



ANNUAL REPORT

of Impexmetal S.A.

for 2013

POLISH FINANCIAL SUPERVISION AUTHORITY

Annual report PSr 2013

(in accordance with § 82.2 and § 83.3 of the Ordinance of the Minister of Finance of 19 February 2009 - Journal of Laws No. 33, item 259)
for the issuers of securities dealing with production, construction, trade or services

for 2013 financial year covering the period from 1 January 2013 to 31 December 2013
including condensed financial statements in line with: IAS/IFRS
in PLN th.

submitted on: 17 April 2014

IMPEXMETAL S.A. (full name of the issuer)			
IMPEXMET (short name of the issuer)	Metalowy (met) (sector as classified by WSE)		
00-842 (postal code)	Warszawa (city)		
Łucka (street)			7/9 (number)
+48 22 658 65 68 (phone)		+48 22 658 64 05 (fax)	
info@impexmetal.com.pl (e-mail)		www.impexmetal.com.pl (www)	
525-00-03-551 (Tax Identification Number - NIP)		011135378 (Statistical number - REGON)	

Deloitte Polska Sp. z o.o. Sp. k.
(entity authorized to audit)

SELECTED FINANCIAL DATA	in PLN'000		in EUR'000	
	1.01. - 31.12.2013	1.01. - 31.12.2012	1.01. - 31.12.2013	1.01. - 31.12.2012
I. Sales revenue	908 275	932 098	215 691	223 332
II. Operating profit (loss)	35 511	64 065	8 433	15 350
III. Gross profit (loss) before tax	38 779	65 980	9 209	15 809
IV. Net profit (loss)	32 421	59 577	7 699	14 275
V. Net cash flows from operating activities	64 767	24 231	15 380	5 806
VI. Net cash flows from investing activities	(162 730)	24 436	(38 644)	5 855
VII. Net cash flows from financing activities	94 419	(45 157)	22 422	(10 820)
VIII. Total net cash flows	(3 544)	3 510	(842)	841
IX. Number of shares without treasury shares – 7 210 000 units as at 31.12.2013 and 6 332 707 units as at 31.12.2012	192 790 000	193 667 293	192 790 000	193 667 293
X. Net profit (loss) / diluted profit (loss) per ordinary share (in PLN/EUR)	0.17	0.31	0.04	0.07
XI. Weighted average numbers of shares without treasury shares	193 159 397	193 801 912	193 159 397	198 721 109
XII. Net profit (loss) / diluted profit (loss) per ordinary share / weighted average numbers of shares (in PLN/EUR)	0.17	0.31	0.04	0.07
As at	31.12.2013	31.12.2012	31.12.2013	31.12.2012
XIII. Assets	1 248 185	1 120 023	300 971	273 965
XIV. Non-current liabilities	114 407	56 341	27 587	13 781
XV. Current liabilities	278 205	235 090	67 083	57 505
XVI. Equity	855 573	828 592	206 301	202 679
XVII. Share capital	94 661	94 661	22 825	23 155
XVIII. Number of shares without treasury shares	192 790 000	193 667 293	192 790 000	193 667 293
XIX. Book value/diluted book value per share of the parent (in PLN/EUR)	4.44	4.28	1.07	1.05



**Financial statement
of Impexmetal S.A.
for the period ended 31 December 2013**



**INCOME STATEMENT
 FOR THE PERIOD FROM 1 JANUARY TO 31 DECEMBER 2013 AND FOR 2012, RESPECTIVELY**

	<i>note</i>	Period ended 31/12/2013	Period ended 31/12/2012
Continuing operations			
Revenue from sales of products	6	908 275	932 098
Revenue from sales of goods and materials	8	832 275	869 004
		76 000	63 094
Gross profit (loss) on sales			
Selling expenses	8	23 836	24 075
General and administrative costs	8	24 466	23 648
Other operating revenue	9	19 433	52 124
Other operating expenses	10	11 620	3 430
		35 511	64 065
Operating profit (loss)			
Financial revenue	11	11 917	15 135
Financial expenses	12	8 649	13 220
		38 779	65 980
Profit (loss) before tax			
Income tax	13	6 358	6 403
		32 421	59 577
Profit (loss) from continuing operations			
Discontinued operations			
Net profit (loss) from discontinued operations		-	-
		32 421	59 577
Net profit (loss)			
Basic / diluted net earnings (loss) per ordinary share	15	0.17	0.31

