

UNIT FINANCIAL REPORT AFTER THE SECOND QUARTER OF THE YEAR 2004

SELECTED DATA	PLN k		EUR k	
	accruals 2004	accruals 2003	accruals 2004	accruals 2003
I. Net income from the sale of products, goods and materials	143 965	172 698	30 429	40 091
II. Profit (loss) from operating activity	12 242	9 656	2 588	2 242
III. Gross profit (loss)	5 537	8 572	1 170	1 990
IV. Net profit (loss)	4 417	5 586	934	1 297
V. Net cash flows on operating activity	23 853	-25 268	5 042	-5 866
VI. Net cash flows on investment activity	-29 143	9 809	-6 160	2 277
VII. Net cash flows on financial activity	11 726	-20 072	2 478	-4 660
VIII. Net cash flows total	6 436	-35 531	1 360	-8 248
IX. Assets total	796 774	788 815	175 416	176 983
X. Liabilities and provisions for liabilities	490 210	491 947	107 923	110 376
XI. Long-term liabilities	253 084	94 544	55 718	21 212
XII. Short-term liabilities	118 954	272 547	26 189	61 150
XIII. Equity capital	306 564	296 868	67 492	66 607
XIV. Share capital	21 000	21 000	4 623	4 712
XV. Number of shares	10 500 000	10 500 000	10 500 000	10 500 000
XVI. Profit (loss) per one ordinary share (in PLN/EUR)	0,92	0,91	0,19	0,21
XVII. Book value per one share (in PLN/EUR)	29,20	28,27	6,43	6,34

BALANCE SHEET	30.06.2004	30.06.2003
Assets		
I. Fixed assets	489 786	414 473
1. Intangible assets, including:	41	60
2. Material fixed assets	79 299	125 930
3. Long-term receivables	-	-
4. Long-term investments	405 598	282 808
4.3. Long-term financial assets	405 598	282 808
a) in affiliated companies, including	405 559	282 399
b) in other companies	39	409
4.4. Other long-term investments	-	-
5. Long-term accruals	4 848	5 675
5.1. Assets on account of deferred income tax	4 848	5 675
5.2. Other accruals	106 232	109 731
II. Current assets	306 988	374 342
1. Inventories	163 062	155 091
2. Short-term receivables	110 543	167 334
2.1. From affiliated companies	-	144 635
2.2. From other companies	10 777	22 699
3. Short-term investments	29 944	46 704
3.1. Short-term financial assets	29 944	46 704
a) in affiliated companies	19 806	24 065
b) in other companies	280	21 625
c) cash and cash equivalents	9 858	1 014
3.2. Other short-term investments	-	-
4. Short-term accruals	3 439	5 213
ASSETS TOTAL	796 774	788 815
Liabilities		
I. Equity capital	306 564	296 868
1. Share capital	21 000	21 000
2. Due payments to initial capital (negative value)	-	-
3. Own shares (negative value)	-	-
4. Supplementary capital	281 147	270 282
5. Revaluation capital	-	-
6. Other reserve capitals	-	-
7. Profit (loss) carried forward	-	-
8. Net profit (loss)	4 417	5 586

9. Deductions from net profit during the accounting year (negative value)	-	-
II. Liabilities and provisions for liabilities	490 210	491 947
1. Provisions for liabilities	11 940	15 125
1.1. Provision on account of deferred income tax	8 769	15 125
1.2. Reserve for retirement benefits and similar benefits	-	-
1.3. Other reserves	3 171	-
a) long-term	-	-
b) short-term	3 171	-
2. Long-term liabilities	253 084	94 544
2.1. To affiliated companies	65 067	-
2.2. To other companies	188 017	94 544
3. Short-term liabilities	118 954	272 547
3.1. To affiliated companies	5 440	9 855
3.2. To other companies	113 456	262 657
3.3. Special funds	58	35
4. Accruals	106 232	109 731
4.1. Negative goodwill	-	-
4.2. Other accruals	106 232	109 731
a) long-term	66 953	87 552
b) short-term	39 279	22 179
LIABILITIES TOTAL	796 774	788 815
Book value	306 564	296 868
Number of shares	10 500 000	10 500 000
Book value per one share (in PLN)	29,20	28,27

OFF-BALANCE ITEMS	30.06.2004	30.06.2003
1. Conditional receivables	-	-
1.1. From affiliated companies (on account of)	-	-
1.2. From other companies (on account of)	-	-
2. Conditional liabilities	22 813	29 085
2.1. To affiliated companies (on account of)	11 156	11 251
2.2. To other companies (on account of)	11 657	17 834
3. Other (on account of)	-	-
Off-balance items total	22 813	29 085

