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**INTERIM FINANCIAL STATEMENT
FOR THE THIRD QUARTER OF 2016**

Only the Polish-language version of this document shall be binding, however every effort has been made to ensure the accuracy of this translation

SELECTED FINANCIAL DATA	PLN THOUSAND		EUR THOUSAND	
	Three Quarters of 2016 cumulatively 1 January 2016 – 30 September 2016	Three Quarters of 2015 cumulatively 1 January 2015 – 30 September 2015	Three Quarters of 2016 cumulatively 1 January 2016 – 30 September 2016	Three Quarters of 2015 cumulatively 1 January 2015 – 30 September 2015
I. Net Revenues from sales of products, goods and materials	35 011	57 098	8 014	13 730
II. Operating Profit (Loss)	6	-1 668	1	-401
III. Gross Profit (Loss)	-640	-1 776	-147	-427
IV. Net Profit (Loss)	-640	-1 776	-147	-427
V. Net Operating Cash Flow	6 758	-5 643	1 547	-1 357
VI. Net Investment Cash Flow	-2 103	-668	-481	-161
VII. Net Financial Cash Flow	-2 065	7 188	-473	1 728
VIII. Net Total Cash Flow	2 589	877	593	211
IX. Total Assets (as at the end of a current quarter and as at the end of previous financial year)	77 968	84 725	18 082	19 989
X. Liabilities and provisions for Liabilities (as at the end of a current quarter and as at the end of previous financial year)	46 601	52 718	10 807	12 438
XI. Long-Term Liabilities (as at the end of a current quarter and as at the end of previous financial year)	13 080	6 631	3 033	1 564
XII. Short-Term Liabilities (as at the end of a current quarter and as at the end of previous financial year)	22 497	37 452	5 217	8 836
XIII. Equity (as at the end of a current quarter and as at the end of previous financial year)	31 367	32 007	7 274	7 551
XIV. Share Capital (as at the end of a current quarter and as at the end of previous financial year)	1 531	1 531	355	361
XV. Shares Number (as at the end of a current quarter and as at the end of previous financial year)	4 503 790	4 503 790	4 503 790	4 503 790
XVI. Profit (loss) per share (PLN/EUR)	-0,14	-0,39	-0,03	-0,09
Diluted Profit (Loss) per share (PLN/EUR)				
XVII. Book value per share (PLN/EUR) (as at the end of a current quarter and as at the end of previous financial year)	6,96	7,11	1,62	1,68
Diluted book value per share (PLN/EUR) (as at the end of a current quarter and as at the end of previous financial year)				
Declared or paid dividend per share (PLN/EUR)				

CONDENSED FINANCIAL STATEMENT

BALANCE SHEET

	PLN THOUSAND			
	as at 2016-09-30 quarter end / 2016	As at 2016-06-30 previous quarter end / 2016	as at 2015-12-31 previous year end / 2015	as at 2015-09-30 quarter end / 2015
ASSETS				
I. Fixed Assets	34 614	34 652	34 908	35 051
1. Intangible assets, including	779	863	1 058	1 074
goodwill	0	0	0	0
2. Tangible fixed assets	31 088	31 041	31 103	31 071
3. Long-term receivables	0	0	0	0
3.1. From related entities	0	0	0	0
3.2. From other entities in which the Company holds equity interests	0	0	0	0
3.3. From other entities	0	0	1 711	1 711
4. Long-term investments	1 711	1 711	1 711	1 711
4.1. Real property	1 711	1 711	0	0
4.2. Intangible assets	0	0	0	0
4.3. Long-term financial assets	0	0	0	0
a) in related entities, including:	0	0	0	0
Shares or stakes in subordinated entities accounted for with the use of equity method	0	0	0	0
b) in other entities in which the Company holds equity interests, including:	0	0	0	0
Shares or stakes in jointly controlled entities and affiliated entities accounted for with the use of equity method	0	0	0	0
- shares or stakes in other entities	0	0	0	0
c) in other entities	0	0	0	0

