



Barlinek S.A. Capital Group
Mid-year short form of consolidated financial statement for the three months ending
on 31 March 2007.

1. Short form of consolidated financial statement

1.1. Selected financial data (thousands)

	thousands PLN		thousands EUR	
	1st quarter 2007	1st quarter 2006	1st quarter 2007	1st quarter 2006
	01.01. 2007 - 31.03.2007	01.01. 2006 - 31.03.2006	01.01. 2007 - 31.03.2007	01.01. 2006 - 31.03.2006
I. Net revenues from sales of products, goods and material	108 944	76 968	27 889	20 015
II. Profit (loss) on operating activities	15 715	7 843	4 023	2 039
III. Gross profit (loss)	14 916	6 205	3 818	1 614
IV. Net profit (loss)	14 142	5 738	3 620	1 492
V. Net cash flows from operating activities	4 314	-9 372	1 104	-2 437
VI. Net cash flows from investment activities	-35 142	-14 248	-8 996	-3 705
VII. Net cash flows from financial activities	57 276	29 110	14 662	7 570
VIII. Total net cash flows	26 448	5 490	6 771	1 428
IX. Total assets	763 084	506 923	197 205	128 801
X. Liabilities and reserves for liabilities	405 227	291 681	104 723	74 112
XI. Long term liabilities	249 369	156 084	64 445	39 659
XII. Short term liabilities	151 194	132 715	39 073	33 721
XIII. Equity capital.	357 857	215 242	92 481	54 690
XIV. Share capital	96 780	88 000	25 011	22 359
XV. Number of shares	96 780 000	88 000 000	96 780 000	88 000 000
XVI. Profit (loss) per ordinary share (PLN / EUR)	0.15	0.07	0.04	0.02
XVII. Diluted earnings (loss) per ordinary share (PLN / EUR)	0.15	0.07	0.04	0.02
XVIII. Book value per share (PLN / EUR)	3.70	2.45	0.96	0.62
XIX. Diluted book value per share (PLN / EUR)	3.70	2.45	0.96	0.62
XX. Declared or paid dividend per share (PLN / EUR)				

1.2. Short form of consolidated balance sheet in thousands PLN

BALANCE	31.03.2007	31.12.2006	31.03.2006	31.12.2005
I. Fixed assets	407 131	373 956	320 607	304 461
1. Intangible assets	967	1 027	987	1 037
2. Tangible fixed assets	390 355	361 008	310 009	293 394
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	560	454	35	35
4.1. Real estate	0	0	0	0
4.2. Intangible assets	0	0	0	0
4.3. Long-term financial assets	560	454	35	35
a) in subsidiaries and affiliates	0	0	22	22

BALANCE	31.03.2007	31.12.2006	31.03.2006	31.12.2005
- shares	0	0	22	22
- granted loans	0	0	0	0
b) in other entities	560	454	13	13
- shares	13	12	13	13
- granted loans	547	442	0	0
4.4. Other long-term investments	0	0	0	0
5. Long-term deferred charges and accruals	15 249	11 467	9 576	9 995
5.1. Assets from deferred taxes	9 677	9 766	7 836	8 255
5.2. Other deferred charges and accruals	5 572	1 701	1 740	1 740
II. Current assets	355 953	304 115	186 316	196 640
1. Inventory	105 739	104 221	79 888	78 338
2. Short-term receivables	136 060	111 981	68 548	87 229
2.1. From subsidiaries and affiliates	0	0	0	0
2.2. From other entities	136 060	111 981	68 548	87 229
3. Short-term investments	110 984	83 816	34 679	28 605
3.1. Short-term financial assets	110 984	83 816	34 679	28 605
a) in subsidiaries and affiliates	0	0	0	0
b) in other entities	0	0	0	0
c) cash and other cash assets	110 984	83 816	34 679	28 605
3.2. Other short-term investments	0	0	0	0
4. Short-term deferred charges and accruals	3 170	4 097	3 201	2 468
Total assets	763 084	678 071	506 923	501 101
LIABILITIES				
I. Equity capital.	357 857	343 845	215 242	209 992
1. Share capital	96 780	96 780	88 000	88 000
2. Own shares for sale (negative value)	0	0	0	0
3. Reserve capital	213 884	213 885	93 417	93 909
4. Revaluation reserve capital	0	0	-1 328	-1 364
5. Other reserve capital	0	0	0	0
6. Exchange gain (loss) on consolidation	-3 051	-3 273	-16	12
a) currency translation gains	0	0	0	12
b) currency translation losses	-3 051	-3 273	-16	0
7. Undistributed earnings or uncovered loss of previous periods	36 102	212	29 431	107
8. Net profit (loss)	14 142	36 241	5 738	29 328
II. Minority shareholders capital	0	0	0	0
III. Reserve capital from consolidation	0	0	0	0
IV. Liabilities and reserves for liabilities	405 227	334 226	291 681	291 109
1. Reserves for liabilities	4 652	3 939	2 882	2 707
1.1. Reserves for income tax	1 402	799	466	389
1.2. Social security reserves	293	264	289	289
a) long term	243	202	233	233
b) short term	50	62	56	56
1.3. Other securities	2 957	2 876	2 127	2 029
a) long term	0	0	0	0
b) short term	2 957	2 876	2 127	2 029
2. Long term liabilities	249 369	196 461	156 084	109 756
2.1. To subsidiaries and affiliates	0	0	0	0
2.2. To other entities	249 369	196 461	156 084	109 756

