



## **CONSOLIDATED INTERIM REPORT**

**1 ST QUARTER 2006**

**PREPARED ACCORDING TO INTERNATIONAL FINANCIAL  
REPORTING STANDARDS**

*(ALL AMOUNTS IN THOUSANDS PLN)*

## 1. Selected financial data

SELECTED FINANCIAL DATA	thousands PLN		Thousands EURO	
	3 months ended 31 March 2006	3 months ended 31 March 2005	3 months ended 31 March 2006	3 months ended 31 March 2005
I. Net sales of merchandise and finished products	319 572	304 093	83 101	75 734
II. Profit on operating activities	12 863	3 623	3 345	902
III. Profit before taxation	12 058	2 180	3 136	543
IV. Net profit (loss)	9 455	1 662	2 459	414
V. Net cash flow from operating activities	10 146	11 726	2 638	2 920
VI. Cash flow from investment activities	-5 880	-11 770	-1 529	-2 931
VII. Cash flow from financing activities	-2 181	-707	-567	-176
VIII. Total net cash flows	2 085	-751	542	-187
IX. Total assets	340 376	319 417	86 484	78 218
X. Liabilities and provisions for liabilities	221 880	227 303	56 376	55 661
XI. Long-term liabilities	48 922	52 421	12 430	12 837
XII. Short-term liabilities	172 958	174 882	43 946	42 824
XIII. Equity	118 496	92 114	30 108	22 557
XIV. Share capital	6 635	6 635	1 686	1 625
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)	4,11	1,91	1,07	0,48
XVII. Diluted profit / (loss) after taxation per ordinary share (in PLN / EUR)	17,86	13,88	4,54	3,40

## 2. Consolidated financial statements

### Profit & loss statement

	<b>3 months ended 31 March 2006</b>	<b>3 months ended 31 March 2005</b>
Sales	319 572	304 093
Cost of sales	272 606	264 807
<b>Gross profit (loss)</b>	<b>46 966</b>	<b>39 286</b>
Other operating income	6 300	247
Selling costs	35 305	30 986
Overhead costs	4 703	4 673
Other operating expenses	395	251
<b>Operating profit (loss)</b>	<b>12 863</b>	<b>3 623</b>
Finance income	219	132
Finance costs	1 024	1 575
<b>Profit (loss) before income tax</b>	<b>12 058</b>	<b>2 180</b>
Income tax	2 603	518
<b>Net profit (loss)</b>	<b>9 455</b>	<b>1 662</b>

<b>Net profit (loss) (annualised)</b>	27 260	12 689
<b>Weighted average number of ordinary shares</b>	6 635 100	6 635 100
<b>Profit (loss) per ordinary share (in PLN)</b>	4,11	1,91

### Consolidated balance sheet

	<b>As At 31 March 2006</b>	<b>As At 31 March 2005</b>
<b>ASSETS</b>		
<b>Non-current asset</b>		
Property, plant, equipment and investments	153 431	149 938
Intangible assets	577	570
Financial assets	278	296
Receivables and prepayments	2 800	1 607
Deferred tax assets	2 369	2 378
<b>Total non current assets</b>	<b>159 455</b>	<b>154 789</b>
<b>Current assets</b>		
Inventory	102 455	99 135
Receivables and prepayments	65 738	56 574
Income tax receivables	84	
Short-term securities	0	12
Prepaid expenses	3 398	3 618
Cash and cash equivalents	9 229	5 284

