



## **LC CORP S.A.**

**MID-YEAR CONDENSED FINANCIAL STATEMENTS  
FOR THE PERIOD OF SIX MONTHS ENDED JUNE 30<sup>TH</sup> 2009  
WITH AN INDEPENDENT AUDITOR'S REPORT ON THE REVIEW**

# LC Corp S.A.

Mid-year condensed financial statements for the period of 6 months ended June 30th 2009  
(in PLN '000)

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**STATEMENT OF FINANCIAL POSITION**  
as at June 30<sup>th</sup> 2009 (in PLN '000)

|  | Note | June 30th 2009<br>(unaudited) | December 31st<br>2008 |
|--|------|-------------------------------|-----------------------|
| <b>Assets</b>  |      |                               |                       |
| <b>A. Non-current assets</b>                             |      | <b>792,098</b>                | <b>826,927</b>        |
| 1. Intangible assets                                     |      | 748                           | 856                   |
| 2. Property, plant and equipment                         | 11   | 806                           | 1,146                 |
| 2.1. Tangible assets                                     |      | 806                           | 1,146                 |
| 2.2. Tangible assets under construction                  |      | 0                             | 0                     |
| 3. Loan and non-current receivables                      | 13   | 340,299                       | 374,380               |
| 4. Non-current investments                               | 12   | 449,907                       | 449,565               |
| 5. Non-current prepayments and accrued income            |      | 0                             | 0                     |
| 6. Deferred tax assets                                   |      | 338                           | 980                   |
| <b>B. Current assets</b>                                 |      | <b>140,753</b>                | <b>117,403</b>        |
| 1. Inventories   |      | 0                             | 0                     |
| 2. Trade and other receivables                           |      | 1,555                         | 1,927                 |
| 3. Income tax receivable                                 |      | 555                           | 0                     |
| 4. Current financial assets                              | 14   | 122,489                       | 101,347               |
| 5. Cash and cash equivalents                             | 15   | 16,018                        | 14,044                |
| 6. Current prepayments and accrued income                |      | 136                           | 85                    |
| <b>C. Non-current assets classified as held for sale</b> |      | <b>0</b>                      | <b>0</b>              |
| <b>Total assets</b>                                      |      | <b>932,851</b>                | <b>944,330</b>        |
| <b>Equity and liabilities</b>                            |      |                               |                       |
| <b>A. Equity</b>   |      | <b>751,903</b>                | <b>748,768</b>        |
| 1. Share capital   | 16.1 | 447,558                       | 447,558               |
| 2. Balance of called-up share capital not paid           |      | 0                             | 0                     |
| 3. Reserve funds   | 16.2 | 298,102                       | 308,747               |
| 4. Other reserve funds                                   |      | 0                             | 0                     |
| 5. Other capital   | 16.3 | 3,108                         | 3,108                 |
| 6. Retained profit / Uncovered losses                    |      | 3,135                         | (10,645)              |
| <b>B. Non-current liabilities</b>                        |      | <b>50,953</b>                 | <b>119,130</b>        |
| 1. Non-current financial liabilities                     | 17   | 50,934                        | 119,111               |
| 2. Provisions  |      | 19                            | 19                    |
| 3. Deferred tax liability                                |      | 0                             | 0                     |
| <b>C. Current liabilities</b>                            |      | <b>129,995</b>                | <b>76,432</b>         |
| 1. Current financial liabilities                         | 17   | 124,470                       | 68,927                |
| 2. Trade and other payables                              |      | 5,257                         | 6,211                 |
| 3. Income tax payable                                    |      | 0                             | 560                   |
| 4. Provisions  |      | 0                             | 0                     |
| 5. Accrued expenses and revenue                          |      | 268                           | 734                   |
| <b>Total equity and liabilities</b>                      |      | <b>932,851</b>                | <b>944,330</b>        |

Additional explanatory notes to the mid-year condensed financial statements enclosed on pages 9 to 20 are their integral part

# LC Corp S.A.

Mid-year condensed financial statements for the period of 6 months ended June 30th 2009  
(in PLN '000)

## STATEMENT OF COMPREHENSIVE INCOME for the period of 6 months ended June 30<sup>th</sup> 2009 (in PLN '000)

|   | Period of 6 months<br>ended<br>June 30th 2009<br>(unaudited) | Period of 6 months<br>ended<br>June 30th 2008<br>(unaudited) |
|---|--|--|
| <b>Operating activity</b>                                       |  |  |
| <b>Sales revenue</b>  | <b>1,265</b>   | <b>4,770</b>   |
| Revenue on sales of services                                    | 1,265  | 4,770  |
| Revenue on sales of goods and products                          | 0  |  |
| <b>Cost of sales</b>  | <b>( 2,494)</b>  | <b>( 3,378)</b>  |
| <b>Pre-tax profit on sales</b>                                  | <b>( 1,229)</b>  | <b>1,392</b>   |
|   | 0  |  |
| Gain (loss) on disposal of non-current non-financial assets     | ( 27)  | 2  |
| Revaluation of non-current non-financial assets                 | 0  | 0  |
| Selling and distribution costs                                  | 0  | 0  |
| General administrative expenses                                 | ( 833)   | ( 2,551)   |
| Other operating income  | 105  | 42   |
| Other operating expenses  | ( 29)  | ( 48)  |
| <b>Operating profit (loss)</b>                                  | <b>( 2,013)</b>  | <b>( 1,163)</b>  |
| Financial income  | 12,836   | 15,780   |
| Financial expenses  | ( 7,046)   | ( 5,670)   |
| <b>Pre-tax profit (loss)</b>                                    | <b>3,777</b>   | <b>8,947</b>   |
| Corporate income tax (tax expense)                              | ( 642)   | ( 6,629)   |
| <b>Net profit on business activities</b>                        | <b>3,135</b>   | <b>2,318</b>   |
| <b>Discontinued operations</b>                                  |  |  |
| Profit (loss) on discontinued operations for the business year  | 0  | 0  |
| <b>Net profit (loss)</b>  | <b>3,135</b>   | <b>2,318</b>   |
| <b>Other comprehensive income</b>                               |  |  |
| Other components of comprehensive income                        | 0  | 0  |
| Income tax relating to other components of comprehensive income | 0  | 0  |
| <b>Other comprehensive income for the year, net of tax</b>      | <b>0</b>   | <b>0</b>   |
| <b>Total comprehensive income for the year</b>                  | <b>3,135</b>   | <b>2,318</b>   |