BALANCE	31.03.2007	31.12.2006	31.03.2006	31.12.2005
3. Short term liabilities	151 194	133 789	132 715	178 646
3.1. To subsidiaries and affiliates	0	0	0	0
3.2. To other entities	151 194	133 789	132 715	178 646
3.3. Special funds	0	0	0	0
4. Accruals and deferred income	12	37	0	0
4.1. Negative goodwill	0	0	0	0
4.2. Other deferred charges and accruals	12	37	0	0
a) long term	0	0	0	0
b) short term	12	37	0	0
Total liabilities	763 084	678 071	506 923	501 101

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

PROFIT AND LOSS ACCOUNT	1st quarter 2007 01.01.2007 - 31.03.2007	1st quarter 2006 01.01.2006 - 31.03.2006
I. Net revenues from sales of products, goods and materials, including:	108 944	76 968
- from subsidiaries and affiliates	0	0
1. Net revenues from sale of products	104 274	73 084
2. Net revenues from sales of products, goods and materials	4 670	3 884
II. Cost of products, goods and materials sold, including:	70 552	54 555
- from subsidiaries and affiliates	0	0
1. Cost of production	66 929	51 569
2. Cost of goods and materials sold	3 623	2 986
III. Gross profit (loss) on sales (I-II)	38 392	22 413
IV. Cost of sales	10 042	6 147
V. General administrative expenses	12 343	8 260
VI. Profit (loss) on sales (III-IV-V)	16 007	8 006
VII. Other operating income	366	105
1. Revenue from sale of non-financial fixed assets	0	13
2. Subsidies	0	0
3. Other operating income	366	92
VIII. Other operating costs	658	268
1. Cost of non-financial fixed assets sold	0	3
2. Revaluation of non-financial fixed assets	0	0
3. Other operating costs	658	265
IX. Profit (loss) on operating activities (VI+VII-VIII)	15 715	7 843
X. Financial revenue	10 345	2 577
1. Share dividends, including:	0	0
- from subsidiaries and affiliates	0	0
2. Interest, including:	511	122
- from subsidiaries and affiliates	0	0
3. Income from sale of investments	0	0
4. Gain on revaluation of investments	0	0

PROFIT AND LOSS ACCOUNT	1st quarter 2007 01.01.2007 - 31.03.2007	1st quarter 2006 01.01.2006 - 31.03.2006
5. Other	9 834	2 455
XI. Financial costs	11 144	4 215
1. Interest, including:	2 405	2 149
- to subsidiaries and affiliates	0	0
2. Loss on sale of investments	0	0
3. Gain on revaluation of investments	0	0
4. Other	8 739	2 066
XII. Profit (loss) on sale of shares in subsidiaries and affiliates	0	0
XIII. Profit (loss) on commercial activity (IX+X-XI+/-XII)	14 916	6 205
XIV. Write off of goodwill on consolidation	0	0
XV. Write off of reserve capital on consolidation	0	0
XVI. Gross profit (loss) (XIII-XIV-XV)	14 916	6 205
XVII. Income tax	774	467
a) current	134	31
b) deferred	640	436
XVIII. Other obligatory decrease of gross profit (increased loss)	0	0
XIX. Net profit (loss) share of subsidiaries and affiliates consolidated by property law method	0	0
XX. Profit (loss) of minority shareholders	0	0
XXI. Net profit (loss) (XVI-XVII-XVIII+/-XX+/-XXI)	14 142	5 738

