

## CONSOLIDATED BALANCE SHEET

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

	31.03.2017	31.12.2016 (restated)	31.03.2016 (restated)
Tangible fixed assets	233 861	232 681	208 523
Investment real estate	3 556	3 556	3 556
Intangible assets	16 452	16 726	13 825
Financial assets	7	7	1 631
Deferred income tax assets	8 933	9 314	8 857
Long-term active prepayments and accrued	34	110	23
<b>Total fixed assets</b>	<b>262 843</b>	<b>262 394</b>	<b>236 415</b>
Stocks	148 403	141 440	121 548
Trade accounts receivable	154 571	136 605	135 369
Other short-term accounts receivable	24 444	20 922	14 179
Income tax assets	1 517	1 488	824
Active prepayments and accrued income	6 502	3 513	4 660
Financial assets	4 030	1 842	1 829
Cash and cash equivalents	250 188	248 973	167 409
<b>Total current assets</b>	<b>589 655</b>	<b>554 783</b>	<b>445 818</b>
<b>TOTAL ASSETS</b>	<b>852 498</b>	<b>817 177</b>	<b>682 233</b>
Share capital	5 376	5 376	5 376
Capital from the valuation of warrants	6 557	5 942	4 098
Reserve funds	318 216	314 930	239 698
Revaluation capital reserve	73 981	73 987	74 245
Capital reserves	2 048	2 048	2 048
Retained profit	112 518	91 772	108 759
Foreign exchange differences from	-3 577	-4 261	-6 533
<b>Equity attributable to shareholders of the</b>	<b>515 119</b>	<b>489 794</b>	<b>427 691</b>
Non-controlling interest	1 802	1 744	1 743
<b>Total equity</b>	<b>516 921</b>	<b>491 538</b>	<b>429 434</b>
Credits and debt securities	8 825	7 732	10 643
Provisions	17 731	17 224	19 112
Income from future periods	6 907	7 363	7 565
Deferred tax provision	442	508	373
Other liabilities	81	96	128
<b>Total long-term liabilities</b>	<b>33 986</b>	<b>32 923</b>	<b>37 821</b>
Credits and debt securities	161 622	162 552	102 198
Trade liabilities	84 786	79 011	66 098
Financial liabilities	1 857	3 004	855
Other short-term liabilities	27 017	23 559	24 951
Income tax liabilities	3 300	1 501	1 778
Income from future periods	430	316	425
Provisions	22 579	22 773	18 673
<b>Total short-term liabilities</b>	<b>301 591</b>	<b>292 716</b>	<b>214 978</b>
<b>TOTAL LIABILITIES</b>	<b>852 498</b>	<b>817 177</b>	<b>682 233</b>

## CONSOLIDATED PROFIT AND LOSS ACCOUNT

in thousand PLN

	01.01.2017 31.03.2017	01.01.2016 31.03.2016 (restated)
Sales revenue	241 482	219 334
Cost of sales	182 628	166 070
<b>Gross profit on sales</b>	<b>58 854</b>	<b>53 264</b>
Selling cost	7 083	6 194
General and administrative expenses	23 033	21 688
<b>Core business result</b>	<b>28 738</b>	<b>25 382</b>
Other operating income	1 366	2 300
Other operating expenses	217	523
<b>Operating result</b>	<b>29 887</b>	<b>27 159</b>
Financial income	4 179	1 079
Financial expenses	1 785	2 307
<b>Pre-tax profit</b>	<b>32 281</b>	<b>25 931</b>
Income tax	8 161	6 485
<i>current</i>	7 844	6 614
<i>deferred</i>	317	-129
<b>Net profit</b>	<b>24 120</b>	<b>19 446</b>
<i>attributable to shareholders of the Parent Entity</i>	<i>24 068</i>	<i>19 250</i>
<i>attributable to non-controlling interest</i>	<i>52</i>	<i>196</i>
Weighted-average number of shares	26 881 922	26 881 922
Earnings per share	0,90	0,72
Weighted-average diluted number of shares	27 957 194	27 957 194
Diluted earnings per share	0,86	0,69
Revenue from sales of products	222 710	204 259
Revenue from sales of goods and materials	17 031	12 339
Other revenues	1 741	2 736
<b>Total sales revenue including</b>	<b>241 482</b>	<b>219 334</b>
<i>of which</i>		
<i>revenue generated locally</i>	<i>77 083</i>	<i>64 473</i>
<i>revenues from foreign contractors</i>	<i>164 399</i>	<i>154 861</i>

