



Barlinek S.A. Capital Group
Mid-year short form of consolidated financial statement for the twelve months ending
on 31 December 2006.

1. Short form of consolidated financial statement

1.1. Selected financial data (thousands)

	thousands PLN		thousands EUR	
	IV quarters of 2006	IV quarters of 2005	IV quarters of 2006	IV quarters of 2005
	01.01.2006- 31.12.2006	01.01.2005- 31.12.2005	01.01.2006- 31.12.2006	01.01.2005- 31.12.2005
I. Net revenues from sales of products, goods and material	345 287	306 101	88 556	76 083
II. Profit (loss) on operating activities	36 877	34 837	9 458	8 659
III. Gross profit (loss)	35 207	28 327	9 030	7 041
IV. Net profit (loss)	36 241	29 328	9 295	7 290
V. Net cash flows from operating activities	-14 580	9 937	-3 739	2 470
VI. Net cash flows from investment activities	-92 863	-96 158	-23 817	-23 901
VII. Net cash flows from financial activities	162 944	83 236	41 791	20 689
VIII. Total net cash flows	55 501	-2 985	14 234	-742
IX. Total assets	678 071	501 101	176 987	129 826
X. Liabilities and reserves for liabilities	334 226	291 109	87 238	75 421
XI. Long term liabilities	196 461	109 756	51 279	28 436
XII. Short term liabilities	133 789	178 646	34 921	46 284
XIII. Equity capital.	343 845	209 992	89 749	54 405
XIV. Share capital	96 780	88 000	25 261	22 799
XV. Number of shares	96 780 000	88 000 000	96 780 000	88 000 000
XVI. Profit (loss) per ordinary share (PLN / EUR)	0.40	0.36	0.10	0.09
XVII. Diluted earnings (loss) per ordinary share (PLN / EUR)	0.40	0.36	0.10	0.09
XVIII. Book value per share (PLN / EUR)	3.81	2.57	0.99	0.67
XIX. Diluted book value per share (PLN / EUR)	3.81	2.57	0.99	0.67
XX. Declared or paid dividend per share (PLN / EUR)				

1.2. Short form of consolidated balance sheet in thousands PLN

BALANCE	31.12.2006	30.09.2006	31.12.2005	30.09.2005
ASSETS				
I. Fixed assets	373 956	345 783	304 461	240 119
1. Intangible assets	1 027	836	1 037	1 131
2. Tangible fixed assets	361 008	334 778	293 394	235 461
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	454	374	35	43
4.1. Real estate	0	0	0	0
4.2. Intangible assets	0	0	0	0
4.3. Long-term financial assets	454	374	35	43
a) in subsidiaries and affiliates	0	0	22	0

BALANCE	31.12.2006	30.09.2006	31.12.2005	30.09.2005
- shares	0	0	22	0
- granted loans	0	0	0	0
b) in other entities	454	374	13	43
- shares	12	12	13	43
- granted loans	442	362	0	0
4.4. Other long-term investments	0	0	0	0
5. Long-term deferred charges and accruals	11 467	9 795	9 995	3 484
5.1. Assets from deferred taxes	9 766	8 292	8 255	2 701
5.2. Other deferred charges and accruals	1 701	1 503	1 740	783
II. Current assets	304 115	331 911	196 640	223 775
1. Inventory	104 221	97 253	78 338	74 364
2. Short-term receivables	111 981	114 491	87 229	80 366
2.1. From subsidiaries and affiliates	0	0	0	0
2.2. From other entities	111 981	114 491	87 229	80 366
3. Short-term investments	83 816	116 994	28 605	64 933
3.1. Short-term financial assets	83 816	116 994	28 605	64 933
a) in subsidiaries and affiliates	0	0	0	0
b) in other entities	0	0	0	0
c) cash and other cash assets	83 816	116 994	28 605	64 933
3.2. Other short-term investments	0	0	0	0
4. Short-term deferred charges and accruals	4 097	3 173	2 468	4 112
Total assets	678 071	677 694	501 101	463 894
LIABILITIES				
I. Equity capital.	343 845	335 578	209 992	148 929
1. Share capital	96 780	96 780	88 000	80 000
2. Own shares for sale (negative value)	0	0	0	0
3. Reserve capital	213 885	213 955	93 909	47 248
4. Revaluation reserve capital	0	-1 176	-1 364	-459
5. Other reserve capital	0	0	0	0
6. Exchange gain (loss) on consolidation	-3 273	-68	12	0
a) currency translation gains	0	0	0	0
b) currency translation losses	3 273	-68	12	0
7. Undistributed earnings or uncovered loss of previous periods	212	-69	107	2 344
8. Net profit (loss)	36 241	26 156	29 328	19 796
II. Minority shareholders capital	0	0	0	0
III. Reserve capital from consolidation	0	0	0	0
IV. Liabilities and reserves for liabilities	334 226	342 116	291 109	314 965
1. Reserves for liabilities	3 939	4 514	2 707	10 172
1.1. Reserves for income tax	799	553	389	5 398
1.2. Social security reserves	264	264	289	470
a) long term	202	202	233	207
b) short term	62	62	56	263
1.3. Other securities	2 876	3 697	2 029	4 304
a) long term	0	0	0	0
b) short term	2 876	3 697	2 029	4 304
2. Long term liabilities	196 461	168 648	109 756	128 824
2.1. To subsidiaries and affiliates	0	0	0	0
2.2. To other entities	196 461	168 648	109 756	128 824