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

CHANGES IN EQUITY	1st quarter 2007 01.01.2007 - 31.03.2007	1st quarter 2006 01.01.2006 - 31.03.2006
I. Opening balance of equity	343 845	209 988
a) changes in adopted accounting principles	0	0
b) adjustments of fundamental errors	-359	0
I.a. Opening balance of equity after adjustments	343 486	209 988
1. Opening balance of share capital	96 780	88 000
1.1. Changes in share capital	0	0
a) increase (due to)	0	0
- issuance of shares	0	0
b) decrease (due to)	0	0
- redemption of shares	0	0
1.2. Closing balance of share capital	96 780	88 000
2. Opening balance of called up share capital	0	0
2.1. Changes in called up share capital	0	0
a) increase (due to)	0	0
b) decrease (due to)	0	0
2.2. Closing balance of called up share capital	0	0
3. Opening balance of own shares	0	0

CHANGES IN EQUITY	1st quarter 2007 01.01.2007 - 31.03.2007	1st quarter 2006 01.01.2006 - 31.03.2006
3.1. Changes in balance of own shares	0	0
a) increase (due to)	0	0
b) decrease (due to)	0	0
3.2. Closing balance of own shares	0	0
4. Opening balance of supplementary capital	213 884	93 909
4.1. Changes in supplementary capital	0	-492
a) increase (due to)	0	0
- issue of shares above face value	0	0
- from profit distribution (statutory)	0	0
- from profit distribution (above the statutory minimum value)	0	0
b) decrease (due to)	0	492
- loss coverage	0	0
- other decreases	0	492
4.2. Closing balance of supplementary capital	213 884	93 417
5. Opening balance of revaluation reserve	0	-1 364
5.1. Changes in revaluation reserve	0	36
a) increase (due to)	0	36
- revaluation of financial instruments	0	
b) decrease (due to)	0	0
- sale of tangible fixed assets	0	0
5.2. Closing balance of revaluation reserve	0	-1 328
6. Opening balance of other reserve capitals	0	0
6.1. Changes in other reserve capitals	0	0
a) increase (due to)	0	0
b) decrease (due to)	0	0
6.2. Closing balance of other reserve capitals	0	0
7. Exchange gain (loss) on consolidation	-3 051	-16
8. Opening balance of previous years' profit (loss)	36 102	29 431
8.1 Opening balance of previous years' profit	36 102	29 470
a) changes in adopted accounting principles	0	0
b) adjustments of fundamental errors	0	0
8.2 Opening balance of previous years' profit, after adjustments	36 102	29 470
a) increase (due to)	0	0
- distribution of previous years' profit	0	0
b) decrease (due to)	0	0
- distribution of previous years' profit	0	0
- other decreases	0	0
8.3. Closing balance of previous years' profit	36 102	29 470
8.4. Opening balance of previous years' loss	0	39
a) changes in adopted accounting principles	0	0
b) adjustments of fundamental errors	0	0
8.5. Opening balance of previous years' loss, after adjustments	0	39

CHANGES IN EQUITY	1st quarter 2007 01.01.2007 - 31.03.2007	1st quarter 2006 01.01.2006 - 31.03.2006
a) increase (due to)	0	0
b) decrease (due to)	0	0
8.6. Closing balance of previous years' loss	0	39
8.7. Closing balance of previous years' profit (loss)	36 102	29 431
9. Net profit	14 142	5 738
a) net profit	14 142	5 738
b) net loss	0	0
c) write-offs on profit (negative value)	0	0
II. Closing balance of equity (BZ)	357 857	215 242
III. Equity including proposed profit distribution (loss coverage)	357 857	215 242

