

POLISH FINANCIAL SUPERVISION AUTHORITY

Consolidated quarterly report QSr 4/2013

(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 fourth quarter of the **2013** financial year covering the period from **1 October 2013 to 31 December 2013**

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

in: **PLN**

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

in: **PLN**

date of issue: **20 February 2014**

IMPEXMETAL S.A. <small>(full name of the issuer)</small>	
IMPEXMET <small>(short name of the issuer)</small>	IMPEXMET <small>(short name of the issuer)</small>
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525-00-03-551 <small>(Tax Identification Number - NIP)</small>	525-00-03-551 <small>(Tax Identification Number - NIP)</small>

SELECTED FINANCIAL DATA	in PLN'000		in EUR'000	
	1.01. – 31.12.2013	1.01. – 31.12.2012	1.01. – 31.12.2013	1.01. – 31.12.2012
Data for the interim condensed CONSOLIDATED financial statements				
I. Sales revenue	2 728 671	2 596 293	647 986	622 075
II. Operating profit (loss)	78 817	79 112	18 717	18 955
III. Gross profit (loss) before tax	83 548	79 491	19 840	19 046
IV. Net profit (loss) from continuing operations attributable to equity of the parent	69 083	70 207	16 405	16 822
V. Net profit (loss)	95 822	50 631	22 755	12 131
VI. Net profit (loss) attributable to equity of the parent	82 120	56 468	19 501	13 530
VII. Net cash flows from operating activities	139 362	45 410	33 095	10 880
VIII. Net cash flows from investing activities	(196 507)	(5 999)	(46 665)	(1 437)
IX. Net cash flows from financing activities	57 244	(48 789)	13 594	(11 690)
X. Total net cash flows	99	(9 378)	24	(2 247)
XI. Number of shares without treasury shares	192 790 000	193 667 293	192 790 000	193 667 293
XII. Net earnings (loss) / diluted earnings (loss) of the parent per ordinary share (in PLN/EUR)	0.43	0.29	0.10	0.07
XIII. Weighted average numbers of ordinary shares	193 159 397	193 801 912	193 159 397	193 801 912
XIV. Net earnings (loss) / diluted earnings (loss) of the parent per ordinary share /weighted no of shares (in PLN/EUR)	0.43	0.29	0.10	0.07
	31.12.2013	31.12.2012	31.12.2013	31.12.2012
XV. Assets	1 842 156	1 690 164	444 193	413 425
XVI. Non-current liabilities	129 111	71 356	31 132	17 454
XVII. Current liabilities	568 130	567 419	136 991	138 794
XVIII. Equity	1 080 881	986 326	260 629	241 262
XIX. Equity attributable to equity holders of the parent	967 903	888 497	233 387	217 332
XX. Share capital	94 661	94 661	22 825	23 155
XXI. Number of shares without treasury shares: 7 210 000 units as at 31.12.2013 and 6 332 707 units as at 31.12.2012	192 790 000	193 667 293	192 790 000	193 667 293
XXII. Book value / diluted book value per share of the parent (in PLN/EUR)	5.03	4.59	1.21	1.12
data for the interim condensed financial statements				
	1.01. – 31.12.2013	1.01. – 31.12.2012	1.01. – 31.12.2013	1.01. – 31.12.2012
I. Sales revenue	908 275	932 098	215 691	223 332
II. Operating profit (loss)	40 511	64 065	9 620	15 350
III. Gross profit (loss) before tax	43 779	65 980	10 396	15 809
IV. Net profit (loss)	37 421	59 577	8 886	14 275
V. Net cash flows from operating activities	64 767	24 231	15 380	5 806
VI. Net cash flows from investing activities	(162 730)	24 436	(38 644)	5 855
VII. Net cash flows from financing activities	94 419	(45 157)	22 422	(10 820)
VIII. Total net cash flows	(3 544)	3 510	(842)	841
IX. Number of shares without treasury shares	192 790 000	193 667 293	192 790 000	193 667 293
X. Net earnings (loss) / diluted earnings (loss) per share (in PLN/EUR)	0.19	0.31	0.05	0.07
XI. Weighted average numbers of shares without treasury shares	193 159 397	193 801 912	193 159 397	193 801 912
XII. Net earnings (loss) / diluted earnings (loss) per share / weighted average numbers of shares (in PLN/EUR)	0.19	0.31	0.05	0.07
	31.12.2013	31.12.2012	31.12.2013	31.12.2012
XIII. Assets	1 248 185	1 120 023	300 971	273 965
XIV. Non-current liabilities	114 407	56 341	27 587	13 781
XV. Current liabilities	273 205	235 090	65 877	57 505
XVI. Equity	860 573	828 592	207 507	202 679
XVII. Share capital	94 661	94 661	22 825	23 155
XVIII. Number of shares without treasury shares	192 790 000	193 667 293	192 790 000	193 667 293
XIX. Book value / diluted book value per share(in PLN/EUR)	4.46	4.28	1.08	1.05



