

CAPITAL GROUP BORYSZEW

Consolidated profit and loss account	2009	2008
Continued activity		
Sales of products	1 918 549	2 494 172
Sales of goods and materials	370 143	721 257
Total sales	2 288 692	3 215 429
Cost of manufacturing of product sold	1 742 521	2 345 847
Value of goods and materials sold	322 473	646 240
Cost of products, goods and materials sold	2 064 994	2 992 087
Gross profit/loss on sales	223 698	223 342
Selling and distribution costs	53 658	62 308
General and administration expenses	132 708	153 285
Other operating income	126 235	38 449
Other operating costs	27 250	116 765
Profit/loss from sale of stakes in consolidated entities	3 535	-41
Operating profit/loss	139 852	-70 608
Financial income	32 894	54 436
Financial expenses	101 787	118 824
Financial activity result	-68 893	-64 388
Pre-taxed profit/loss	70 959	-134 996
Income tax	6 245	-6 709
Nett profit/loss from continued activity	64 714	-128 287
Abandoned activity		
Pre-taxed profit/loss	-12 058	-118 843
Income tax	958	-8 304
Profit/loss from abandoned activity	-13 016	-110 539
Net profit/loss	51 698	-238 826
belonging to: dominant entity	39 745	-166 364
minority shareholders	11 953	-72 462
Nett profit/loss of dominant entity	39 745	-166 364
Nett profit/loss from continued activity	43 596	-112 159
Profit/loss from abandoned activity	-3 851	-54 205
	376 119	
Number of shares (pieces)	282	62 686 547
Diluted profit/loss for 1 share	0.11	-2.65
Nett profit/loss from continued activity for 1 share	0.12	-1.79
Profit/loss from abandoned activity for 1 share	-0.01	-0.86

To computation of profit for 1 share for 2009 the shares issued in 2010 in the number of 313 432 735 and 62 686 547 pieces from the earlier issue were accounted.

Other income included in capitals

Rates differences from foreign activity	922	6 118
Financial assets available to sell (stakes and shares)	294	-1 735
Security accounting	17 699	-23 826
Income tax from other income elements	-3 420	4 856
Other after taxed profits belonging to:	15 495	-14 587
dominant entity	15 167	-9 022
minority shareholders	328	-5 565
Total income, belonging to:	67 193	-253 413
dominant entity	54 912	-175 386
minority shareholders	12 281	-78 027

Consolidated balance sheet

	<u>31/12/2009</u>	<u>31/12/2008</u>	<u>01.01.2008</u>
ASSETS			
Fixed assets			
Tangible fixed assets	815 409	887 853	1 122 322
Investment real properties	112 827	113 657	112 329
Goodwill	23 464	23 464	24 503
Other intangibles	56 704	71 013	28 360
Stakes and shares in subordinated entities	24 034	26 093	27 185
Financial assets available to sale	529	1 672	5 464
Financial assets maintained to due date	10 600	10 600	0
Deferred tax assets	46 191	23 938	407
Commercial receivables and other	810	564	654
Other assets	21	15	36
Total fixed assets	1 090 589	1 158 869	1 321 260
Current assets			
Inventories	341 127	359 010	615 149
Receivables	441 462	515 344	710 593
Short-term financial assets available to sale	362	634	2 351
Financial assets maintained to due date	5 946	5 597	16 231
Other financial instruments	10 711	3 657	29 891
Current tax assets	1 710	7 630	3 993
Other assets	2 891	54 336	5 099
Cash and cash equivalents	51 476	69 374	88 816
Total current assets	855 685	1 015 582	1 472 123
Fixed assets for sale	97 472	116 877	54
Total assets	2 043 746	2 291 328	2 793 437

	31/12/2009	31/12/2008	01.01.2008
LIABILITIES			
Equity			
Share capital	15 404	15 404	15 404
Capital from share issue above its nominal value	24 435	24 435	24 435
Reserve capital - security accounting	2 811	-5 252	6 776
Reserve capital from revaluation of assets available to sell	560	323	1 729
F/X gains/losses from the valuation of subordinated entities	5 293	-1 574	-5 986
Retained profits	369 425	360 434	532 665
current profit/loss	39 745	-166 364	16 219
Total	417 928	393 770	575 023
Equity belonging to the minority shareholders	477 746	391 997	489 348
Total equity	895 674	785 767	1 064 371
Long-term liabilities			
Long-term bank loans and credits	113 701	166 116	263 587
Long-term liabilities on debt securities issue	0	0	81 009
Other financial instruments	0	2 067	0
Provision for deferred tax	61 864	33 518	52 156
Provision for fringe benefits	5 934	8 382	12 300
Other long-term provisions	7 578	12 551	43 867
Other liabilities	36 040	15 479	36 158
Total long-term liabilities	225 117	238 113	489 077
Short-term liabilities			
Short-term bank loans and credits	534 152	601 557	733 517
Short-term liabilities on debt securities issue	0	81 760	19 614
Commercial liabilities and other	280 577	260 416	426 464
Other short-term financial instruments	8 607	37 106	14 530
Current tax liabilities	0	1 678	20 859
Provision for fringe benefits	5 043	6 597	9 068
Short-term provisions	10 381	81 037	12 936
Deferred income	37 693	50700	3001
Total short-term liabilities	876 453	1 120 851	1 239 989
Liabilities connected directly with assets for sale	46 502	146 597	0
Short-term and long-term liabilities	1 148 072	1 505 561	1 729 066
Total liabilities	2 043 746	2 291 328	2 793 437