BALANCE	31.12.2006	30.09.2006	31.12.2005	30.09.2005
3. Short term liabilities	133 789	168 940	178 646	175 969
3.1. To subsidiaries and affiliates	0	0	0	0
3.2. To other entities	133 789	168 940	178 646	175 969
3.3. Special funds	0	0	0	0
4. Accruals and deferred income	37	14	0	0
4.1. Negative goodwill	0	0	0	0
4.2. Other deferred charges and accruals	37	14	0	0
a) long term	0	0	0	0
b) short term	37	14	0	0
Total liabilities	678 071	677 694	501 101	463 894

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

PROFIT AND LOSS ACCOUNT	IV quarter 2006 01.10.2006 – 31.12.2006	IV quarters of 2006 01.01.2006 - 31.12.2006	IV quarter 2005 01.10.2005 – 31.12.2005	IV quarters of 2005 01.01.2005 - 31.12.2005
I. Net revenues from sales of products, goods and materials, including:	97 315	345 287	80 521	306 101
- from subsidiaries and affiliates	0	0	0	0
1. Net revenues from sale of products	92 412	324 126	74 009	287 419
2. Net revenues from sales of products, goods and materials	4 903	21 161	6 512	18 682
II. Cost of products, goods and materials sold, including:	63 180	234 995	54 975	214 313
- from subsidiaries and affiliates	0	0	0	0
1. Cost of production	59 088	217 253	49 532	199 021
2. Cost of goods and materials sold	4 092	17 742	5 443	15 292
III. Gross profit (loss) on sales (I-II)	34 135	110 292	25 546	91 788
IV. Cost of sales	10 308	32 218	7 176	26 437
V. General administrative expenses	11 567	39 557	8 852	31 087
VI. Profit (loss) on sales (III-IV-V)	12 260	38 517	9 518	34 264
VII. Other operating income	475	876	2 125	2 726
1. Revenue from sale of non-financial fixed assets	53	125	149	178
2. Subsidies	0	0	0	0
3. Other operating income	422	751	1 976	2 548
VIII. Other operating costs	1 541	2 516	1 715	2 153
1. Cost of non-financial fixed assets sold	64	125	228	238
2. Revaluation of non-financial fixed assets	185	185	370	370
3. Other operating costs	1 292	2 206	1 117	1 545
IX. Profit (loss) on operating activities (VI+VII-VIII)	11 194	36 877	9 928	34 837
X. Financial revenue	11 623	35 522	2 969	9 904
1. Share dividends, including:	0	1	0	1
- from subsidiaries and affiliates	0	0	0	0
2. Interest, including:	501	1 684	439	627
- from subsidiaries and affiliates	0	0	0	0
3. Income from sale of investments	0	0	34	34
4. Gain on revaluation of investments	0	0	0	0
5. Other	11 122	33 837	2 496	9 242

