



Barlinek S.A. Capital Group
Mid-year short form of consolidated financial statement for the nine months ending on
30 September 2006.

1. Short form of consolidated financial statement

1.1. Selected financial data (thousands)

	thousands PLN		thousands EUR	
	III quarters of 2006	III quarters of 2005	III quarters of 2006	III quarters of 2005
	01.01.2006-30.09.2006	01.01.2005 – 30.09.2005	01.01.2006-30.09.2006	01.01.2005 – 30.09.2005
I. Net revenues from sales of products, goods and material	247 972	225 580	63 305	55 585
II. Profit (loss) on operating activities	25 684	24 909	6 557	6 138
III. Gross profit (loss)	26 359	19 992	6 729	4 926
IV. Net profit (loss)	26 156	19 796	6 677	4 878
V. Net cash flows from operating activities	-16 197	3 251	-4 135	801
VI. Net cash flows from investment activities	-58 432	-46 202	-14 917	-11 385
VII. Net cash flows from financial activities	163 009	76 348	41 615	18 813
VIII. Total net cash flows	88 380	33 397	22 563	8 229
IX. Total assets	677 694	463 894	170 125	118 443
X. Liabilities and reserves for liabilities	342 116	314 965	85 883	80 418
XI. Long term liabilities	168 648	128 824	42 337	32 892
XII. Short term liabilities	168 940	175 969	42 410	44 929
XIII. Equity capital.	335 578	148 929	84 242	38 025
XIV. Share capital	96 780	80 000	24 295	20 426
XV. Number of shares	96 780 000	80 000 000	96 780 000	80 000 000
XVI. Profit (loss) per ordinary share (PLN / EUR)	0.27	0.25	0.07	0.06
XVII. Diluted earnings (loss) per ordinary share (PLN / EUR)	0.27	0.25	0.07	0.06
XVIII. Book value per share (PLN / EUR)	3.47	1.86	0.87	0.48
XIX. Diluted book value per share (PLN / EUR)	3.47	1.86	0.87	0.48
XX. Declared or paid dividend per share (PLN / EUR)				

1.2. Short form of consolidated balance sheet in thousands PLN

BALANCE	30.09.2006	30.06.2006	30.09.2005	30.06.2005
ASSETS				
I. Fixed assets	345 783	332 987	240 119	218 994
1. Intangible assets	836	908	1 131	982
2. Tangible fixed assets	334 778	322 578	235 461	215 512
3. Long-term receivables	0	0	0	0
3.1. From subsidiaries and affiliates	0	0	0	0
3.2. From other entities	0	0	0	0
4. Long-term investments	374	212	43	43
4.1. Real estate	0	0	0	0
4.2. Intangible assets	0	0	0	0
4.3. Long-term financial assets	374	212	43	43
a) in subsidiaries and affiliates	0	0	0	0
- shares	0	0	0	0
- granted loans	0	0	0	0

Short form of consolidated financial statement of BARLINEK S.A. Capital Group

BALANCE	30.09.2006	30.06.2006	30.09.2005	30.06.2005
b) in other entities	374	212	43	43
- shares	12	12	43	43
- granted loans	362	200	0	0
4.4. Other long-term investments	0	0	0	0
5. Long-term deferred charges and accruals	9 795	9 289	3 484	2 457
5.1. Assets from deferred taxes	8 292	7 566	2 701	1 665
5.2. Other deferred charges and accruals	1 503	1 723	783	792
II. Current assets	331 911	200 728	223 775	160 580
1. Inventory	97 253	90 978	74 364	79 190
2. Short-term receivables	114 491	71 511	80 366	69 874
2.1. From subsidiaries and affiliates	0	0	0	0
2.2. From other entities	114 491	71 511	80 366	69 874
3. Short-term investments	116 994	35 512	64 933	9 896
3.1. Short-term financial assets	116 994	35 512	64 933	9 896
a) in subsidiaries and affiliates	0	0	0	0
b) in other entities	0	0	0	0
c) cash and other cash assets	116 994	35 512	64 933	9 896
3.2. Other short-term investments	0	0	0	0
4. Short-term deferred charges and accruals	3 173	2 727	4 112	1 620
Total assets	677 694	533 715	463 894	379 574
LIABILITIES				
I. Equity capital.	335 578	223 633	148 929	144 047
1. Share capital	96 780	88 000	80 000	80 000
2. Own shares for sale (negative value)	0	0	0	0
3. Reserve capital	213 955	122 914	47 248	47 248
4. Revaluation reserve capital	-1 176	-1 176	-459	0
5. Other reserve capital	0	0	0	0
6. Exchange gain (loss) on consolidation	-68	-36	0	0
a) currency translation gains	0	0	0	0
b) currency translation losses	-68	-36	0	0
7. Undistributed earnings or uncovered loss of previous periods	-69	-69	2 344	2 338
8. Net profit (loss)	26 156	14 000	19 796	14 461
II. Minority shareholders capital	0	0	0	0
III. Reserve capital from consolidation	0	0	0	0
IV. Liabilities and reserves for liabilities	342 116	310 082	314 965	235 527
1. Reserves for liabilities	4 514	2 123	10 172	9 143
1.1. Reserves for income tax	553	382	5 398	4 521
1.2. Social security reserves	264	264	470	470
a) long term	202	202	207	207
b) short term	62	62	263	263
1.3. Other securities	3 697	1 477	4 304	4 152
a) long term	0	0	0	0
b) short term	3 697	1 477	4 304	4 152
2. Long term liabilities	168 648	169 679	128 824	97 774
2.1. To subsidiaries and affiliates	0	0	0	0
2.2. To other entities	168 648	169 679	128 824	97 774
3. Short term liabilities	168 940	138 280	175 969	128 610
3.1. To subsidiaries and affiliates	0	0	0	0

