LC CORP
CAPITAL GROUP

MID-YEAR CONDENSED CONSOLIDATED FINANCIAL REPORT
FOR THE PERIOD OF SIX MONTHS ENDED 30 JUNE 2013
WITH AND INDEPENDENT AUDITOR'S REPORT ON THE REVIEW

MID-YEAR CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION as at 30 June 2013 (PLN '000)

	Note	30 June 2013 (unaudited)	31 December 2012 (transformed*)
Assets			
A. Non-current assets		**893 568**	**783 886**
1. Intangible assets		302	347
2. Property plant and equipment	14	1 131	1 274
2.1. Tangible assets		1 118	1 250
2.2. Tangible assets under construction		13	24
3. Non-current receivables	15	32 165	32 044
4. Non-current investments	16	838 221	731 515
5. Non-current prepayments and accrued income		111	134
6. Deferred tax assets	12.1	21 638	18 572
B. Current assets		**900 974**	**886 511**
1. Inventories	17	711 083	703 467
2. Trade and other receivables	18	23 471	25 758
3. Income tax receivables		109	486
4. Current financial assets		17	3 210
5. Cash and cash equivalents	19	162 984	153 028
including: cash on open trust accounts		*3 479*	*52*
bank deposits (over 3 months)		*10 057*	*0*
6. Current prepayments and accrued income		3 310	562
C. Non-current assets classified as held for sale		**0**	**0**
Total assets		**1 794 542**	**1 670 397**
Equity and liabilities			
A. Equity		**1 123 541**	**1 079 084**
I. Equity attributable to shareholders of the parent		**1 123 541**	**1 079 084**
1. Share capital		447 558	447 558
2. Other capital		631 526	562 248
3. Net profit /loss		44 457	69 278
II. Minority interest		**0**	**0**
B. Non-current liabilities		**452 818**	**477 265**
1. Non-current financial liabilities	20	386 004	418 218
2. Trade and other payables		0	0
3. Provisions	22	22	22
4. Deferred tax liability	12.1	66 792	59 025
C. Current liabilities		**218 183**	**114 048**
1. Current financial liabilities	20	126 740	16 428
2. Trade and other payables	23	61 462	51 119
3. Income tax payable		499	99
4. Provisions	22	680	397
5. Accrued expenses and revenue		28 802	46 005
Total equity and liabilities =		**1 794 542**	**1 670 397**

* transformed with regard to presentation of equity, See Note 4

MID-YEAR CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME for the period of six months ended 30 June 2013 (PLN '000)

	Note	Period of 6 months ended 30 June 2013 (unaudited)	Period of 6 months ended 30 June 2012 (unaudited)
Operating activity			
Sales revenue	9	**96 778**	**60 363**
Revenue from sales of services		20 327	22 340
Revenue from sales of goods and products		76 451	38 023
Cost of sales		**(68 840)**	**(35 386)**
Pre-tax profit ob sales		**27 938**	**24 977**
Profit (loss) on disposal of non-current non-financial assets		(7)	17
Revaluation of investment property		50 486	(23 601)
Valuation allowance for inventory		(2 336)	0
Selling and distribution costs		(2 245)	(2 858)
General administrative expenses		(5 831)	(5 160)
Other operating income		757	689
Other operating expenses		(702)	(154)
Operating profit /(loss)		**68 060**	**(6 090)**
Financial income	10	3 701	11 575
Financial expenses	11	(20 581)	(4 239)
Pre-tax profit		**51 180**	**1 246**
Corporate income tax (tax expense)	12.1	(6 723)	12 147
Net profit on business activities		**44 457**	**13 393**
Discontinued operations			
Profit (loss) on discontinued operations		0	0
Net profit		**44 457**	**13 393**
Other comprehensive income			
Other components of comprehensive income		0	0
Income tax relating to other components of comprehensive income		0	0
Other net comprehensive income		**0**	**0**
Total comprehensive income		**44 457**	**13 393**
Net profit attributable to:			
Equity holders of the parent		44 457	13 192
Minority interest		0	201
		44 457	**13 393**
Total comprehensive income attributable to:			
Equity holders of the parent		44 457	13 192
Minority interest		0	201
		44 457	**13 393**
Basic net profit (loss) per share (in PLN) for the period		0.10	0.03
Diluted net profit (loss) per share (in PLN) for the period		0.10	0.03

MID-YEAR CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
for the period of six months ended 30 June 2013 (PLN '000)

	Note	Period of 6 months ended 30 June 2013 (unaudited)	Period of 6 months ended 30 June 2012 (unaudited)
A. Cash flows from operating activities			
I. Pre-tax profit (loss)		**51 180**	**1 246**
II. Total adjustments		**(37 819)**	**(53 646)**
1. Depreciation and amortisation		294	297
2. Foreign exchange gains (losses)		14 931	(7 677)
3. Interest and Distributions from profit (dividends)		9 143	7 685
4. Profit (loss) on investing activities		5	(17)
5. Change in provisions		283	0
6. Change in inventories		(7 616)	(47 737)
7. Change in receivables		2 166	(31 308)
8. Change in current liabilities (net of loans and borrowings)	24	10 392	4 705
9. Change in accruals and deferrals		(19 928)	(2 490)
10. Corporate income tax		(1 559)	(488)
11. Other adjustments	24	(45 930)	23 384
III. Net cash provided by (used in) operating activities (I±II)		**13 361**	**(52 400)**
B. Cash flows from investing activities			
I. Cash provided by investing activities		**2**	**17**
1. Sale of intangible assets and property, plant and equipment		2	17
2. Sale of investment property		0	0
3. Cash provided by financial assets		0	0
4. Cash provided by financial assets		0	0
II. Cash used in investing activities		**(56 381)**	**(28 504)**
1. Acquisition of intangible assets and property, plant and equipment		(118)	(349)
2. Cash used on investment property		(56 263)	(28 155)
3. Cash used on financial assets		0	0
4. Other cash used in investing activities		0	0
III. Net cash provided by (used in) investing activities (I-II)		**(56 379)**	**(28 487)**
C. Cash flows from financing activities			
I. Cash provided by financing activities		**70 959**	**95 073**
1. Net proceeds from issue of shares and additional contributions to equity		0	0
2. Increase in loans and borrowings	20	70 959	30 250
3. Issue of debt securities	20	0	64 823
4. Other cash provided by financing activities		0	0
II. Cash used in financing activities		**(17 985)**	**(14 028)**
1. Repayment of loans and borrowings	20	(8 675)	(7 033)
2. Redemption of debt securities		0	0
3. Interest paid		(9 310)	(6 995)
4. Other cash used in financing activities		0	0
III. Net cash provided by (used in) financing activities (I–II)		**52 974**	**81 045**
D. Total net cash flow (A.III±B.III±C.III)		**9 956**	**158**
E. Balance-sheet change in cash, including:		**9 956**	**158**
– change in cash on account of foreign exchange differences		0	0
F. Cash at beginning of period		**153 028**	**160 216**
including: cash on open trust accounts		*52*	*0*
bank deposits (over 3 months)		*0*	*0*
G. Cash at end of period (F±D)	19	**162 984**	**160 374**

Notes to the mid-year condensed consolidated financial statements enclosed on pages 11 to 38 are their integral part

including: cash on open trust accounts	*3 479*	*0*
bank deposits (over 3 months)	*10 057*	*0*
– restricted cash	20	20

MID-YEAR CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
for the period of six months ended 30 June 2013 (PLN '000)

	Share capital	*Other capital*		*Net profit/loss*	*Total capital allocated to shareholders of the Parent*	*Minority interest*	*Total equity*
		Reserve funds and Retained profit	*Other reserve funds*			*/ Loss carried forward*	
As at 1 January 2013 (transformed*)	**447 558**	**559 140**	**3 108**	**69 278**	**1 079 084**	**0**	**1 079 084**
Net profit for the period of 6 months ended 30 June 2013	*0*	*0*	*0*	*44 457*	***44 457***	*0*	***44 457***
Other comprehensive income for the period of 6 months ended 30 June 2013	*0*	*0*	*0*	*0*	***0***	*0*	***0***
Total comprehensive income for the period of *6 months ended 30 June 2013*	**0**	**0**	**0**	**44 457**	**44 457**	**0**	**44 457**
Allocation of the profit for previous period to retained profit	0	69 278	0	(69 278)	**0**	0	**0**
As at 30 June 2013 (unaudited)	**447 558**	**628 418**	**3 108**	**44 457**	**1 123 541**	**0**	**1 123 541**

* transformed with regard to presentation of equity, See Note 4

(PLN ‘000)

	Share capital	*Other capital*		*Net profit/loss*	*Total capital allocated to shareholders of the Parent*	*Minority interest*	*Total equity*
		Reserve funds and Retained profit	*Other reserve funds*			*/ Loss carried forward*	
As at 1 January 2012 (transformed*)	**447 558**	**493 304**	**3 108**	**61 318**	**1 005 288**	**28 142**	**1 033 430**
Net profit for 2012	*0*	*0*	*0*	*69 278*	***69 278***	*1 376*	***70 654***
Other comprehensive income for 2012	*0*	*0*	*0*	*0*	***0***	*0*	***0***
Total comprehensive income for *2012*	**0**	**0**	**0**	**69 278**	**69 278**	**1 376**	**70 654**
Allocation of the profit for previous period to retained profit	0	61 318	0	(61 318)	0	0	**0**
Purchase of minority interest	0	4 518	0		4 518	(29 518)	**(25 000)**
As at 31 December 2012 (transformed*)	**447 558**	**559 140**	**3 108**	**69 278**	**1 079 084**	**0**	**1 079 084**