PROFIT AND LOSS ACCOUNT	IV quarter 2006 01.10.2006 – 31.12.2006	IV quarters of 2006 01.01.2006 - 31.12.2006	IV quarter 2005 01.10.2005 – 31.12.2005	IV quarters of 2005 01.01.2005 - 31.12.2005
XI. Financial costs	13 968	37 192	4 562	16 414
1. Interest, including:	1 724	8 184	2 093	9 924
- to subsidiaries and affiliates	0	0	0	0
2. Loss on sale of investments	0	0	29	29
3. Gain on revaluation of investments	0	0	0	0
4. Other	12 244	29 008	2 440	6 461
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)	8 849	35 207	8 335	28 327
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)	8 849	35 207	8 335	28 327
XVII. Income tax	-1 236	-1 034	-1 197	-1 001
a) current	54	130	8 898	9 136
b) deferred	-1 290	-1 164	-10 095	-10 137
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)	10 085	36 241	9 532	29 328

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

CHANGES IN EQUITY	IV quarter 2006 01.10.2006 – 31.12.2006	IV quarters of 2006 01.01.2006 - 31.12.2006	IV quarter 2005 01.10.2005 – 31.12.2005	IV quarters of 2005 01.01.2005 - 31.12.2005
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	96 780	88 000	80 000	80 000
1.1. Changes in share capital	0	8 780	8 000	8 000
a) increase (due to)	0	8 780	8 000	8 000
- issuance of shares	0	8 780	8 000	8 000
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	88 000	88 000
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

CHANGES IN EQUITY	IV quarter 2006 01.10.2006 – 31.12.2006	IV quarters of 2006 01.01.2006 - 31.12.2006	IV quarter 2005 01.10.2005 – 31.12.2005	IV quarters of 2005 01.01.2005 - 31.12.2005
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	213 956	93 909	47 248	21 206
4.1. Changes in supplementary capital	-71	119 976	46 661	72 703
a) increase (due to)	0	120 475	47 277	73 319
- issue of shares above face value	0	90 971	47 277	47 277
- 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)	71	499	616	616
- loss coverage	0	0	0	0
- other decreases	0	499	616	616
- aggio adjustment	71	0	0	0
4.2. Closing balance of supplementary capital	213 885	213 885	93 909	93 909
5. Opening balance of revaluation reserve	-1 176	-1 364	-458	0
5.1. Changes in revaluation reserve	1 176	1 364	-906	-1 364
a) increase (due to)	1 176	1 364	0	0
- revaluation of financial instruments	0	188	0	0
- capital settlements	1 176	1 176	0	0
b) decrease (due to)	0	0	906	1 364
- sale of tangible fixed assets	0	0	0	0
5.2. Closing balance of revaluation reserve	0	0	-1 364	-1 364
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	-3 273	-3 273	12	12
8. Opening balance of previous years' profit (loss)	26 087	29 435	19 903	26 021
8.1 Opening balance of previous years' profit	26 156	29 473	19 941	26 042
a) changes in adopted accounting principles	281	281	0	2 383
b) adjustments of fundamental errors	0	0	0	0
8.2 Opening balance of previous	26 437	29 754	19 941	28 425

CHANGES IN EQUITY	IV quarter 2006 01.10.2006 – 31.12.2006	IV quarters of 2006 01.01.2006 - 31.12.2006	IV quarter 2005 01.10.2005 – 31.12.2005	IV quarters of 2005 01.01.2005 - 31.12.2005
years' profit, after adjustments				
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	28 279
- distribution of previous years' profit	0	29 504	0	26 042
- other decreases	0	0	0	2 237
8.3. Closing balance of previous years' profit	26 437	250	19 941	146
8.4. Opening balance of previous years' loss	69	38	38	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	38	38	21
a) increase (due to)	0	0	0	18
b) decrease (due to)	0	0	0	0
8.6. Closing balance of previous years' loss	69	38	38	39
8.7. Closing balance of previous years' profit (loss)	26 368	212	19 903	107
9. Net profit	10 085	36 241	9 532	29 328
a) net profit	10 085	36 241	9 532	29 328
b) net loss	0	0	0	0
c) write-offs on profit (negative value)	0	0	0	0
II. Closing balance of equity (BZ)	343 845	343 845	209 992	209 992
III. Equity including proposed profit distribution (loss coverage)	343 845	343 845	209 992	209 992

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

CASH FLOW	IV quarter 2006 01.10.2006 – 31.12.2006	IV quarters of 2006 01.01.2006 - 31.12.2006	IV quarter 2005 01.10.2005 – 31.12.2005	IV quarters of 2005 01.01.2005 - 31.12.2005
A. Cash flows from operating activities - indirect method				
I. Net profit (loss)	10 085	36 241	9 532	29 328
II. Total adjustments	-8 469	-50 821	-2 846	-19 391
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:	3 705	16 485	2 999	17 793
- Write off of goodwill on consolidation or Write off of reserve capital on consolidation	0	0	0	0
4. Exchange gains (losses)	299	289	-54	-74