BALANCE	30.09.2006	30.06.2006	30.09.2005	30.06.2005
3.2. To other entities	168 940	138 280	175 969	128 610
3.3. Special funds	0	0	0	0
4. Accruals and deferred income	14	0	0	0
4.1. Negative goodwill	0	0	0	0
4.2. Other deferred charges and accruals	14	0	0	0
a) long term	0	0	0	0
b) short term	14	0	0	0
Total liabilities	677 694	533 715	463 894	379 574

1.5. Short form of consolidated profit and loss account (thousands PLN)

PROFIT AND LOSS ACCOUNT	III quarter 2006 01.07.2006 – 30.09.2006	III quarters of 2006 01.01.2006 - 30.09.2006	III quarter 2005 01.07.2006 – 30.09.2006	III quarters of 2005 01.01.2005 - 30.09.2005
I. Net revenues from sales of products, goods and materials, including:	92 632	247 972	82 630	225 580
- from subsidiaries and affiliates	0	0	0	0
1. Net revenues from sale of products	86 273	231 714	75 798	213 410
2. Net revenues from sales of products, goods and materials	6 359	16 258	6 832	12 170
II. Cost of products, goods and materials sold, including:	63 919	171 225	60 891	159 337
- from subsidiaries and affiliates	0	0	0	0
1. Cost of production	58 419	157 576	54 973	149 488
2. Cost of goods and materials sold	5 500	13 649	5 918	9 849
III. Gross profit (loss) on sales (I-II)	28 713	76 747	21 739	66 243
IV. Cost of sales	7 541	21 910	6 453	19 261
V. General administrative expenses	10 062	28 579	7 874	22 235
VI. Profit (loss) on sales (III-IV-V)	11 110	26 258	7 412	24 747
VII. Other operating income	-98	400	81	601
1. Revenue from sale of non-financial fixed assets	5	72	6	29
2. Subsidies	0	0	0	0
3. Other operating income	-103	328	75	572
VIII. Other operating costs	309	974	226	439
1. Cost of non-financial fixed assets sold	7	60	8	12
2. Revaluation of non-financial fixed assets	0	0	0	0
3. Other operating costs	302	914	218	427
IX. Profit (loss) on operating activities (VI+VII-VIII)	10 703	25 684	7 267	24 909
X. Financial revenue	15 036	23 899	2 029	6 935
1. Share dividends, including:	1	1	0	1
- from subsidiaries and affiliates	0	0	0	0
2. Interest, including:	819	1 183	-30	188
- from subsidiaries and affiliates	0	0	0	0
3. Income from sale of investments	0	0	0	0
4. Gain on revaluation of investments	0	0	0	0
5. Other	14 216	22 715	2 059	6 746
XI. Financial costs	14 173	23 224	4 498	11 852
1. Interest, including:	2 267	6 460	2 427	7 831

PROFIT AND LOSS ACCOUNT	III quarter 2006 01.07.2006 – 30.09.2006	III quarters of 2006 01.01.2006 - 30.09.2006	III quarter 2005 01.07.2006 – 30.09.2006	III quarters of 2005 01.01.2005 - 30.09.2005
- to subsidiaries and affiliates	0	0	0	0
2. Loss on sale of investments	0	0	0	0
3. Gain on revaluation of investments	0	0	0	0
4. Other	11 906	16 764	2 071	4 021
XII. Profit (loss) on sale of shares in subsidiaries and affiliates	0	0	0	0
XIII. Profit (loss) on commercial activity (IX+X-XI+/-XII)	11 566	26 359	4 798	19 992
XIV. Write off of goodwill on consolidation	0	0	0	0
XV. Write off of reserve capital on consolidation	0	0	0	0
XVI. Gross profit (loss) (XIII-XIV-XV)	11 566	26 359	4 798	19 992
XVII. Income tax	-590	203	-535	196
a) current	-35	76	-434	238
b) deferred	-555	127	-101	-42
XVIII. Other obligatory decrease of gross profit (increased loss)	0	0	0	0
XIX. Net profit (loss) share of subsidiaries and affiliates consolidated by property law method	0	0	0	0
XX. Profit (loss) of minority shareholders	0	0	0	0
XXI. Net profit (loss) (XVI-XVII-XVIII+/-XX+/-XXI)	12 156	26 156	5 333	19 796

