

POLISH FINANCIAL SUPERVISION AUTHORITY

Consolidated quarterly report QSr 3/2014

(in accordance with § 82.2 and § 83.3 of the Ordinance of the Minister of Finance of 19 February 2009 - Journal of Laws No. 33, item 259)

for the issuers of securities dealing with production, construction, trade or services

for the third quarter of the **2014** financial year covering the period from **1 July 2014 to 30 September 2014**

including condensed consolidated financial statements in line with: **IAS/IFRS**

in: **PLN**

and condensed financial statements in line with: **IAS/IFRS**

in: **PLN**

date **14 November 2014**

IMPEXMETAL S.A.			
<small>(full name of the issuer)</small>			
IMPEXMET		IMPEXMET	
<small>(short name of the issuer)</small>		<small>(short name of the issuer)</small>	
00-842		00-842	
<small>(postal code)</small>		<small>(postal code)</small>	
Łucka		7/9	
<small>(street)</small>		<small>(number)</small>	
22 658 65 68		22 658 65 68	
<small>(phone)</small>		<small>(phone)</small>	
info@impexmetal.com.pl		info@impexmetal.com.pl	
<small>(e-mail)</small>		<small>(e-mail)</small>	
525-00-03-551		011135378	
<small>(Tax Identification Number - NIP)</small>		<small>(Statistic Identification Number - REGON)</small>	

SELECTED FINANCIAL DATA	In PLN'000		In EUR'000	
	1.01. – 30.09.2014	1.01. – 30.09.2013	1.01. – 30.09.2014	1.01. – 30.09.2013
Data for the interim condensed CONSOLIDATED financial statement				
I. Sales revenue	2 112 221	2 115 877	505 280	501 025
II. Operating profit (loss)	85 961	68 149	20 563	16 137
III. Gross profit (loss) before tax	78 417	73 978	18 759	17 517
IV. Net profit (loss) from continued operations attributable to equity of the parent	62 332	59 473	14 911	14 083
V. Net profit (loss)	70 230	66 878	16 800	15 836
VI. Net profit (loss) attributable to equity of the parent	64 717	61 313	15 481	14 518
VII. Net cash flows from operating activities	61 934	53 778	14 816	12 734
VIII. Net cash flows from investing activities	(93 188)	(85 496)	(22 292)	(20 245)
IX. Net cash flows from financing activities	10 093	35 722	2 414	8 459
X. Total net cash flows	(21 161)	4 004	(5 062)	948
XI. Number of shares without treasury shares in the amount of 7 210 000 units as at 30.09.2014 and 7 128 000 units as at 30.09.2013	192 790 000	192 872 000	192 790 000	192 872 000
XII. Net profit (loss) / diluted net earnings (loss) of the parent per ordinary share (in PLN/EUR)	0,34	0,32	0,08	0,08
XIII. Weighted average number of ordinary shares without treasury shares	192 790 000	193 260 153	102 790 000	193 260 153
XIV. Net profit (loss)/diluted profit (loss) of the parent per ordinary share/weighted no. of shares (in PLN/EUR)	0,34	0,32	0,08	0,08
	30.09.2014	31.12.2013	30.09.2014	31.12.2013
XV. Assets	2 037 967	1 834 028	488 077	442 233
XVI. Non-current liabilities	180 266	131 096	43 172	31 611
XVII. Current liabilities	638 123	567 811	152 826	136 914
XVIII. Equity	1 159 163	1 071 153	277 611	258 283
XIX. Equity attributable to equity holders of the parent	1 041 427	958 489	249 414	231 117
XX. Share capital	94 661	94 661	22 671	22 825
XXI. Number of shares without treasury shares in the amount of 7 210 000 units as at 30.09.2014 and at 30.09.2012	192 790 000	192 790 000	192 790 000	192 790 000
XXII. Book value / diluted book value of the parent per one share (in PLN/EUR)	5,40	4,97	1,29	1,20
data for the interim condensed financial statements				
	1.01. – 30.09.2014	1.01. – 30.09.2013	1.01. – 30.09.2014	1.01. – 30.09.2013
I. Sales revenue	661 895	701 644	158 337	166 144
II. Operating profit (loss)	35 740	36 956	8 550	8 751
III. Gross profit (loss) before tax	39 230	40 705	9 384	9 639
IV. Net profit (loss)	34 420	34 906	8 234	8 265
V. Net cash flows from operating activities	56 701	20 830	13 564	4 932
VI. Net cash flows from investing activities	(54 688)	(58 612)	(13 082)	(13 879)
VII. Net cash flows from financing activities	(3 137)	36 755	(750)	8 703
VIII. Total net cash flows	(1 124)	(1 027)	(269)	(243)
IX. Number of shares without treasury shares	192 790 000	192 872 000	192 790 000	192 872 000
X. Net profit (loss) / diluted net profit (loss) per ordinary share (in PLN/EUR)	0,18	0,18	0,04	0,04
XI. Weighted average numbers of shares without treasury shares	192 790 000	193 260 153	192 790 000	193 260 153
XII. Net profit (loss) / diluted net profit (loss) per ordinary share/weighted numbers of shares (in PLN/EUR)	0,18	0,18	0,04	0,04
	30.09.2014	31.12.2013	30.09.2014	31.12.2013
XIII. Assets	1 356 238	1 248 185	324 809	300 971
XIV. Non-current liabilities	163 707	114 407	39 207	27 587
XV. Current liabilities	287 664	278 205	68 893	67 083
XVI. Equity	904 867	855 573	216 709	206 301
XVII. Share capital	94 661	94 661	22 671	22 825
XVIII. Number of shares without treasury shares	192 790 000	192 790 000	192 790 000	192 790 000
XIX. Book value / diluted book value per one share (in PLN/EUR)	4,69	4,44	1,12	1,07