Other financial assets	17	5
<b>Total current assets</b>	<b>180 921</b>	<b>164 628</b>
<b>Total assets</b>	<b>340 376</b>	<b>319 417</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	6 635	6 635
Share premium	34 360	34 360
Capital reserve	2 613	2 058
Other reserve capital	46 707	34 259
Capital from evaluation		
Retained earnings	28 181	14 802
<b>Total Equity</b>	<b>118 496</b>	<b>92 114</b>
<b>Long-term liabilities</b>		
Bank loans, borrowings and bonds	45 532	50 940
Provisions	121	77
Deferred revenues and accruals	3 269	1 404
<b>Total long-term liabilities</b>	<b>48 922</b>	<b>52 421</b>
<b>Short-term liabilities</b>		
Bank loans, borrowings and bonds	27 251	32 192
Short-term liabilities	142 699	138 756
Income tax liabilities	310	296
Provisions	2 642	3 059
Deferred revenues and accruals	56	579
<b>Total short term liabilities</b>	<b>172 958</b>	<b>174 882</b>
<b>Total Equity</b>	<b>340 376</b>	<b>319 417</b>

<b>Book value</b>	118 496		92 114	
<b>Number of shares</b>	6 635 100		6 635 100	
<b>Book value per share (in PLN)</b>	17,86		13,88	

**Consolidated statement of changes in equity for three months ended 31 March 2006**

	Share capital	Share premium	Reserve capital	Other reserve capital	Capital from revaluation	Retained earnings	Total equity
<b>As at 1 January 2006</b>	6 635	34 360	2 613	46 707		18 726	109 041
Change of accounting policy							
<b>As at 1 January 2006 adjusted</b>	6 635	34 360	2 613	46 707		18 726	109 041
Net profit (loss) for the period						9 455	9 455
<b>As at 31 March 2006</b>	6 635	34 360	2 613	46 707		28 181	118 496
<hr/>							
<b>As at 1 January 2005</b>	6 635	34 360	2 057	34 259	-112	13 730	90 929
Change of accounting policy						-589	-589
<b>As at 1 January 2005 adjusted</b>	6 635	34 360	2 057	34 259	-112	13 141	90 340
Net profit (loss) for the period						1 662	1 662
Revaluation of financial instruments					112		112
<b>As at 31 March 2005</b>	6 635	34 360	2 057	34 259		14 803	92 114

**Consolidated Cash flow statement for the three months ended 31 March 2006**

	<b>3 months ended 31 March 2006</b>	<b>3 months ended 31 March 2005</b>
Net profit (loss)	9 455	1 662
Adjustments for:	691	10 064
Depreciation	4 311	4 175
Foreign exchange gain (loss)		
Interest	782	1 164
Loss (profit) on investments	-12	35
Change In provisions	1 804	1 559
Change In inventories	770	155
Change In receivables	-9 676	26 453
Change In deferred revenues and accruals	100	-2 162
Change In payables	2 529	-21 359
Other adjustments	83	44
<b>Net cash flow from operations</b>	<b>10 146</b>	<b>11 726</b>
Disposal of tangible and intangible fixe assets	295	-3 649
Disposal of financial assets		
Purchase of tangible and intangible fixe assets	6 168	8 618
Purchase of financial assets		3
Other revenues	7	500
<b>Net cash flow on investments</b>	<b>-5 880</b>	<b>-11 770</b>
Loans and borrowings acquired	12 732	3 349
Short term bonds	5 606	
Repayment of loans and borrowings	14 013	2 908
Repayment of bonds	5 600	
Interest paid	906	1 148
Dividends paid		
Other		
<b>Net Cash flow from investments</b>	<b>-2 181</b>	<b>-707</b>
<b>Total net Cash flow</b>	<b>2 085</b>	<b>-751</b>
<b>Cash and Cash equivalents opening balance</b>	<b>7 144</b>	<b>6 035</b>
<b>Cash and Cash equivalents closing balance</b>	<b>9 229</b>	<b>5 284</b>