1.5. Short form of statement of changes in consolidated equity (thousands PLN)

CHANGES IN EQUITY	III quarter 2006 01.07.2006 – 30.09.2006	III quarters of 2006 01.01.2006 - 30.09.2006	III quarter 2005 01.07.2006 – 30.09.2006	III quarters of 2005 01.01.2005 - 30.09.2005
I. Opening balance of equity	209 992	209 992	129 610	126 427
a) changes in adopted accounting principles	0	0	0	3 183
b) adjustments of fundamental errors	0	0	0	0
I.a. Opening balance of equity after adjustments	209 992	209 992	129 610	129 610
1. Opening balance of share capital	88 000	88 000	80 000	80 000
1.1. Changes in share capital	8 780	8 780	0	0
a) increase (due to)	8 780	8 780	0	0
- issuance of shares	8 780	8 780	0	0
b) decrease (due to)	0	0	0	0
- redemption of shares	0	0	0	0
1.2. Closing balance of share capital	96 780	96 780	80 000	80 000
2. Opening balance of called up share capital	0	0	0	0
2.1. Changes in called up share capital	0	0	0	0
a) increase (due to)	0	0	0	0
b) decrease (due to)	0	0	0	0
2.2. Closing balance of called up share capital	0	0	0	0
3. Opening balance of own shares	0	0	0	0
3.1. Changes in balance of own shares	0	0	0	0

CHANGES IN EQUITY	III quarter 2006 01.07.2006 – 30.09.2006	III quarters of 2006 01.01.2006 - 30.09.2006	III quarter 2005 01.07.2006 – 30.09.2006	III quarters of 2005 01.01.2005 - 30.09.2005
a) increase (due to)	0	0	0	0
b) decrease (due to)	0	0	0	0
3.2. Closing balance of own shares	0	0	0	0
4. Opening balance of supplementary capital	122 914	93 909	47 248	21 206
4.1. Changes in supplementary capital	91 041	120 046	0	26 042
a) increase (due to)	91 041	120 545	0	26 042
- issue of shares above face value	91 041	91 041	0	0
- from profit distribution (statutory)	0	0	0	2 083
- from profit distribution (above the statutory minimum value)	0	29 504	0	23 959
b) decrease (due to)	0	499	0	0
- loss coverage	0	0	0	0
- other decreases	0	499	0	0
4.2. Closing balance of supplementary capital	213 955	213 955	47 248	47 248
5. Opening balance of revaluation reserve	-1 176	-1 364	0	0
5.1. Changes in revaluation reserve	0	188	-459	-459
a) increase (due to)	0	188	0	0
- revaluation of financial instruments	0	188	0	0
b) decrease (due to)	0	0	459	459
- sale of tangible fixed assets	0	0	0	0
5.2. Closing balance of revaluation reserve	-1 176	-1 176	-459	-459
6. Opening balance of other reserve capitals	0	0	0	0
6.1. Changes in other reserve capitals	0	0	0	0
a) increase (due to)	0	0	0	0
b) decrease (due to)	0	0	0	0
6.2. Closing balance of other reserve capitals	0	0	0	0
7. Exchange gain (loss) on consolidation	-68	-68	0	0
8. Opening balance of previous years' profit (loss)	13 931	29 435	16 801	26 021
8.1 Opening balance of previous years' profit	14 000	29 474	16 846	26 042
a) changes in adopted accounting principles	0	0	0	2 383
b) adjustments of fundamental errors	0	0	0	0
8.2 Opening balance of previous years' profit, after adjustments	14 000	29 474	16 846	28 425
a) increase (due to)	0	0	0	0
- distribution of previous years' profit	0	0	0	0
b) decrease (due to)	0	29 504	0	26 042
- distribution of previous years' profit	0	29 504	0	26 042
- other decreases	0	0	0	0

CHANGES IN EQUITY	III quarter 2006 01.07.2006 – 30.09.2006	III quarters of 2006 01.01.2006 - 30.09.2006	III quarter 2005 01.07.2006 – 30.09.2006	III quarters of 2005 01.01.2005 - 30.09.2005
8.3. Closing balance of previous years' profit	14 000	-30	16 846	2 383
8.4. Opening balance of previous years' loss	69	39	45	21
a) changes in adopted accounting principles	0	0	0	0
b) adjustments of fundamental errors	0	0	0	0
8.5. Opening balance of previous years' loss, after adjustments	69	39	45	21
a) increase (due to)	0	0	0	18
b) decrease (due to)	0	0	6	0
8.6. Closing balance of previous years' loss	69	39	39	39
8.7. Closing balance of previous years' profit (loss)	13 931	-69	16 807	2 344
9. Net profit	12 156	26 156	5 333	19 796
a) net profit	12 156	26 156	5 333	19 796
b) net loss	0	0	0	0
c) write-offs on profit (negative value)	0	0	0	0
II. Closing balance of equity (BZ)	335 578	335 578	148 929	148 929

1.6. Short form of consolidated cash flow statement (thousands PLN)

CASH FLOW	III quarter 2006 01.07.2006 – 30.09.2006	III quarters of 2006 01.01.2006 - 30.09.2006	III quarter 2005 01.07.2006 – 30.09.2006	III quarters of 2005 01.01.2005 - 30.09.2005
A. Cash flows from operating activities - indirect method				
I. Net profit (loss)	12 156	26 156	5 333	19 796
II. Total adjustments	-28 536	-42 353	1 447	-16 545
1. Profit (loss) of minority shareholders	0	0	0	0
2. Net profit (loss) share of subsidiaries and affiliates consolidated by property law method	0	0	0	0
3. Amortisation and depreciation, including:	4 212	12 780	5 627	14 795
- Write off of goodwill on consolidation or Write off of reserve capital on consolidation	0	0	0	0
4. Exchange gains (losses)	1 097	-10	36	-20
5. Interest and profit sharing (dividend)	1 980	5 758	2 348	7 490
6. Profit (loss) on investment activities	2	-12	2	-18
7. Change in provisions	2 391	1 807	1 030	2 596
8. Change in inventory	-6 275	-18 914	4 826	-17 523
9. Change in receivables	-42 980	-27 262	-10 492	-22 031
10. Change in short-term liabilities excluding credits and loan	11 943	-15 844	1 432	3 772
11. Change in prepayments and accruals	-939	-492	-3 520	-5 567
12. Other adjustments	33	-164	158	-39
III. Net cash flows from operating activities (I+/-II)	-16 380	-16 197	6 780	3 251