CONDENSED INTERIM CONSOLIDATED

QUARTERLY REPORT

of Impexmetal Capital Group

for the period from 1 October to 31 December 2013



CONSOLIDATED INCOME STATEMENT
FOR THE PERIOD FROM 1 JANUARY TO 31 DECEMBER 2013 AND FOR 2012, RESPECTIVELY

	For 12 months ended 31/12/2013	For 12 months ended 31/12/2012
Continuing operations		
Revenue from sales of products	2 139 022	2 135 334
Revenue from sales of goods and materials	589 649	460 959
Total revenue from sales	2 728 671	2 596 293
Cost of products sold	2 023 589	1 996 160
Value of goods and materials sold	511 387	417 861
Cost of products, goods and materials sold	2 534 976	2 414 021
Gross profit (loss) on sales	193 695	182 272
Selling expenses	48 862	45 053
General and administrative costs	64 913	67 196
Other operating revenue	25 600	28 689
Other operating expenses	26 703	19 600
Operating profit (loss)	78 817	79 112
Financial revenue	29 201	39 583
Financial expenses	24 470	39 204
Profit (loss) before tax	83 548	79 491
Income tax	8 904	6 408
Net profit (loss) from continuing operations	74 644	73 083
Attributable to:		
Equity holders of the parent	69 083	70 207
Minority shareholders	5 561	2 876
Net profit (loss) from discontinuing operations (*)	21 178	(22 452)
Net profit (loss)	95 822	50 631
Attributable to:		
Equity holders of the parent	82 120	56 468
Minority shareholders	13 702	(5 837)
Net profit (loss) per share attributable to equity holders of the parent (in PLN)	0.43	0.29
Diluted profit (loss) per ordinary share (in PLN)	0.43	0.29
Net profit (loss) from continuing operations per share attributable to equity holders of the parent (in PLN)	0.36	0.36
Diluted profit (loss) from continuing operations per ordinary share (in PLN)	0.36	0.36

(*) In the period of 12 months ended on 31.12.2013 profit includes disposal of assets of HMN Szopienice S.A. in liquidation in the amount of PLN 21 021th. and grant from The National Fund of Environmental Protection and Water Management (NFEP&WM) in the amount of PLN 14 036 th.



**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD FROM 1 JANUARY TO 31 DECEMBER 2013 AND FOR 2012, RESPECTIVELY**

	For 12 months ended 31/12/2013	For 12 months ended 31/12/2012
Net profit (loss)	95 822	50 631
Income in capital to be classified into financial result	(4 010)	358
Exchange differences from translation of foreign entities	38	(2 485)
Measurement of financial instruments	(3 645)	2 331
Revaluation of assets available to sell	(1 140)	782
Revaluation of assets of other assets	-	1 051
Valuation of pension benefits and similar	175	-
Deferred income tax regarding income	562	(1 321)
Income in capital not to be classified into financial result	-	-
Income classified in net capital	(4 010)	358
Total comprehensive income	91 812	50 989
Attributable to:		
Equity holders of the parent	78 566	56 838
Minority shareholders	13 246	(5 849)

**CONSOLIDATED INCOME STATEMENT - discontinued operations
FOR THE PERIOD FROM 1 JANUARY TO 31 DECEMBER 2013 AND FOR 2012, RESPECTIVELY**

