



## **CONSOLIDATED INTERIM REPORT**

**4 TH QUARTER 2008**

PREPARED ACCORDING TO INTERNATIONAL FINANCIAL REPORTING  
STANDARDS

*(ALL AMOUNTS IN THOUSANDS PLN)*

LUBLIN, MARCH 2008

## 1. Selected financial data

LP.	SELECTED FINANCIAL DATA	Thousands PLN		Thousands EURO	
		12 months ended 31 December 2008	12 months ended 31 December 2007	12 months ended 31 December 2008	12 months ended 31 December 2007
I.	Net sales of merchandise and finished products	5 263 141	4 479 562	1 490 088	1 186 073
II.	Profit on operating activities	94 899	136 185	26 868	36 058
III.	Profit before taxation	79 071	110 515	22 386	29 262
IV.	Net profit (loss)	60 064	88 417	17 005	23 411
V.	Net cash flow from operating activities	26 157	98 903	7 406	24 585
VI.	Cash flow from investment activities	(165 458)	(138 040)	(46 844)	(34 946)
VII.	Cash flow from financing activities	97 352	118 891	27 562	31 479
VIII.	Total net cash flows	(41 949)	79 754	(11 877)	21 118
IX.	Total assets	1 720 811	1 487 202	412 427	415 188
X.	Liabilities and provisions for liabilities	975 002	797 880	233 679	222 747
XI.	Long-term liabilities	256 032	145 088	61 363	40 505
XII.	Short-term liabilities	718 970	652 792	172 316	182 242
XIII.	Equity	745 654	689 322	178 711	192 441
XIV.	Share capital	15 115	14 993	3 623	4 186
XV.	Number of shares	15 115 161	14 992 732	15 115 161	14 992 732
XVI.	Number of shares (weighted average)	15 064 149	13 467 096	15 064 149	13 467 096
XVII.	Net profit per ordinary share (in PLN / EUR)*	3,99	6,57	1,13	1,74
XVIII.	Diluted net profit (loss) per ordinary share (in PLN / EURO)*	3,99	6,57	1,13	1,74
XIX.	Book value per ordinary share (in PLN / EURO)**	49,34	45,98	11,83	12,84
XX.	Diluted book value per ordinary share (in PLN / EURO)**	49,34	45,98	11,83	12,84
XXI.	Dividend per share (PLN)**	0,88	1,74	0,21	0,49

\* 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 - December 15 115 161

in 2007: January – March 12 923 985, April 13 004 006, May - September 13 270 200, October – 13 492 732,  
November – December – 14 992 732

Average rate of Exchange for points I-VIII, XVII-XVIII: 2008 - 3,5321 PLN/EURO  
2007 - 3,7768 PLN/EURO

Exchange rate for points IX-XIII, XIX-XXI: as at 31.12.2008 – 4,1724 PLN/EURO  
as at 31.12.2007 – 3,5820 PLN/EURO

