	350 303

**PROFIT AND LOSS ACCOUNT OF DOMINANT UNDERTAKING
"STOMIL SANOK" S.A.**
(in thousand zlotys)

	01.04.2011 - 30.06.2011	01.01.2011 - 30.06.2011	01.04.2010 - 30.06.2010	01.01.2010 - 30.06.2010
Sales revenue	119 517	221 215	100 385	185 193
Cost of sales	97 704	182 827	80 649	153 084
Gross profit on sales	21 813	38 388	19 736	32 109
Selling cost	4 486	8 386	4 044	7 728
General and administrative expenses	5 143	10 560	5 136	9 611
Core business result	12 184	19 442	10 556	14 770
Other operating income	2 467	2 671	670	864
Other operating expenses	314	697	540	1 086
Operating result	14 337	21 416	10 686	14 548
Financial income	151	547	2 409	3 182
Financial expenses	298	644	419	952
Pre-tax profit	14 190	21 319	12 676	16 778
Income tax	3 077	4 710	2 416	3 410
Current	3 061	4 903	2 815	3 853
Deferred	16	-193	-399	-443
Net profit	11 113	16 609	10 260	13 368
Weighted average number of shares		26 308 502		26 308 502
Earnings per share		0,63		0,51
Weighted average diluted number of shares		27 455 342		27 168 632
Diluted earnings per share		0,60		0,49
Revenue from sales of products	115 471	214 864	98 590	180 903
Revenue from sales of products and materials	669	2 097	1 453	1 850
Other revenues	3 377	4 254	342	2 440
Total sales revenue including	119 517	221 215	100 385	185 193
- revenue generated locally	48 668	93 875	45 899	87 709
- revenue from foreign contractors	70 849	127 340	54 486	97 484

CASH FLOW STATEMENT OF DOMINANT UNDERTAKING
"STOMIL SANOK" S.A.
(in thousands zlotys)

	for 6 months until 30.06.2011	for 6 months until 30.06.2010
Cash-flow from operating activities		
Net profit	16 609	13 368
Total adjustments:	-5 423	2 362
Depreciation	12 401	13 309
Net foreign exchange (gains) losses	-345	-5
Net interest and dividends	531	-878
Income tax on profit before taxation	4 903	3 852
(Gains) losses from investing activities	-2 210	-65
Change in provisions	1 622	3 783
Change in stocks	-9 564	-1 273
Change in accounts receivable	-28 979	-25 847
Change in liabilities	31 533	25 019
Change in active prepayments and accrued income	-1 358	-530
Other adjustments	-10 364	-12 289
Income tax paid	-3 593	-2 712
Net cash from operating activities	11 186	15 730
Cash flow from investing activities		
Income from sales of tangible and non-tangible assets	6 959	2 440
Income from financial assets	301	518
Other investing cash inflow	2 348	654
Acquisition of tangible and non-tangible fixed assets	-20 370	-16 876
Outflows for financial assets	0	-69
Other investing cash outflow	0	-525
Net cash from investing activities	-10 762	-13 858
Cash-flow from financing activities		
Proceeds from credits taken	653	857
Other financing cash inflow	319	126
Interest paid	-609	-888
Net cash from financing activities	363	95
Change in cash	787	1 967
Change in cash resulting from foreign exchange differences	-6	4
Cash at beginning of period	1 529	127
Change in net cash	781	1 971
Cash at end of period	2 310	2 098
including restricted cash	1 149	1 415