



EXTENDED CONSOLIDATED QUARTERLY REPORT OF THE CIECH GROUP FOR THREE QUARTERS OF 2015

We are providing a courtesy English translation of our financial statements which were originally written in Polish. We take no responsibility for the accuracy of our translation. For an accurate reading of our financial statements, please refer to the Polish language version of our Extended Consolidated Quarterly Report for three quarters of 2015 attached hereto.

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I. Condensed Interim Consolidated Financial Statements of the CIECH Group**1. Condensed Consolidated Statement of Profit or Loss of the CIECH Group**

PLN '000	01/01-30/09/2015	01/01-30/09/2014**
CONTINUING OPERATIONS		
Sales revenues	2,458,843	2,457,739
Cost of sales	(1,789,361)	(1,913,169)
Gross profit/(loss) on sales	669,482	544,570
Other operating income	31,656	32,302
Selling costs	(144,105)	(162,241)
General and administrative expenses	(114,279)	(107,854)
Other operating expenses	(62,387)	(76,156)
Operating profit/(loss)	380,367	230,621
Financial income	5,701	5,268
Financial expenses	(95,280)	(119,866)
Net financial income/expenses	(89,579)	(114,598)
Share of profit / (loss) of equity-accounted investees	75	272
Profit/(loss) before tax	290,863	116,295
Income tax	(32,748)	(44,497)
Net profit/(loss) on continuing operations	258,115	71,798
DISCONTINUED OPERATIONS		
Net profit/(loss) on discontinued operations*	-	(17,154)
Net profit / (loss)	258,115	54,644
including:		
Net profit/(loss) attributable to shareholders of the parent company	255,258	56,112
Net profit/(loss) attributed to non-controlling interest	2 857	(1,468)
Earnings per share (in PLN):		
Basic	4.84	1.06
Diluted	4.84	1.06
Earnings/(loss) per share (in PLN) from continuing operations:		
Basic	4.84	1.39
Diluted	4.84	1.39

*The detailed information on profit/loss from discontinued operations has been presented in point II.15 of this Report.

**Restated data, the details of the changes are presented in point II.2 of this Report.

The condensed consolidated statement of profit or loss of the CIECH Group should be analysed together with the notes which constitute an integral part of the condensed interim consolidated financial statements.

Condensed Consolidated Statement of Profit or Loss of the CIECH Group

PLN '000	01/07-30/09/2015	01/07-30/09/2014**
CONTINUING OPERATIONS		
Sales revenues	800,719	798,709
Cost of sales	(567,741)	(611,000)
Gross profit/(loss) on sales	232,978	187,709
Other operating income	9,374	6,178
Selling costs	(43,944)	(53,509)
General and administrative expenses	(45,424)	(35,998)
Other operating expenses	(13,401)	(25,864)
Operating profit/(loss)	139,583	78,516
Financial income	3,225	1,086
Financial expenses	(30,584)	(36,244)
Net financial income/expenses	(27,359)	(35,158)
Share of profit / (loss) of equity-accounted investees	(107)	(129)
Profit/(loss) before tax	112,117	43,229
Income tax	7,215	(6,219)
Net profit/(loss) on continuing operations	119,332	37,010
DISCONTINUED OPERATIONS		
Profit/(loss) on discontinued operations	-	(8,912)
Net profit / (loss)	119,332	28,098
including:		
Net profit/(loss) attributable to shareholders of the parent company	116,801	29,087
Net profit/(loss) attributed to non-controlling interest	2,531	(989)
Earnings per share (in PLN):		
Basic	2.22	0.55
Diluted	2.22	0.55
Earnings/(loss) per share (in PLN) from continuing operations:		
Basic	2.22	0.72
Diluted	2.22	0.72

**Restated data, the details of the changes are presented in point II.2 of this Report.

The condensed consolidated statement of profit or loss of the CIECH Group should be analysed together with the notes which constitute an integral part of the condensed interim consolidated financial statements.

2. Condensed Consolidated Statement of Other Comprehensive Income of the CIECH Group

PLN '000	01/01-30/09/2015	01/01-30/09/2014*
Net profit/(loss) on continuing operations	258,115	71,798
Profit/(loss) on discontinued operations	-	(17,154)
Net profit / (loss)	258,115	54,644
Other comprehensive income before tax that may be reclassified to profit or loss	9,375	(7,760)
Currency translation differences (foreign companies)	1,744	905
Cash flow hedge	7,603	(8,763)
Other components	28	98
Other comprehensive income before tax that may not be reclassified to profit or loss	-	-
Income tax attributable to other comprehensive income	(1,625)	1,880
Income tax attributable to other comprehensive income that may be reclassified to profit or loss	(1,625)	1,880
Other comprehensive income net of tax	7,750	(5,880)
TOTAL COMPREHENSIVE INCOME	265,865	48,764
Comprehensive income including attributable to:	292,146	48,764
Shareholders of the parent company	288,712	50,463
Non-controlling interest	3,434	(1,699)

*Restated data, the details of the changes are presented in point II.2 of this Report.

Detailed information on the components of Other Comprehensive Income has been presented in point II.12 of this Report.

The condensed consolidated statement of other comprehensive income of the CIECH Group should be analysed together with the notes which constitute an integral part of the condensed interim consolidated financial statements.

Condensed Consolidated Statement of Other Comprehensive Income of the CIECH Group

PLN '000	01/07-30/09/2015	01/07-30/09/2014*
Net profit/(loss) on continuing operations	119,332	37,010
Profit/(loss) on discontinued operations	-	(8,912)
Net profit / (loss)	119,332	28,098
Other comprehensive income before tax that may be reclassified to profit or loss	(5,565)	(4,410)
Currency translation differences (foreign companies)	3,955	2,461
Cash flow hedge	(9,562)	(6,873)
Other components	42	2
Other comprehensive income before tax that may not be reclassified to profit or loss	-	-
Income tax attributable to other comprehensive income	2,152	1,417
Income tax attributable to other comprehensive income that may be reclassified to profit or loss	2,152	1,417
Other comprehensive income net of tax	(3,413)	(2,993)
TOTAL COMPREHENSIVE INCOME	115,919	25,105
Comprehensive income including attributable to:	142,200	25,105
Shareholders of the parent company	139,898	25,959
Non-controlling interest	2,302	(854)

*Restated data, the details of the changes are presented in point II.2 of this Report.

Detailed information on the components of Other Comprehensive Income has been presented in point II.12 of this Report.

The condensed consolidated statement of other comprehensive income of the CIECH Group should be analysed together with the notes which constitute an integral part of the condensed interim consolidated financial statements.

3. Condensed Consolidated Statement of Financial Position of the CIECH Group

PLN '000	30/09/2015	31.12.2014
ASSETS		
Property, plant and equipment	2,160,008	2,036,738
Right of perpetual usufruct	31,665	32,357
Intangible assets, including:	114,212	116,516
- goodwill	62,124	62,387
Investment property	36,220	42,567
Non-current receivables	85,473	78,264
Investments in associates and jointly-controlled entities measured under the equity method	4,804	4,944
Other long-term investments	46,402	46,404
Deferred income tax assets	134,616	128,282
Total non-current assets	2,613,400	2,486,072
Inventory	303,704	257,770
Short-term investments	24	-
Income tax receivables	6,408	25,109
Trade and other receivables	466,946	383,962
Cash and cash equivalents	85,765	49,162
Non-current assets held for sale	3,383	3,622
Total current assets	866,230	719,625
Total assets	3,479,630	3,205,697
EQUITY AND LIABILITIES		
Share capital	287,614	287,614
Share premium	470,844	470,844
Cash flow hedge	(22,096)	(28,254)
Actuarial gains	(114)	(114)
Other reserve capitals	78,522	78,521
Currency translation reserve	(47,960)	(47,716)
Retained earnings	489,215	233,879
Equity attributable to shareholders of the parent	1,256,025	994,774
Non-controlling interest	(4,096)	(9,300)
Total equity	1,251,929	985,474
Loans, borrowings and other debt instruments	1,175,514	1,176,455
Finance lease liabilities	20,287	15,825
Other non-current liabilities	78,139	92,819
Employee benefits	12,991	12,720
Provisions (other long-term)	75,560	75,244
Deferred income tax liability	103,100	98,481
Total non-current liabilities	1,465,591	1,471,544
Loans, borrowings and other debt instruments	82,870	27,707
Finance lease liabilities	4,054	4,190
Trade and other liabilities	529,210	619,639
Income tax liabilities	57,302	34,813
Provisions (short-term provisions for employee benefits and other provisions)	88,674	62,330
Total current liabilities	762,110	748,679
Total liabilities	2,227,701	2,220,223
Total equity and liabilities	3,479,630	3,205,697

The condensed consolidated statement of financial position of the CIECH Group should be analysed together with the notes which constitute an integral part of the condensed interim consolidated financial statements.

4. Condensed Consolidated Statement of Cash Flows of the CIECH Group

PLN '000	01/01-30/09/2015	01/01-30/09/2014
Cash flows from operating activities		
Net profit/(loss) for the period	258,115	54,644
Adjustments		
Amortisation/depreciation	162,216	150,354
Recognition of impairment allowances	(27)	43,451
Foreign exchange (profit) /loss	11,981	1,834
Investment property revaluation	6,362	5,765
(Profit) / loss on investment activities	2,581	(7,859)
(Profit) / loss on disposal of property, plant and equipment	(1,030)	1,002
Dividends and interest	71,257	94,469
Income tax	32,748	35,554
(Profit) / loss on the settlement of construction contracts (caverns)	(4,524)	(5,978)
Share of (profit) / loss on equity accounted investees	(75)	(272)
Change in liabilities due to loan arrangement fee	5,814	4,082
Other adjustments	(6,927)	174
Cash from operating activities before changes in working capital and provisions	538,491	377,220
Change in receivables	(59,120)	24,378
Change in inventory	(45,928)	6,865
Change in current liabilities	(28,044)	(41,250)
Change in provisions and employee benefits	26,933	4,581
Cash generated from operating activities	432,332	371,794
Interest paid	(61,964)	(59,038)
Cash flows from construction contracts (caverns)	(3,119)	(2,813)
Income tax paid	3,905	(13,661)
Net cash from operating activities	371,154	296,282
Cash flows from investment activities		
Inflows	6,992	4,992
Disposal of intangible assets and property, plant and equipment	2,867	1,662
Disposal of investment property	310	704
Dividends received	623	1,304
Interest received	3,187	1,322
Other inflows	5	-
Outflows	(325,128)	(182,795)
Acquisition of a subsidiary (after deduction of acquired cash)	-	(350)
Cash outflow due to the loss of control of subsidiaries*	(3,443)	(11,387)
Acquisition of intangible assets and property, plant and equipment	(313,866)	(169,030)
Acquisition of financial assets	(28)	-
Acquisition of investment property	-	(33)
Development expenditures	(7,776)	(733)
Other outflows	(15)	(1,262)
Net cash from investment activities	(318,136)	(177,803)

PLN '000	01/01-30/09/2015	01/01-30/09/2014
Cash flows from financial activities		
Inflows	31,243	3,396
Net proceeds from shares and other capital instruments issue and capital premium	2,346	-
Proceeds from loans and borrowings	21,134	-
Subsidies received	4,914	3,396
Other financial inflows	2,849	-
Outflows	(47,938)	(162,528)
Repayment of "silent partnerships"	(42,902)	-
Redemption of debt securities	-	(160,000)
Payments of finance lease liabilities	(5,021)	(2,528)
Other financial outflows	(15)	-
Net cash from financial activities	(16,695)	(159,132)
Total net cash flows	36,323	(40,653)
Cash and cash equivalents as at the beginning of the period	49,162	105,593
<i>Impact of foreign exchange differences</i>	280	(2,396)
Cash and cash equivalents as at the end of the period	85,765	62,544

* This item includes cash and cash equivalents deconsolidated as a result of liquidating CIECH Polsin Pte. Ltd. in first quarter of 2015 and loss of control over Infrastruktura Kapuściska S.A. w upadłości likwidacyjnej (the consequence of the bankruptcy of the company) in first quarter of 2014.

The condensed consolidated statement of cash flows of the CIECH Group should be analysed together with the notes which constitute an integral part of the condensed interim consolidated financial statements.

5. Condensed Consolidated Statement of Changes in Equity of the CIECH Group

<i>PLN '000</i>	Share capital	Share premium	Cash flow hedge	Other reserve capitals	Actuarial gains	Currency translation reserve	Retained earnings	Equity attributable to shareholders of the parent company	Non-controlling interests	Total equity
Equity as at 01/01/2015	287,614	470,844	(28,254)	78,521	(114)	(47,716)	233,879	994,774	(9,300)	985,474
Transactions with shareholders of the parent company recognised in equity	-	-	-	1	-	(1,231)	50	(1,180)	1,770	590
Change in the Group's structure	-	-	-	1	-	(1,231)	50	(1,180)	1,770	590
Total comprehensive income for the period	-	-	6,158	-	-	987	255,286	262,431	3,434	265,865
Net profit/(loss)	-	-	-	-	-	-	255,258	255,258	2,857	258,115
Other comprehensive income	-	-	6,158	-	-	987	28	7,173	577	7,750
Equity as at 30/09/2015	287,614	470,844	(22,096)	78,522	(114)	(47,960)	489,215	1,256,025	(4,096)	1,251,929

The condensed consolidated statement of changes in equity of the CIECH Group should be analysed together with the notes which constitute an integral part of the condensed interim consolidated financial statements.

Condensed Consolidated Statement of Changes in Equity of the CIECH Group

<i>PLN '000</i>	Share capital	Share premium	Cash flow hedge	Other reserve capitals	Actuarial gains	Currency translation reserve	Retained earnings	Equity attributable to shareholders of the parent company	Non-controlling interests	Total equity
Equity as at 01/01/2014	287,614	470,844	(6,395)	78,521	74	(76,951)	157,781	911,488	(14,199)	897,289
Transactions with shareholders of the parent company recognised in equity	-	-	-	-	-	-	(61,256)	(61,256)	1,390	(59,866)
Dividends paid	-	-	-	-	-	-	(59,551)	(59,551)	-	(59,551)
Change in the Group's structure	-	-	-	-	-	-	(1,705)	(1,705)	1,390	315
Total comprehensive income for the period	-	-	(7,099)	-	-	1,352	56,210	50,463	(1,699)	48,764
Net profit/(loss)	-	-	-	-	-	-	56,112	56,112	(1,468)	54,644
Other comprehensive income	-	-	(7,099)	-	-	1,352	98	(5,649)	(231)	(5,880)
Equity as at 30/09/2014	287,614	470,844	(13,494)	78,521	74	(75,599)	152,735	900,695	(14,508)	886,187

The condensed consolidated statement of changes in equity of the CIECH Group should be analysed together with the notes which constitute an integral part of the condensed interim consolidated financial statements.

II. Notes to the Condensed Interim Consolidated Financial Statements of the CIECH Group

1. Basis for preparation of the condensed interim consolidated financial statements of the CIECH Group

The presented condensed interim consolidated financial statements for the period from 1 January to 30 September 2015, were approved by the Management Board of CIECH S.A. on 16 November 2015 to be published on 16 November 2015.

The presented consolidated financial statements have been prepared on a going concern basis by the CIECH Group.

These consolidated financial statements cover the financial statements of CIECH S.A., the parent company, and its subsidiaries (jointly referred to as 'the CIECH Group'; 'the Group'), as well as the Group's interests in associates.