## 2. Consolidated financial statements

### 2.1 Balance sheet

	31 December 2008	30 September 2008	31 December 2007	30 September 2007
<b>Non-current asset</b>	<b>851 069</b>	<b>777 333</b>	<b>690 101</b>	<b>598 667</b>
Property, plant, equipment	571 883	506 853	435 856	369 305
Real estates	17 710	15 893	4 743	4 630
Intangible assets	6 273	4 524	3 576	2 986
Goodwill	194 632	198 221	183 182	147 816
Financial assets	17 604	12 041	32 765	50 705
Long-term receivables	22 325	20 718	13 866	8 428
Deferred tax assets	20 642	19 083	16 113	14 797
<b>Current assets</b>	<b>869 742</b>	<b>837 809</b>	<b>797 101</b>	<b>716 770</b>
Inventory	416 078	399 427	344 121	320 413
Receivables	391 513	386 040	349 254	338 161
Income tax receivables	4 682	1 348	3 962	1 429
Short-term securities		15	4	5
Prepaid expenses	6 833	7 671	5 762	6 957
Cash and cash equivalents	50 436	43 108	92 407	49 182
Other financial assets	200	200	86	155
Tangible assets destined for sale			1 505	468
<b>Total assets</b>	<b>1 720 811</b>	<b>1 615 142</b>	<b>1 487 202</b>	<b>1 315 437</b>
<b>Equity</b>	<b>745 809</b>	<b>729 746</b>	<b>689 322</b>	<b>438 558</b>
Share capital	15 115	15 115	14 770	13 270
Unregistered capital			223	
Share Premium	549 559	549 559	536 227	309 139
Capital reserve	91 458	90 862	22 353	22 353
Other reserve capital	59 873	59 873	46 837	47 059
Capital from evaluation	(2 075)			(352)
Retained earnings	31 724	12 755	66 888	43 995
<b>Total Equity capital assigned Stockholders from dominant company</b>	<b>745 654</b>	<b>728 164</b>	<b>687 298</b>	<b>435 464</b>
Equity capital minority stockholders	155	1 582	2 024	3 094
<b>Long-term liabilities</b>	<b>256 032</b>	<b>226 597</b>	<b>145 088</b>	<b>224 951</b>
Bank loans, borrowings and bonds	233 777	201 486	129 610	204 815
Long-term liabilities	5 498	4 710	1 966	4 760
Provisions	2 372	3 172	3 050	4 129
Provisions for deferred tax	14 385	17 229	10 462	11 247
<b>Short-term liabilities</b>	<b>718 970</b>	<b>658 799</b>	<b>652 792</b>	<b>651 928</b>
Bank loans, borrowings and bonds	95 570	51 485	80 797	94 287
Short-term liabilities	599 381	588 008	545 557	545 691
Income tax liabilities	3 465	2 951	6 242	3 450
Provisions	19 326	15 271	19 044	7 664
Deferred revenues and accruals	1 228	1 084	1 152	836
<b>Total equity and liabilities</b>	<b>1 720 811</b>	<b>1 615 142</b>	<b>1 487 202</b>	<b>1 315 437</b>

<b>Book value</b>	745 809	689 322
<b>Weighted average number of ordinary shares</b>	15 115 161	14 992 732
<b>Book value per share (in PLN)</b>	49,34	45,98

## 2.2 Profit & loss statement

	<b>3 months ended 31 December 2008</b>	<b>12 months ended 31 December 2008</b>	<b>3 months ended 31 December 2007</b>	<b>12 months ended 31 December 2007</b>
Sales	1 302 894	5 263 141	1 090 928	4 479 562
Cost of sales	(1 110 423)	(4 458 911)	(901 720)	(3 791 522)
<b>Gross profit (loss)</b>	<b>192 471</b>	<b>804 230</b>	<b>189 208</b>	<b>688 040</b>
Other operating income	4 453	15 683	1 502	21 831
Selling costs	(136 862)	(615 521)	(138 268)	(488 445)
Overhead costs	(36 846)	(97 983)	(12 657)	(79 322)
Other operating expenses	(1 292)	(11 510)	2 484	(5 919)
<b>Operating profit (loss)</b>	<b>21 924</b>	<b>94 899</b>	<b>42 269</b>	<b>136 185</b>
Finance income	1 205	3 173	2 456	3 700
Finance costs	(6 144)	(19 001)	(14 920)	(29 370)
<b>Profit (loss) before income tax</b>	<b>16 985</b>	<b>79 071</b>	<b>29 805</b>	<b>110 515</b>
Income tax	1 995	(19 007)	(6 280)	(22 098)
<b>Net profit (loss)</b>	<b>18 980</b>	<b>60 064</b>	<b>23 525</b>	<b>88 417</b>
Net profit (loss) for dominant stockholders	18 959	6 006		
Net profit (loss) for minority stockholders	21	58		

<b>Net profit (loss) (annualized)</b>	60 064	88 417
<b>Weighted average number of ordinary shares*</b>	15 064 149	13 467 096
<b>Profit (loss) per ordinary share (in PLN)</b>	3,99	6,57