CASH FLOW	III quarter 2006 01.07.2006 – 30.09.2006	III quarters of 2006 01.01.2006 - 30.09.2006	III quarter 2005 01.07.2006 – 30.09.2006	III quarters of 2005 01.01.2005 - 30.09.2005
B. CASH FLOWS FROM INVESTMENT ACTIVITIES				
I. Inflows	5	72	6	29
1. Disposal of intangible and tangible fixed assets	5	72	6	29
2. Disposal of investments in real property and in intangible assets	0	0	0	0
3. From financial assets, including:	0	0	0	0
a) in subsidiaries and affiliates	0	0	0	0
- sale of financial assets	0	0	0	0
- dividend and profit sharing	0	0	0	0
- repayment of long-term loans	0	0	0	0
- interest	0	0	0	0
- other inflows from financial assets	0	0	0	0
b) in other entities	0	0	0	0
- sale of financial assets	0	0	0	0
- dividend and profit sharing	0	0	0	0
- repayment of long-term loans	0	0	0	0
- interest	0	0	0	0
- other inflows from financial assets	0	0	0	0
4. Other inflows from investment activities	0	0	0	0
II. Outflows	18 713	58 504	18 801	46 231
1. Acquisition of intangible and tangible fixed assets	18 551	58 142	18 801	46 230
2. Investments in real property and in intangible assets	0	0	0	0
3. For financial assets, including:	162	362	0	1
a) in subsidiaries and affiliates	0	0	0	0
- acquisition of financial assets	0	0	0	0
- granted long-term loans	0	0	0	0
b) in other entities	162	362	0	1
- acquisition of financial assets	0	0	0	1
- granted long-term loans	162	362	0	0
- granted short-term loans	0	0	0	0
4. Dividends and other profit sharing paid out to minority shareholders	0	0	0	0
5. Other outflows from investment activities	0	0	0	0
III. Net cash flows from operating activities (I-II)	-18 708	-58 432	-18 795	-46 202
C. CASH FLOWS FROM FINANCIAL ACTIVITIES				
I. Inflows	127 281	263 230	77 007	105 238
1. Net inflows from issuance of shares and other capital instruments and from capital contributions	99 821	99 821	58 400	58 400
2. Credits and loans	27 460	163 409	18 607	46 838
3. Issuance of debt securities	0	0	0	0
4. Other inflows from financial activities	0	0	0	0
II. Outflows	9 613	100 221	9 919	28 890
1. Purchase of own shares	0	0	0	0
2. Dividends and other payments to	0	0	0	0

CASH FLOW	III quarter 2006 01.07.2006 – 30.09.2006	III quarters of 2006 01.01.2006 – 30.09.2006	III quarter 2005 01.07.2006 – 30.09.2006	III quarters of 2005 01.01.2005 – 30.09.2005
shareholders				
3. Profit distribution liabilities other than profit distribution payments to shareholders	0	0	0	0
4. Repayment of credits and loans	6 753	93 028	7 167	20 366
5. Redemption of debt securities	0	0	0	0
6. Payment of other financial liabilities	0	0	0	0
7. Payment of liabilities arising from financial leases	880	1 435	404	1 034
8. Interest.	1 980	5 758	2 348	7 490
9. Other outflows from financial activities	0	0	0	0
III. Net cash flows from investment activities (I-II)	117 668	163 009	67 088	76 348
D. Total net cash flows (A.III+/-B.III+/-C.III)	82 580	88 380	55 073	33 397
E. Balance sheet change in cash, including:	81 482	88 389	55 037	33 418
- change in cash due to exchange differences	-1 098	9	-36	20
F. Cash opening balance	35 512	28 605	9 840	31 516
G. Closing balance of cash, including	116 994	116 994	64 913	64 913
- of limited disposability	103 519	103 519	58 400	58 400

