

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

	30.06.2019	31.12.2018	30.06.2018
Tangible fixed assets	400 488	339 534	309 931
Investment real estate	3 558	3 558	3 516
Intangible assets	13 147	14 878	15 477
Other long-term accounts receivable	1 414	1 368	1 136
Financial assets	7	7	7
Deferred income tax assets	16 490	10 329	10 668
Long-term active prepayments and accrued income	6 707	5 755	562
Total fixed assets	441 811	375 429	341 297
Stocks	199 269	199 098	193 567
Trade accounts receivable	169 541	160 213	184 740
Other short-term accounts receivable	14 176	14 343	12 036
Income tax assets	2 014	2 792	1 916
Active prepayments and accrued income	6 209	2 250	5 454
Financial assets	11 682	59 112	51 387
Cash and cash equivalents	118 537	86 525	144 112
Total current assets	521 428	524 333	593 212
TOTAL ASSETS	963 239	899 762	934 509
Share capital	5 376	5 376	5 376
Capital from the valuation of warrants	6 291	6 291	9 733
Reserve funds	425 329	371 431	371 287
Capital reserves	1 062	2 048	2 048
Retained profit	-53 668	45	-28 750
Revaluation capital reserve	67 526	73 654	73 789
Foreign exchange differences from calculation	-5 973	-7 407	-6 984
Equity attributable to shareholders of the Parent	445 943	451 438	426 499
Non-controlling interest	679	1 288	1 149
Total equity	446 622	452 726	427 648
Credits and debt securities	34 507	7 067	11 484
Provisions	17 830	17 203	16 049
Income from future periods	5 531	5 550	5 847
Deferred tax provision	377	400	381
Financial liabilities	31 999	651	922
Other liabilities	0	70	0
Total long-term liabilities	90 244	30 941	34 683
Credits and debt securities	225 436	259 959	219 069
Trade liabilities	103 734	91 406	102 600
Financial liabilities	5 433	2 877	3 335
Other short-term liabilities	54 383	27 094	112 754
Income tax liabilities	91	76	1 966
Liabilities related to the contract	7 279	8 274	1 144
Income from future periods	3 493	1 219	1 577
Provisions	26 524	25 190	29 733
Total short-term liabilities	426 373	416 095	472 178
TOTAL LIABILITIES	963 239	899 762	934 509

CONSOLIDATED PROFIT AND LOSS ACCOUNT

in thousand PLN

	01.04.2019- 30.06.2019	01.01.2019- 30.06.2019	01.04.2018- 30.06.2018	01.01.2018- 30.06.2018
Sales revenue	258 913	539 676	262 464	507 559
Cost of sales	216 712	446 460	204 420	394 872
Gross profit on sales	42 201	93 216	58 044	112 687
Selling cost	8 784	16 357	8 210	16 221
General and administrative expenses	28 587	56 508	28 374	53 007
Core business result	4 830	20 351	21 460	43 459
Other operating income	2 746	3 247	1 142	3 497
Other operating expenses	791	1 696	359	908
Loss (profit) due to impairment (reversal of losses) of trade receivables and other receivables	814	813	2	2
Operating result	7 599	22 715	22 245	46 050
Interest income	504	1 066	1 093	1 935
Other financial income	-670	1 167	2 033	2 184
Financial expenses	721	2 462	2 248	3 263
Pre-tax profit	6 712	22 486	23 123	46 906
Income tax	-2 145	-4 447	6 246	11 818
<i>current</i>	921	1 698	6 755	12 150
<i>deferred</i>	-3 066	-6 145	-509	-332
Net profit	8 857	26 933	16 877	35 088
<i>attributable to shareholders of the Parent Entity</i>	8 715	26 692	16 724	34 893
<i>attributable to non-controlling interest</i>	142	241	153	195
Weighted-average number of shares		26 881 922		26 881 922
Earnings per share		0,99		1,30
Weighted-average diluted number of shares		27 509 164		27 957 194
Diluted earnings per share		0,97		1,25

CONSOLIDATED CASH FLOW STATEMENT

in thousand PLN

	For the period from 01.01 to 30.06	
	2019	2018
Net profit	26 692	34 893
Total adjustments:	23 217	-14 666
– Profit attributable to the non-controlling shareholders	241	195
– Depreciation	26 056	19 989
– Net foreign exchange (gains) losses	-414	1 258
– Net interest and dividends	-864	875
– Income tax on profit before taxation	1 698	12 150
– (Gains) losses from investing activities	-55	-1 684
– Change in provisions	1 938	250
– Change in stocks	-171	-25 122
– Change in accounts receivable	-14 462	-33 901
– Change in liabilities	15 930	20 150
– Change in active prepayments and accrued income	-8 817	-2 681
– Other adjustments	3 061	-142
– Income tax paid	-924	-6 003
Net cash from operating activities	49 909	20 227
Income from sales of tangible and intangible fixed assets	878	3 822
Acquisition of tangible and intangible fixed assets	-56 078	-51 694
Income from financial assets	6	8
Dividend paid to minority shareholders	0	-342
Other	47 322	-9 524
Net cash from investing activities	-7 872	-57 730
Change in credit status	-7 340	31 708
Interest paid	-1 532	-756
Finance lease payments	-26	
Other	-1 185	430
Net cash from financing activities	-10 083	31 382
Change in cash	31 954	-6 121
Change in cash resulting from foreign exchange differences	58	1
Cash at beginning of period	86 525	150 232
Change in net cash	32 012	-6 120
Cash at end of period	118 537	144 112
<i>including restricted cash</i>	142	97