CASH FLOW	IV quarter 2006 01.10.2006 – 31.12.2006	IV quarters of 2006 01.01.2006 - 31.12.2006	IV quarter 2005 01.10.2005 – 31.12.2005	IV quarters of 2005 01.01.2005 - 31.12.2005
5. Interest and profit sharing (dividend)	1 361	7 119	1 844	9 334
6. Profit (loss) on investment activities	12	0	73	56
7. Change in provisions	-575	1 231	-7 466	-4 870
8. Change in inventory	-6 969	-25 882	-3 975	-21 497
9. Change in receivables	2 510	-24 751	-6 863	-28 894
10. Change in short-term liabilities excluding credits and loan	-5 511	-21 356	18 351	22 123
11. Change in prepayments and accruals	-2 572	-3 064	-4 866	-10 433
12. Other adjustments	-729	-892	-2 889	-2 929
III. Net cash flows from operating activities (I+/-II)	1 616	-14 580	6 686	9 937
B. CASH FLOWS FROM INVESTMENT ACTIVITIES				
I. Inflows	53	125	183	212
1. Disposal of intangible and tangible fixed assets	53	125	149	178
2. Disposal of investments in real property and in intangible assets	0	0	0	0
3. From financial assets, including:	0	0	34	34
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	34	34
- sale of financial assets	0	0	34	34
- 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	34 483	92 988	50 139	96 370
1. Acquisition of intangible and tangible fixed assets	34 404	92 546	50 117	96 347
2. Investments in real property and in intangible assets	0	0	0	0
3. For financial assets, including:	79	442	22	23
a) in subsidiaries and affiliates	0	0	22	22
- acquisition of financial assets	0	0	22	22
- granted long-term loans	0	0	0	0
b) in other entities	79	442	0	1
- acquisition of financial assets	0	0	0	1
- granted long-term loans	79	442	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	-34 430	-92 863	-49 956	-96 158

CASH FLOW	IV quarter 2006 01.10.2006 – 31.12.2006	IV quarters of 2006 01.01.2006 - 31.12.2006	IV quarter 2005 01.10.2005 – 31.12.2005	IV quarters of 2005 01.01.2005 - 31.12.2005
activities (I-II)				
C. CASH FLOWS FROM FINANCIAL ACTIVITIES				
I. Inflows	14 709	277 940	33 050	138 287
1. Net inflows from issuance of shares and other capital instruments and from capital contributions	-71	99 751	-3 123	55 277
2. Credits and loans	14 780	178 189	36 173	83 010
3. Issuance of debt securities	0	0	0	0
4. Other inflows from financial activities	0	0	0	0
II. Outflows	14 774	114 996	26 162	55 051
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	12 687	105 715	23 986	44 351
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	726	2 162	332	1 366
8. Interest.	1 361	7 119	1 844	9 334
9. Other outflows from financial activities	0	0	0	0
III. Net cash flows from investment activities (I-II)	-65	162 944	6 888	83 236
D. Total net cash flows (A.III+/-B.III+/-C.III)	-32 879	55 501	-36 382	-2 985
E. Balance sheet change in cash, including:	-33 178	55 211	-36 328	-2 911
- change in cash due to exchange differences	-299	-289	54	74
F. Cash opening balance	116 994	28 605	64 933	31 516
G. Closing balance of cash, including	83 816	83 816	28 605	28 605
- of limited disposability				

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

2.1. Selected financial data (thousands)

	thousands PLN		thousands EUR	
	IV quarters of 2006 01.01.2006- 31.12.2006	IV quarters of 2005 01.01.2005- 31.12.2005	IV quarters of 2006 01.01.2006- 31.12.2006	IV quarters of 2005 01.01.2005- 31.12.2005
I. Net revenues from sales of products, goods and material	341 798	417 347	87 661	103 733
II. Profit (loss) on operating activities	-6 653	21 591	-1 706	5 367
III. Gross profit (loss)	-8 537	14 781	-2 189	3 674
IV. Net profit (loss)	-8 313	8 496	-2 132	2 112
V. Net cash flows from operating activities	84 899	-48 325	21 774	-12 011
VI. Net cash flows from investment activities	-140 545	30 658	-36 046	7 620