CONDENSED INTERIM CONSOLIDATED

QUARTERLY REPORT

of the Impexmetal Capital Group

for the third quarter of 2014



**CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE PERIOD FROM 1 JANUARY TO 30 SEPTEMBER 2014 AND FOR 2013, RESPECTIVELY**

	For 9 months ended 30/09/2014	For 9 months ended 30/09/2013
Continued operations		
Revenue from sales of products	1 583 371	1 652 502
Revenue from sales of goods and materials	528 850	463 375
Total revenue from sales	2 112 221	2 115 877
Cost of manufacture of products sold	1 433 439	1 532 461
Value of goods and materials sold	513 723	433 809
Cost of products, goods and materials sold	1 947 162	1 966 270
Gross profit (loss) on sales	165 059	149 607
Selling expenses	36 992	37 197
General and administrative costs	43 715	46 954
Other operating revenue (*)	9 100	13 503
Other operating expenses	7 491	10 810
Operating profit (loss)	85 961	68 149
Financial revenue	18 549	25 122
Financial expenses	26 093	19 293
Profit (loss) before tax	78 417	73 978
Income tax	9 933	10 089
Net profit (loss) from continued operations	68 484	63 889
Attributable to:		
Equity holders of the parent	62 332	59 473
Minority shareholders	6 152	4 416
Net profit (loss) from discontinued operations	1 746	2 989
Net profit (loss)	70 230	66 878
Attributable to:		
Equity holders of the parent	64 717	61 313
Minority shareholders	5 513	5 565
Net profit (loss) per share attributable to equity holders of the parent (in PLN)	0.34	0.32
Diluted profit (loss) per one ordinary share (in PLN)	0.34	0.32
Net profit (loss) from continued operations per share attributable to equity holders of the parent (in PLN)	0.32	0.31
Diluted profit (loss) from continuing operations per one ordinary share (in PLN)	0.32	0.31
Net profit (loss) from discontinued operations share attributable to equity holders of the parent (in PLN)	-	0.01
Diluted profit (loss) from discontinuing operations per one ordinary share (in PLN)	-	0.01

(*) Including the dividend for 9 months ended 30.09.2014, PLN 2 099 th. and PLN 384 th in the period ended 20.09.2013



CONSOLIDATED INCOME STATEMENT
FOR THE PERIOD FROM 1 JULY TO 30 SEPTEMBER 2014 AND FOR 2013, RESPECTIVELY

	For 9 months ended 30/09/2014	For 9 months ended 30/09/2013
Net profit (loss)	70 230	66 878
Income in capital to be reclassified to financial result	17 967	2 483
Exchange differences on translation of foreign operations	1 268	676
Cash flows hedging instruments	6 068	(3 139)
Adjustment of assets available to sell and other assets	14 243	5 571
Income deferred tax attributable income in capital	(3 612)	(625)
Income in capital not to be reclassified to financial result	-	-
Income recognized in net capital	17 967	2 483
Total income	88 197	69 361
Attributable to:		
Equity holders of the parent	82 013	64 235
Minority shareholders	6 184	5 126

CONSOLIDATED PROFIT AND LOSS ACCOUNT – discontinued operations
FOR THE PERIOD FROM 1 JANUARY TO 30 SEPTEMBER 2014 AND FOR 2013, RESPECTIVE