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

#### Profit and loss statement

SELECTED FINANCIAL DATA	thousands PLN		thousands EURO	
	3 months ended 31 March 2006	3 months ended 31 March 2005	3 months ended 31 March 2006	3 months ended 31 March 2005
I. Net sales of merchandise and finished products	257 412	256 106	66 937	63 783
II. Profit on operating activities	2 833	472	737	118
III. Profit before taxation	2 303	-321	599	-80
IV. Net profit (loss)	1 803	-267	469	-66
V. Net cash flow from operating activities	323	4 896	84	1 219
VI. Cash flow from investment activities	-2 141	-1 530	-557	-381
VII. Cash flow from financing activities	3 801	-2 013	988	-501
VIII. Total net cash flows	1 983	1 353	516	337
IX. Total assets	259 611	253 018	65 963	61 958
X. Liabilities and provisions for liabilities	168 350	170 307	42 775	41 704
XI. Long-term liabilities	25 317	29 913	6 433	7 325
XII. Short-term liabilities	143 033	140 394	36 342	34 379
XIII. Equity	91 261	82 711	23 188	20 254
XIV. Share capital	6 635 100	6 635 100	1 685 875	1 624 777
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)	1,61	1,22	0,42	0,30
XVII. Diluted profit / (loss) after taxation per ordinary share (in PLN / EUR)	13,75	12,47	3,49	3,05

#### Profit and loss statement

	3 months ended 31 March 2006	3 months ended 31 March 2005
Sales	257 412	256 106
Cost of sales	232 665	234 133
<b>Gross profit (loss)</b>	<b>24 747</b>	<b>21 973</b>
Other operating income	131	112
Selling costs	17 311	17 414
Overhead costs	4 448	4 058
Other operating expenses	286	141
<b>Operating profit (loss)</b>	<b>2 833</b>	<b>472</b>
Finance income	162	188

Finance costs	692	981
<b>Profit (loss) before income tax</b>	<b>2 303</b>	<b>-321</b>
Income tax	500	-54
Net profit (loss)	<b>1 803</b>	<b>-267</b>

<b>Net profit (loss) (annualised)</b>	10 674	8 068
<b>Weighted average number of ordinary shares</b>	6 635 100	6 635 100
<b>Profit (loss) per ordinary share (in PLN)</b>	1,61	1,22

## Balance sheet

	<b>As At 31 March 2006</b>	<b>As At 31 March 2005</b>
<b>ASSETS</b>		
<b>Non-current asset</b>		
Property, plant, equipment and investments	51 711	49 202
Intangible assets	213	326
Financial assets	41 192	41 209
Receivables and prepayments	89	173
Deferred tax assets	1 146	1 138
<b>Total non current assets</b>	<b>94 351</b>	<b>92 048,00</b>
<b>Current assets</b>		
Inventory	84 419	81 784
Receivables and prepayments	75 397	72 514
Income tax receivables		
Short-term securities		2 901
Prepaid expenses	1 189	1 398
Cash and cash equivalents	2 343	2 373
Other financial assets	1 912	
<b>Total current assets</b>	<b>165 260</b>	<b>160 970</b>
<b>Total assets</b>	<b>259 611</b>	<b>253 018</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	6 635	6 635
Share premium	34 360	34 360
Capital reserve	1 526	1 526
Other reserve capital	38 285	30 893
Capital from evaluation		
Retained earnings	10 455	9 297
<b>Total Equity</b>	<b>91 261</b>	<b>82 711</b>
<b>Long-term liabilities</b>		
Bank loans, borrowings and bonds	24 820	29 559
Provisions	55	50
Deferred revenues and accruals	442	304
<b>Total long-term liabilities</b>	<b>25 317</b>	<b>29 913</b>
<b>Short-term liabilities</b>		



Bank loans, borrowings and bonds	25 413	21 612
Short-term liabilities	116 007	116 351
Income tax liabilities	183	173
Provisions	1 410	1 716
Deferred revenues and accruals	20	542
<b>Total short term liabilities</b>	<b>143 033</b>	<b>140 394</b>
<b>Total Equity</b>	<b>259 611</b>	<b>253 018</b>