Additional explanatory notes to the mid-year condensed financial statements enclosed on pages 9 to 20 are their integral part

**CONSOLIDATED STATEMENT OF CASH FLOWS**  
for the period ended June 30<sup>th</sup> 2009 (in PLN '000)

|   | Note | Period of 6 months<br>ended<br>June 30th 2009<br>(unaudited) | Period of 6 months<br>ended<br>June 30th 2008<br>(unaudited) |
|---|------|--|--|
| <b>A. Cash flows from operating activities</b>                              |      |  |  |
| <b>I. Pre-tax profit</b>  |      | 3,777  | 8,947  |
| <b>II. Total adjustments</b>  |      | ( 6,696)   | ( 784)   |
| 1. Depreciation and amortization  |      | 363  | 484  |
| 2. Foreign exchange gains (losses)  |      | 0  | 0  |
| 3. Interest and distributions from profit (dividends)                       |      | ( 5,180)   | (8,756)  |
| 4. Profit (loss) on investing activities                                    |      | 27   | ( 2)   |
| 5. Change in provisions   |      | 0  | 0  |
| 6. Change in inventories  |      | 0  | 9,018  |
| 7. Change in receivables  |      | 372  | 2,503  |
| 8. Change in current liabilities (net of loans and borrowings)              |      | ( 954)   | ( 612)   |
| 9. Change in accruals and deferrals   |      | ( 517)   | 155  |
| 10. Corporate income tax  |      | ( 1,115)   | ( 3,578)   |
| 11. Other adjustments   |      | 308  | 4  |
| <b>III. Net cash provided by (used in) operating activities (I±II)</b>      |      | <b>( 2,919)</b>  | <b>8,163</b>   |
| <b>B. Cash flows from investing activities</b>                              |      |  |  |
| <b>I. Cash provided by investing activities</b>                             |      | <b>68,062</b>  | <b>20,906</b>  |
| 1. Sale of intangible assets and property, plant and equipment              |      | 59   | 3  |
| 2. Sale of investment property and intangible assets                        |      | 0  | 0  |
| 3. Cash provided by financial assets  |      | 68,003   | 20,903   |
| 4. Other cash provided by investing activities                              |      | 0  | 0  |
| <b>II. Cash used in investing activities</b>                                |      | <b>( 43,801)</b>   | <b>( 243,469)</b>  |
| 1. Acquisition of intangible assets and property, plant and equipment       |      | ( 1)   | ( 467)   |
| 2. Investment property and intangible assets                                |      | 0  | 0  |
| 3. Cash used on financial assets  |      | ( 43,800)  | ( 243,000)   |
| 4. Other cash used in investing activities                                  |      | 0  | ( 2)   |
| <b>III. Net cash provided by (used in) investing activities (I–II)</b>      |      | <b>24,261</b>  | <b>( 222,563)</b>  |
| <b>C. Cash flows from financing activities</b>                              |      |  |  |
| <b>I. Cash provided by financing activities</b>                             |      | <b>48,998</b>  | <b>44,219</b>  |
| 1. Net proceeds from issue of shares and additional contributions to equity |      | 0  | 1,000  |
| 2. Increase in loans and borrowings   |      | 48,998   | 0  |
| 3. Issue of debt securities   |      | 0  | 43,219   |
| 4. Other cash provided by financing activities                              |      | 0  | 0  |
| <b>II. Cash used in financing activities</b>                                |      | <b>( 68,366)</b>   | <b>(58)</b>  |
| 1. Repayment of loans and borrowings  |      | 0  | 0  |
| 2. Redemption of debt securities  |      | 0  | 0  |
| 3. Interest paid  |      | ( 68,366)  | 0  |
| 4. Other cash used in financing activities                                  |      | 0  | ( 58)  |
| <b>III. Net cash provided by (used in) financing activities (I–II)</b>      |      | <b>( 19,368)</b>   | <b>44,161</b>  |
| <b>D. Total net cash flow (A.III±B.III±C.III)</b>                           |      | <b>1,974</b>   | <b>( 170,239)</b>  |
| <b>E. Balance-sheet change in cash, including:</b>                          |      | <b>1,974</b>   | <b>( 170,239)</b>  |
| – change in cash resulting from foreign exchange                            |      | 0  | 0  |
| <b>F. Cash at beginning of period</b>                                       |      | <b>14,044</b>  | <b>193,163</b>   |

Additional explanatory notes to the mid-year condensed financial statements enclosed on pages 9 to 20 are their integral part

# LC Corp S.A.

Mid-year condensed financial statements for the period of 6 months ended June 30th 2009  
(in PLN '000)

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|                                       |    |               |               |
|---------------------------------------|----|---------------|---------------|
|                                       | 15 | <b>16,018</b> | <b>22,924</b> |
| <b>G. Cash at end of period (F±D)</b> |    | 20            | 20            |

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## LC Corp S.A.

Mid-year condensed financial statements for the period of 6 months ended June 30th 2009  
(in PLN '000)

### STATEMENT OF CHANGES IN EQUITY for the period ended June 30<sup>th</sup> 2009 (in PLN '000)

|  | <i>Issued share<br/>capital</i> | <i>Balance of<br/>called-up share<br/>capital not paid</i> | <i>Reserve funds</i> | <i>Other reserve<br/>funds</i> | <i>Other capital</i> | <i>Retained profit /<br/>Uncovered<br/>losses</i> | <i>Total</i>   |
|--|---------------------------------|--|----------------------|--------------------------------|----------------------|---|----------------|
| <b>As at January 1st 2009</b>  | <b>447,558</b>                  | <b>0</b>   | <b>308,747</b>       | <b>0</b>                       | <b>3,108</b>         | <b>(10,645)</b>                                   | <b>748,768</b> |
| Coverage of loss for 2008 from reserve funds                               | 0                               | 0  | (10,645)             | 0                              | 0                    | 10,645  | 0              |
| Total comprehensive income for the period of 6 months ended June 30th 2009 | 0                               | 0  | 0                    | 0                              | 0                    | 3,135   | 3,135          |
| <b>As at June 30th 2009 (unaudited)</b>                                    | <b>447,558</b>                  | <b>0</b>   | <b>298,102</b>       | <b>0</b>                       | <b>3,108</b>         | <b>3,135</b>                                      | <b>751,903</b> |