* transformed with regard to presentation of equity, See Note 4

(PLN ‘000)

	Share capital	*Other capital*		*Net profit/loss*	*Total capital allocated to shareholders of the Parent*	*Minority interest*	*Total equity*
		Reserve funds and Retained profit	*Other reserve funds*			*/ Loss carried forward*	
As at 1 January 2012 (transformed*)	**447 558**	**559 140**	**3 108**	**69 278**	**1 079 084**	**0**	**1 079 084**
Net profit for the period of 6 months ended 30 June 2012	*0*	*0*	*0*	*44 457*	***44 457***	*0*	***44 457***
Other comprehensive income for the period of 6 months ended 30 June 2012	*0*	*0*	*0*	*0*	***0***	*0*	***0***
Total comprehensive income for the period of *6 months ended 30 June 2012*	**0**	**0**	**0**	**44 457**	**44 457**	**0**	**44 457**
Allocation of the profit for previous period to retained profit	0	69 278	0	(69 278)	**0**	0	**0**
As at 30 June 2012 (unaudited and transformed*)	**447 558**	**628 418**	**3 108**	**44 457**	**1 123 541**	**0**	**1 123 541**

* transformed with regard to presentation of equity, See Note 4

NOTES TO FINANCIAL STATEMENTS

1. General information

LC Corp Capital Group (the "Group") consists of LC Corp S.A. and its subsidiary companies (see Note 2). The Group's mid-year condensed consolidated financial statements cover the period of 6 months ended 30 June 2013 and contain comparable data for the period of 6 months ended 30 June 2012 and as at 31 December 2012 .

LC Corp S.A. ("the Parent Undertaking", "the Company") was established by virtue of the Notarial Deed dated 3 March 2006. The Parent Undertaking's registered office is situated in Wrocław, Poland, at ul. Powstańców Śląskich 2-4. The Parent Undertaking has been entered into the Business Register of the National Court Register maintained by the District Court for Wrocław-Fabryczna in Wrocław, VI Commercial Section of the National Court Register, under KRS No. 0000253077.

The Company has been assigned statistical identification number REGON 020246398.

The Parent Undertaking and the subsidiaries of the Capital Group have been established for an indefinite period. The Parent Undertaking's primary activity is:

- PKD 64.20.Z Activities of financial holding companies
- PKD 68.20.Z Rental and management of own or leased real estate
- PKD 41.10.Z Completion of construction projects related to putting up buildings
- PKD 68.10.Z Buying and selling of own real estate
- PKD 41.20.Z Construction works related to completion of residential and non-residential buildings

LC Corp B.V., controlled by Leszek Czarnecki, is the Parent Undertaking of LC Corp S.A. and the whole group.

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2. Organization of the Group

As at 30 June 2013 and as at 31 December 2012 LC Corp Capital Group comprises the following subsidiaries of LC Corp S.A.:

Company name	Registered office	30 June 2013 Share in capital	31 December 2012 Share in capital
Arkady Wrocławskie S.A.	Wrocław	100%	100%
Warszawa Przyokopowa Sp. z o.o.	Wrocław	100%	100%
Kraków Zielony Złocień Sp. z o.o.	Wrocław	100%	100%
LC Corp Invest I Sp. z o.o.	Wrocław	100% (indirectly and directly)	100% (indirectly and directly)
LC Corp Invest II Sp. z o.o.	Wrocław	100%	100%
LC Corp Invest III Sp. z o.o.	Wrocław	100%	100%
LC Corp Invest VII Sp. z o.o. (c)	Wrocław	100%	100%
LC Corp Invest VIII Sp. z o.o.	Wrocław	100%	100%
LC Corp Invest IX Sp. z o.o.	Wrocław	100%	100%
LC Corp Invest X Sp. z o.o.	Wrocław	100%	100%
LC Corp Invest XI Sp. z o.o.	Wrocław	100%	100%
LC Corp Invest XII Sp. z o.o.	Wrocław	100%	100%
LC Corp Invest XV Sp. z o.o.	Wrocław	100%	100%
LC Corp Invest XVI Sp. z o.o.	Wrocław	100%	100%
LC Corp Invest XV Sp. z o.o. Projekt 1 Sp. k.	Wrocław	100% (indirectly)	100% (indirectly)
LC Corp Invest XV Sp. z o.o. Projekt 2 Sp. k.	Wrocław	100% (indirectly)	100% (indirectly)
LC Corp Invest XV Sp. z o.o. Projekt 3 Sp. k.	Wrocław	100% (indirectly)	100% (indirectly)
LC Corp Invest XV Sp. z o.o. Projekt 4 Sp. k.	Wrocław	100% (indirectly)	100% (indirectly)
LC Corp Invest XV Sp. z o.o. Projekt 5 Sp. k. (b)	Wrocław	100% (indirectly)	100% (indirectly)
LC Corp Invest XV Sp. z o.o. Projekt 6 Sp. k.	Wrocław	100% (indirectly)	100% (indirectly)
LC Corp Invest XV Sp. z o.o. Projekt 7 Sp. k.	Wrocław	100% (indirectly)	100% (indirectly)
LC Corp Invest XV Sp. z o.o. Projekt 8 Sp. k.	Wrocław	100% (indirectly)	100% (indirectly)
LC Corp Invest XV Sp. z o.o. Projekt 9 Sp. k. (a)	Wrocław	100% (indirectly)	-
LC Corp Invest XVII Sp. z o.o. Projekt 20 Sp. k. (d)(e)	Wrocław	100% (indirectly)	100% (indirectly)
LC Corp Invest XVII Sp. z o.o.	Wrocław	100%	100%
LC Corp Invest XV Sp. z o.o. Finance S.K.A.	Wrocław	100% (indirectly and directly)	100% (indirectly and directly)
LC Corp Invest XV Sp. z o.o. Projekt 14 S.K.A.	Wrocław	100% (indirectly and directly)	100% (indirectly and directly)

As at 30 June 2013 and 31 December 2012 the Parent Undertaking's share in the total vote in subsidiary entities equals its share in the share capital of these entities.

(a) On 17 April 2013, the subsidiary undertakings of LC Corp S.A., LC Corp Invest XV sp. z o.o. and LC Corp Invest XI sp. z o.o., entered into a limited partnership agreement under the name of LC Corp Invest XV Sp. z o.o. Projekt 9 Sp. k., seated in Wrocław, at ul. Powstańców Śląskich 2-4. Pursuant to the decision of 23 April 2013 the company was entered into the register of entrepreneurs of the National Court Register kept by the District Court for Wrocław-Fabryczna in Wrocław, IV Commercial Division of the National Court Register under KRS number 0000459695.

(b) On 28 May 2013, the partners of LC Corp Invest XV Sp. z o.o. Projekt 5 Sp. k., i.e. LC Corp Invest XV sp. z o.o. and LC Corp Invest X sp. z o.o., adopted a resolution on changing the deed of company's formation, pursuant to which a new limited partner, Kraków Zielony Złocień Sp. z o.o., joined LC Corp Invest XV Sp. z o.o. Projekt 5 Sp. k. The new limited partner made a cash contribution of PLN 100,000.00 and it will be responsible for the company's liabilities up to PLN 1,000.00.

(c) On 3 June 2013, the Extraordinary Shareholders Meeting of LC Corp Invest VII Sp. z o.o. adopted a resolution on an increase in the company's share capital from PLN 1,000,000.00 to PLN 2,000,000.00, by taking up new shares in exchange for a cash contribution made by the sole shareholder, LC Corp S.A. On 10 July 2013, the District Court for Wrocław-Fabryczna, VI Commercial Division of the National Court Register (KRS), registered a change in the amount of the share capital of LC Corp Invest VII Sp. z o.o.

(d) On 21 June 2013, as a result of the conclusion of an agreement on the sale of all rights and obligations of the general partner, the general partner of LC Corp Invest XV Sp. z o.o. Projekt 20 sp. k. changed. LC Corp Invest XVIII sp. z o.o. became the company's new general partner and made a contribution of PLN 100.00. In connection with the above the company's business name was changed to LC Corp Invest XVIII sp. z o.o. Projekt 20 sp. k.

(e) On 25 June 2013, an agreement was concluded between Kraków Zielony Złocień sp. z o.o. and LC Corp Invest XI sp. z o.o. on the sale of rights and obligations of the limited partner, as a result of which Kraków Zielony Złocień sp. z o.o. disposed of its rights and obligations of the limited partner in LC Corp Invest XVII sp. z o.o. Projekt 20 sp. k. to LC Corp Invest XI sp. z o.o. for the price of PLN 9,900.00.

3. Basis for the preparation of the mid-year condensed consolidated financial statements

The enclosed mid-year condensed consolidated financial statements of LC Corp Capital Group were prepared in accordance with the International Financial Reporting Standards ("IFRS") and in particular with International Accounting Standard No. 34, in its form approved by the EU.

