



## **CONSOLIDATED INTERIM REPORT**

**3 RD QUARTER 2008**

PREPARED ACCORDING TO INTERNATIONAL FINANCIAL REPORTING  
STANDARDS

*(ALL AMOUNTS IN THOUSANDS PLN)*

LUBLIN, NOVEMBER 2008

## 1. Selected financial data

LP.	SELECTED FINANCIAL DATA	Thousands PLN		Thousands EURO	
		9 months ended 30 September 2008	9 months ended 30 September 2007	9 months ended 30 September 2008	9 months ended 30 September 2007
I.	Net sales of merchandise and finished products	3 960 247	3 388 634	1 156 378	884 448
II.	Profit on operating activities	72 975	93 916	21 308	24 512
III.	Profit before taxation	62 086	80 710	18 129	21 066
IV.	Net profit (loss)	41 084	64 892	11 996	16 937
V.	Net cash flow from operating activities	30 260	60 583	8 836	15 812
VI.	Cash flow from investment activities	(123 166)	(52 363)	(35 964)	(13 667)
VII.	Cash flow from financing activities	43 622	28 310	12 737	7 389
VIII.	Total net cash flows	(49 284)	36 529	(14 391)	9 534
IX.	Total assets	1 615 142	1 315 437	473 885	348 230
X.	Liabilities and provisions for liabilities	885 396	876 879	259 776	232 132
XI.	Long-term liabilities	226 597	224 951	66 484	59 550
XII.	Short-term liabilities	658 799	651 928	193 293	172 582
XIII.	Equity	729 746	438 558	214 108	116 097
XIV.	Share capital	15 115	13 270	4 435	3 513
XV.	Number of shares	15 115 161	13 270 200	15 115 161	13 270 200
XVI.	Number of shares (weighted average)	15 047 145	13 125 218	15 047 145	13 125 218
XVII.	Net profit per ordinary share (in PLN / EUR)*	4,30	5,19	1,26	1,35
XVIII.	Diluted net profit (loss) per ordinary share (in PLN / EURO)*	4,30	5,19	1,26	1,35
XIX.	Book value per ordinary share (in PLN / EURO)**	48,28	33,05	14,17	8,69
XX.	Diluted book value per ordinary share (in PLN / EURO)**	48,28	33,05	14,17	8,69
XXI.	Dividend per share (PLN)**	0,88	1,74	0,26	0,46

\* dividend per share was calculated for number of Emitent's shares (weighted average)

\*\* dividend per share was calculated for number of Emitent's shares on the day, when the report has been prepared

Weighted average number of ordinary share:

in 2008: January – May 14 992 732, June 15 115 161

in 2007: January – March 12 923 985, April 13 004 006, May - June 13 270 200

Average rate of Exchange for points I-VIII, XVII-XXI: 2008 - 3,4247 PLN/EURO  
2007 - 3,8314 PLN/EURO

Exchange rate for points IX-XIII: as at 30.09.2008 – 3,4083 PLN/EURO  
as at 30.09.2007 – 3,7775 PLN/EURO