Consolidated cash flow statement**Cash flow from operating activity**

Profit (loss) before tax	58 901	-253 839
Adjustments:		
Share in result of entities valuated by own right's method		
Depreciation	76 086	108 386
F/X gains/losses	1 981	5 529
Interests costs from financial liabilities accounted and paid	44 659	61 467
Interest and dividends connected with investing activity	559	-8 414
Profit/ loss from investing activities	40 260	101 584
Profit/loss before change of acting capital	222 446	14 713

Change in working capital:

Movements in receivables	53 286	187 494
Movements in inventories	17 883	253 337
Movements in liabilities	40 722	-152 179
Movements in provisions and between-periods settlements	-91 900	90 234
Movements in other assets	0	-290
Other items	16 818	-6 520
Cash from operating activity	259 255	386 789

Paid interest		-9 645
Paid income tax	4 242	-33 988

Net cash from operating activity	263 497	343 156
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Cash flow from investing activity

Inflow from disposal of tangible fixed and intangible assets	46 989	15 389
Inflow from disposal of financial assets	68 966	7 273
Granted dividends and shares in profit	611	2 153
Payments of granted loans	20 350	100
Other investment inflows	3 047	13 100

Inflows from investing activities	139 963	38 015
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Purchase of tangible fixed assets	33 386	93 510
Purchase of financial assets	19 794	19 794
Loans granted	447	11 061
Other investment expenses	84	50 884

Investment activity expenses	48 486	175 249
Net cash from investment activity	91 477	-137 234

Cash flow from financial activities

Net inflows from shares' issue and other capital instruments	50	0
Inflows from credits and loans	131 741	115 190
Issue of debts securities	0	21 921

Cash inflow from financial activities	131 791	137 111
Purchase of own shares	0	6 055
Dividends paid	201	11 469
Repayment of loans and credits	343 572	250 052
Buy-back of debts securities	81 760	19 500
Paid interests from credits, loand, bonds	44 659	71 893
Payment on financial leasing	3 757	3 533
Other financial expenses	29 058	
Expenses on financial activity	503 007	362 502
Net cash from financial activity	-371 216	-225 391
Total net cash flow	-16 242	-19 469
Cash and cash equivalents at the beginning of the period	-1 517	88 816
Change of F/X gains/losses to cash and cash equivalents	-1 517	60
Cash of purchased entities	50	
Cash and cash equivalents at the end of the period	51 698	69 407
Cash from abandoned activity	-222	-33
Cash and cash equivalents at the end of the period	51 476	69 374

CONSOLIDATED STATEMENT OF CHANGES IN OWN CAPITAL

	Share capital	Shares surplus over their nominal value	Security accounting	Revaluation capital	Rates differences from foreign activity	Retained profits	Capital of dominant entity	Capital of minority shareholders	Total
As of 1.01. 2008	15 404	24 435	6 776	1 729	-5 986	532 665	575 023	489 348	1 094 371
Revaluation of security instruments			-12 028				-12 028	-7 271	-19 299
Change of fair value of assets available to sell				-1 406			-1 406		-1 406
Rates differences					4 412		4 412	1 706	6 118
2008 profit/loss						-166 364	-166 364	-72 462	-238 826
2008 total profit	0	0	-12 028	-1 406	4 412	-166 364	-175 386	-78 027	-253 413
2007 adjustment						-1 665	-1 665	-993	-2 658
Redemption of shares of Impexmetal SA						-4 202	-4 202	-2 591	-6 793
Payment of dividends							0	-11 375	-11 375
Change of stakes							0	-4 365	-4 365
As of 31.12. 2008	15 404	24 435	-5 252	323	-1 574	360 434	393 770	391 997	785 767

	Share capital	Shares surplus over their nominal value	Security accounting	Revaluation capital	Rates differences from foreign activity	Retained profits	Capital of dominant entity	Capital of minority shareholders	Total
As of 1.01. 2009	15 404	24 435	-5 252	323	-1 574	360 434	393 770	391 997	785 767
Revaluation of security instruments			8 063				8 063	6 273	14 336
Change of fair value of assets available to sell				237			237		237
Rates differences					6 867		6 867	-5 945	922
2009 profit/loss						39 745	39 745	11 953	51 698
2009 total profit	0	0	8 063	237	6 867	39 745	54 912	12 281	67 193
Payment of dividends							0	-199	-199
Change in structure of Capital Group						-30 754	-30 754	77 245	46 491
Disposal of ZTIF							0	-3 578	-3 578
As of 31.12. 2009	15 404	24 435	2 811	560	5 293	369 425	417 928	477 746	895 674