<b>Book value</b>	91 261		82 711	
<b>Number of shares</b>	6 635 100		6 635 100	
<b>Book value per share (in PLN)</b>	13,75		12,47	

**Statement of changes in equity**

	Share capital	Share premium	Reserve capital	Other reserve capital	Capital from revaluation	Retained earnings	Total equity
<b>As at 1 January 2006</b>	6 635	34 360	1 526	38 285		8 653	89 459
Change of accounting policy							
<b>As at 1 January 2006 adjusted</b>	6 635	34 360	1 526	38 285		8 653	89 459
Net profit (loss) for the period						1 802	1 802
<b>As at 31 March 2006</b>	<b>6 635</b>	<b>34 360</b>	<b>1 526</b>	<b>38 285</b>		<b>10 455</b>	<b>91 261</b>
<b>As at 1 January 2005</b>	6 635	34 361	1 526	30 892	-112	9 516	82 818
Change of accounting policy						48	48
<b>As at 1 January 2005 adjusted</b>	6 635	34 361	1 526	30 892	-112	9 564	82 866
Net profit (loss) for the period						-267	-267
Revaluation of financial instruments					112		112
<b>As at 31 March 2005</b>	<b>6 635</b>	<b>34 361</b>	<b>1 526</b>	<b>30 892</b>		<b>9 297</b>	<b>82 711</b>

## Cash flow statement

	<b>3 months ended 31 March 2006</b>	<b>3 months ended 31 March 2005</b>
Net profit (loss)	1 802	-267
Adjustments for:	-1 479	5 163
Depreciation	2 057	1 915
Foreign exchange gain (loss)		
Interest	618	886
Loss (profit) on investments	-20	4
Change In provisions	-21	444
Change In inventories	1 716	1 443
Change In receivables	-6 998	-689
Change In deferred revenues and accruals	-475	-423
Change In payables	1 606	1 583
Other adjustments	38	
<b>Net cash flow from operations</b>	<b>323</b>	<b>4 896</b>
Disposal of tangible and intangible fixe assets	66	-62
Disposal of financial assets		6 000
Dividends received		
Interest received	26	42
Purchase of tangible and intangible fixe assets	2 233	4 641
Purchase of financial assets		2 869
<b>Net cash flow on investments</b>	<b>-2 141</b>	<b>-1 530</b>
Loans and borrowings acquired	9 555	
Short term bonds	21 864	
Repayment of loans and borrowings	7 116	1 080
Short term bonds redemption	19 900	
Interest	602	933
Dividends paid		
Other		
<b>Net Cash flow from investments</b>	<b>3 801</b>	<b>-2 013</b>
<b>Total net Cash flow</b>	<b>1 983</b>	<b>1 353</b>
<b>Cash and Cash equivalents opening balance</b>	<b>360</b>	<b>1 020</b>
<b>Cash and Cash equivalents closing balance</b>	<b>2 343</b>	<b>2 373</b>

#### 4. Selected financial data by segments

In Eldorado Group following segments can be separated:

- 1 Wholesale
- 2 Retail
- 3 Other

thousands PLN

	Wholesale	Retail	Other	Consolidation exemptions	Total
Sale	257 412	113 889	6 192	57 921	319 572
Sale (external customers)	201 898	113 620	4 054		319 572
Sale (internal customers)	55 514	269	2 138	57 921	
Costs	199 365	109 606	3 643		312 614
Result on other operating activity	-157	6 036	26		5 905
Result on financial activity	-473	-213	-119		-805
Gross profit	1 903	9 837	318		12 058
Income tax	500	1 789	314		2 603
Net profit	1 403	8 048	4		9 455
	Wholesale	Retail	Other	Total	
Assets	193 797	98 382	48 197	340 376	
Equity&liabilities	253 104	80 481	6 791	340 376	

	Wholesale	Retail	Other	Total
Capital expenditures	2 234	3 605	329	6 168
Depreciation	2 037	1 793	481	4 311