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 Group's activity, there are differences between IFRS standards which have come into force and IFRS standards adopted by the EU within the accounting principles used by the Group. The Company took advantage of the possibility, existing in the case of the application of the International Financial Reporting Standards approved by the EU, of applying IFRS 10, IFRS 11, IFRS 12, amended IAS 27 IAS 28 for the annual periods that will start on 1 January 2014.

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

The enclosed mid-year condensed consolidated financial statements of LC Corp Capital Group were prepared using the historical cost method, except with respect to investment properties, which are measured at fair value.

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

The mid-year condensed consolidated financial statements were prepared on the assumption of a continuation of the business activity by the Group companies 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 Group companies' activity.

The mid-year condensed consolidated financial statements do not contain all information and disclosures required in the annual consolidated financial statements and they must be read together with the consolidated financial statements of the Group for the year ended 31 December 2012, published on 21 March 2013.

The enclosed mid-year condensed consolidated financial statements of LC Corp Capital Group for the period of 6 months ended 30 June 2013 were approved by the Management Board for publication on 21 August 2013.

4. Significant accounting principles (policies)

The accounting principles (policies) adopted for preparation of the mid-year condensed consolidated financial statements are coherent with the principles described in the consolidated financial statements of the LC Corp Group for the year ended 31 December 2012, except for new or changed IFRS and IFRIC interpretations effective for the annual periods beginning on or after 1 January 2013.

- Amendments to IAS 19 *Employee Benefits* – applicable to annual periods beginning on or after 1 January 2013,
- Amendments to IAS 1 *Presentation of Financial Statements: Presentation of Items of Other Comprehensive Income* – applicable to annual periods beginning on or after 1 July 2012,
- Amendments to IAS 12 *Income Taxes: Deferred Tax: Recovery of Underlying Assets* – effective for annual periods beginning on or after 1 January 2012 – in the EU applicable at the latest to annual periods beginning on or after 1 January 2013,
- Amendments to IFRS 1 *First-time Adoption of International Financial Reporting Standards: Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters* – effective for annual periods beginning on or after 1 July 2011 – in the EU applicable at the latest to annual periods beginning on or after 1 January 2013,
- IFRS 13 *Fair Value Measurement* – applicable to annual periods beginning on or after 1 January 2013,
- IFRIC 20 *Stripping Costs in the Production Phase of a Surface Mine* – applicable to annual periods beginning on or after 1 January 2013,
- Amendment to IFRS 7 *Financial Instruments Disclosures*: *Offsetting Financial Assets and Financial Liabilities* – applicable to annual periods beginning on or after 1 January 2013.
- *Amendments to IFRS 1 First-time Adoption of International Financial Reporting Standards: Government Loans* – applicable to annual periods beginning on or after 1 January 2013,
- *Amendments resulting from the IFRS review* (published in May 2012) – applicable to annual periods beginning on or after 1 January 2013

  IAS 1 – The amendment explains the difference between the voluntarily presented additional comparable data and the mandatory minimum of comparable data,

  IAS 16 – The amendment explains that the major spare parts and servicing equipment that fulfil the criteria for recognising them as property, plant and equipment may not be treated as inventory,

  IAS 32 – The amendment removes the existing requirements concerning the recognition of tax from IAS 32 and imposes the requirement to apply IAS 12 with regard to income taxes arising from distrubution to owners of financial instruments,

  IAS 34 – The amendment explains the requirements of IAS 34 concerning the information about the total value of assets and liabilities of each reporting segment, in order to strengthen the compliance with the requirements of IFRS 8 Operating segments. In accordance with this amendment, the total value of assets and liabilities of a given reporting segment has to be disclosed only if: such values are regularly reported to the main operating decision-maker of the entity and a significant change occurred in the total value of assets and liabilities disclosed in the previous annual financial statements for such segment.

(PLN '000)

The above changes did not have any impact on the Group's financial situation or the results of its activity.

As at 30 June 2013, the Management Board of the Parent Undertaking introduced some changes into the presentation, in its scope concerning the aggregation of equity items in the consolidated statement of financial position. In the opinion of the Management Board the current presentation reflects the Group's financial situation and current achievements in a better and clearer manner. The change did not have any impact on the financial result or the amount of equity in both the current reporting period and the comparable periods. In consequence, a change was made in the presentation of the consolidated statement of changes in equity. The currently adopted method of presentation will be continued by the Group in the future.

The table below presents the changes made in the presentation of comparable data in the consolidated statement of financial position as at 31 December 2012, in relation to the previously drawn up and published Group's financial statements for 2012.

Current name	**Former name**	**31 December 2012** **after a change in presentation**	**31 December 2012** **as in the published statement**
A. Equity		**1,079,084**	**1,079,084**
I. Equity attributable to the shareholders of the parent		**1,079,084**	**1,079,084**
1. Share capital	1. Share capital	447,558	447,558
2. Other capital		562,248	
	2. Subscribed but unpaid capital		0
	3. Supplementary capital		522,863
	4. Other reserve capital		69,771
	5. Other capital		3,108
3. Net profit / (loss)		69,278	
	6. Retained profit/loss carried forward		35,784

The tables below present the changes made in the presentation of comparable data in the consolidated statement of changes in equity as at 1 January 2012, 30 June 2012 and as at 31 December 2012, in relation to the previously drawn up and published Group's financial statements for H1 2012 and for the year 2012.

Current name	**Former name**	**1 January 2012** after a change in presentation	**1 January 2012** as in the published statement
Equity attributable to the shareholders of the parent		**1,005,288**	**1,005,288**
Share capital	**Share capital**	447,558	447,558
Other capital:			
Supplementary and reserve capital and retained profits		493,304	
Other capital		3,108	
	Supplementary capital		428,992
	Other reserve capital		69,771
	Other capital		3,108
Net profit / (loss)		61,318	
	Retained profit/loss carried forward		55,859

(PLN '000)

Current name	Former name	30 June 2012 after a change in presentation	30 June 2012 as in the published statement
Equity attributable to the shareholders of the parent		**1,018,480**	**1,018,480**
Share capital	**Share capital**	447,558	447,558
Other capital:			
Supplementary and reserve capital and retained profits		554,622	
Other capital		3,108	
	Supplementary capital		518,345
	Other reserve capital		69,771
	Other capital		3,108
Net profit / (loss)		13,192	
	Retained profit/loss carried forward		(20,302)

Current name	Former name	31 December 2012 after a change in presentation	31 December 2012 as in the published statement
Equity attributable to the shareholders of the parent		**1,079,084**	**1,079,084**
Share capital	**Share capital**	447,558	447,558
Other capital:			
Supplementary and reserve capital and retained profits		559,140	
Other capital		3,108	
	Supplementary capital		522,863
	Other reserve capital		69,771
	Other capital		3,108
Net profit / (loss)		69,278	
	Retained profit/loss carried forward		35,784

In addition, in H1 2013 the Group extended its accounting policy by adding the guidelines for Hedge Accounting concerning the instruments hedging against interest rate risk. Hedging transactions of this type were effected by the Group in H2 2013 (see Note 33).

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

The following standards and interpretations were published by IASB or IFRIC, but have not become effective yet:

- IFRS 10 *Consolidated Financial Statements* – applicable to annual periods beginning on or after 1 January 2013 – not endorsed by the EU as at the date of authorization of these financial statements,
- IFRS 11 *Joint Arrangements* – applicable to annual periods beginning on or after 1 January 2013 – not endorsed by the EU as at the date of authorization of these financial statements
- IFRS 12 *Disclosure of Interests in Other Entities* – applicable to annual periods beginning on or after 1 January 2013 – not endorsed by the EU as at the date of authorization of these financial statements, ,
- IAS 27 *Separate Financial Statements* – applicable to annual periods beginning on or after 1 January 2013 – in EU applicable to annua*l periods beginning on* or after 1 January 2014,
- IAS 28 *Investments in Associates and Joint Ventures* – applicable to annual periods beginning on or after 1 January 2013 – in EU applicable to annual periods beginning on or after 1 January 2014,

- Amendments to IAS 32 *Financial Instruments: Presentation: Offsetting Financial Assets and Financial Liabilities* – applicable to annual periods beginning on or after 1 January 2014,
- Amendments to various standards *Amendments to IFRS (2012)* – approved in the EU on 27 March 2013 (applicable to annual periods beginning on or after 1 January 2014),
- Amendments to IFRS 10, IFRS 11 and IFRS 12 *Transition Guidance* – applicable to annual periods beginning on or after 1 January 2013 – not endorsed by the EU as at the date of authorization of these financial statements,
- Amendments to IAS 39 *Novation of Derivatives and Continuation of Hedge Accounting* (published on 27 June 2013) – applicable to annual periods beginning on or after 1 January 2014 – by the date of the approval of these financial statements not endorsed by the EU,
- Amendments to IAS 36 *Recoverable Amount Disclosures for Non-Financial Assets* (published on 29 May 2013) – applicable to annual periods beginning on 1 January 2014 – by the date of the approval of these financial statements not endorsed by the EU,
- Phase 1 of IFRS 9 *Financial Instruments: Classification and Measurement* – applicable to annual periods beginning on or after 1 January 2013 – not endorsed by the EU until the date of authorization of these financial statements. In the next phases, IASB will deal with hedge accounting and impairment methodology. The application of Phase 1 of IFRS 9 will have an impact on the classification and measurement of the Group's financial assets. The Group assessed this impact in correspondence with the other phases of the project once they have been issued, in order to provide a consistent view,

The Group did not decide to choose the option of early application of any standard, interpretation, or amendment to an existing standard which has been published but has not yet become effective.

