

**REPORT OF THE CAPITAL GROUP OF PROCHEM S.A.
FOR THE FIRST HALF OF 2010**

**PROCHEM S.A.
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I. Selected Financial Data

Net revenue from sales and profits expressed in PLN and items of the cash flow statement were converted into EURO according to the rate set as the arithmetics mean of average prices announced by the Chairman of the National Bank of Poland for the closing date of every month and are amounting to:

- for the first half of 2009 - 4.5184 PLN/EUR
- for the first half of 2010 - 4.0042 PLN/EUR

Balance data was converted according to the average price announced by the Chairman of the National Bank of Poland as at the day of drawing financial statement up which as at reporting day amounted to:

- 4.4696 PLN/EUR as at 30 June 2009
- 4.1458 PLN/EUR as at 30 June 2010

Selected financial data concerning the capital group of Prochem SA

Selected financial data	Reporting period ended on 30 June		Reporting period ended on 30 June	
	2010	2009	2010	2009
	in PLN thousand		in Euro thousand	
Activity continued				
Revenue from sales	51 464	106 877	12 853	23 654
Gross profit (loss) on sales	8 786	7 060	2 194	1 563
Profit (loss) from operating activities	1 596	1 680	399	372
Gross profit (loss)	1 391	1 978	347	438
Net profit (loss)	766	655	191	145
assigned to :				
parent entity's equity	694	0	173	0
minority shareholders	72	655	18	145
Net cash from operating activities	-3 080	-6 384	-769	-1 413
Net cash flow from investment activity	5 371	-2 701	1 341	-598
Net cash flow from financial activity	-1 525	1 757	-381	389
Total net cash flow	766	-7 328	191	-1 622
Total assets	180 848	223 977	43 622	50 111
Total fixed assets	97 708	94 292	23 568	21 096
Total current assets	83 140	129 685	20 054	29 015
Equity assigned to shareholders of parent entity	104 466	101 844	25 198	22 786
Equity assigned to minority shareholders	13 682	13 611	3 300	3 045
Total equity	118 148	115 455	28 498	25 831
Total long-term liabilities	9 122	9 126	2 200	2 042
Total short-term liabilities	53 578	99 396	12 923	22 238
Weighted average number of ordinary shares (units)	3 895 000	3 895 000	3 895 000	3 895 000
Net profit (loss) per one ordinary share in PLN/Euro / Diluted profit per one ordinary share in PLN/Euro	0.20	0.17	0.05	0.04
- assigned to shareholders of parent entity	0.18	0.00	0.04	0.00

Weighted average number of ordinary shares was corrected by the number of shares repurchased for the purpose of redemption (5,000 units)

Selected financial data concerning Prochem SA

Selected financial data	Reporting period ended on 30 June		Reporting period ended on 30 June	
	2010	2009	2010	2009
	in PLN thousand		in Euro thousand	
Activity continued				
Revenue from sales	19 150	76 894	4 782	17 018
Gross profit (loss) on sales	3 692	2 046	922	453
Profit (loss) from operating activities	-220	-1 509	-55	-334
Gross profit (loss)	541	1 499	135	332
Net profit (loss)	331	933	83	206
Net cash from operating activities	-3 651	-9 532	-912	-2 110
Net cash flow from investment activity	2 661	1 239	665	274
Net cash flow from financial activity	224	3 244	56	718
Total net cash flow	-766	-5 049	-191	-1 117
Total assets	105 808	156 726	25 522	35 065
Total fixed assets	35 847	36 852	8 647	8 245
Total current assets	69 961	119 874	16 875	26 820
Total equity	63 129	66 849	15 227	14 956
Total long-term liabilities	2 036	1 819	491	407
Total short-term liabilities	40 643	88 058	9 803	19 702
Weighted average number of ordinary shares (units)	3 895 000	3 895 000	3 895 000	3 895 000
Net profit (loss) per one ordinary share in PLN/Euro / Diluted profit per one ordinary share in PLN/Euro	0.08	0.24	0.02	0.05

Weighted average number of ordinary shares was corrected by the number of shares repurchased for the purpose of redemption (5,000 units)