The presented interim consolidated financial statements were drawn up in compliance with IAS 34 "Interim Financial Reporting" as approved by the European Union and the Regulation of the Minister of Finance dated 19 February 2009, with further amendments, on current and periodic information published by issuers of securities and the conditions of recognizing as equivalent the information required by the legal provisions of a country which is not a member state (Journal of Laws No. 33, item 259 from 2009).

The preparation of financial statements in compliance with International Financial Reporting Standards ("IFRS") requires the Management Board to exercise professional judgement, estimates and assumptions that impact the adopted accounting principles and the value of assets, liabilities, income and expenses presented. All estimates and related assumptions are based on historical experience and various other factors considered reasonable under the given circumstances, and the results of such estimates are the basis for professional judgement of the carrying amount of assets and liabilities, which does not result directly from other sources. Actual results may differ from these estimates.

The estimates and related assumptions are subject to regular verification. Revisions to accounting estimates are recognised in the period in which the estimates are revised, if such revisions apply solely to that period, or in the current period and future periods, if such revisions apply both to the current and future periods.

The Management Board's professional judgements, which have a significant impact on the consolidated financial statements, and the estimates bearing a risk of significant changes in future periods, have been presented in points II.11 and II.14 of this Report. During the current interim period there were no significant revisions to the estimated values presented in the previous reporting periods.

The Management Board of the Parent Company used its best judgement in selecting and interpreting the applicable standards, as well as in the selection of measurement methods and principles for particular items of the CIECH Group's consolidated financial statements as at 30 September 2015. Due diligence was exercised in preparing the tables and notes presented below. The financial statements as at 30 September 2015 present truly and fairly the financial position and the financial performance of the CIECH Group. Management Report gives a true view of the development and achievements and position of CIECH Group, including a description of the main threats and risks.

2. Adopted accounting principles

The CIECH Group's accounting principles are described in the Consolidated Annual Report of the CIECH Group for the year 2014, published on 23 March 2015. The aforementioned Report includes detailed information regarding the principles and methods of valuation of assets and liabilities and measurement of the financial result, as well as the method of preparing the financial statements and comparative information. These principles have been applied on a continuous basis with relation to currently published data, the last annual financial statements and comparative data, except for changes described below.

In 2015, the CIECH Group organized its assets in line with their current operating activity. From 1 January 2015, the CIECH Group introduced a new classification of its companies into reporting segments – a new transport segment was identified which includes two companies dedicated to road and rail transport in the CIECH Group – CIECH Cargo Sp. z o.o. and CIECH Transclean Sp. z o.o. So far, the results and assets of these companies were presented in the Soda Segment (CIECH Cargo Sp. z o.o.) and the Organic Segment (CIECH Transclean Sp. z o.o.). The CIECH Group restated corresponding figures, respectively. The accounting principles applied in segment reporting are in line with the Group's accounting policy based on the IFRS.

Additionally, the presentation of discontinued operations was changed and its results are presented in aggregate as 'Net profit (loss) from discontinued operations' in the Consolidated Statement of Profit or Loss. The CIECH Group has changed the respective comparatives as well.

The amendments to the IFRS which came into force from 1 January 2015 have had no significant impact on the consolidated financial statements of the CIECH Group.

The Group intends to adopt amendments to the IFRS that are published but not effective as at the date of publication of these consolidated financial statements in accordance with their effective date. The estimated impact of amendments

to the IFRS on the CIECH Group's future consolidated financial statements was presented in note II.3.3 of the Consolidated Annual Report of the CIECH Group for the year 2014 published on 23 March 2015. In the assessment of the Group, amendments to the IFRS that came into force between the date of publication of the consolidated financial statements for the year 2014 and the date of publication of this Report will not have a significant impact on the financial statements.

3. Functional and presentation currency and conversion principles

The Polish zloty (PLN) is the reporting currency of these consolidated financial statements. Unless indicated otherwise, the information in the consolidated financial statements has been presented in thousands of PLN (PLN '000). The functional currency of the parent company CIECH S.A. is the Polish zloty.

The functional currencies for significant foreign subsidiaries are:

- SDC Group and Ciech Group Financing AB – functional currency – EUR; presentation currency in the CIECH Group's consolidated financial statements – PLN
 - EUR exchange rate as at the balance sheet date 30 September 2015 PLN 4.2386 (30 September 2014 PLN 4.1755),
 - EUR average exchange rate (calculated as the arithmetic average of the average EUR exchange rates determined by the National Bank of Poland as at the last day of every month, i.e. from January to September) for the period from 1 January to 30 September 2015 PLN 4.1585 (comparable period: PLN 4.1803).
- CIECH Soda Romania S.A. – functional currency - RON; presentation currency in the CIECH Group consolidated financial statements – PLN
 - RON exchange rate as at the balance sheet date 30 September 2015 PLN 0.9600 (30 September 2014 PLN 0.9469),
 - RON average exchange rate (calculated as the arithmetic average of the average RON exchange rates determined by the National Bank of Poland as at the last day of every month, i.e. from January to September) for the period from 1 January to 30 September 2015 PLN 0.9382 (comparable period: PLN 0.9422).

4. Consolidated entities

Description of the organization of the CIECH Group

The parent of the CIECH Group is CIECH Spółka Akcyjna, with its registered office in Warsaw, 62 Wspólna Street, registered under number 0000011687 at the Regional Court for the capital city of Warsaw in Warsaw, 13th Commercial Department of the National Court Register.

The CIECH Group is a group of domestic and foreign manufacturing, distribution and trade companies operating in the chemical industry. As at 30 September 2015, it was composed of 37 business entities, including:

- the parent company CIECH S.A.,
- 31 subsidiaries, including:
 - 22 domestic subsidiaries,
 - 9 foreign subsidiaries,
- 2 domestic associates,
- 2 foreign associates,
- 1 foreign jointly-controlled entity.

The parent company has a branch CIECH S.A. in Romania, branch CIECH S.A. in Germany and conducts operations through its offices in Inowrocław and Nowa Sarzyna. A subsidiary CIECH Trading S.A. has a branch in Bydgoszcz.

The CIECH Group is composed of direct subsidiaries and associates, for which CIECH S.A. is the parent entity, as well as indirect subsidiaries and associates, whose parent entities are direct subsidiaries of CIECH S.A.

The actual core business of the CIECH Group comprises the production of chemical products and sales of chemical products manufactured by the CIECH Group. Apart from that, the CIECH Group sells chemical products acquired outside the Group.

Commercial activities are primarily conducted by CIECH S.A. and domestic and foreign commercial companies, which are CIECH S.A.'s subsidiaries while manufacturing activities are carried out by manufacturing plants which are CIECH S.A.'s subsidiaries.

In preparing the consolidated financial statements for three quarters of 2015, the following companies were consolidated.

List of consolidated companies and companies measured under the equity method for three quarters of 2015 and in the comparable period

Company/Group name	Consolidation method as at 30/09/2015 and CIECH S.A.'s control	Consolidation method as at 30/09/2014 and CIECH S.A.'s control	Share in equity as at 30/09/2015	Share in equity as at 30/09/2014	Business
1) CIECH S.A.	Parent	Parent	-	-	<ul style="list-style-type: none"> – the actual core business of the parent entity is sales of chemical products manufactured within the CIECH Group. – apart from that CIECH S.A. sells chemical products acquired outside the Group. – additionally, CIECH S.A. as a Parent Company conducts holding activity, manages a portfolio of subsidiaries, provides support services (in the area of sales, purchases, finance, IT) for selected companies in the Group, as well as conducts financial activity in the form of direct lending to the companies in the Group.
2) CIECH FINANCE Spółka z ograniczoną odpowiedzialnością	Subsidiary of CIECH S.A. - fully consolidated.	Subsidiary of CIECH S.A. - fully consolidated.	100%	100%	– implementing divestment projects concerning redundant fixed assets (property) and financial assets (shares in companies).
3) CIECH R&D Sp. z o.o. (until 31 March 2015 under the name Ciech Trademarks Sp. z o.o.)	Subsidiary of CIECH S.A. – fully consolidated on the level of the CIECH Group.	Indirect subsidiary of CIECH S.A. – fully consolidated on the level of the CIECH Group.	100%	100%	<ul style="list-style-type: none"> – granting licences to the CIECH Group companies to use the trademarks: 'Ciech', 'Ciech Trading' and 'Sól Kujawska naturalna czysta' for business activity purposes. – research and developments activities
4) Ciech Nieruchomości S.A. (until 18 June 2014 under the name Inowrocławskie Zakłady Chemiczne SODA MĄTWY S.A.)	Subsidiary of CIECH S.A. - fully consolidated.	Subsidiary of CIECH S.A. - fully consolidated.	100%	100%	– real property agency, real property management

Company/Group name	Consolidation method as at 30/09/2015 and CIECH S.A.'s control CIECH S.A.	Consolidation method as at 30/09/2014 and CIECH S.A.'s control	Share in equity as at 30/09/2015	Share in equity as at 30/09/2014	Business
the CIECH Trading Group					
5) CIECH Trading S.A. (until 26 October 2015 under the name Ciech Trading S.A.)	Subsidiary of CIECH S.A. – fully consolidated on the level of the CIECH Group.	Subsidiary of CIECH S.A. – fully consolidated on the level of the CIECH Group.	100%	100%	<ul style="list-style-type: none"> – wholesale and distribution of solid inorganic and organic chemicals, – wholesale and distribution of raw materials for household chemicals, – wholesale and distribution of raw materials for cosmetic and pharmaceutical products, – wholesale and distribution of fillers, pigments, raw materials for paints and varnishes, – wholesale and distribution of feed additives and fodder, – wholesale and distribution of acids, bases and other liquid chemicals
5.1) Janikowskie Zakłady Sodowe JANIKOSODA S.A.	Indirect subsidiary of CIECH S.A. – fully consolidated on the level of the CIECH Group.	Indirect subsidiary of CIECH S.A. – fully consolidated on the level of the CIECH Group.	100%	100%	<ul style="list-style-type: none"> – real property agency, real property management, public relations and communications, service activity related to office support, other 'out-of-school' forms of education, not elsewhere classified
CIECH Soda Polska Group					
6) CIECH Soda Polska S.A. (until 20 April 2015 under the name Soda Polska Ciech S.A.)	Subsidiary of CIECH S.A. – fully consolidated on the level of the CIECH Group.	Subsidiary of CIECH S.A. – fully consolidated on the level of the CIECH Group.	100%	100%	<ul style="list-style-type: none"> - production of other basic inorganic chemicals, - wholesale of chemical products, - power generation and distribution,
6.1) CIECH Cargo Sp. z o.o. (until 20 April 2015 under the name TRANSODA Sp. z o.o.)	Indirect subsidiary of CIECH S.A. – fully consolidated on the level of the CIECH Group.	Indirect subsidiary of CIECH S.A. – fully consolidated on the level of the CIECH Group.	100%	100%	<ul style="list-style-type: none"> - freight transport services

Company/Group name	Consolidation method as at 30/09/2015 and CIECH S.A.'s control CIECH S.A.	Consolidation method as at 30/09/2014 and CIECH S.A.'s control	Share in equity as at 30/09/2015	Share in equity as at 30/09/2014	Business
6.2) Sagrera Sp. z o.o.	-	Indirect subsidiary of CIECH S.A. – fully consolidated on the level of the CIECH Group. Sold on 18 September 2014	-	-	
6.3) Cerium Sp. z o.o.	Indirect subsidiary of CIECH S.A. – fully consolidated on the level of the CIECH Group.	-	100%	-	- the Company is the sole general partner of Cerium Sp. z o.o. SKA and Cerium Sp. z o.o. SK, its core operations comprise managing the business of those companies
6.4) Cerium Sp. z o.o. SKA	Indirect subsidiary of CIECH S.A. – fully consolidated on the level of the CIECH Group.	-	100%	-	- conducting financial activities, in particular comprising direct granting of loans and leasing of non-current assets to the CIECH Group companies.
6.4.1) CIECH Cerium Sp. z o.o. SK	Indirect subsidiary of CIECH S.A. – fully consolidated on the level of the CIECH Group.	-	100%	-	- financing activities
6.4.1.1) CIECH Soda Romania S.A. (until 28 April 2015 under the name S.C. Uzinele Sodice Govora – Ciech Chemical Group S.A.)	Indirect subsidiary of CIECH S.A. – fully consolidated on the level of the CIECH Group.	Indirect subsidiary of CIECH S.A. – fully consolidated on the level of the CIECH Group.	94.04%	93.19%	- production of other basic inorganic chemicals, - wholesale of chemical products
7) CIECH-POLSIN PRIVATE LIMITED	The Company was deleted from the ACRA Register of Businesses on 11 March 2015	Subsidiary of CIECH S.A. - fully consolidated. The company in liquidation.	-	98.00%	- wholesale and retail sale of a variety of goods in the Far East markets
8) CIECH Vitrosilicon S.A. (until 20 April 2015 under the name VITROSILICON S.A.)	Subsidiary of CIECH S.A. - fully consolidated	Subsidiary of CIECH S.A. - fully consolidated	100%	100%	- production of other basic inorganic chemicals, - manufacture of hollow glass and technical glassware, - manufacture of plastic packaging goods, - manufacture of other plastic products
9) CIECH Transclean Sp. z o.o. (until 10 April 2015 under the name Przedsiębiorstwo Transportowo-Usługowe TRANSCLEAN Sp. z o.o.)	Subsidiary of CIECH S.A. - fully consolidated	Subsidiary of CIECH S.A. - fully consolidated	100%	100%	- international transport of liquid chemicals, - tank truck and rail cisterns wash

Company/Group name	Consolidation method as at 30/09/2015 and CIECH S.A.'s control CIECH S.A.	Consolidation method as at 30/09/2014 and CIECH S.A.'s control	Share in equity as at 30/09/2015	Share in equity as at 30/09/2014	Business
The CIECH Sarzyna Group	Fully consolidated lower-tier Group	Fully consolidated lower-tier Group			
10) CIECH Sarzyna S.A. (until 18 March 2015 under the name Zakłady Chemiczne "Organika-Sarzyna" S.A.)	Lower-tier parent	Lower-tier parent	100%	99.64%	- manufacture of plastics, - manufacture of pesticides and other chemical products
10.1) Verbis KAPPA Sp. z o.o.	Indirect subsidiary of CIECH S.A. - full consolidation at lower tier.	Indirect subsidiary of CIECH S.A. - full consolidation at lower tier	100%	99.64%	- the company is the sole general partner of Verbis KAPPA Sp. z o.o. SKA, - other financial intermediation
10.2) Verbis KAPPA Sp. z o.o. SKA	Indirect subsidiary of CIECH S.A. - full consolidation at lower tier	Indirect subsidiary of CIECH S.A. - full consolidation at lower tier	100%	99.64%	- other financial intermediation
10.3) Algete Sp. z o.o.	Indirect subsidiary of CIECH S.A. - full consolidation at lower tier	Indirect subsidiary of CIECH S.A. - full consolidation at lower tier	100%	99.64%	- granting CIECH Sarzyna Group companies the license for using the trademark "Chwastox" for the purpose of the business
11) Ciech Pianki Sp. z o.o.	Subsidiary of CIECH S.A. - fully consolidated.	Subsidiary of CIECH S.A. - fully consolidated.	100%	100%	- manufacture of organic and other inorganic chemicals.
12) Ciech Group Financing AB	Subsidiary of CIECH S.A. - fully consolidated.	Subsidiary of CIECH S.A. - fully consolidated.	100%	100%	- conducting financial activities, particularly lending of funds by issuing bonds and other financial instruments with institutional and private investors as well as the direct lending of such funds to the companies of the Group and carrying out any other activities in support of such activities and the provision of related services.
13) Verbis ETA Sp. z o.o.	Subsidiary of CIECH S.A. - fully consolidated.	Subsidiary of CIECH S.A. - fully consolidated.	100%	100%	- the company is the sole general partner of Verbis ETA Sp. z o.o. SKA, - its main objective is to manage the activities of Verbis ETA Sp. z o.o. SKA
14) Verbis ETA Sp. z o.o. SKA	Subsidiary of CIECH S.A. - fully consolidated.	Subsidiary of CIECH S.A. - fully consolidated.	100%	100%	- conducting financial activities, particularly direct lending to the CIECH Group companies.