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

CASH FLOW	1st quarter 2007 01.01.2007 - 31.03.2007	1st quarter 2006 01.01.2006 - 31.03.2006
A. Cash flows from operating activities - indirect method		
I. Net profit (loss)	14 142	5 738
II. Total adjustments	-9 828	-15 110
1. Profit (loss) of minority shareholders	0	0
2. Net profit (loss) share of subsidiaries and affiliates consolidated by property law method	0	0
3. Amortisation and depreciation, including:	5 139	3 977
- Write off of goodwill on consolidation or Write off of reserve capital on consolidation	0	0
4. Exchange gains (losses)	-721	-583
5. Interest and profit sharing (dividend)	2 026	1 910
6. Profit (loss) on investment activities	0	-10
7. Change in provisions	713	115
8. Change in inventory	-1 517	-1 554
9. Change in receivables	-24 079	18 681
10. Change in short-term liabilities excluding credits and loan	11 782	-37 363
11. Change in prepayments and accruals	-2 880	-314
12. Other adjustments	-291	31
III. Net cash flows from operating activities (I+/-II)	4 314	-9 372
B. CASH FLOWS FROM INVESTMENT ACTIVITIES		
I. Inflows	0	13
1. Disposal of intangible and tangible fixed assets	0	13
2. Disposal of investments in real property and in intangible assets	0	0

CASH FLOW	1st quarter 2007 01.01.2007 - 31.03.2007	1st quarter 2006 01.01.2006 - 31.03.2006
3. From financial assets, including:	0	0
a) in subsidiaries and affiliates	0	0
- sale of financial assets	0	0
- dividend and profit sharing	0	0
- repayment of long-term loans	0	0
- interest	0	0
- other inflows from financial assets	0	0
b) in other entities	0	0
- sale of financial assets	0	0
- dividend and profit sharing	0	0
- repayment of long-term loans	0	0
- interest	0	0
- other inflows from financial assets	0	0
4. Other inflows from investment activities	0	0
II. Outflows	35 142	14 261
1. Acquisition of intangible and tangible fixed assets	35 037	14 261
2. Investments in real property and in intangible assets	0	0
3. For financial assets, including:	105	0
a) in subsidiaries and affiliates	0	0
- acquisition of financial assets	0	0
- granted long-term loans	0	0
b) in other entities	105	0
- acquisition of financial assets	0	0
- granted long-term loans	105	0
- granted short-term loans	0	0
4. Dividends and other profit sharing paid out to minority shareholders	0	0
5. Other outflows from investment activities	0	0
III. Net cash flows from operating activities (I-II)	-35 142	-14 248
C. CASH FLOWS FROM FINANCIAL ACTIVITIES		
I. Inflows	70 167	112 371
1. Net inflows from issuance of shares and other capital instruments and from capital contributions	0	0
2. Credits and loans	70 167	112 371
3. Issuance of debt securities	0	0
4. Other inflows from financial activities	0	0
II. Outflows	12 891	83 261
1. Purchase of own shares	0	0
2. Dividends and other payments to shareholders	0	0
3. Profit distribution liabilities other than profit distribution payments to shareholders	0	0
4. Repayment of credits and loans	9 973	80 873

CASH FLOW	1st quarter 2007 01.01.2007 - 31.03.2007	1st quarter 2006 01.01.2006 - 31.03.2006
5. Redemption of debt securities	0	0
6. Payment of other financial liabilities	0	0
7. Payment of liabilities arising from financial leases	892	478
8. Interest.	2 026	1 910
9. Other outflows from financial activities	0	0
III. Net cash flows from investment activities (I-II)	57 276	29 110
D. Total net cash flows (A.III+/-B.III+/-C.III)	26 448	5 490
E. Balance sheet change in cash, including:	27 168	6 074
- change in cash due to exchange differences	720	584
F. Cash opening balance	83 816	28 605
G. Closing balance of cash (F+/-D), including	110 984	34 679
- of limited disposability		