	For 12 months ended 31/12/2013	For 12 months ended 31/12/2012
Discontinued operations		
Revenue from sales of products	1 150	1 353
Revenue from sales of goods and materials	26	816
Total revenue from sales	1 176	2 169
Cost of sold products	1 150	1 353
Value of goods and materials sold	5	297
Cost of products, goods and materials sold	1 155	1 650
Gross profit (loss) on sales	21	519
Selling expenses	-	-
General and administrative costs	-	-
Other operating revenue (*)	39 235	5 499
Other operating expenses	8 595	8 119
Operating profit (loss)	30 661	(2 101)
Financial revenue	9	14
Financial costs (**)	7 124	21 025
Profit (loss) before tax	23 546	(23 112)
Income tax	2 368	(660)
Net profit (loss) from discontinued operations	21 178	(22 452)

(*) In 12 months ended on 31.12.2013 the amount of PLN th. 21 021 is classified as profit from disposal of assets of HMN Szopienice S.A. in liquidation and the amount of PLN th. 14.036 as grant from The National Fund of Environmental Protection and Water Management (NFEP&WM).

(**) In 12 months ended on 31.12.2013 interests from liabilities regarding repayment of public aid from the State Treasury in the amount of PLN th. 12 664.



**CONSOLIDATED INCOME STATEMENT
FOR THE PERIOD FROM 1 OCTOBER TO 31 DECEMBER 2013 AND FOR 2012, RESPECTIVELY**

	For 3 months ended 31/12/2013	For 3 months ended 31/12/2012
Continuing operations		
Revenue from sales of products	486 520	531 935
Revenue from sales of goods and materials	126 274	87 075
Total revenue from sales	612 794	619 010
Cost of sold products	491 128	528 205
Value of goods and materials sold	77 578	54 515
Cost of products, goods and materials sold	568 706	582 720
Gross profit (loss) on sales	44 088	36 290
Selling expenses	11 665	11 873
General and administrative costs	17 959	18 399
Other operating revenue	12 097	11 792
Other operating expenses	15 893	10 774
Operating profit (loss)	10 668	7 036
Financial revenue	4 079	4 793
Financial expenses	5 177	4 510
Profit (loss) before tax	9 570	7 319
Income tax	(1 185)	(3 702)
Net profit (loss) from continuing operations	10 755	11 021
Attributable to:		
Equity holders of the parent	9 610	11 208
Minority shareholders	1 145	(187)
Net profit (loss) from discontinued operations(*)g	18 189	(3 721)
Net profit (loss)	28 944	7 300
Attributable to:		
Equity holders of the parent	20 807	8 918
Minority shareholders	8 137	(1 618)
Net profit (loss) per share attributable to equity holders of the parent (in PLN)	0.11	0.05
Diluted profit (loss) per ordinary share (in PLN)	0.11	0.05
Net profit (loss) from continued operations per share attributable to equity holders of the parent (in PLN)	0.05	0.06
Diluted profit (loss) from continuing operations per ordinary share (in PLN)	0.05	0.06

(*) In 3 months period ended on 31.12.2013 the profit includes the amount of PLN th. 21 021 as profit from disposal of assets of HMN Szopienice S.A. in liquidation



**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD FROM 1 OCTOBER TO 31 DECEMBER 2013 AND FOR 2012, RESPECTIVELY**

	For 3 months ended 31/12/2013	For 3 months ended 31/12/2012
Net profit (loss)	28 944	7 300
Income in capital to be classified into financial result	(6 493)	(32)
Exchange differences from translation of foreign entities	(638)	(412)
Measurement of financial instruments	(506)	(1 626)
Revaluation of assets available to sell	(6 711)	782
Revaluation of assets of other assets	-	1 051
Valuation of pension benefits and similar	175	-
Deferred income tax regarding income	1 187	173
Income in capital not to be classified into financial result	-	-
Income classified in net capital	(6 493)	(32)
Total comprehensive income	22 451	7 268
Attributable to:		
Equity holders of the parent	14 331	8 703
Minority shareholders	8 120	(1 435)

**CONSOLIDATED INCOME STATEMENT - discontinued operations
FOR THE PERIOD FROM 1 JANUARY TO 31 DECEMBER 2013 AND FOR 2012, RESPECTIVELY**

