

**CONSOLIDATED BALANCE SHEET**

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

	30.06.2014	31.12.2013	30.06.2013
<b>ASSETS</b>			
Tangible fixed assets	172 028	172 487	179 951
Investment real estate	3 556	3 556	3 556
Intangible assets	21 435	22 281	23 166
Financial assets	575	575	14
Deferred income tax assets	9 391	8 589	7 704
Other fixed assets	141	162	167
<b>Total fixed assets</b>	<b>207 126</b>	<b>207 650</b>	<b>214 558</b>
Stocks	100 150	102 793	107 405
Trade accounts receivable	121 765	99 267	128 920
Other short-term accounts receivable	7 485	9 001	5 821
Income tax assets	90	305	300
Active prepayments and accrued income	2 954	691	2 734
Financial assets	1 600	835	1 124
Cash and cash equivalents	130 984	93 567	55 721
<b>Total current assets</b>	<b>365 028</b>	<b>306 459</b>	<b>302 025</b>
<b>TOTAL ASSETS</b>	<b>572 154</b>	<b>514 109</b>	<b>516 583</b>
<b>LIABILITIES</b>			
Share capital	5 376	5 376	5 319
Capital from issue of managerial options	0	0	999
Reserve funds	216 992	179 604	175 066
Revaluation capital reserve	71 837	71 695	71 707
Capital reserves	2 082	2 127	2 082
Retained profit	39 971	69 957	29 828
Foreign exchange differences from calculation	678	-17	1 891
<b>Equity attributable to shareholders of the Parent Entity</b>	<b>336 936</b>	<b>328 742</b>	<b>286 892</b>
Non-controlling interest	970	1 672	1 542
<b>Total equity</b>	<b>337 906</b>	<b>330 414</b>	<b>288 434</b>
Credits and debt securities	1 403	4 639	4 954
Provisions	19 019	18 138	16 813
Income from future periods	7 360	7 597	7 932
Deferred tax provision	8 344	8 734	8 554
Other liabilities	0	24	165
<b>Total long-term liabilities</b>	<b>36 126</b>	<b>39 132</b>	<b>38 418</b>
Credits and debt securities	56 154	56 277	55 534
Trade liabilities	65 497	56 178	69 167
Financial liabilities	243	140	1 247
Other short-term liabilities	52 112	17 624	47 023
Income tax liabilities	7 280	655	2 246
Income from future periods	732	764	857
Provisions	16 104	12 925	13 657
<b>Total short-term liabilities</b>	<b>198 122</b>	<b>144 563</b>	<b>189 731</b>
<b>TOTAL LIABILITIES</b>	<b>572 154</b>	<b>514 109</b>	<b>516 583</b>

## CONSOLIDATED PROFIT AND LOSS ACCOUNT

in thousand PLN

	01.04.2014 30.06.2014	01.01.2014 30.06.2014	01.04.2013 30.06.2013	01.01.2013 30.06.2013
Sales revenue	191 131	361 909	188 866	348 499
Cost of sales	144 039	276 041	148 786	278 526
<b>Gross profit on sales</b>	<b>47 092</b>	<b>85 868</b>	<b>40 080</b>	<b>69 973</b>
Selling cost	7 714	14 854	8 193	15 533
General and administrative expenses	8 950	17 865	7 856	17 599
<b>Core business result</b>	<b>30 428</b>	<b>53 149</b>	<b>24 031</b>	<b>36 841</b>
Other operating income	592	1 616	1 020	1 885
Other operating expenses	1 527	2 433	631	876
<b>Operating result</b>	<b>29 493</b>	<b>52 332</b>	<b>24 420</b>	<b>37 850</b>
Financial income	-26	2 275	453	1 437
Financial expenses	-503	2 384	1 527	1 940
Result of hyperinflation	155	155	231	231
<b>Pre-tax profit</b>	<b>30 125</b>	<b>52 378</b>	<b>23 577</b>	<b>37 578</b>
Income tax	6 112	10 936	5 066	8 037
<i>of witch</i>				
<i>current</i>	6 607	11 962	5 767	8 589
<i>deferred</i>	-495	-1 026	-701	-552
<b>Net profit</b>	<b>24 013</b>	<b>41 442</b>	<b>18 511</b>	<b>29 541</b>
<i>attributable to shareholders of the Parent Entity</i>	24 212	41 481	18 298	29 028
<i>attributable to non-controlling interest</i>	-199	-39	213	513
Weighted-average number of shares		26 881 922		26 547 402
Earnings per share		1,54		1,09
Weighted-average diluted number of shares		26 881 922		26 881 922
Diluted earnings per share		1,54		1,08
Revenue from sales of products	173 318	327 531	162 806	302 389
Revenue from sales of goods and materials	17 310	31 667	19 159	36 311
Other revenues	503	2 711	6 901	9 799
<b>Total sales revenue including</b>	<b>191 131</b>	<b>361 909</b>	<b>188 866</b>	<b>348 499</b>
<i>of witch</i>				
<i>revenue generated locally</i>	73 466	134 851	79 161	134 064
<i>revenues from foreign contractors</i>	117 665	227 058	109 705	214 435