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

2.1. Selected financial data (thousands)

	thousands PLN		thousands EUR	
	1st quarter 2007 01.01. 2007- 31.03.2007	1st quarter 2006 01.01.2006 - 31.03.2006	1st quarter 2007 01.01. 2007- 31.03.2007	1st quarter 2006 01.01.2006 - 31.03.2006
I. Net revenues from sales of products, goods and material	94 613	77 845	24 220	20 243
II. Profit (loss) on operating activities	1 117	-94	286	-24
III. Gross profit (loss)	3 177	-1 247	813	-324
IV. Net profit (loss)	2 433	-1 683	623	-438
V. Net cash flows from operating activities	-9 649	84 990	-2 470	22 101
VI. Net cash flows from investment activities	-4 602	-95 354	-1 178	-24 796
VII. Net cash flows from financial activities	-5 005	14 875	-1 281	3 868
VIII. Total net cash flows	-19 256	4 511	-4 929	1 173
IX. Total assets	463 946	368 098	119 898	93 528
X. Liabilities and reserves for liabilities	178 676	178 634	46 175	45 388
XI. Long term liabilities	79 441	82 120	20 530	20 865
XII. Short term liabilities	94 994	94 035	24 549	23 893
XIII. Equity capital.	285 270	189 464	73 723	48 140
XIV. Share capital	96 780	88 000	25 011	22 359
XV. Number of shares	96 780 000	88 000 000	96 780 000	88 000 000
XVI. Profit (loss) per ordinary share (PLN / EUR)	0.03	-0.02	0.01	0.00
XVII. Diluted earnings (loss) per ordinary share (PLN / EUR)	0.03	-0.02	0.01	0.00
XVIII. Book value per share (PLN / EUR)	2.95	2.15	0.76	0.55
XIX. Diluted book value per share (PLN / EUR)	2.95	2.15	0.76	0.55
XX. Declared or paid dividend per share (PLN / EUR)				

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

BALANCE	31.03.2007	31.12.2006	31.03.2006	31.12.2005
ASSETS				
I. Fixed assets	282 545	274 761	229 952	135 648
1. Intangible assets	623	710	977	1 034
2. Tangible fixed assets	9 650	9 787	9 468	10 008
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	266 714	262 525	218 828	123 489
4.1. Real estate	0	0	0	0

BALANCE	31.03.2007	31.12.2006	31.03.2006	31.12.2005
4.2. Intangible assets	0	0	0	0
4.3. Long-term financial assets	266 714	262 525	218 828	123 489
a) in subsidiaries and affiliates	266 332	262 248	218 815	123 476
- shares	216 213	216 214	218 122	122 630
- granted loans	50 119	46 034	693	846
b) in other entities	382	277	13	13
- shares	13	12	13	13
- granted loans	369	265	0	0
4.4. Other long-term investments	0	0	0	0
5. Long-term deferred charges and accruals	5 558	1 739	679	1 117
5.1. Assets from deferred taxes	1 422	1 511	521	940
5.2. Other deferred charges and accruals	4 136	228	158	177
II. Current assets	181 401	183 203	138 146	251 704
1. Inventory	22 213	20 238	41 223	48 487
2. Short-term receivables	97 300	82 156	62 718	173 934
2.1. From subsidiaries and affiliates	2 902	2 609	898	120 804
2.2. From other entities	94 398	79 547	61 820	53 130
3. Short-term investments	61 255	79 846	33 747	28 611
3.1. Short-term financial assets	61 255	79 846	33 747	28 611
a) in subsidiaries and affiliates	1 031	1 121	678	637
b) in other entities	0	0	0	0
c) cash and other cash assets	60 224	78 725	33 069	27 974
3.2. Other short-term investments	0	0	0	0
4. Short-term deferred charges and accruals	633	963	458	672
Total assets	463 946	457 964	368 098	387 352
LIABILITIES				
I. Equity capital.	285 270	282 850	189 464	191 146
1. Share capital	96 780	96 780	88 000	88 000
2. Own shares for sale (negative value)	0	0	0	0
3. Reserve capital	193 991	193 992	94 525	94 525
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	-7 934	391	8 622	125
8. Net profit (loss)	2 433	-8 313	-1 683	8 496
II. Minority shareholders capital	0	0	0	0
III. Reserve capital from consolidation	0	0	0	0