Company/Group name	Consolidation method as at 30/09/2015 and CIECH S.A.'s control CIECH S.A.	Consolidation method as at 30/09/2014 and CIECH S.A.'s control	Share in equity as at 30/09/2015	Share in equity as at 30/09/2014	Business
SDC Group	Fully consolidated lower-tier Group	Fully consolidated lower-tier Group			- manufacture of other basic inorganic chemicals, wholesale of chemical products,
15) SDC GmbH (until 4 May 2015 under the name Soda Deutschland Ciech GmbH)	Lower-tier parent	Lower-tier parent	100%	100%	- power generation and distribution.
15.1) Sodawerk Holding Stassfurt GmbH	Indirect subsidiary of CIECH S.A. - full consolidation at lower tier	Indirect subsidiary of CIECH S.A. - full consolidation at lower tier	100%	100%	
15.1.1) Sodawerk Stassfurt Verwaltungs GmbH	Indirect subsidiary of CIECH S.A. - full consolidation at lower tier	Indirect subsidiary of CIECH S.A. - full consolidation at lower tier	100%	100%	
15.1.2) CIECH Soda Deutschland GmbH&Co. KG (until 11 May 2015 under the name Sodawerk Stassfurt GmbH&Co.KG)	Indirect subsidiary of CIECH S.A. - full consolidation at lower tier	Indirect subsidiary of CIECH S.A. - full consolidation at lower tier	100%	100%	
15.1.2.1) KWG GmbH	Indirect subsidiary of CIECH S.A. - full consolidation at lower tier	Indirect subsidiary of CIECH S.A. - full consolidation at lower tier	100%	100%	
15.1.2.2) Kaverngesellschaft Stassfurt GbmH	Indirect associate of CIECH S.A. - measurement under the equity method at lower tier	Indirect associate of CIECH S.A. - measurement under the equity method at lower tier	50%	50%	

5. Significant effects of changes to the organizational structure of the CIECH Group in three quarters of 2015, including legal mergers, acquisitions or disposals of the group's entities, long-term investments, demergers, restructuring and discontinued operations

In three quarters of 2015 the following significant changes occurred in relation to companies in which CIECH S.A. owns a direct share, leading to changes in the structure of the CIECH Group:

Ciech-Polsin Private Limited

On 11 March 2015, Ciech-Polsin Private Limited with its registered office in Singapore was deleted from the register of businesses, as a result of which it was deconsolidated in the financial statements of the CIECH Group.

Zach-Ciech Sp. z o.o. w likwidacji

On 20 January 2015, Zach-Ciech Sp. z o.o. w likwidacji with its registered office in Chorzów was deleted from the Register of Businesses.

CIECH Sarzyna S.A.

On 12 May 2015, the Extraordinary General Meeting of Shareholders of CIECH Sarzyna S.A. adopted a resolution on mandatory shares buy back from minority shareholders. The mandatory buy back comprised 30,849 shares accounting for 0.363% of the share capital. The ownership of the shares was transferred to CIECH S.A. on 16 July 2015. As of 16 July 2015, CIECH S.A. owns 100% shares of CIECH Sarzyna S.A.

Cerium spółka z ograniczoną odpowiedzialnością spółka komandytowo-akcyjna

On 23 January 2015, the Court registered the share capital increase of Cerium spółka z ograniczoną odpowiedzialnością spółka komandytowo-akcyjna (hereafter: "Cerium sp. z o.o. SKA"). The share capital was increased based on the resolution of the Extraordinary General Meeting of Cerium sp. z o.o. SKA of 23 December 2014. The share capital was increased by PLN 1,369 thousand by issuing 1,368,625 B-series registered shares with a face value of PLN 1.00 each. The newly-issued shares were taken up by CIECH Soda Polska S.A. by private subscription, in exchange for a non-monetary contribution in the form of ownership rights to movables. The market value of the ownership rights to movables is PLN 136,863 thousand. The fair value of the ownership right to movables was determined based on the valuation of the non-monetary contribution performed by a property surveyor and the registered auditor's opinion. Share premium on the B-series shares of PLN 135,494 thousand was transferred to the Company's supplementary capital.

On 25 August, the Extraordinary General Meeting of Cerium sp. z o.o. SKA, decided to increase the share capital by PLN 10 thousand by issuing 10,000 C-series registered shares with a face value of PLN 1.00 each. The total issuing price of the C-series shares amounted to PLN 21,982 thousand. The newly-issued shares were offered in a private subscription addressed to the company Janikowskie Zakłady Sodowe JANIKOSODA S.A. The subscription right of the existing sole shareholder – CIECH Soda Polska S.A. was excluded. The newly-issued shares were covered by a non-monetary contribution in the form of all the rights and obligations due to Janikowskie Zakłady Sodowe JANIKOSODA S.A. in respect of its participation, as limited partner, in CIECH Cerium sp. z o.o. sp. k. The value of the non-monetary contribution was determined based on the valuation of the contribution as of 20 August 2015 prepared by an independent expert, and the opinion of an independent auditor on 24 August 2015, in the amount of PLN 21,982 thousand. The agreement on taking up C-series shares was concluded on 25 August 2015 and has applied as of that date. The agreement on the transfer of all the rights and obligations of the limited partner in the performance of the agreement on taking up C-series shares of 25 August 2015 was concluded on 25 August 2015 and as of that date, all the rights and obligations of the limited partner were transferred to Cerium sp. z o.o. SKA. On 10 September 2015, the Court registered the share capital increase of Cerium sp. z o.o. S.K.A (issue of C-series shares).

On 9 September 2015, the Extraordinary General Meeting of Cerium sp. z o.o. SKA decided to increase the share capital by PLN 10 thousand by issuing 10,000 D-series registered shares with a face value of PLN 1.00 each. The total issuing price of the D-series shares amounted to PLN 38,621 thousand. The newly-issued shares were offered in a private subscription addressed to CIECH S.A. The subscription right of the existing shareholder – CIECH Soda Polska S.A. was excluded. The newly-issued shares were covered by a non-monetary contribution in the form of money receivables against the CIECH Group Companies. The value of the non-monetary contribution was determined based on the valuation of the contribution as of 7 September 2015 prepared by an independent expert, and the opinion of an independent auditor, in the amount of PLN 36,621 thousand. The agreement on taking up D-series shares was concluded on 9 September 2015 and has applied as of that date. The agreement on the assignment of receivables by contributing them in-kind to Cerium sp. z o.o. SKA was concluded on 9 September 2015 and as of that date the receivables were transferred to Cerium sp. z o.o. SKA. On 29 September 2015, the Court registered the share capital increase of Cerium sp. z o.o. SKA (issue of D-series shares).

CIECH Soda Romania S.A.

On 15 January 2015, the Extraordinary Meeting of Shareholders of CIECH Soda Romania S.A. decided to withdraw the Company's shares from trading on the capital market, with the possibility of shareholders withdrawing from the Company on the terms set by law, and on increasing the share capital by RON 45,000 thousand through the issue of 180,000,000 shares with a value of RON 0.25 per share. Proceeds from the share issue will be used to implement the Company's strategic development plans. By decision of Autoritatea de Supraveghere Financiara (the equivalent of the Financial Supervisory Commission) with effect from 26 June 2015, the shares of CIECH Soda Romania S.A. were withdrawn from

trading on the capital market and stricken from the record of Autoritatea de Supraveghere Financiara. The capital increase was registered by the Romanian registration court on 11 August 2015.

On 4 September 2015, the Extraordinary General Meeting of Shareholders of CIECH Soda Romania S.A. adopted a resolution on increasing the share capital by a subscription of 1,760,000,000 new shares with a total value of RON 440,000 thousand. As a result of the subscription, the share capital of CIECH Soda Romania S.A. was increased from 445,201,363 shares with a total value of RON 111,300 thousand to 2,100,338,803 shares with a total value of RON 525,085 thousand. CIECH Cerium sp. z o. o. sp. k., which participated in the subscription, took up 1,655,137,440 new shares with a face value of RON 0.25 each, and with a total value of RON 413,784 thousand. Therefore, as a result of taking up the new shares, Cerium sp. z o. o. sp. k. owns 2,073,813,450 shares with a total face value of RON 518,453 thousand, which accounts for 98.7370% of the share capital of CIECH Soda Romania S.A. The capital increase was registered by the Romanian registration court on 26 October 2015.

CIECH Cerium spółka z ograniczoną odpowiedzialnością spółka komandytowa

On 22 June 2015 CIECH S.A. and other companies of the CIECH Group formed the company CIECH Cerium spółka z ograniczoną odpowiedzialnością sp. k. The founding partners are:

- CIECH S.A.- money contribution in the amount of PLN 10 thousand, the partnership's sum in the amount of PLN 10 thousand
- Janikowskie Zakłady Sodowe JANIKOSODA S.A.- money contribution in the amount of PLN 1 thousand, the partnership's sum in the amount of PLN 1 thousand
- Cerium sp. z o.o.- money contribution in the amount of PLN 1

The general partner, responsible for the liabilities of the Company without limitation, is Cerium sp. z o.o., and at the moment of the Company's formation, its limited partners responsible for the liabilities of the Company up to the amount of the sum of the partnership were: CIECH S.A. and Janikowskie Zakłady Sodowe JANIKOSODA S.A. The company was registered in the register of businesses on 29 June 2015.

On 23 July 2015, the Shareholders' Meeting of CIECH Cerium sp. z o.o. sp. k. adopted a resolution on increasing limited partners' contributions, i.e. contributions of the following companies:

- CIECH S.A. – by contributing a non-monetary contribution in the form of money receivables due to CIECH S.A. from CIECH Soda Romania S.A. The contributed receivables comprised the total principal of receivables with a total face value of EUR 86,022 thousand and interest due as at 23 July 2015 with a total face value of EUR 31,523 thousand the aggregate fair value of which – according to an expert valuation – amounted to PLN 100,600 thousand. Receivables contributed by CIECH S.A. were transferred to CIECH Cerium Sp. z o.o. sp. k. upon signing the agreement on transferring receivables, i.e. on 23 July 2015.
- Janikowskie Zakłady Sodowe JANIKOSODA S.A. – by contributing a non-monetary contribution in the form of 248,664,727 shares of CIECH Soda Romania S.A., with a face value of RON 0.25 each, with a total face value of RON 62,166 thousand which as at 23 July 2015 constituted 93.76% of the share capital of CIECH Soda Romania S.A., and whose fair value – based on an independent expert valuation – amounted to PLN 12,100 thousand. Shares contributed by this partner were transferred to CIECH Cerium sp. z o.o. sp. k. upon signing the agreement on transferring ownership of the shares, i.e. on 23 July 2015.

The increase in partners' contributions was registered in KRS (National Court Register) on 7 August 2015. At the same time an increase in the partnership's sum was registered, respectively: to the amount of PLN 5,000 thousand for CIECH S.A., and to the amount of PLN 500 thousand for Janikowskie Zakłady Sodowe JANIKOSODA S.A.

As a result of the agreement signed on 10 August 2015 on transferring all the rights and obligations of the limited partner signed by CIECH S.A. and Cerium sp. z o.o. SKA, on 10 August 2015, shares which had hitherto been allocated to CIECH S.A. were assigned to the new limited partner, Cerium sp. z o.o. SKA which is responsible for the Company's liabilities up to the amount of the partnership sum, i.e. PLN 5,000 thousand. Upon signing the agreement on transferring all the rights and obligations of the limited partner, CIECH S.A. ceased to be a partner of CIECH Cerium sp. z o.o. sp. k. The value of all the rights and obligations of the limited partner was determined based on the valuation prepared by an independent expert, and based on "Opinion of the assessment of fair value of all the rights and obligations of the limited partner under the company Ciech Cerium spółka z ograniczoną odpowiedzialnością spółka komandytowa due to CIECH Spółka Akcyjna" („Opinia z badania wartości godziwej Ogółu Praw i Obowiązków Komandytariusza spółki pod firmą CIECH Cerium spółka z ograniczoną odpowiedzialnością spółka komandytowa przysługującego spółce CIECH Spółka Akcyjna”) issued by an independent auditor on 5 August 2015, and amounted to PLN 100,097 thousand. The amendment to the agreement of Ciech Cerium Sp. z o.o. sp. k. in terms of changing the partner was made on 20 August 2015. The new partner was registered in KRS (National Court Register) on 10 September 2015.

On 20 August 2015, the Shareholders' Meeting of CIECH Cerium sp. z o.o. sp. k. adopted a resolution on Janikowskie Zakłady Sodowe JANIKOSODA S.A., its partner, making an additional contribution to the company, i.e. a non-monetary contribution in the form of 170,011,283 shares of CIECH Soda Romania S.A. with a face value of RON 0.25 each and a total face value of RON 42,503 thousand, which as at 20 August 2015, constituted 38.1875% of the share capital of CIECH Soda Romania S.A. The fair value determined based on valuation by an independent expert amounted to PLN 10,000 thousand. The shares contributed by Janikowskie Zakłady Sodowe JANIKOSODA S.A. were transferred to the company upon signing the agreement on transferring shares, i.e. on 20 August 2015. The increase in partner's contribution was registered in KRS (National Court Register) on 10 September 2015. At the same time an increase in

the partnership sums was registered to the amount of PLN 1,000 thousand for Janikowskie Zakłady Sodowe JANIKOSODA S.A.

On 25 August 2015, the Shareholders' Meeting of CIECH Cerium sp. z o.o. sp. k. adopted a resolution on amending the Company's Articles of Association, as a result of the agreement on transferring all the rights and obligations of the limited partner, signed on 25 August 2015. The agreement was concluded between Janikowskie Zakłady Sodowe JANIKOSODA S.A. and Cerium sp. z o.o. SKA. Therefore, the shares which used to be allocated to Janikowskie Zakłady Sodowe JANIKOSODA S.A. are now allocated to the limited partner, Cerium sp. z o.o. SKA, which is, consequently, responsible for liabilities of CIECH Cerium Sp. z o.o. sp. k. up to the partnership's sum of PLN 1,000 thousand (in aggregate, up to the amount of PLN 6,000 thousand). Upon signing the agreement on transferring all the rights and obligations of the limited partner, Janikowskie Zakłady Sodowe JANIKOSODA S.A. ceased to be a partner of CIECH Cerium sp. z o.o. sp. k. Cerium sp. z o.o. SKA was disclosed in KRS as the sole general partner, on 17 September of 2015.