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

weighted average number of ordinary share in 2007: January – March 12 923 985, April 13 004 006, May – September: 13 270 200, October - 13 492 732, November – December: 14 992 732

## 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>	<b>14 993</b>	<b>536 227</b>	<b>22 353</b>	<b>46 837</b>		<b>66 888</b>	<b>2 024</b>	<b>689 322</b>
Change of accounting policy								
<b>As at 1 January 2008 adjusted</b>	<b>14 993</b>	<b>536 227</b>	<b>22 353</b>	<b>46 837</b>		<b>66 888</b>	<b>2 024</b>	<b>689 322</b>
Net profit (loss) for 12 month till 31 December						60 006	58	<b>60 064</b>
Result of merger Detal Koncept with Polka (before no consolidated)				(250)				<b>(250)</b>
As a result of purchase of shares in Spółem Tychy							(1 927)	<b>(1 927)</b>
Valuation of hedging instruments					(2 075)			<b>(2 075)</b>
As a result of other merger						(75)		<b>(75)</b>
Issue of new shares	122	13 332						<b>13 454</b>
Valuation of managerial options			597					<b>597</b>
Distribution of profits			68 508	13 286		(81 794)		
Dividend for 2007						(13 301)		<b>(13 301)</b>
<b>31 December 2008</b>	<b>15 115</b>	<b>549 559</b>	<b>91 458</b>	<b>59 873</b>	<b>(2 075)</b>	<b>31 724</b>	<b>155</b>	<b>745 809</b>
<b>As at 1 October 2008</b>	<b>15 115</b>	<b>549 559</b>	<b>90 861</b>	<b>59 873</b>		<b>12 755</b>	<b>1 582</b>	<b>729 745</b>
Change of accounting policy								
<b>As at 1 October 2008 adjusted</b>	<b>15 115</b>	<b>549 559</b>	<b>90 861</b>	<b>59 873</b>		<b>12 755</b>	<b>1 582</b>	<b>729 745</b>
Net profit (loss) for 3 month till 31 December 2008						18 959	21	<b>18 980</b>
As a result of purchase of shares in Spółem Tychy							(1 927)	<b>(1 927)</b>
Valuation of hedging instruments					(2 075)			<b>(2 075)</b>
As a result of other merger						10	479	<b>489</b>
Valuation of managerial options			597					<b>597</b>
<b>31 December 2008</b>	<b>15 115</b>	<b>549 559</b>	<b>91 458</b>	<b>59 873</b>	<b>(2 075)</b>	<b>31 724</b>	<b>155</b>	<b>745 809</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						88 417		88 417
Changes as a result of merger							2 024	2 024
Result of merger BOS with Prologistyka (before not consolidated)						(220)		(220)
As a result of other merger						60		60
Issue of new shares	1 846	266 851						268 697
Costs of capital emissions		(3 916)						(3 916)
Increase capital by issuing new shares	223							223
Distribution of profits			14 856	12 202		(27 058)		
Dividend for 2006				(10 034)		(13 056)		(23 090)
<b>31 December 2007</b>	<b>14 993</b>	<b>536 227</b>	<b>22 353</b>	<b>46 837</b>		<b>66 888</b>	<b>2 024</b>	<b>689 322</b>
<b>As at 1 October 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>
Change of accounting policy								
<b>As at 1 October adjusted</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>
Net profit (loss) for the period						23 525		23 525
Changes as a result of merger					352	(694)	(1 070)	(1 412)
Result of merger BOS with Prologistyka (before not consolidated)						(220)		(220)
As a result of other merger						60		60
Issue of new shares	1 500	231 004						232 504
Costs of capital emissions		(3 916)						(3 916)
Increase capital by issuing new shares	223							223
Distribution of profits				(222)		222		
<b>31 December 2007</b>	<b>14 993</b>	<b>536 227</b>	<b>22 353</b>	<b>46 837</b>		<b>66 888</b>	<b>2 024</b>	<b>689 322</b>