|  | <i>Issued share<br/>capital</i> | <i>Balance of<br/>called-up share<br/>capital not paid</i> | <i>Reserve funds</i> | <i>Other reserve<br/>funds</i> | <i>Other capital</i> | <i>Retained profit /<br/>Uncovered<br/>losses</i> | <i>Total</i>   |
|--|---------------------------------|--|----------------------|--------------------------------|----------------------|---|----------------|
| <b>As at January 1st 2008</b>                      | <b>446,558</b>                  | <b>0</b>   | <b>306,976</b>       | <b>0</b>                       | <b>3,108</b>         | <b>1,829</b>                                      | <b>758,471</b> |
| Registration of series I shares                    | 1,000                           | 0  | 0                    | 0                              | 0                    | 0   | 1,000          |
| Costs of share issues                              | 0                               | 0  | ( 58)                | 0                              | 0                    | 0   | ( 58)          |
| Allocation of the profit for 2007 to reserve funds | 0                               | 0  | 1,829                | 0                              | 0                    | ( 1,829)  | 0              |
| Total comprehensive income for the year            | 0                               | 0  | 0                    | 0                              | 0                    | (10,645)  | (10,645)       |
| <b>As at December 31st 2008</b>                    | <b>447,558</b>                  | <b>0</b>   | <b>308,747</b>       | <b>0</b>                       | <b>3,108</b>         | <b>(10,645)</b>                                   | <b>748,768</b> |

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## LC Corp S.A.

Mid-year condensed financial statements for the period of 6 months ended June 30th 2009  
(in PLN '000)

|   | <i>Issued share<br/>capital</i> | <i>Balance of<br/>called-up share<br/>capital not paid</i> | <i>Reserve funds</i> | <i>Other reserve<br/>funds</i> | <i>Other capital</i> | <i>Retained profit /<br/>Uncovered<br/>losses</i> | <i>Total</i>   |
|---|---------------------------------|--|----------------------|--------------------------------|----------------------|---|----------------|
| <b>As at January 1st 2008</b>   | <b>446,558</b>                  | <b>0</b>   | <b>306,976</b>       | <b>0</b>                       | <b>3,108</b>         | <b>1,829</b>                                      | <b>758,471</b> |
| Registration of series I shares   | 1,000                           | 0  | 0                    | 0                              | 0                    | 0   | 1,000          |
| Costs of share issues   | 0                               | 0  | ( 58)                | 0                              | 0                    | 0   | ( 58)          |
| Allocation of the profit for 2007 to reserve funds                            | 0                               | 0  | 1,829                | 0                              | 0                    | ( 1,829)  | 0              |
| Total comprehensive income for the<br>period of 6 months ended June 30th 2008 | 0                               | 0  | 0                    | 0                              | 0                    | 2,318   | 2,318          |
| <b>As at June 30th 2008 (unaudited)</b>                                       | <b>447,558</b>                  | <b>0</b>   | <b>308,747</b>       | <b>0</b>                       | <b>3,108</b>         | <b>2,318</b>                                      | <b>761,731</b> |

Additional explanatory notes to the mid-year condensed financial statements enclosed on pages 9 to 20 are their integral part



## ADDITIONAL EXPLANATORY NOTES

### 1. General information

LC Corp S.A. ("the Issuer", "the Company") was established by virtue of the Notarial Deed dated March 3<sup>rd</sup> 2006. The Parent Undertaking's registered office is situated in Wrocław, Poland, in ul. Powstańców Śląskich 2-4. The Parent Undertaking is entered in the Business Register of the National Court Register maintained by the District Court for Wrocław-Krzyki in Wrocław, 4<sup>th</sup> Commercial Section of the National Court Register, under KRS No. 0000253077.

As at June 30th 2009 the shares of LC Corp S.A. are in public trading.

The Company was assigned statistical identification number REGON 020246398.

The Company was established for an indefinite period and its primary activity is:

- PKD 7415Z Management activities of holding companies

The Parent Undertaking of LC Corp S.A. is LC Corp B.V., which is controlled by Mr Leszek Czarnecki.

### 2. Approval of the mid-year condensed consolidated financial statements

These mid-year condensed financial statements of the Company for the period of 6 months ended June 30th 2009 were approved for publication by the Management Board on August 11th 2009.

The Company also prepared mid-year consolidated financial statements for the period of 6 months ended June 30th 2009, which were approved for publication by the Management Board on August 11th 2009.

### 3. Declaration of compliance and basis for the preparation

The enclosed mid-year condensed financial statements of LC Corp S.A. were prepared in accordance with International Financial Reporting Standards ("IFRS") and IFRS approved by the EU, applying to mid-year financial reporting.

As at the day of approval of these statements for publication, taking into account the process of introducing IFRS standards, currently in progress in the EU, and the Company's activity, there are no differences between IFRS standards which have come into force and IFRS standards adopted by the EU within the accounting principles used by the Company.

IFRS comprise standards and interpretations accepted by the International Accounting Standards Board ("IASB") and the International Financial Reporting Interpretations Committee ("IFRIC").

These mid-year condensed financial statements cover the period of 6 months ended June 30th 2009 and contain comparable data for the period of 6 months ended June 30th 2008 and as at December 31st 2008.

The mid-year condensed financial statements do not contain all information and disclosures required in the annual financial statements and they must be read together with the financial statements of the Company for the year ended December 31st 2008.

The mid-year condensed financial statements are presented in thousand zloty ('PLN'), and all values, if not indicated otherwise, are given in PLN '000.

The mid-year condensed financial statements were prepared on the assumption of a continuation of the business activity by the Company in the foreseeable future. As at the day of approval of these financial

statements, there are no circumstances identified implying any threats for continuation of the Company's activity.

#### 4. Changes in accounting rules

Below are presented new or changed IFRS and new IFRIC interpretations (approved or being approved by the European Union), effective as at January 1st 2009:

- 1) IFRS 8 *Operating Segments* – published on November 30th 2006, applying to financial statements for periods beginning on or after January 1st 2009.
- 2) IFRS 1 (amendment) *First-time Adoption of International Financial Reporting Standards* and IAS 27 (amendment) *Consolidated and Separate Financial Statements* – amended IFRS 1 and IAS 27 published on May 22nd 2008, applying to annual periods beginning on or after January 1st 2009.
- 3) IAS 32 (amendment) *Financial Instruments: Presentation* – modified Standard published on February 14th 2008, applying to annual periods beginning on or after January 1st 2009.
- 4) IFRS (2008) *Amendments to International Financial Reporting Standards 2008* – published on May 22nd 2008. Most amendments apply to periods beginning on or after January 1st 2009.
- 5) IFRIC Interpretation 15 *Agreements for the Construction of Real Estate* – IFRIC Interpretation 15, published on July 3rd 2008, applying to annual financial statements for periods beginning on or after January 1st 2009 – not approved by the EU.
- 6) IFRIC Interpretation 16 *Hedges of a Net Investment in a Foreign Operation* - IFRIC Interpretation 16, published on July 3rd 2008, applying to annual financial statements for periods beginning on or after October 1st 2008.
- 7) IAS 23 *Borrowing Costs* (amended) – published on December 1st 2008, applying to annual periods beginning on or after January 1st 2009.
- 8) IAS 1 *Presentation of Financial Statements* (amended), published on December 17th 2008, applying to annual periods beginning on or after January 1st 2009.
- 9) IFRS 2 *Share-based Payment, Vesting Conditions and Cancellations* (amendment), published on January 17th 2008, applying to annual periods beginning on or after January 1st 2009.