BALANCE	31.03.2007	31.12.2006	31.03.2006	31.12.2005
IV. Liabilities and reserves for liabilities	178 676	175 114	178 634	196 206
1. Reserves for liabilities	4 241	3 720	2 479	2 466
1.1. Reserves for income tax	1 402	800	466	389
1.2. Social security reserves	65	68	69	69
a) long term	15	12	19	19
b) short term	50	56	50	50
1.3. Other securities	2 774	2 852	1 944	2 008
a) long term	0	0	0	0
b) short term	2 774	2 852	1 944	2 008
2. Long term liabilities	79 441	89 051	82 120	53 337
2.1. To subsidiaries and affiliates	0	0	0	0
2.2. To other entities	79 441	89 051	82 120	53 337
3. Short term liabilities	94 994	82 343	94 035	140 403
3.1. To subsidiaries and affiliates	18 147	10 860	16 343	0
3.2. To other entities	76 847	71 483	77 692	140 403
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	463 946	457 964	368 098	387 352

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

PROFIT AND LOSS ACCOUNT	1st quarter 2007 01.01.2007 - 31.03.2007	1st quarter 2006 01.01.2006 - 31.03.2006
I. Net revenues from sales of products, goods and materials, including:	94 613	77 845
- from subsidiaries and affiliates	395	6 303
1. Net revenues from sale of products	221	10 724
2. Net revenues from sales of products, goods and materials	94 392	67 121
II. Cost of products, goods and materials sold, including:	81 097	67 646
- from subsidiaries and affiliates	273	6 069
1. Cost of production	36	8 218
2. Cost of goods and materials sold	81 061	59 428
III. Gross profit (loss) on sales (I-II)	13 516	10 199
IV. Cost of sales	5 651	5 457
V. General administrative expenses	6 613	4 828
VI. Profit (loss) on sales (III-IV-V)	1 252	-86
VII. Other operating income	1 693	277
1. Revenue from sale of non-financial fixed assets	1 385	192

PROFIT AND LOSS ACCOUNT	1st quarter 2007 01.01.2007 - 31.03.2007	1st quarter 2006 01.01.2006 - 31.03.2006
2. Subsidies	0	0
3. Other operating income	308	85
VIII. Other operating costs	1 828	285
1. Cost of non-financial fixed assets sold	1 366	148
2. Revaluation of non-financial fixed assets	0	0
3. Other operating costs	462	137
IX. Profit (loss) on operating activities (VI+VII-VIII)	1 117	-94
X. Financial revenue	8 149	2 318
1. Share dividends, including:	0	0
- from subsidiaries and affiliates	0	0
2. Interest, including:	1 854	132
- from subsidiaries and affiliates	1 345	13
3. Income from sale of investments	0	0
4. Gain on revaluation of investments	0	0
5. Other	6 295	2 186
XI. Financial costs	6 089	3 471
1. Interest, including:	1 738	2 010
- to subsidiaries and affiliates	0	0
2. Loss on sale of investments	0	0
3. Gain on revaluation of investments	0	0
4. Other	4 351	1 461
XII. Profit (loss) on sale of shares in subsidiaries and affiliates	0	0
XIII. Profit (loss) on commercial activity (IX+X-XI+/-XII)	3 177	-1 247
XIV. Write off of goodwill on consolidation	0	0
XV. Write off of reserve capital on consolidation	0	0
XVI. Gross profit (loss) (XIII-XIV-XV)	3 177	-1 247
XVII. Income tax	744	436
a) current	104	0
b) deferred	640	436
XVIII. Other obligatory decrease of gross profit (increased loss)	0	0
XIX. Net profit (loss) share of subsidiaries and affiliates consolidated by property law method	0	0
XX. Profit (loss) of minority shareholders	0	0
XXI. Net profit (loss) (XVI-XVII-XVIII+/-XX+/-XXI)	2 433	-1 683

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

CHANGES IN EQUITY	1st quarter 2007 01.01.2007 - 31.03.2007	1st quarter 2006 01.01.2006 - 31.03.2006
I. Opening balance of equity	282 850	191 146
a) changes in adopted accounting principles	0	0