	For 9 months ended 30/09/2014	For 9 months ended 30/09/2013
Discontinued operations		
Revenue from sales of products	680	889
Revenue from sales of goods and materials	-	25
Total revenue from sales	680	914
Cost of manufacture of products sold	680	889
Value of goods and materials sold	-	5
Cost of products, goods and materials sold	680	894
Gross profit (loss) on sales	-	20
Selling expenses	-	-
General and administrative costs	-	-
Other operating revenue (*)	3 752	14 172
Other operating expenses	2 497	2 817
Operating profit (loss)	1 255	11 375
Financial revenue	3	-
Financial expenses	1 187	5 805
Profit (loss) before tax	71	5 570
Income tax (deferred)	(1 675)	2 581
Net profit (loss) from discontinued operations	1 746	2 989
Attributable to:		
Equity holders of the parent	2 385	1 840
Minority shareholders	(639)	1 149

(*) Including donation from NFOŚiGW in the amount of PLN 14 036 th. in the period ended 30.09.2013.

In PLN'000 if not stated otherwise



CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE PERIOD FROM 1 JULY TO 30 SEPTEMBER 2014 AND FOR 2013, RESPECTIVELY

	For 3 months ended 30/09/2014	For 3 months ended 30/09/2013
Continued operations		
Revenue from sales of products	581 706	558 197
Revenue from sales of goods and materials	169 551	177 668
Total revenue from sales	751 257	735 865
Cost of manufacture of products sold	536 491	514 751
Value of goods and materials sold	146 475	167 846
Cost of products, goods and materials sold	682 966	682 597
Gross profit (loss) on sales	68 291	53 268
Selling expenses	13 369	12 596
General and administrative costs	13 640	15 650
Other operating revenue	(167)	3 280
Other operating expenses	(2 683)	987
Operating profit (loss)	43 798	27 315
Financial revenue	7 260	3 050
Financial expenses	12 597	3 734
Profit (loss) before tax	38 461	26 631
Income tax	4 579	3 298
Net profit (loss) from continued operations	33 882	23 333
Attributable to:		
Equity holders of the parent	30 198	21 115
Minority shareholders	3 684	2 218
Net profit (loss) from discontinued operations	2 631	(5 082)
Net profit (loss)	36 513	18 251
Attributable to:		
Equity holders of the parent	32 254	17 987
Minority shareholders	4 259	264
Net profit (loss) per share attributable to equity holders of the parent (in PLN)	0.17	0.09
Diluted profit (loss) per one ordinary share (in PLN)	0.17	0.09
Net profit (loss) from continued operations per share attributable to equity holders of the parent (in PLN)	0.16	0.11
Diluted profit (loss) from continuing operations per one ordinary share (in PLN)	0.16	0.11
Net profit (loss) from discontinued operations share attributable to equity holders of the parent (in PLN)	(0,01)	(0,02)
Diluted profit (loss) from discontinuing operations per one ordinary share (in PLN)	(0,01)	(0,02)



CONSOLIDATED INCOME STATEMENT
FOR THE PERIOD FROM 1 JULY TO 30 SEPTEMBER 2014 AND FOR 2013, RESPECTIVELY

	For 3 months ended 30/09/2014	For 3 months ended 30/09/2013
Net profit (loss)	36 513	18 251
Income in capital to be reclassified to financial result	13 701	16 178
Exchange differences on translation of foreign operations	600	(551)
Cash flows hedging instruments	2 238	7 305
Adjustment of assets available to sell and other assets	13 861	13 766
Income deferred tax attributable income in capital	(2 998)	(4 342)
Income in capital not to be reclassified to financial result	-	-
Income recognized in net capital	13 701	16 178
Total income	50 214	34 429
Attributable to:		
Equity holders of the parent	45 792	33 346
Minority shareholders	4 422	1 083

CONSOLIDATED PROFIT AND LOSS ACCOUNT – discontinued operations
FOR THE PERIOD FROM 1 JULY TO 30 SEPTEMBER 2014 AND FOR 2013, RESPECTIVE