## 2. Consolidated financial statements

### 2.1 Balance sheet

	30 September 2008	30 June 2008	30 September 2007	30 June 2007
<b>Non-current basset</b>	<b>777 333</b>	<b>730 516</b>	<b>598 667</b>	<b>521 622</b>
Property, plant, equipment	506 853	465 747	369 305	340 119
Real estates	15 893	15 966	4 630	4 369
Intangible assets	4 524	4 683	2 986	3 219
Goodwill	198 221	196 131	147 816	147 816
Financial assets	12 041	13 422	50 705	3 848
Long-term receivables	20 718	17 211	8 428	9 197
Deferred tax assets	19 083	17 356	14 797	13 054
<b>Current assets</b>	<b>837 809</b>	<b>882 051</b>	<b>716 770</b>	<b>721 243</b>
Inventory	399 427	404 292	320 413	301 268
Receivables	386 040	379 231	338 161	358 592
Income tax receivables	1 348	2 107	1 429	409
Short-term securities	15	3	5	
Prepaid expenses	7 671	10 156	6 957	6 398
Cash and cash equivalents	43 108	84 329	49 182	54 383
Other financial assets	200	201	155	193
Tangible assets destined for sale		1 732	468	
<b>Total assets</b>	<b>1 615 142</b>	<b>1 612 567</b>	<b>1 315 437</b>	<b>1 242 865</b>
<b>Equity</b>	<b>729 746</b>	<b>724 279</b>	<b>438 558</b>	<b>420 862</b>
Share capital	15 115	15 115	13 270	13 270
Share Premium	549 559	549 559	309 139	286 448
Capital reserve	90 862	90 862	22 353	22 353
Other reserve capital	59 873	59 873	47 059	56 871
Capital from evaluation			(352)	
Retained earnings	12 755	7 302	43 995	41 920
<b>Total Equity capital assigned Stockholders from dominant company</b>	<b>728 164</b>	<b>722 711</b>	<b>435 464</b>	<b>420 862</b>
Equity capital minority stockholders	1 582	1 568	3 094	
<b>Long-term liabilities</b>	<b>226 597</b>	<b>187 298</b>	<b>224 951</b>	<b>229 242</b>
Bank loans, borrowings and bonds	201 486	170 255	204 815	217 019
Long-term liabilities	4 710	1 860	4 760	1 606
Provisions	3 172	3 164	4 129	458
Provisions for deferred tax	17 229	12 019	11 247	10 159
<b>Short-term liabilities</b>	<b>658 799</b>	<b>700 990</b>	<b>651 928</b>	<b>592 761</b>
Bank loans, borrowings and bonds	51 485	67 105	94 287	79 213
Short-term liabilities	588 008	610 241	545 691	500 717
Income tax liabilities	2 951	4 368	3 450	3 119
Provisions	15 271	18 273	7 664	8 963
Deferred revenues and accruals	1 084	1 003	836	749
<b>Total equity and liabilities</b>	<b>1 615 142</b>	<b>1 612 567</b>	<b>1 315 437</b>	<b>1 242 865</b>

<b>Book value</b>	729 746	438 558
<b>Weighted average number of ordinary shares</b>	15 115 161	13 270 200
<b>Book value per share (in PLN)</b>	48,28	33,05

## 2.2 Profit & loss statement

	<b>3 months ended 30 September 2008</b>	<b>9 months ended 30 September 2008</b>	<b>3 months ended 30 September 2007</b>	<b>9 months ended 30 September 2007</b>
Sales	1 333 764	3 960 247	1 206 722	3 388 634
Cost of sales	(1 125 946)	(3 348 488)	(1 020 645)	(2 889 802)
<b>Gross profit (loss)</b>	<b>207 818</b>	<b>611 759</b>	<b>186 077</b>	<b>498 832</b>
Other operating income	285	11 230	1 056	20 329
Selling costs	(168 457)	(478 659)	(127 950)	(350 177)
Overhead costs	(17 814)	(61 137)	(27 461)	(66 665)
Other operating expenses	(3 111)	(10 218)	(4 074)	(8 403)
<b>Operating profit (loss)</b>	<b>18 721</b>	<b>72 975</b>	<b>27 649</b>	<b>93 916</b>
Finance income	594	1 968	4 158	5 590
Finance costs	(5 750)	(12 857)	(12 522)	(18 796)
<b>Profit (loss) before income tax</b>	<b>13 565</b>	<b>62 086</b>	<b>19 285</b>	<b>80 710</b>
Income tax	(8 099)	(21 002)	(3 782)	(15 818)
<b>Net profit (loss)</b>	<b>5 466</b>	<b>41 084</b>	<b>15 503</b>	<b>64 892</b>
Net profit (loss) for dominant stockholders	5 452	41 047		
Net profit (loss) for minority stockholders	14	37		

<b>Net profit (loss) (annualized)</b>	64 609		68 130
<b>Weighted average number of ordinary shares*</b>	15 047 145		13 125 218
<b>Profit (loss) per ordinary share (in PLN)</b>	4,30		5,19

