

CONSOLIDATED BALANCE SHEET

(Financial report as of the end of period) - in thousand PLN

	30.09.2017	31.12.2016 (restated)	30.09.2016 (restated)
Tangible fixed assets	255 611	230 928	225 163
Investment real estate	3 556	3 556	3 556
Intangible assets	17 295	19 143	20 111
Financial assets	7	7	15
Deferred income tax assets	10 494	9 314	9 318
Long-term active prepayments and accrued income	31	43	94
Total fixed assets	286 994	262 991	258 257
Stocks	156 330	139 927	131 740
Trade accounts receivable	167 359	137 873	149 769
Other short-term accounts receivable	28 944	21 635	21 536
Income tax assets	1 032	1 488	838
Active prepayments and accrued income	3 936	2 203	4 025
Financial assets	1 270	1 842	628
Cash and cash equivalents	182 194	248 973	198 350
Total current assets	541 065	553 941	506 886
TOTAL ASSETS	828 059	816 932	765 143
Share capital	5 376	5 376	5 376
Capital from the valuation of warrants	7 786	5 942	5 327
Reserve funds	346 582	314 930	314 866
Revaluation capital reserve	73 869	73 987	74 094
Capital reserves	2 048	2 048	2 048
Retained profit	37 427	90 877	76 827
Foreign exchange differences from calculation	-6 581	-4 037	-6 060
Equity attributable to shareholders of the	466 507	489 123	472 478
Non-controlling interest	1 232	1 744	1 499
Total equity	467 739	490 867	473 977
Credits and debt securities	11 966	7 732	8 332
Provisions	17 098	17 224	18 390
Income from future periods	6 806	7 363	7 336
Deferred tax provision	392	508	544
Financial liabilities	650	0	0
Other liabilities	61	96	409
Total long-term liabilities	36 973	32 923	35 011
Credits and debt securities	178 049	162 552	130 402
Trade liabilities	87 801	78 377	77 114
Financial liabilities	2 563	3 004	1 770
Other short-term liabilities	25 228	24 617	24 896
Income tax liabilities	5 395	1 501	2 065
Income from future periods	1 872	316	958
Provisions	22 439	22 775	18 950
Total short-term liabilities	323 347	293 142	256 155
TOTAL LIABILITIES	828 059	816 932	765 143

CONSOLIDATED PROFIT AND LOSS ACCOUNT

in thousand PLN

	01.07.2017 30.09.2017	01.01.2017 30.09.2017	01.07.2016 30.09.2016 (restated)	01.07.2016 30.09.2016 (restated)
Sales revenue	249 976	753 529	237 195	700 187
Cost of sales	186 284	566 126	172 424	507 453
Gross profit on sales	63 692	187 403	64 771	192 734
Selling cost	9 389	24 422	7 337	20 839
General and administrative expenses	23 656	70 014	20 751	66 819
Core business result	30 647	92 967	36 683	105 076
Other operating income	1 105	5 644	2 781	14 752
Other operating expenses	-46	668	3 838	9 967
Operating result	31 798	97 943	35 626	109 861
Financial income	130	5 323	5 335	7 055
Financial expenses	1 152	4 683	1 250	3 347
Pre-tax profit	30 776	98 583	39 711	113 569
Income tax	7 148	23 143	7 850	23 851
<i>current</i>	7 700	24 359	7 381	24 268
<i>deferred</i>	-552	-1 216	469	-417
Net profit	23 628	75 440	31 861	89 718
<i>attributable to shareholders of the Parent</i>	23 518	75 168	31 720	89 176
<i>attributable to non-controlling interest</i>	110	272	141	542
Weighted-average number of shares		26 881 922		26 881 922
Earnings per share		2,80		3,32
Weighted-average diluted number of shares		27 957 194		27 957 194
Diluted earnings per share		2,69		3,19
Revenue from sales of products	229 507	682 171	216 603	641 265
Revenue from sales of goods and materials	15 408	51 020	11 869	40 199
Other revenues	5 061	20 338	8 723	18 723
Total sales revenue including	249 976	753 529	237 195	700 187
<i>of which</i>				
<i>revenue generated locally</i>	78 656	236 364	72 286	214 584
<i>revenues from foreign contractors</i>	171 320	517 165	164 909	485 603

CONSOLIDATED CASH FLOW STATEMENT

in thousand PLN

	For the period from 01.01 to 30.09	
	2017	2016 (restated)
Net profit	75 168	89 176
Total adjustments:	-11 358	-18 401
– Profit attributable to the non-controlling shareholders	272	542
– Depreciation	28 138	26 679
– Net foreign exchange (gains) losses	-1 594	405
– Net interest and dividends	1 057	759
– Income tax on profit before taxation	24 359	24 268
– (Gains) losses from investing activities	-687	-599
– Change in provisions	-578	94
– Change in stocks	-16 403	592
– Change in accounts receivable	-39 679	-35 941
– Change in liabilities	9 045	51
– Change in active prepayments and accrued income	-1 902	-2 492
– Other adjustments	2 480	-1 707
– Income tax paid	-15 866	-31 052
Net cash from operating activities	63 810	70 775
Income from sales of tangible and intangible fixed assets	2 764	3 346
Acquisition of tangible and intangible fixed assets	-56 573	-28 979
Dividend paid to minority shareholders	-771	-602
Income from financial assets	31	22
Outflows for financial assets	0	-17 573
Other income, outflows and adjustments	385	-7 329
Net cash from investing activities	-54 164	-51 115
Change in credits	21 474	31 678
Exchange differences	0	-647
Other financial income	0	698
Interest paid	-1 057	-753
Dividend paid to shareholders	-96 775	-26 882
Other	-65	-59
Net cash from financing activities	-76 423	4 035
Change in cash	-66 777	23 695
Change in cash resulting from foreign exchange differences	-2	-14
Cash at beginning of period	248 973	174 669
Change in net cash	-66 779	23 681
Cash at end of period	182 194	198 350
<i>including restricted cash</i>	96	119