2. Mid-year individual financial statement Barlinek S.A.

2.1. Selected financial data (thousands)

	thousands PLN		thousands EUR	
	III quarters of 2006 01.01.2006- 30.09.2006	III quarters of 2005 01.01.2005 – 30.09.2005	III quarters of 2006 01.01.2006- 30.09.2006	III quarters of 2005 01.01.2005 – 30.09.2005
I. Net revenues from sales of products, goods and material	254 900	287 261	65 074	70 784
II. Profit (loss) on operating activities	-4 252	13 523	-1 085	3 332
III. Gross profit (loss)	-2 388	8 304	-610	2 046
IV. Net profit (loss)	-2 515	6 858	-642	1 690
V. Net cash flows from operating activities	80 167	22 976	20 466	5 661
VI. Net cash flows from investment activities	-120 489	-33 453	-30 760	-8 243
VII. Net cash flows from financial activities	122 752	43 113	31 337	10 623
VIII. Total net cash flows	82 430	32 636	21 044	8 042
IX. Total assets	497 530	407 150	124 898	103 955
X. Liabilities and reserves for liabilities	209 078	270 682	52 486	69 111
XI. Long term liabilities	94 836	102 573	23 807	26 189
XII. Short term liabilities	110 125	157 987	27 645	40 338
XIII. Equity capital.	288 452	136 468	72 412	34 843
XIV. Share capital	96 780	80 000	24 295	20 426
XV. Number of shares	96 780 000	80 000 000	96 780 000	80 000 000
XVI. Profit (loss) per ordinary share (PLN / EUR)	-0.03	0.09	-0.01	0.02
XVII. Diluted earnings (loss) per ordinary share	-0.03	0.09	-0.01	0.02

(PLN / EUR)				
XVIII. Book value per share (PLN / EUR)	2.98	1.71	0.75	0.44
XIX. Diluted book value per share (PLN / EUR)	2.98	1.71	0.75	0.44
XX. Declared or paid dividend per share (PLN / EUR)				

2.3 Mid-year individual balance sheet of Barlinek S.A. (thousands PLN)

BALANCE	30.09.2006	30.06.2006	30.09.2005	30.06.2005
ASSETS				
I. Fixed assets	254 370	231 227	220 359	217 215
1. Intangible assets	797	886	1 129	982
2. Tangible fixed assets	9 286	9 136	142 640	139 720
3. Long-term receivables	0	0	73 915	73 915
3.1. From subsidiaries and affiliates	0	0	73 915	73 915
3.2. From other entities	0	0	0	0
4. Long-term investments	243 087	220 748	1 157	903
4.1. Real estate	0	0	0	0
4.2. Intangible assets	0	0	0	0
4.3. Long-term financial assets	243 087	220 748	1 157	111
a) in subsidiaries and affiliates	242 813	220 536	1 114	68
- shares	218 211	218 211	114	68
- granted loans	24 602	2 325	1 000	0
b) in other entities	274	212	43	43
- shares	12	12	43	43
- granted loans	262	200	0	0
4.4. Other long-term investments	0	0	0	792
5. Long-term deferred charges and accruals	1 200	457	1 518	1 695
5.1. Assets from deferred taxes	977	251	1 451	1 665
5.2. Other deferred charges and accruals	223	206	67	30
II. Current assets	243 160	139 072	186 791	166 503
1. Inventory	18 382	20 858	51 326	59 477
2. Short-term receivables	112 852	83 607	66 809	100 288
2.1. From subsidiaries and affiliates	29 482	24 512	2 943	46 211
2.2. From other entities	83 370	59 095	63 866	54 077
3. Short-term investments	111 033	34 030	64 663	5 293
3.1. Short-term financial assets	111 033	34 030	64 663	5 293
a) in subsidiaries and affiliates	693	693	491	311
b) in other entities	0	0	0	0
c) cash and other cash assets	110 340	33 337	64 172	4 982
3.2. Other short-term investments	0	0	0	0
4. Short-term deferred charges and accruals	893	577	3 993	1 445

BALANCE	30.09.2006	30.06.2006	30.09.2005	30.06.2005
Total assets	497 530	370 299	407 150	383 718
LIABILITIES				
I. Equity capital.	288 452	187 808	136 468	135 599
1. Share capital	96 780	88 000	80 000	80 000
2. Own shares for sale (negative value)	0	0	0	
3. Reserve capital	194 062	103 021	47 248	47 248
4. Revaluation reserve capital	0	0	0	
5. Other reserve capital	0	0	0	
6. Exchange gain (loss) on consolidation	0	0	0	
a) currency translation gains	0	0	0	
b) currency translation losses	0	0	0	
7. Undistributed earnings or uncovered loss of previous periods	125	125	2 362	2 362
8. Net profit (loss)	-2 515	-3 338	6 858	5 989
II. Minority shareholders capital	0	0	0	
III. Reserve capital from consolidation	0	0	0	
IV. Liabilities and reserves for liabilities	209 078	182 491	270 682	248 119
1. Reserves for liabilities	4 117	1 887	10 122	9 092
1.1. Reserves for income tax	553	382	5 398	4 521
1.2. Social security reserves	68	69	419	419
a) long term	12	13	161	161
b) short term	56	56	258	258
1.3. Other securities	3 496	1 436	4 305	4 152
a) long term	0	0	0	
b) short term	3 496	1 436	4 305	4 152
2. Long term liabilities	94 836	98 879	102 573	83 004
2.1. To subsidiaries and affiliates	0	0	0	
2.2. To other entities	94 836	98 879	102 573	83 004
3. Short term liabilities	110 125	81 725	157 987	156 023
3.1. To subsidiaries and affiliates	28 646	6 302	0	31 198
3.2. To other entities	81 479	75 423	157 987	124 825
3.3. Special funds	0	0	0	0
4. Accruals and deferred income	0	0	0	0
4.1. Negative goodwill	0	0	0	0
4.2. Other deferred charges and accruals	0	0	0	0
a) long term	0	0	0	0
b) short term	0	0	0	0
Total liabilities	497 530	370 299	407 150	383 718