	For 3 months ended 30/09/2014	For 3 months ended 30/09/2013
Discontinued operations		
Revenue from sales of products	230	304
Revenue from sales of goods and materials	-	2
Total revenue from sales	230	306
Cost of manufacture of products sold	230	304
Value of goods and materials sold	-	0
Cost of products, goods and materials sold	230	304
Gross profit (loss) on sales	-	2
Selling expenses	-	-
General and administrative costs	-	-
Other operating revenue	2 841	5
Other operating expenses	577	967
Operating profit (loss)	2 264	(960)
Financial revenue	1	-
Financial expenses	423	1 380
Profit (loss) before tax	1 842	(2 340)
Income tax (deferred)	(789)	2 742
Net profit (loss) from discontinued operations	2 631	(5 082)
Attributable to		
Equity holders of the parent	2 056	(3 128)
Minority shareholders	575	(1 954)



CONSOLIDATED BALANCE SHEET
PREPARED AS AT 30 SEPTEMBER 2014 AND AT 31 DECEMBER 2013

	30/09/2014	31/12/2013
ASSETS		
Non-current assets		
Assets in kind	541 616	559 370
Investment property	33 966	33 868
Intangible assets	8 554	9 134
Goodwill	47 086	47 086
Investments in controlled entities	9 642	11 881
Available-for-sale financial assets (*)	339 458	272 185
Loans granted	30 064	-
Deferred tax assets	911	1 057
Receivables and other long-term assets	192	211
Total non-current assets	1 011 489	934 792
Current assets		
Inventories	397 172	395 809
Trade and other receivables	483 834	366 219
Loans granted	69 543	53 924
Derivative financial instruments	7 234	4 352
Available-for-sale financial assets	12 096	14
Income tax receivables	826	3 772
Other assets	8 479	5 369
Cash and cash equivalents	15 840	36 606
Total current assets	995 024	866 065
Assets destined for sale (**)	31 454	33 171
Total assets	2 037 967	1 834 028

(*) Including as at 30.09.2014 the Boryszew's shares of the value of PLN 47.4 m, which, according to MSR 39, are not subject to stop their recognising according to provisions included in the disposal agreements of these assets. These assets have still been valued in the fair value through the completed revenues

(**) Discontinued operations of HMN Szopienice in liquidation.



CONSOLIDATED BALANCE SHEET
PREPARED AS AT 30 SEPTEMBER 2014 AND AT 31 DECEMBER 2013

	30/09/2014	31/12/2013
EQUITY AND LIABILITIES		
Equity		
Share capital	94 661	94 661
Treasury shares (negative value)	(24 441)	(24 441)
Supplementary capital from the issuance of shares above their face value	28 867	28 867
Capital related to hedge accounting	1 965	(2 528)
Capital for liabilities due to retirement and similar benefits	161	161
Capital due to revaluation of assets	11 871	334
Exchange differences from translation of controlled entities	11 493	10 227
Retained earnings, including:	916 850	851 208
Supplementary capital	78 222	78 222
Net profit of the equity holders of the parent in the current year	64 717	72 737
Equity attributable to equity holders of the parent	1 041 427	958 489
Equity attributable to minority shareholders	117 736	112 664
Total equity	1 159 163	1 071 153
Long-term liabilities and provisions for liabilities		
Loans and bank credit facilities	60 708	54 842
Liabilities on lease	1 058	1 001
Provisions for liabilities due to retirement and similar benefits	3 766	3 868
Provisions for deferred tax	71 598	65 840
Other long-term provisions	683	683
Other liabilities (*)	37 580	-
Other equity and liabilities	4 873	4 862
Total long-term liabilities and provisions	180 266	131 096
Short-term liabilities and provisions for liabilities		
Trade and other liabilities	256 470	193 023
Loans and bank credit facilities	364 433	355 904
Liabilities on lease	56	42
Derivative financial instruments	2 264	6 627
Income tax liabilities	3 462	157
Provisions for liabilities due to retirement and similar benefits	3 177	3 423
Other short-term provisions	7 898	8 307
Other equity and liabilities	363	328
Total short-term liabilities and provisions	638 123	567 811
Total liabilities	818 389	698 907
Liabilities related to held-for-sale assets (**)	60 415	63 968
Total equity and liabilities	2 037 967	1 834 028

(*) Liability in the amount of PLN 37.5 m as at 30.09.2014 concerns a transaction of disposal of assets not to be classified in stopping of their recognising according to MSR 39. The liabilities have been recognized in connection with provisions included in the disposal agreements

(**)Discontinued operations of HMN Szopienice in liquidation.


