

CONSOLIDATED BALANCE SHEET

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

	30.06.2017	31.12.2016	30.06.2016
Tangible fixed assets	249 213	230 928	207 750
Investment real estate	3 556	3 556	3 556
Intangible assets	17 545	19 143	12 976
Financial assets	7	7	1 631
Deferred income tax assets	9 949	9 314	9 806
Long-term active prepayments and accrued income	37	43	32
Total fixed assets	280 307	262 991	235 751
Stocks	145 903	139 927	124 944
Trade accounts receivable	175 597	137 873	156 374
Other short-term accounts receivable	24 097	21 635	18 332
Income tax assets	1 351	1 488	520
Active prepayments and accrued income	5 771	2 203	4 616
Financial assets	2 576	1 842	998
Cash and cash equivalents	255 804	248 973	210 015
Total current assets	611 099	553 941	515 799
TOTAL ASSETS	891 406	816 932	751 550
Share capital	5 376	5 376	5 376
Capital from the valuation of warrants	7 172	5 942	4 713
Reserve funds	346 747	314 930	314 866
Revaluation capital reserve	73 894	73 987	74 091
Capital reserves	2 048	2 048	2 048
Retained profit	13 907	90 877	45 063
Foreign exchange differences from calculation	-5 426	-4 037	-5 799
Equity attributable to shareholders of the	443 718	489 123	440 358
Non-controlling interest	1 120	1 744	1 359
Total equity	444 838	490 867	441 717
Credits and debt securities	9 335	7 732	12 453
Provisions	16 649	17 224	18 956
Income from future periods	6 793	7 363	7 682
Deferred tax provision	443	508	566
Financial liabilities	696	0	0
Other liabilities	70	96	0
Total long-term liabilities	33 986	32 923	39 657
Credits and debt securities	162 210	162 552	122 408
Trade liabilities	95 760	78 377	68 507
Financial liabilities	1 894	3 004	1 442
Other short-term liabilities	121 671	24 617	53 406
Income tax liabilities	4 756	1 501	3 491
Income from future periods	2 584	316	480
Provisions	23 707	22 775	20 442
Total short-term liabilities	412 582	293 142	270 176
TOTAL LIABILITIES	891 406	816 932	751 550

CONSOLIDATED PROFIT AND LOSS ACCOUNT

in thousand PLN

	01.04.2017- 30.06.2017	01.01.2017- 30.06.2017	01.04.2016- 30.06.2016	01.01.2016- 30.06.2016
Sales revenue	262 071	503 553	243 658	462 992
Cost of sales	197 214	379 842	168 815	335 029
Gross profit on sales	64 857	123 711	74 843	127 963
Selling cost	7 950	15 033	7 308	13 502
General and administrative expenses	23 325	46 358	24 380	46 068
Core business result	33 582	62 320	43 155	68 393
Other operating income	3 173	4 539	9 608	11 971
Other operating expenses	497	714	5 687	6 129
Operating result	36 258	66 145	47 076	74 235
Financial income	1 014	5 193	2 040	1 720
Financial expenses	1 746	3 531	1 189	2 097
Pre-tax profit	35 526	67 807	47 927	73 858
Income tax	7 834	15 995	9 428	16 001
<i>current</i>	8 815	16 659	10 273	16 887
<i>deferred</i>	-981	-664	-845	-886
Net profit	27 692	51 812	38 499	57 857
<i>attributable to shareholders of the Parent Entity</i>	<i>27 582</i>	<i>51 650</i>	<i>38 294</i>	<i>57 456</i>
<i>attributable to non-controlling interest</i>	<i>110</i>	<i>162</i>	<i>205</i>	<i>401</i>
Weighted-average number of shares		26 881 922		26 881 922
Earnings per share		1,92		2,14
Weighted-average diluted number of shares		27 957 194		27 957 194
Diluted earnings per share		1,85		2,06

CONSOLIDATED CASH FLOW STATEMENT

in thousand PLN

	For the period from 01.01 to 30.06	
	2017	2016
Net profit	51 650	57 456
Total adjustments:	-7 794	-26 147
– Profit attributable to the non-controlling shareholders	162	401
– Depreciation	18 414	17 005
– Net foreign exchange (gains) losses	-3 632	1 630
– Net interest and dividends	978	482
– Income tax on profit before taxation	16 659	16 887
– (Gains) losses from investing activities	-169	-632
– Change in provisions	292	2 174
– Change in stocks	-5 976	173
– Change in accounts receivable	-43 661	-47 908
– Change in liabilities	18 553	7 632
– Change in active prepayments and accrued income	-2 499	-3 474
– Other adjustments	2 631	1 758
– Income tax paid	-9 546	-22 275
Net cash from operating activities	43 856	31 309
Income from sales of tangible and intangible fixed assets	1 310	3 343
Acquisition of tangible and intangible fixed assets	-40 320	-20 812
Income from financial assets	22	23
Dividend paid to minority shareholders	-611	-602
Other	-675	-7 224
Net cash from investing activities	-40 274	-25 272
Change in credit status	2 984	29 814
Interest paid	-681	-478
Other	929	-37
Net cash from financing activities	3 232	29 299
Change in cash	6 814	35 336
Change in cash resulting from foreign exchange differences	17	10
Cash at beginning of period	248 973	174 669
Change in net cash	6 831	35 346
Cash at end of period	255 804	210 015
<i>including restricted cash</i>	<i>83</i>	<i>1 291</i>

