

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

*(in thousands zlotys)*

	March 31, 2 010	December 31, 2 009	March 31, 2 009
<b>ASSETS</b>			
<b>Fixed assets</b>			
Tangible fixed assets	183 295	186 629	191 171
Investment real estate	3 605	3 605	3 605
Intangible assets	16 015	15 541	14 032
Financial assets	119	119	118
Deferred income tax assets	6 423	5 760	6 972
Other fixed assets	56	0	0
<b>Total fixed assets</b>	<b>209 513</b>	<b>211 654</b>	<b>215 898</b>
<b>Current assets</b>			
Stocks	68 729	63 942	68 869
Trade accounts receivable	66 093	60 764	68 295
Other short-term accounts receivable	6 365	6 568	14 313
Income tax assets	933	1 072	3 289
Active prepayments and accrued income	2 476	528	2 128
Financial assets	836	768	1 769
Cash and cash equivalents	4 112	3 188	4 269
<b>Total current assets</b>	<b>149 544</b>	<b>136 830</b>	<b>162 932</b>
<b>Total assets</b>	<b>359 057</b>	<b>348 484</b>	<b>378 830</b>
<b>SHAREHOLDERS' EQUITY AND LIABILITIES</b>			
<b>Equity attributable to shareholders of the Parent Entity</b>	<b>215 909</b>	<b>214 786</b>	<b>205 686</b>
Share capital	5 262	5 262	5 735
Treasury shares	0	0	-5 140
Capital from issue of managerial options	4 011	3 552	4 619
Reserve funds	110 196	110 190	113 954
Revaluation capital reserve	72 400	72 312	72 052
Capital reserves	4 617	4 617	4 671
Retained profit	20 793	20 033	10 873
Foreign exchange differences from calculation	-1 370	-1 180	-1 078
<b>Non-controlling interest</b>	<b>1 835</b>	<b>1 737</b>	<b>2 980</b>
<b>Total equity</b>	<b>217 744</b>	<b>216 523</b>	<b>208 666</b>
<b>Long-term liabilities</b>			
Credits and debt securities	4 420	4 419	6 678
Provisions	11 989	11 486	12 109
Income from future periods	8 085	8 310	7 644
Deferred tax provision	9 858	9 559	10 794
Other liabilities	801	791	18
<b>Total long-term liabilities</b>	<b>35 153</b>	<b>34 565</b>	<b>37 243</b>
<b>Short-term liabilities</b>			
Credits and debt securities	49 688	55 711	84 738
Trade liabilities	36 455	26 918	23 159
Financial liabilities	252	310	7 441
Other short term liabilities	10 642	8 340	11 378
Income tax liabilities	732	180	424
Income from future periods	1 867	1 144	1 458
Provisions	6 524	4 793	4 323
<b>Total short-term liabilities</b>	<b>106 160</b>	<b>97 396</b>	<b>132 921</b>
<b>Total liabilities</b>	<b>359 057</b>	<b>348 484</b>	<b>378 830</b>

**CONSOLIDATED PROFIT AND LOSS ACCOUNT**

(in thousands zlotys)

	01.01.2010- 31.03.2010	01.01.2009- 31.03.2009
<b>Sales revenue</b>	<b>97 670</b>	<b>81 629</b>
<b>Cost of sales</b>	<b>81 072</b>	<b>62 950</b>
<b>Gross profit on sales</b>	<b>16 598</b>	<b>18 679</b>
Selling cost	7 077	5 383
General and administrative expenses	6 486	6 396
<b>Core business result</b>	<b>3 035</b>	<b>6 900</b>
Other operating income	448	465
Other operating expenses	621	82
<b>Operating result</b>	<b>2 862</b>	<b>7 283</b>
Financial income	155	201
Financial expenses	876	5 731
<b>Pre-tax profit</b>	<b>2 141</b>	<b>1 753</b>
Income tax	1 058	766
<i>current</i>	<i>1 328</i>	<i>1 454</i>
<i>deferred</i>	<i>-270</i>	<i>-688</i>
<b>Net profit</b>	<b>1 083</b>	<b>987</b>
attributable to shareholders of the Parent Entity	959	642
attributable to non-controlling interest	124	345
Weighted average number of shares	26 308 502	28 673 180
Earnings per share	0,04	0,02
Weighted-average diluted number of shares	27 168 632	29 472 826
Diluted earnings per share	0,04	0,02
Revenue from sales of products	88 448	76 267
Revenue from sales of products and materials	7 123	3 583
Other revenues	2 099	1 779
<b>Total sales revenue including</b>	<b>97 670</b>	<b>81 629</b>
<i>- revenue generated locally</i>	<i>48 671</i>	<i>40 924</i>
<i>- revenues from foreign contractors</i>	<i>48 999</i>	<i>40 705</i>

