



STOMIL SANOK S.A. Capital Group

CONSOLIDATED BALANCE SHEET
AS OF SEPTEMBER 30, 2008 AND DECEMBER 31, 2007
(in thousands zlotys)

	September 30, 2 008	December 31, 2 007
ASSETS		
Fixed assets		
Tangible fixed assets	188 659	178 008
Investment real estate	109	109
Intangible assets	12 054	11 734
Long-term accounts receivable	0	22
Financial assets	15	15
Deferred income tax assets	5 615	4 987
Total fixed assets	206 452	194 875
Current assets		
Stocks	56 802	52 713
Trade accounts receivable	63 363	62 607
Other short-term accounts receivable	12 993	4 780
Income tax assets	119	506
Active prepayments and accrued income	1 335	250
Financial assets	434	199
Cash and cash equivalents	10 304	13 801
Total current assets	145 350	134 856
Total assets	351 802	329 731
SHAREHOLDERS' EQUITY AND LIABILITIES		
Dominant undertaking shareholders' equity		
Share capital	216 529	225 036
Treasury shares	5 735	5 735
	-1 201	
Capital from issue of managerial options	3 913	1 964
Reserve funds	110 428	92 339
Revaluation capital reserve	72 122	71 907
Capital reserves	6 626	6 104
Retained profit	19 589	47 520
Foreign exchange differences from calculation	-683	-533
Minority shareholders' equity	2 581	2 893
Total shareholders' equity	219 110	227 929
Long-term liabilities		
Credits and debt securities	3 577	3 502
Provisions	13 362	12 791
Income from future periods	8 006	7 871
Deferred tax provision	9 304	9 651
Total long-term liabilities	34 249	33 815
Short-term liabilities		
Credits and debt securities	49 666	26 071
Trade liabilities	25 254	24 674
Other short-term liabilities	11 289	8 204
Income tax liabilities	1 876	1 549
Income from future periods	1 416	1 093
Provisions	8 942	6 396
Total short-term liabilities	98 443	67 987
Total liabilities	351 802	329 731



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CONSOLIDATED PROFIT AND LOSS ACCOUNT

(in thousands zlotys)

	01.07.2008- 30.09.2008	01.01.2008- 30.09.2008	01.07.2007- 30.09.2007	01.01.2007 - 30.09.2007
Sales revenue including:	107 074	314 246	119 532	328 210
from related undertakings	0	0	0	0
Cost of sales including:	-85 876	-253 595	-90 507	-251 667
from related undertakings	0	0	0	0
Gross profit on sales	21 198	60 651	29 025	76 543
Selling costs	-5 294	-15 593	-4 037	-13 776
General and administrative expenses	-6 576	-19 805	-6 078	-20 117
Other operating income	264	1 088	215	578
Other operating expenses	-962	-2 399	-668	-1 553
Operating profit	8 630	23 942	18 457	41 675
Financial income	449	4 270	906	9 282
Financial expenses	-1 286	-2 726	-452	-1 443
Pre-tax profit	7 793	25 486	18 911	49 514
Income tax	-1 572	-5 897	-3 552	-10 063
Current	-2 006	-6 280	-3 057	-9 731
Deferred	434	383	-495	-332
Net profit	6 221	19 589	15 359	39 451
vested in dominant undertaking shareholders	6 322	19 408	15 153	38 914
vested in minority shareholders	-101	181	207	537
Weighted average number of shares		28 673 180		28 673 180 *
Earnings per share		0,68		1,36
Weighted average diluted number of shares		29 306 135		28 887 620
Diluted earnings per share		0,66		1,35
Revenue from sales of articles	103 201	292 091	114 146	306 256
Revenue from sales of goods and materials	2 452	18 515	2 894	17 416
Other revenue	1 421	3 640	2 492	4 538
Total sales revenue including	107 074	314 246	119 532	328 210
- revenue generated locally	48 749	151 029	53 999	160 413
- revenue generated by foreign contractors	58 325	163 217	65 533	167 797

* number of shares in comparable conditions after 1:10 split

Results for 9 months of 2008 were achieved by the Capital Group, and especially by the dominant undertaking, in conditions which varied significantly from those prevailing back in 2007:

1. The average EUR exchange rate for the period of 9 months of 2008 was 3,43 zł and 3,83 zł for the first 9 months of 2007 while the same rates were 3,32 zł for the third quarter of 2008 and 3,79 zł for the third quarter of 2007.

2. In the first half of 2007 the Company sold its financial assets (shares of a stock-market company Ciech SA), which brought the net profit of more than 6.274 thousand zł. It was a one-off event.

3. In the third quarter of 2008 the market situation in the automotive sector changed – car manufacturers and their suppliers reduced the amounts of orders and shifted launch dates of new car models. This trends may continue to prevail into the next quarters.



STOMIL SANOK S.A. Capital Group

CONSOLIDATED CASH FLOW STATEMENT

(in thousands zlotys)

	for 9 months until 30.09.2008	for 9 months until 30.09.2007
Cash flow from operating activities		
Net profit	19 408	38 914
Total adjustments :	20 375	12 213
Income vested in minority shareholders	181	537
Depreciation	23 168	20 254
Net foreign exchange (gains) losses	-1 463	-4 218
Net interest and dividends	253	977
Income tax on pre-tax profit	6 199	10 025
(Gains) losses from investing activities	-116	-2 772
Change in provisions	3 042	1 971
Change in stocks	-2 190	-710
Change in accounts receivable	7 479	-5 335
Change in liabilities	-15 879	20 262
Change in active prepayments and accrued income and income from future periods	367	-115
Other adjustments	5 052	-21 458
Income tax paid	-5 718	-7 205
Net cash from operating activities	39 783	51 127
Cash flow from investing activities		
Income from sale of tangible fixed assets and intangible assets	4 494	4 587
Income from financial assets	0	8 247
Acquisition of tangible fixed assets and intangible assets	-38 156	-35 898
Investing cash outflow on financial assets	-223	0
Dividend paid to minority shareholders	-515	-445
Other investing cash outflow	-4 660	0
Net cash from investing activities	-39 060	-23 509
Cash flow from financing activities		
Proceeds from credits taken	25 506	3 338
Issue of debt securities	0	0
Other financing cash inflow	1 901	4 534
Repayment of credits	-1 222	-12 859
Interest paid	-1 195	-993
Dividend paid to shareholders	-27 626	0
Other financing cash outflow	-295	-272
Net cash from financing activities	-4 153	-6 252
Change in cash	-3 430	21 366
Change in cash resulting from foreign exchange differences	-67	-303
Cash at beginning of period	13 801	6 625
Change in net cash	-3 497	21 063
Cash at end of period	10 304	27 688
including restricted cash	924	1 095