6. Change of estimates and professional assessment

The Board of the Parent Undertaking used their best knowledge of applied standards and interpretations, and also the methods and principles of valuation of particular items of the enclosed condensed consolidated financial statements. Preparing the financial statements in accordance with IFRS required from the Company Board to make some estimates and assumptions which are reflected in these statements. The actual results may vary from such estimates. The presented financial data for H1 2013 were not audited.

Professional assessment

In the process of applying the accounting principles (policy) to the issues listed below, the professional assessment of the management was, apart from accounting estimates, of the utmost importance.

Determination of the moment of transferring the risk to the client while selling residential premises

The moment of transferring the risk to the client determines when the revenue from sales of residential and retail premises can be recognized.

Upon the sale of residential and retail premises, the risk is transferred to the client when the following conditions are fulfilled:

(i) obtaining the occupancy permit for the buildings;

(ii) payment of 100% of the value of the premises, based on the developer agreement or preliminary agreement;

(iii) acceptance of the premises by the client, evidenced by the delivery and acceptance protocol;

(iv) signing of the developer agreement or notarial deed transferring the title.

Uncertainty of estimates

(PLN '000)

The basic assumptions concerning the future have been discussed below as well as other key reasons for doubts occurring as at the end of the reporting period and entailing a significant risk of considerable adjustment of the balance-sheet value of assets and equity and liabilities in the following reporting period.

Deferred tax asset

The Group recognizes a deferred tax asset based on the assumption that, in the future, some 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.

Fair value of investment property

At the end of each quarter of an accounting year, the Group independently measures the fair value of its investment property, based on the agreed model of investment capitalization. At the end of each accounting year, the fair value of investment property is established or verified by an independent valuer.

Fair value of forward financial instruments

The fair value of forward financial instruments measured at fair value through financial result is determined on the last day of each quarter of the financial year and at the end of each financial year based on the valuation made by an institution dedicated to the professional valuation of such financial transactions (including the Bank) or based on a financial model that allows measurement and is approved by the Statutory Auditor.

Valuation allowances for inventories

As at the end of the reporting period the Management Board verifies if there is any evidence pointing to a loss of value of its property development projects under completion on the basis of sales reports, market research and other available evidence. Should the risk of a loss of value occur, valuation allowances are estimated by means of the DCF method, which is used to establish valuation allowances for inventories. The DCF method 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 amount of inventory valuation allowances is estimated as at 30 June 2013 and may be subject to change depending on the fluctuations of the market prices of land, sale prices of flats, constructions costs, 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. It is aslo related to the uncertainity rehgarding the proper estimation of the market conditions in the following years. Consequently, valuation allowances may change in next financial periods.

The table below shows the change of estimates as at 30 June 2013 and as at 31 December 2012.

	30 June 2013 (unaudited)	**31 December 2012**
Deferred tax asset	21 638	18 572
Fair value of investment property	838 221	731 515

(PLN '000)

Fair value of forward instruments	(814)	3 193
Deferred tax liability	66 792	59 025
Valuation allowances for inventories	91 717	92 917

7. Seasonal or cyclical character of the activity of LC Corp Capital Group

The LC Corp group's activity is not seasonal in nature. The activity is connected with the construction cycles of its property development projects, which manifests itself in the recognition of proceeds from sales of flats/premises revenue and costs of sales which, purusuant to IFRS 18, are recognized at the moment when in prinicple all risks and benefits related to a given property are transferred to the customer and the proceeds can be reasonably valuated. Consequently sales results for a given period depend on the value of property transferred to customers according to the above definition.

8. Operating segments

For management purposes, the Group distinguishes three reporting operating segments:
- rental services segment
- property development activity segment
- holding activity segment

The Group values the results of operating segments on the basis of sales revenue and gross sales result. The results of other operating activity and financial activity are managed at the Group's level and are not allocated to operating segments.

In the tables below, data concerning revenues and profits of the individual segments within the Group have been provided for the period of 6 months ended 30 June 2013 and 30 June 2012 while assets and liabilities have been provided for the period of 6 months ended 30 June 2013 and 31 December 2012.

Period of 6 months ended **30 June 2013** **(unaudited)**	**Rental service activity**	**Property development activity**	**Holding activity**	**Total activity**
Total sales revenue	**19 992**	**76 451**	**335**	**96 778**
Pre-tax profit (loss) on sales	**13 320**	**14 498**	**120**	**27 938**
Unallocated revenues				54 944
Unallocated expenses				(31 702)
Pre-tax profit (loss)				**51 180**
Income tax (income tax charge)				(6 723)
Profit (loss) after tax				**44 457**

Period of 6 months ended **30 June 2012** **(unaudited)**	**Rental service activity**	**Property development activity**	**Holding activity**	**Total activity**
Total sales revenue	**22 210**	**38 082**	**71**	**60 363**
Pre-tax profit (loss) on sales	**15 977**	**8 929**	**71**	**24 977**
Unallocated revenues				12 281

(PLN '000)

Unallocated expenses	(36 012)
Pre-tax profit (loss)	**1 246**
Income tax (income tax charge)	12 147
Profit (loss) after tax	**13 393**

30 June 2013 (unedited)	**Rental service activity**	**Property development activity**	**Holding activity**	**Total activity**
Assets and liabilities				
Total assets	876 166	790 001	128 375	1 794 542
Total liabilities	390 768	260 743	19 490	671 001

31 December 2012	**Rental service activity**	**Property development activity**	**Holding activity**	**Total activity**
Assets and liabilities				
Total assets	767 668	783 165	119 564	1 670 397
Total liabilities	317 341	253 710	20 262	591 313

9. Revenue from sales

	Period ended 30 June 2013 (unaudited)	**Period ended 30 June 2012** (unaudited)
Revenue from the sale of services	20 327	22 340
Revenue from the sale of goods and products	76 451	38 023
Revenue from sales	**96 778**	**60 363**

In the period of 6 months ended 30 June 2013 the Group sold finished products (flats and service premises) ,a part of flats of the Rezydencja Kaliska, Osiedle Słoneczne Miasteczko, Okulickiego 59, Osiedle Maestro, Osiedle Przy Srebrnej, Osiedle Pustynna 43, Osiedle Powstańców 33, and Osiedle Potokowa projects disclosing revenue from the sale of products of PLN 76,451,000.

10. Financial revenue

	Period ended 30 June 2013 (unaudited)	**Period ended 30 June 2012** (unaudited)
Revenue from bank interest	3 696	3 546
Positive value balance of FX differences	0	7 717
Other	5	312
Revenue from sales	**3 701**	**11 575**

(PLN '000)

11. Financial expenses

	Period ended 30 June 2013 (unaudited)	Period ended 30 June 2012 (unaudited)
Interest on bonds and loans	2 189	4 186
Negative foreign exchange differences surplus	14 375	0
Valuation of forward instruments	4 007	0
Other	10	53
Total	**20 581**	**4 239**

12. Corporate income tax

12.1 Tax expense

In the period of 6 months ended 30 June 2013 and 30 June 2012 the main items of tax expense included the following:

	Period ended 30 June 2013 (unaudited)	Period ended 30 June 2012 (unaudited)
Statement of comprehensive income		
Current income tax		
Current income tax expense	(2 022)	(2 712)
Previous years adjustments to the current income tax	0	0
Deferred income tax		
Related to the occurrence and reversal of temporary differences	(4 701)	14 859
Tax expense disclosed in the statement of comprehensive income	**(6 723)**	**12 147**
Consolidated statement of changes in equity		
Tax advantage / (tax expense) disclosed in equity	0	0

12.2 Deferred income tax

Deferred income tax results from the following items:

	Statement of Financial Position		Statement of Comprehensive Income for the period ended	
	30 June 2013 (unaudited)	31 December 2012 (audited)	30 June 2013 (unaudited)	31 December 2012 (audited)
Deferred tax liability				
Interest calculated, discounts on loans, bonds, bills and deposits	(28 019)	(24 240)	(3 779)	(7 610)
Valuation of investment properties	(50 546)	(40 954)	(9 592)	(6 207)
Difference in value of non-current assets (tax and balance-sheet depreciation)	(12 723)	(11 935)	(788)	(1 556)

(PLN '000)

Other	(142)	(226)	84	(11)
Gross deferred tax liability	**(91 430)**	**(77 355)**		
Deferred tax assets				
Temporary provisions and settlements	296	702	(406)	174
Interest calculated, discounts on loans, bonds and bills	7 205	3 897	3 308	1 554
Currency translation differences	6 649	4 093	2 556	(3 648)
Difference in tax and balance-sheet value of other assets	26 364	23 013	3 351	11 944
Losses that can be deducted from future taxable income	5 680	5 158	522	4 077
Other	82	39	43	(26)
Gross deferred tax assets	**46 276**	**36 902**		
Deferred tax expense			***(4 701)***	***(1 309)***
Net deferred tax asset	**21 638**	**18 572**		
Net deferred tax provision	**(66 792)**	**(59 025)**		

Due to the specificity of the conducted activity within the scope of achieving deferred tax income, the Group activates incurred tax losses up to the moment of achieving tax income, allowing for tax regulations concerning the possibility of settling such losses. The amount of an asset resulting from tax losses disclosed in deferred tax is presented in the table above.