**CONSOLIDATED CASH FLOW STATEMENT**

(in thousands zlotys)

	for 3 months until 31.03.2010	for 3 months until 31.03.2009
<b>Cash-flow from operating activities</b>		
Net profit	959	642
Total adjustments:	14 114	7 861
Profit attributable to the non-controlling shareholders	124	345
Depreciation	7 497	7 288
Net foreign exchange (gains) losses	565	3 049
Net interest and dividends	647	758
Income tax on profit before taxation	1 328	1 454
(Gains) losses from investing activities	-31	-192
Change in provisions	2 533	-1 461
Change in stocks	-4 787	-2 645
Change in accounts receivable	-4 610	-9 538
Change in liabilities	11 712	7 542
Change in active prepayments and accrued income	-2 169	-2 596
Other adjustments	889	3 274
Income tax paid	416	582
<b>Net cash from operating activities</b>	<b>15 073</b>	<b>8 503</b>
<b>Cash flow from investing activities</b>		
Income from sales of tangible and non-tangible assets	2 106	1 779
Acquisition of tangible and non-tangible fixed assets	-7 316	-6 373
Investing cash outflow on financial assets	0	-100
Dividend paid to minority shareholders	-209	0
Other investing cash outflow	-1 504	-1 746
<b>Net cash from investing activities</b>	<b>-6 923</b>	<b>-6 440</b>
<b>Cash-flow from financing activities</b>		
Proceeds from credits taken	90	4 640
Repayment of credits	-6 112	-2 187
Interest paid	-639	-758
Acquisition of treasury shares	0	-1 624
Other financing cash outflow	-587	-3 122
<b>Net cash from financing activities</b>	<b>-7 248</b>	<b>-3 051</b>
<b>Change in cash</b>	<b>902</b>	<b>-988</b>
Change in cash resulting from foreign exchange differences	22	-21
<b>Cash at beginning of period</b>	<b>3 188</b>	<b>5 237</b>
<b>Change in net cash</b>	<b>924</b>	<b>-968</b>
<b>Cash at end of period</b>	<b>4 112</b>	<b>4 269</b>
including restricted cash	36	5

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

*(in thousands zlotys)*

	March 31, 2 010	December 31, 2 009	March 31, 2 009
<b>ASSETS</b>			
<b>Fixed assets</b>			
Tangible fixed assets	141 160	143 554	152 244
Investment real estate	109	109	109
Intangible assets	14 922	14 404	13 387
Financial assets	18 988	18 919	20 527
Deferred income tax assets	4 082	3 676	5 787
Other fixed assets	56	0	0
<b>Total fixed assets</b>	<b>179 317</b>	<b>180 662</b>	<b>192 054</b>
<b>Current assets</b>			
Stocks	43 383	42 120	47 649
Trade accounts receivable	90 285	83 731	80 164
Other short-term accounts receivable	3 286	3 047	8 937
Income tax assets	932	932	3 212
Active prepayments and accrued income	1 640	388	1 525
Financial assets	4 690	4 457	2 679
Cash and cash equivalents	313	126	1 299
<b>Total current assets</b>	<b>144 529</b>	<b>134 801</b>	<b>145 465</b>
<b>Total assets</b>	<b>323 846</b>	<b>315 463</b>	<b>337 519</b>
<b>SHAREHOLDERS' EQUITY AND LIABILITIES</b>			
<b>Shareholders' equity</b>			
Share capital	5 262	5 262	5 735
Treasury shares	0	0	-5 140
Capital from issue of managerial options	4 011	3 552	4 619
Reserve funds	102 616	102 610	103 190
Revaluation capital reserve	67 951	67 865	67 606
Retained profit	28 310	25 202	16 205
<b>Total shareholders' equity</b>	<b>208 150</b>	<b>204 491</b>	<b>192 215</b>
<b>Long-term liabilities</b>			
Provisions	11 609	11 120	10 451
Income from future periods	7 997	8 170	7 604
Deferred tax provision	8 903	8 634	9 924
<b>Total long-term liabilities</b>	<b>28 509</b>	<b>27 924</b>	<b>27 979</b>
<b>Short-term liabilities</b>			
Credits and debt securities	44 553	49 926	80 018
Trade liabilities	27 174	21 085	17 253
Financial liabilities	0	0	5 268
Other short term liabilities	7 593	7 151	9 579
Income tax liabilities	499	0	420
Income from future periods	1 815	806	1 304
Provisions	5 553	4 080	3 483
<b>Total short-term liabilities</b>	<b>87 187</b>	<b>83 048</b>	<b>117 325</b>
<b>Total liabilities</b>	<b>323 846</b>	<b>315 463</b>	<b>337 519</b>