Adoption of the amended IAS 1 *Presentation of Financial Statements* affected the titles of the financial statements and presentation of transactions only with owners in the changes in equity. Other elements were disclosed separately in the statement of comprehensive income.

Except for the above mentioned, other changes in standards and interpretations did not cause significant changes in the Company's accounting policy or presentation of data in financial statements.

#### 5. New standards and interpretations, which were published but have not become effective yet

As at the date of these financial statements, the following standards, amendments to standards and interpretations were published, but were not effective:

- 1) IFRS 1 (amendment) *First-time Adoption of International Financial Reporting Standards* – published on November 27th 2008. The Standard is required when making an entity's first financial statements compliant with IFRS for annual periods beginning on July 1st 2009, with admissible earlier adoption.
- 2) IFRS 3 (amendment) *Business Combinations* – published on January 10th 2008, applying to periods beginning on or after July 1st 2009.
- 3) IAS 27 (amendment) *Consolidated and Separate Financial Statements* – amendment published on January 10th 2008, applying to periods beginning on or after July 1st 2009.
- 4) IAS 39 (amendment) *Financial Instruments: Recognition and Measurement* – these amendments published on July 31st 2008 apply retrospectively to periods beginning on or after July 1st 2009.
- 5) IAS 39 (amendment): *Financial Instruments: Exposures Qualifying for Hedge Accounting* - applying to annual periods beginning on or after July 1st 2009. These amendments were not approved by the EU.
- 6) IFRS 1 (amended) *First-time Adoption of International Financial Reporting Standards*, applying to annual periods beginning on or after January 1st 2009 - not approved by the EU yet.

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Mid-year condensed financial statements for the period of 6 months ended June 30th 2009  
(in PLN '000)

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- 7) IFRIC Interpretation 17 *Distributions of Non-cash Assets to Owners*, applying to annual periods beginning on or after January 1st 2009 - not approved by the EU yet.
- 8) IFRIC Interpretation 18 *Transfers of Assets from Customers*, applying prospectively to items of assets received from customers on or after July 1st 2009 - not approved by the EU yet.
- 9) Improvements in International Financial Reporting Standards – a collection of changes in International Financial Reporting Standards; in most cases, the changes apply to annual periods beginning on or after January 1st 2010. These changes were not approved by the EU.
- 10) IFRS for Small and Medium-sized Entities. The standard applies as of the publication date (July 9th 2009). This standard was not approved by the EU.
- 11) IFRS 1 (amendment) *First-time Adoption of International Financial Reporting Standards*, applying to annual periods beginning on or after January 1st 2010 - not approved by the EU yet.

According to the Company's estimates, the above-mentioned standards, interpretations and amendments to standards would have little bearing on the financial statements if they were applied by the entity as at the balance-sheet date.

## 6. Significant accounting principles

Except for changes described in Note 4, the accounting principles and calculation methods adopted for preparation the mid-year condensed financial statements are coherent with the principles described in the audited financial statements of LC Corp prepared in accordance with IFRS for the year ended December 31st 2008, published on March 14th 2009.

## 7. Change of estimates

The Management Board of the Company used their best knowledge of applied standards and interpretations, and also the methods and principles of valuation of particular items of the enclosed financial statements. Preparing the financial statements in accordance with IFRS required from the Company Board to make some assessments and assumptions which will be reflected in the statements. The actual results may vary from these assessments.

Below are discussed the basic assumptions concerning the future and other key sources of uncertainty occurring as at balance-sheet day, with which there is a significant risk of a substantial adjustment of balance-sheet assets and liabilities in the next financial year.

### Deferred tax asset

The Company recognizes a deferred tax asset based on the assumption that, in the future, tax profit is to be obtained enabling its utilization. Worsening of tax results attained could cause that this assumption might become illegitimate in the future.

### Valuation allowances for shares in subsidiaries and loans advanced to these companies

At each balance-sheet date, the Group assesses whether there is any objective evidence that the shares in subsidiary undertakings and loans granted to these undertakings are impaired. If any such evidence exists, the Management Board makes an impairment allowance of these assets to the recoverable value. The recoverable value corresponds to the higher of fair value less selling costs of the asset or its value in use, respectively.

The value in use was evaluated by means of the DCF method, which is based on discounted cash flows generated within approved investment schedules and revenues from sales of flats, allowing for the sale price of 1 square metre of usable floor space, in accordance with the current market situation. The discount rate allows for the weighted average cost of capital (WACC).

The recoverable value of shares and loans, and the value of the valuation allowances for shares and loans are estimated as at June 30th 2009 and may be subject to change depending on the fluctuation of the sale

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price of flats, project completion schedules and discount rate calculations. The actual results may vary from these estimates which were calculated on the grounds of data available as at the reporting date.

## Depreciation rates

The rates of depreciation are established on the grounds of the expected economic useful life of items of property, plant and equipment and intangible assets.

In the period of 6 months ended June 30th 2009 the Company verified the initially adopted periods of economic useful life of tangible assets and intangible assets, and based on that, it changed the estimated economic useful life for these items for which the periods of economic useful life diverged materially from the initially adopted periods. Depreciation allowances for the new rates established as a result of verifying of the economic useful life have been used since the beginning of the financial year.

The table below shows the change of estimates as at June 30th 2009 and as at December 31st 2008.

|                                 | June 30th 2009<br>(unaudited) | December 31st 2008 |
|---------------------------------|-------------------------------|--------------------|
| Deferred tax asset              | 338                           | 980                |
| Provisions                      | 19                            | 19                 |
| Depreciation                    | 363                           | 1,098              |
| Valuation allowances for assets | 24,008                        | 23,700             |

## **8. Seasonal or cyclical character of the activity**

Not applicable.

