

CONSOLIDATED BALANCE SHEET

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

	31.03.2018	31.12.2017	31.03.2017
Tangible fixed assets	288 415	277 074	233 861
Investment real estate	3 556	3 556	3 556
Intangible assets	16 315	16 616	16 452
Other long-term accounts receivable	1 008	1 008	0
Financial assets	7	7	7
Deferred income tax assets	10 151	10 333	8 933
Long-term active prepayments and accrued	570	575	34
Total fixed assets	320 022	309 169	262 843
Stocks	184 064	168 445	148 403
Trade accounts receivable	163 748	155 452	154 571
Other short-term accounts receivable	10 772	14 943	24 444
Income tax assets	1 622	1 680	1 517
Active prepayments and accrued income	6 078	2 404	6 502
Financial assets	5 656	41 248	4 030
Cash and cash equivalents	183 735	150 232	250 188
Total current assets	555 675	534 404	589 655
TOTAL ASSETS	875 697	843 573	852 498
Share capital	5 376	5 376	5 376
Capital from the valuation of warrants	9 067	8 401	6 557
Reserve funds	347 163	347 161	318 216
Revaluation capital reserve	73 829	73 830	73 981
Capital reserves	2 048	2 048	2 048
Retained profit	59 916	41 902	112 518
Foreign exchange differences from	-6 386	-6 218	-3 577
Equity attributable to shareholders of the	491 013	472 500	515 119
Non-controlling interest	1 336	1 296	1 802
Total equity	492 349	473 796	516 921
Credits and debt securities	11 825	11 627	8 825
Provisions	16 866	17 523	17 731
Income from future periods	5 745	5 791	6 907
Deferred tax provision	388	425	442
Financial liabilities	875	591	0
Other liabilities	39	49	81
Total long-term liabilities	35 738	36 006	33 986
Credits and debt securities	194 467	187 114	161 622
Trade liabilities	91 630	84 427	84 786
Financial liabilities	2 026	2 031	1 857
Other short-term liabilities	27 173	27 962	27 017
Income tax liabilities	2 422	3 330	3 300
Income from future periods	977	942	430
Provisions	28 915	27 965	22 579
Total short-term liabilities	347 610	333 771	301 591
TOTAL LIABILITIES	875 697	843 573	852 498

CONSOLIDATED PROFIT AND LOSS ACCOUNT

in thousand PLN

	01.01.2018 31.03.2018	01.01.2017 31.03.2017
Sales revenue	245 095	241 482
Cost of sales	190 452	182 628
Gross profit on sales	54 643	58 854
Selling cost	8 011	7 083
General and administrative expenses	24 633	23 033
Core business result	21 999	28 738
Other operating income	2 355	1 366
Other operating expenses	549	217
Operating result	23 805	29 887
Financial income	993	4 179
Financial expenses	1 015	1 785
Pre-tax profit	23 783	32 281
Income tax	5 572	8 161
<i>current</i>	5 395	7 844
<i>deferred</i>	177	317
Net profit	18 211	24 120
<i>attributable to shareholders of the Parent Entity</i>	18 169	24 068
<i>attributable to non-controlling interest</i>	42	52
Weighted-average number of shares	26 881 922	26 881 922
Earnings per share	0,68	0,90
Weighted-average diluted number of shares	27 957 194	27 957 194
Diluted earnings per share	0,65	0,86
Revenue from sales of products	218 670	222 710
Revenue from sales of goods and materials	16 234	17 031
Other revenues	10 191	1 741
Total sales revenue including	245 095	241 482
<i>of which</i>		
<i>revenue generated locally</i>	76 711	77 083
<i>revenues from foreign contractors</i>	168 384	164 399

CONSOLIDATED CASH FLOW STATEMENT

in thousand PLN

	For the period from 01.01 to 31.03	
	2018	2017
Net profit	18 169	24 068
Total adjustments:	-6 455	-3 639
– Profit attributable to the non-controlling shareholders	42	52
– Depreciation	9 757	8 969
– Net foreign exchange (gains) losses	161	-3 001
– Net interest and dividends	474	485
– Income tax on profit before taxation	5 395	7 844
– (Gains) losses from investing activities	-894	-84
– Change in provisions	256	247
– Change in stocks	-15 619	-6 963
– Change in accounts receivable	-9 082	-16 539
– Change in liabilities	10 044	9 967
– Change in active prepayments and accrued income	-3 498	-2 874
– Other adjustments	-1 125	2 088
– Income tax paid	-2 366	-3 830
Net cash from operating activities	11 714	20 429
Income from sales of tangible and intangible fixed assets	1 906	487
Acquisition of tangible and intangible fixed assets	-20 895	-13 323
Other income	40 000	0
Income from financial assets	8	12
Other	-6 712	-5 793
Net cash from investing activities	14 307	-18 617
Change in credit status	7 700	147
Exchange differences	0	-19
Interest paid	-474	-484
Dividend paid to shareholders	0	0
Other	284	-155
Net cash from financing activities	7 510	-511
Change in cash	33 531	1 301
Change in cash resulting from foreign exchange differences	-28	-86
Cash at beginning of period	150 232	248 973
Change in net cash	33 503	1 215
Cash at end of period	183 735	250 188
<i>including restricted cash</i>	<i>0</i>	<i>0</i>