**STATEMENT OF COMPREHENSIVE INCOME
 FOR THE PERIOD FROM 1 JANUARY TO 31 DECEMBER 2013 AND FOR 2012, RESPECTIVELY**

	<i>note</i>	32 421	59 577
Net profit (loss)			
Income in capital to be classified on the financial result			
Hedging instruments of cash flows	31	(3 512)	3 304
Revaluation of assets available to sell and other assets	32	(1 140)	782
Income deferred tax regarding income in capitals	13	883	(776)
		272	-
Income in capital not classified on the financial result			
Valuation of pension benefits and similar	33	336	-
Income deferred tax regarding income in capitals	13	(64)	-
		(3 497)	3 310
Income recognised in net capital			
Total comprehensive income			
		28 924	62 887



BALANCE SHEET
PREPARED AS AT 31 DECEMBER 2013 AND 31 DECEMBER 2012, RESPECTIVELY

	<i>note</i>	<u>31/12/2013</u>	<u>31/12/2012</u>
ASSETS			
Non-current assets			
Property, plant and equipment	16	286 788	287 979
Investment property	17	7 905	7 905
Intangible assets	18	1 758	1 975
Goodwill	19	2 122	2 122
Investments in controlled entities	20	328 827	328 370
Available-for-sale financial assets	21	229 632	127 618
Receivables and other assets	23	4	22
Total non-current assets		<u>857 036</u>	<u>755 991</u>
Current assets			
Inventories	24	192 759	180 920
Trade and other receivables	25	135 573	172 481
Loans granted	22	54 328	583
Derivative financial instruments	26	133	747
Available-for-sale financial assets	21	-	298
Income tax receivables		2 930	631
Other assets	27	3 983	3 345
Cash and cash equivalents	28	1 443	5 027
Total current assets		<u>391 149</u>	<u>364 032</u>
TOTAL ASSETS		<u>1 248 185</u>	<u>1 120 023</u>



BALANCE SHEET (cont.)

	<i>note</i>	31/12/2013	31/12/2012
EQUITY AND LIABILITIES			
Equity			
Share capital	29	94 661	94 661
Treasury shares (negative value)	30	(24 441)	(22 498)
Supplementary capital due to issue of shares above their face value		28 576	28 576
Capital due to hedge accounting	31	(2 345)	500
Capital due to revaluation of assets available to sell	32	(290)	634
Capital due to valuation of pension benefits and similar	33	272	-
Retained earnings, including:	34	759 140	726 719
Reserve capital		78 222	78 222
Net profit of the current year		32 421	59 577
Total equity	35	855 573	828 592
Long-term liabilities and provisions for liabilities			
Loans and bank credit facilities	38	52 967	-
Debts securities	38	16 000	16 000
Provisions on liabilities due to retirement and similar benefits	36	1 617	1 922
Provisions on deferred tax	37	43 299	37 760
Other liabilities	41	524	659
Total long-term liabilities and provisions		114 407	56 341
Short-term liabilities and provisions for liabilities			
Trade and other liabilities	39	86 656	98 267
Loans and bank credit facilities	38	178 504	130 757
Derivative financial instruments	26	5 272	3 076
Liabilities due to retirement and similar benefits	36	1 442	1 320
Other short-term provisions	36	6 204	1 491
Other liabilities	41	127	179
Total short-term liabilities and provisions		278 205	235 090
Total liabilities		392 612	291 431
TOTAL EQUITY AND LIABILITIES		1 248 185	1 120 023


**STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD FROM 1 JANUARY TO 31 DECEMBER 2013 AND FOR 2012, RESPECTIVELY**