**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD FROM 1 JANUARY TO 30 SEPTEMBER 2014 AND FOR 2013, RESPECTIVELY**

Capital attributable to equity holders of the parent

	Share capital	Treasury shares (*)	Supplementary capital due to issue of shares above their face value	Capital related to hedge accounting	Capital due to revaluation of assets	Capital for liabilities due to retirement and similar benefits	Exchange differences on translation of foreign operations	Retained earnings	Capitals attributable to minority shareholders	Total
Balance as of 1 January 2014	94 661	(22 441)	28 867	(2 528)	334	161	10 227	851 208	112 664	1 071 153
Comprehensive income for 9 months of 2014	-	-	-	4 493	11 537	-	1 266	64 717	6 184	88 197
Capital from consolidation (change of stake ownership)	-	-	-	-	-	-	-	1 118	(1 112)	6
Dividend payment	-	-	-	-	-	-	-	(193)	-	(193)
As at 30 September 2014	94 661	(24 163)	28 867	1 965	11 871	161	11 493	916 850	117 736	1 159 163

Capital attributable to equity holders of the parent

	Share capital	Treasury shares (*)	Supplementary capital due to issue of shares above their face value	Capital related to hedge accounting	Capital due to revaluation of assets	Capital for liabilities due to retirement and similar benefits	Exchange differences on translation of foreign operations	Retained earnings	Capitals attributable to minority shareholders	Total
Balance as of 1 January 2013	94 661	(22 498)	28 867	325	1 258	-	10 142	775 742	97 829	986 326
Comprehensive income for 2013	-	-	-	(2 853)	(924)	161	36	72 737	12 932	82 089
Acquisition of treasury shares	-	(1 943)	-	-	-	-	-	-	-	(1 943)
Capital from consolidation (change of stake ownership)	-	-	-	-	-	-	49	2 729	2 082	4 860
Dividend payment	-	-	-	-	-	-	-	-	(179)	(179)
As at 31 December 2013	94 661	(24 441)	28 867	(2 518)	334	161	10 227	851 208	112 664	1 071 153

Capital attributable to equity holders of the parent

	Share capital	Treasury shares (*)	Supplementary capital due to issue of shares above their face value	Capital related to hedge accounting	Capital due to revaluation of assets	Capital for liabilities due to retirement and similar benefits	Exchange differences on translation of foreign operations	Retained earnings	Capitals attributable to minority shareholders	Total
Balance as of 1 January 2013	94 661	(22 498)	28 867	325	1 258	-	10 142	775 742	97 829	986 326
Comprehensive income for 9 months of 2013	-	-	-	(2 263)	4 513	-	672	61 313	5 126	69 361
Acquisition of treasury shares	-	(1 665)	-	-	-	-	-	-	-	(1 665)
Dividend payment	-	-	-	-	-	-	-	-	(179)	(179)
As at 30 September 2013	94 661	(24 163)	28 867	(1 938)	5 771	-	10 814	837 055	102 776	1 053 843

(*) Treasury shares in the purchased price, purchased for redemption or further re-sale in the amount of 7 210 000 units as at 30.09.2014 and 31.12.2013 and 7 128 000 units as at 30.09.2013.



CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD FROM 1 JANUARY TO 30 SEPTEMBER 2014 AND FOR 2013, RESPECTIVELY

	For 9 months ended 30/09/2014	For 9 months ended 30/09/2013
Cash flows from operating operations		
Profit (loss) before taxation	78 488	79 548
Amortization	37 793	42 100
Profit / losses on financial operations	6 896	14 713
Dividends from share in the profit	(2 117)	(4 016)
Profit / loss on investing operations	(10 806)	127
Changes in the working capital		
(Increase)/decrease in receivables	(131 785)	(121 035)
(Increase) / decrease in the balance of inventories	(252)	13 628
(Increase)/decrease in the balance of liabilities	94 714	32 253
Provisions and prepayments	(10 733)	630
Other items	1 496	(35)
Cash generated from operating activities	63 694	57 913
Income tax received (paid)	(1 760)	(4 135)
Net cash generated from operating activities	61 934	53 778
Cash flows from investing operations		
Proceeds		
Disposal of tangible fixed assets	5 604	3 014
Sale of financial assets	2 945	1 560
Disposal of bonds	109 351	4 306
Dividend received	2 098	399
Interests received	3 520	3 785
Repayment of originated loans	17 001	-
Other inflows from investing operations	-	791
Payments		
Purchase of tangible fixed assets	(36 666)	(21 378)
Purchase of financial assets	(130 067)	(59 974)
Purchase of bonds	(45 222)	(17 989)
Loans received	(21 752)	(10)
Net cash flows from investing operations	(93 188)	(85 496)
Cash flows from financing operations		
Proceeds		
Credit facilities and loans	160 478	122 201
Other financial proceeds	5 534	-
Payments		
Acquisition of treasury shares	-	(1 665)
Dividends and other payments to owners	(193)	(189)
Repayment of credit and loans	(146 553)	(72 011)
Payments due to financial lease	(35)	(26)
Interests paid	(7 445)	(12 588)
Other financial expenditures	(1 693)	-
Net cash flows from financing operations	10 093	35 722
Total net cash flows	(21 161)	4 004
Impact of exchange rates on balance of cash in foreign currency	508	131
Change of balance in cash and cash equivalents	(20 653)	4 135
Opening balance in cash and cash equivalents, including	36 674	36 753
from continuing operations	36 606	36 211
from discontinuing operations	68	542
Closing balance in cash and cash equivalents, including	16 021	40 888
from continuing operations	15 840	40 709
from discontinuing operations	181	179