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

	30.06.2019	31.12.2018	30.06.2018
Tangible fixed assets	305 178	250 596	213 022
Investment real estate	69	69	69
Intangible assets	5 047	6 559	6 946
Other short-term accounts receivable	1 414	1 368	1 136
Shares	47 137	46 971	48 765
Financial assets	66 015	63 110	61 484
Deferred income tax assets	12 243	5 276	5 219
Long-term active prepayments and accrued income	1 981	708	563
Total fixed assets	439 084	374 657	337 204
Stocks	107 186	110 175	98 555
Trade accounts receivable	137 802	139 470	145 839
Other short-term accounts receivable	12 069	10 146	7 362
Active prepayments and accrued income	2 704	1 108	2 398
Financial assets	81 985	129 241	123 077
Cash and cash equivalents	108 444	79 196	139 935
Total current assets	450 190	469 336	517 166
TOTAL ASSETS	889 274	843 993	854 370
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	9 733
Retained profit	36 211	67 279	36 925
Revaluation capital reserve	63 220	69 351	69 490
Total shareholders' equity	497 696	490 693	463 776
Credits	27 889		
Provisions	15 056	12 303	12 188
Financial liabilities	25 418		
Income from future periods		19	74
Total long-term liabilities	68 363	12 322	12 262
Credits and debt securities	188 666	234 000	198 423
Trade liabilities	66 898	62 879	63 253
Financial liabilities	1 496	878	1 276
Other short-term liabilities	42 920	19 693	93 123
Income tax liabilities	0	0	1 616
Liabilities related to the contract	0	3 137	1 144
Income from future periods	3 046	1 204	1 008
Provisions	20 188	19 187	18 489
Total short-term liabilities	323 215	340 978	378 332
TOTAL LIABILITIES	889 274	843 993	854 370

PROFIT AND LOSS ACCOUNT OF SANOK RC SA

in thousand PLN

	01.04.2019- 30.06.2019	01.01.2019- 30.06.2019	01.04.2018- 30.06.2018	01.01.2018- 30.06.2018
Sales revenue	186 611	389 104	184 531	369 729
Cost of sales	155 102	322 987	144 967	292 236
Gross profit on sales	31 509	66 117	39 564	77 493
Selling cost	3 181	5 674	2 573	4 836
General and administrative expenses	14 054	28 394	14 861	26 992
Core business result	14 274	32 049	22 130	45 665
Other operating income	537	876	8	1 188
Other operating expenses	634	1 319	272	699
Loss due to impairment of trade receivables and other receivables	1 008	3 457	2 441	2 748
Operating result	13 169	28 149	19 425	43 406
Interest income	1 811	3 654	2 346	4 252
Financial income	2 607	3 933	4 795	5 172
Financial expenses	293	1 671	1 496	2 404
Pre-tax profit	17 294	34 065	25 070	50 426
Income tax	-3 228	-6 031	5 151	10 339
<i>current</i>	488	917	6 031	11 107
<i>deferred</i>	173	-228	-880	-768
<i>deferred (activities in Polish Investment Zone)</i>	-3 889	-6 720		
Net profit	20 522	40 096	19 919	40 087
Weighted-average number of shares		26 881 922		26 881 922
Earnings per share		1,49		1,48
Weighted-average diluted number of shares		27 509 164		27 957 194
Diluted earnings per share		1,46		1,43

CASH FLOW STATEMENT OF SANOK RC SA

in thousand PLN

	For the period from 01.01 to 30.06	
	2019	2018
Net profit	40 096	40 087
Total adjustments:	20 861	-2 649
– Depreciation	19 397	15 418
– Net foreign exchange (gains) losses	1 070	-4 624
– Net interest and dividends	-1 554	-2 711
– Income tax on profit before taxation	917	11 107
– (Gains) losses from investing activities	-47	-691
– Change in provisions	3 753	1 830
– Change in stocks	2 990	-4 178
– Change in accounts receivable	-985	-21 822
– Change in liabilities	2 228	8 824
– Change in active prepayments and accrued income	-8 014	-2 771
– Other adjustments	1 310	2 205
– Income tax paid	-204	-5 236
Net cash from operating activities	60 958	37 438
Income from sales of tangible and intangible fixed assets	749	1 031
Income from financial assets (dividends)	63	750
Income from repayment of loans	0	436
Income from payment of interest on loans	2 376	2 101
Other income	47 239	
Acquisition of tangible and intangible fixed assets	-52 592	-45 978
Outflows for financial assets	-5 305	-19 611
Other outflows	-5 002	-9 086
Net cash from investing activities	-12 471	-70 357
Proceeds from credits taken	0	30 462
Repayment of credits	-17 702	0
Interest paid	-1 125	-396
Other outflows	-489	0
Net cash from financing activities	-19 316	30 066
Change in cash	29 171	-2 853
Change in cash resulting from foreign exchange differences	77	0
Cash at beginning of period	79 196	142 788
Change in net cash	29 248	-2 853
Cash at end of period	108 444	139 935
<i>including restricted cash</i>	53	0