## **9. Segment revenue and results**

The Company's core business is management activities of holding companies. The Company's activity is focused mainly on the territory of Poland, hence financial reporting does not distinguish industry segments or geographical segments.

## **10. Character and amounts of items of assets, liabilities, equity, net profit or cash flow statement, non-typical due to their character, volume or scope**

Not applicable.

## **11. Property, plant and equipment**

In the period of 6 months ended June 30th 2009, the Company acquired property, plant and equipment to the value of PLN 1,000 (in the period of 6 months ended June 30th 2008: PLN 467,000).

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In the period of 6 months ended June 30th 2009, the Company sold items of property, plant and equipment to the net value of PLN 85,000 (in the period of 6 months ended June 30th 2008: PLN 600) recording a net loss on sales of PLN 27,000 (2008: PLN 2,000).

## 12. Non-current investments

### 12.1. Shares

As at June 30th 2009 and December 31st 2008, the Company held the following shares in companies:

| Company                                    | Seat    | June 30th 2009<br>(unaudited)  |                                | December 31st 2008             |                                |
|--|---------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|
|  |         | Balance Sheet value in PLN'000 | % in share capital             | Balance Sheet value in PLN'000 | % in share capital             |
| Arkady Wrocławskie S.A                     | Wrocław | 128,652                        | 100%                           | 128,652                        | 100%                           |
| LC Corp Sky Tower sp. z o.o                | Wrocław | 118,453                        | 0% (*)                         | 118,453                        | 0% (*)                         |
| Katowice Ceglana sp. z o.o                 | Wrocław | 35,972                         | 99.997%                        | 35,972                         | 99.997%                        |
| Vratislavia Residence sp. z o.o.           | Wrocław | 88,000                         | 100%                           | 88,000                         | 100%                           |
| LC Corp Dębowa Ostoja sp. z o.o.           | Wrocław | 1,000                          | 100%                           | 1,000                          | 100%                           |
| LC Corp Pustynna sp. z o.o.                | Wrocław | 50                             | 100%                           | 50                             | 100%                           |
| LC Corp Stabłowice sp. z o.o.              | Wrocław | 23,000                         | 100%                           | 23,000                         | 100%                           |
| LC Corp Bajkowy Park sp. z o.o.            | Wrocław | 1,000                          | 100%                           | 1,000                          | 100%                           |
| LC Corp Szmaragdowe Wzgórze sp. z o.o.     | Wrocław | 13,500                         | 100%                           | 13,500                         | 100%                           |
| Łódź Pustynna sp. z o.o.                   | Wrocław | 8,000                          | 100%                           | 8,000                          | 100%                           |
| Warszawa Przy Promenadzie sp. z o.o.       | Wrocław | 1,700                          | 100%                           | 1,700                          | 100%                           |
| Warszawa Przy Promenadzie sp. z o.o. sp.k. | Wrocław | 10                             | 100% (indirectly and directly) | 10                             | 100% (indirectly and directly) |
| Warszawa Przyokopowa sp. z o.o.            | Wrocław | 21,366                         | 81.67%                         | 21,366                         | 81.67%                         |
| Warszawa Rezydencja Kaliska sp. z o.o.     | Wrocław | 7,908                          | 100%                           | 7,908                          | 100%                           |
| Kraków Zielony Złocień sp. z o.o.          | Wrocław | 11,000                         | 100%                           | 11,000                         | 100%                           |
| Valuation allowance for shares             |         | (19,100)                       |                                | (19,100)                       |                                |
| <b>Total balance sheet value</b>           |         | <b>440,511</b>                 |                                | <b>440,511</b>                 |                                |

(\*) On November 2<sup>nd</sup> 2008, the Issuer, under a share disposal agreement, sold 118,998 shares of LC Corp Sky Tower Sp. z o.o. with its seat in Wrocław (being a subsidiary of the Issuer until the disposal date), of PLN 1,000 per share, with a total par value of PLN 118,998,000.00, to LC Corp B.V. of Amsterdam, for a total price of PLN 118,998,000.00. Under the agreement and until February 15th 2010, the Issuer will be entitled to unilaterally repurchase all the shares at a price of PLN 118,998,000, increased by arm's length interest. In addition, LC Corp B.V. undertook to provide LC Corp Sky Tower Sp. z o.o. with the means up to PLN 170,000,000, which the Company needs to pay all its liabilities towards the Issuer and its subsidiary - Warszawa Przyokopowa Sp. z o.o.

Pursuant to IAS 39, the conditions for the transfer of benefits, risks and control from LC Corp SA to LC Corp B.V. were not met. As a result, the parent company continues to disclose the shares of LC Corp Sky Tower Sp. z o.o. in the separate (non-consolidated) financial statements and net assets of this company in the consolidated financial statements of the LC Corp Group. the cash obtained from the share disposal is disclosed as financial liability valued at amortized cost.

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## 12.2. Other non-current investments

As at June 30th 2009 and December 31st 2008, the Company had investments in debt securities:

|                                  | June 30th 2009<br>(unaudited) | December 31st<br>2008 |
|----------------------------------|-------------------------------|-----------------------|
| Debt securities                  | 9,396                         | 9,054                 |
| <b>Total balance-sheet value</b> | <b>9,396</b>                  | <b>9,054</b>          |

## 13. Loans and non-current receivables

As at June 30th 2009, the Company had non-current receivables in the form of loans granted to subsidiary undertakings along with calculated interest in the amount of PLN 345,207,000; as at December 31st 2008 in the amount of PLN 378,980.

As at June 30th 2009, the valuation allowance of granted loans amounted to PLN 4,908,000; as at December 31st 2008 this allowance amounted to PLN 4,600,000.

## 14. Current financial assets

As at June 30th 2009, the Company had current financial assets in the form of loans granted to subsidiary undertakings along with calculated interest in the amount of PLN 108,574,000; as at December 31st 2008 in the amount of PLN 101,347,000.

In addition, as at June 30th 2009, the Company had a receivable by virtue of current debt securities in the amount of PLN 13,915,000.

## 15. Cash and cash equivalents

|                                    | June 30th 2009<br>(unaudited) | December 31st<br>2008 |
|------------------------------------|-------------------------------|-----------------------|
| Cash on hand and in a bank account | 5,992                         | 14,044                |
| Short-term deposits                | 10,026                        | 0                     |
|                                    | <b>16,018</b>                 | <b>14,044</b>         |

Cash in a bank account bears interest according to floating interest rates. Short-term deposits are made for different periods, from one day to several days, depending on the Company's current demand for cash and bear interest according to interest rates established for them.