\*weighted average number of ordinary share in 2008: January – May 14 992 732, June 15 115 161

weighted average number of ordinary share in 2007: January – March 12 923 985, April 13 004 006, May - June 13 270 200

## 2.3 Consolidated statement of changes in equity

	Share capital	Share premium	Reserve capital	Other reserve capital	Capital from revaluation	Retained earnings	Minority capital	Total equity
<b>As at 1 January 2008</b>	14 993	536 227	22 353	46 837		66 888	2 024	689 322
Change of accounting policy								
<b>As at 1 January 2008 adjusted</b>	14 993	536 227	22 353	46 837		66 888	2 024	689 322
Net profit (loss) for the period						41 047	37	41 084
Result of merger Detal Koncept with Polka (before no consolidated)				(249)				(249)
As a result of other merger						(85)	(479)	(564)
Issue of new shares	122	13 332						13 454
Distribution of profits			68 509	13 285		(81 794)		
Dividend for 2007						(13 301)		(13 301)
<b>30 September 2008</b>	<b>15 115</b>	<b>549 559</b>	<b>90 862</b>	<b>59 873</b>		<b>12 755</b>	<b>1 582</b>	<b>729 746</b>
<b>As at 1 July 2008</b>	15 115	549 559	90 862	59 873		7 303	1 568	724 279
Change of accounting policy								
<b>As at 1 July 2008 adjusted</b>	15 115	549 559	90 862	59 873		7 303	1 568	724 279
Net profit (loss) for the period						5 452	14	5 466
Result of merger Detal Koncept with Polka (before no consolidated)								
As a result of other merger								
Issue of new shares								
Distribution of profits								
Dividend for 2007								
<b>30 September 2008</b>	<b>15 115</b>	<b>549 559</b>	<b>90 862</b>	<b>59 873</b>		<b>12 755</b>	<b>1 582</b>	<b>729 746</b>

	Share capital	Share premium	Reserve capital	Other reserve capital	Capital from revaluation	Retained earnings	Minority capital	Total equity
<b>As at 1 January 2007</b>	<b>12 924</b>	<b>273 292</b>	<b>7 497</b>	<b>44 669</b>		<b>18 745</b>		<b>357 127</b>
Change of accounting policy								
<b>As at 1 January 2007 adjusted</b>	<b>12 924</b>	<b>273 292</b>	<b>7 497</b>	<b>44 669</b>		<b>18 745</b>		<b>357 127</b>
Net profit (loss) for the period						64 892		<b>64 892</b>
Changes as a result of merger					(352)	694	3 094	<b>3 436</b>
Issue of new shares	346	35 847						<b>36 193</b>
Distribution of profits			14 856	12 424		(27 280)		
Dividend for 2006				(10 034)		(13 056)		<b>(23 090)</b>
<b>30 September 2007</b>	<b>13 270</b>	<b>309 139</b>	<b>22 353</b>	<b>47 059</b>	<b>(352)</b>	<b>43 995</b>	<b>3 094</b>	<b>438 558</b>
<b>As at 1 July 2007</b>	<b>13 270</b>	<b>286 448</b>	<b>22 353</b>	<b>56 871</b>		<b>41 920</b>		<b>420 862</b>
Change of accounting policy								
<b>As at 1 July adjusted</b>	<b>13 270</b>	<b>286 448</b>	<b>22 353</b>	<b>56 871</b>		<b>41 920</b>		<b>420 862</b>
Net profit (loss) for the period						15 503		<b>15 503</b>
Changes as a result of merger					(352)	(150)	3 094	<b>2 592</b>
Issue of new shares		22 691						<b>22 691</b>
Distribution of profits				222		(222)		
Dividend for 2006				(10 034)		(13 056)		<b>(23 090)</b>
<b>30 September 2007</b>	<b>13 270</b>	<b>309 139</b>	<b>22 353</b>	<b>47 059</b>	<b>(352)</b>	<b>43 995</b>	<b>3 094</b>	<b>438 558</b>