As at 31 June 2013, the Group did not create a deferred tax asset, among others, resulting from tax losses in companies where it made valuation allowance for inventories in the amount of PLN 471,000 (PLN 530,000 as at 31 December 2012), which can be used within the maximum period of up to 5 years from the end of the reporting period. In addition, the Group did not create a deferred tax asset in the amount of PLN 5,727,000 concerning differences in tax value and balance-sheet value of inventories for some companies in which valuation allowances were made (PLN 10,368,000 as at 31 December 2012).

13. Effects of changes in the structure of the business undertaking, including mergers, acquisitions or sale of subsidiary undertakings of the Capital Group, long-term investments, division, restructuring, and discontinued operations

The composition of the LC Corp Group as at 30 June 2013 and as at 31 December 2012 as well as changes in H1 2013 are presented in Note 2.

14. Property, plant and equipment

In the period of 6 months ended 30 June 2013, the Group acquired property, plant and equipment to the value of PLN 93,000 (in the period of 6 months ended 30 June 2012: PLN 349,000).

In the period of 6 months ended 30 June 2013, the Group did not effect any significant transactions of diposing of property, plant and equipment items. As at 30 June 2013 the Group is not a party to contractual obligations whose subject matter is acquisition of intangible assets.

(PLN '000)

15. Non-current receivables

	Period ended 30 June 2013 (unaudited)	31 December 2012
Non-current receivables - deposits	**32 165**	**32 044**

As at 30 June 2013 and 31 December 2012 in non-current receivables the Group recognizes a credit security deposit of PLN 30,000,000 and a credit security deposit of EUR 500,000.

16. Investment property

As at 30 June 2013 the Group's investment property encompasses: Arkady Wrocławskie, a retail and office centre, and Office and Service Complex Wola Centre – still under construction.

At the end of the reporting period, i.e. 30 June 2013, the fair value of Arkady Wrocławskie amounted to PLN 479,105,000, and the fair value of the property under construction, the Wola Center office and retail building, totalled PLN 359,116,000. On account of the revaluation of investment property to fair value, the amount of PLN 50,486,000 was recognized in the statement of comprehensive income for the period of six months ended on 30 June 2013.

In accordance with the company's policy concerning the mid-year valuation of assets, the market value of Arkady Wrocławskie was assessed by the company based on an agreed model of capitalization of the investment, by the income approach, using the investment method.

The income approach and the investment method are based on the assumption that the value of the property depends on the net rental income that can be obtained from such property. Income from the property can result from rental contracts or, in the case of vacant spaces, from the analysis of market rental rates. After evaluating the rent, the value is calculated as a ratio of the income from the property to the rate of return on the investment. The rate of return, known as the capitalization rate, is established on the basis of an analysis of similar transactions on the market.

The valuation is provided in the currency in which rental payments are invoiced, i.e. in EUR, and translated into PLN according to the average exchange rate as at the valuation date.

As at 30 June 2013, the construction of the Wola Center office building was not completed yet, and therefore the valuation at this date was estimated by the company on the basis of the agreed model, i.e. in proportion to the stage of project completion.

Reconciliation of changes in the balance sheet values of investment property in the period ended 30 June 2013 and in the year ended 31 December 2012 is presented in the table below:

	Period ended 30 June 2013 (unaudited)	Year ended 31 December 2012
As at 1 January	**731 515**	**625 669**
Investment outlays incurred	56 220	81 896
Revaluation to fair value	50 486	23 950
As at end of period	**838 221**	**731 515**

17. Inventories

	30 June 2013 (unaudited)	31 December 2012
Work in process	735 794	694 692
Finished products	67 006	101 692

(PLN '000)

Inventory valuation allowance	(91 717)	(92 917)
Total inventories	**711 083**	**703 467**

As at 30 June 2013 costs of external financing of PLN 39,082,000 were capitalised in the value of inventories, (as at 31 December 2012 they amounted to PLN 36,442,000).

The changes of the valuation allowances for inventories were as follows:

	Period ended 30 June 2013 (unaudited)	Year ended 31 December 2012
As at beginning of period	**92 917**	**90 301**
Increase	2 336	10 135
Use	(3 536)	(7 519)
Decrease	0	0
As at end of period	**91 717**	**92 917**

As at 30 June 2013 and 31 December 2012 none of the inventory items was pledged or mortgaged except for the mortgage referred to in Note 20.

18. Trade and other receivables

	30 June 2013 (unaudited)	31 December 2012
Trade receivables	5 441	6 629
Budget receivables (net of income tax)	17 727	18 852
Other receivables from third parties	303	277
Total receivables (net)	**23 471**	**25 758**
Adjustment for deferred income (*)	(401)	(401)
Valuation allowance for receivables	(852)	(651)
Gross receivables	**24 724**	**26 810**

(*) As at 30 June 2013 the Group recognized receivables resulting from accrued penalties and damages amounting to PLN 401,000 less deferred income resulting from this (as at 31 December 2012: PLN 401,000).

The changes of the valuation allowance for receivables were as follows:

	Period ended 30 June 2013 (unaudited)	Year ended 31 December 2012
At the beginning of the period	**651**	**555**
Increase	201	255

(PLN '000)

Use	0	(35)
Decrease	0	(124)
At the end of the period	**852**	**651**

19. Cash and cash equivalents

	30 June 2013 (unaudited)	31 December 2012
Cash on hand and in a bank account	39 705	8 938
including: cash on open trust accounts	*3 479*	*52*
Bank deposits	123 279	144 090
bank deposits (over 3 months)	*10 057*	*0*
	162 984	**153 028**

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 months, depending on the Group's current demand for cash and bear interest according to interest rates established for them.

20. Financial liabilities

20.1 Interest bearing loans and bonds

Long-term loans	Maturity	30 June 2013 (unaudited)	31 December 2012
Bank loan in EUR (long-term part) a	31-12-2017	179 313	176 718
Bank loan in EUR (long-term part) b	15-06-2022	104 425	45 370
Bank loan in PLN (long-term part) c	30-12-2014	913	2 051
Bank loan in PLN (long-term part) d	31-01-2016	29 859	29 831
Bank loan in PLN (long-term part) e	31-12-2014	6 868	-
Bond scheme f	-	-	99 719
Bond scheme g	25-05-2015	64 626	64 529
		386 004	**418 218**

Short-term loans	Maturity	30 June 2013 (unaudited)	31 December 2012
Bank loan in EUR (short-term part) a	30-06-2014	15 428	14 169
Bank loan in EUR (short-term part) b	30-06-2014	779	-
Bank loan in PLN (short-term part) c	01-07-2013	131	-
Bank loan in PLN (short-term part) d	30-06-2014	7 921	
Bond scheme e	15-04-2014	101 253	1 715
Bond scheme f	25-11-2013	394	524
Managerial bond scheme g	01-12-2013	20	20
		125 926	**16 428**

The weighted average interest on loans and bonds for the 6-month period ended 30 June 2013 amounted to 4.3% (in 2012: 5.1%).

(PLN '000)

(a) Loan in Arkady Wrocławskie S.A. taken out in EUR with the consortium of banks: ING Bank Śląski S.A. and Kredyt Bank S.A.

(b) Loans in Warszawa Przyokopowa Sp. z o.o. taken out with Raiffeisen Bank Polska S.A.: an investment loan for the maximum amount of EUR 49,000,000 and a revolving VAT loan for the maximum amount of PLN 6,600,000.

(c) Loan in LC Corp S.A. taken out in PLN with Getin Noble Bank S.A.

(d) Loan in LC Corp Invest XV Sp. z o.o. Projekt 1 Sp. k. taken out in PLN with PKO BP S.A.

(e) Coupon bonds issued by LC Corp S.A. – the issue of 15 April 2011, including 1,000 three-year unsecured coupon bonds, having a par value of PLN 100,000 each.

(f) Coupon bonds issued by LC Corp S.A. – the issue of 1 June 2012, including 650 three-year unsecured coupon bonds, having a par value of PLN 100,000 each.

(g) Liability on account of the custody agreement concluded with Getin Noble Bank S.A. concerning the long-term incentive plan.

20.2 Other liabilities concerning financial instruments

	30 June 2013 (unaudited)	31 December 2012
Valuation of forward instruments	**814**	**(a)**

The forward transactions concluded by Warszawa Przyokopowa Sp. z o.o. with Raiffeisen Bank Polska S.A., pursuant to the framework agreement of 1 June 2012, are related to the execution of the EUR loan agreement.

20.3 Issue and redemption of capital securities

None occurred.

20.4 Incurring and repayment of bank loans and borrowings

Repayment of the loan taken by Arkady Wrocławskie from a bank consortium

In the reporting period ended 30 June 2013 Arkady Wrocławskie S.A. repaid in accordance with the payment schedule the instalments of the credit in EUR taken from the consortium of banks: ING Bank Śląski S.A. and Kredyt Bank S.A., the amount paid: PLN 7,537,000. As at 30 June 2013, the total debt value translated into the zloty was PLN 194,741,000.

Taking out and repaying loans by Warszawa Przyokopowa Sp. z o.o.