	<i>note</i>	Share capital	Treasury shares (*)	Supplementary capital due to issue of shares above their face value	Capital related to hedge accounting	Capital due to revaluation of assets available to sell	Capital due to valuation of pension benefits and similar	Retained earnings	Total equity
As at 1 January 2013		94 661	(22 498)	28 576	500	634	-	726 719	828 592
Comprehensive income for 2013	31-34	-	-	-	(2 845)	(924)	272	32 421	28 924
Treasury shares buy-back	30	-	(1 943)	-	-	-	-	-	(1 943)
As at 31 December 2013		94 661	(24 441)	28 576	(2 345)	(290)	272	759 140	855 573

	<i>note</i>	Share capital	Treasury shares (*)	Supplementary capital due to issue of shares above their face value	Capital related to hedge accounting	Capital due to revaluation of assets available to sell	Capital due to valuation of pension benefits and similar	Retained earnings	Total equity
As at 1 January 2012		94 661	(21 360)	28 576	(2 176)	-	-	667 142	766 843
Comprehensive income for 2012	31-34	-	-	-	2 676	634	-	59 577	62 887
Treasury shares buy-back	30	-	(1 138)	-	-	-	-	-	(1 138)
As at 31 December 2012		94 661	(22 498)	28 576	500	634	-	726 719	828 592

(*) Treasury shares in purchase price for redemption or further re-sale in the amount 7 210 000 units as at 31.12.2013 and respectively 6 332 707 units as at 31.12.2012.



Impexmetal S.A.

Financial statement for the period ended on 31 December 2013,
prepared in line with IFRS as endorsed by the European Union

**STATEMENT OF CASH FLOWS
FOR THE PERIOD FROM 1 JANUARY TO 31 DECEMBER 2013 AND FOR 2012, RESPECTIVELY**

	<i>note</i>	Period ended 31/12/2013	Period ended 31/12/2012
Cash flows from operating activities			
Profit (loss) before tax (*)		38 779	65 980
Amortization	8	31 660	32 052
Net rates differences		(172)	891
Interests from financial liabilities	45	5 173	8 755
Interest and dividends	45	(15 736)	(55 142)
Profit / loss on investing activity		687	(1 834)
Changes in working capital			
Receivables (increase) / decrease	45	33 148	(9 319)
Inventories (increase) / decrease		(11 839)	(2 281)
Liabilities (increase) / decrease	45	(18 479)	(15 922)
Provisions and accruals	45	3 845	(373)
Cash generated on operating activities			
Income tax (paid) / received		(2 299)	1 424
Net cash flows from operating activities			
		64 767	24 231
Cash flows from investing operations			
Proceeds			
Proceeds from disposal of tangible assets		251	1 978
Proceeds from sales of financial assets		11 621	37 079
Dividends received		11 055	28 554
Interest received and granted loans repayment		5 488	6 407
Disposal of bonds		4 306	23 500
Payments			
Purchase of tangible assets		(15 998)	(8 206)
Purchase of financial assets	45	(118 158)	(44 270)
Granted loans	45	(55 083)	(564)
Purchase of bonds		(6 212)	(20 042)
Net cash flows from investing activities			
		(162 730)	24 436
Cash flows from financing activities			
Proceeds			
Credits and loans		143 707	41 228
Other financial receipts		-	40
Payments			
Buy-back of treasury shares	30	(1 943)	(1 138)
Repayment of credit facilities and loans		(42 172)	(74 451)
Purchase of debts securities		-	(2 081)
Interests paid		(5 173)	(8 755)
Net cash flows from financing activities			
		94 419	(45 157)
Total net cash flow			
		(3 544)	3 510
Impact of exchange rate fluctuations on the balance of cash in foreign currencies			
		(40)	1
Change of cash and cash equivalents			
		(3 584)	3 511
Opening balance of cash and cash equivalents			
	28	5 027	1 516
Closing balance of cash and cash equivalents			
	28	1 443	5 027

Figures in PLN '000 unless stated otherwise.



Approval of the financial statement

Presented financial statement for 2013 has been approved for publication by the Management Board of Impexmetal S.A. on 16 April 2014.

Signatures:

Małgorzata Iwanejko President of the Management Board

Agata Kęszczyk - Grabowska Chief Accountant