2.5 Mid-year individual profit and loss account of Barlinek S.A. (thousands PLN)

PROFIT AND LOSS ACCOUNT	III quarter 2006 01.07.2006 – 30.09.2006	III quarters of 2006 01.01.2006 - 30.09.2006	III quarter 2005 01.07.2006 – 30.09.2006	III quarters of 2005 01.01.2005 - 30.09.2005
I. Net revenues from sales of products, goods and materials, including:	86 038	254 900	107 880	287 261
- from subsidiaries and affiliates	3 935	30 727	24 306	60 740
1. Net revenues from sale of products	3 614	22 657	59 967	192 678
2. Net revenues from sales of products, goods and materials	82 424	232 243	47 913	94 583
II. Cost of products, goods and materials sold, including:	74 359	223 414	89 893	231 779
- from subsidiaries and affiliates	3 721	29 951	20 994	53 323
1. Cost of production	3 640	19 721	43 623	138 442
2. Cost of goods and materials sold	70 719	203 693	46 270	93 337
III. Gross profit (loss) on sales (I-II)	11 679	31 486	17 987	55 482
IV. Cost of sales	6 933	19 233	6 453	19 261
V. General administrative expenses	5 807	16 368	6 949	20 809
VI. Profit (loss) on sales (III-IV-V)	-1 061	-4 115	4 585	15 412
VII. Other operating income	163	2 507	81	68 389
1. Revenue from sale of non-financial fixed assets	120	336	6	67 817
2. Subsidies	0	0	0	0
3. Other operating income	43	2 171	75	572
VIII. Other operating costs	227	2 644	293	70 278
1. Cost of non-financial fixed assets sold	60	227	75	69 902
2. Revaluation of non-financial fixed assets	0	0	0	0
3. Other operating costs	167	2 417	218	376
IX. Profit (loss) on operating activities (VI+VII-VIII)	-1 125	-4 252	4 373	13 523
X. Financial revenue	6 026	13 137	1 365	6 263
1. Share dividends, including:	1	1	0	1
- from subsidiaries and affiliates	0	0	0	0
2. Interest, including:	1 176	1 576	-4	214
- from subsidiaries and affiliates	362	402	26	26
3. Income from sale of investments	0	0	0	0
4. Gain on revaluation of investments	0	0	0	0
5. Other	4 849	11 560	1 369	6 048
XI. Financial costs	4 633	11 273	4 154	11 482
1. Interest, including:	2 028	5 958	2 407	7 786
- to subsidiaries and affiliates	0	0	0	0
2. Loss on sale of investments	0	0	0	0
3. Gain on revaluation of investments	0	0	0	0
4. Other	2 605	5 315	1 747	3 696
XII. Profit (loss) on sale of shares in subsidiaries and affiliates	0	0	0	0
XIII. Profit (loss) on commercial activity (IX+X-XI+/-XII)	268	-2 388	1 584	8 304
XIV. Write off of goodwill on consolidation	0	0	0	0
XV. Write off of reserve capital on consolidation	0	0	0	0
XVI. Gross profit (loss) (XIII-XIV-XV)	268	-2 388	1 584	8 304
XVII. Income tax	-555	127	715	1 446

PROFIT AND LOSS ACCOUNT	III quarter 2006 01.07.2006 – 30.09.2006	III quarters of 2006 01.01.2006 - 30.09.2006	III quarter 2005 01.07.2006 – 30.09.2006	III quarters of 2005 01.01.2005 - 30.09.2005
a) current	0	0	-434	238
b) deferred	-555	127	1 149	1 208
XVIII. Other obligatory decrease of gross profit (increased loss)	0	0	0	0
XIX. Net profit (loss) share of subsidiaries and affiliates consolidated by property law method	0	0	0	0
XX. Profit (loss) of minority shareholders	0	0	0	0
XXI. Net profit (loss) (XVI-XVII-XVIII+/-XX+/-XXI)	823	-2 515	869	6 858

Changes in equity of Barlinek S.A. (thousands)

CHANGES IN EQUITY	III quarter 2006 01.07.2006 – 30.09.2006	III quarters of 2006 01.01.2006 - 30.09.2006	III quarter 2005 01.07.2006 – 30.09.2006	III quarters of 2005 01.01.2005 - 30.09.2005
I. Opening balance of equity	191 146	191 146	129 610	126 427
a) changes in adopted accounting principles	0	0	0	3 183
b) adjustments of fundamental errors	0	0	0	0
I.a. Opening balance of equity after adjustments	191 146	191 146	129 610	129 610
1. Opening balance of share capital	88 000	88 000	80 000	80 000
1.1. Changes in share capital	8 780	8 780	0	0
a) increase (due to)	8 780	8 780	0	0
- issuance of shares	8 780	8 780	0	0
b) decrease (due to)	0	0	0	0
- redemption of shares	0	0	0	0
1.2. Closing balance of share capital	96 780	96 780	80 000	80 000
2. Opening balance of called up share capital	0	0	0	0
2.1. Changes in called up share capital	0	0	0	0
a) increase (due to)	0	0	0	0
b) decrease (due to)	0	0	0	0
2.2. Closing balance of called up share capital	0	0	0	0
3. Opening balance of own shares	0	0	0	0
3.1. Changes in balance of own shares	0	0	0	0
a) increase (due to)	0	0	0	0
b) decrease (due to)	0	0	0	0
3.2. Closing balance of own shares	0	0	0	0
4. Opening balance of supplementary capital	103 021	94 525	47 248	21 206
4.1. Changes in supplementary capital	91 042	99 538	0	26 042
a) increase (due to)	91 042	99 538	0	26 042
- issue of shares above face value	91 042	91 042	0	0
- from profit distribution (statutory)	0	680	0	2 083