## 2.4 Consolidated Cash Flow Statement

	3 months ended 30 September 2008	9 months ended 30 September 2008	3 months ended 30 September 2007	9 months ended 30 September 2007
Net profit (loss)	5 466	41 084	15 503	64 892
Adjustments for:				
Depreciation	13 820	38 641	11 135	29 602
Foreign exchange gain (loss)	(112)	(15)	(7 427)	(7 525)
Interest (dividend)	(6 616)	(106)	1 223	10 316
Income tax	7 390	20 293	6 823	17 082
Loss (profit) on investments	(5 471)	(9 394)	(3 271)	(14 157)
Change In provisions	(2 994)	(4 274)	(474)	(1 563)
Change In inventories	1 781	(39 113)	(18 878)	(40 974)
Change In receivables	5 489	1 655	(12 444)	(18 283)
Change In deferred revenues and accruals	(1 692)	(9 459)	(1 545)	(6 098)
Change In payables	16 095	4 764	44 195	58 455
Other adjustments	6 307	3 768	(15 760)	(13 505)
Income tax paid	(4 883)	(17 584)	(5 659)	(17 659)
<b>Net cash flow from operations</b>	<b>34 580</b>	<b>30 260</b>	<b>13 420</b>	<b>60 583</b>
<b>Revenues</b>	<b>3 584</b>	<b>35 600</b>	<b>34 850</b>	<b>70 314</b>
Disposal of tangible and intangible fixed assets	3 216	11 785	28 668	26 104
Disposal of financial assets		45	3 198	13 142
Dividend gained				
Interest gained	8	107	341	744
Repayment of given loans			2 411	3 378
Cash flow from company's takeover		23 239		26 714
Other	360	424	232	232
<b>Expenses</b>	<b>(84 599)</b>	<b>(158 766)</b>	<b>(68 694)</b>	<b>(122 677)</b>
Purchase of tangible and intangible fixed assets	(82 977)	(143 633)	(18 675)	(66 281)
Investments in properties		(3 166)		
Purchase of dependent subjects	(1 621)	(11 065)	(32 082)	(32 227)
Purchase of financial assets		(298)		(547)
Given loans		(200)		(934)
Other	(1)	(404)	(17 936)	(22 688)
<b>Net cash flow on investments</b>	<b>(81 015)</b>	<b>(123 166)</b>	<b>(33 844)</b>	<b>(52 363)</b>
<b>Revenues</b>	<b>40 891</b>	<b>110 625</b>	<b>80 673</b>	<b>231 403</b>
Loans and borrowings acquired	40 891	96 848	53 422	180 336
Issue of short-term bonds			26 334	50 047
Issue of the new shares		13 455		
Other		322	917	1 020
<b>Expenses</b>	<b>(35 759)</b>	<b>(67 003)</b>	<b>(65 447)</b>	<b>(203 093)</b>
Repayment of loans and borrowings	(17 444)	(40 660)	(42 609)	(153 334)
Repayment of bonds			(20 135)	(39 807)
Financial leasing payments	(2)	(459)	(126)	(602)
Interest paid	(5 012)	(12 583)	(2 577)	(9 703)
Dividend paid	(13 301)	(13 301)		

Other				353
<b>Net Cash flow from investments</b>	<b>5 132</b>	<b>43 622</b>	<b>15 226</b>	<b>28 310</b>
<b>Total net Cash flow</b>	<b>(41 303)</b>	<b>(49 284)</b>	<b>(5 199)</b>	<b>36 529</b>
Foreign exchange gain (loss)	82	(15)	(2)	
<b>Cash and Cash equivalents opening balance</b>	<b>84 329</b>	<b>92 407</b>	<b>54 383</b>	<b>12 653</b>
<b>Cash and Cash equivalents closing balance</b>	<b>43 108</b>	<b>43 108</b>	<b>49 182</b>	<b>49 182</b>