On 15 July 2011, Warszawa Przyokopowa Sp. z o.o. concluded with Raiffeisen Bank Polska S.A. (Lender) the investment loan agreement for the maximum of EUR 49,000,000 and the revolving VAT loan for the maximum of PLN 6,600,000, to provide the partial financing for the construction of the office complex with retail and service facilities, located at ul. Grzybowska 85A in Warsaw. On account of the above, in the reporting period ended on 30 June 2013, the Company, pursuant to the loan agreement, initiated the EUR loan in the total amount of PLN 56,242,000 and made the net repayment (initiations minus repayments) of the revolving VAT loan in the amount of PLN 1,138,000.

Conclusion of forward transactions by Warszawa Przyokopowa Sp. z o.o.

Between 1 January 2013 and 30 June 2013, the Company, pursuant to the framework agreement of 1 June 2012, entered into forward currency transactions, including futures and derivatives, related to the implementation of a loan agreement, for the total of PLN 22,774,000. The total nominal amount of the above transactions at the base amount was EUR 5,363,000, with the due dates falling in the period from 4 February 2013 to 5 September 2013.

Loan taken out by LC Corp Invest XV Sp. z o.o. Projekt 1 Sp. k.

On 20 February 2013, LC Corp Invest XV Sp. z o.o. Projekt 1 Sp. k. concluded with PKO BP S.A. (Lender) an investment loan agreement for the maximum of PLN 24,000,000, to finance the investment project carried out in ul. Graniczna in Wrocław. On account of the above, in the reporting period ended on 30 June 2013, the Company initiated the loan, in accordance with the agreement, in the total amount of PLN 14,717,000.

21 Collaterals

As at 30 June 2013 repayment of loans was secured mainly by:

1. Bank loan agreement concluded by Arkady Wrocławskie S.A.:
   - cap mortgage (loan in EUR) – up to the amount of EUR 86,802,000,
   - pledge on shares of Arkady Wrocławskie S.A. held by LC Corp S.A. – up to the amount of EUR 91,500,000,
   - pledge by registration on bank accounts – up to the amount of PLN 38,220,000,
   - pledge by registration on bank accounts (loan in EUR) – up to the amount of EUR 91,500,000,
   - assignment of rights arising from rental contracts, insurance and guarantees related to agreements with contractors to the extent to which they apply to particular property development projects,
   - deposit of EUR 500,000
2. Bank loan agreement taken by LC Corp S.A. from Getin Noble Bank S.A. is secured by a cash security of PLN 30,000,000.
3. Bank loan agreement taken by Warszawa Przyokopowa Sp. z o.o.:
   - contractual capped mortgage of the highest priority up to the amount EUR 75,957,124.43 EUR,
   - financial pledges and pledges by registration on accounts receivable from bank accounts with a power of attorney to manage the accounts,
   - pledge by registration on all shares in Warszawa Przyokopowa Sp. z o.o. with a financial pledge,
   - bank transfer to secure borrower's rights resulting from all agreements concluded by the Borrower,
   - support agreement concluded by the borrower, the bank and LC Corp S.A., pursuant to the agreement LC Corp S.A. will be obliged to ensure the necessary funds up to 10% of the assumed construction costs should they be exceeded,
   - subordination agreement on claims from other creditors of the Borrower, who are borrower's partners, making them junior to the claims of the bank resulting from the Agreement.
4. Security for the transactions hedging against foreign exchange risk and interest rate risk (hedging agreements), concluded pursuant to the framework agreement of 1 June 2012, established by Warszawa Przyokopowa Sp. z o.o.:
   - contractual mortgage for up to PLN 135,000,000
   - declaration on submission to enforcement pursuant to Art. 97 of the Banking Law for up to the total of PLN 135,000,000
5. Security for the agreement on a bank loan taken out by LC Corp Invest XV sp. z o.o. Projekt 1 sp. k.:
   - contractual mortgage for up to the total of PLN 36,000,000 established on the property in the form of land owned by LC Corp Invest XV sp. z o.o. Projekt 1 sp. k.

(PLN '000)

- transfer of a cash receivable under the agreement on the building site insurance against construction and installation risks, when the construction is in progress, and, upon its completion, the transfer of a cash receivable under the agreement on the real property insurance against fire and other accidents, concluded with an insurance company for the sum not lower than the amount due on account of the loan,
- transfer to a bank of cash receivables under the already concluded preliminary agreements and newly concluded preliminary agreements and agreements on the sale of residential premises,
- Borrower's blank promissory note and blank promissory note agreement,
- clause on the deduction of amounts receivable under the agreement from the amounts receivable deposited on the Borrower's accounts held with the Lender,
- blocking, in favour of the Lender, the funds on the Borrower's account into which payments are made by the purchasers of premises built under the investment project in ul. Graniczna in Wrocław.

22. Provisions

The amounts of provisions and the agreement presenting the changes of the status during the financial period are shown in the table below:

	For retirement and disability severance payments, and death benefits	*For legal claims*	*For removal of construction defects*	*Total*
As at 1 January 2013	**22**	**97**	**300**	**419**
Created during financial period	0	85	220	305
Used	0	(17)	0	(17)
Released	0	(5)	0	(5)
As at 30 June 2013	**22**	**160**	**520**	**702**
i				
Current as at 30 June 2013	0	160	520	**680**
Non-current as at 30 June 2013	22	0	0	**22**
As at 1 January 2012	**22**	**81**	**300**	**403**
Created during financial year	0	22	0	22
Used	0	0	0	0
Released	0	(6)	0	(6)
As at 31 December 2012	**22**	**97**	**300**	**419**
Current as at 31 December 2012	0	97	300	**397**
Non-current as at 31 December 2012	22	0	0	**22**

23. Trade and other payables

	30 June 2013 (unaudited)	**31 December 2012**
Trade payables	42 300	42 646
Budget liabilities (net of income tax)	10 918	1 587
Liabilities under security deposits	7 983	6 817
Other liabilities	261	69
	61 462	**51 119**

(PLN '000)

Non-current	0	0
Current	61 462	51 119

An analysis of maturity of trade and other payables as at 30 June 2013 and 31 December 2012 is shown below:

	30 June 2013 (unaudited)	**31 December 2012**
up to 1 year	61 462	51 119
between 1 and 5 years	0	0
over 5 years	0	0
	61 462	**51 119**

Trade and other payables are interest-free and usually settled within 14 to 30 days.
Budget liabilities are settled at statutory dates.
Liabilities under security deposits are interest-free and settled at dates resulting from concluded agreements.

24. Explanations to the statement of cash flows

24.1. Change in liabilities, net of loans and borrowings

	Period ended 30 June 2013 (unaudited)	**Period ended 30 June 2012** (unaudited)
Balance-sheet change in liabilities (net of loans and borrowings)	10 343	12 247
Investment liabilities	49	(7 542)
Change in liabilities	**10 392**	**4 705**

24.2. Other adjustments

	Period ended 30 June 2013 (unaudited)	**Period ended 30 June 2012** (unaudited)
Revaluation of investment property	(50 486)	23 601
Other	549	(217)
Other adjustments	**(45 930)**	**23 384**

25. Information concerning paid out (or declared) dividend

The Parent Undertaking LC Corp S.A. did not pay or declare payment of dividend.

26. Investment liabilities

As at 30 June 2013 the Group does not plan to incur significant expenditures on property, plant and equipment and intangible assets and does not have any significant contractual obligations whose subject matter is acquisition of property, plant and equipment and intangible assets.

In 2013, the Group plans to incur capital expenditure for investment projects (inventories) in the amount of about PLN 352,000,000.

(PLN '000)

27. Litigation

As at 30 June 2013 no proceedings before court or public administration authorities were initiated with regard to liabilities or receivables of LC Corp S.A. or its subsidiaries, whose value would be material to the Group companies' financial position. The subsidiaries are a party to court or public administration proceedings whose value does not have significant influence on their operations or financial position. Other cases are mainly related to the pursuance of the claims of LC Corp S.A. subsidiaries from their debtors.

28. Changes in contingent liabilities, after the end of the last financial year

Since the end of the previous financial year the Group companies have had no undisclosed significant contingent liabilities or contingent assets. Apart from the contingent liabilities that represent the security for the bank loans described in detail in Note 21, as at 30 June 2013 the Group Undertakings did not have any other significant liabilities which were not presented in the statement of financial position.