## 16. Share capital and reserve funds

### 16.1. Share capital

| Share capital  | June 30th 2009<br>(unaudited) | December<br>31st 2008 |
|--|-------------------------------|-----------------------|
| Series A ordinary shares of par value PLN 1.00 per share | 500                           | 500                   |
| Series B ordinary shares of par value PLN 1.00 per share | 113,700                       | 113,700               |
| Series C ordinary shares of par value PLN 1.00 per share | 1,453                         | 1,453                 |
| Series D ordinary shares of par value PLN 1.00 per share | 1,472                         | 1,472                 |
| Series E ordinary shares of par value PLN 1.00 per share | 32,000                        | 32,000                |
| Series F ordinary shares of par value PLN 1.00 per share | 102,000                       | 102,000               |

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|  |                |                |
|--|----------------|----------------|
| Series G ordinary shares of par value PLN 1.00 per share | 80,000         | 80,000         |
| Series H ordinary shares of par value PLN 1.00 per share | 58,433         | 58,433         |
| Series I ordinary shares of par value PLN 1.00 per share | 1,000          | 1,000          |
| Series J ordinary shares of par value PLN 1.00 per share | 57,000         | 57,000         |
|  | <b>447,558</b> | <b>447,558</b> |

## Ordinary shares of LC Corp S.A. issued, registered and fully paid

|                        | Shares             | Value (PLN'000) |
|------------------------|--------------------|-----------------|
| As at January 1st 2009 | <b>447,558,311</b> | <b>447,558</b>  |
| As at June 30th 2009   | <b>447,558,311</b> | <b>447,558</b>  |

## Par value of the shares

All issued shares have par value of PLN 1.00 and were fully paid.

## Rights of shareholders

No shares of any series are preferred as to the dividend or return on capital. One share corresponds to one vote.

## Shareholders of significant interest

Shareholders possessing, directly or indirectly through subsidiary undertakings, at least 5% of the total vote at the Issuer's general meeting, according to information obtained by the Issuer on the basis of received notifications as at June 30th 2009:

| Shareholder   | Number of shares | Number of votes | Share % in share capital | Share % in vote at general meeting |
|---|------------------|-----------------|--------------------------|------------------------------------|
| Leszek Czarniecki directly and indirectly* including:<br>LC Corp B.V. seated in Amsterdam | 229,126,674      | 229,126,674     | 51.19%                   | 51.19%                             |
| ING Otwarty Fundusz Emerytalny  | 27,774,961       | 27,774,961      | 6.21%                    | 6.21%                              |
| AVIVA Otwarty Fundusz Emerytalny<br>AVIVA BZ WBK **                                       | 49,283,472       | 49,283,472      | 11.01%                   | 11.01%                             |

\* Leszek Czarniecki directly holds 14,424,564 shares constituting 3.22% of the share capital and 3.22% share in the vote at the General Meeting, and indirectly through his subsidiary undertakings Leszek Czarniecki holds 214,702,110 shares constituting 47.97% of the share capital and 47.97% share in the vote at the General Meeting. Leszek Czarniecki's subsidiary undertaking is LC Corp. B.V seated in Amsterdam holding 214,701,110 shares constituting 47.97% of the share capital and 47.97% share in the vote at the General Meeting and RB Investcom Sp. z o.o. seated in Wrocław holding 1,000 shares constituting 0.0002% of the share capital and 0.0002% share in the vote at the General Meeting.

\*\* change of name from Commercial Union Otwarty Fundusz Emerytalny BPH CU WBK to AVIVA Otwarty Fundusz Emerytalny AVIVA BZ WBK

As at December 31st 2008, the shareholders possessing, directly or indirectly through subsidiary undertakings, at least 5% of the total vote at the Issuer's general meeting, according to information obtained by the Issuer on the basis of received notifications, are:



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| Shareholder   | Number of shares | Number of votes | Share % in share capital | Share % in vote at general meeting |
|---|------------------|-----------------|--------------------------|------------------------------------|
| Leszek Czarniecki directly and indirectly* including:       | 229,126,674      | 229,126,674     | 51.19%                   | 51.19%                             |
| LC Corp B.V. seated in Amsterdam                            | 214,701,110      | 214,701,110     | 47.97%                   | 47.97%                             |
| ING Nationale-Nederlanden Polska Otwarty Fundusz Emerytalny | 27,774,961       | 27,774,961      | 6.21%                    | 6.21%                              |
| Commercial Union Otwarty Fundusz Emerytalny BPH CU WBK      | 40,000,000       | 40,000,000      | 8.94%                    | 8.94%                              |

\* Leszek Czarniecki directly holds 14,424,564 shares constituting 3.22% of the share capital and 3.22% share in the vote at the General Meeting, and indirectly through his subsidiary undertakings Leszek Czarniecki holds 214,702,110 shares constituting 47.97% of the share capital and 47.97% share in the vote at the General Meeting. Leszek Czarniecki's subsidiary undertaking is LC Corp. B.V seated in Amsterdam holding 214,701,110 shares constituting 47.97% of the share capital and 47.97% share in the vote at the General Meeting and RB Investcom Sp. z o.o. seated in Wroclaw holding 1,000 shares constituting 0.0002% of the share capital and 0.0002% share in the vote at the General Meeting.

## 16.2. Reserve funds

As at June 30th 2008 reserve funds consist of PLN 298,102,000 of a surplus of the issue value over the par value of PLN 321,452,000, less issue costs disclosed as decrease in the reserve funds in the amount of PLN 13,215,000. In addition, reserve funds were used to cover the loss from 2006 of PLN 1,319,000 and the loss from 2008 in the amount of PLN 10,645,000 and they were increased by the profit from 2007 of PLN 1,829,000.

## 16.3. Other capital

As at December 31st 2007 other capital of PLN 3,108,000 was created as a result of the valuation of fair value of management options.