## 2.4 Consolidated Cash Flow Statement

	3 months ended 31 December 2008	12 months ended 31 December 2008	3 months ended 31 December 2007	12 months ended 31 December 2007
Net profit (loss)	18 980	60 064	23 525	88 417
Adjustments for:	(23 083)	(33 907)	14 795	10 486
Depreciation	18 799	57 440	10 368	39 970
Foreign exchange gain (loss)	(7)	(22)	7 270	(255)
Interest (dividend)	22 743	22 637	2 742	13 058
Income tax	(5 992)	14 301	5 016	22 098
Loss (profit) on investments	(16 955)	(26 349)	9 179	(4 978)
Change In provisions	2 937	(1 337)	4 240	2 677
Change In inventories	(16 651)	(55 764)	(2 592)	(43 566)
Change In receivables	(21 308)	(19 653)	(9 905)	(28 188)
Change In deferred revenues and accruals	1 997	(7 462)	4 600	(1 498)
Change In payables	156	4 920	(14 369)	44 086
Other adjustments	(4 364)	(596)	12 508	(997)
Income tax paid	(4 438)	(22 022)	(14 262)	(31 921)
<b>Net cash flow from operations</b>	<b>(4 103)</b>	<b>26 157</b>	<b>38 320</b>	<b>98 903</b>
<b>Revenues</b>	<b>2 231</b>	<b>37 831</b>	<b>16 762</b>	<b>80 954</b>
Disposal of tangible and intangible fixed assets	227	12 012	566	26 670
Disposal of financial assets	(41)	4		7 020
Dividend gained				
Interest gained	55	162		726
Repayment of given loans			765	4 143
Cash flow from company's takeover	1	23 240	14 197	40 911
Other	1 989	2 413	1 234	1 484
<b>Expenses</b>	<b>(44 523)</b>	<b>(203 289)</b>	<b>(102 439)</b>	<b>(218 994)</b>
Purchase of tangible and intangible fixed assets	(42 753)	(186 386)	(66 411)	(132 692)
Investments in properties	(1 084)	(4 250)	(5)	(5)
Purchase of dependent subjects	(686)	(12 323)	(48 978)	(81 205)
Purchase of financial assets			(2 297)	(2 844)
Given loans		(200)	(833)	(1 767)
Other		(130)	16 085	(481)
<b>Net cash flow on investments</b>	<b>(42 292)</b>	<b>(165 458)</b>	<b>(85 677)</b>	<b>(138 040)</b>
<b>Revenues</b>	<b>77 298</b>	<b>187 923</b>	<b>263 134</b>	<b>494 537</b>
Loans and borrowings acquired	76 015	172 863	21 757	202 093
Issue of short-term bonds	995	995	10 917	60 964
Issue of the new shares		13 455	228 688	228 688
Other	288	610	1 772	2 792
<b>Expenses</b>	<b>(23 568)</b>	<b>(90 571)</b>	<b>(172 552)</b>	<b>(375 646)</b>
Repayment of loans and borrowings	(16 331)	(56 991)	(127 731)	(281 065)
Repayment of bonds			(16 264)	(56 071)
Financial leasing payments	(523)	(982)	(307)	(909)
Interest paid	(6 664)	(19 247)	(4 488)	(14 191)
Dividend paid		(13 301)	(23 409)	(23 409)
Other	(50)	(50)	(353)	(1)
<b>Net Cash flow from investments</b>	<b>53 730</b>	<b>97 352</b>	<b>90 582</b>	<b>118 891</b>

<b>Total net Cash flow</b>	<b>7 335</b>	<b>(41 949)</b>	<b>43 225</b>	<b>79 754</b>
Foreign exchange gain (loss)	(7)	(22)		
<b>Cash and Cash equivalents opening balance</b>	<b>43 108</b>	<b>92 407</b>	<b>49 182</b>	<b>12 653</b>
<b>Cash and Cash equivalents closing balance</b>	<b>50 436</b>	<b>50 436</b>	<b>92 407</b>	<b>92 407</b>