VII. Net cash flows from financial activities	106 687	14 052	27 362	3 493
VIII. Total net cash flows	51 041	-3 615	13 091	-899
IX. Total assets	457 964	387 352	119 535	100 355
X. Liabilities and reserves for liabilities	175 114	196 206	45 707	50 833
XI. Long term liabilities	89 051	53 337	23 244	13 819
XII. Short term liabilities	82 343	140 403	21 493	36 376
XIII. Equity capital.	282 850	191 146	73 828	49 522
XIV. Share capital	96 780	88 000	25 261	22 799
XV. Number of shares	96 780 000	88 000 000	96 780 000	88 000 000
XVI. Profit (loss) per ordinary share (PLN / EUR)	-0.09	0.10	-0.02	0.03
XVII. Diluted earnings (loss) per ordinary share (PLN / EUR)	-0.09	0.10	-0.02	0.03
XVIII. Book value per share (PLN / EUR)	3.13	2.34	0.82	0.61
XIX. Diluted book value per share (PLN / EUR)	3.13	2.34	0.82	0.61
XX. Declared or paid dividend per share (PLN / EUR)				

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

BALANCE	31.12.2006	30.09.2006	31.12.2005	30.09.2005
ASSETS				
I. Fixed assets	274 761	254 370	135 648	220 359
1. Intangible assets	710	797	1 034	1 129
2. Tangible fixed assets	9 787	9 286	10 008	142 640
3. Long-term receivables	0	0	0	73 915
3.1. From subsidiaries and affiliates	0	0	0	73 915
3.2. From other entities	0	0	0	0
4. Long-term investments	262 525	243 087	123 489	1 157
4.1. Real estate	0	0	0	0
4.2. Intangible assets	0	0	0	0
4.3. Long-term financial assets	262 525	243 087	123 489	1 157
a) in subsidiaries and affiliates	262 248	242 813	123 476	1 114
- shares	216 214	218 211	122 630	114
- granted loans	46 034	24 602	846	1 000
b) in other entities	277	274	13	43
- shares	12	12	13	43
- granted loans	265	262	0	0
4.4. Other long-term investments	0	0	0	0
5. Long-term deferred charges and accruals	1 739	1 200	1 117	1 518
5.1. Assets from deferred taxes	1 511	977	940	1 451
5.2. Other deferred charges and accruals	228	223	177	67
II. Current assets	183 203	243 160	251 704	186 791
1. Inventory	20 238	18 382	48 487	51 326
2. Short-term receivables	82 156	112 852	173 934	66 809

BALANCE	31.12.2006	30.09.2006	31.12.2005	30.09.2005
2.1. From subsidiaries and affiliates	2 609	29 482	120 804	2 943
2.2. From other entities	79 547	83 370	53 130	63 866
3. Short-term investments	79 846	111 033	28 611	64 663
3.1. Short-term financial assets	79 846	111 033	28 611	64 663
a) in subsidiaries and affiliates	1 121	693	637	491
b) in other entities	0	0	0	0
c) cash and other cash assets	78 725	110 340	27 974	64 172
3.2. Other short-term investments	0	0	0	0
4. Short-term deferred charges and accruals	963	893	672	3 993
Total assets	457 964	497 530	387 352	407 150
LIABILITIES				
I. Equity capital.	282 850	288 452	191 146	136 468
1. Share capital	96 780	96 780	88 000	80 000
2. Own shares for sale (negative value)	0	0	0	0
3. Reserve capital	193 992	194 062	94 525	47 248
4. Revaluation reserve capital	0	0	0	0
5. Other reserve capital	0	0	0	0
6. Exchange gain (loss) on consolidation	0	0	0	0
a) currency translation gains	0	0	0	0
b) currency translation losses	0	0	0	0
7. Undistributed earnings or uncovered loss of previous periods	391	125	125	2 362
8. Net profit (loss)	-8 313	-2 515	8 496	6 858
II. Minority shareholders capital	0	0	0	0
III. Reserve capital from consolidation	0	0	0	0
IV. Liabilities and reserves for liabilities	175 114	209 078	196 206	270 682
1. Reserves for liabilities	3 720	4 117	2 466	10 122
1.1. Reserves for income tax	800	553	389	5 398
1.2. Social security reserves	68	68	69	419
a) long term	12	12	19	161
b) short term	56	56	50	258
1.3. Other securities	2 852	3 496	2 008	4 305
a) long term	0	0	0	0
b) short term	2 852	3 496	2 008	4 305
2. Long term liabilities	89 051	94 836	53 337	102 573
2.1. To subsidiaries and affiliates	0	0	0	0
2.2. To other entities	89 051	94 836	53 337	102 573
3. Short term liabilities	82 343	110 125	140 403	157 987
3.1. To subsidiaries and affiliates	10 860	28 646	0	0
3.2. To other entities	71 483	81 479	140 403	157 987