## 17. Financial liabilities

|  | Maturity    | June 30th 2009<br>(unaudited) | December<br>31st 2008 |
|--|-------------|-------------------------------|-----------------------|
| <b>Non-current</b>   |             |                               |                       |
| Loan   | unspecified | 26,667                        | 25,000                |
| Zero-coupon bonds  | 30-10-2010  | 24,267                        | 23,309                |
| Payment resulting from sale of subsidiary undertaking in PLN (*) | -           | -                             | 70,802                |
|  |             | <b>50,934</b>                 | <b>119,111</b>        |
| <b>Current</b>   |             |                               |                       |
| Payment resulting from sale of subsidiary undertaking in PLN (*) | 15-02-2010  | 124,470                       | -                     |
| Bond Scheme  | -           | -                             | 57,748                |
| Zero-coupon bonds  | -           | -                             | 10,229                |



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|                  |   |                |               |
|------------------|---|----------------|---------------|
| Interest on loan | - | -              | 950           |
|                  |   | <b>124,470</b> |               |
|                  |   |                | <b>68,927</b> |

(\*) See Note 12

1. On February 12th 2009, LC Corp SA performed redemption of the last series of p bonds issued under the Bond Issue Scheme, and the company currently has no liability of that kind.
2. On February 26th 2009, LC Corp SA performed redemption of all 10 bonds issued on September 9th 2008 – under Art. 9 Section 3 of the Act on Bonds – Series C unsecured, zero-coupon registered bonds with a par value of PLN 1,078,300 each, total value of PLN 10,783,000 held by Warszawa Przyokopowa Sp. z o.o.

## 18. Changes in contingent liabilities and contingent assets

As at June 30th 2009 the Company's main contingent liabilities were:

- pledge on shares of Arkady Wrocławskie S.A. – up to EUR 91,500,000
- pledge on shares of Kraków Zielony Złocień sp. z o.o.
- pledge on shares of LC Corp Bajkowy Park sp. z o.o. up to PLN 38,220,000
- surety up to PLN 15,358,000 granted to the company LC Corp Bajkowy Park Sp. z o.o.
- backing an in blanco promissory note issued by Kraków Zielony Złocień sp. z o.o. given as security for repayment of a loan taken out on August 14th 2007 by Kraków Zielony Złocień sp. z o.o. in the amount of PLN 94,000,000 together with a declaration of submitting itself to enforcement procedures carried out by PKO BP SA under a bank executory title up to a total amount of PLN 111,000,000.

## 19. Investment liabilities

In 2009, the Company does not plan to incur expenditures on property, plant and equipment and investment property.

## 20. Court proceedings

As at June 30th 2009, the Issuer was not a party to any litigation. Also, in the opinion of the Issuer there are no circumstances which could create the risk of a litigation in future.

## 21. Transactions with related undertakings

The following table shows total amounts of transactions concluded with related undertakings for the period of 6 months ended June 30th 2009 (unaudited):

| Related undertaking | Sales | Purchases | Receivables | Liabilities | Loans and non-current receivables and current financial assets | Financial liabilities | Financial income (interest) | Financial expenses (interest, discounts) |
|---------------------|-------|-----------|-------------|-------------|--|-----------------------|-----------------------------|--|
| <b>Shareholders</b> |       |           |             |             |  |                       |                             |  |
| LC Corp B.V         | -     | -         | -           | -           | -  | (*)124,470            | -                           | (*)4,671                                 |

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|                   |    |   |   |   |   |   |   |   |
|-------------------|----|---|---|---|---|---|---|---|
| Leszek Czarniecki | 19 | - | - | - | - | - | - | - |
|-------------------|----|---|---|---|---|---|---|---|

## Subsidiary undertakings

|   |     |     |     |       |        |        |       |       |
|---|-----|-----|-----|-------|--------|--------|-------|-------|
| Arkady Wrocławskie S.A.                   | 432 | 404 | 73  | 5,004 | -      | -      | -     | -     |
| LC Corp Sky Tower Sp. z o.o.              | 57  | -   | 10  | -     | 87,403 | -      | 2,768 | -     |
| Katowice Ceglana Sp. z o.o.               | 33  | -   | 6   | -     | 94,256 | -      | 2,544 | -     |
| Vratislavia Residence Sp. z o.o.          | 33  | -   | 189 | -     | 4,594  | -      | 84    | -     |
| LC Corp Dębowa Ostoja Sp. z o.o.          | 49  | -   | 9   | -     | 6,782  | -      | 145   | -     |
| LC Corp Bajkowy Park Sp. z o.o.           | 62  | -   | 193 | -     | 21,209 | -      | 311   | -     |
| LC Corp Szmaragdowe Wzgórze Sp. z o.o.    | 51  | -   | 59  | -     | 46,059 | -      | 655   | -     |
| LC Corp Pustynna Sp. z o.o.               | 15  | -   | 14  | -     | -      | -      | -     | -     |
| LC Corp Stabłowice Sp. z o.o.             | 58  | -   | 232 | -     | 65,750 | -      | 1,038 | -     |
| Łódź Pustynna Sp. z o.o.                  | 45  | -   | 9   | -     | 17,291 | -      | 316   | -     |
| Warszawa Przy Promenadzie Sp. zo.o. Sp. k | 404 | 14  | 80  | -     | 21,155 | -      | 1,539 | -     |
| Warszawa Przy Promenadzie Sp. z o.o.      | 37  | -   | 117 | -     | 5,865  | -      | 111   | -     |
| Warszawa Przykopowa Sp. z o.o.            | 37  | -   | 43  | -     | 4,637  | 50 904 | 287   | 1,780 |
| Warszawa Rezydencja Kaliska Sp. z o.o.    | 37  | -   | 117 | -     | 31,053 | -      | 1,421 | -     |
| Kraków Zielony Złocień Sp. z o.o.         | 52  | -   | 128 | -     | 47,726 | -      | 697   | -     |

## Undertakings related through shareholders

|                           |   |    |   |   |   |   |     |   |
|---------------------------|---|----|---|---|---|---|-----|---|
| RB Computer Sp. z o.o.    | - | 2  | - | - | - | - | -   | - |
| Getin Bank S.A.           | - | -  | - | - | - | - | 921 | - |
| Home Broker S.A.          | - | 10 | - | - | - | - | -   | - |
| LC Engineering Sp. z o.o. | 4 | -  | 1 | - | - | - | -   | - |

(\*) See Note 12

The following table shows total amounts of transactions concluded with related undertakings for the year ended December 31st 2008 :

| Related undertaking | Sales | Purchases | Receivables | Liabilities | Loans and non-current receivables and current financial assets | Financial liabilities | Financial income (interest) | Financial expenses (interest, discounts) |
|---------------------|-------|-----------|-------------|-------------|--|-----------------------|-----------------------------|--|
| <b>Shareholders</b> |       |           |             |             |  |                       |                             |  |
| LC Corp B.V         | -     | -         | -           | -           | -  | (*)70 802             | -                           | (*) 802                                  |
| Leszek Czarniecki   | 41    | 50        | 28          | -           | -  | -                     | -                           | -  |