4.4. Other long-term investments	0	0	0	0
5. Long-term prepayments and accruals	0	1 036	0	0
5.1. Deferred tax assets	1 036	1 036	1 036	1 194
5.2. Other prepayments and accruals	1 036	0	1 036	1 194
II. Current assets	0	42 023	0	0
1. Inventories	43 355	21 777	49 817	56 166
2. Short-term receivables	21 695	11 559	22 582	23 637
2.1. From related entities	9 923	0	18 281	21 744
2.2. from other entities in which the Company holds equity interests	0	0	0	0
2.3. from other entities	9 923	11 559	18 281	18 281
3. Short-term investments	3 641	265	1 262	1 398
3.1. Short-term financial assets	3 641	265	1 262	1 398
a) in related entities	0	0	0	0
b) in other entities	0	0	0	0
c) cash and other cash assets	3 641	265	1 262	1 398
3.2. Other short-term investments	0	0	0	0
4. Short-term prepayments	8 095	8 422	7 693	9 387
III. Called up share capital	0	0	0	0
IV. Own shares	0	0	0	0
TOTAL ASSETS	77 968	76 675	84 725	91 217
LIABILITIES				
I. Equity	31 367	32 040	32 007	31 761
1. Share capital	1 531	1 531	1 531	1 531
2. Supplementary capital	0	36 714	0	0
3. Revaluation reserve	0	0	0	0
4. Other reserve capitals	36 714	0	38 244	38 244
5. Previous year's profit (loss)	-6 239	-6 239	-6 239	-6 239
6. Net profit (loss)	-640	33	-1 530	-1 776
7. Write-off on net profit during the financial year (negative value)	0	0	0	0
II. Liabilities and provisions for liabilities	46 601	44 635	52 718	59 456
1. Provisions for liabilities	1 778	1 778	1 778	477
1.1. Provision for deferred income tax	1 665	1 665	1 665	368
1.2. Provision for retirement and similar benefits	113	113	113	110
a) long-term	108	108	108	105

	PLN THOUSAND			
	as at 2016-09-30 quarter end / 2016	As at 2016-06-30 previous quarter end / 2016	as at 2015-12-31 previous year end / 2015	as at 2015-09-30 quarter end / 2015
b) short-term	4	4	4	5
1.3. Other provisions	0	0	0	0
a) long-term	0	0	0	0
b) short-term	0	0	0	0
2. Long-term liabilities	13 080	13 639	6 631	8 507
2.1. To related entities	0	0	0	0
2.2. To other entities in which the Company holds equity interests	0	0	0	0
2.3. To other entities	13 080	13 639	6 631	8 507
3. Short-term liabilities	22 497	0	37 452	43 604
3.1. To related entities	0	22 827	0	0
3.2. To other entities in which the Company holds equity interests	0	0	0	0
3.3. to other entities	22 306	22 591	37 208	43 357
3.4. Special-purpose funds	191	236	244	247
4. Accruals	9 247	6 392	6 858	6 867
4.1. Negative goodwill	0	0	0	0
4.2. Other accruals	9 247	6 392	6 858	6 867
a) long-term	8 226	5 371	5 837	5 846
b) short-term	1 021	1 021	1 021	1 021
TOTAL LIABILITIES	77 968	76 675	84 725	91 217

Book value	31 367	32 040	32 007	31 761
Number of shares	4 503 790	4 503 790	4 503 790	4 503 790
Book value per share (PLN)	6,96	7,11	7,11	7,05

OFF-BALANCE SHEET ITEMS

	PLN THOUSAND			
	as at 2016-09-30 quarter end / 2016	As at 2016-06-30 previous quarter end / 2016	as at 2015-12-31 previous year end / 2015	as at 2015-09-30 quarter end / 2015
From other entities due to:				
guarantees and sureties				
1. Contingent liabilities	1 786	1 796	1 666	1 847
From other entities in which the Company holds equity interests, due to:				
guarantees and sureties				
1.1. To other entities due to:	1 786	1 796	1 666	1 847
guarantees and sureties	1 786	1 796	1 666	1 847
2. Other due to:	55 765	55 929	33 865	33 705
blank promissory note as a collateral due to payments in respect of supplies	40	40	40	40
blank promissory note as a collateral of lease agreements	2 838	3 002	1 925	1 765
pledge on fixed assets	45 750	45 750	31 900	31 900
transfer of the ownership to inventory	7 137	7 137	0	0
Off-balance sheet items, total	57 551	57 725	35 531	35 551