On 29 September 2015, the Shareholders' Meeting of CIECH Cerium sp. z o.o. sp. k. adopted resolutions giving its consent to:

- its partner, Cerium sp. z o.o. SKA leaving the company as of the end of 30 September 2015, and reimbursing the current value of the contributions allocated to the partner which, according to an independent valuation as at 20 August 2015, amounted to PLN 122,050 thousand. The contributions were reimbursed on 30 September 2015;
- new limited partners joining the partnership as of 1 October 2015, i.e.:
 1. CIECH Sarzyna S.A., which made a money contribution to the partnership in the amount of PLN 40 thousand, and is responsible for the partnership's liabilities up to the partnership's sum in the amount of PLN 2,400 thousand;
 2. CIECH Vitrosilicon S.A., which made a money contribution to the partnership in the amount of PLN 15 thousand, and is responsible for the partnership's liabilities up to the partnership's sum in the amount of PLN 900 thousand;
 3. Ciech Pianki Sp. z o.o., which made a money contribution to the partnership in the amount of PLN 10 thousand, and is responsible for the partnership's liabilities up to the partnership's sum in the amount of PLN 600 thousand;
 4. CIECH Soda Polska S.A. made make a money contribution to the partnership in the amount of PLN 25 thousand, and is responsible for the partnership's liabilities up to the partnership's sum in the amount of PLN 1,500 thousand;
 5. CIECH Cargo Sp. z o.o., which made a money contribution to the partnership in the amount of PLN 10 thousand, and is responsible for the partnership's liabilities up to the partnership's sum in the amount of PLN 600 thousand.

Therefore, Cerium Sp. z o.o. SKA ceased to be a partner of CIECH Cerium sp. z o.o. sp. k. as of 1 October 2015. The change in the composition of shareholders was registered in KRS on 30 October 2015. The total amount of partnership's sums of CIECH Cerium sp. z o.o. sp. k. has not changed.

The remaining changes which occurred in the CIECH Group over the three quarters of 2015 resulted, among other things, from unifying the names of the Group companies for marketing and image-related purposes of the CIECH Group. The changes included the following companies:

Zakłady Chemiczne „Organika-Sarzyna” S.A. / CIECH Sarzyna S.A.

On 6 March 2015, the Extraordinary General Meeting of “Organika-Sarzyna” S.A. changed the Company's name from Zakłady Chemiczne “Organika-Sarzyna” S.A. to CIECH Sarzyna S.A. The new name is valid from the date of its registration by the Court, i.e. from 18 March 2015.

Soda Polska CIECH S.A. / CIECH Soda Polska S.A.

On 23 February 2015, the Extraordinary General Meeting of Soda Polska CIECH S.A. changed the Company's name from Soda Polska CIECH S.A. to CIECH Soda Polska S.A. The new name is valid from the date of its registration by the Court, i.e. from 20 April 2015.

TRANSCLEAN Sp. z o.o. / CIECH Transclean Sp. z o.o.

On 27 February 2015, the Extraordinary Meeting of Shareholders of TRANSCLEAN Sp. z o.o. changed the Company's name from TRANSCLEAN Sp. z o.o. to CIECH Transclean Sp. z o.o. The new name is valid from the date of its registration by the Court, i.e. from 10 April 2015.

Ciech Trademarks Sp. z o.o. / Centrum Badawczo-Rozwojowe Ciech Sp. z o.o. / CIECH R&D Sp. z o.o.

On 7 January 2015, the Extraordinary Meeting of Shareholders of Ciech Trademarks Sp. z o.o. changed the Company's name from Ciech Trademarks Sp. z o.o. to Centrum Badawczo-Rozwojowe Ciech Sp. z o.o. The new name was valid from the date of its registration by the Court, i.e. from 25 February 2015. On 27 February 2015, the Extraordinary Meeting of Shareholders of Centrum Badawczo-Rozwojowe Ciech Sp. z o.o. changed the Company's name from Centrum Badawczo-Rozwojowe Ciech Sp. z o.o. to CIECH R&D Sp. z o.o. The new name is valid from the date of its registration by the Court, i.e. from 31 March 2015.

Vitrosilicon S.A. / CIECH Vitrosilicon S.A.

On 23 February 2015, the Extraordinary General Meeting of Vitrosilicon S.A. changed the Company's name from Vitrosilicon S.A. to CIECH Vitrosilicon S.A. The new name is valid from the date of its registration by the Court, i.e. from 20 April 2015.

TRANSODA Sp. z o.o. / CIECH Cargo Sp. z o.o.

On 1 April 2015, the Extraordinary Meeting of TRANSODA Sp. z o.o. changed the Company's name to CIECH Cargo Sp. z o.o. The new name is valid from the date of its registration by the Court, i.e. from 20 April 2015.

Sodawerk Stassfurt GmbH & Co. KG / CIECH Soda Deutschland GmbH & Co. KG

On 16 April 2015, the Shareholders' Meeting decided to change the Company's name to CIECH Soda Deutschland GmbH & Co. KG. The new name is valid from the date of registration by the Court i.e. from 11 May 2015.

Soda Detschland Ciech GmbH / SDC GmbH

On 16 April 2015, the Shareholders' Meeting made a decision to change the Company's name to SDC GmbH. The new name is valid from the date of its registration by the Court, i.e. from 4 May 2015.

Uzinele Sodice Govora Ciech Chemical Group S.A. / CIECH Soda Romania S.A.

On 28 April 2015, the Court registered the Company's new name CIECH Soda Romania S.A.

Ciech Trading S.A. / CIECH Trading S.A.

On 26 June 2015, the Extraordinary General Meeting of Ciech Trading S.A. decided to change the spelling of the name of the company from Ciech Trading S.A. to CIECH Trading S.A. The new name of the company is valid from the date of its registration by the Court, i.e. from 26 October 2015.

In 2015, by decision of the Management Board of CIECH S.A. there changes were made in the organizational structure of CIECH S.A. consisting of the establishment of:

- Office in Nowa Sarzyna,
- Branch of CIECH S.A. in Germany.

which provide services to companies, inter alia, in the following areas: purchasing, accounting, controlling, finance, HR and payroll, organizational and legal, IT.

6. Financial data by operating segments

In CIECH Group operating segments were determined on the basis of internal reports concerning components of the Group that are subject to regular review by the Board, which is responsible for making operational decisions aim of allocating resources to each segment and assessing its performance. To the particular operating segment can be also classified a sale of products and goods that are a key assortment of other segments. These values however are not important from the point of view of controlling reporting for particular segments. Financing of the Group (including financial income and expenses and excluding interest on trade receivables and payables) and income tax are monitored at Group level and are not allocated to individual segments. The results of operating segments are evaluated by the Management Board of CIECH S.A. based on the level of sales, EBIT operating results and EBITDA level.

The tables below present data concerning revenues and costs as well as assets and liabilities of particular operating segments of the CIECH Group in the periods covered by the financial statements:

Grupa CIECH SEGMENTY OPERACYJNE 01.01.-30.09.2015 w tysiącach złotych	Soda Segment	Organic Segment	Silicates and Glass Segment	Transport Segment	Other operations Segment	Corporate functions - reconciliation item	Eliminations (consolidation adjustments)	TOTAL
Revenues from third parties	1,646,367	585,023	137,473	9,265	80,715	-	-	2,458,843
Revenue from inter-segment transactions	20,177	2,212	11	83,833	23,318	-	(137,697)	(8,146)
Total revenues	1,666,544	587,235	137,484	93,098	104,033	-	(137,697)	2,450,697
Cost of sales	(1,126,705)	(490,695)	(101,079)	(82,027)	(90,819)	-	101,964	(1,789,361)
Gross profit/(loss) on sales	539,839	96,540	36,405	11,071	13,214	-	(35,733)	661,336
Selling costs	(127,628)	(40,301)	(15,771)	-	(7,564)	(6,314)	53,473	(144,105)
General and administrative expenses	(34,086)	(14,707)	(4,356)	(4,248)	(4,224)	(33,698)	(18,960)	(114,279)
Result on management of receivables	(452)	2,587	3	14	106	-	-	2,258
Result on other operating activities	(13,027)	(8,880)	1,184	1,174	(7,847)	(3,842)	(1,751)	(32,989)
Operating profit/(loss)	364,646	35,239	17,465	8,011	(6,315)	(43,854)	(2,971)	372,221
Exchange differences and interest on trade settlements	(8,186)	(7,941)	74	(277)	(556)	-	-	(16,886)
Group borrowing costs	-	-	-	-	-	(72,077)	-	(72,077)
Result on financial activity (non-attributable to segments)	-	-	-	-	-	(616)	-	(616)
Share of profit / (loss) of equity-accounted investees	75	-	-	-	-	-	-	75
Profit/(loss) before tax	356,535	27,298	17,539	7,734	(6,871)	(116,547)	(2,971)	282,717
Income tax	-	-	-	-	-	-	-	(32,748)
Net profit/(loss) on continuing operations								249,969
Net profit/(loss) on discontinued operations	-	-	-	-	-	-	-	-
Net profit/(loss) for the period								249,969
Amortization/depreciation	117,110	26,018	11,255	4,586	258	2,989	-	162,216
EBITDA	481,756	61,257	28,720	12,597	2,089	(40,865)	(2,971)	534,437
<i>Normalized EBITDA*</i>	500,745	60,940	28,604	11,518	10,471	(30,994)	(1,286)	579,998

*Normalized EBITDA for 9 months ended 30 September 2015 is calculated as EBITDA adjusted by one-off events: change in provisions PLN -20.3 million, valuation of investment property: PLN -6.4 million, costs of acquiring financing PLN -6.0 million, result on liquidation of CIECH Polsin Pte. Ltd. PLN -2.8 million, other: PLN -1.8 million.

CIECH Group OPERATING SEGMENTS 01/01-30/09/2014** PLN'000	Soda Segment	Organic Segment	Silicates and Glass Segment	Transport Segment	Other operations Segment	Corporate functions - reconciliation item	Eliminations (consolidation adjustments)	TOTAL
Revenues from third parties	1,474,039	635,249	283,346	9,073	56,032	-	-	2,457,739
Revenue from inter-segment transactions	19,037	23	-	65,548	20,009	-	(104,617)	-
Total revenues	1,493,076	635,272	283,346	74,621	76,041	-	(104,617)	2,457,739
Cost of sales	(1,110,022)	(530,170)	(218,818)	(63,036)	(63,109)	-	71,986	(1,913,169)
Gross profit/(loss) on sales	383,054	105,102	64,528	11,585	12,932	-	(32,631)	544,570
Selling costs	(118,398)	(33,203)	(41,380)	-	(611)	(7,470)	38,821	(162,241)
General and administrative expenses	(41,409)	(17,000)	(3,846)	(3,082)	(3,367)	(33,146)	(6,004)	(107,854)
Result on management of receivables	1,245	(7,334)	(468)	12	(869)	-	-	(7,414)
Result on other operating activities	(9,358)	(10,132)	162	(2,365)	(14,374)	-	(373)	(36,440)
Operating profit/(loss)	215,134	37,433	18,996	6,150	(6,289)	(40,616)	(187)	230,621
Exchange differences and interest on trade settlements	(5,344)	(1,368)	(8,885)	(27)	480	-	-	(15,144)
Group borrowing costs	-	-	-	-	-	(98,769)	-	(98,769)
Result on financial activity (non-attributable to segments)	-	-	-	-	-	(685)	-	(685)
Share of profit / (loss) of equity-accounted investees	272	-	-	-	-	-	-	272
Profit/(loss) before tax	210,062	36,065	10,111	6,123	(5,809)	(140,070)	(187)	116,295
Income tax								(44,497)
Net profit/(loss) on continuing operations								71,798
Net profit/(loss) on discontinued operations								(17,154)
Net profit/(loss) for the period								54,644
Amortization/depreciation	111,667	22,959	8,700	4,173	85	2,770	-	150,354
EBITDA	326,801	60,392	27,696	10,323	(6,204)	(37,846)	(187)	380,975
<i>Normalized EBITDA*</i>	340,624	65,038	27,685	12,649	7,689	(37,846)	(188)	415,651

*Normalized EBITDA for 9 months ended 30 September 2014 is calculated as EBITDA adjusted by one-off events: impairment of assets: PLN -18.8 million, restructuring costs: PLN -2.3 million, change in provisions: PLN -7.6 million, valuation of investment property: PLN -5.8 million, other: PLN -0.1 million.

**Restated data, the details of the changes are presented in point II.2 of this Report.

CIECH Group
ASSETS AND LIABILITIES BY OPERATING SEGMENTS

30.09.2015 <i>w tysiącach złotych</i>	Soda Segment	Organic Segment	Silicates and Glass Segment	Transport Segment	Other operations Segment	Corporate functions - reconciliation item	Eliminations (consolidation adjustments)	TOTAL
Property, plant and equipment	1 706 618	326 048	73 926	46 642	255	6 519	-	2 160 008
Intangible assets, including:	77 228	30 641	1 310	-	604	4 381	48	114 212
- goodwill	47 015	15 070	39	-	-	-	-	62 124
Investments in associates and jointly-controlled entities measured under the equity method	4 804	-	-	-	-	-	-	4 804
Inventory	144 582	130 157	27 895	99	3 001	-	(2 030)	303 704
Trade receivables	196 090	71 395	24 105	16 741	18 817	-	(33 504)	293 644
Assets classified as held for sale	-	-	368	-	3 015	-	-	3 383
Other assets	-	-	-	-	-	599 875	-	599 875
Total assets	2 129 322	558 241	127 604	63 482	25 692	610 775	(35 486)	3 479 630

30.09.2015 <i>w tysiącach złotych</i>	Soda Segment	Organic Segment	Silicates and Glass Segment	Transport Segment	Other operations Segment	Corporate functions - reconciliation item	Eliminations (consolidation adjustments)	TOTAL
Trade liabilities	153 163	87 798	15 712	10 173	12 238	-	(29 596)	249 488
Other liabilities	-	-	-	-	-	1 978 213	-	1 978 213
Total liabilities	153 163	87 798	15 712	10 173	12 238	1 978 213	(29 596)	2 227 701

CIECH Group
ASSETS AND LIABILITIES BY OPERATING SEGMENTS

31/12/2014* PLN'000	Soda Segment	Organic Segment	Silicates and Glass Segment	Transport Segment	Other operations Segment	Corporate functions - reconciliation item	Eliminations (consolidation adjustments)	TOTAL
Property, plant and equipment	1,569,417	343,415	77,907	42,703	200	3,096	-	2,036,738
Intangible assets, including:	79,440	29,454	1,544	-	634	5,444	-	116,516
- <i>goodwill</i>	47,278	15,070	39	-	-	-	-	62,387
Investments in associates and jointly-controlled entities measured under the equity method	4,944	-	-	-	-	-	-	4,944
Inventory	109,052	118,840	28,136	96	2,319	-	(673)	257,770
Trade receivables	175,330	77,175	16,172	11,468	16,495	-	(28,620)	268,020
Assets classified as held for sale	-	-	368	-	3,254	-	-	3,622
Other assets	-	-	-	-	-	518,087	-	518,087
Total assets	1,938,183	568,884	124,127	54,267	22,902	526,627	(29,293)	3,205,697
31/12/2014* PLN'000	Soda Segment	Organic Segment	Silicates and Glass Segment	Transport Segment	Other operations Segment	Corporate functions - reconciliation item	Eliminations (consolidation adjustments)	TOTAL
Trade liabilities	209,406	96,870	17,039	12,888	14,784	-	(28,808)	322,179
Other liabilities	-	-	-	-	-	1,898,044	-	1,898,044
Total liabilities	209,406	96,870	17,039	12,888	14,784	1,898,044	(28,808)	2,220,223

*Restated data, the details of the changes are presented in point II.2 of this Report.