### 3. Stand alone financial statement Emperia Holding S.A.

LP.	SELECTED FINANCIAL DATA	Thousands PLN		Thousands EURO	
		9 months ended 30 September 2008	9 months ended 30 September 2007	9 months ended 30 September 2008	9 months ended 30 September 2007
I.	Net sales of merchandise and finished products	38 064	329 648	11 115	86 040
II.	Profit on operating activities	3 559	17 025	1 039	4 444
III.	Profit before taxation	2 271	15 788	663	4 121
IV.	Net profit (loss)	897	12 177	262	3 178
V.	Net cash flow from operating activities	6 798	5 017	1 985	1 309
VI.	Cash flow from investment activities	(30 013)	(34 092)	(8 764)	(8 898)
VII.	Cash flow from financing activities	(4 196)	30 404	(1 225)	7 936
VIII.	Total net cash flows	(27 411)	1 329	(8 004)	347
IX.	Total assets	593 284	436 682	174 070	115 600
X.	Liabilities and provisions for liabilities	8 257	83 747	2 423	22 169
XI.	Long-term liabilities	673	306	197	81
XII.	Short-term liabilities	7 584	83 441	2 225	22 089
XIII.	Equity	585 027	352 936	171 648	93 431
XIV.	Share capital	15 115	13 270	4 435	3 513
XV.	Number of shares	15 115 161	13 270 200	11 115	13 270 200
XVI.	Number of shares (weighted average)	15 047 145	13 125 218	1 039	13 125 218
XVII.	Net profit per ordinary share (in PLN / EUR)*	0,26	1,21	0,08	0,32
XVIII.	Diluted net profit (loss) per ordinary share (in PLN / EURO)*	0,26	1,21	0,08	0,32
XIX.	Book value per ordinary share (in PLN / EURO)**	38,70	26,60	11,35	7,04
XX.	Diluted book value per ordinary share (in PLN / EURO)**	38,70	26,60	11,35	7,04
XXI.	Dividend per share (PLN)**	0,88	1,74	0,26	0,46

\* dividend per share was calculated for number of Emitent's shares (weighted average)

\*\* dividend per share was calculated for number of Emitent's shares on the day, when the report has been prepared

Weighted average number of ordinary share:

in 2008: January – May 14 992 732, June 15 115 161

in 2007: January – March 12 923 985, April 13 004 006, May - June 13 270 200

Average rate of Exchange for points I-VIII,XVII-XXI: 2008 - 3,4247 PLN/EURO  
2007 - 3,8314 PLN/EURO

Exchange rate for points IX-XIII: as at 30.09.2008 – 3,4083 PLN/EURO  
as at 30.09.2007 – 3,7775 PLN/EURO

## 4. Stand alone financial statements Emperia Holding S.A.

### 4.1 Stand alone balance sheet

	30 September 2008	30 June 2008	30 September 2007	30 June 2007
<b>Non-current basset</b>	<b>504 650</b>	<b>503 346</b>	<b>415 536</b>	<b>359 554</b>
Property, plant, equipment	40 532	40 254	30 207	29 434
Real estates	3 166	3 166		
Intangible assets	3 300	3 475	2 019	2 114
Financial assets	456 240	454 919	382 688	326 941
Long-term receivables	589	522	73	77
Deferred tax assets	823	1 010	549	991
<b>Current assets</b>	<b>88 634</b>	<b>103 012</b>	<b>21 146</b>	<b>16 574</b>
Inventory	971	968	7	15
Receivables	7 143	9 150	16 120	10 715
Income tax receivables	0			
Short-term securities	74 796	65 829		1 991
Prepaid expenses	341	589	803	669
Cash and cash equivalents	5 183	26 275	4 146	2 977
Other financial assets	200	201	70	207
<b>Total assets</b>	<b>593 284</b>	<b>606 358</b>	<b>436 682</b>	<b>376 128</b>
<b>Equity</b>	<b>585 027</b>	<b>583 604</b>	<b>352 936</b>	<b>349 053</b>
Share capital	15 115	15 115	13 270	13 270
Share Premium	549 559	549 559	309 139	286 448
Capital reserve	1 526	1 526	1 526	1 526
Other reserve capital	19 871	19 871	18 765	28 576
Capital from evaluation				
Retained earnings	(1 044)	(2 467)	10 236	19 233
<b>Long-term liabilities</b>	<b>673</b>	<b>531</b>	<b>306</b>	<b>252</b>
Bank loans, borrowings and bonds				
Provisions	43	43	10	10
Provisions for deferred tax	630	488	296	242
<b>Short-term liabilities</b>	<b>7 584</b>	<b>22 223</b>	<b>83 441</b>	<b>26 823</b>
Bank loans, borrowings and bonds			49 642	19 908
Short-term liabilities	5 314	19 622	32 510	5 860
Income tax liabilities	78	91	413	285
Provisions	2 126	2 497	876	768
Deferred revenues and accruals	66	13		2
<b>Total equity and liabilities</b>	<b>593 284</b>	<b>606 358</b>	<b>436 682</b>	<b>376 128</b>