	For 3 months ended 31/12/2013	For 3 months ended 31/12/2012
Discontinued operations		
Revenue from sales of products	261	318
Revenue from sales of goods and materials	1	133
Total revenue from sales	262	451
Cost of sold products	261	318
Value of goods and materials sold	0	52
Cost of products, goods and materials sold	261	370
Gross profit (loss) on sales	1	81
Selling expenses	-	-
General and administrative costs	-	-
Other operating revenue (*)	25 063	39
Other operating expenses	5 778	1 326
Operating profit (loss)	19 286	(1 206)
Financial revenue	9	1
Financial costs	1 319	2 558
Profit (loss) before tax	17 976	(3 763)
Income tax	(213)	(42)
Net profit (loss) from discontinued operations	18 189	(3 721)

(*) In 3 months period ended on 31.12.2013 the profit includes the amount of PLN th. 21 021 as profit from disposal of assets of HMN Szopienice S.A. in liquidation.



CONSOLIDATED BALANCE SHEET
PREPARED AS AT 31 DECEMBER 2013 AND 31 DECEMBER 2012, RESPECTIVELY

	<u>31/12/2013</u>	<u>31/12/2012</u>
ASSETS		
Non-current assets		
Tangible fixed assets	559 417	572 219
Investments property	33 868	32 204
Intangible assets	9 134	9 670
Goodwill	47 086	47 086
Investments in controlled entities	11 882	11 900
Available-for-sale financial assets	243 328	135 114
Financial assets held to maturity	13 235	-
Deferred tax assets	1 264	371
Long-term receivables and other non-current assets	210	235
Total non-current assets	919 424	808 799
Current assets		
Inventories	395 994	386 430
Trade and other receivables	369 818	421 382
Granted loans	54 924	-
Derivative financial instruments	4 351	5 464
Available-for-sale financial assets	18 600	303
Financial assets held to maturity	-	-
Income tax receivables	4 596	5 939
Other assets	5 359	5 265
Cash and cash equivalents	36 606	36 211
Total current assets	889 248	860 994
Held-for-sale assets (*)	33 484	20 371
Total assets	1 842 156	1 690 164

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



CONSOLIDATED BALANCE SHEET (cont.)

	<u>31/12/2013</u>	<u>31/12/2012</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	94 661	94 661
Treasury shares (negative value)	(24 441)	(22 498)
Supplementary capital due to issue of shares above their face value	28 867	28 867
Capital related to hedge accounting	(2 528)	325
Capital due to assets revaluation	334	1 258
Capital due to valuation of retirement and similar benefits	187	-
Exchange differences on translation of controlled entities	10 227	10 142
Retained earnings, including:	860 596	775 742
Net profit of the equity holders of the parent in the current year	82 120	56 468
Equity attributable to equity holders of the parent	967 903	888 497
Equity attributable to minority shareholders	112 978	97 829
Total equity	1 080 881	986 326
Long-term liabilities and provisions for liabilities		
Loans and bank credit facilities	54 846	2 896
Liabilities due to lease	201	246
Provisions on liabilities due to retirement and similar benefits	3 868	4 515
Deferred tax provisions	65 492	60 516
Other long-term provisions	683	683
Other liabilities	4 021	2 500
Total long-term liabilities and provisions	129 111	71 356
Short-term liabilities and provisions for liabilities		
Trade and others liabilities	193 412	217 627
Loans and bank credits facilities	355 900	337 161
Lease liabilities	42	34
Derivative financial instruments	6 626	4 474
Income tax liabilities	158	106
Provisions due to retirement and similar benefits	3 423	3 028
Other short-term provisions	3 359	4 324
Other liabilities	5 210	665
Total short-term liabilities and provisions	568 130	567 419
Total liabilities	697 241	638 775
Liabilities related to held-for-sale assets (*)	64 034	65 063
Total equity and liabilities	1 842 156	1 690 164