CHANGES IN EQUITY	III quarter 2006 01.07.2006 – 30.09.2006	III quarters of 2006 01.01.2006 - 30.09.2006	III quarter 2005 01.07.2006 – 30.09.2006	III quarters of 2005 01.01.2005 - 30.09.2005
- from profit distribution (above the statutory minimum value)	0	7 817	0	23 959
b) decrease (due to)	0	0	0	0
- loss coverage	0	0	0	0
4.2. Closing balance of supplementary capital	194 062	194 062	47 248	47 248
5. Opening balance of revaluation reserve	0	0	0	0
5.1. Changes in revaluation reserve	0	0	0	0
a) increase (due to)	0	0	0	0
b) decrease (due to)	0	0	0	0
- sale of tangible fixed assets	0	0	0	0
5.2. Closing balance of revaluation reserve	0	0	0	0
6. Opening balance of other reserve capitals	0	0	0	0
6.1. Changes in other reserve capitals	0	0	0	0
a) increase (due to)	0	0	0	0
b) decrease (due to)	0	0	0	0
6.2. Closing balance of other reserve capitals	0	0	0	0
7. Exchange gain (loss) on consolidation	0	0	0	0
8. Opening balance of previous years' profit (loss)	-3 213	8 622	8 352	26 021
8.1 Opening balance of previous years' profit	125	8 622	8 373	26 042
a) changes in adopted accounting principles	0	0	0	2 383
b) adjustments of fundamental errors	0	0	0	0
8.2 Opening balance of previous years' profit, after adjustments	125	8 622	8 373	28 425
a) increase (due to)	0	0	0	0
- distribution of previous years' profit	0	0	0	0
b) decrease (due to)	0	8 496	0	26 042
- distribution of previous years' profit	0	8 496	0	0
8.3. Closing balance of previous years' profit	125	125	8 373	2 383
8.4. Opening balance of previous years' loss	3 338	0	21	21
a) changes in adopted accounting principles	0	0	0	0
b) adjustments of fundamental errors	0	0	0	0
8.5. Opening balance of previous years' loss, after adjustments	3 338	0	21	21
a) increase (due to)	0	0	0	0
b) decrease (due to)	0	0	0	0
8.6. Closing balance of previous years' loss	3 338	0	21	21
8.7. Closing balance of previous years' profit (loss)	-3 213	125	8 352	2 362

CHANGES IN EQUITY	III quarter 2006 01.07.2006 – 30.09.2006	III quarters of 2006 01.01.2006 - 30.09.2006	III quarter 2005 01.07.2006 – 30.09.2006	III quarters of 2005 01.01.2005 - 30.09.2005
9. Net profit	823	-2 515	869	6 858
a) net profit	823	0	869	6 858
b) net loss	0	2 515	0	0
c) write-offs on profit (negative value)	0	0	0	0
II. Closing balance of equity (BZ)	288 452	288 452	136 468	136 468
III. Equity including proposed profit distribution (loss coverage)	288 452	288 452	136 468	136 468

2.6 Mid-year individual financial statement of cash flow of S.A. (thousands PLN)

CASH FLOW	III quarter 2006 01.07.2006 – 30.09.2006	III quarters of 2006 01.01.2006 - 30.09.2006	III quarter 2005 01.07.2006 – 30.09.2006	III quarters of 2005 01.01.2005 - 30.09.2005
A. Cash flows from operating activities - indirect method				
I. Net profit (loss)	823	-2 515	869	6 858
II. Total adjustments	3 495	82 682	15 948	16 118
1. Profit (loss) of minority shareholders	0	0	0	0
2. Net profit (loss) share of subsidiaries and affiliates consolidated by property law method	0	0	0	0
3. Amortisation and depreciation, including:	657	1 957	3 555	11 219
- Write off of goodwill on consolidation or Write off of reserve capital on consolidation	0	0	0	0
4. Exchange gains (losses)	1 172	64	36	-20
5. Interest and profit sharing (dividend)	1 885	5 481	2 345	7 462
6. Profit (loss) on investment activities	-61	-110	69	2 085
7. Change in provisions	2 231	1 651	1 030	2 544
8. Change in inventory	2 475	30 105	8 151	5 515
9. Change in receivables	-29 245	61 082	33 479	-8 474
10. Change in short-term liabilities excluding credits and loan	25 436	-16 804	-30 301	-138
11. Change in prepayments and accruals	-1 059	-304	-2 371	-3 482
12. Other adjustments	4	-440	-45	-593
III. Net cash flows from operating activities (I+/-II)	4 318	80 167	16 817	22 976
B. CASH FLOWS FROM INVESTMENT ACTIVITIES				
I. Inflows	434	823	6	6 016
1. Disposal of intangible and tangible fixed assets	120	336	6	6 016
2. Disposal of investments in real property and in intangible assets	0	0	0	0
3. From financial assets, including:	314	487	0	0
a) in subsidiaries and affiliates	314	487	0	0
- sale of financial assets	0	0	0	0
- dividend and profit sharing	0	0	0	0
- repayment of long-term loans	314	487	0	0
- interest	0	0	0	0
- other inflows from financial assets	0	0	0	0
b) in other entities	0	0	0	0