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

LP.	SELECTED FINANCIAL DATA	Thousands PLN		Thousands EURO	
		12 months ended 31 December 2008	12 months ended 31 December 2007	12 months ended 31 December 2008	12 months ended 31 December 2007
I.	Net sales of merchandise and finished products	51 413	343 550	14 556	90 963
II.	Profit on operating activities	3 796	18 573	1 075	4 918
III.	Profit before taxation	3 190	17 999	903	4 766
IV.	Net profit (loss)	1 420	14 630	402	3 874
V.	Net cash flow from operating activities	11 181	17 075	3 166	4 521
VI.	Cash flow from investment activities	(40 725)	(174 476)	(10 100)	(46 197)
VII.	Cash flow from financing activities	145	187 178	(1 389)	49 560
VIII.	Total net cash flows	(29 399)	29 777	(8 323)	7 884
IX.	Total assets	598 029	596 386	143 330	166 495
X.	Liabilities and provisions for liabilities	12 211	12 409	2 927	3 464
XI.	Long-term liabilities	818	487	196	136
XII.	Short-term liabilities	11 393	11 922	2 731	3 328
XIII.	Equity	585 818	583 977	140 403	163 031
XIV.	Share capital	15 115	14 770	3 623	4 123
XV.	Number of shares	15 115 161	14 992 732	15 115 161	14 992 732
XVI.	Number of shares (weighted average)	15 064 149	13 467 096	15 064 149	13 467 096
XVII.	Net profit per ordinary share (in PLN / EUR)*	0,09	1,09	0,03	0,29
XVII I.	Diluted net profit (loss) per ordinary share (in PLN / EURO)*	0,09	1,09	0,03	0,29
XIX.	Book value per ordinary share (in PLN / EURO)**	38,76	38,95	9,29	10,87
XX.	Diluted book value per ordinary share (in PLN / EURO)**	38,76	38,95	9,29	10,87
XXI.	Dividend per share (PLN)**	0,88	1,74	0,21	0,49

\* 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 - December 15 115 161

in 2007: January – March 12 923 985, April 13 004 006, May - September 13 270 200, October - 13 492 732,

November – December - 14 992 732

Average rate of Exchange for points I-VIII, XVII-XVIII: 2008 - 3,5321 PLN/EURO  
2007 - 3,7768 PLN/EURO

Exchange rate for points IX-XIII, XIX-XXI: as at 31.12.2008 – 4,1724 PLN/EURO  
as at 31.12.2007 – 3,5820 PLN/EURO

#### 4.1 Stand alone balance sheet

	31 December 2008	30 September 2008	31 December 2007	30 September 2007
<b>Non-current asset</b>	<b>519 702</b>	<b>504 650</b>	<b>468 380</b>	<b>415 536</b>
Property, plant, equipment	41 443	40 532	35 922	30 207
Real estates	3 166	3 166		
Intangible assets	4 565	3 300	2 685	2 019
Financial assets	469 531	456 240	428 611	382 688
Long-term receivables	68	589	75	73
Deferred tax assets	929	823	1 087	549
<b>Current assets</b>	<b>78 327</b>	<b>88 634</b>	<b>128 006</b>	<b>21 146</b>
Inventory	22	971	6	7
Receivables	6 514	7 143	10 580	16 120
Income tax receivables				
Short-term securities	66 111	74 796	84 430	
Prepaid expenses	285	341	396	803
Cash and cash equivalents	3 195	5 183	32 594	4 146
Other financial assets	2200	200		70
<b>Total assets</b>	<b>598 029</b>	<b>593 284</b>	<b>596 386</b>	<b>436 682</b>
<b>Equity</b>	<b>585 818</b>	<b>585 027</b>	<b>583 977</b>	<b>352 936</b>
Share capital	15 115	15 115	14 770	13 270
Not registered share capital			223	
Share Premium	549 559	549 559	536 227	309 139
Capital reserve	1 795	1 526	1 526	1 526
Other reserve capital	19 871	19 871	18 542	18 765
Capital from evaluation				
Retained earnings	(522)	(1 044)	12 689	10 236
<b>Long-term liabilities</b>	<b>818</b>	<b>673</b>	<b>487</b>	<b>306</b>
Bank loans, borrowings and bonds	53			
Provisions	42	43	43	10
Provisions for deferred tax	723	630	444	296
<b>Short-term liabilities</b>	<b>11 393</b>	<b>7 584</b>	<b>11 922</b>	<b>83 440</b>
Bank loans, borrowings and bonds	29			49 641
Short-term liabilities	9 350	5 314	8 162	32 510
Income tax liabilities	33	78	119	413
Provisions	1 928	2 126	3 634	876
Deferred revenues and accruals	53	66	7	
<b>Total equity and liabilities</b>	<b>598 029</b>	<b>593 284</b>	<b>596 386</b>	<b>436 682</b>