<b>Book value</b>	585 027	352 936
<b>Weighted average number of ordinary shares</b>	15 115 161	13 270 200
<b>Book value per share (in PLN)</b>	38,70	26,60

## 4.2 Profit and loss statement

	3 months ended 30 September 2008	9 months ended 30 September 2008	3 months ended 30 September 2007	9 months ended 30 September 2007
Sales	11 268	38 064	14 108	329 648
Cost of sales	(8 335)	(24 789)	(312)	(267 641)
<b>Gross profit (loss)</b>	<b>2 933</b>	<b>13 275</b>	<b>14 420</b>	<b>62 007</b>
Other operating income	107	407	137	522
Selling costs	(1)	(3)	(87)	(21 727)
Overhead costs	(2 573)	(9 985)	(8 852)	(23 551)
Other operating expenses	(63)	(135)	(41)	(226)
<b>Operating profit (loss)</b>	<b>403</b>	<b>3 559</b>	<b>5 577</b>	<b>17 025</b>
Finance income	1 502	4 675	81	507
Finance costs		(5 963)	(691)	(1 744)
<b>Profit (loss) before income tax</b>	<b>1 905</b>	<b>2 271</b>	<b>4 967</b>	<b>15 788</b>
Income tax	(482)	(1 374)	(908)	(3 611)
<b>Net profit (loss)</b>	<b>1 423</b>	<b>897</b>	<b>4 059</b>	<b>12 177</b>

<b>Net profit (loss) (annualized)</b>	3 876	15 880
<b>Weighted average number of ordinary shares*</b>	15 047 145	13 125 218
<b>Profit (loss) per ordinary share (in PLN)</b>	0,26	1,21

Weighted average number of ordinary share:  
in 2008: January – May 14 992 732, June 15 115 161  
in 2007: January – March 12 923 985, April 13 004 006, May - June 13 270 200

### 4.3 Stand alone statement of changes equity

	Share capital	Share premium	Reserve capital	Other reserve capital	Capital from revaluation	Retained earnings	Total equity
<b>As at 1 January 2008</b>	14 993	536 227	1 526	18 542		12 689	583 977
Change of accounting policy							
<b>As at 1 January 2008 adjusted</b>	14 993	536 227	1 526	18 542		12 689	583 977
Net profit (loss) for the period						897	897
Issue of new shares	122	13 332					13 454
Distribution of profits				1 329		(1 329)	
Dividend for 2007						(13 301)	(13 301)
<b>As At 30 September 2008</b>	15 115	549 559	1 526	19 871		(1 044)	585 027
<b>As at 1 July 2008</b>	15 115	549 559	1 526	19 871		(2 467)	583 604
Change of accounting policy							
<b>As at 1 January 2008 adjusted</b>	15 115	549 559	1 526	19 871		(2 467)	583 604
Net profit (loss) for the period						1 423	1 423
Issue of new shares							
Distribution of profits							
Dividend for 2007							
<b>As At 30 September 2008</b>	15 115	549 559	1 526	19 871		(1 044)	585 027

	Share capital	Share premium	Reserve capital	Other reserve capital	Capital from revaluation	Retained earnings	Total equity
<b>As at 1 January 2007</b>	12 924	273 292	1 526	28 576		11 115	327 433
Change of accounting policy							
<b>As at 1 January 2007 adjusted</b>	12 924	273 292	1 526	28 576		11 115	327 433
Net profit (loss) for the period						12 177	12 177
Issue of new shares	346	35 847					36 193
Distribution of profits				223			223
Dividend for 2006				(10 034)		(13 056)	(23 090)
<b>30 September 2007</b>	13 270	309 139	1 526	18 765		10 236	352 936
<b>As at 1 July 2007</b>	13 270	286 448	1 526	28 576		19 233	349 053
Change of accounting policy							