PROFIT AND LOSS ACCOUNT

	PLN THOUSAND			
	3 rd quarter/2016 FROM: 2016-07-01 TO: 2016-09-30	2016 - quarters cumulatively	3 rd quarter/2015 FROM: 2015-07-01 TO: 2015-09-30	2015 - quarters cumulatively
I. Net revenues from sales of products, goods and materials, including:	11 032	35 011	27 435	57 098
- from related entities	0			
1. Net revenues from sales of products	10 695	34 370	27 364	56 433
2. Net revenues from sales of goods and materials	336	642	71	665
II. Cost of products, goods and materials sold, including:	9 232	29 879	24 467	52 233
- to related entities	0			

1. Manufacturing cost of products sold	8 961	29 318	24 272	51 544
2. Value of goods and materials sold	270	561	195	689
III. Gross profit (loss) on sales	1 800	5 132	2 968	4 864
IV. Selling costs	18	53	38	89
V. General and administrative costs	2 658	5 583	2 329	7 623
VI. Profit (loss) on sales	-876	-504	601	-2 848
VII. Other operating revenues	316	1 122	194	2 371
1. Profit on disposal of non-financial assets	118	122	8	14
2. Subsidies	186	619	179	538
3. Revaluation of financial assets	0	0	0	0
4. Other operating revenues	12	381	7	1 819
VIII. Other operating expenses	47	612	519	1 191
1. Loss on disposal of non-financial assets	0	0	0	0
2. Revaluation of non-financial fixed assets	0	0	0	190
3. Other operating expenses	47	612	519	1 001
IX. Profit (loss) on operating activities	-607	6	275	-1 668
X. Financial revenues	3	197	43	274
1. Dividend and profit sharing	0	0	0	0
a) from related entities, including:	0	0	0	0
- from entities in which the Company holds equity interests	0	0	0	0
b) from other entities, including:	0	0	0	0
- from entities in which the Company holds equity interests	0	0	0	0
2. Interests, including:	0	36	0	0
- from related entities	0	0	0	0
3. Profit on disposal of financial assets, including:	0	0	0	0
- in related entities	0	0	0	0
4. Revaluation of financial assets	3	161	0	0
5. Other	69	843	40	273
XI. Financial expenses	228	619	187	382
1. Interests, including:	0	0	188	472
- to related entities	0	0	0	0
2. Loss on disposal of financial assets, including:	0	0	0	0
- in related entities	0	0	0	0
3. Revaluation of financial assets	0	0	0	0
4. Other	-159	224	-1	-90
XII. Sharing in profit (loss) of subordinated entities accounted for with the use of equity method	0	0	0	0
XIII. Gross profit (loss)	-673	-640	132	-1 776
XIV. Income tax	0	0	0	0
a) current	0	0	0	0
b) deferred	0	0	0	0
XV. Other statutory eductions in profit (increases in loss)	0	0	0	0
XVI. Net profit (loss)	-673	-640	132	-1 776
Net Profit (loss) annualized	-673	-640	132	-1 776
Number of ordinary shares (weighted average)	4 503 790	4 503 790	4 503 790	4 503 790
Profit (loss) per share	-0,15	-0,14	0,03	-0,39

STATEMENT OF CHANGES IN EQUITY

	PLN THOUSAND			
	3 rd quarter / 2016 FROM: 2016-07-01 TO: 2016-09-30	3 quarters cumulatively/ FROM: 2016-01-01 TO: 2016-09-30	YEAR: 2015 FROM: 2015-01- 01 TO: 2015-12-31	3 quarters cumulatively / FROM: 2015-01-01 TO:
I. Opening balance of equity	32 007	32 007	39 776	39 776
a) changes in accounting principles			-6 239	-6 239
I.a. Opening balance of equity after reconciliation of comparable data	32 007	32 007	39 776	33 537
1. Opening balance of share capital	1 531	1 531	1 531	1 531
1.1. Closing balance of share capital	1 531	1 531	1 531	1 531
2. Opening balance of supplementary capital	36 714	38 244	37 268	37 268
2.1. Changes supplementary capital	0	-1 530	976	976
a) increase	0	0	976	976
b) decrease		1 530	0	0
- loss coverage		1 530	0	0
2.2. Closing balance of supplementary capital	36 714	36 714	38 244	38 244
3. Opening balance of previous years' profit (loss)	-6 239	-7 769	-6 239	976
3.1. Opening balance of previous years' profit	0	0		976
a) changes in accounting principles (policy)			-6 239	-6 239
Opening balance of previous years' profit, after adjustments	-6 239	-7 769	-6 239	-6 239
a) decrease due to:		1 530		
- coverage of loss with share capital		1 530		
3.3. Closing balance of previous years' loss	-6 239	-6 239	-6 239	-6 239
4. Net result	-673	-640	131	-1 776
a) net profit			131	
b) net loss	-673	-640		-1 776
II. Closing balance of equity	31 367	31 367	32 007	31 761
III. Equity - including proposed profit distribution (loss cover)	31 367	31 367	32 007	31 761