## CONSOLIDATED CASH FLOW STATEMENT

in thousand PLN

	For the period from 01.01 to 31.03	
	2017	2016 (restated)
<b>Net profit</b>	24 068	19 250
<b>Total adjustments:</b>	-5 839	-18 724
– Profit attributable to the non-controlling shareholders	52	196
– Depreciation	8 969	8 489
– Net foreign exchange (gains) losses	-3 001	315
– Net interest and dividends	485	234
– Income tax on profit before taxation	7 844	6 614
– (Gains) losses from investing activities	-84	-286
– Change in provisions	247	1 026
– Change in stocks	-6 963	3 568
– Change in accounts receivable	-16 539	-25 593
– Change in liabilities	9 967	3 007
– Change in active prepayments and accrued income	-2 874	-3 377
– Other adjustments	2 088	812
– Income tax paid	-3 830	-13 729
<b>Net cash from operating activities</b>	<b>20 429</b>	<b>526</b>
Income from sales of tangible and intangible fixed assets	487	2 478
Acquisition of tangible and intangible fixed assets	-13 323	-14 050
Income from financial assets	12	48
Other	-5 793	-3 849
<b>Net cash from investing activities</b>	<b>-18 617</b>	<b>-15 373</b>
Change in credit status	147	8 141
Exchange differences	-19	-262
Interest paid	-484	-232
Dividend paid to shareholders	0	0
Other	-155	-32
<b>Net cash from financing activities</b>	<b>-511</b>	<b>7 615</b>
<b>Change in cash</b>	<b>1 301</b>	<b>-7 232</b>
Change in cash resulting from foreign exchange differences	-86	-28
Cash at beginning of period	248 973	174 669
Change in net cash	1 215	-7 260
<b>Cash at end of period</b>	<b>250 188</b>	<b>167 409</b>
<i>including restricted cash</i>	0	19

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

	31.03.2017	31.12.2016 (restated)	31.03.2016 (restated)
Tangible fixed assets	151 443	149 799	150 078
Investment real estate	109	109	109
Intangible assets	10 123	10 359	12 597
Financial assets	114 659	103 880	76 636
Deferred income tax assets	2 382	2 907	2 853
Long-term active prepayments and accrued income	34	43	23
<b>Total fixed assets</b>	<b>278 750</b>	<b>267 097</b>	<b>242 296</b>
Stocks	75 624	75 003	66 924
Trade accounts receivable	128 957	113 102	122 430
Other short-term accounts receivable	13 813	9 604	5 843
Active prepayments and accrued income	2 651	1 005	2 070
Financial assets	23 619	22 445	14 834
Cash and cash equivalents	239 453	235 794	152 273
<b>Total current assets</b>	<b>484 117</b>	<b>456 953</b>	<b>364 374</b>
<b>TOTAL ASSETS</b>	<b>762 867</b>	<b>724 050</b>	<b>606 670</b>
Share capital	5 376	5 376	5 376
Reserve funds	292 082	292 074	222 834
Revaluation capital reserve	69 687	69 695	69 916
Capital from the valuation of warrants	6 557	5 942	4 098
Retained profit	153 561	120 274	120 868
<b>Total shareholders' equity</b>	<b>527 263</b>	<b>493 361</b>	<b>423 092</b>
Provisions	13 209	13 285	14 718
Income from future periods	254	310	538
<b>Total long-term liabilities</b>	<b>13 463</b>	<b>13 595</b>	<b>15 256</b>
Credits and debt securities	137 582	138 735	91 904
Trade liabilities	57 923	55 020	51 501
Financial liabilities	139	1 199	739
Other short-term liabilities	9 802	8 139	9 918
Income tax liabilities	3 142	1 130	1 700
Income from future periods	284	311	376
Provisions	13 269	12 560	12 184
<b>Total short-term liabilities</b>	<b>222 141</b>	<b>217 094</b>	<b>168 322</b>
<b>TOTAL LIABILITIES</b>	<b>762 867</b>	<b>724 050</b>	<b>606 670</b>