CIECH Group
OTHER FINANCIAL DATA BY OPERATING SEGMENTS

01/01-30/09/2015								
PLN'000	Soda Segment	Organic Segment	Silicates and Glass Segment	Transport Segment	Other operations Segment	Corporate functions - reconciliation item	Eliminations (consolidation adjustments)	TOTAL
Recognized impairment losses	(1,150)	(608)	(814)	(2)	(182)	-	-	(2,756)
Reversed impairment losses	1,974	4,060	1,603	16	422	-	-	8,075
Recognized impairment losses (non-attributable to segments)	-	-	-	-	-	(146)	-	(146)
Reversed impairment losses (non-attributable to segments)	-	-	-	-	-	676	-	676
Interest income attributable to segments	501	30	36	-	10	-	(334)	243
Interest income recognized under Corporate Functions	-	-	-	-	-	4,186	-	4,186
Interest expense attributable to segments	(271)	(378)	-	-	(35)	-	334	(350)
Interest expense recognized under Corporate Functions	-	-	-	-	-	(71 390)	-	(71,390)
01.01.-30.09.2014*								
<i>w tysiącach złotych</i>	Soda Segment	Organic Segment	Silicates and Glass Segment	Transport Segment	Other operations Segment	Corporate functions - reconciliation item	Eliminations (consolidation adjustments)	TOTAL
Recognized impairment losses	(10,386)	(8,430)	(468)	(2,382)	(7,685)	-	-	(29,351)
Reversed impairment losses	2,133	1,379	3,243	46	234	-	-	7,035
Recognized impairment losses (non-attributable to segments)	-	-	-	-	-	(2,198)	-	(2,198)
Reversed impairment losses (non-attributable to segments)	-	-	-	-	-	699	-	699
Interest income attributable to segments	91	1,855	45	-	747	-	(38)	2,700
Interest income recognized under Corporate Functions	-	-	-	-	-	2,458	-	2,458
Interest expense attributable to segments	(1,494)	(1)	(3)	-	(42)	-	38	(1,502)
Interest expense recognized under Corporate Functions	-	-	-	-	-	(94,802)	-	(94,802)

*Restated data, the details of the changes are presented in point II.2 of this Report.

**CIECH Group
INFORMATION ON GEOGRAPHICAL AREAS**

SALES REVENUES PLN'000	Poland	European Union (excluding Poland)	Other European countries	Africa	Asia	Other regions	TOTAL
01/01-30/09/2015	946,765	1,211,277	164,156	41,499	87,807	7,339	2,458,843
01/01-30/09/2014	981,502	1,150,581	128,843	133,996	37,912	24,905	2,457,739

30/09/2015 PLN'000	Poland	European Union (excluding Poland)	Other European countries	Africa	Asia	Other regions	TOTAL
Non-current assets other than financial instruments	1,511,887	929,556	-	-	-	-	2,441,443
Deferred income tax assets	134,616	-	-	-	-	-	134,616
Other assets	550,273	256,276	34,624	6,429	55,520	449	903,571
Total assets	2,196,776	1,185,832	34,624	6,429	55,520	449	3,479,630

31/12/ 2014 PLN'000	Poland	European Union (excluding Poland)	Other European countries	Africa	Asia	Other regions	TOTAL
Non-current assets other than financial instruments	1,380,060	940,364	-	-	-	-	2,320,424
Deferred income tax assets	124,315	3,967	-	-	-	-	128,282
Other assets	440,146	252,700	39,688	3,357	19,671	1,429	756,991
Total assets	1,944,521	1,197,031	39,688	3,357	19,671	1,429	3,205,697

7. Significant risk factors

In connection with its operational activities, CIECH group is exposed to a number of risks, including financial risks. The most important risk factors are detailed presented in the Annual Consolidated Report of the CIECH group for the year 2014 in the point I.4, which was published on 23 March 2015.

During three quarters of 2015, no new risks were identified, and there were no significant changes in the previously identified factors, except:

- Decrease of risk for trade unions to initiate collective dispute in SCD Group in connection with the signing on 23 April 2015 an agreement introducing new rules of remuneration and bonuses.
- Elimination of risk in the environment protection area, due to the fact that on 8 June 2015, the Marshal of Kujawsko-Pomorskie voivodship, issued a decision for extending the term of the integrated permit for EC Inowrocław for an indefinite period.
- CIECH Soda Deutschland GmbH&Co. KG disposes of production waste water based on a preliminary water permit issued by the authorities of Saxony-Anhalt in December 2014. Proceedings are pending for issuing the final decision – water permit for disposing of production waste water and post-cooling water to River Bode (the current water permit is valid until 31 December 2015). Moreover, in December 2014, the authorities of Saxony-Anhalt land amended the water permit issued to CIECH Soda Deutschland GmbH&Co. KG in respect of the parameter called “toxicity to fish spawn” (Gei) and ability to use the so-called “salt formula”, which could consequently lead to an increase in the fees for discharge of waste water of EUR 640 thousand / year (starting from 2012). The company complained to the Administrative Tribunal in Magdeburg against these decisions of the authorities of Saxony-Anhalt and created financial provisions in case the increased fee becomes payable.

During three quarters of 2015, there were no significant changes in relation to the Group's policy for risk management.

Exposure to currency risk

The table below presents the estimated balance-sheet currency exposure of the CIECH Group in euro as at 30 September 2015 due to financial instruments (excluding figures of the SDC Group and Ciech Group Financing AB, because Euro is their functional currency):

Exposure to currency risk in EUR	(EUR '000)	Impact on statement of profit or loss	Impact on statement of other comprehensive income
Assets			
Loans granted to SDC Group*	56,304	X	
Trade receivables	19,497	X	
Cash including bank deposits	1,711	X	
Liabilities			
Trade liabilities	(15,407)	X	
Bond liabilities (subject to hedge accounting)	(245,000)		X
Loans and borrowings	(6,536)	X	
Hedging Instruments: forward contracts (subject to hedge accounting)	(13,500)		X
Total exposure	(202,931)		

* The loan granted to the SDC Group is eliminated in the consolidated financial statements, nevertheless it exposes CIECH Group to currency risk because the Group's functional currency is PLN.

The table contains an analysis of the sensitivity of individual items of statement of financial position to EUR exchange rate changes as at 30 September 2015:

Analysis of sensitivity to foreign exchange rate changes	(PLN '000)*	Impact on statement of profit or loss	Impact on statement of other comprehensive income
Currency items of statement of financial position	(1,894)	556	(2,450)
Hedging Instruments: forward contracts	(135)		(135)

* for exchange rate increase of EUR/PLN rate by 1 grosz

The table below presents the estimated balance-sheet currency exposure of the CIECH Group in USD as at 30 September 2015:

Exposure to currency risk in USD	(USD '000)	Impact on statement of profit or loss	Impact on statement of other comprehensive income
Assets			
Trade and other receivables	14,685	X	
Bank deposits	6,040	X	
Liabilities			
Trade and other liabilities	(1,517)	X	
Hedging Instruments: forward contracts	(3,400)		X
Total exposure	15,808		

The table contains an analysis of the sensitivity of individual items of statement of financial position to USD exchange rate changes as at 30 September 2015:

Analysis of sensitivity to foreign exchange rate changes	(PLN '000)*	Impact on statement of profit or loss	Impact on statement of other comprehensive income
Currency items of statement of financial position	192	192	-
Hedging Instruments: forward contracts	(34)	-	(34)

* for exchange rate increase of USD/PLN rate by 1 grosz

CIECH Group applies hedge accounting principles. There were no changes in the presentation or valuation in this area compared to previous period. The effectiveness tests, which were performed at the balance sheet date, have shown that hedge accounting is effective.

8. Information on fair value of financial instruments

a) Financial instruments measured at fair value

As at 30 September 2015, the CIECH Group had the following financial instruments measured at fair value: interest rate swap, USD/PLN forward and EUR/PLN forward.

The fair value of interest rate swap is measured as the difference between discounted interest cash flows (cash flows based on the variable interest rate, the so-called floating leg, and cash flows based on the fixed interest rate, the so-called fixed leg). The input data is the market interest rate from Reuters. The fair value of the currency forward is determined as a difference between the transaction rate and the forward rate at the valuation date multiplied by the nominal value of the contract in the foreign currency. Input data to the valuation is the market interest rate and spot exchange rate from Reuters, based on which the forward rate is calculated.

The fair value of the interest rate swap as at 30 September 2015 was negative and amounted to PLN -3,447 thousand net (PLN 2,105 thousand – other non-current liabilities; PLN 1,342 thousand – other current liabilities).

The fair value of the USD/PLN forward as at 30 September 2015 was positive and amounted to PLN 24 thousand, the fair value of the EUR/PLN forward as at 30 September 2015 was negative and amounted to PLN -900 thousand – the fair value of these financial instruments was presented in other current liabilities. According to the fair value hierarchy, it is Level 2.

During three quarters of 2015 there were no transfers within the fair value hierarchy of instruments measured at fair value. There have been also no changes in the classification of financial instruments, nor in business conditions that could affect the fair value of financial assets or liabilities.

b) Financial instruments not measured at fair value

The CIECH Group issued foreign and domestic bonds, whose carrying amount as of 30 September 2015 was PLN 1,198,457 thousand and fair value to PLN 1,274,031 thousand.

For the remaining financial instruments of the CIECH Group (classified mainly as cash, loans and receivables, financial liabilities measured at amortized cost and financial liabilities) their fair value was close to their carrying amount.

9. Information on non-standard and non-routine transactions concluded with related entities by CIECH S.A. or its subsidiaries

Non-standard or non-routine transactions with related parties were concluded within the CIECH Group during three quarters of 2015. They were described in detail in point II.5. of this report.

10. Information on loan and borrowing sureties or guarantees granted by CIECH S.A. or its subsidiaries**Sureties and guarantees granted and valid as at 30 September 2015**

Beneficiary's name	Total amount of liabilities covered by guarantee/surety in whole or in specific part		Guarantee period	Financial terms, including guarantee fee due to the company	Principal	Nature of relations between CIECH S.A. and the principal
	currency '000	PLN '000				
CIECH S.A. and selected subsidiaries in Poland, Germany and Romania.						
Deutsche Trustee Company Limited; bond holders*	EUR 379,750 (guarantee provided up to the amount of 155% of liabilities related to the issuance of foreign bonds in the amount of 245,000 thousand EUR)	1,609,608	Until full redemption of bonds (max term 30/11/2019)	Commission of 0.55% p.a of the difference between the limit of the guarantee collateralized by assets and a surplus of the guarantee limit; collateral of liabilities due to bonds issued.	The Ciech Group Financing AB	Subsidiary
CIECH S.A.						
Anwil S.A.	PLN 15,000	15,000	30/06/2016	Commission of 1.5% p.a. of the guaranteed liability; collateral pertaining to liability.	CIECH Trading S.A.	Subsidiary
Alwernia S.A.	PLN 1,000	1,000	Liabilities incurred and outstanding up to 31.12.2015	Commission of 1.5% p.a. of the guaranteed liability; collateral pertaining to liability.	CIECH Trading S.A.	Subsidiary
Spolana a.s.	EUR 1,500	6,358	Liabilities incurred and outstanding up to 31/12/2015	Commission of 1.5% p.a. of the guaranteed liability; collateral pertaining to liability.	CIECH Trading S.A.	Subsidiary
BASF Polska Sp. z o.o., BASF SE	EUR 10,000	42,386	Maximum till 12/03/2017	Guarantee for certain liabilities and warranties made by Infrastruktura Kapuściska S.A. w upadłości likwidacyjnej within the Agreement for Sale and Transfer of TDI assets to BASF.	Infrastruktura Kapuściska S.A. w upadłości likwidacyjnej	-
Bioagra-Oil S.A.	PLN 250	250	30/09/2015 (expired)	Commission of 1.5% p.a. of the guaranteed liability; collateral pertaining to liability.	CIECH Trading S.A.	Subsidiary
Bank Pekao S.A.	EUR 5,000	21,193	23/12/2015	Commission of 0.4% p.a. of the guaranteed liability; collateral pertaining to liability.	CIECH Soda Deutschland GmbH&Co.KG	Subsidiary
Siemens Industrial Turbomachinery s.r.o.	EUR 1,753	7,430	Lease instalments outstanding by 30/04/2019	Commission of 0.4% p.a. of the guaranteed liability; collateral pertaining to liability.	KWG GmbH	Subsidiary
Grupa Azoty Zakłady Azotowe Kędzierzyn S.A.	EUR 200	848	30/09/2016	Commission of 1.5% p.a. of the guaranteed liability; collateral pertaining to liability.	CIECH Trading S.A.	Subsidiary

Beneficiary's name	Total amount of liabilities covered by guarantee/surety in whole or in specific part		Guarantee period	Financial terms, including guarantee fee due to the company	Principal	Nature of relations between CIECH S.A. and the principal
	currency '000	PLN '000				
BZ WBK Faktor Sp. z o.o.	PLN 18,000	18,000	No time limit	Commission of 1.5% p.a. of the guaranteed liability; collateral pertaining to liability.	CIECH Trading S.A.	Subsidiary
BZ WBK Faktor Sp. z o.o.	PLN 49,500	49,500	No time limit	Commission of 1.5% p.a. of the guaranteed liability; collateral pertaining to liability.	CIECH Finance Sp. z o.o.	Subsidiary
PGE Polska Grupa Energetyczna S.A.	PLN 10,000	10,000	31/12/2016	Commission of 1.5% p.a. of the guaranteed liability; collateral pertaining to liability.	CIECH Soda Romania S.A.	Subsidiary
VITROBUDOWA Sp. z o.o.	PLN 67,035	67,035	90 calendar days from signing the final acceptance protocol	Commission of 1.5% p.a. of the guaranteed liability; collateral pertaining to liability.	CIECH Vitrosilicon S.A.	Subsidiary
Total amount of guarantees and sureties granted		1,848,608				

* The guarantee covered by the mortgages and pledges established on the assets belonging to guarantors.

11. Provisions and impairment allowances on assets

During three quarters of 2015, there were the following changes (recognition, use and reversal) of provisions and impairment allowances on assets* in the consolidated financial statements of the CIECH Group:

Provision increase (PLN'000)	01/01-30/09/2015	01/01-30/09/2014
Provision for employee benefits and bonuses	1,182	2,252
Provision for environmental protection	840	1,423
Provision for liabilities (costs) and expected losses	40,331	11,666
TOTAL	42,353	15,341

Provision decrease (including use and reversal) (PLN'000)	01/01-30/09/2015	01/01-30/09/2014
Provision for employee benefits and bonuses	859	2,259
Provision for environmental protection	950	22,431
Provision for liabilities (costs) and expected losses	14,004	16,242
TOTAL	15,813	40,932

Impairment of assets (increase) (PLN'000)	01/01-30/09/2015	01/01-30/09/2014
Impairment of intangible assets	-	12,149
Impairment of current receivables	2,229	28,955
Impairment of property, plant and equipment	116	2,348
Impairment of short-term financial assets	-	24,602
Impairment of long-term financial assets	-	11
Impairment of inventory	1,691	3,667
TOTAL	4,035	71,733

Provision decrease (including use and reversal) (PLN'000)	01/01-30/09/2015	01/01-30/09/2014
Impairment of property, plant and equipment	1,368	196,140
Impairment of intangible assets		6,077
Impairment of current receivables	7,198	20,871
Impairment of short-term financial assets	-	-
Impairment of inventory	9,539	6,467
TOTAL	18,105	229,556

* including: in 2014 the impairment allowances concerning the change to the Group's structure (loss of control over Infrastruktura Kapuściska S.A. w upadłości likwidacyjnej as a consequence of the company's bankruptcy).