CASH FLOW	III quarter 2006 01.07.2006 – 30.09.2006	III quarters of 2006 01.01.2006 - 30.09.2006	III quarter 2005 01.07.2006 – 30.09.2006	III quarters of 2005 01.01.2005 - 30.09.2005
- sale of financial assets	0	0	0	0
- dividend and profit sharing	0	0	0	0
- repayment of long-term loans	0	0	0	0
- interest	0	0	0	0
- other inflows from financial assets	0	0	0	0
4. Other inflows from investment activities	0	0	0	0
II. Outflows	23 311	121 312	6 603	39 469
1. Acquisition of intangible and tangible fixed assets	778	1 226	6 349	26 303
2. Investments in real property and in intangible assets	0	0	0	0
3. For financial assets, including:	22 533	120 086	254	1 051
a) in subsidiaries and affiliates	22 471	119 824	254	1 050
- acquisition of financial assets	1	95 581	46	50
- granted long-term loans	22 470	24 243	208	1 000
b) in other entities	62	262	0	1
- acquisition of financial assets	0	0	0	1
- granted long-term loans	62	262	0	0
- granted short-term loans	0	0	0	0
4. Dividends and other profit sharing paid out to minority shareholders	0	0	0	0
5. Other outflows from investment activities	0	0	0	12 115
III. Net cash flows from operating activities (I-II)	-22 877	-120 489	-6 597	-33 453
C. CASH FLOWS FROM FINANCIAL ACTIVITIES				
I. Inflows	104 711	220 954	58 888	71 938
1. Net inflows from issuance of shares and other capital instruments and from capital contributions	99 822	99 822	58 400	58 400
2. Credits and loans	4 889	121 132	488	13 538
3. Issuance of debt securities	0	0	0	0
4. Other inflows from financial activities	0	0	0	0
II. Outflows	7 978	98 202	9 882	28 825
1. Purchase of own shares	0	0	0	0
2. Dividends and other payments to shareholders	0	0	0	0
3. Profit distribution liabilities other than profit distribution payments to shareholders	0	0	0	0
4. Repayment of credits and loans	0	0	7 133	20 330
5. Redemption of debt securities	5 503	91 778	0	0
6. Payment of other financial liabilities	0	0	0	0
7. Payment of liabilities arising from financial leases	0	0	404	1 033
8. Interest.	590	943	2 345	7 462
9. Other outflows from financial activities	1 885	5 481	0	0
III. Net cash flows from investment activities (I-II)	96 733	122 752	49 006	43 113
D. Total net cash flows (A.III+/-B.III+/-C.III)	78 174	82 430	59 226	32 636
E. Balance sheet change in cash, including:	77 003	82 366	59 190	32 657

CASH FLOW	III quarter 2006 01.07.2006 – 30.09.2006	III quarters of 2006 01.01.2006 - 30.09.2006	III quarter 2005 01.07.2006 – 30.09.2006	III quarters of 2005 01.01.2005 - 30.09.2005
- change in cash due to exchange differences	-1 171	-64	-36	21
F. Cash opening balance	33 337	27 974	4 982	31 516
G. Closing balance of cash, including	110 340	110 340	64 172	64 172
- of limited disposability	103 519	103 519	58 400	58 400

3.21. Information regarding revenue and financial results in reference to particular industry or geographical sectors:

III quarters of 2006

	North America	Eastern Europe	Western Europe	Other	Poland	Scandinavia	Total
Revenue from sales	12 678	26 238	43 345	2 539	105 373	57 799	247 972
Sector result	2 789	6 055	9 855	582	20 040	15 516	54 837
Unaccounted costs of the whole group							28 579
Group sales result							26 258
Other operating income							400
Other operating costs							974
Result on operating activities							25 684
Financial revenue							23 899
Financial costs							23 224
Gross profit							26 359
Income tax							203
Net profit							26 156

	North America	Eastern Europe	Western Europe	Other	Poland	Scandinavia	Total
Sector's assets	1 472	7 479	8 313	131	243	5 872	23 510
Unaccounted assets of the whole group							654 184
Total assets							677 694

III quarters of 2005

	North America	Eastern Europe	Western Europe	Other	Poland	Scandinavia	Total
Revenue from sales	9 263	22 192	51 487	1 874	89 679	51 085	225 580
Sector result	2 047	4 504	11 040	466	14 821	14 104	46 982
Unaccounted costs of the whole group							22 235
Group sales result							24 747
Other operating income							601
Other operating costs							439

Result on operating activities		24 909
Financial revenue		6 935
Financial costs		11 852
Gross profit		19 992
Income tax		196
Net profit		19 796

	North America	Eastern Europe	Western Europe	Other	Poland	Scandinavia	Total
Sector's assets	1 840	4 114	6 736	0	33 479	3 132	49 301
Unaccounted assets of the whole group							414 593
Total assets							463 894

Signatures:**The Board:**

Paweł Wrona President of the Management Board

.....

Wioleta Bartosz Member of the Management Board

.....

Ryszard Pyrek Member of the Management Board

.....

Person responsible for maintaining company ledger:

Anna Kozłowska Chief Accountant

.....

Kielce, 10th November, 2006