CONSOLIDATED STATEMENT OF CASH FLOWS – discontinued operations
FOR THE PERIOD FROM 1 JANUARY TO 30 SEPTEMBER 2014 AND FOR 2013, RESPECTIVELY

Discontinued operations

	For 9 months ended 30/09/2014	For 9 months ended 30/09/2013
Cash flows from operating activities		
Profit (loss) before tax	71	5 570
Adjustments	(8 841)	(8 052)
Net cash generated on operating activities	(8 770)	(2 482)
Cash flows from investing operations		
Proceeds	3 696	2 119
Payments	-	-
Net cash flows from investing operations	3 696	2 119
Net cash generated on financing activities		
Proceeds (*)	5 187	-
Payments	-	-
Net cash flows from financing operations	5 187	-
Change in cash and cash equivalents	113	(363)
Opening balance in cash and cash equivalents, including	68	542
Closing balance in cash and cash equivalents, including	181	179

(*) Including donation from NFOŚiGW in the period ended 30.09.2014.



CONDENSED INTERIM

QUARTERLY REPORT

of Impexmetal S.A.

for the third quarter of 2014



**PROFIT AND LOSS ACCOUNT
FOR THE PERIOD FROM 1 JANUARY TO 30 SEPTEMBER 2014 AND FOR 2013, RESPECTIVELY**

	For 9 months ended 30/09/2014	For 9 months ended 30/09/2013
Continued operations		
Revenue from sales of products	547 682	599 638
Revenue from sales of goods and materials	114 213	102 006
Total revenue from sales	661 895	701 644
Cost of manufacture of products sold	500 072	546 730
Value of goods and materials sold	110 277	96 420
Cost of products, goods and materials sold	610 349	643 158
Profit (loss) from sales	51 546	58 486
Selling expenses	16 636	18 459
General and administrative costs	15 985	17 392
Other operating revenue (*)	18 533	18 292
Other operating expenses	1 718	3 971
Operating profit (loss)	35 740	36 956
Financial revenue	14 330	8 345
Financial expenses	10 840	4 596
Profit (loss) before tax	39 230	40 705
Income tax	4 810	5 799
Net profit (loss) from continued operations	34 420	34 906
Discontinued operations		
Net profit (loss) from discontinued operations	-	-
Net profit (loss)	34 420	34 906
Basic / diluted net profit per ordinary share (in PLN) /weighted numbers of shares	0,18	0,18

(*) Including revenues due to dividend in the amount of PLN 15 096 th. in the period ended on 30.09.2014 and respectively of PLN 11 055 th. in the period ended on 30.09.2013.

**INCOME STATEMENT
FOR THE PERIOD FROM 1 JANUARY TO 30 SEPTEMBER 2014 AND FOR 2013, RESPECTIVELY**

	For 9 months ended 30/09/2014	For 9 months ended 30/09/2013
Net profit (loss)	34 420	34 906
Income in capital to be reclassified to financial result	14 874	2 224
Cash flows hedging instruments	4 120	(2 825)
Adjustment of assets available to sell and other assets	14 243	5 571
Valuation of retirement and similar benefits	-	-
Income deferred tax attributable income in capital	(3 489)	(522)
Income in capital not to be reclassified to financial result	-	-
Income recognized in net capital	14 874	2 224
Total income	49 294	37 130