Provision increase (PLN'000)	01/07-30/09/2015	01/07-30/09/2014
Provision for employee benefits and bonuses	294	551
Provision for environmental protection	282	1,173
Provision for liabilities (costs) and expected losses	3,496	10,818
TOTAL	4,072	12,541

Provision decrease (including use and reversal) (PLN'000)	01/07-30/09/2015	01/07-30/09/2014
Provision for employee benefits and bonuses	322	446
Provision for environmental protection	404	1,083
Provision for liabilities (costs) and expected losses	10,841	392
TOTAL	11,567	1,921

Impairment of assets (increase) (PLN'000)	01/07-30/09/2015	01/07-30/09/2014
Impairment of intangible assets	-	4
Impairment of current receivables	811	2,574
Impairment of short-term financial assets	-	2,792
Impairment of inventory	427	(183)
TOTAL	1,237	5,188

Provision decrease (including use and reversal) (PLN'000)	01/07-30/09/2015	01/07-30/09/2014
Impairment of property, plant and equipment	1,233	324
Impairment of current receivables	95	6,162
Impairment of inventory	445	1,825
TOTAL	1,774	8,312

12. Notes to the Condensed Consolidated Statement of Other Comprehensive Income of the CIECH Group

Tax effect of each component of other comprehensive income of the CIECH Group

PLN '000	01/01-30/09/2015			01/01-30/09/2014		
	Before tax	Tax	After tax	Before tax	Tax	After tax
Currency translation differences (foreign companies)	1,744	(180)	1,564	905	216	1,121
Cash flow hedge	7,603	(1,445)	6,158	(8,763)	1,664	(7,099)
Other components of other comprehensive income	28	-	28	98	-	98
Other comprehensive income net of tax	9,375	(1,625)	7,750	(7,760)	1,880	(5,880)

Income tax and reclassification adjustments in other comprehensive income

Other comprehensive income before tax <i>PLN '000</i>	change in the period	01/01- 30/09/2015	change in the period	01/01- 30/09/2014
Currency translation differences (foreign companies)	-	1,744	-	905
- remeasurement for the current period	1,744	-	905	-
Cash flow hedge	-	7,603	-	(8,763)
- fair value remeasurement in the period	564	-	(20,942)	-
- reclassification to profit or loss	7,039	-	12,179	-
Other components of other comprehensive income	-	28	-	98
- remeasurement for the current period	28	-	98	-
Income tax attributable to other components of other comprehensive income	-	(1,625)	-	1,880
- accrued for the current period	(288)	-	4,194	-
- reclassification to profit or loss	(1,337)	-	(2,314)	-
Other comprehensive income net of tax	-	7,750	-	(5,880)

13. Information on purchase and disposal of property, plant and equipment and commitments for the acquisition of property, plant and equipment

In the period from 1 January to 30 September 2015 the CIECH Group carried out the following transactions increasing and decreasing the gross value of property, plant and equipment:

MOVEMENTS IN FIXED ASSETS 01/01-30/09/2015 in PLN'000	Land	Buildings, offices and land and water engineering facilities	Machinery and equipment	Means of transport	Other fixed assets	Fixed assets under construction	Fixed assets, TOTAL
Gross value of fixed assets at the beginning of the period	81,725	820,081	2,151,629	95,334	38,920	247,458	3,435,147
Purchase	-	1,317	1,867	1,672	366	5,222	10,444
Capital expenditures	-	-	-	-	-	253,269	253,269
Modernization	-	1,856	26,336	1,326	21	-	29,539
Adoption of investments	-	38,403	77,552	297	2,084	-	118,336
Adopted components	-	2,314	3,079	-	-	-	5,393
Adopted under finance leases	-	-	-	6,422	-	6,422	12,844
Capitalization of borrowing costs	-	-	-	-	-	18,158	18,158
Reclassifications	-	-	-	-	-	(164,912)	(164,912)
Currency translation differences	(215)	(256)	(1,027)	121	40	(443)	(1,780)
Sales	-	(130)	(4,424)	(4,916)	(1,060)	(260)	(10,790)
Liquidation	-	(810)	(5,426)	(41)	(29)	-	(6,306)
Changes in the capital group structure	-	-	(92)	(206)	(416)	-	(714)
Other increase/decrease	-	(64)	(1,815)	(1)	-	-	(1,880)
Gross value of fixed assets at the end of the period	81,510	862,711	2,247,679	100,008	39,926	364,914	3,696,748

Purchases were made with own financial resources or in the form of a finance lease. The liabilities assumed for the acquisition of property, plant and equipment amounted to PLN 142,460 thousand.

14. Information on changes in contingent liabilities or contingent assets and other matters

14.1 Significant disputed liabilities of the CIECH Group

As at 30 September 2015, the total value of significant disputed liabilities of CIECH S.A. and the subsidiaries of CIECH S.A., pursued in all types of proceedings before court, body appropriate for arbitration proceedings or public administration bodies represents less than 10% of CIECH S.A.'s equity.

A detailed description of significant disputed liabilities of CIECH S.A. and subsidiaries of CIECH S.A., pursued in all types of proceedings in front of court, body appropriate for arbitration proceedings or public administration bodies has been provided in point II.42.1 of Consolidated Annual Report of CIECH Group for 2014, which was published on 23 March 2015. There have been no significant changes in this regard from that date.

14.2 Significant disputed receivables of the CIECH Group

As at 30 September 2015, the total value of significant disputed receivables of CIECH S.A. and subsidiaries of CIECH S.A., pursued in all types of proceedings before court, body appropriate for arbitration proceedings or public administration bodies represents less than 10% of CIECH S.A.'s equity.

A detailed description of significant disputed receivables of CIECH S.A. and subsidiaries of CIECH S.A., pursued in all types of proceedings in front of court, body appropriate for arbitration proceedings or public administration bodies has been provided in point II.42.2 of Consolidated Annual Report of CIECH Group for 2014, which was published on 23 March 2015. There have been no significant changes in this regard from that date.

14.3 Contingent assets and contingent liabilities including guarantees and sureties

PLN '000	30/09/2015	31/12/2014
1. Contingent assets	18,864	18,864
- other contingent receivables	18,864	18,864
2. Other contingent liabilities	726,344	736,918
- guarantees and sureties granted*	613,537	616,968
- other**	112,807	119,950

* including mainly:

- contingent liability resulting from - granted by CIECH S.A., CIECH Soda Romania S.A. and selected subsidiaries in Poland and Germany - guarantee of liabilities related to bonds issued by CIECH Group Financing AB (the guarantee was granted to the amount of 155% bonds payable amount of EUR 245 million; the amount of contingent liability is 55% of bonds payable amount)

**including mainly:

- contingent liability in CIECH Soda Romania S.A. resulting from a claim filed by the employees of CIECH Soda Romania S.A. – the amount of PLN 19,313 thousand (RON 20,118 thousand);
- contingent liability in the SDC Group relating to environmental protection in the amount of PLN 15,276 thousand (EUR 3,642 thousand);
- contingent liability in CIECH Soda Polska S.A. resulting from environmental penalties in the amount of PLN 30,914 thousand;
- contingent liabilities in CIECH Soda Polska S.A. resulting from blank promissory notes for the National Fund for Environmental Protection and Water Management relating to subsidies received in the event of a potential financial adjustment in the amount of PLN 45,864 thousand.

Other contingent liabilities as at 30 September 2015 amounted to PLN 726,344 thousand, which is a decrease of PLN 10,574 thousand compared with 31 December 2014.

The change in the value of contingent liabilities compared with their value as at 31 December 2014 results from:

- reclassification in the company CIECH Soda Romania S.A., of contingent liability in respect of VAT payable in the amount of PLN 10 037 thousand (RON 10,554 thousand) to the provisions;
- the subsidy received by CIECH Soda Polska S.A. under the program "Reduction of dust emission in CHP Inowrocław through the modernization of electrostatic cauldrons" amounting to PLN 2 693 thousand;
- change in the RON exchange rate applied by CIECH Soda Romania S.A. to translate the contingent liability connected with the lawsuit filed by the employees of CIECH Soda Romania S.A. – the amount of change PLN 181 thousand;
- change in the EUR exchange rate applied by CIECH Soda Deutschland Group to translate, among other things, a potential liability due to the reclamation of ponds, which will be recognised if the waste management regulations become applicable – the amount of change PLN -86 thousand;
- change in the EUR exchange rate applied to translate the contingent liability in respect of granted guarantee of liabilities related to the issuance of foreign bonds - the amount of change PLN -3,194 thousand;

- change in the EUR exchange rate applied by CIECH S.A. to translate the guarantee for certain liabilities and warranties made by Infrastruktura Kapuściska S.A. w upadłości likwidacyjnej within the Agreement for Sale and Transfer of TDI assets to BASF – the amount of change PLN -237 thousand;
- other changes in contingent liabilities of PLN 106 thousand.

14.4 Letters of support

As at 30 September 2015, CIECH S.A. was the obliged party in the following letters of support:

- Letter of support (*Patronatserklärung*) regarding CIECH Soda Deutschland GmbH&Co. KG with its registered office in Staßfurt, granted to RWE Gasspeicher GmbH ("RWE"), relating to liabilities of CIECH Soda Deutschland GmbH&Co. KG resulting from the agreement dated 5 May 2009 on salt caverns construction for the purpose of natural gas storage on the mining field Staßfurt according to which, until 30 September 2015, CIECH Soda Deutschland GmbH&Co. KG received payments of EUR 34.8 million from RWE. In the letter of support CIECH S.A. has committed, among other things, to ensure that CIECH Soda Deutschland GmbH&Co. KG will have sufficient funds to fulfil its financial commitments against RWE resulting from the above-mentioned agreement.

15. Discontinued operations and non-current assets classified as held for sale

Discontinued operations

The accounting principles applied in preparing the statement of profit or loss for discontinued operations are in line with the Group's accounting policy. The results of discontinued operations include:

For the period from 1 January to 30 September 2015:

There were no discontinued operations at the CIECH Group.

For the period from 1 January to 30 September 2014:

- the result on the loss of control over the Infrastruktura Kapuściska Group in connection with the declaration of its bankruptcy made by the Court on 14 March 2014 amounted to PLN 7,828 thousand. Due to the lack of the Company's data as at the date of declaration of its bankruptcy, its deconsolidation from the consolidated statement of the CIECH Group was based on the figures recognized on 31 December 2013.
- impairment of receivables and loans granted to Infrastruktura Kapuściska S.A. w upadłości likwidacyjnej in the amount of PLN 33,962 thousand.
- deferred tax asset in the amount of PLN 8,943 thousand, in respect of temporary differences between the carrying value and the tax share of Infrastruktura Kapuściska S.A. w upadłości likwidacyjnej.
- the result on the sale of Sagrera Sp. z o.o. In the amount of PLN 37 thousand.

Statement of profit or loss for discontinued operations:

PLN '000	01/01-30/09/2014
Other operating income	7,828
Other operating expenses	(9,360)
Operating profit/(loss)	(1,532)
Financial income	37
Financial expenses	(24,602)
Net financial income/expenses	(24,565)
Profit/(Loss) before tax	(26,097)
Income tax	8,943
Profit/(loss) on discontinued operations	(17,154)
including:	
Net profit/(loss) attributable to shareholders of the parent company	(17,154)
Net profit/(loss) attributable to non-controlling interests	-

Earnings/(loss) per share (in PLN) from discontinued operations:

Basic	(0.33)
Diluted	(0.33)

Assets and liabilities classified as held for sale

As at 30 September 2015, the following assets were classified by the CIECH Group as "Non-current assets held for sale":

- CIECH Vitrosilicon S.A. presented property, plant and equipment in the amount of PLN 368 thousand (land located in the town of Iłowa) redundant from the point of view of the enterprise; a potential buyer of the land is now being sought. These assets are presented in the "Silicates and glass segment".
- CIECH Trading S.A. presented an installation acquired from Infrastruktura Kapuściska S.A. w upadłości likwidacyjnej (total carrying value of PLN 3,015 thousand). These assets are presented in the "Other operations segment".

As at 31 December 2014 the following assets were classified as "Assets held for sale":

- CIECH Vitrosilicon S.A. presented property, plant and equipment in the amount of PLN 368 thousand (land located in the town of Iłowa) redundant from the point of view of the enterprise; a potential buyer of the land is now being sought. These assets are presented in the "Silicates and glass segment".
- CIECH Trading S.A. presented an installation acquired from Infrastruktura Kapuściska S.A. w upadłości likwidacyjnej (total carrying value of PLN 3,015 thousand). These assets are presented in the "Other operations segment".
- Ciech Nieruchomości S.A. presented investment properties in the amount of PLN 239 thousand. These assets are presented in the "Other operations segment".

16. Information on loan agreements, including overdue debts or other violations of debt-related agreements

In the period covered by these financial statements none of the loan agreements was called to maturity nor were there any violations of payment terms for repayment of capital or interest due in relation to financial liabilities recognized in the statement of financial position.

All information concerning the financing conditions, which result from the agreements and arrangements with the banks, are presented in the Consolidated Annual Report of CIECH Group for 2014, which was published on 23 March 2015.

17. Information on non-consolidated subsidiaries and associates

When selecting entities for consolidation, the Management Board of the parent company applied the materiality principle in respect of their financial data (in line with the IFRS conceptual framework) in order to comply with the requirement of true and fair view of the economic and financial standing and financial result of the Group.

The total share of data of subsidiaries not covered by consolidation under the full method due to their irrelevance, in relation to the total values of the CIECH Group for the period from 1 January 2015 to 30 September 2015 does not exceed 1% of total consolidated assets of the Group and consolidated net revenues from sales of goods and products and financial operations.

Aggregated data of associates which were not measured under the equity method for the period from 1 January 2015 to 30 September 2015 does not exceed 1% of the total consolidated equity of the Group.

18. Information on related party transactions

Transactions between the parent, CIECH S.A., and its subsidiaries were eliminated during consolidation and have not been presented in this section.

Detailed information about transactions between the CIECH Group and other related entities (i.e. companies controlled by the parent company at the highest level in relation to CIECH S.A. – Kulczyk Investments S.A. or not consolidated companies of the CIECH Group) are presented below:

TRANSACTIONS BETWEEN CONSOLIDATED ENTITIES AND OTHER RELATED ENTITIES <i>PLN '000</i>	01/01-30/09/2015	01/01-30/09/2014
Revenues from sales of products and services	4,510	4,210
Revenues from sales of goods and materials	95,918	83,017
Other operating income	14	14
Financial income	877	2,208
Purchase of products, goods and materials	12,520	985
Purchase of services	56,845	43,583
Other operating expenses	5	-
Financial expenses	30	15
		39

TRANSACTIONS BETWEEN CONSOLIDATED ENTITIES AND OTHER RELATED ENTITIES PLN '000	01/01-30/09/2015	01/01-30/09/2014
Receivables, loans granted etc.	20,406	13,132
Impairment write-downs of receivables and claims	-	-
Liabilities, loans received etc.	9,322	5,384

Terms of transactions with related entities

Sales to and purchases from related entities are realised at market prices. Overdue liabilities and receivables are not secured and are settled in cash or by set-off. Receivables from related entities have not been secured by any guarantees granted or received besides described below.

During three quarters of 2015 (and in the comparative period) there were only typical transactions (apart from the transactions described in point II.9) between the companies of the CIECH Group related to current activity of the parent CIECH S.A. and its subsidiaries.