BALANCE	31.12.2006	30.09.2006	31.12.2005	30.09.2005
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	457 964	497 530	387 352	407 150

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

PROFIT AND LOSS ACCOUNT	IV quarter 2006 01.10.2006 – 31.12.2006	IV quarters of 2006 01.01.2006 - 31.12.2006	IV quarter 2005 01.10.2005 – 31.12.2005	IV quarters of 2005 01.01.2005 - 31.12.2005
I. Net revenues from sales of products, goods and materials, including:	86 898	341 798	130 086	417 347
- from subsidiaries and affiliates	390	31 117	51 192	111 932
1. Net revenues from sale of products	252	22 909	64 380	257 058
2. Net revenues from sales of products, goods and materials	86 646	318 889	65 706	160 289
II. Cost of products, goods and materials sold, including:	74 924	298 858	112 297	344 076
- from subsidiaries and affiliates	297	30 249	46 797	100 120
1. Cost of production	81	19 802	57 112	195 555
2. Cost of goods and materials sold	74 843	279 056	55 185	148 521
III. Gross profit (loss) on sales (I-II)	11 974	42 940	17 789	73 271
IV. Cost of sales	8 055	27 288	7 176	26 437
V. General administrative expenses	5 844	21 693	7 958	28 767
VI. Profit (loss) on sales (III-IV-V)	-1 925	-6 041	2 655	18 067
VII. Other operating income	171	2 679	121 888	190 277
1. Revenue from sale of non-financial fixed assets	43	379	117 993	185 810
2. Subsidies	0	0	0	0
3. Other operating income	128	2 300	3 895	4 467
VIII. Other operating costs	647	3 291	116 476	186 753
1. Cost of non-financial fixed assets sold	42	269	113 385	183 287
2. Revaluation of non-financial fixed assets	185	185	370	370
3. Other operating costs	420	2 837	2 721	3 096
IX. Profit (loss) on operating activities (VI+VII-VIII)	-2 401	-6 653	8 067	21 591
X. Financial revenue	7 052	20 189	1 583	7 846
1. Share dividends, including:	0	1	0	1
- from subsidiaries and affiliates	0	0	0	0
2. Interest, including:	1 450	3 026	443	656
- from subsidiaries and affiliates	953	1 355	13	39
3. Income from sale of investments	1 885	1 885	34	34
4. Gain on revaluation of investments	0	0	0	0
5. Other	3 717	15 277	1 106	7 155
XI. Financial costs	10 799	22 073	3 174	14 656
1. Interest, including:	1 360	7 318	1 900	9 686

PROFIT AND LOSS ACCOUNT	IV quarter 2006 01.10.2006 – 31.12.2006	IV quarters of 2006 01.01.2006 - 31.12.2006	IV quarter 2005 01.10.2005 – 31.12.2005	IV quarters of 2005 01.01.2005 - 31.12.2005
- to subsidiaries and affiliates	0	0	0	0
2. Loss on sale of investments	1 997	1 997	29	29
3. Gain on revaluation of investments	0	0	0	0
4. Other	7 442	12 758	1 245	4 941
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)	-6 148	-8 537	6 476	14 781
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)	-6 148	-8 537	6 476	14 781
XVII. Income tax	-350	-224	4 838	6 285
a) current	0	0	8 869	9 107
b) deferred	-350	-224	-4 031	-2 822
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)	-5 798	-8 313	1 638	8 496

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

CHANGES IN EQUITY	IV quarter 2006 01.10.2006 – 31.12.2006	IV quarters of 2006 01.01.2006 - 31.12.2006	IV quarter 2005 01.10.2005 – 31.12.2005	IV quarters of 2005 01.01.2005 - 31.12.2005
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	96 780	88 000	80 000	80 000
1.1. Changes in share capital	0	8 780	8 000	8 000
a) increase (due to)	0	8 780	8 000	8 000
- issuance of shares	0	8 780	8 000	8 000
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	88 000	88 000
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

