



## **CONSOLIDATED INTERIM REPORT**

**1 ST QUARTER 2005**

**PREPARED ACCORDING TO INTERNATIONAL FINANCIAL  
REPORTING STANDARDS**

*(ALL AMOUNTS IN THOUSANDS PLN)*

## 1. Selected financial data

SELECTED FINANCIAL DATA	3 months ended 31 March 2005	3 months ended 31 March 2004	3 months ended 31 March 2005	3 months ended 31 March 2004
I. Net sales of merchandise and finished products	304 093	253 839	75 734	52 951
II. Profit on operating activities	3 622	4 955	902	1 034
III. Profit before taxation	2 180	4 506	543	940
IV. Net profit (loss)	1 662	3 530	414	736
V. Net cash flow from operating activities	11 726	1 482	2 920	309
VI. Cash flow from investment activities	-11 770	-4 976	-2 931	-1 038
VII. Cash flow from financing activities	-707	4 490	-176	937
VIII. Total net cash flows	-751	996	-187	208
IX. Total assets	319 417	235 648	78 218	49 657
X. Liabilities and provisions for liabilities	227 303	154 627	55 661	32 584
XI. Long-term liabilities	52 421	14 736	12 474	3 105
XII. Short-term liabilities	174 882	139 891	41 934	29 479
XIII. Equity	92 114	81 021	22 557	17 073
XIV. Share capital	6 635	6 635	1 625	1 398
XV. Number of shares	6 635 100	6 635 100	6 635 100	6 635 100
XVI. Net profit per ordinary share (in PLN / EUR)	1,91	2,12	0,48	0,44
XVII. Diluted profit / (loss) after taxation per ordinary share (in PLN / EUR)	13,88	12,21	3,40	2,57

## 2. Consolidated financial statements

### Consolidated profit and loss statement

	3 months ended 31 March 2005	3 months ended 31 March 2004
Sales	304 093	253 838
Cost of sales	264 807	223 457
<b>Gross profit (loss)</b>	<b>39 286</b>	<b>30 381</b>
Other operating income	247	1 266
Selling costs	30 986	13 321
Overhead costs	4 674	12 879
Other operating expenses	251	492
<b>Operating profit (loss)</b>	<b>3 622</b>	<b>4 955</b>
Finance income	133	170
Finance costs	1 575	619
<b>Profit (loss) before income tax</b>	<b>2 180</b>	<b>4 506</b>
Income tax	518	976
Net profit (loss)	<b>1 662</b>	<b>3 530</b>

<b>Net profit (loss) (annualised)</b>	12 689		14 062	
<b>Weighted average number of ordinary shares</b>	6 635 100		6 635 100	
<b>Profit (loss) per ordinary share (in PLN)</b>	1,91		2,12	
<b>Net profit (loss) (annualised)</b>				
<b>Weighted average number of ordinary shares</b>				

### Consolidated balance sheet

	<b>As At 31 March 2005</b>	<b>As At 31 March 2004</b>
<b>ASSETS</b>		
<b>Non-current asset</b>		
Property, plant, equipment and investments	149 938	95 043
Intangible assets	570	659
Financial assets	296	
Receivables and prepayments	1 607	1 053
Deferred tax assets	2 378	277
<b>Total non current assets</b>	<b>154 789</b>	<b>97 032</b>
<b>Current assets</b>		
Inventory	99 135	79 754
Receivables and prepayments	56 574	48 805
Income tax receivables		
Short-term securities	12	
Prepaid expenses	3 618	2 415
Cash and cash equivalents	5 284	6 637
Other financial assets	5	1 005
<b>Total current assets</b>	<b>164 628</b>	<b>138 616</b>
<b>Total assets</b>	<b>319 417</b>	<b>235 648</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	6 635	6 635
Share premium		
Capital reserve	36 418	36 731
Other reserve capital	34 259	24 841
Capital from evaluation		
Retained earnings	14 802	12 814
<b>Total Equity</b>	<b>92 114</b>	<b>81 021</b>
<b>Long-term liabilities</b>		
Bank loans, borrowings and bonds	50 940	14 659
Provisions	77	58
Deferred revenues and accruals	1 404	19
<b>Total long-term liabilities</b>	<b>52 421</b>	<b>14 736</b>
<b>Short-term liabilities</b>		
Bank loans, borrowings and bonds	32 192	28 437
Short-term liabilities	138 756	109 096
Income tax liabilities	296	913
Provisions	3 059	1 419
Deferred revenues and accruals	579	26
<b>Total short term liabilities</b>	<b>174 882</b>	<b>139 891</b>
<b>Total Equity</b>	<b>319 417</b>	<b>235 648</b>