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

	30.06.2017	31.12.2016	30.06.2016
Tangible fixed assets	157 302	149 799	148 644
Investment real estate	109	109	109
Intangible assets	9 351	10 359	11 687
Financial assets	122 425	103 880	78 434
Deferred income tax assets	3 430	2 907	3 069
Long-term active prepayments and accrued income	37	43	32
Total fixed assets	292 654	267 097	241 975
Stocks	81 765	75 003	68 279
Trade accounts receivable	144 152	113 102	133 080
Other short-term accounts receivable	15 005	9 604	11 730
Active prepayments and accrued income	2 211	1 005	1 640
Financial assets	22 437	22 445	13 302
Cash and cash equivalents	248 118	235 794	198 059
Total current assets	513 689	456 953	426 090
TOTAL ASSETS	806 343	724 050	668 065
Share capital	5 376	5 376	5 376
Reserve funds	315 525	292 074	292 011
Revaluation capital reserve	7 171	5 942	4 713
Capital from the valuation of warrants	63 042	120 274	65 673
Retained profit	69 599	69 695	69 758
Total shareholders' equity	460 713	493 361	437 531
Provisions	12 913	13 285	14 261
Income from future periods	207	310	462
Total long-term liabilities	13 120	13 595	14 723
Credits and debt securities	140 773	138 735	108 560
Trade liabilities	64 097	55 020	53 047
Financial liabilities	23	1 199	1 007
Other short-term liabilities	105 176	8 139	35 538
Income tax liabilities	4 620	1 130	2 987
Income from future periods	1 894	311	367
Provisions	15 927	12 560	14 305
Total short-term liabilities	332 510	217 094	215 811
TOTAL LIABILITIES	806 343	724 050	668 065

PROFIT AND LOSS ACCOUNT OF SANOK RC SA

in thousand PLN

	01.04.2017- 30.06.2017	01.01.2017- 30.06.2017	01.04.2016- 30.06.2016	01.01.2016- 30.06.2016
Sales revenue	186 983	367 746	181 664	345 469
Cost of sales	141 981	277 311	124 731	246 745
Gross profit on sales	45 002	90 435	56 933	98 724
Selling cost	2 600	4 683	2 486	4 540
General and administrative expenses	10 412	20 500	11 525	20 857
Core business result	31 990	65 252	42 922	73 327
Other operating income	1 627	2 743	3 475	4 452
Other operating expenses	269	452	102	380
Operating result	33 348	67 543	46 295	77 399
Financial income	4 091	12 219	3 742	5 118
Financial expenses	887	1 848	241	1 664
Pre-tax profit	36 552	77 914	49 796	80 853
Income tax	6 797	14 872	9 002	15 180
<i>current</i>	7 812	15 362	9 305	15 601
<i>deferred</i>	-1 015	-490	-303	-421
Net profit	29 755	63 042	40 794	65 673
Weighted-average number of shares		26 881 922		26 881 922
Earnings per share		2,35		2,44
Weighted-average diluted number of		27 957 194		27 957 194
Diluted earnings per share		2,25		2,35

CASH FLOW STATEMENT OF SANOK RC SA

in thousand PLN

	For the period from 01.01 to 30.06	
	2017	2016
Net profit	63 042	65 673
Total adjustments:	-15 897	-16 575
– Depreciation	14 220	13 964
– Net foreign exchange (gains) losses	558	-290
– Net interest and dividends	-4 548	-1 901
– Income tax on profit before taxation	15 362	15 601
– (Gains) losses from investing activities	-121	-625
– Change in provisions	2 995	1 737
– Change in stocks	-6 762	393
– Change in accounts receivable	-39 971	-34 813
– Change in liabilities	9 097	11 100
– Change in active prepayments and accrued income	-244	-1 562
– Other adjustments	1 490	1 229
– Income tax paid	-7 973	-21 408
Net cash from operating activities	47 145	49 098
Income from sales of tangible and intangible fixed assets	929	2 534
Income from financial assets (dividends)	3 391	1 177
Income from repayment of interest on loans	1 386	1 722
Acquisition of tangible and intangible fixed assets	-22 099	-13 264
Outflows for financial assets	-21 812	-19 381
Other	-14	-5 699
Net cash from investing activities	-38 219	-32 911
Proceeds from credits taken	3 788	21 156
Exchange differences	0	-344
Interest paid	-404	-219
Dividend paid to shareholders	0	0
Net cash from financing activities	3 384	20 593
Change in cash	12 310	36 780
Change in cash resulting from foreign exchange differences	14	14
Cash at beginning of period	235 794	161 265
Change in net cash	12 324	36 794
Cash at end of period	248 118	198 059