## CONSOLIDATED CASH FLOW STATEMENT

in thousand PLN

	For the period from 01.01 to 30.06	
	2014	2013
<b>Net profit</b>	<b>41 481</b>	<b>29 028</b>
<b>Total adjustments:</b>	<b>18 573</b>	<b>3 383</b>
– Profit attributable to the non-controlling shareholders	-39	513
– Depreciation	17 566	17 798
– Net foreign exchange (gains) losses	-188	563
– Net interest and dividends	497	586
– Income tax on profit before taxation	11 962	8 589
– (Gains) losses from investing activities	-701	-1 310
– Change in provisions	3 670	3 413
– Change in stocks	2 643	2 723
– Change in accounts receivable	-19 746	-33 137
– Change in liabilities	46 602	45 212
– Change in active prepayments and accrued income	-3 313	-3 735
– Other adjustments	-35 043	-31 377
– Income tax paid	-5 337	-6 455
<b>Net cash from operating activities</b>	<b>60 054</b>	<b>32 411</b>
Income from sales of tangible and intangible fixed assets	2 750	10 149
Acquisition of tangible and intangible fixed assets	-17 275	-13 380
Income from financial assets	0	293
Dividend paid to minority shareholders	-19	-965
Other	-4 408	-2 542
<b>Net cash from investing activities</b>	<b>-18 952</b>	<b>-6 445</b>
Proceeds from credits taken	1 861	14 117
Issue of debt securities / shares	0	371
Repayment of credits	-5 225	-673
Exchange differences	314	-434
Interest paid	-492	-576
Dividend paid to shareholders	0	0
Other	-93	-188
<b>Net cash from financing activities</b>	<b>-3 635</b>	<b>12 617</b>
<b>Change in cash</b>	<b>37 467</b>	<b>38 583</b>
Change in cash resulting from foreign exchange differences	-50	-38
Cash at beginning of period	93 567	17 176
Change in net cash	37 417	38 545
<b>Cash at end of period</b>	<b>130 984</b>	<b>55 721</b>
<i>including restricted cash</i>	<i>1 247</i>	<i>1 209</i>

**BALANCE SHEET OF STOMIL SANOK SA**

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

	30.06.2014	31.12.2013	30.06.2013
<b>ASSETS</b>			
Tangible fixed assets	132 098	133 211	138 176
Investment real estate	109	109	109
Intangible assets	20 690	21 468	22 292
Financial assets	34 420	33 569	31 757
Deferred income tax assets	7 468	6 775	6 422
Other fixed assets	141	162	166
<b>Total fixed assets</b>	<b>194 926</b>	<b>195 294</b>	<b>198 922</b>
Stocks	63 536	67 607	62 598
Trade accounts receivable	112 496	92 746	125 108
Other short-term accounts receivable	7 535	7 665	4 262
Income tax assets	0	0	0
Active prepayments and accrued income	1 765	506	1 730
Financial assets	756	0	117
Cash and cash equivalents	125 900	87 121	52 587
<b>Total current assets</b>	<b>311 988</b>	<b>255 645</b>	<b>246 402</b>
<b>TOTAL ASSETS</b>	<b>506 914</b>	<b>450 939</b>	<b>445 324</b>
<b>LIABILITIES</b>			
Share capital	5 376	5 376	5 319
Capital from issue of managerial options	0	0	999
Reserve funds	202 205	168 096	163 556
Revaluation capital reserve	67 371	67 231	67 246
Retained profit	42 833	68 225	29 743
<b>Total shareholders' equity</b>	<b>317 785</b>	<b>308 928</b>	<b>266 863</b>
Credits and debt securities	0	0	0
Provisions	15 526	14 758	14 313
Income from future periods	7 318	7 554	7 884
Deferred tax provision	6 637	6 985	7 478
<b>Total long-term liabilities</b>	<b>29 481</b>	<b>29 297</b>	<b>29 675</b>
Credits and debt securities	42 973	47 487	45 425
Trade liabilities	50 191	41 786	48 747
Financial liabilities	161	0	1 131
Other short-term liabilities	43 284	10 015	39 345
Income tax liabilities	7 192	617	2 061
Income from future periods	596	745	775
Provisions	15 251	12 064	11 302
<b>Total short-term liabilities</b>	<b>159 648</b>	<b>112 714</b>	<b>148 786</b>
<b>TOTAL LIABILITIES</b>	<b>506 914</b>	<b>450 939</b>	<b>445 324</b>