<b>Book value</b>	585 818	583 977
<b>Weighted average number of ordinary shares</b>	15 115 161	14 992 732
<b>Book value per share (in PLN)</b>	38,76	38,95

## 4.2 Profit and loss statement

	<b>3 months ended 31 December 2008</b>	<b>12 months ended 31 December 2008</b>	<b>3 months ended 31 December 2007</b>	<b>12 months ended 31 December 2007</b>
Sales	13 349	51 413	13 902	343 550
Cost of sales	(8 958)	(33 747)	(18 716)	(286 357)
<b>Gross profit (loss)</b>	<b>4 391</b>	<b>17 666</b>	<b>(4 814)</b>	<b>57 193</b>
Other operating income	149	556	117	639
Selling costs	(3)	(6)	2 (*)	(21 725)
Overhead costs	(4 270)	(14 255)	6 317(*)	(17 234)
Other operating expenses	(30)	(165)	(74)	(300)
<b>Operating profit (loss)</b>	<b>237</b>	<b>3 796</b>	<b>1 548</b>	<b>18 573</b>
Finance income	1 391	6 066	1 535	2 042
Finance costs	(709)	(6 672)	(872)	(2 616)
<b>Profit (loss) before income tax</b>	<b>919</b>	<b>3 190</b>	<b>2 211</b>	<b>17 999</b>
Income tax	(396)	(1 770)	242	(3 369)
<b>Net profit (loss)</b>	<b>523</b>	<b>1 420</b>	<b>2 453</b>	<b>14 630</b>

\*In Annual Report for 2007 has been extracted cost of sales of services, classified in cost of sales.

<b>Net profit (loss) (annualized)</b>	1 420	14 630
<b>Weighted average number of ordinary shares**</b>	15 064 149	13 467 096
<b>Profit (loss) per ordinary share (in PLN)</b>	0,09	1,09

\*\* Weighted average number of ordinary share:

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

in 2007: January – March 12 923 985, April 13 004 006, May - September 13 270 200, October - 13 492 732,

November – December 14 992 732

### 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						1 420	1 420
Issue of new shares	122	13 332					13 454
Valuation of managerial options			269				269
Distribution of profits				1 329		(1 329)	
Dividend for 2007						(13 302)	(13 302)
<b>As At 31 December 2008</b>	15 115	549 559	1 795	19 871		(522)	585 818
<b>As at 1 October 2008</b>	15 115	549 559	1 526	19 871		(1 045)	585 027
Change of accounting policy							
<b>As at 1 October 2008 adjusted</b>	15 115	549 559	1 526	19 871		(1 045)	585 027
Net profit (loss) for the period						523	523
Issue of new shares							
Valuation of managerial options			269				269
Distribution of profits							
Dividend for 2007							
<b>As At 31 December 2008</b>	15 115	549 559	1 795	19 871		(522)	585 818