PROFIT AND LOSS ACCOUNT	II kw. 2004	01.01.2004 30.06.2004	II kw. 2003	01.01.2003 30.06.2003
I. Net income on sales of products, goods and materials, including:	92 211	143 965	94 525	172 698
1. Net income from the sale of products	92 211	143 965	94 525	172 698
2. Net income from the sale of goods and materials	-	-	-	-
II. Costs of sold products, goods and materials, including:	78 218	121 093	82 520	151 068
1. Production cost of sold products	78 218	121 093	82 520	151 068
2. Value of sold goods and materials	-	-	-	-
III. Gross profit (loss) on sales (I-II)	13 993	22 872	12 005	21 630
IV. Costs of sales	1 827	3 406	1 463	2 866
V. Overheads	3 230	6 152	2 969	5 332
VI. Profit (loss) on sales (III-IV-V)	8 936	13 314	7 573	13 432
VII. Other operating income	4 351	4 552	821	914
1. Profit on sale of non-financial fixed assets	100	102	896	896
2. Subsidies	-	-	-	-
3. Other operating income	4 251	4 450	-75	18
VIII. Other operating costs	4 121	5 624	4 649	4 690
1. Loss on sale of non-financial fixed assets	-	-	251	274
2. Revaluation of non-financial assets	-	1 250	4 148	4 148
3. Other operating costs	4 121	4 374	250	268
IX. Profit/loss on operating activity (VI+VII-VIII)	9 166	12 242	3 745	9 656
X. Financial income	1 792	7 458	2 764	3 275
1. Dividends and share in profit, including:	-	1 500	1 050	1 050
2. Interest, including:	1 767	2 859	1 394	1 737
3. Profit on sale of investments	-	-	-	-
4. Investment revaluation	3 930	3 930	1 398	1 398
5. Other	-3 049	25	320	488
XI. Financial costs	8 530	14 163	2 649	4 359

1. Interest, including:	4 065	6 507	960	2 584
2. Loss on sale of investments	-	3 074	2	2
3. Investment revaluation	3 930	3 930	1 398	1 398
4. Other	535	652	289	375
XII. Profit/loss on economic activity (XI+X-XI)	2 428	5 537	3 860	8 572
XIII. Result on extraordinary events (XIII.1. - XIII.2.)	-	-	2	-2
1. Extraordinary profit	-	-	10	18
2. Extraordinary loss	-	-	8	20
XIV. Gross profit (loss) (XII+/-XIII)	2 428	5 537	3 860	8 572
XV. Income tax	498	1 120	1 723	2 986
a) current portion	-188	747	1 697	3 221
b) deferred portion	686	373	26	-235
XVI. Other mandatory reductions of profit (loss increase)	-	-	-	-
XVII. Shares in net profit (loss) of subsidiaries valued according to ownership rights method	-	-	-	-
XVIII. Net profit (loss) (XIV-XV-XVI+/-XVII)	1 930	4 417	2 137	5 586
Net profit (loss) (annualized)	9 623		6 890	
Weighted average number of ordinary shares	10 500 000		7 583 333	
Profit (loss) per one ordinary share (in PLN)	0,92		0,91	

STATEMENT OF CHANGES IN EQUITY CAPITAL	II kw. 2004	01.01.2004 30.06.2004	II kw. 2003	01.01.2003 30.06.2003
I. Equity at the beginning of the period (BO)	304 634	302 147	294 804	291 355
I.a. Equity at the beginning of the period (BO), after reconciliation to comparable data	304 634	302 147	294 804	291 355
1. Share capital at the beginning of the period	21 000	21 000	21 000	21 000
1.1. Changes in share capital	-	-	-	-
1.2. Share capital at the end of the period	21 000	21 000	21 000	21 000
2. Due payments to share capital at the beginning of the period	-	-	-	-
3. Own shares at the beginning of the period	-	-	-	-
4. Supplementary capital at the beginning of the period	270 355	270 355	263 733	263 733
4.1. Changes in supplementary capital	10 792	10 792	6 549	6 549
a) increases (on account of)	10 792	10 792	6 622	6 622
b) decreases (on account of)	-	-	73	73
4.2. Supplementary capital at the end of the period	281 147	281 147	270 282	270 282
5. Revaluation capital at the beginning of the period	-	-	-	-
6. Other reserve capitals at the beginning of the period	-	-	-	-
7. Profit (loss) carried forward at the beginning of the period	10 792	10 792	6 622	6 622
7.1. Profit carried forward at the beginning of the period	10 792	10 792	6 622	6 622
7.2. Profit carried forward at the beginning of the period, after reconciliation to comparable data	10 792	10 792	6 622	6 622
a) increases (on account of)	-	-	-	-
b) decreases (on account of)	-10 792	-10 792	-6 622	-6 622
7.3. Profit carried forward at the end of the period	-	-	-	-
7.4. Loss carried forward at the beginning of the period	-	-	-	-
7.5. Loss carried forward at the beginning of the period, after reconciliation to comparable data	-	-	-	-
7.6. Loss carried forward at the end of the period	-	-	-	-
7.7. Profit (loss) carried forward at the end of the period	-	-	-	-
8. Net profit/loss	1 930	4 417	2 137	5 586
a) net profit	1 930	4 417	2 137	5 586
b) net loss	-	-	-	-
c) deductions from profit	-	-	-	-
II. Equity at the end of the period (BZ)	306 564	306 564	296 868	296 868
III. Equity after consideration of suggested distribution of profit (coverage of loss)	306 564	306 564	296 868	296 868