## PROFIT AND LOSS ACCOUNT OF STOMIL SANOK SA

in thousand PLN

	01.04.2014 30.06.2014	01.01.2014 30.06.2014	01.04.2013 30.06.2013	01.01.2013 30.06.2013
Sales revenue	155 668	301 050	151 322	281 726
Cost of sales	117 265	230 699	118 970	227 910
<b>Gross profit on sales</b>	<b>38 403</b>	<b>70 351</b>	<b>32 352</b>	<b>53 816</b>
Selling cost	4 164	8 076	4 359	8 369
General and administrative expenses	6 320	12 312	5 817	11 815
<b>Core business result</b>	<b>27 919</b>	<b>49 963</b>	<b>22 176</b>	<b>33 632</b>
Other operating income	424	1 364	765	1 204
Other operating expenses	1 164	1 985	407	616
<b>Operating result</b>	<b>27 179</b>	<b>49 342</b>	<b>22 534</b>	<b>34 220</b>
Financial income	258	4 376	3 434	4 429
Financial expenses	-654	470	1 504	1 658
<b>Pre-tax profit</b>	<b>28 091</b>	<b>53 248</b>	<b>24 464</b>	<b>36 991</b>
Income tax	5 602	10 415	4 634	7 248
<i>of witch</i>				
<i>current</i>	6 052	11 292	5 304	7 907
<i>deferred</i>	-450	-877	-670	-659
<b>Net profit</b>	<b>22 489</b>	<b>42 833</b>	<b>19 830</b>	<b>29 743</b>
Weighted-average number of shares		26 881 922		26 547 402
Earnings per share		1,59		1,12
Weighted-average diluted number of shares		26 881 922		26 881 922
Diluted earnings per share		1,59		1,11
Revenue from sales of products	154 143	296 921	144 021	271 012
Revenue from sales of goods and materials	1 067	1 463	400	915
Other revenues	458	2 666	6 901	9 799
<b>Total sales revenue including</b>	<b>155 668</b>	<b>301 050</b>	<b>151 322</b>	<b>281 726</b>
<i>of witch</i>				
<i>revenue generated locally</i>	56 072	102 925	49 709	88 676
<i>revenues from foreign contractors</i>	99 596	198 125	101 613	193 050

## CASH FLOW STATEMENT OF STOMIL SANOK SA

in thousand PLN

	For the period from 01.01 to 30.06	
	2014	2013
<b>Net profit</b>	<b>42 833</b>	<b>29 743</b>
<b>Total adjustments:</b>	<b>16 953</b>	<b>11 072</b>
– Depreciation	15 137	15 135
– Net foreign exchange (gains) losses	-188	563
– Net interest and dividends	-205	-2 005
– Income tax on profit before taxation	11 292	7 907
– (Gains) losses from investing activities	-676	-931
– Change in provisions	3 608	2 973
– Change in stocks	4 071	6 915
– Change in accounts receivable	-18 512	-22 745
– Change in liabilities	44 033	41 811
– Change in active prepayments and accrued income	-2 317	-3 116
– Other adjustments	-34 572	-29 589
– Income tax paid	-4 718	-5 846
<b>Net cash from operating activities</b>	<b>59 786</b>	<b>40 815</b>
Income from sales of tangible and intangible fixed assets	2 717	9 850
Income from financial assets	407	2 204
Other investing cash inflow	85	64
Acquisition of tangible and intangible fixed assets	-15 299	-11 612
Outflows for financial assets	-851	-3 320
Other	-3 614	-3 579
<b>Net cash from investing activities</b>	<b>-16 555</b>	<b>-6 393</b>
Proceeds from credits taken	0	8 858
Issue of debt securities / shares	0	371
Exchange differences	314	-434
Repayment of credits	-4 514	0
Interest paid	-202	-199
<b>Net cash from financing activities</b>	<b>-4 402</b>	<b>8 596</b>
<b>Change in cash</b>	<b>38 829</b>	<b>43 018</b>
Change in cash resulting from foreign exchange differences	-50	-38
Cash at beginning of period	87 121	9 607
Change in net cash	38 779	42 980
<b>Cash at end of period</b>	<b>125 900</b>	<b>52 587</b>
<i>including restricted cash</i>	<i>1 170</i>	<i>1 208</i>