

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

	30.09.2019	31.12.2018	30.09.2018
Tangible fixed assets	418 833	339 534	312 429
Investment real estate	3 558	3 558	3 516
Intangible assets	13 383	14 878	14 754
Other long-term accounts receivable	1 509	1 368	1 115
Financial assets	7	7	7
Deferred income tax assets	20 287	10 329	10 388
Long-term active prepayments and accrued income	6 752	5 755	561
Total fixed assets	464 329	375 429	342 770
Stocks	197 724	199 098	202 354
Trade accounts receivable	173 414	160 213	168 634
Other short-term accounts receivable	17 809	14 343	9 071
Income tax assets	1 580	2 792	1 771
Active prepayments and accrued income	5 184	2 250	4 204
Financial assets	1 392	59 112	46 761
Cash and cash equivalents	80 315	86 525	94 433
Total current assets	477 418	524 333	527 228
TOTAL ASSETS	941 747	899 762	869 998
Share capital	5 376	5 376	5 376
Capital from the valuation of warrants	6 291	6 291	6 291
Reserve funds	425 630	371 431	371 287
Capital reserves	1 062	2 048	2 048
Retained profit	-45 699	45	-10 166
Revaluation capital reserve	67 528	73 654	73 790
Foreign exchange differences from calculation	-7 134	-7 407	-7 709
Equity attributable to shareholders of the Parent	453 054	451 438	440 917
Non-controlling interest	800	1 288	1 206
Total equity	453 854	452 726	442 123
Credits and debt securities	58 496	7 067	7 787
Provisions	17 633	17 203	16 147
Income from future periods	5 734	5 550	5 630
Deferred tax provision	377	400	414
Financial liabilities	35 300	651	727
Other liabilities	0	70	80
Total long-term liabilities	117 540	30 941	30 785
Credits and debt securities	201 774	259 959	240 723
Trade liabilities	102 370	91 406	95 748
Financial liabilities	6 514	2 877	2 184
Other short-term liabilities	23 482	27 094	24 370
Income tax liabilities	401	76	410
Liabilities related to the contract	5 792	8 274	1 144
Income from future periods	3 565	1 219	1 036
Provisions	26 455	25 190	31 475
Total short-term liabilities	370 353	416 095	397 090
TOTAL LIABILITIES	941 747	899 762	869 998

CONSOLIDATED PROFIT AND LOSS ACCOUNT

in thousand PLN

	01.07.2019- 30.09.2019	01.01.2019- 30.09.2019	01.07.2018- 30.09.2018	01.01.2018- 30.09.2018
Sales revenue	265 208	804 884	254 759	762 318
Cost of sales	221 808	668 268	196 391	591 263
Gross profit on sales	43 400	136 616	58 368	171 055
Selling cost	8 637	24 994	8 538	24 759
General and administrative expenses	26 687	83 195	28 889	81 896
Core business result	8 076	28 427	20 941	64 400
Other operating income	482	3 729	3 415	6 912
Other operating expenses	443	2 139	227	1 135
Loss (profit) due to impairment (reversal of losses) of trade receivables and other receivables	-802	11	285	287
Operating result	7 313	30 028	24 414	70 464
Interest income	286	1 352	462	2 397
Other financial income	1 147	2 314	-1 405	779
Financial expenses	2 724	5 186	-266	2 997
Pre-tax profit	6 022	28 508	23 737	70 643
Income tax	-2 418	-6 865	5 166	16 984
<i>current</i>	1 222	2 920	4 773	16 923
<i>deferred</i>	196	771		
<i>deferred (activities in Polish Investment Zone)</i>	-3 836	-10 556	393	61
Net profit	8 440	35 373	18 571	53 659
<i>attributable to shareholders of the Parent Entity</i>	8 325	35 017	18 507	53 400
<i>attributable to non-controlling interest</i>	115	356	64	259
Weighted-average number of shares		26 881 922		26 881 922
Earnings per share		1,30		1,99
Weighted-average diluted number of shares		27 509 164		27 509 164
Diluted earnings per share		1,27		1,94

CONSOLIDATED CASH FLOW STATEMENT

in thousand PLN

	For the period from 01.01 to 30.09	
	2019	2018
Net profit	35 017	53 400
Total adjustments:	21 032	-8 265
– Profit attributable to the non-controlling shareholders	356	259
– Depreciation	40 140	30 473
– Net foreign exchange (gains) losses	1 339	106
– Net interest and dividends	2 223	1 279
– Income tax on profit before taxation	2 920	16 923
– (Gains) losses from investing activities	-76	-1 733
– Change in provisions	1 672	2 123
– Change in stocks	1 374	-33 909
– Change in accounts receivable	-23 192	-17 809
– Change in liabilities	10 385	9 036
– Change in active prepayments and accrued income	-11 359	-1 908
– Other adjustments	-3 424	-3 817
– Income tax paid	-1 326	-9 288
Net cash from operating activities	56 049	45 135
Income from sales of tangible and intangible fixed assets	1 083	4 240
Acquisition of tangible and intangible fixed assets	-83 678	-66 875
Income from financial assets	0	25
Dividend paid to minority shareholders	-861	-342
Other	59 108	-6 078
Net cash from investing activities	-24 348	-69 030
Change in credit status	-7 142	49 663
Interest paid	-2 223	-1 280
Dividend paid to shareholders	-26 882	-80 646
Other	-1 657	367
Net cash from financing activities	-37 904	-31 896
Change in cash	-6 203	-55 791
Change in cash resulting from foreign exchange differences	-7	-8
Cash at beginning of period	86 525	150 232
Change in net cash	-6 210	-55 799
Cash at end of period	80 315	94 433
<i>including restricted cash</i>	<i>126</i>	<i>580</i>