CASH FLOW STATEMENT	2nd quarter of 2004	01.01.2004 30.06.2004	2nd quarter of 2003	01.01.2003 30.06.2003
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A. Cash flows on operating activity – indirect method

I. Net profit (loss)	1 930	4 417	2 137	5 586
II. Adjustments total	-416	19 436	-12 318	-30 854
1. Shares in net (profit) loss of subsidiaries valued according to ownership rights method	-	-	-	-
2. Depreciation	1 245	2 495	1 201	2 369
3. Foreign exchange gains/losses	-	-	-405	-
4. Interest and shares in profits (dividends)	5 106	5 307	3 494	9 168
5. (Profit) loss on investment activity	-101	-3 176	224	428
6. Change in reserves	5 064	4 095	1 782	1 417
7. Change in inventories	-15 394	-8 183	-1 402	-305
8. Change in receivables	-26 644	12 280	3 171	7
9. Change in short-term liabilities, except for loans and credits	10 835	-10 435	-10 566	-30 114
10. Change in accruals	-20 596	-23 018	-9 817	-13 752
11. Other adjustments	40 069	40 069	-	-72
III. Net cash flows from operating activity (I+II)	1 514	23 853	-10 181	-25 268
B. Cash flows on investment activity	-	-	-	-
I. Revenues	12 960	93 707	10 776	17 066
1. Sales of intangible assets and fixed assets	128	463	418	451
2. Sales of investments in real property and in intangible assets	-	-	-	-
3. From financial assets, including:	12 842	93 244	10 358	16 615
a) in affiliated companies	8 769	79 646	8 900	11 615
b) in other companies	4 073	13 598	1 458	5 000
4. Other revenues from investments	-10	-	-	-
II. Expenditure	116 776	122 850	390	7 257
1. Acquisition of intangible assets and fixed assets	925	1 628	677	2 121
2. Investments in real property and in intangible assets	-	-	-	-
3. On financial assets, including:	115 851	121 222	-287	5 136
a) in affiliated companies	115 851	121 222	-287	5 136
b) in other companies	-	-	-	-
4. Other investment expenditure	-	-	-	-
III. Net cash flows on investment activity (I-II)	-103 816	-29 143	10 386	9 809
C. Cash flows on financial activity	-	-	-	-
I. Revenues	131 717	255 200	184 531	488 786
1. Net income from issue of stocks (issue of shares) and other capital instruments and additional payments to capital	-	-	-	-
2. Loans and credits	-64 483	-	-9 469	19 586
3. Issue of debenture bonds	196 200	255 200	194 000	469 200
4. Other financial income	-	-	-	-
II. Expenditure	24 937	243 474	197 351	508 858
1. Acquisition of own shares (stocks)	-	-	-	-
2. Dividends and other payments to owners	-	-	-	-
3. Expenses on account of profit distribution, other than payments to owners	-	-	-	-
4. Repayments of loans and credits	-43 069	65 556	20 582	41 404
5. Redemption of debenture bonds	61 200	168 800	170 950	455 950
6. On account of other financial liabilities	-	-	-	-
7. Payments of liabilities on account of financial lease contracts	-	-	-	-
8. Interest	6 806	9 118	5 819	11 504
9. Other financial expenses	-	-	-	-
III. Net cash flows on financial activity (I-II)	106 780	11 726	-12 820	-20 072
D. Net cash flows total (A.III+/-B.III+/-C.III)	4 478	6 436	-12 615	-35 531
E. Difference in cash balances, including:	4 478	6 436	-12 615	-35 531
F. Cash at the beginning of the period	5 380	3 422	13 629	36 545
G. Cash at the end of period (F+/-D), including:	9 858	9 858	1 014	1 014