19. Seasonality and cyclicity of the operations of CIECH S.A. and the CIECH Group

Seasonality resulting from periodic demand and supply fluctuations has little impact on the general sales trends in the CIECH Group. Products clearly influenced by seasonality include plant protection chemicals. Most plant protection chemicals are used in the first half of the year, i.e. the period of intensive plant growth, when approx. 90% of the total sale of these products is realised. Furthermore, in the soda segment, a seasonal relationship between the volume of some products sold and the progress of winter can be observed. A mild winter is reflected in a decrease in the sale of calcium chloride and other products (anti-ice, salt and chloride mix, waste salt), while the influence on the sale of salt is indirect. In the case of other products, the Group's revenues and results are not influenced by any significant seasonal fluctuations during the business year. As a result, seasonality plays a relatively small role in the Group's overall sales.

20. Information on the issue, redemption and repayment of debt securities and equity securities in the CIECH Group

Issues of equity securities which were carried out by companies in the CIECH Group in three quarters of 2015 are described in point II.5 of this Report. Companies in the CIECH Group did not carry out any issues, repurchases or repayments of debt securities in this period.

On 5 June 2014, CIECH S.A. purchased all 16,000 bonds series 01. The bonds were issued by CIECH S.A. on 5 December 2012. The average purchase price of each bond was PLN 10,287.96. The redemption value (the average unit price increased by the amount of interest) of each bond was PLN 10,671.91, and the total value of transaction was PLN 170,751 thousand.

21. Earnings per share

Data concerning profit and shares, which is the basis for calculating basic and diluted earnings per share, has been presented below:

PLN '000	01/01-30/09/2015	01/01-30/09/2014
Net profit (loss) from continuing operations attributable to the shareholders of the parent	255,258	73,266
Net profit (loss) from discontinued operations attributable to the shareholders of the parent	-	(17,154)

Pcs.	30/09/2015	30/09/2014
Weighted average number of issued ordinary shares used in calculation of basic earnings per share	52,699,909	52,699,909
Weighted average number of issued ordinary shares used in calculation of diluted earnings per share	52,699,909	52,699,909

in PLN	01/01-30/09/2015	01/01-30/09/2014
Basic earnings per share (continuing operations)	4.84	1.39
Basic earnings per share (discontinued operations)	-	(0.33)
Diluted earnings per share (continuing operations)	4.84	1.39
Diluted earnings per share (discontinued operations)	-	(0.33)

22. Information on events after the balance-sheet date

On 8 October 2015, the Supervisory Board of CIECH S.A. elected Mr Sebastian Kulczyk as its Chairman.

On 26 October 2015, the Supervisory Board of CIECH S.A. appointed Mr Artur Król as a Management Board Member of CIECH S.A.

On 7 October 2015, the Extraordinary General Shareholders' Meeting of CIECH S.A. gave its consent to CIECH S.A. or its subsidiaries obtaining financing in the form of issuing bonds on international markets or on the Polish market or taking bank loans, or a combination of different financing instruments mentioned above. The total amount of financing shall not exceed PLN 1,750,000 thousand or the equivalent of this amount in Euro. The Extraordinary General Shareholders' Meeting authorized the Management Board of CIECH S.A. to specify all other terms and conditions of the financing and gave its consent to the establishment of adequate security in connection therewith. Details of the resolutions passed by the Extraordinary General Shareholders' Meeting have been published in the current report no. 34/2015 of 7 October 2015.

On 29 October 2015, a loan agreement was signed between CIECH S.A. as the borrower, the subsidiaries CIECH Soda Polska S.A., CIECH Sarzyna S.A. and CIECH Soda Deutschland GmbH & Co. KG as guarantors and other CIECH S.A. subsidiaries as temporary guarantors (Janikowskie Zakłady Sodowe Janikosoda S.A., CIECH Vitrosilicon S.A., Ciech Nieruchomości S.A., CIECH Transclean sp. z o.o., CIECH Trading S.A., Ciech Pianki sp. z o.o., CIECH Cerium spółka z ograniczoną odpowiedzialnością sp. k., Cerium spółka z ograniczoną odpowiedzialnością SKA, SDC GmbH, Sodawerk Holding Staßfurt GmbH, Sodawerk Staßfurt Verwaltungs-GmbH) and Bank Handlowy w Warszawie S.A., Bank Millennium S.A., Bank Zachodni WBK S.A., Credit Agricole Bank Polska S.A., HSBC Bank Polska S.A., Industrial and Commercial Bank of China (Europe) S.A. Branch in Poland, and Powszechna Kasa Oszczędności Bank Polski S.A. The agreement concerns refinancing of the present financial debt of the CIECH Group, financing of the costs of refinancing and financing of general corporate purposes of CIECH S.A. Under the agreement, two other CIECH S.A. subsidiaries may also sign the agreement as guarantors: – KWG-Kraftwerksgesellschaft Staßfurt mbH and CIECH Soda Romania S.A. (the former not later than within 3 days after the first payment of loans under the loan agreement, and the latter by 29 February 2016).

Under the loan agreement, the lenders provided the following loans to CIECH S.A. (on the condition that documents required to make the funds available are provided to the lenders):

- a fixed-term loan in two currencies (PLN and EUR) up to the total amount of PLN 1,340,000 thousand, granted by the lenders for: (i) refinancing of debt resulting inter alia from the issue of secured senior bonds in the amount of EUR 245,000 thousand by a CIECH S.A. subsidiary – Ciech Group Financing AB, (ii) refinancing of debt resulting from a top priority revolving loan agreement up to the amount of PLN 100,000 thousand, (iii) refinancing of the remaining debt of CIECH S.A. resulting from other loans, (iv) financing of costs of refinancing, and (v) financing of general corporate purposes of CIECH S.A. (a fixed-term loan);
- a revolving loan in PLN up to the total amount of PLN 250,000 thousand granted by lenders for the financing of general corporate purposes and working capital of the CIECH Group, excluding acquisition and early repayment of the fixed-term loan;

Interest on the Loans is variable and based on WIBOR / EURIBOR plus a margin dependent on the ratio of net debt to operating result plus amortization and depreciation (EBITDA). The initial level of the margin is 1.5%.

The funds will be made available to CIECH S.A. on the condition that the lenders are provided with standard documents and certificates, including legal opinions, certificates of no tax arrears and insurance policies, and that the loan terms and conditions are not violated by the date of payment.

The main terms and conditions for loan repayment include:

1. amortization of 14.93% of the fixed-term loan amount on each of the following dates: 30 December 2018, 30 December 2019 and 30 September 2020, repayment of the remaining part on the fifth anniversary of the first payment of the fixed-term loan;
2. repayment of the working capital loan at the end of the interest period selected by CIECH S.A. for a particular utilized amount, with an automatic rollover of the utilized amount to the following interest periods;
3. significant events of default that entitle the lenders to demand early loan repayment:
 - a lack of repayment of amounts due to lenders;
 - violation of a financial ratio defined in the loan agreement;
 - a lack of repayment of the refinanced debt by 31 December 2015;
 - a lack of redemption of series 02 bonds by 5 December 2017;
 - discontinuation of all or a significant part of the activities by CIECH S.A.;
 - non-compliance with the law;
4. the final repayment date of the fixed-term loan and the revolving loan - the fifth anniversary of the date of signing the loan agreement.

The loans were secured with guarantees granted by each guarantor and temporary guarantor to each lender in the amount of 125% of the maximum exposure of a given lender in a given currency; at the same time, the total amount of

guarantees granted by each guarantor and temporary guarantor shall not exceed 125% of the amount of the Loans. No separate remuneration has been provided for guarantors and temporary guarantors for granting the guarantees. In the period up to redemption of PL Bonds, security of the loans granted under the loan agreement will comprise the security established by CIECH S.A., guarantors, temporary guarantors and successive guarantors in order to secure parallel debt created based on the agreement between creditors signed on 28 November 2012, including:

1. mortgages on the real estate of some subsidiaries of CIECH S.A.;
2. pledges (registered and financial pledges in the case of companies resident in Poland and equivalent security in Germany and Romania) on shares or rights of partners in partnerships held by guarantors, temporary guarantors and successive guarantors;
3. registered pledges on real estate and other assets of CIECH S.A., guarantors and temporary guarantors resident in Poland;
4. financial pledges on the rights to funds deposited on bank accounts of CIECH S.A., guarantors, temporary guarantors and successive guarantors (including security that is equivalent to financial pledge in Germany and Romania);
5. assignment of rights under insurance policies issued with respect to assets constituting the security and assignment of rights arising from intercompany loans or other debt instruments or significant commercial contracts of CIECH S.A., selected guarantors and temporary guarantors;
6. statements of submission to enforcement made by CIECH S.A., guarantors and temporary guarantors resident in Poland;
7. powers of attorney to bank accounts of CIECH S.A., guarantors and temporary guarantors resident in Poland;

In accordance with the loan agreement, when the redemption of PL Bonds by CIECH S.A. is completed, the guarantees granted by temporary guarantors shall be released (the guarantees granted by guarantors and successive guarantors will remain valid), and the package of security for the lenders' debt will be limited to the following:

1. pledges (registered and financial pledges in the case of companies resident in Poland and equivalent security in Germany and Romania) on shares held by guarantors and successive guarantors;
2. a registered pledge on movables and other assets of CIECH S.A.;
3. financial pledges on the rights to funds deposited on bank accounts of CIECH S.A., guarantors and successive guarantors (including security that is equivalent to financial pledge in Germany and Romania);
4. statements of submission to enforcement made by CIECH S.A. and guarantors.

Under the loan agreement CIECH S.A. and the guarantors are also obliged to (inter alia):

1. comply with the restrictions concerning disposing with their assets defined in the agreement, except for the allowed disposals specified in the agreement;
2. not to pay dividend when the level of the financial ratio defined in the loan agreement is exceeded;
3. not to incur financial debt and not to grant loans when the level of the financial ratio defined in the loan agreement is exceeded.

Details of the loan agreement are presented in current report no. 38/2015 of 30 October 2015.

On 30 October 2015, Ciech Group Financing AB informed of its intention to proceed with the early purchase and redemption of secured bonds with a nominal value of EUR 245,000,000 issued on 28 November 2012 with an original maturity date in 2019. The early redemption is to take place on 30 November 2015. In accordance with the provisions of the Indenture agreement (the details are presented in current report no. 61/2012), the total amount required for the purposes of bond redemption on 30 November 2015 is EUR 263,426 thousand. The notification further says that the early purchase and redemption of the bonds will be executed on the condition that the lenders pay out loans under the above-mentioned loan agreement in an amount not lower than the equivalent of the redemption amount (details are provided in the current report no. 40/2015 of 30 October 2015).

III. Management Report

1. The most important events in the CIECH Group in three quarters of 2015

New names of companies in the CIECH Group

In 2015, by decision of the Management Board of CIECH S.A., the names of the Group's members were unified for the marketing and image-building purposes of the CIECH Group.

The changes affected the following companies:

Former name	New name
Soda Polska Ciech S.A.	CIECH Soda Polska S.A.
S.C. Uzinele Sodice Govora - Ciech Chemical Group S.A.	CIECH Soda Romania S.A.
Sodawerk Stassfurt GmbH & Co. KG	CIECH Soda Deutschland GmbH & Co. KG
Zakłady Chemiczne "Organika-Sarzyna" S.A.	CIECH Sarzyna S.A.
Vitrosilicon S.A.	CIECH Vitrosilicon S.A.
TRANSODA Sp. z o.o.	CIECH Cargo Sp. z o.o.
TRASCLEAN Sp. z o.o.	CIECH Transclean Sp. z o.o.
Ciech Trademarks Sp. z o.o.	CIECH R&D Sp. z o.o.

Soda segment

Completion of the first stage of the development of the Inowrocław soda plant production capacity – project SODA +200

Modernisation of the production facilities is one of the basic pillars of the CIECH Group's development. The most important project pursued in 2015 was the development of the production capacity of the soda plant in Inowrocław from 600 to 800 thousand tonnes per year. The first stage of the investment called SODA +200 project resulted in an increase in the plant's annual capacity of 60 thousand tonnes of finished goods. According to recent estimates, the total value of the SODA +200 programme amounts to approx. PLN 300 million. At the same time, in the near-by plant in Janikowo, an investment aimed at intensifying the production of salt was completed. As a result, the production of these goods increased from 1 thousand to 1.7 thousand tonnes per day. This is in response to the market demand, and as a result, the plant in Janikowo will process all brine into high-quality salt.

Significant agreement for the purchase of power coal

On 13 May 2015, CIECH Soda Polska S.A. concluded an agreement for the purchase of power coal with Kompania Węglowa S.A. The agreement relates to the sale of power coal by Kompania Węglowa S.A. to CIECH Soda Polska S.A. on the basis of FCA Kompania Węglowa S.A. mine stations, according to Incoterms 2010. The agreement was concluded for an unspecified period, but the terms of trade and the volume being purchased were determined only for 2015. The estimated value of the contract based on the adopted pricing formula and the current prices of the product over the period of 5 years amounts to approximately PLN 340,000 thousand. Detailed information on the agreement was provided in the current report No. 10/2015 on 13 May 2015.

Change of the auditor

On 26 May 2015, Supervisory Board of CIECH S.A. adopted a resolution to change entity authorised to the half-year review and to audit separate financial statements of CIECH S.A. and consolidated financial statements of CIECH Group for the year 2015, simultaneously selecting a new entity to perform above reviews - PricewaterhouseCoopers Sp. z o.o. with its registered office in Warsaw. Moreover Supervisory Board has appointed PricewaterhouseCoopers Sp. z o.o. with its registered office in Warsaw as entity authorised to the half-year review and to audit separate financial statements of CIECH S.A. and consolidated financial statements of CIECH Group for the years 2016 and 2017.

Changes in the Management and Supervisory Boards

On 22 July 2015, the Supervisory Board of CIECH S.A. dismissed Mr. Dariusz Krawczyk from the position of Chairman of the Board without giving the reason of dismissal. At the same time, from the date of 22 July 2015, the Supervisory Board appointed Mr Maciej Tybura for the position of Chairman of the Board. Mr Maciej Tybura previously held the position of Board Member.

Due to the death of Mr Jan Kulczyk, PhD., the Chairman of the Supervisory Board of CIECH S.A., on 26 August 2015, the Extraordinary Shareholders' Meeting appointed Mr Sebastian Kulczyk as a member of the Supervisory Board of CIECH S.A.

2. Description of the achievements of the CIECH Group in the period from 1 January to 30 September 2015 and description of the factors and events that have a significant impact on the financial result**2.1 Basic financial data**

During three quarters of 2015, the CIECH Group generated a net profit from continuing operations of PLN 258,115 thousand, the net balance of cash and cash equivalents increased by PLN 36,323 thousand, and the total assets as at the end of the third quarter of 2015 amounted to PLN 3,479,630 thousand.

The table below presents selected financial data and basic financial ratios for three quarters of 2015 and 2014.

Selected financial data

PLN '000	01/01- 30/09/2015	01/01- 30/09/2014	Change % 2015/2014	Change 2015/2014
CONTINUING OPERATIONS				
Sales revenues	2,458,843	2,457,739	0.0%	1,104
Cost of sales	(1,789,361)	(1,913,169)	6.5%	123,808
Gross profit/(loss) on sales	669,482	544,570	22.9%	124,912
Selling costs	(144,105)	(162,241)	11.2%	18,136
General and administrative expenses	(114,279)	(107,854)	(6.0%)	(6,425)
Other operating income/expense	(30,731)	(43,854)	29.9%	13,123
Operating profit/(loss)	380,367	230,621	64.9%	149,746
Net financial income/expenses	(89,579)	(114,598)	21.8%	25,019
Share of profit of equity-accounted investees	75	272	(72.4%)	(197)
Income tax	(32,748)	(44,497)	26.4%	11,749
Net profit/(loss) on continuing operations	258,115	71,798	259.5%	186,317
DISCONTINUED OPERATIONS				
Net profit/(loss) on discontinued operations	-	(17,154)	-	17,154
Net profit / (loss)	258,115	54,644	372.4%	203,471
including:				
Net profit/(loss) attributed to non-controlling interest	2,857	(1,468)	-	4,325
Net profit/(loss) attributable to shareholders of the parent company	255,258	56,112	354.9%	199,146
EBITDA from continuing operations	542,583	380,975	42.4%	161,608
Normalized EBITDA from continuing operations*	579,998	415,651	39.5%	164,347

*Excluding one-off events, the more important of which are described in point II.6 of this Report.