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


**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
 FOR THE PERIOD FROM 1 JANUARY TO 31 DECEMBER 2013 AND FOR 2012, 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 assets revaluation	Capital due to valuation of retirement and similar benefits	Exchange differences on translation of foreign operations	Retained profits	Capitals attributable to minority shareholders	Total
As at 1 January 2013	94 661	(22 498)	28 867	325	1 258	-	10 142	775 742	97 829	986 326
2013 comprehensive income	-	-	-	(2 853)	(924)	187	36	82 120	13 246	91 812
Treasury shares buy-back	-	(1 943)	-	-	-	-	-	-	-	(1 943)
Capital from consolidation (change of stakes' structure)	-	-	-	-	-	-	49	2 734	2 082	4 865
Dividend payment	-	-	-	-	-	-	-	-	(179)	(179)
As at 31 December 2013	94 661	(24 441)	28 867	(2 528)	334	187	10 227	860 596	112 978	1 080 881

	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 assets revaluation	Capital due to valuation of retirement and similar benefits	Exchange differences on translation of foreign operations	Retained profits	Capitals attributable to minority shareholders	Total
As at 1 January 2012	94 661	(21 360)	28 867	(1 577)	-	-	12 358	730 455	100 509	943 913
2012 comprehensive income	-	-	-	1 580	1 258	-	(2 468)	56 468	(5 849)	50 989
Treasury shares buy-back	-	(1 138)	-	-	-	-	-	-	-	(1 138)
Capital from consolidation (change of stakes' structure)	-	-	-	322	-	-	252	(838)	(6 718)	(6 982)
Dividend payment	-	-	-	-	-	-	-	-	(456)	(456)
Other (**)	-	-	-	-	-	-	-	(10 343)	10 343	-
As at 31 December 2012	94 661	(22 498)	28 867	325	1 258	-	10 142	775 742	97 829	986 326

(*) Treasury shares in the purchased price, purchased for redemption or further re-sale in the amount of 7 210 000 units as at 31.12.2013 and 6 332 707 units as at 31.12.2012.

(**)Change of retained profits in 12 months ended 31.12.2012 in the amount of PLN th. (10 343) and capitals attributable to minority shareholders in the amount of PLN th. 10 343 concerns liabilities to the State Treasury of the subsidiary HMN Szopienice S.A. in liquidation due to the refund of the public aid and attributing them to the minority stakes



CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD FROM 1 JANUARY TO 31 DECEMBER 2013 AND FOR 2012, RESPECTIVELY

	For 12 months ended 31/12/2013	For 12 months ended 31/12/2012
Cash flows from operating activities		
Profit (loss) before tax	107 094	56 379
Amortization/depreciation	52 173	57 867
(Positive)/negative net exchange differences	(424)	1 562
Interests from financial liabilities	15 196	22 354
Interest and dividends	(5 144)	(7 635)
Profit / loss on investing operations	(20 356)	(11 637)
Changes in the working capital		
Increase (decrease) in receivables	50 043	(39 124)
Increase (decrease) in the balance of inventories	(9 380)	(21 203)
Increase (decrease) in the balance of liabilities	(44 075)	(11 890)
Provisions and prepayments/accruals	4 955	2 749
Other	(4 830)	343
Cash generated on operating activities	145 252	49 765
Income tax received / (paid)	(5 890)	(4 355)
Net cash flow from operating activities	139 362	45 410
Cash flows from investing activities		
Proceeds		
Proceeds from disposal of tangible fixed assets	23 647	5 375
Sale of financial assets	11 621	43 611
Interest received and repayment of originated loans	5 295	6 304
Dividends received	399	600
Disposal of bonds	4 306	23 500
Other inflows for investing activities	-	5 692
Payments		
Purchase of tangible fixed assets	(29 980)	(26 629)
Purchase of financial assets	(117 753)	(44 410)
Granted loans	(54 853)	-
Purchase of bonds	(39 189)	(20 042)
Net cash flow from investing activities	(196 507)	(5 999)
Cash flows from financing activities		
Proceeds		
Credits and loans	158 871	91 333
Other financial proceeds	1 316	42
Payments		
Acquisition of treasury shares	(1 943)	(1 138)
Dividends and other payments to minority shareholders	(179)	(456)
Repayment of credits facilities and loans	(85 811)	(115 675)
Payments of finance lease liabilities	(36)	(96)
Interest paid	(14 974)	(22 530)
Other financial payments	-	(269)
Net cash flow from financing activities	57 244	(48 789)
Total net cash flow	99	(9 378)
Effect of exchange rate fluctuations on the balance of cash in foreign currencies	(178)	(1 071)
Change in cash and cash equivalents	(79)	(10 449)
Opening balance of cash and cash equivalents, including:	36 753	46 223
- from continuing operations	36 211	44 942
- from discontinued operations	542	1 281
Opening balance of cash of purchased/disposed entities, including:	-	979
Closing balance of cash and cash equivalents, including:	36 674	36 753
- from continuing operations	36 606	36 211
- from discontinued operations	68	542