## PROFIT AND LOSS ACCOUNT OF SANOK RC SA

in thousand PLN

	01.01.2017 31.03.2017	01.01.2016 31.03.2016 (restated)
Sales revenue	180 763	163 805
Cost of sales	135 330	121 996
<b>Gross profit on sales</b>	<b>45 433</b>	<b>41 809</b>
Selling cost	2 083	2 054
General and administrative expenses	10 088	9 332
<b>Core business result</b>	<b>33 262</b>	<b>30 423</b>
Other operating income	1 116	914
Other operating expenses	183	233
<b>Operating result</b>	<b>34 195</b>	<b>31 104</b>
Financial income	8 128	1 376
Financial expenses	961	1 422
<b>Pre-tax profit</b>	<b>41 362</b>	<b>31 058</b>
Income tax	8 075	6 091
<i>current</i>	7 550	6 296
<i>deferred</i>	525	-205
<b>Net profit</b>	<b>33 287</b>	<b>24 967</b>
Weighted-average number of shares	26 881 922	26 881 922
Earnings per share	1,24	0,93
Weighted-average diluted number of	27 957 194	27 957 194
Diluted earnings per share	1,19	0,89
Revenue from sales of products	175 760	160 288
Revenue from sales of goods and	3 778	1 679
Other revenues	1 225	1 838
<b>Total sales revenue including</b>	<b>180 763</b>	<b>163 805</b>
<i>of which</i>		
<i>revenue generated locally</i>	64 223	54 222
<i>revenues from foreign contractors</i>	116 540	109 583

**CASH FLOW STATEMENT OF SANOK RC SA**

in thousand PLN

	For the period from 01.01 to 31.03	
	2017	2016 (restated)
<b>Net profit</b>	33 287	24 967
<b>Total adjustments:</b>	-4 479	-9 999
- Depreciation	7 015	6 904
- Net foreign exchange (gains) losses	909	285
- Net interest and dividends	-1 800	105
- Income tax on profit before taxation	7 550	6 296
- (Gains) losses from investing activities	-47	-260
- Change in provisions	634	72
- Change in stocks	-621	1 748
- Change in accounts receivable	-19 394	-21 058
- Change in liabilities	5 159	10 945
- Change in active prepayments and accrued income	-1 195	-2 144
- Other adjustments	650	499
- Income tax paid	-3 339	-13 390
<b>Net cash from operating activities</b>	<b>28 808</b>	<b>14 968</b>
Income from sales of tangible and intangible fixed assets	202	2 322
Income from financial assets (dividends)	1 271	0
Income from repayment of loans	0	0
Income from repayment of interest on loans	629	0
Other investing cash inflow	13	462
Acquisition of tangible and intangible fixed assets	-8 614	-8 225
Outflows for financial assets	-13 818	-19 132
Other	-3 464	-3 521
<b>Net cash from investing activities</b>	<b>-23 781</b>	<b>-28 094</b>
Proceeds from credits taken	0	4 500
Exchange differences	-19	-262
Repayment of credits	-1 153	0
Interest paid	-191	-105
Dividend paid to shareholders	0	0
<b>Net cash from financing activities</b>	<b>-1 363</b>	<b>4 133</b>
<b>Change in cash</b>	<b>3 664</b>	<b>-8 993</b>
Change in cash resulting from foreign exchange differences	-5	1
Cash at beginning of period	235 794	161 265
Change in net cash	3 659	-8 992
<b>Cash at end of period</b>	<b>239 453</b>	<b>152 273</b>