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

	01.01.2010- 31.03.2010	01.01.2009- 31.03.2009
<b>Sales revenue</b>	<b>84 808</b>	<b>74 377</b>
<b>Cost of sales</b>	72 435	59 820
<b>Gross profit on sales</b>	<b>12 373</b>	<b>14 557</b>
Selling cost	3 684	2 977
General and administrative expenses	4 475	4 457
<b>Core business result</b>	<b>4 214</b>	<b>7 123</b>
Other operating income	194	216
Other operating expenses	546	76
<b>Operating result</b>	<b>3 862</b>	<b>7 263</b>
Financial income	773	80
Financial expenses	533	4 725
<b>Pre-tax profit</b>	<b>4 102</b>	<b>2 618</b>
Income tax	994	662
<i>current</i>	1 038	1 183
<i>deferred</i>	-44	-521
<b>Net profit</b>	<b>3 108</b>	<b>1 956</b>
Weighted average number of shares	26 308 502	28 673 180
Earnings per share	0,12	0,07
Weighted-average diluted number of shares	27 168 632	29 472 826
Diluted earnings per share	0,11	0,07
Revenue from sales of products	82 313	72 439
Revenue from sales of products and materials	397	159
Other revenues	2 098	1 779
<b>Total sales revenue including</b>	<b>84 808</b>	<b>74 377</b>
<i>- revenue generated locally</i>	41 810	40 933
<i>- revenues from foreign contractors</i>	42 998	33 444

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

	for 3 months until 31.03.2010	for 3 months until 31.03.2009
<b>Cash-flow from operating activities</b>		
Net profit	3 108	1 956
Total adjustments:	9 312	9 196
Depreciation	6 608	6 573
Net foreign exchange (gains) losses	589	3 068
Net interest and dividends	69	700
Income tax on profit before taxation	1 038	1 182
(Gains) losses from investing activities	-30	-192
Change in provisions	2 230	-1 414
Change in stocks	-1 263	2 368
Change in accounts receivable	-6 276	-11 342
Change in liabilities	6 368	6 192
Change in active prepayments and accrued income	-879	-1 890
Other adjustments	318	3 188
Income tax paid	540	763
<b>Net cash from operating activities</b>	<b>12 420</b>	<b>11 152</b>
<b>Cash flow from investing activities</b>		
Income from sales of tangible and non-tangible assets	2 099	1 779
Income from financial assets	399	0
Acquisition of tangible and non-tangible fixed assets	-6 799	-4 078
Investing cash outflow on financial assets	-69	-161
Other investing cash outflow	-1 504	-2 545
<b>Net cash from investing activities</b>	<b>-5 874</b>	<b>-5 005</b>
<b>Cash-flow from financing activities</b>		
Repayment of credits	-5 373	-1 877
Acquisition of treasury shares	0	-1 624
Interest paid	-469	-700
Other financing cash outflow	-516	-3 071
<b>Net cash from financing activities</b>	<b>-6 358</b>	<b>-7 272</b>
<b>Change in cash</b>	<b>188</b>	<b>-1 125</b>
Change in cash resulting from foreign exchange differences	-1	3
<b>Cash at beginning of period</b>	<b>126</b>	<b>2 421</b>
<b>Change in net cash</b>	<b>187</b>	<b>-1 122</b>
<b>Cash at end of period</b>	<b>313</b>	<b>1 299</b>
including restricted cash	35	324