(*) In 12 months period ended on 31.12.2013 the profit includes the amount of PLN th. 21 021 as profit from disposal of assets of HMN Szopienice S.A. in liquidation.

**CONSOLIDATED STATEMENT OF CASH FLOWS - discontinued operations
FOR THE PERIOD FROM 1 JANUARY TO 31 December 2013 AND FOR 2012, RESPECTIVELY**

Discontinued operations	For 12 months ended 31/12/2013	For 12 months ended 31/12/2012
Cash flows from operating activities		
Profit (loss) before tax	23 546	(23 112)
Adjustments	(36 003)	18 363
Net cash flow from operating activities	(12 457)	(4 749)
Cash flows from investing activities		
Proceeds (*)	21 021	6 267
Payments	-	-
Net cash flow from investing activities	21 021	6 267
Cash flows from financing activities		
Proceeds	-	555
Payments	(9 038)	(2 812)
Net cash flow from financing activities	(9 038)	(2 257)
Change in cash and cash equivalents	(474)	(739)
Opening balance of cash and cash equivalents	542	1 281
Closing balance of cash and cash equivalents	68	542

(*) In 12 months period ended on 31.12.2013 the profit includes the amount of PLN th. 21 021 as profit from disposal of assets of HMN Szopienice S.A. in liquidation.

The financial statement was signed in the seat of the entity on 20 February 2014.

Signatures:

Małgorzata Iwanejko

President of the Management Board

Agata Kęszczyk - Grabowska

Chief Accountant



CONDENSED INTERIM

QUARTERLY REPORT

OF IMPEXMETAL S.A.

**FOR THE PERIOD FROM 1 OCTOBER TO 31
DECEMBER 2013**



INCOME STATEMENT
FOR THE PERIOD FROM 1 JANUARY TO 31 DECEMBER 2013 AND FOR 2012, RESPECTIVELY

	For 12 months ended 31/12/2013	For 12 months ended 31/12/2012
Continuing operations		
Sales revenue	908 275	932 098
Cost of products, goods and materials sold	832 275	869 004
Gross profit (loss) on sales	76 000	63 094
Selling expenses	23 836	24 075
General and administrative costs	24 466	23 648
Other operating revenue (*)	19 433	52 124
Other operating expenses	6 620	3 430
Operating profit (loss)	40 511	64 065
Financial revenue	11 917	15 135
Financial expenses	8 649	13 220
Profit (loss) before tax	43 779	65 980
Income tax	6 358	6 403
Net profit (loss) from continuing operations	37 421	59 577
Discontinued operations		
Net profit (loss) from discontinued operations	-	-
Net profit (loss)	37 421	59 577
Basic / diluted net profit (loss) per share / weighted number of shares (in PLN)	0.19	0.31

(*) Including revenue due to dividends in the amount of PLN th. 11 055 in the period ended 31.12.2013 and respectively the amount of PLN th. 47 979 in the period ended 31.12.2012.

STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD FROM 1 OCTOBER TO 31 DECEMBER 2013 AND FOR 2012, RESPECTIVELY

	For 12 months ended 31/12/2013	For 12 months ended 31/12/2012
Net profit (loss)	37 421	59 577
Income in capital to be classified into financial result	(3 497)	3 310
Measurement of financial instruments	(3 512)	3 304
Revaluation of assets available to sell and other assets	(1 140)	782
Valuation of pension benefits and similar	336	-
Deferred income tax regarding income in capital	819	(776)
Income in capital not to be classified into financial result	-	-
Income classified in net capital	(3 497)	3 310
Total comprehensive income	33 924	62 887