	Share capital	Share premium	Reserve capital	Other reserve capital	Capital from revaluation	Retained earnings	Total equity
<b>As at 1 January 2007</b>	<b>12 924</b>	<b>273 292</b>	<b>1 526</b>	<b>28 576</b>		<b>11 115</b>	<b>327 433</b>
Change of accounting policy							
<b>As at 1 January 2007 adjusted</b>	<b>12 924</b>	<b>273 292</b>	<b>1 526</b>	<b>28 576</b>		<b>11 115</b>	<b>327 433</b>
Net profit (loss) for the period						14 630	<b>14 630</b>
Issue of new shares	1 846	262 935					<b>265 004</b>
Not registered share capital	223						<b>223</b>
Distribution of profits							
Dividend for 2006				(10 034)		(13 056)	<b>(23 090)</b>
<b>31 December 2007</b>	<b>14 993</b>	<b>536 227</b>	<b>1 526</b>	<b>18 542</b>		<b>12 689</b>	<b>583 977</b>
<b>As at 1 October 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>
Change of accounting policy							
<b>As at 1 October 2007 adjusted</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>
Net profit (loss) for the period						2 453	<b>2 453</b>
Issue of new shares	1 500	227 088					<b>228 588</b>
Not registered share capital	223						<b>223</b>
Distribution of profits				(223)			<b>(223)</b>
Dividend for 2006							
<b>31 December 2007</b>	<b>14 993</b>	<b>536 227</b>	<b>1 526</b>	<b>18 542</b>		<b>12 689</b>	<b>583 977</b>

#### 4.4 Stand alone cash flow statement

	3 months ended 31 December 2008	12 months ended 31 December 2008	3 months ended 31 December 2007	12 months ended 31 December 2007
Net profit (loss)	523	1 420	2 453	14 630
Adjustments for:	3 860	9 761	9 603	2 445
Depreciation	1 443	5 110	882	5 272
Interest (dividend)	(574)	(79)	(364)	1 146
Income tax	409	1 332	(241)	3 370
Loss (profit) on investments	(91)	1 482	604	332
Change In provisions	(104)	(1 427)	2 790	336
Change In inventories	949	(16)		(12 020)
Change In receivables	(411)	3 698	2 539	1 190
Change In deferred revenues and accruals	(67)	320	22	513
Change In payables	2 492	491	3 823	6 238
Other adjustments	268	268	(10)	(6)
Income tax paid	(454)	(1 418)	(442)	(3 926)
<b>Net cash flow from operations</b>	<b>4 383</b>	<b>11 181</b>	<b>12 056</b>	<b>17 075</b>
<b>Revenues</b>	<b>251 676</b>	<b>756 600</b>	<b>36 200</b>	<b>65 791</b>
Disposal of tangible and intangible fixed assets	1 664	4 048	393	1 472
Disposal of financial assets	250 000	752 500	34 500	59 700
Dividend gained	12	52	4	81
Interest gained			243	3 478
Other			1 060	1 060
<b>Expenses</b>	<b>(258 038)</b>	<b>(797 325)</b>	<b>(176 584)</b>	<b>(240 267)</b>
Purchase of tangible and intangible fixed assets	(4 808)	(15 423)	(8 193)	(17 079)
Investments in properties		(3 166)		
Purchase of dependent subjects	(10 470)	(42 374)	(50 422)	(82 690)
Purchase of financial assets	(240 050)	(729 102)	(117 969)	(140 398)
Given loans	(2 000)	(2 200)		(100)
Other	(710)	(5 060)		
<b>Net cash flow on investments</b>	<b>(6 362)</b>	<b>(40 725)</b>	<b>(140 384)</b>	<b>(174 476)</b>
<b>Revenues</b>		<b>13 455</b>	<b>241 946</b>	<b>360 079</b>
Loans and borrowings acquired			7 844	32 721
Issue of short-term bonds			6 991	100 247
Issue of the new shares		13 455	227 088	227 088
Other			23	23
<b>Expenses</b>	<b>(9)</b>	<b>(13 310)</b>	<b>(85 172)</b>	<b>(172 901)</b>
Repayment of loans and borrowings			(27 563)	(29 351)
Repayment of bonds			(34 000)	(119 000)
Financial leasing payments	(7)	(7)		
Interest paid	(2)	(2)	(200)	(1 141)
Dividend		(13 301)	(23 409)	(23 409)
<b>Net Cash flow from investments</b>	<b>(9)</b>	<b>145</b>	<b>156 774</b>	<b>187 178</b>
<b>Total net Cash flow</b>	<b>(1 988)</b>	<b>(29 399)</b>	<b>28 446</b>	<b>29 777</b>
Foreign exchange gain (loss)				
<b>Cash and Cash equivalents opening balance</b>	<b>5 183</b>	<b>32 594</b>	<b>4 148</b>	<b>2 817</b>
<b>Cash and Cash equivalents closing balance</b>	<b>3 195</b>	<b>3 195</b>	<b>32 594</b>	<b>32 594</b>