<b>As at 1 July 2007 adjusted</b>	<b>13 270</b>	<b>286 448</b>	<b>1 526</b>	<b>28 576</b>	<b>19 233</b>	<b>349 053</b>
Net profit (loss) for the period					4 059	4 059
Issue of new shares		22 691				22 691
Distribution of profits				223		223
Dividend for 2006				(10 034)	(13 056)	(23 090)
<b>30 September 2007</b>	<b>13 270</b>	<b>309 139</b>	<b>1 526</b>	<b>18 765</b>	<b>10 236</b>	<b>352 936</b>

#### 4.4 Stand alone cash flow statement

	<b>3 months ended 30 September 2008</b>	<b>9 months ended 30 September 2008</b>	<b>3 months ended 30 September 2007</b>	<b>9 months ended 30 September 2007</b>
Net profit (loss)	<b>1 423</b>	<b>897</b>	<b>4 059</b>	<b>12 177</b>
Adjustments for:	459	5 901	(511)	(7 159)
Depreciation	1 412	3 667	914	4 390
Interest (dividend)	3 037	495	659	1 510
Income tax	31	923	909	3 611
Loss (profit) on investments	2	1 573	(59)	(272)
Change In provisions	(186)	(1 323)	113	(2 454)
Change In inventories	(3)	(965)	7	(12 021)
Change In receivables	932	4 109	(1 667)	(1 349)
Change In deferred revenues and accruals	1 009	387	312	491
Change In payables	(1 254)	(2 001)	(1 534)	2 415
Other adjustments	(4 355)		119	4
Income tax paid	(166)	(964)	(284)	(3 484)
<b>Środki pieniężne netto z działalności operacyjnej</b>	<b>1 882</b>	<b>6 798</b>	<b>3 547</b>	<b>5 017</b>
<b>Revenues</b>	<b>231 612</b>	<b>504 924</b>	<b>3 855</b>	<b>29 591</b>
Disposal of tangible and intangible fixed assets	574	2 384	202	1 079
Disposal of financial assets	231 000	502 500	3 500	25 200
Dividend gained	38	40	18	77
Interest gained			3 235	3 235
Other			(3 100)	
<b>Expenses</b>	<b>(241 277)</b>	<b>(534 937)</b>	<b>(32 276)</b>	<b>(63 683)</b>
Purchase of tangible and intangible fixed assets	(1 126)	(10 615)	(2 382)	(8 886)
Investments in properties		(3 166)		
Purchase of dependent subjects	(1 460)	(31 904)	(32 268)	(32 268)
Purchase of financial assets	(238 691)	(489 052)	4 186	
Given loans		(200)	(100)	(100)
Other			(1 711)	(22 429)
<b>Net cash flow on investments</b>	<b>(9 665)</b>	<b>(30 013)</b>	<b>(28 421)</b>	<b>(34 092)</b>
<b>Revenues</b>	<b>(8)</b>	<b>13 455</b>	<b>58 369</b>	<b>118 133</b>
Loans and borrowings acquired			19 719	24 877
Issue of short-term bonds			38 649	93 256
Issue of the new shares	(8)	13 455		
<b>Expenses</b>	<b>(13 301)</b>	<b>(17 651)</b>	<b>(32 325)</b>	<b>(87 729)</b>
Repayment of loans and borrowings				(1 788)
Repayment of bonds			(32 328)	(85 000)
Financial leasing payments			3	(941)

Interest paid	(13 301)	(13 301)		
Other		(4 350)		
<b>Net Cash flow from investments</b>	<b>(13309)</b>	<b>(4 196)</b>	<b>26 044</b>	<b>30 404</b>
<b>Total net Cash flow</b>	<b>(21 092)</b>	<b>(27 411)</b>	<b>1 170</b>	<b>1 329</b>
Foreign exchange gain (loss)				
<b>Cash and Cash equivalents opening balance</b>	<b>26 275</b>	<b>32 594</b>	<b>2 976</b>	<b>2 817</b>
<b>Cash and Cash equivalents closing balance</b>	<b>5 183</b>	<b>5 183</b>	<b>4 146</b>	<b>4 146</b>