<b>Book value</b>	92 114		81 021	
<b>Number of shares</b>	6 635 100		6 635 100	
<b>Book value per share (in PLN)</b>	13,88		12,21	
<b>Diluted number of shares</b>				
<b>Diluted book value per share (in PLN)</b>				

**Consolidated statement of changes in equity for three months ended 31 March 2005**

	Share capital	Share premium	Reserve capital	Other reserve capital	Capital from revaluation	Retained earnings	Total equity
<b>As at 1 January 2005</b>	6 635	34 630	1 787	34 260	-112	13 730	90 930
Change of accounting policy						-590	-590
<b>As at 1 January 2005 adjusted</b>	6 635	34 630	1 787	34 260	-112	13 140	90 340
Net profit (loss) for the period						1 662	1 662
Revaluation of financial instruments					112		112
Distribution of profits							
Dividends paid to shareholders							
<b>As at 31 March 2005</b>	6 635	34 630	1 787	34 260		14 802	92 114
<b>As at 1 January 2004</b>	6 635	34 630	2 101	24 841		9 779	77 986
Change of accounting policy						-495	-495
<b>As at 1 January 2004 adjusted</b>	6 635	34 630	2 101	24 841		9 284	77 491
Net profit (loss) for the period						3 530	3 530
Revaluation of financial instruments							
Distribution of profits							
Dividends paid to shareholders							
<b>As at 31 March 2004</b>	6 635	34 630	2 101	24 841		12 814	81 021

**Consolidated Cash flow statement for the three months ended 31 March 2005**

	<b>3 months ended 31 March 2005</b>	<b>3 months ended 31 March 2004</b>
Net profit (loss)	1 662	3 530
Adjustments for:	10 064	-2 048
Depreciation	4 175	3 111
Foreign exchange gain (loss)		0
Interest	1 164	490
Loss (profit) on investments	35	478
Change In provisions	1 559	-24
Change In inventories	155	-2 780
Change In receivables	26 453	10 787
Change In deferred revenues and accruals	-2 162	-581
Change In payables	-21 359	-13 526
Other adjustments	44	-3
<b>Net cash flow from operations</b>	<b>11 726</b>	<b>1 482</b>
Disposal of tangible and intangible fixe assets	124	352
Disposal of financial assets		
Dividends received		
Interest received		7
Purchase of tangible and intangible fixe assets	12 391	5 335
Purchase of financial assets	3	
Other revenues	500	
<b>Net cash flow on investments</b>	<b>-11 770</b>	<b>-4 976</b>
Loans and borrowings acquired	3 349	9 550
Income from financial assets		
Repayment of loans and borrowings	2 908	4 531
Interest	1 148	528
Dividends paid		
Other		
<b>Net Cash flow from investments</b>	<b>-707</b>	<b>4 491</b>
<b>Total net Cash flow</b>	<b>-751</b>	<b>997</b>
<b>Cash and Cash equivalents opening balance</b>	<b>6 035</b>	<b>5 641</b>
<b>Cash and Cash equivalents closing balance</b>	<b>5 284</b>	<b>6 638</b>

### 3. Stand alone financial statement ELDORADO S.A.

#### Profit and loss statement

	3 months ended 31 March 2005	3 months ended 31 March 2004
Sales	256 106	218 979
Cost of sales	234 133	201 038
<b>Gross profit (loss)</b>	<b>21 973</b>	<b>17 941</b>
Other operating income	112	1 196
Selling costs	17 414	13 844
Overhead costs	4 058	3 360
Other operating expenses	141	177
<b>Operating profit (loss)</b>	<b>472</b>	<b>1 756</b>
Finance income	188	149
Finance costs	981	421
<b>Profit (loss) before income tax</b>	<b>-321</b>	<b>1 484</b>
Income tax	-54	292
<b>Net profit (loss)</b>	<b>-267</b>	<b>1 192</b>

<b>Net profit (loss) (annualised)</b>	8 068		9 535	
<b>Weighted average number of ordinary shares</b>	6 635 100		6 635 100	
<b>Profit (loss) per ordinary share (in PLN)</b>	1,22		1,44	
<b>Net profit (loss) (annualised)</b>				
<b>Weighted average number of ordinary shares</b>				

#### Balance sheet

	As At 31 March 2005	As At 31 March 2004
<b>ASSETS</b>		
<b>Non-current asset</b>		
Property, plant, equipment and investments	49 202	33 766
Intangible assets	326	338
Financial assets	41 209	38 514
Receivables and prepayments	173	400
Deferred tax assets	1 138	190
<b>Total non current assets</b>	<b>92 048</b>	<b>73 208</b>
<b>Current assets</b>		
Inventory	81 784	68 234
Receivables and prepayments	72 514	59 149
Income tax receivables		
Short-term securities	2 901	600