## 5. Selected financial data by segments

In Emperia Group following segments can be separated:

- 1 **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.
- 2 **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.
- 3 **Other** - Elpro Sp. z o.o., Infinite Sp. z o.o., Emperia Info Sp. z o.o.

### Selected financial data by segments 2008

thousands PLN

	Wholesale	Retail	Other	Consolidation exemptions	Total
Sale	4 471 076	1 509 049	78 793	795 777	5 263 141
Sale (external customers)	3 754 961	1 494 308	13 872		5 263 141
Sale (internal customers)	716 115	14 741	64 921	795 777	
Costs	(4 403 489)	(1 495 086)	(70 211)	(796 371)	(5 172 415)
Costs (external customers)	(3 687 039)	(1 480 334)	(5 042)		(5 172 415)
Costs (internal customers)	(716 450)	(14 752)	(65 169)	(796 371)	
Result on other operating activity	1 000	1 928	1 245		4 173
Result on financial activity	(14 628)	(3 346)	2 146		(15 828)
Gross profit	54 294	12 556	12 221		79 071
Income tax	(12 424)	(4 190)	(2 393)		(19 007)
<b>Net profit</b>	<b>41 870</b>	<b>8 366</b>	<b>9 828</b>		<b>60 064</b>

	Wholesale	Retail	Other	Company's value form Consolidation	Total
Assets	1 003 018	299 786	219 786	198 221	1 720 811
Equity & liabilities	862 564	143 461	714 786		1 720 811

	Wholesale	Retail	Other	Total
Capital expenditures	(44 492)	(58 377)	(83 517)	(186 386)
Depreciation	(21 028)	(23 693)	(12 719)	(57 440)

### Selected financial data by segments 2007

thousands PLN

	Wholesale	Retail	Other	Consolidation exemptions	Total
Sale	3 936 460	1 076 968	34 979	568 845	4 479 562
Sale (external customers)	3 394 061	1 070 049	15 452		4 479 562
Sale (internal customers)	542 399	6 919	19 527	568 845	
Costs	(3 832 536)	(1 066 572)	(29 509)	(569 328)	(4 359 289)
Costs (external customers)	(3 289 877)	(1 059 647)	(9 766)		(4 359 289)
Costs (internal customers)	(542 659)	(6 925)	(19 743)	(569 328)	
Result on other operating activity	1 311	14 552	49		15 912
Result on financial activity	(20 872)	(3 321)	(1 476)		(25 669)
Gross profit	84 623	21 633	4 259		110 515
Income tax	(16 632)	(4 559)	(907)		(22 098)
<b>Net profit</b>	<b>67 991</b>	<b>17 074</b>	<b>3 352</b>		<b>88 417</b>

	<b>Wholesale</b>	<b>Retail</b>	<b>Other</b>	<b>Company's value form Consolidation</b>	<b>Total</b>
Assets	935 882	265 872	102 226	183 182	1 487 202
Equity & liabilities	1 276 967	150 813	59 422		1 487 202

	<b>Wholesale</b>	<b>Retail</b>	<b>Other</b>	<b>Total</b>
Capital expenditures	(50 785)	(51 221)	(30 686)	(132 692)
Depreciation	(21 421)	(15 976)	(2 573)	(39 970)