CASH FLOW STATEMENT

	PLN THOUSAND			
	3 rd quarter/2016 FROM: 2016-07-01 TO: 2016-09-30	2016 - quarters cumulatively	3 rd quarter/2015 FROM: 2015-07-01 TO: 2015-09-30	2015 - quarters cumulatively
A. Cash flows from operating activities				
I. Net profit (loss)	-673	-640	131	-1 776
II. Total adjustments	5 666	7 398	-5 381	-3 866
1. Sharing In profit (loss) of subordinated entities accounted for with the use of equity method	0	0	0	0
2. Amortisation and depreciation	872	2 520	812	2 437
3. Exchange gains (losses)	187	210	0	4
4. Interest and profit sharing (dividend)	0	0	0	0
5. Profit (loss) on investment activities	-118	-122	-8	-1 455
6. Change in provisions	0	0	0	0
7. Change in inventory	81	886	9 883	18 335
8. Change in receivables	1 636	8 358	-7 099	-13 148
9. Change in short-term liabilities excluding credits and loans	-176	-6 440	6 882	4 861
10. Change in prepayments and accruals	3 182	1 987	-9 611	-8 662
11. Other adjustments	0	0	-6 239	-6 239
III. Net cash flows from operating activities (I +/- II) – indirect method	4 993	6 758	-5 250	-5 643
B. Cash flows from investment activities				
I. Inflows	118	122	8	227
1. Disposal of intangible and tangible fixed assets	118	122	8	227
2. Disposal of investments in real property and intangible assets	0	0	0	0

	PLN THOUSAND			
	3 rd quarter/2016 FROM: 2016-07-01 TO: 2016-09-30	2016 - quarters cumulatively	3 rd quarter/2015 FROM: 2015-07-01 TO: 2015-09-30	2015 - quarters cumulatively
3. From financial assets, including	0	0	0	0
a) in related parties	0	0	0	0
- disposal of financial assets	0	0	0	0
- dividend and profit sharing	0	0	0	0
- repayment of granted 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
- disposal of financial assets	0	0	0	0
- dividend and profit sharing	0	0	0	0
- repayment of granted 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	834	2 226	49	895
1. Purchase of intangible assets and tangible fixed assets	834	2 226	49	895
2. Investments in real property and intangible assets	0	0	0	0
3. For financial assets, including:	0	0	0	0
a) in related parties	0	0	0	0
- purchase of financial assets	0	0	0	0
- long-term loans granted	0	0	0	0
b) in other entities	0	0	0	0
- purchase of financial assets	0	0	0	0
- long-term loans granted	0	0	0	0
4. Other outflows from investment activities	0	0	0	0
III. Net cash flows from investment activities (I-II)	-716	-2 103	-41	-668
C. Cash flows from financial activities				
I. Inflows	-3 292	-2 642	-465	7 361
1. Net inflows from issuance of shares and other equity instruments and from capital contributions	0	0	0	0
2. Credits and loans	-2 642	-2 642	-465	7 361
3. Issuance of debt securities	0	0	0	0
4. Other inflows from financial activities	-650	0	0	0
II. Outflows	-2 579	-577	68	173
1. Purchase of own shares	0	0	0	0
2. Dividend 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	-2 002	0	0	0
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	-577	-577	68	173
8. Interests	0	0	0	0
9. Other outflows from financial activities	0	0	0	0
III. Net cash flows from financial activities (I-II)	-713	-2 065	-532	7 188
D. Total net cash flows (A.III. +/- B.III +/- C.III)	3 563	2 589	373	877
E. Balance sheet change in cash, including:	3 376	2 379	373	499 657
- change in cash due to exchange differences	-187	-210	0	-4
F. Cash opening balance	0	1 262	1 025	525
G. Cash closing balance (F+/-D), including:	3 376	3 641	1 398	1 398
-of limited disposability	2 948	3 051	65	65