CHANGES IN EQUITY	1st quarter 2007 01.01.2007 - 31.03.2007	1st quarter 2006 01.01.2006 - 31.03.2006
b) adjustments of fundamental errors	-13	0
I.a. Opening balance of equity after adjustments	282 837	191 146
1. Opening balance of share capital	96 780	88 000
1.1. Changes in share capital	0	0
a) increase (due to)	0	0
- issuance of shares	0	0
b) decrease (due to)	0	0
- redemption of shares	0	0
1.2. Closing balance of share capital	96 780	88 000
2. Opening balance of called up share capital	0	0
2.1. Changes in called up share capital	0	0
a) increase (due to)	0	0
b) decrease (due to)	0	0
2.2. Closing balance of called up share capital	0	0
3. Opening balance of own shares	0	0
3.1. Changes in balance of own shares	0	0
a) increase (due to)	0	0
b) decrease (due to)	0	0
3.2. Closing balance of own shares	0	0
4. Opening balance of supplementary capital	193 991	94 525
4.1. Changes in supplementary capital	0	0
a) increase (due to)	0	0
- issue of shares above face value	0	0
- from profit distribution (statutory)	0	0
- from profit distribution (above the statutory minimum value)	0	0
b) decrease (due to)	0	0
- loss coverage	0	0
4.2. Closing balance of supplementary capital	193 991	94 525
5. Opening balance of revaluation reserve	0	0
5.1. Changes in revaluation reserve	0	0
a) increase (due to)	0	0
b) decrease (due to)	0	0
- sale of tangible fixed assets	0	0
5.2. Closing balance of revaluation reserve	0	0
6. Opening balance of other reserve capitals	0	0
6.1. Changes in other reserve capitals	0	0
a) increase (due to)	0	0
b) decrease (due to)	0	0
6.2. Closing balance of other reserve capitals	0	0
7. Exchange gain (loss) on consolidation	0	0
8. Opening balance of previous years' profit (loss)	-7 934	8 622

CHANGES IN EQUITY	1st quarter 2007 01.01.2007 - 31.03.2007	1st quarter 2006 01.01.2006 - 31.03.2006
8.1 Opening balance of previous years' profit	391	8 622
a) changes in adopted accounting principles	0	0
b) adjustments of fundamental errors	0	0
8.2 Opening balance of previous years' profit, after adjustments	391	8 622
a) increase (due to)	0	0
- distribution of previous years' profit	0	0
b) decrease (due to)	0	0
- distribution of previous years' profit	0	0
8.3. Closing balance of previous years' profit	391	8 622
8.4. Opening balance of previous years' loss	8 325	0
a) changes in adopted accounting principles	0	0
b) adjustments of fundamental errors	0	0
8.5. Opening balance of previous years' loss, after adjustments	8 325	0
a) increase (due to)	0	0
b) decrease (due to)	0	0
8.6. Closing balance of previous years' loss	8 325	0
8.7. Closing balance of previous years' profit (loss)	-7 934	8 622
9. Net profit	2 433	-1 683
a) net profit	2 433	0
b) net loss	0	1 683
c) write-offs on profit (negative value)	0	0
II. Closing balance of equity (BZ)	285 270	189 464
III. Equity including proposed profit distribution (loss coverage)	285 270	189 464

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

CASH FLOW	1st quarter 2007 01.01.2007 - 31.03.2007	1st quarter 2006 01.01.2006 - 31.03.2006
A. Cash flows from operating activities - indirect method		
I. Net profit (loss)	2 433	-1 683
II. Total adjustments	-12 082	86 673
1. Profit (loss) of minority shareholders	0	0
2. Net profit (loss) share of subsidiaries and affiliates consolidated by property law method	0	0
3. Amortisation and depreciation, including:	638	656
- Write off of goodwill on consolidation or Write off of reserve capital on consolidation	0	0