## Subsidiary undertakings

|                                  |     |     |     |       |         |   |       |   |
|----------------------------------|-----|-----|-----|-------|---------|---|-------|---|
| Arkady Wrocławskie S.A.          | -   | 739 | 233 | 5,270 | -       | - | -     | - |
| LC Corp Sky Tower Sp. z o.o.     | 35  | -   | 10  | -     | 135,637 | - | 8,137 | - |
| Katowice Ceglana Sp. z o.o.      | 605 | -   | 61  | -     | 108,713 | - | 7,923 | - |
| Vratislavia Residence Sp. z o.o. | 605 | -   | 183 | -     | 4,011   | - | 160   | - |
| LC Corp Dębowa Ostoja Sp. z o.o. | 511 | -   | 146 | -     | 6,637   | - | 287   | - |

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|  |       |   |     |   |        |        |       |       |
|--|-------|---|-----|---|--------|--------|-------|-------|
| LC Corp Bajkowy Park Sp. z o.o.        | 607   | 5 | 185 | - | 20,798 | -      | 2,024 | -     |
| LC Corp Szmaragdowe Wzgórze Sp. z o.o. | 485   | - | 146 | - | 45,405 | -      | 2,897 | -     |
| LC Corp Pustynna Sp. z o.o.            | 29    | - | 2   | - | -      | -      | -     | -     |
| LC Corp Stabłowice Sp. z o.o.          | 725   | - | 220 | - | 64,312 | -      | 4,312 | -     |
| Łódź Pustynna Sp. z o.o.               | 9,293 | - | 110 | - | 16,975 | -      | 975   | -     |
| Warszawa Przy Promenadzie Sp.zo.o.Sp.k | 827   | - | 146 | - | 20,031 | -      | 1,173 | -     |
| Warszawa Przy Promenadzie Sp. z o.o.   | 138   | - | 110 | - | 5,105  | -      | 319   | -     |
| Warszawa Przyokopowa Sp. z o.o.        | 132   | - | 37  | - | 4,350  | 59,488 | 485   | 1,488 |
| Warszawa Rezydencja Kaliska Sp. z o.o. | 146   | - | 110 | - | 34,976 | -      | 1,700 | -     |
| Kraków Zielony Złocień Sp. z o.o.      | 77    | - | 110 | - | 22,429 | -      | 1,322 | -     |

## Undertakings related through shareholders

|                                |   |    |   |   |   |   |       |   |
|--------------------------------|---|----|---|---|---|---|-------|---|
| RB Computer Sp. z o.o.         | - | 14 | - | 5 | - | - | -     | - |
| Getin Holding S.A.             | - | 4  | - | - | - | - | -     | - |
| Getin Bank S.A.                | - | -  | - | - | - | - | 1,415 | - |
| LC Engineering Sp. z o.o.      | - | 5  | - | - | - | - | -     | - |
| TU Europa S.A.                 | - | 4  | - | - | - | - | -     | - |
| Zakład Techniki Konstrukcyjnej | - | 69 | - | - | - | - | -     | - |

(\*) See Note 12

## 21.1. Remuneration to senior management of the Company

|   | Period ended June<br>30th 2009 | Period ended June<br>30th 2008 |
|---|--------------------------------|--------------------------------|
| Short-term employee benefits  | 742                            | 794                            |
| Jubilee bonuses and retirement severance payments   | 0                              | 0                              |
| Termination benefits  | 0                              | 0                              |
| Share-based payment   | 0                              | 0                              |
| <b>Total remuneration paid to the senior management except the Management Board and Supervisory Board</b> | <b>742</b>                     | <b>794</b>                     |

## 21.2. Remuneration to members of the Management Board and the Supervisory Board

Remuneration paid to the members of the Management Board and members of the Supervisory Board of the Company was as follows:

|  | Period ended June<br>30th 2009 | Period ended June<br>30th 2008 |
|--|--------------------------------|--------------------------------|
| Management Board - remuneration              | 709                            | 1,712                          |
| Management Board - share-based remuneration  | 0                              | 0                              |
| Supervisory Board - remuneration             | 48                             | 59                             |
| Supervisory Board - share-based remuneration | 0                              | 0                              |
| <b>Total</b>                                 | <b>757</b>                     | <b>1,771</b>                   |

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## 22. Capital management

The main purpose of capital management is maintaining good credit rating and safe capital ratios which would support the Company's operating activity and increase value for its shareholders.

The Company manages the capital structure and introduces changes resulting from changes in economic conditions. In order to maintain or adjust the capital structure, the Company can change payment of dividend to shareholders, return capital to shareholders or issue new shares. In the financial period of 6 months ended June 30th 2009 and the year ended December 31st 2008 there were no changes in the objectives, rules and processes binding in this area.

The Company monitors the condition of capital by means of a leverage ratio, which is calculated as a ratio of debt to equity. The Company's rules determine this ratio as not higher than 5. Net debt includes interest-bearing loans and borrowings, trade payables and other liabilities.

|  | June 30th 2009<br>(unaudited) | December 31st<br>2008 |
|--|-------------------------------|-----------------------|
| Interest-bearing loans and borrowings (external financing) | 175,404                       | 188,038               |
| Trade payables and other liabilities                       | 5,257                         | 6,211                 |
| <b>A. Net debt</b>   | <b>180,661</b>                | <b>194,249</b>        |
| <b>B. Equity</b>   | <b>751,903</b>                | <b>748,768</b>        |
| <b>Leverage ratio (A/B)</b>                                | <b>0.24</b>                   | <b>0.26</b>           |

## 23. Events subsequent to the balance-sheet date

1. On July 31<sup>st</sup> 2009 the Company's Extraordinary General Shareholders Meeting authorised the Management Board of LC Corp S.A. to purchase not more than 20,000,000 Company's own shares purchased for the purpose of retiring them during 3 years from the day of adopting this resolution. The amount of funds allocated to the purchase of own shares may not be higher than PLN 30,000,000. The price of purchased shares may not be higher than PLN 1.50 per 1 share.

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President Dariusz Niedośpiel

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Chief Accountant Lidia Kotowska

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Member of the Board Waldemar Czarnecki

Wrocław, August 11th 2009