29. Transactions with related undertakings

The following tables show total amounts of transactions concluded with related undertakings for the period of 6 months ended 30 June 2013, 30 June 2012 and year ended 31 December 2012:

30 June 2013

(unaudited) ***Related undertakings***		Sales to related undertakings	Purchases from related undertakings	Receivables from related undertakings (trade and financial)	Liabilities to related undertakings (trade and financial)	Financial revenues (interest and other)	Financial costs (interest, discounts)
Undertakings related through shareholders							
LC Corp Sky Tower Sp. z o.o.	2013	106	-	11	-	-	-
RB Investcom Sp. z o.o.	2013	39	-	-	9	-	-
RB Computer Sp. z o.o.	2013	-	72	-	19	-	-
RB Nova Sp. z o.o.	2013	2	-	-	-	-	-
Getin Holding S.A.	2013	189	-	-	-	-	-
Idea Leasing S.A.	2013	1	-	-	-	-	-
Getin Noble Bank S.A.	2013	3 773	128	30 020	30 846	3 294	877
Getback S.A.	2013	242	-	-	-	-	-
Getin International S.A.	2013	16	-	1	-	-	-
Noble Securities S.A.	2013	-	15	-	3	-	-
Home Broker Nieruchomości S.A.	2013	-	224	-	67	-	-
TU Europa S.A.	2013	260	14	-	-	-	-
TU Europa Życie S.A.	2013	256	-	-	-	-	-
Idea Expert S.A.	2013	464	-	-	45	-	-
PDK Biznes Sp. z o.o.	2013	-	-	-	6	-	-
Fundacja Jolanty i Leszka Czarneckich	2013	11	-	-	-	-	-
Open Finance S.A.	2013	51	-	22	-	-	-
Management Board and Supervisory Board							
Management Board of Parent Undertaking and subsidiary undertakings	2013	-	1 128(*)	-	-	-	-

(PLN '000)

Supervisory Board	2013	-	48 (*)	-	-	-	-

31 December 2012

Related undertakings		Sales to related undertakings	Purchases from related undertakings	Receivables from related undertakings (trade and financial)	Liabilities to related undertakings (trade and financial)	Financial revenues (interest and other)	Financial costs (interest, discounts)
Shareholders							
LC Corp B.V	2012	-	25 000	-	-	-	-
Undertakings related through shareholders							
LC Corp Sky Tower Sp. z o.o.	2012	198	17	11	-	-	-
RB Investcom Sp. z o.o.	2012	97	-	-	9	-	-
RB Computer Sp. z o.o.	2012	-	124	-	1	-	-
RB Nova Sp. z o.o.	2012	2	-	-	-	-	-
Getin Holding S.A.	2012	623	-	-	137	-	-
Idea Leasing S.A.	2012	1	-	-	-	-	-
Idea Bank S.A.	2012	49	-	-	-	-	-
Tax Care S.A.	2012	5	-	-	-	-	-
Getin Noble Bank S.A.	2012	3 017	258	30 001	30 559	7 372	1 795
Getback S.A.	2012	352	-	-	-	-	-
Getin International S.A.	2012	7	-	-	-	-	-
Noble Securities S.A.	2012	-	30	-	-	-	-
Home Broker Nieruchomości S.A.	2012	2	539	-	47	-	-
TU Europa S.A.	2012	984	14	1	-	-	-
TU Europa Życie S.A.	2012	936	-	-	-	-	-
Idea Expert S.A.	2012	1 061	-	31	45	-	-
PDK Biznes Sp. z o.o.	2012	12	-	-	6	-	-
Fundacja Jolanty i Leszka Czarneckich	2012	38	-	-	23	-	-
Open Finance S.A.	2012	52	-	22	-	-	-
Management Board and Supervisory Board							
Management Board of Parent Undertaking and subsidiary undertakings	2012	-	3 218(*)	-	-	-	-
Supervisory Board	2012	-	96(*)	-	-	-	-

(*)remuneration

30 June 2012

(unaudited) ***Related undertakings***		Sales	Purchases	Receivables	Liabilities (trade and financial)	Financial revenues (interest and other)	Financial costs (interest, discounts)
Undertakings related through shareholders							

LC Corp Sky Tower Sp. z o.o.	2012	144	20	11	-	-	-
RB Investcom Sp. z o.o.	2012	50	-	-	9	-	-
RB Computer Sp. z o.o.	2012	-	48	-	2	-	-
Getin Holding S.A.	2012	322	-	2	137	-	-
RB Nova Sp. z o.o.	2012	1	-	-	-	-	-
Getin Noble Bank S.A.	2012	1 609	139	30 045	30 912	3 189	758
Getin International S.A.	2012	4	-	1	-	-	-
Noble Securities S.A.	2012	-	15	-	-	-	-
Home Broker Nieruchomości S.A.	2012	2	127	-	12	-	-
TU Europa S.A.	2012	502	14	4	-	-	-
TU Europa Życie S.A.	2012	452	-	2	-	-	-
PDK S.A.	2012	564	-	3	45	8	-
PDK Biznes Sp. z o.o.	2012	12	-	-	6	-	-
Fundacja Jolanty i Leszka Czarneckich	2012	20	-	-	23	-	-
Getback S.A.	2012	131	-	2	-	-	-
Management Board and Supervisory Board							
Management Board of Parent Undertaking and subsidiary undertakings	2012	-	877(*)	-	-	-	-
Supervisory Board	2012	-	48 (*)	-	-	-	-

(*)remuneration

30. Objectives and Rules Governing Financial Risk Management

The main financial instruments which the Group uses include bank loans and bonds. The main purpose of these financial instruments is to obtain financial resources for the Group's activity. Temporary cash flow surpluses are deposited in banks as short-term deposits. The Group also has other financial instruments such as trade receivables and trade payables, which occur directly in the course of conducting business activity by the Group.

The principle by which the Group abides now is refraining from the turnover of financial instruments.

The main types of risk associated with the Group's financial instruments include the interest rate risk, currency risk, credit risk and liquidity risk. The Management Board verifies and harmonizes the rules governing each type of risk – these rules are briefly discussed below.

30.1 Interest rate risk

The interest rate risk relates mainly to non-current financial liabilities, based on a floating interest rate. This risk is partly compensated by indexation of lease revenues.

The tables below present quantitative exposure to the interest rate risk of balance sheet totals (as at 30 June 2013 and as at 31 December 2012) in a breakdown by respective aging categories (in PLN '000).

30 June 2013

Fixed interest rate

	1<year	*1-2 years*	*2-3 years*	*3-4 years*	*4-5 years*	*>5 years*	*Total*
Zero-coupon bonds	20	-	-	-	-	-	20
	20	**-**	**-**	**-**	**-**	**-**	**20**

(PLN '000)

Variable interest rate

	1<year	*1-2 years*	*2-3 years*	*3-4 years*	*4-5 years*	*>5 years*	*Total*
Coupon bonds in PLN (based on WIBOR)	101 647	64 626	-	-	-	-	166 273
Bank loan in PLN (based on WIBOR)	131	-	29 859	-	-	-	29 990
Bank loan in PLN (based on WIBOR)	7 921	6 868	-	-	-	-	14 789
Bank loan in PLN (based on WIBOR)	-	913	-	-	-	-	913
Bank loan in EUR (based on EURIBOR)	15 428	16 311	17 245	18 232	127 525	-	194 741
Bank loan in EUR (based on EURIBOR)	779	3 246	3 465	3 697	3 942	90 073	105 203
	125 906	**91 965**	**50 569**	**21 929**	**131 467**	**90 073**	**511 910**

Interest free

	1<year	*1-2 years*	*2-3 years*	*3-4 years*	*4-5 years*	*>5 years*	*Total*
Trade and other liabilities	61 462	-	-	-	-	-	61 462
	61 462	**-**	**-**	**-**	**-**	**-**	**61 462**

In the period ended 30 June 2013, with the exception of the loan in EUR in the amount of EUR 45,099,000 interest rate changes did not have any direct significant influence on the capital structure and financial performance.

31 December 2012

Fixed interest rate

	1<year	*1-2 years*	*2-3 years*	*3-4 years*	*4-5 years*	*>5 years*	*Total*
Zero-coupon bonds in PLN	20	-	-	-	-	-	20
	20	**-**	**-**	**-**	**-**	**-**	**20**

Variable interest rate

	1<year	*1-2 years*	*2-3 years*	*3-4 years*	*4-5 years*	*>5 years*	*Total*
Coupon bonds in PLN	2 239	99 719	64 529	-	-	-	166 487
Bank loans in PLN (based on WIBOR)	-	-	-	29 831	-	-	29 831
Bank loans in PLN (based on WIBOR)	-	2 051	-	-	-	-	2 051
Bank loan in EUR (based on EURIBOR)	14 169	14 981	15 838	16 745	129 154	-	190 887
Bank loan in EUR (based on EURIBOR)	-	1 025	1 446	1 544	1 646	39 709	45 370
	16 408	**117 776**	**81 813**	**48 120**	**130 800**	**39 709**	**434 626**

Interest free

	1<year	*1-2 years*	*2-3 years*	*3-4 years*	*4-5 years*	*>5 years*	*Total*
Trade and other liabilities	51 119	-	-	-	-	-	51 119
	51 119	**-**	**-**	**-**	**-**	**-**	**51 119**

Except for the euro loan of EUR 46,692,000 (PLN 190,887,000), in the year ended on 31 December 2012 the interest rate changes did not have any direct influence on the financial result or capital funds.

The sensitivity of the net financial result to interest rate changes of the euro loan in the period of six months ended on 30 June 2013 and 30 June 2012 and in the year ended on 31 December 2012 is presented in the table below:

	Interest rate increase/drop	**Impact on the net financial result PLN'000**	**Impact on equity PLN'000**
	+ 1%	(804)	(804)
30 June 2013 - EUR (unaudited)	- 1%	804	804
	+ 1%	(1,674)	(1,674)
31 December 2012	- 1%	1,674	1,674
	+ 1%	(857)	(857)
30 June 2012 - EUR (unaudited)	- 1%	857	857

30.2 Currency risk

Currency risk which arises from foreign currency loan management is minimized by collecting rent indexed against the currency of the loan financing the investment. The risk related to time differences between invoicing and repayment will be minimized, depending on the market situation, by purchasing a proper amount of currency on dates of invoicing rents.

The table below shows sensitivity of a net financial result (due to the change in the fair value of an investment property – see Note 16 and valuation of currency financial liabilities) and the Group's equity to rationally possible fluctuations of the euro exchange rates, with the assumption of invariability of other factors. Due to a considerable instability of the euro exchange rate in recent years the sensitivity of the financial result was presented for a change of 30 grosz (PLN 0.3).