CASH FLOW	1st quarter 2007 01.01.2007 - 31.03.2007	1st quarter 2006 01.01.2006 - 31.03.2006
4. Exchange gains (losses)	-755	-584
5. Interest and profit sharing (dividend)	1 420	1 812
6. Profit (loss) on investment activities	0	-44
7. Change in provisions	522	-46
8. Change in inventory	-1 975	7 264
9. Change in receivables	-15 144	111 216
10. Change in short-term liabilities excluding credits and loan	6 722	-33 859
11. Change in prepayments and accruals	-3 488	652
12. Other adjustments	-22	-394
III. Net cash flows from operating activities (I+/-II)	-9 649	84 990
B. CASH FLOWS FROM INVESTMENT ACTIVITIES		
I. Inflows	0	345
1. Disposal of intangible and tangible fixed assets	0	192
2. Disposal of investments in real property and in intangible assets	0	0
3. From financial assets, including:	0	153
a) in subsidiaries and affiliates	0	153
- sale of financial assets	0	0
- dividend and profit sharing	0	0
- repayment of long-term loans	0	153
- interest	0	0
- other inflows from financial assets	0	0
b) in other entities	0	0
- sale of financial assets	0	0
- dividend and profit sharing	0	0
- repayment of long-term loans	0	0
- interest	0	0
- other inflows from financial assets	0	0
4. Other inflows from investment activities	0	0
II. Outflows	4 602	95 699
1. Acquisition of intangible and tangible fixed assets	414	207
2. Investments in real property and in intangible assets	0	0
3. For financial assets, including:	4 188	95 492
a) in subsidiaries and affiliates	4 085	95 492
- acquisition of financial assets	0	95 492
- granted long-term loans	4 085	0
b) in other entities	103	0
- acquisition of financial assets	0	0
- granted long-term loans	103	0

CASH FLOW	1st quarter 2007 01.01.2007 - 31.03.2007	1st quarter 2006 01.01.2006 - 31.03.2006
- granted short-term loans	0	0
4. Dividends and other profit sharing paid out to minority shareholders	0	0
5. Other outflows from investment activities	0	0
III. Net cash flows from operating activities (I-II)	-4 602	-95 354
C. CASH FLOWS FROM FINANCIAL ACTIVITIES		
I. Inflows	4 520	97 874
1. Net inflows from issuance of shares and other capital instruments and from capital contributions	0	0
2. Credits and loans	4 520	97 874
3. Issuance of debt securities	0	0
4. Other inflows from financial activities	0	0
II. Outflows	9 525	82 999
1. Purchase of own shares	0	0
2. Dividends and other payments to shareholders	0	0
3. Profit distribution liabilities other than profit distribution payments to shareholders	0	0
4. Repayment of credits and loans	0	80 873
5. Redemption of debt securities	7 473	0
6. Payment of other financial liabilities	0	0
7. Payment of liabilities arising from financial leases	0	314
8. Interest.	632	1 812
9. Other outflows from financial activities	1 420	0
III. Net cash flows from investment activities (I-II)	-5 005	14 875
D. Total net cash flows (A.III+/-B.III+/-C.III)	-19 256	4 511
E. Balance sheet change in cash, including:	-18 501	5 095
- change in cash due to exchange differences	755	584
F. Cash opening balance	78 725	27 974
G. Closing balance of cash (F+/-D), including	60 224	33 069
- of limited disposability		

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

1st quarter 2007

	North America	Central and Eastern Europe	Western Europe	Other	Poland	Scandinavia	Total
Revenue from sales	4 661	13 921	26 022	975	37 711	25 654	108 944
Sector result	1 106	3 265	5 747	253	9 386	8 593	28 350
Unaccounted costs of the whole group							12 343
Group sales result							16 007
Other operating income							366

Other operating costs		658
Result on operating activities		15 715
Financial revenue		10 345
Financial costs		11 144
Gross profit		14 916
Income tax		774
Net profit		14 142

	North America	Central and Eastern Europe	Western Europe	Other	Poland	Scandinavia	Total
Sector's assets	848	8 378	16 142	47	33 637	10 907	69 959
Unaccounted assets of the whole group							693 125
Total assets							763 084

1st quarter 2006

	North America	Central and Eastern Europe	Western Europe	Other	Poland	Scandinavia	Total
Revenue from sales	1 967	7 227	15 847	836	31 691	19 400	76 968
Sector result	248	1 761	3 560	202	5 396	5 099	16 266
Unaccounted costs of the whole group							8 260
Group sales result							8 006
Other operating income							105
Other operating costs							268
Result on operating activities							7 843
Financial revenue							2 577
Financial costs							4 215
Gross profit							6 205
Income tax							467
Net profit							5 738

	North America	Central and Eastern Europe	Western Europe	Other	Poland	Scandinavia	Total
Sector's assets	1 625	4 848	7 766	0	34 770	9 940	44 710
Unaccounted assets of the whole group							462 213
Total assets							506 923

Signatures:**The Board:**

Paweł Wrona President of the Management Board

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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, 15th May 2007