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

	30.09.2019	31.12.2018	30.09.2018
Tangible fixed assets	324 237	250 596	219 473
Investment real estate	69	69	69
Intangible assets	5 088	6 559	6 675
Other short-term accounts receivable	1 509	1 368	1 115
Shares	56 222	46 971	47 391
Financial assets	68 041	63 110	123 862
Deferred income tax assets	16 738	5 276	5 545
Long-term active prepayments and accrued income	1 959	708	561
Total fixed assets	473 863	374 657	404 691
Stocks	105 889	110 175	106 774
Trade accounts receivable	139 727	139 470	141 041
Other short-term accounts receivable	14 863	10 146	6 998
Active prepayments and accrued income	2 392	1 108	1 363
Financial assets	72 604	129 241	53 323
Cash and cash equivalents	71 125	79 196	87 227
Total current assets	406 600	469 336	396 726
TOTAL ASSETS	880 463	843 993	801 417
Share capital	5 376	5 376	5 376
Reserve funds	386 598	342 396	342 252
Capital from the valuation of warrants	6 291	6 291	6 291
Retained profit	47 431	67 279	54 318
Revaluation capital reserve	63 220	69 351	69 489
Total shareholders' equity	508 916	490 693	477 726
Credits	48 753		
Provisions	15 490	12 303	12 347
Financial liabilities	29 155		
Income from future periods		19	36
Total long-term liabilities	93 398	12 322	12 383
Credits and debt securities	169 536	234 000	217 114
Trade liabilities	65 644	62 879	60 862
Financial liabilities	2 695	878	227
Other short-term liabilities	17 349	19 693	10 421
Income tax liabilities	153	0	256
Liabilities related to the contract	0	3 137	1 144
Income from future periods	3 493	1 204	1 008
Provisions	19 278	19 187	20 276
Total short-term liabilities	278 149	340 978	311 308
TOTAL LIABILITIES	880 463	843 993	801 417

PROFIT AND LOSS ACCOUNT OF SANOK RC SA

in thousand PLN

	01.07.2019- 30.09.2019	01.01.2019- 30.09.2019	01.07.2018- 30.09.2018	01.01.2018- 30.09.2018
Sales revenue	186 428	575 532	180 061	549 790
Cost of sales	153 688	476 675	143 764	436 000
Gross profit on sales	32 740	98 857	36 297	113 790
Selling cost	3 124	8 798	2 717	7 553
General and administrative expenses	14 111	42 505	14 861	41 853
Core business result	15 505	47 554	18 719	64 384
Other operating income	162	1 038	3 226	4 414
Other operating expenses	327	1 646	273	972
Loss due to impairment of trade receivables and other receivables	3 989	7 446	-7	2 741
Operating result	11 351	39 500	21 679	65 085
Interest income	1 687	5 341	1 727	5 979
Financial income	1 093	5 026	-677	4 495
Financial expenses	6 504	8 175	548	2 952
Pre-tax profit	7 627	41 692	22 181	72 607
Income tax	-3 838	-9 869	4 248	14 587
<i>current</i>	600	1 517	4 447	15 554
<i>deferred</i>	-602	-830	-199	-967
<i>deferred (activities in Polish Investment Zone)</i>	-3 836	-10 556		
Net profit	11 465	51 561	17 933	58 020
Weighted-average number of shares		26 881 922		26 881 922
Earnings per share		1,92		2,16
Weighted-average diluted number of shares		27 509 164		27 509 164
Diluted earnings per share		1,87		2,11

CASH FLOW STATEMENT OF SANOK RC SA

in thousand PLN

	For the period from 01.01 to 30.09	
	2019	2018
Net profit	51 561	58 020
Total adjustments:	21 998	-2 621
– Depreciation	30 071	23 594
– Net foreign exchange (gains) losses	-1 242	-2 671
– Net interest and dividends	-5 436	-5 850
– Income tax on profit before taxation	1 517	15 554
– (Gains) losses from investing activities	-47	-737
– Change in provisions	3 276	3 775
– Change in stocks	4 287	-12 398
– Change in accounts receivable	-6 271	-19 641
– Change in liabilities	152	6 295
– Change in active prepayments and accrued income	-11 729	-2 097
– Other adjustments	7 560	-404
– Income tax paid	-140	-8 041
Net cash from operating activities	73 559	55 399
Income from sales of tangible and intangible fixed assets	749	1 446
Income from financial assets (dividends)	2 930	2 800
Income from repayment of loans	0	1 724
Income from payment of interest on loans	3 593	3 126
Other income	60 418	85
Acquisition of tangible and intangible fixed assets	-78 381	-60 741
Outflows for financial assets	-19 586	-20 916
Other outflows	-6 067	-6 401
Net cash from investing activities	-36 344	-78 874
Proceeds from credits taken	0	49 150
Repayment of credits	-16 096	0
Interest paid	-1 526	-583
Dividend paid to shareholders	-26 882	-80 646
Other	-774	0
Net cash from financing activities	-45 278	-32 079
Change in cash	-8 063	-55 554
Change in cash resulting from foreign exchange differences	-8	-7
Cash at beginning of period	79 196	142 788
Change in net cash	-8 071	-55 561
Cash at end of period	71 125	87 227
<i>including restricted cash</i>	15	464