	Increase/ decrease in the exchange rate in PLN	**Impact on the net financial result in PLN '000**	**Impact on equity PLN '000**
	+ 0.30	30 054	30 054
30 June 2013 - EUR (unaudited)	- 0.30	(30 054)	(30 054)
	+ 0.30	29 407	29 407
31 December 2012 - EUR	- 0.30	(29 407)	(29 407)
	+ 0.30	18 342	18 342
30 June 2012 - EUR (unaudited)	- 0.30	(18 342)	(18 342)

(PLN '000)

30.3 Credit risk

The Group concludes transactions with renowned companies of good credit capacity. Moreover, due to current monitoring of receivables, exposure of the Group to the risk of uncollectible receivables is negligible.

As at 30 June 2013, trade receivables amounted to PLN 5,441,000 (Note 18) including rental receivables of PLN 3,028,000, were secured with security deposits of PLN 2,312,000 and in the remaining part – with bank guarantees.

In reference to the Group's other financial assets, such as cash and cash equivalents, the Group's credit risk is minimal, because the Group deposits resources in banks of good, stable financial standing.

There is no significant concentration of credit risk in the Group.

30.4 Liquidity risk

The Group aims to maintain balance between continuity and flexibility of financing, by means of using different sources of financing, such as bank loans and bonds.

The Group concludes bank loan agreements in order to finance its projects. Maturity dates of successive instalments are adjusted to projected proceeds from sale of individual projects.

The tables below present the Group's liabilities as at 30 June 2013 and 31 December 2012, by maturity dates based on the contractual non-discounted payments.

30 June 2013

Fixed interest rate

	1<year	*1-2 years*	*2-3 years*	*3-4 years*	*4-5 years*	*>5 years*	*Total*
Zero-coupon bonds in PLN	20	-	-	-	-	-	20
	20	**-**	**-**	**-**	**-**	**-**	**20**

Variable interest rate

	1<year	*1-2 years*	*2-3 years*	*3-4 years*	*4-5 years*	*>5 years*	*Total*
Coupon bonds in PLN (based on WIBOR)	101 924	65 000	-	-	-	-	166 924
Bank loans in PLN (based on WIBOR)	131	-	30 000	-	-	-	30 131
Bank loans in PLN (based on WIBOR)	7 921	6 868	-	-	-	-	14 789
Bank loans in PLN (based on WIBOR)	-	913	-	-	-	-	913
Bank loan in EUR (based on EURIBOR)	15 534	16 417	17 351	18 338	127 604	-	195 244
Bank loan in EUR (based on EURIBOR)	779	3 246	3 465	3 697	3 942	90 073	105 203
	126 289	**92 445**	**50 816**	**22 035**	**131 546**	**90 073**	**513 205**

Interest free

	1<year	*1-2 years*	*2-3 years*	*3-4 years*	*4-5 years*	*>5 years*	*Total*
Trade and other liabilities	61 462	-	-	-	-	-	61 462
	61 462	**-**	**-**	**-**	**-**	**-**	**61 462**

(PLN ‘000)

31 December 2012

Fixed interest rate

	1<year	*1-2 years*	*2-3 years*	*3-4 years*	*4-5 years*	*>5 years*	*Total*
Zero-coupon bonds	20	-	-	-	-	-	20
	20	**-**	**-**	**-**	**-**	**-**	**20**

Variable interest rate

	1<year	*1-2 years*	*2-3 years*	*3-4 years*	*4-5 years*	*>5 years*	*Total*
Coupon bonds in PLN	2 397	100 000	65 000	-	-	-	167 397
Bank loans in PLN (based on WIBOR)	-	-	-	30 000	-	-	30 000
Bank loans in PLN (based on WIBOR)	-	2 051	-	-	-	-	2 051
Bank loan in EUR (based on EURIBOR)	14 269	15 080	15 938	16 844	129 278		191 409
Bank loan in EUR (based on EURIBOR)	-	1 025	1 446	1 544	1 646	39 709	45 370
	16 666	**118 156**	**82 384**	**48 388**	**130 924**	**39 709**	**436 227**

Interest free

	1<year	*1-2 years*	*2-3 years*	*3-4 years*	*4-5 years*	*>5 years*	*Total*
Trade and other liabilities	51 119	-	-	-	-	-	51 119
	51 119	**-**	**-**	**-**	**-**	**-**	**51 119**

31 Financial instruments

The table below shows a comparison of balance-sheet values and fair values of all the Group’s financial instruments, which were disclosed in the consolidated financial statements according to value different from fair value, divided into different categories of assets and liabilities, pursuant to IAS 39.

	Balance-sheet value	
	30 June 2013 (unaudited)	**31 December 2012**
Financial assets available for sale		
Shares	17	17
Loans advanced and receivables		
Cash and cash equivalents	162 984	153 028
Trade and other current receivables *(net of budget receivables)*	5 744	6 906

(PLN '000)

	Balance-sheet value	
	30 June 2013 (unaudited)	**31 December 2012**
Financial liabilities at amortized cost		
Trade and other payables *(net of budget liabilities)*	50 544	49 532
Interest-bearing bank loans and borrowings:		
Loans, bonds and borrowings at a floating interest rate	511 910	434 626
Loans, bonds and borrowings at a fixed interest rate	20	20
Financial instruments valued at fair value by result /(liability/asset)		
Forward transactions	(814)	3 193

The fair values of the above presented items are close to their balance-sheet values.

32 Capital management

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

The Group manages the capital structure and modifies it as a result of changes in economic conditions. In order to maintain or adjust the capital structure, the Group can change payment of dividend to shareholders, return capital to shareholders or issue new shares. In the period of 6 months ended 30 June 2013 there were no changes in the objectives, rules and processes binding in this area.

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

	Period ended 30 June 2013 (unaudited)	**Year ended 31 December 2012**
Interest-bearing loans and borrowings (external financing)	512 744	434 646
Trade payables and other liabilities	61 462	51 119
A. Net debt	**574 206**	**485 765**
B. Equity	**1 123 541**	**1 079 084**
Leverage ratio (A/B)	**0.5**	**0.5**

33 Events subsequent to the end of the reporting period

1. On 10 July 2013, LC Corp Invest XV Sp. z o.o. Projekt 9 Sp. k., pursuant to the purchase and sale agreement, acquired the title to the real property of 0.9181 ha, located in Warsaw, in ul. Ostrobramska.

2. On 12 July 2013, the occupancy permit for the multi-family residential building in ul. Schuberta, carried out as part of the Maestro estate, built by LC Corp Invest XV sp. z o.o. Projekt 14 SKA, became final.

3. On 16 July 2013, Warszawa Przyokopowa sp. z o.o., pursuant to the framework agreement of 1 June 2012, entered into a transaction of IRS type, hedging against rising interest rates, including futures and derivatives, related to the execution of the loan agreement for EUR 10 million. The transaction was effected for the period from 30 June 2015 to 30 June 2020.

4. On 23 July 2013, LC Corp Invest XII sp. z o.o. concluded with Budimex S.A., seated in Warsaw, a general contractor agreement for the project consisting in the construction of a multi-functional retail and office complex, with a retail and service part, underground and surface car parks and car parking spaces on the premises, on plots nos. 4/6, 9/7, 10/10 map sheet no. 39, section: Bogucice-Zawodzie at al. Roździeńskiego 10 in Katowice.

5. On 2 August 2013, LC Corp S.A., pursuant to the purchase and sale agreement, acquired from the Wrocław Commune the title to the real property of 0.9262 ha, located in ul. Kiełczowska in Wrocław.

6. After 30 June 2013, Warszawa Przyokopowa sp. z o.o., pursuant to the framework agreement of 1 June 2012, entered into forward currency transactions, including futures and derivatives, related to the execution of the loan agreement, for the total of PLN 12,363,000. The total nominal amount of the above transactions at the base amount was EUR 2,909,000, with the due dates falling in the period from 7 October 2013 to 4 November 2013.

7. On 2 August 2013, LC Corp S.A. notified, on its website and in the current report, of the Extraordinary Shareholders Meeting, convened on 29 August 2013, whose agenda includes, among others, the adoption of the resolution on an increase in the company's share capital through the issue of Series K shares.

8. On 9 August 2013, the bid submitted by LC Corp S.A. for the acquisition of the title to the real property of 33,093 m^2, located in ul. Chrzanowskiego in Warsaw, was finally accepted by the tender committee appointed by the entity organising the tender.

9. On 12 August 2013, LC Corp S.A. concluded a letter of intent with RB Finance Expert S.A. and LC Corp B.V., in which the entities listed above undertook to take all necessary actions aimed at the sale of 100% of the shares of RB Finance Expert S.A., carrying the right to exercise 100% of the votes at a general shareholders meeting of RB Finance Expert S.A., by LC Corp B.V. to LC Corp S.A.

……………………………………………	……………………………………………………
Dariusz Niedośpiał, President of the Board	Lidia Kotowska, Chief Accountant
……………………………………………	……………………………………………………
Joanna Jaskólska, Vice-president of the Board	Marzena Matysiak, Consolidation Manager

…………………………………………
Tomasz Wróbel, Member of the Board

…………………………………………
Mirosław Kujawski, Member of the Board

Wrocław, 21 August 2012