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

	31.03.2018	31.12.2017	31.03.2017
Tangible fixed assets	192 596	182 044	151 443
Investment real estate	109	109	109
Intangible assets	8 008	8 353	10 123
Other long-term accounts receivable	1 008	1 008	
Financial assets	103 842	89 398	114 659
Deferred income tax assets	3 821	3 903	2 382
Long-term active prepayments and accrued income	570	575	34
Total fixed assets	309 954	285 390	278 750
Stocks	95 986	94 376	75 624
Trade accounts receivable	140 096	130 973	128 957
Other short-term accounts receivable	4 297	7 952	13 813
Active prepayments and accrued income	2 829	904	2 651
Financial assets	76 495	111 017	23 619
Cash and cash equivalents	175 822	142 788	239 453
Total current assets	495 525	488 010	484 117
TOTAL ASSETS	805 479	773 400	762 867
Share capital	5 376	5 376	5 376
Reserve funds	315 703	315 700	292 082
Revaluation capital reserve	69 529	69 532	69 687
Capital from the valuation of warrants	9 067	8 401	6 557
Retained profit	126 963	106 928	153 561
Total shareholders' equity	526 638	505 937	527 263
Provisions	13 054	13 232	13 209
Income from future periods	101	132	254
Total long-term liabilities	13 155	13 364	13 463
Credits and debt securities	174 038	167 905	137 582
Trade liabilities	61 846	56 337	57 923
Financial liabilities	79	197	139
Other short-term liabilities	10 740	9 913	9 802
Income tax liabilities	2 287	3 209	3 142
Income from future periods	898	923	284
Provisions	15 798	15 615	13 269
Total short-term liabilities	265 686	254 099	222 141
TOTAL LIABILITIES	805 479	773 400	762 867

PROFIT AND LOSS ACCOUNT OF SANOK RC SA

in thousand PLN

	01.01.2018 31.03.2018	01.01.2017 31.03.2017
Sales revenue	185 198	180 763
Cost of sales	147 269	135 330
Gross profit on sales	37 929	45 433
Selling cost	2 263	2 083
General and administrative expenses	12 131	10 088
Core business result	23 535	33 262
Other operating income	1 180	1 116
Other operating expenses	734	183
Operating result	23 981	34 195
Financial income	2 284	8 128
Financial expenses	908	961
Pre-tax profit	25 357	41 362
Income tax	5 189	8 075
<i>current</i>	5 076	7 550
<i>deferred</i>	113	525
Net profit	20 168	33 287
Weighted-average number of shares	26 881 922	26 881 922
Earnings per share	0,75	1,24
Weighted-average diluted number of	27 957 194	27 957 194
Diluted earnings per share	0,72	1,19
Revenue from sales of products	177 584	175 760
Revenue from sales of goods and	1 049	3 778
Other revenues	6 565	1 225
Total sales revenue including	185 198	180 763
<i>of which</i>		
<i>revenue generated locally</i>	61 166	64 223
<i>revenues from foreign contractors</i>	124 032	116 540

CASH FLOW STATEMENT OF SANOK RC SA

in thousand PLN

	For the period from 01.01 to 31.03	
	2018	2017
Net profit	20 168	33 287
Total adjustments:	4 711	-4 479
– Depreciation	7 528	7 015
– Net foreign exchange (gains) losses	-982	909
– Net interest and dividends	-856	-1 800
– Income tax on profit before taxation	5 076	7 550
– (Gains) losses from investing activities	63	-47
– Change in provisions	5	634
– Change in stocks	-1 609	-621
– Change in accounts receivable	-9 268	-19 394
– Change in liabilities	8 275	5 159
– Change in active prepayments and accrued income	-1 893	-1 195
– Other adjustments	552	650
– Income tax paid	-2 180	-3 339
Net cash from operating activities	24 879	28 808
Income from sales of tangible and intangible fixed assets	77	202
Income from financial assets (dividends)	0	1 271
Income from repayment of loans	0	0
Income from repayment of interest on loans	1 007	629
Other investing cash inflow	40 000	13
Acquisition of tangible and intangible fixed assets	-17 912	-8 614
Outflows for financial assets	-14 250	-13 818
Other	-6 820	-3 464
Net cash from investing activities	2 102	-23 781
Proceeds from credits taken	6 293	0
Exchange differences	0	-19
Repayment of credits	0	-1 153
Interest paid	-235	-191
Dividend paid to shareholders	0	0
Net cash from financing activities	6 058	-1 363
Change in cash	33 039	3 664
Change in cash resulting from foreign exchange differences	-5	-5
Cash at beginning of period	142 788	235 794
Change in net cash	33 034	3 659
Cash at end of period	175 822	239 453