Figures in PLN '000 unless stated otherwise



**INCOME STATEMENT
FOR THE PERIOD FROM 1 OCTOBER TO 31 DECEMBER 2013 AND FOR 2012, RESPECTIVELY**

	For 3 months ended 31/12/2013	For 3 months ended 31/12/2012
Continuing operations		
Sales revenue	206 631	225 083
Cost of products, goods and materials sold	189 117	209 846
Gross profit (loss) on sales	17 514	15 237
Selling expenses	5 377	6 054
General and administrative costs	7 074	7 520
Other operating revenue	1 141	442
Other operating expenses	2 649	1 180
Operating profit (loss)	3 555	925
Financial revenue	3 572	5 547
Financial expenses	4 053	4 425
Profit (loss) before tax	3 074	2 047
Income tax	559	3 836
Net profit (loss) from continuing operations	2 515	(1 789)
Discontinued operations		
Net profit (loss) from discontinued operations	-	-
Net profit (loss)	2 515	(1 789)
Basic / diluted net profit (loss) per share / weighted number of shares (in PLN)	0.01	(0.01)

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD FROM 1 OCTOBER TO 31 DECEMBER 2013 AND FOR 2012, RESPECTIVELY**

	For 3 months ended 31/12/2013	For 3 months ended 31/12/2012
Net profit (loss)	2 515	(1 789)
Income in capital to be classified into financial result		
Measurement of financial instruments	(5 721)	(447)
Revaluation of assets available to sell and other assets	(687)	(1 334)
Valuation of pension benefits and similar	(6 711)	782
Deferred income tax regarding income in capital	336	-
Income in capital not to be classified into financial result	1 341	105
Income classified in net capital	-	-
Total comprehensive income	(5 721)	(447)
Net profit (loss)	(3 206)	(2 236)



BALANCE SHEET
PREPARED AS AT 31 DECEMBER 2013 AND 31 DECEMBER 2012, RESPECTIVELY

	31/12/2013	31/12/2012
ASSETS		
Non-current assets		
Tangible fixed assets	286 788	287 979
Investments property	7 905	7 905
Intangible assets	1 758	1 975
Goodwill	2 122	2 122
Investments in controlled entities	328 827	328 370
Available-for-sale financial assets	229 632	127 618
Financial assets held to maturity	-	-
Granted loans	-	-
Long-term receivables and other non-current assets	4	22
Total non-current assets	857 036	755 991
Current assets		
Inventories	192 759	180 920
Trade and other receivables	135 573	172 481
Granted loans	54 328	583
Derivative financial instruments	133	747
Available-for-sale financial assets	-	298
Financial assets held to maturity	-	-
Income tax receivables	2 930	631
Other assets	3 983	3 345
Cash and cash equivalents	1 443	5 027
Total current assets	391 149	364 032
TOTAL ASSETS	1 248 185	1 120 023



BALANCE SHEET (cont.)

	31/12/2013	31/12/2012
EQUITY AND LIABILITIES		
Equity		
Share capital	94 661	94 661
Treasury shares (negative value)	(24 441)	(22 498)
Supplementary capital due to issue of shares above their face value	28 576	28 576
Capital related to hedge accounting	(2 345)	500
Capital due to assets revaluation available to sell	(290)	634
Capital due to valuation of retirement and similar benefits	272	-
Retained earnings, including:	764 140	726 719
Net profit of the equity holders of the parent in the current year	37 421	59 577
Total equity	860 573	828 592
Long-term liabilities and provisions for liabilities		
Loans and bank credit facilities	52 967	-
Debt securities	16 000	16 000
Provisions on liabilities due to retirement and similar benefits	1 617	1 922
Deferred tax provisions	43 299	37 760
Other long-term provisions	-	-
Liabilities due to lease	-	-
Other liabilities	524	659
Total long-term liabilities and provisions for liabilities	114 407	56 341
Short-term liabilities and provisions for liabilities		
Trade and others liabilities	86 656	98 267
Liabilities due to lease	-	-
Loans and bank credits	178 504	130 757
Debt securities	-	-
Derivative financial instruments	5 272	3 076
Liabilities due to retirement and similar benefits	1 442	1 320
Other provisions	1 204	1 491
Income tax liabilities	-	-
Other liabilities	127	179
Total short-term liabilities and provisions	273 205	235 090
Total liabilities	387 612	291 431
TOTAL EQUITY AND LIABILITIES	1 248 185	1 120 023



**STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD FROM 1 JANUARY TO 31 DECEMBER 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 assets revaluation available to sell	Capital due to valuation of retirement and similar benefits	Retained profits	Total equity
As at 1 January 2013	94 661	(22 498)	28 576	500	634	-	726 719	828 592
Total revenue for 12 months 2013	-	-	-	(2 845)	(924)	272	37 421	33 924
Acquisition of treasury shares	-	(1 943)	-	-	-	-	-	(1 943)
As at 31 December 2013	94 661	(24 441)	28 576	(2 345)	(290)	272	764 140	860 573

	Share capital)	Treasury shares (*)	Supplementary capital due to issue of shares above their face value	Capital related to hedge accounting	Capital due to assets revaluation available to sell	Capital due to valuation of retirement and similar benefits	Retained profits	Total equity
As at 1 January 2012	94 661	(21 360)	28 576	(2 176)	-	-	667 142	766 843
Total revenue for 12 months 2012	-	-	-	2 676	634	-	59 577	62 887
Acquisition of treasury shares	-	(1 138)	-	-	-	-	-	(1 138)
As at 31 December 2012	94 661	(22 498)	28 576	500	634	-	726 719	828 592

(*) Treasury shares in the purchased price, purchased for redemption or further re-sale in the amount of 7 210 000 units as at 31.12.2013 and 6 332 707 units as at 31.12.2012.



STATEMENT OF CASH FLOWS
FOR THE PERIOD FROM 1 JANUARY TO 31 DECEMBER 2013 AND FOR 2012, RESPECTIVELY

	For 12 months ended 31/12/2013	For 12 months ended 31/12/2012
Cash flows from operating activities		
Profit (loss) before tax	43 779	65 980
Amortization/depreciation	31 660	32 052
(Positive)/negative net exchange differences	(172)	891
Interests from financial liabilities	5 173	8 755
Interest and dividends	(15 736)	(55 142)
Profit / loss on investing operations	687	(1 834)
Changes in the working capital		
Increase (decrease) in receivables	33 148	(9 319)
Increase (decrease) in the balance of inventories	(11 839)	(2 281)
Increase (decrease) in the balance of liabilities	(18 479)	(15 922)
Provisions and prepayments/accruals	(1 155)	(373)
Cash generated on operating activities	67 066	22 807
Income tax received / (paid)	(2 299)	1 424
Net cash flow from operating activities	64 767	24 231
Cash flows from investing activities		
Proceeds		
Disposal of tangible fixed assets	251	1 978
Disposal of financial assets	11 621	37 079
Dividends received	11 055	28 554
Interest received and repayment of loans	5 488	6 407
Disposal of bonds	4 306	23 500
Payments		
Purchase of tangible fixed assets	(15 998)	(8 206)
Purchase of financial assets	(118 158)	(44 270)
Granted loans	(55 083)	(564)
Purchase of bonds	(6 212)	(20 042)
Net cash flows from investing activities	(162 730)	24 436
Cash flows from financing activities		
Proceeds		
Credits and loans	143 707	41 228
Other financial proceeds	-	40
Payments		
Acquisition of treasury shares	(1 943)	(1 138)
Repayment of credits and loans	(42 172)	(74 451)
Repayment of debt securities	-	(2 081)
Interests paid	(5 173)	(8 755)
Net cash flows from financial activities	94 419	(45 157)
Totalnet cash flows	(3 544)	3 510
Effect of exchange rate fluctuation on the balance of cash in foreign currency	(40)	1
Change in cash and cash equivalents	(3 584)	3 511
Opening balance of cash and cash equivalents	5 027	1 516
Closing balance of cash and cash equivalents	1 443	5 027



The financial statement was signed in the seat of the entity on 20 February 2014.

Signatures:

Małgorzata Iwanejko	President of the Management Board	_____
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Agata Kęszczyk - Grabowska	Chief Accountant	_____
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