

ANNUAL REPORT OF PROCHEM S.A.

Contents:

- Selected financial data
- Letter of the President of the Management Board
- Declaration of the members of Management Board
- Opinion from the audit of financial statements
- Report on the audit of the financial statements
- Separate financial statements of PROCHEM S.A. as at and for the period ended 31 December 2013
- Report on the activities of the company PROCHEM S.A.

www.prochem.com.pl

Selected financial data of PROCHEM S.A.

Revenues from sales and profits expressed in PLN and statement of cash flows are translated into EUR at the exchange rate set as the arithmetic mean of average exchange rates announced by the Chairman of National Bank of Poland on the last day of each month and are as follows:

- for 2012 - 4.1736 PLN/EUR
- for 2013 - 4.2110 PLN/EUR

The data disclosed in the statement of financial position are translated at the average exchange rate announced by the President of National Bank of Poland as at the date of financial statements, that at balance sheet date was:

- 4.0882 PLN/EUR as at 31 December 2012
- 4.1472 PLN/EUR as at 31 December 2013

Specification	Reporting period ended 31 December		Reporting period ended 31 December	
	2013	2012	2013	2012
	in PLN thousands		in EUR thousands	
Separate profit and loss account				
Revenues from sales	83 340	85 406	19 791	20 463
Gross profit on sales	9 346	2 788	2 219	668
Results from operating activities	2 379	-5 414	565	-1 297
Profit before tax	8 554	1 878	2 031	450
Profit for the period	6 643	3 056	1 578	732
Profit per one ordinary share (in PLN/EUR)	1.71	0.78	0.41	0.19
Separate statement of cash flows				
Net cash provided by (used in) operating activities	14 272	-18 374	3 389	-4 402
Net cash provided by (used in) investing activities	-3 971	-407	-943	-98
Net cash provided by (used in) financing activities	-9 740	5 939	-2 313	1 423
Total cash flow, net	561	-12 842	133	-3 077

Specification	As at 31 December		As at 31 December	
	2013	2012	2013	2012
	in PLN thousands		in EUR thousands	
Separate statement of financial position				
Total assets	121 126	109 647	29 207	26 820
Total non-current assets	59 014	46 860	14 230	11 462
Total current assets	62 112	62 787	14 977	15 358
Total equity	73 507	70 030	17 725	17 130
Total non-current liabilities	19 893	442	4 797	108
Total current liabilities	27 726	39 175	6 685	9 582
Book value per one ordinary share (in PLN/EUR)	18.87	17.98	4.55	4.40
Weighted average number of ordinary shares (units)	3 895 000	3 895 000	3 895 000	3 895 000