PROFIT AND LOSS ACCOUNT
FOR THE PERIOD FROM 1 JULY TO 30 SEPTEMBER 2014 AND FOR 2013, RESPECTIVELY

	For 3 months ended 30/09/2014	For 3 months ended 30/09/2013
Continued operations		
Revenue from sales of products	203 936	197 173
Revenue from sales of goods and materials	43 819	38 028
Total revenue from sales	247 755	235 201
Cost of manufacture of products sold	181 925	178 623
Value of goods and materials sold	42 379	36 940
Cost of products, goods and materials sold	224 304	215 563
Profit (loss) from sales	23 451	19 638
Selling expenses	6 082	6 359
General and administrative costs	5 181	6 142
Other operating revenue	854	1 333
Other operating expenses	583	438
Operating profit (loss)	12 459	8 032
Financial revenue	4 480	1 471
Financial expenses	6 177	1 467
Profit (loss) before tax	10 762	8 036
Income tax	2 106	1 646
Net profit (loss) from continued operations	8 656	6 390
Discontinued operations		
Net profit (loss) from discontinued operations	-	-
Net profit (loss)	8 656	6 390
Basic / diluted net profit per ordinary share (in PLN) /weighted numbers of shares	0,04	0.03

INCOME STATEMENT
FOR THE PERIOD FROM 1 JULY TO 30 SEPTEMBER 2014 AND FOR 2013, RESPECTIVELY

	For 3 months ended 30/09/2014	For 3 months ended 30/09/2013
Net profit (loss)	8 656	6 390
Income in capital to be reclassified to financial result	12 332	(12 218)
Cash flows hedging instruments	1 364	(1 318)
Adjustment of assets available to sell and other assets	13 861	(13 766)
Valuation of retirement and similar benefits	-	-
Income deferred tax attributable income in capital	(2 893)	2 866
Income in capital not to be reclassified to financial result	-	-
Income recognized in net capital	12 332	(12 218)
Total imprehensive income	20 988	(5 828)



BALANCE SHEET
PREPARED AS AT 30 SEPTEMBER 2014 AND AT 31 DECEMBER 2013

	30/09/2014	31/12/2013
ASSETS		
Non-current assets		
Assets in kind	276 217	287 788
Investment property	8 011	7 905
Intangible assets	1 456	1 758
Goodwill	2 122	2 122
Investments in controlled entities	334 364	328 827
Available-for-sale financial assets (*)	271 828	229 632
Granted loans	30 064	-
Receivables and other long-term assets	-	4
Total non-current assets	924 062	857 036
Current assets		
Inventories	170 372	192 759
Trade and other receivables	171 319	135 573
Granted loans	69 982	54 328
Derivative financial instruments	2 327	133
Available-for-sale financial assets	12 049	-
Income tax receivables	628	2 930
Other assets	5 179	3 983
Cash and cash equivalents	320	1 443
Total current assets	432 176	391 149
TOTAL ASSETS	1 356 238	1 248 185

(*) Including as at 30.09.2014 the Boryszew's shares of the value of PLN 47.4 m, which, according to MSR 39, are not subject to stop their recognising according to provisions included in the disposal agreements of these assets. These assets have still been valued in the fair value through the completed revenues



BALANCE SHEET
PREPARED AS AT 30 SEPTEMBER 2014 AND AT 31 DECEMBER 2013

	30/09/2014	31/12/2013
EQUITY AND LIABILITIES		
Equity		
Share capital	94 661	94 661
Treasury shares (negative value)	(24 441)	(24 163)
Supplementary capital from the issuance of shares above their face value	28 576	28 576
Capital related to hedge accounting	992	(2 345)
Kapitał z tytułu aktualizacji aktywów dostępnych do sprzedaży	11 247	(290)
Capital for liabilities due to retirement and similar benefits	272	272
Retained earnings, including:	193 560	759 140
Capital reserve	78 222	78 222
Net profit by current year	34 420	34 421
Total equity	904 867	855 573
Long-term liabilities and provisions for liabilities		
Loans and bank credit facilities	59 008	52 967
Debts securities	16 000	16 000
Provisions for liabilities due to retirement and similar benefits	1 617	1 617
Provisions for deferred tax	49 040	43 299
Other liabilities(*)	37 580	-
Other equity and liabilities	461	524
Total long-term liabilities and provisions	163 707	114 407
Short-term liabilities and provisions for liabilities		
Trade and other liabilities	105 952	86 656
Loans and bank credits	165 395	178 504
Derivative financial instruments	190	5 272
Debts securities	9 000	-
Provisions for liabilities due to retirement and similar benefits	1 208	1 442
Other short-term provisions	5 833	6 204
Other equity and liabilities	86	127
Total short-term liabilities and provisions	287 664	278 205
Total liabilities	451 371	392 612
TOTAL EQUITY AND LIABILITIES	1 356 238	1 248 185

(*) Liability in the amount of PLN 37.5 m as at 30.09.2014 concerns a transaction of disposal of assets not to be classified in stopping of their recognising according to MSR 39. The liabilities have been recognized in connection with provisions included in the disposal agreements



**STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD FROM 1 JANUARY TO 30 SEPTEMBER 2013 AND FOR 2012, RESPECTIVELY**

	Share capital	Treasury shares (*)	Supplementary capital due to issue of shares above their face value	Capital related to hedge accounting	Capital due to revaluation of assets	Capital for liabilities due to retirement and similar benefits	Retained earnings	Total equity
As at 1 January 2013	94 661	(24 441)	28 576	(2 345)	(290)	272	759 140	855 573
Comprehensive income for 9 months of 2013	-	-	-	3 337	11 537	-	34 420	49 294
As at 30 September 2013	94 661	(24 441)	28 576	992	11 247	272	793 560	904 867

	Share capital	Treasury shares (*)	Supplementary capital due to issue of shares above their face value	Capital related to hedge accounting	Capital due to revaluation of assets	Capital for liabilities due to retirement and similar benefits	Retained earnings	Total equity
As at 1 January 2012	94 661	(22 498)	28 576	500	634	-	726 719	828 592
Comprehensive income for 12 months of 2012	-	-	-	(2 845)	(924)	272	32 421	28 924
Acquisition of treasury shares	-	(1943)	-	-	-	-	-	(1 943)
As at 31 December 2012	94 661	(24 442)	28 576	(2 345)	(290)	272	759 140	855 573

	Share capital	Treasury shares (*)	Supplementary capital due to issue of shares above their face value	Capital related to hedge accounting	Capital due to revaluation of assets	Capital for liabilities due to retirement and similar benefits	Retained earnings	Total equity
As at 1 January 2012	94 661	(22 498)	28 576	500	634	-	726 719	828 592
Comprehensive income for 9 months of 2012	-	-	-	(2 288)	4 512	-	34 906	37 130
Acquisition of treasury shares	-	(1 665)	-	-	-	-	-	(1 665)
As at 30 September 2012	94 661	(24 163)	28 576	(1 788)	5 146	-	761 625	864 057

(*) Treasury shares in the purchased price, purchased for redemption or further re-sale in the amount of 7 210 000 units as at 30.09.2014 and 31.12.2013 and 7 128 000 units as at 30.09.2013.

In PLN'000 if not stated otherwise



STATEMENT OF CASH FLOWS
FOR THE PERIOD FROM 1 JANUARY TO 30 SEPTEMBER 2014 AND FOR 2013, RESPECTIVELY

	For 9 months ended 30/09/2014	For 9 months ended 30/09/2013
Cash flows from operating operations		
Profit (loss) before taxation	39 230	40 705
Amortization	22 436	23 598
(Positive)/negative net exchange differences	(30)	(789)
Interests from financial liabilities	4 565	3 589
Interests and dividends	(17 955)	(14 694)
Profit / loss on investing operations	(8 465)	(66)
Changes in the working capital		
(Increase)/decrease in receivables	(36 499)	(44 883)
(Increase) / decrease in the balance of inventories	22 387	15 123
(Increase)/decrease in the balance of liabilities	32 541	1 591
Provisions and prepayments	(1 253)	(1 772)
Cash generated from operating activities	56 957	22 402
Income tax received (paid)	(256)	(1 572)
Net cash generated from operating activities	56 701	20 830
Cash flows from investing operations		
Proceeds		
Disposal of tangible fixed assets	916	160
Sale of financial assets	645	1 560
Disposal of bonds	109 351	4 306
Dividends received	14 790	11 055
Interests received and repayment of originated loans	19 662	3 705
Payments		
Purchase of tangible fixed assets	(27 976)	(12 972)
Purchase of financial assets	(130 067)	(59 974)
Loans granted	(21 787)	(240)
Purchase of bonds	(20 222)	(6 212)
Net cash flows from investing operations	(54 688)	(58 612)
Cash flows from investing financing		
Proceeds		
Credits and loans	115 223	85 275
Bonds issue	9 000	-
Payments		
Acquisition of treasury shares	-	(1 665)
Repayment of credit and loans	(122 792)	(43 266)
Interests paid	(4 568)	(3 589)
Net cash flows from financing operations	(3 137)	36 755
Total net cash flows	(1 124)	(1 027)
Impact of exchange rates on balance of cash in foreign currency	1	(7)
Change of balance in cash and cash equivalents	(1 123)	(1 034)
Opening balance in cash and cash equivalents, including	1 443	5 027
Closing balance in cash and cash equivalents, including	320	3 993