BALANCE SHEET OF SANOK RC SA
(Financial report as of the end of period) - in thousand PLN

	30.09.2017	31.12.2016	30.09.2016
Tangible fixed assets	159 480	149 799	147 383
Investment real estate	109	109	109
Intangible assets	9 069	10 359	11 453
Financial assets	134 655	103 880	104 778
Deferred income tax assets	3 588	2 907	2 917
Long-term active prepayments and accrued income	31	43	29
Total fixed assets	306 932	267 097	266 669
Stocks	87 493	75 003	68 726
Trade accounts receivable	148 914	113 102	121 710
Other short-term accounts receivable	15 900	9 604	11 541
Active prepayments and accrued income	1 175	1 005	1 128
Financial assets	21 556	22 445	11 344
Cash and cash equivalents	175 424	235 794	187 980
Total current assets	450 462	456 953	402 429
TOTAL ASSETS	757 394	724 050	669 098
Share capital	5 376	5 376	5 376
Reserve funds	315 360	292 074	292 011
Revaluation capital reserve	69 574	69 695	69 758
Capital from the valuation of warrants	7 786	5 942	5 328
Retained profit	91 512	120 274	93 727
Total shareholders' equity	489 608	493 361	466 200
Provisions	12 776	13 285	14 050
Income from future periods	169	310	386
Total long-term liabilities	12 945	13 595	14 436
Credits and debt securities	163 565	138 735	115 286
Trade liabilities	61 279	55 020	52 625
Financial liabilities	679	1 199	37
Other short-term liabilities	7 852	8 139	6 429
Income tax liabilities	5 194	1 130	1 895
Income from future periods	1 856	311	318
Provisions	14 416	12 560	11 872
Total short-term liabilities	254 841	217 094	188 462
TOTAL LIABILITIES	757 394	724 050	669 098

PROFIT AND LOSS ACCOUNT OF SANOK RC SA

in thousand PLN

	01.07.2017 30.09.2017	01.01.2017 30.09.2017	01.07.2016 30.09.2016	01.01.2016 30.09.2016
Sales revenue	189 062	556 808	167 847	513 316
Cost of sales	141 522	418 833	122 022	368 767
Gross profit on sales	47 540	137 975	45 825	144 549
Selling cost	3 358	8 041	2 686	7 226
General and administrative	10 049	30 549	9 718	30 575
Core business result	34 133	99 385	33 421	106 748
Other operating income	901	3 644	399	4 851
Other operating expenses	-11	441	151	531
Operating result	35 045	102 588	33 669	111 068
Financial income	989	13 208	2 005	7 123
Financial expenses	603	2 451	663	2 327
Pre-tax profit	35 431	113 345	35 011	115 864
Income tax	6 961	21 833	6 957	22 137
<i>current</i>	7 075	22 437	6 805	22 406
<i>deferred</i>	-114	-604	152	-269
Net profit	28 470	91 512	28 054	93 727

Weighted-average number of shares	26 881 922	26 881 922
Earnings per share	3,40	3,49
Weighted-average diluted number of shares	27 957 194	27 957 194
Diluted earnings per share	3,27	3,35

Revenue from sales of products	541 438	507 948
Revenue from sales of goods and materials	5 541	2 833
Other revenues	9 829	2 535
Total sales revenue including	556 808	513 316
<i>of which</i>		
<i>revenue generated locally</i>	191 404	178 024
<i>revenues from foreign contractors</i>	365 404	335 292

CASH FLOW STATEMENT OF SANOK RC SA

in thousand PLN

	For the period from 01.01 to 30.09	
	2017	2016
Net profit	91 512	93 727
Total adjustments:	-23 045	-379
– Depreciation	21 778	21 698
– Net foreign exchange (gains) losses	810	138
– Net interest and dividends	-7 438	-3 687
– Income tax on profit before taxation	22 437	22 406
– (Gains) losses from investing activities	-604	-590
– Change in provisions	1 348	-907
– Change in stocks	-12 490	-54
– Change in accounts receivable	-43 536	-21 224
– Change in liabilities	6 060	10 324
– Change in active prepayments and accrued income	565	-1 022
– Other adjustments	1 801	1 844
– Income tax paid	-13 776	-29 305
Net cash from operating activities	68 467	93 348
Income from sales of tangible and intangible fixed assets	2 349	2 586
Income from financial assets (dividends)	5 553	2 584
Income from repayment of loans	0	2 443
Income from repayment of interest from loans	2 237	1 287
Other investing cash inflow	0	0
Acquisition of tangible and intangible fixed assets	-32 533	-19 588
Outflows for financial assets	-32 651	-47 029
Other	-2 997	-9 597
Net cash from investing activities	-58 042	-67 314
Proceeds from credits taken	26 609	27 882
Exchange differences		51
Interest paid	-634	-370
Dividend paid to shareholders	-96 775	-26 882
Net cash from financing activities	-70 800	681
Change in cash	-60 375	26 715
Change in cash resulting from foreign exchange differences	5	0
Cash at beginning of period	235 794	161 265
Change in net cash	-60 370	26 715
Cash at end of period	175 424	187 980