Prepaid expenses	1 398	1 244
Cash and cash equivalents	2 373	2 271
Other financial assets		
<b>Total current assets</b>	<b>160 970</b>	<b>131 498</b>
<b>Total assets</b>	<b>253 018</b>	<b>204 706</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	6 635	6 635
Share premium		
Capital reserve	35 887	35 887
Other reserve capital	30 892	24 523
Capital from evaluation		
Retained earnings	9 297	9 338
<b>Total Equity</b>	<b>82 711</b>	<b>76 383</b>
<b>Long-term liabilities</b>		
Bank loans, borrowings and bonds	29 559	8 570
Provisions	49	39
Deferred revenues and accruals	305	15
<b>Total long-term liabilities</b>	<b>29 913</b>	<b>8 624</b>
<b>Short-term liabilities</b>		
Bank loans, borrowings and bonds	21 612	22 848
Short-term liabilities	116 351	95 682
Income tax liabilities	173	296
Provisions	1 716	866
Deferred revenues and accruals	542	7
<b>Total short term liabilities</b>	<b>140 394</b>	<b>119 699</b>
<b>Total Equity</b>	<b>253 018</b>	<b>204 706</b>

<b>Book value</b>	82 711		76 383	
<b>Number of shares</b>	6 635 100		6 635 100	
<b>Book value per share (in PLN)</b>	12,47		11,51	
<b>Diluted number of shares</b>				
<b>Diluted book value per share (in PLN)</b>				



**Statement of changes in equity for three months ended 31 March 2005**

	Share capital	Share premium	Reserve capital	Other reserve capital	Capital from revaluation	Retained earnings	Total equity
<b>As at 1 January 2005</b>	6 635	34 631	1 256	30 892	-112	9 516	82 818
Change of accounting policy						48	48
<b>As at 1 January 2005 adjusted</b>	6 635	34 631	1 256	30 892	-112	9 564	82 866
Net profit (loss) for the period						-267	-267
Revaluation of financial instruments					112		112
Distribution of profits							
Dydividends paid to shareholders							
<b>As at 31 March 2005</b>	<b>6 635</b>	<b>34 631</b>	<b>1 256</b>	<b>30 892</b>		<b>9 297</b>	<b>82 711</b>
<b>As at 1 January 2004</b>	6 635	34 630	1 256	24 523		8 161	75 205
Change of accounting policy						-14	-14
<b>As at 1 January 2004 adjusted</b>	6 635	34 630	1 256	24 523		8 147	75 191
Net profit (loss) for the period						1 192	1 192
Revaluation of financial instruments							
Distribution of profits							
Dydividends paid to shareholders							
<b>As at 31 March 2004</b>	<b>6 635</b>	<b>34 630</b>	<b>1 256</b>	<b>24 523</b>		<b>9 339</b>	<b>76 383</b>

## Cash flow statement for the three months ended 31 March 2005

	<b>3 months ended 31 March 2005</b>	<b>3 months ended 31 March 2004</b>
Net profit (loss)	-267	1 192
Adjustments for:	5 163	-3 389
Depreciation	1 915	1 529
Foreign exchange gain (loss)		
Interest	886	407
Loss (profit) on investments	4	68
Change In provisions	444	15
Change In inventories	1 443	-2 340
Change In receivables	-689	-4 757
Change In deferred revenues and accruals	-423	-249
Change In payables	1 583	1 925
Other adjustments		13
<b>Net cash flow from operations</b>	<b>4 896</b>	<b>-2 197</b>
Disposal of tangible and intangible fixe assets	-62	237
Disposal of financial assets	6 000	
Dividends received		
Interest received	42	8
Purchase of tangible and intangible fixe assets	4 641	1 727
Purchase of financial assets	2 869	600
Other revenues	<b>-1 530,00</b>	<b>-2 082</b>
<b>Net cash flow on investments</b>		<b>5 982</b>
Loans and borrowings acquired		
Income from financial assets	1 080	555
Repayment of loans and borrowings		
Interest	933	444
Dividends paid		
Other		
<b>Net Cash flow from investments</b>	<b>-2 013,00</b>	<b>4 983</b>
<b>Total net Cash flow</b>	<b>1 353,00</b>	<b>704</b>
<b>Cash and Cash equivalents opening balance</b>	1 020	1 567
<b>Cash and Cash equivalents closing balance</b>	2 373	2 271

Lublin, May 2005

**Signatures of Mangement Board Memebers**

2005-05-16	Artur Kawa	President	..... signature
2005-05-16	Jarosl�w Wawerski	V-ce President	..... signature
2005-05-16	Dariusz Kalinowski	Member / Financial Director	..... signature
2005-05-16	Jacek Dudzik	Memeber / IT Director	..... signature
2005-05-16	Renata Bronisz-Czy�	Member Personal Director	..... signature

**Signature of person responsible for Accounting**

2005-05-16	El�bieta �winiarska	Economic Director	..... signature
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