CHANGES IN EQUITY	IV quarter 2006 01.10.2006 – 31.12.2006	IV quarters of 2006 01.01.2006 - 31.12.2006	IV quarter 2005 01.10.2005 – 31.12.2005	IV quarters of 2005 01.01.2005 - 31.12.2005
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	194 062	94 525	47 248	21 206
4.1. Changes in supplementary capital	-70	99 467	47 277	73 319
a) increase (due to)	0	99 467	47 277	73 319
- issue of shares above face value	0	90 971	47 277	47 277
- from profit distribution (statutory)	0	680	0	2 083
- from profit distribution (above the statutory minimum value)	0	7 817	0	23 959
b) decrease (due to)	70	0	0	0
- loss coverage	0	0	0	0
- aggio adjustment	70	0	0	0
4.2. Closing balance of supplementary capital	193 992	193 992	94 525	94 525
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)	-2 390	8 622	9 220	26 021
8.1 Opening balance of previous years' profit	125	8 622	9 241	26 042
a) changes in adopted accounting principles	266	266	0	2 383
b) adjustments of fundamental errors	0	0	0	0
8.2 Opening balance of previous years' profit, after adjustments	391	8 888	9 241	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	2 237	28 279
- distribution of previous years' profit	0	8 496	0	26 042
- other decreases	0	0	2 237	2 237

CHANGES IN EQUITY	IV quarter 2006 01.10.2006 – 31.12.2006	IV quarters of 2006 01.01.2006 - 31.12.2006	IV quarter 2005 01.10.2005 – 31.12.2005	IV quarters of 2005 01.01.2005 - 31.12.2005
8.3. Closing balance of previous years' profit	391	391	7 004	146
8.4. Opening balance of previous years' loss	2 515	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	2 515	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	2 515	0	21	21
8.7. Closing balance of previous years' profit (loss)	-2 124	391	6 983	125
9. Net profit	-5 798	-8 313	1 638	8 496
a) net profit	0	0	1 638	8 496
b) net loss	5 798	8 313	0	0
c) write-offs on profit (negative value)	0	0	0	0
II. Closing balance of equity (BZ)	282 850	282 850	191 146	191 146
III. Equity including proposed profit distribution (loss coverage)	282 850	282 850	191 146	191 146

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

CASH FLOW	IV quarter 2006 01.10.2006 – 31.12.2006	IV quarters of 2006 01.01.2006 - 31.12.2006	IV quarter 2005 01.10.2005 – 31.12.2005	IV quarters of 2005 01.01.2005 - 31.12.2005
A. Cash flows from operating activities - indirect method				
I. Net profit (loss)	-5 798	-8 313	1 638	8 496
II. Total adjustments	10 529	93 212	-72 939	-56 821
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:	422	2 379	1 826	13 045
- Write off of goodwill on consolidation or Write off of reserve capital on consolidation	0	0	0	0
4. Exchange gains (losses)	226	290	-54	-74
5. Interest and profit sharing (dividend)	942	6 423	1 674	9 136
6. Profit (loss) on investment activities	112	2	-4 613	-2 528
7. Change in provisions	-397	1 254	-7 656	-5 112
8. Change in inventory	-1 856	28 249	24 999	30 514
9. Change in receivables	30 696	91 778	-107 125	-115 599
10. Change in short-term liabilities excluding credits and loan	-18 628	-35 432	16 805	16 667
11. Change in prepayments and accruals	-609	-914	3 723	241