## 5. Selected financial data by segments

In Emperia Group following segments can be separated:

- Wholesale** - BOS S.A., DLS S.A., Sygel-Jool S.A., Express Podlaski Sp. z o.o., DEF Sp. z o.o., Arsenal Sp. z o.o., Tradis Sp. z o.o., Alpaga-Xema Sp. z o.o., Sydo Sp. z o.o.
- Retail** - Stokrotka Sp. z o.o., Detal Koncept Sp. z o.o., Lewiatan Podlasie Sp. z o.o., Maro Markety Sp. z o.o., Społem Tychy Sp. z o.o., Centrum Sp. z o.o., Euro Sklep S.A.
- Other** - Elpro Sp. z o.o., Infinite Sp. z o.o., Emperia Info Sp. z o.o

In III quarter 2008 Detal Koncept Sp. z o.o. has been transferred to „Retail“ segment (before segment „Other“).

New company Emperia Info Sp. z o.o. was numbered to segment „Other“.

Considering changes in III quarter 2008 data for year 2007 are not comparable.

### Selected financial data by segments for 9 months 2008

thousands PLN

	Wholesale	Retail	Other	Consolidation exemptions	Total
Sale	3 370 866	1 091 811	54 698	557 128	3 960 247
Sale (external customers)	2 868 514	1 080 438	11 295		3 960 247
Sale (internal customers)	502 352	11 373	43 403	557 128	
Costs	(3 319 137)	(1 080 236)	(47 617)	(558 706)	(3 888 284)
Costs (external customers)	(2 815 562)	(1 068 831)	(3 891)		(3 888 284)
Costs (internal customers)	(503 575)	(11 405)	(43 726)	(558 706)	
Result on other operating activity	(951)	2 514	(551)		1 012
Result on financial activity	(8 446)	(1 545)	(898)		(10 889)
Gross profit	43 555	12 576	5 955		62 086
Income tax	(17 174)	(2 662)	(1 166)		(21 002)
<b>Net profit</b>	<b>26 381</b>	<b>9 914</b>	<b>4 789</b>		<b>41 084</b>

	Wholesale	Retail	Other	Company's value form Consolidation	Total
Assets	936 639	298 299	181 983	198 221	1 615 142
Equity & liabilities	795 185	151 129	668 828		1 615 142

	Wholesale	Retail	Other	Total
Capital expenditures	(54 588)	(57 111)	(31 934)	(143 633)
Depreciation	(15 664)	(17 119)	(5 858)	(38 641)

**Selected financial data by segments for 9 months 2007**

thousands PLN

	Wholesale	Retail	Other	Consolidation exemptions	Total
Sale	2 975 473	786 337	25 882	399 058	3 388 634
Sale (external customers)	2 595 679	781 843	11 112		3 388 634
Sale (internal customers)	379 794	4 494	14 770	399 058	0
Costs	(2 905 348)	(782 252)	(18 792)	(399 748)	(3 306 644)
Costs (external customers)	(2 524 867)	(777 770)	(4 006)		(3 306 644)
Costs (internal customers)	(380 481)	(4 482)	(14 786)	(399 748)	0
Result on other operating activity	1 135	10 669	121		11 925
Result on financial activity	(10 090)	(2 178)	(938)		(13 206)
Gross profit	61 857	12 564	6 289		80 709
Income tax	(11 984)	(3 000)	(833)		(15 817)
<b>Net profit</b>	49 872	9 564	5 456		64 892

	Wholesale	Retail	Other	Company's value form Consolidation	Total
Assets	909 105	193 793	64 724	147 816	1 315 438
Equity & liabilities	1 180 754	101 257	33 427		1 315 438

	Wholesale	Retail	Other	Total
Capital expenditures	27 418	34 579	4 284	66 281
Depreciation	(16 229)	(11 424)	(1 949)	(29 602)