CASH FLOW	IV quarter 2006 01.10.2006 – 31.12.2006	IV quarters of 2006 01.01.2006 - 31.12.2006	IV quarter 2005 01.10.2005 – 31.12.2005	IV quarters of 2005 01.01.2005 - 31.12.2005
12. Other adjustments	-379	-817	-2 518	-3 111
III. Net cash flows from operating activities (I+/-II)	4 731	84 899	-71 301	-48 325
B. CASH FLOWS FROM INVESTMENT ACTIVITIES				
I. Inflows	1 956	2 779	179 827	185 844
1. Disposal of intangible and tangible fixed assets	43	379	179 793	185 810
2. Disposal of investments in real property and in intangible assets	0	0	0	0
3. From financial assets, including:	1 913	2 400	34	34
a) in subsidiaries and affiliates	1 913	2 400	0	0
- sale of financial assets	1 885	1 885	0	0
- dividend and profit sharing	0	0	0	0
- repayment of long-term loans	28	515	0	0
- interest	0	0	0	0
- other inflows from financial assets	0	0	0	0
b) in other entities	0	0	34	34
- sale of financial assets	0	0	34	34
- 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	22 013	143 324	115 717	155 186
1. Acquisition of intangible and tangible fixed assets	550	1 775	5 471	31 773
2. Investments in real property and in intangible assets	0	0	0	0
3. For financial assets, including:	21 463	141 549	122 361	123 413
a) in subsidiaries and affiliates	21 460	141 284	122 361	123 412
- acquisition of financial assets	0	95 581	122 516	123 412
- granted long-term loans	21 460	45 703	-155	0
b) in other entities	3	265	0	1
- acquisition of financial assets	0	0	0	1
- granted long-term loans	3	265	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	-12 115	0
III. Net cash flows from operating activities (I-II)	-20 057	-140 545	64 110	30 658
C. CASH FLOWS FROM FINANCIAL ACTIVITIES				
I. Inflows	-10 738	210 216	-3 123	68 815
1. Net inflows from issuance of shares and other capital instruments and from capital contributions	-71	99 751	-3 123	55 277
2. Credits and loans	-10 667	110 465	0	13 538
3. Issuance of debt securities	0	0	0	0
4. Other inflows from financial activities	0	0	0	0
II. Outflows	5 326	103 529	25 938	54 763

CASH FLOW	IV quarter 2006 01.10.2006 – 31.12.2006	IV quarters of 2006 01.01.2006 - 31.12.2006	IV quarter 2005 01.10.2005 – 31.12.2005	IV quarters of 2005 01.01.2005 - 31.12.2005
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	0	44 351
5. Redemption of debt securities	3 937	95 715	24 020	0
6. Payment of other financial liabilities	0	0	0	0
7. Payment of liabilities arising from financial leases	0	0	0	1 276
8. Interest.	447	1 391	244	9 136
9. Other outflows from financial activities	942	6 423	1 674	0
III. Net cash flows from investment activities (I-II)	-16 064	106 687	-29 061	14 052
D. Total net cash flows (A.III+/-B.III+/-C.III)	-31 390	51 041	-36 252	-3 615
E. Balance sheet change in cash, including:	-31 615	50 751	-36 198	-3 541
- change in cash due to exchange differences	-226	-290	54	74
F. Cash opening balance	110 340	27 974	64 172	31 516
G. Closing balance of cash, including	78 725	78 725	27 974	27 974
- of limited disposability				

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

IV quarters of 2006

	North America	Eastern Europe	Western Europe	Other	Poland	Scandinavia	Total
Revenue from sales	17 060	35 864	66 279	3 940	138 364	83 781	345 288
Sector result	4,276	9,289	16 135	990	25 408	22 681	78 779
Unaccounted costs of the whole group							40 262
Group sales result							38 517
Other operating income							876
Other operating costs							2 516
Result on operating activities							36 877
Financial revenue							35 522
Financial costs							37 192
Gross profit							35 207
Income tax							-1 034
Net profit							36 241

	North America	Eastern Europe	Western Europe	Other	Poland	Scandinavia	Total
Sector's assets	508	6 991	12 753	558	30 226	11 859	62 895
Unaccounted assets of the whole group							615 176
Total assets							678 071

IV quarters of 2005

	North America	Eastern Europe	Western Europe	Other	Poland	Scandinavia	Total
Revenue from sales	13 932	30 233	65 649	2 523	124 891	68 873	306 101
Sector result	3 094	6 477	14 177	613	21 373	19 617	65 351
Unaccounted costs of the whole group							31 087
Group sales result							34 264
Other operating income							2 726
Other operating costs							2 157
Result on operating activities							34 833
Financial revenue							9 904
Financial costs							16 414
Gross profit							28 323
Income tax							-1 001
Net profit							29 324

	North America	Eastern Europe	Western Europe	Other	Poland	Scandinavia	Total
Sector's assets	2 160	4 072	6 877	0	33 574	3 171	36 745
Unaccounted assets of the whole group							464 352
Total assets							501 097

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, 1st March, 2007