PLN '000	30/09/2015	31/12/2014	30/09/2014	Change % 2015/ 31/12/2014	Change 2015/ 31/12/2014
Total assets	3,479,630	3,205,697	3,090,207	8.5%	273,933
Total non-current assets	2,613,400	2,486,072	2,232,397	5.1%	127,328
Total current assets including:	866,230	719,625	857,810	20.4%	146,605
- inventory	303,704	257,770	209,769	17.8%	45,934
- current receivables	473,354	409,071	548,888	15.7%	64,283
- cash and cash equivalents	85,765	49,162	62,544	74.5%	36,603
- short-term investments	24	-	34,000	-	24
- non-current assets held for sale	3,383	3,622	2,609	(6.6%)	(239)
Total equity	1,251,929	985,474	886,187	27.0%	266,455
Equity attributable to shareholders of the parent	1,256,025	994,774	900,695	26.3%	261,251
Non-controlling interest	(4,096)	(9,300)	(14,508)	56.0%	5,204
Total non-current liabilities	1,465,591	1,471,544	1,411,874	(0.4%)	(5,953)
Total current liabilities	762,110	748,679	792,146	1.8%	13,431

PLN '000	01/01-30/09/2015	01/01-30/09/2014	Change % 2015/2014	Change 2015/2014
Net cash flows from operating activities	371,154	296,282	25.3%	74,872
Net cash flows from investment activities	(318,136)	(177,803)	(78.9%)	(140,333)
Net cash flows from financial activities	(16,695)	(159,132)	89.5%	142,437
Total net cash flows	36,323	(40,653)	-	76,976
<i>including free cash flows</i>	<i>53,018</i>	<i>118,479</i>	<i>(55.3%)</i>	<i>(65,461)</i>

	01/01-30/09/2015	01/01-30/09/2014	Change 2015/2014
CONTINUING OPERATIONS			
Earnings per share (in PLN)	4.84	1.39	3.45
Net return on sales	10.5%	2.9%	7.6 p.p.
EBIT %	15.5%	9.4%	6.1 p.p.
EBITDA %	22.1%	15.5%	6.6 p.p.
Normalized EBITDA %*	23.6%	16.9%	6.7 p.p.

*Excluding one-off events, the more important of which are described in point II.6 of this Report.
Source: CIECH S.A.

Calculation principles (as per data for continuing activities):

Earnings per share – net profit or (loss) / weighted average number of ordinary shares outstanding for a given period (in accordance with the definition of IAS 33 'Earnings per share');

Net profitability – net profit or (loss) for a given period / net revenues from sales of products, services, goods and materials in a given period;

EBIT% – operating profit for a given period / net revenues from sales of products, services, goods and materials in a given period;

EBITDA% – (operating profit + amortization/depreciation for a given period) / net revenues from sales of products, services, goods and materials for a given period;

Normalized EBITDA % – EBITDA excluding one-off events the more important of which are described in point II.6 / net revenues from sales of products, services, goods and materials for a given period.

2.2 Sales revenues

Consolidated sales revenues of the CIECH Group for the first quarter of 2015 amounted to PLN 2,458,843 thousand. In comparison with the prior year, revenues increased by PLN 1,104 thousand. The changes were mainly due to the market factors.

The positive contributors to the presented sales revenues were as follows:

- increase in the prices of soda, reinforcement of USD, in comparison to PLN and RON,
- higher volumes of sales of soda,
- increase in the sale of baking soda to more profitable segments,
- competitive prices of European soda manufacturers in relation to the import from North America,
- increase in the volume of sale of epoxy resins and the volume of sales of saturated polyester resins,
- stable sale prices for polyurethane foams.

The negative contributors to the presented sales revenues were as follows:

- high supply and intensive activities of competitors on the salt market, pressure on reducing prices,
- decrease in electricity prices in Germany,
- decrease in the sale prices of epoxy resins and saturated polyester resins related to the low level of prices of raw materials, strong competition on the plant protection products market, intensive activities of new distributors, low purchasing activity of farmers,
- no trading sales of sulphur (completion of the contract with the Azoty Group for supplies of the product).

Due to the change in the presentation of operating segments in the CIECH Group, the activity of the Group in three quarters of 2015 concentrated on four business segments: soda, organic, silicates and glass, and on the transport segment. These segments generate in total more than 90% of the Group's sales revenues. The structure of sales revenues by business segment has not changed significantly in comparison with 2014. Invariably, the greatest share in the revenue was attributed to the sales of soda segment products, i.e. 67.8%.

Sales revenues – business segments

PLN '000	Trzy kwartały 2015	Trzy kwartały 2014*	Zmiana	Zmiana %	% udziału przychodach ogółem 2015	% udziału przychodach ogółem 2014
Soda segment, including:	1,666,544	1,493,076	173 468	11.6%	67.8%	60.7%
Dense soda ash	935,779	825,657	110 122	13.3%	38.1%	33.6%
Light soda ash	322,327	281,587	40 740	14.5%	13.1%	11.5%
Salt	129,038	123,996	5 042	4.1%	5.2%	5.0%
Baking soda	114,127	113,112	1 015	0.9%	4.6%	4.6%
Energy	87,907	62,796	25 111	40.0%	3.6%	2.6%
Gaz**	43,069	34,916	8 153	23.4%	1.8%	1.4%
Calcium chloride	12,456	16,402	(3 946)	(24.1%)	0.5%	0.7%
Other products	1,664	15,573	(13 909)	(89.3%)	0.1%	0.6%
Revenues from inter-segment transactions	20,177	19,037	1 140	6.0%	0.8%	0.8%
Organic segment, including:	587,235	635,272	(48 037)	(7.6%)	23.9%	25.8%
Resins	274,548	260,137	14 411	5.5%	11.2%	10.6%
Polyurethane foams	164,113	170,643	(6 530)	(3.8%)	6.7%	6.9%
Plant protection chemicals	137,144	195,985	(58 841)	(30.0%)	5.6%	8.0%
Other	9,218	8,484	734	8.7%	0.4%	0.3%
Revenues from inter-segment transactions	2,212	23	2 189	9,517.4%	0.1%	0.0%
Silicates and Glass segment, including:	137,484	283,346	(145 862)	(51.5%)	5.6%	11.5%
Sulphur	-	142,784	(142 784)	(100.0%)	0.0%	5.8%
Glass blocks and packaging – lanterns and jars	69,560	62,258	7 302	11.7%	2.8%	2.5%
Sodium silicate in lumps	39,305	47,280	(7 975)	(16.9%)	1.6%	1.9%
Sodium water glass	22,199	16,581	5 618	33.9%	0.9%	0.7%
Other	6,409	14,443	(8 034)	(55.6%)	0.3%	0.6%
Revenues from inter-segment transactions	11	-	11	-	0.0%	0.0%
Transport segment, including:	93,098	74,621	18 477	24.8%	3.8%	3.0%
Transport services	9,265	9,073	192	2.1%	0.4%	0.4%
Revenues from inter-segment transactions	83,833	65,548	18 285	27.9%	3.4%	2.7%
Transport segment, including:	112,179	76,041	36 138	47.5%	4.6%	3.1%
Revenues from third parties	80,715	56,032	24 683	44.1%	3.3%	2.3%
Revenues from inter-segment transactions	31,464	20,009	11 455	57.2%	1.3%	0.8%
Consolidation adjustments	(137,697)	(104,617)	(33 080)	(31.6%)	(5.6%)	(4.3%)
TOTAL	2,458,843	2,457,739	1,104	0.0%	100.0%	100.0%

*Restated.

**Resale of surpluses of the gas purchased.

Source: CIECH S.A.

2.3 Profit/(Loss) on sale and Operating Profit/(Loss)

After three quarters of 2015, gross profit on sales amounted to PLN 669,482 thousand, whereas in the same period of the previous year it amounted to PLN 544,570 thousand. Operating profit amounted to PLN 380,367 thousand, whereas in the comparable period it amounted to PLN 230,621 thousand.

The positive contributors to the presented profits were as follows:

- Favourable economic situation in the domestic chemical industry. In the period January-September 2015, in comparison to the same period of the previous year, an increase in sales of 4.6% in the case of chemicals and chemical products, and of 5.9% in respect of rubber and plastic products (in fixed prices) was recorded.
- Increase in domestic sales of construction and assembly production by 2.0% during nine months of 2015 in comparison to the same period of the previous year (chemical industry produces many raw materials and semi-finished products used in this production).
- Increase in prices of soda ash on European markets from the beginning of 2015, in comparison to the previous year (increase by 5% for Western Europe).
- Balancing the European soda ash market (balancing supply and demand) with a tendency to increase in demand.
- Increase in domestic production of paints and varnishes by 5.1% in the January-September 2015 in comparison to the same period of the previous year (in quantitative terms).

- Very low level of oil prices (ca. 2 times lower than in the previous year), and consequently low prices of raw materials for organic industry, which improved effectiveness of the CIECH Group's operations in the organic segment.
- Economic recovery in the European Union compared with the prior year (increased GDP dynamics from 1.5% to 1.9%, according IMF forecasts), mainly due to private consumption and investments.
- Depreciation of the value of Polish currency against EUR and USD in the third quarter of 2015 compared with the same period of the prior year which was favourable for the profitability of exports of the CIECH Group.

The negative contributors to the presented profits were as follows:

- Unfavourable economic conditions on Chinese market of soda ash, which resulted in a decrease in Chinese prices and higher activity of suppliers from China on overseas markets on which the CIECH Group operates (in India, Africa and Middle East).
- Decline in production of the Plant Protection Products in the country. In the period from January to September 2015, in comparison to the same period of the previous year, the production decline of 17.2% (in quantitative terms) was recorded.

The EBIT margin for three quarters of 2015 amounted to 15.5% (9.4% in the prior year), and the EBITDA margin amounted to 22.1% (15.5% in the prior year). The EBIT margin (excluding one-off events) for three quarters of 2015 amounted to 17.0% (10.8% in the prior year), and the EBITDA margin (excluding one-off events) amounted to 23.6% (16.9% in the prior year).

2.4 Financing activities and net result

Financial income for three quarters of 2015 amounted to PLN 5,701 thousand and increased compared to the corresponding period of the previous year, when it amounted to PLN 5,268 thousand.

Financial expenses for three quarters of 2015 amounted to PLN 95,280 thousand and decreased compared to the corresponding period of the previous year, when it amounted to PLN 119,866 thousand.

The negative contributors in the area of financing activities included continuous substantial costs of servicing external debt - interest on bonds, which is associated with high external debt level (these costs decreased compared to the corresponding period of the previous year) and foreign exchange losses.

The consolidated net result for three quarters of 2015 amounted to PLN 258,115 thousand (including net profit attributable to shareholders of the parent entity of PLN 255,258 thousand as well as profit attributable to non-controlling interests in the amount of PLN 2,857 thousand). This profit was mainly influenced by profit on sales, partly levelled by the negative result from financing activities (the most negative influence resulted from the costs of servicing external debt, mainly interest on bonds and overdraft facilities). The Group's net profit was also significantly affected by the income tax of PLN 32,748 thousand.

Financial result achieved in different types of activities

PLN '000	01/01- 30/09/2015	01/01- 30/09/2014	Change % 2015/2014	Change 2015/2014
CONTINUING OPERATIONS				
1. Operating profit/loss	380,367	230,621	64.9%	149,746
2. Net financial income/expenses	(89,579)	(114,598)	21.8%	25,019
3. Share of profit of equity-accounted investees	75	272	(72.4%)	(197)
4. Income tax	(32,748)	(44,497)	26.4%	11,749
5. Net profit/loss (1+2+3+4) on continuing operations	258,115	71,798	259.5%	186,317
6. Net profit/loss attributed to non-controlling interest on continuing operations	2,857	(1,468)	-	4,325
7. Net profit/loss attributable to shareholders of the parent company (5-6) on continuing operations	255,258	73,266	248.4%	181,992
8. Net profit/(loss) on discontinued operations	-	(17,154)	-	17,154
9. Net profit/(loss) for the year (5+8)	258,115	54,644	372.4%	203,471

Source: CIECH S.A.

2.5 Assets

As at the end of September 2015, the non-current assets of the Group amounted to PLN 2,613,400 thousand. As compared to the balance as at 31 December 2014 the value of non-current assets increased by PLN 127,328 thousand. The change is mainly related to the investments in property, plant and equipment and partially offset by amortization and decrease in fair value of investment properties.

As at 30 September 2015, the Group's current assets amounted to PLN 866,230 thousand. The current assets comprised mainly: trade receivables and other receivables which accounted for 53.9%, inventories which accounted for 35.1%, and cash and cash equivalents which accounted for 9.9% of total current assets. Compared with the end of December 2014, the value of current assets increased by PLN 146,605 thousand. The increase is mainly related to the increased sales in soda segment as a result of price increases and seasonality in the organic segment. Moreover, the level of inventory has increased mainly due to an increased level of raw materials in the soda segment and finished goods and products and in soda and organic segments.

2.6 Liabilities

As at 30 September 2015, the CIECH Group's liabilities (non-current and current) amounted to PLN 2,227,701 thousand, which accounts for an increase in comparison with the end of December 2014 of PLN 7,478 thousand (i.e. of 0.3%).

As at 30 September 2015, the total debt ratio (current and non-current liabilities / total assets) was 64.0% (69.3% as at the end of December 2014). The consolidated net debt of the Group calculated as the sum of non-current and current liabilities due to loans, borrowings and other debt instruments (bonds + finance lease + derivatives liabilities + liabilities in respect of reverse factoring) decreased by cash and cash equivalents amounted to PLN 1,237,598 thousand as at 30 September 2015 and increased in comparison with the balance as at the end of December 2014 by PLN 55,515 thousand.

2.7 Cash flows

Total net cash flows in three quarters of 2015 were positive and amounted to PLN 36,323 thousand. As compared to the same period of the previous year, the Group generated cash flows higher by PLN 76,976 thousand. Cash flows from operating activities amounted to PLN 371,154 thousand and were higher than the ones generated in the comparable period of 2014 by PLN 74,872 thousand.

During three quarters of 2015 the net cash from investment activities was negative. The surplus of investment outflows over inflows amounted to PLN 318,136 thousand. The balance of cash flows from investment activities was mainly influenced by the acquisitions of property, plant and equipment in the Group companies.

Net cash from financial activities was negative and amounted to PLN 16,695 thousand. In relation to the corresponding period of 2014, it was higher by PLN 142,437 thousand. (in 2014, the negative net cash flows from financial activities was related to expenditure on repurchase of bonds denominated in PLN in the amount of PLN 160 million.)

2.8 Information on the CIECH Group's financial standing

Profitability after three quarters of 2015

During three quarters of 2015, the return ratios of the CIECH Group in respect of the continuing operations were at a higher level than in the comparable period of 2014.

The CIECH Group's return ratios

	01/01-30/09/2015	01/01-30/09/2014
CONTINUING OPERATIONS		
Gross return on sales	27.2%	22.2%
Return on sales	16.7%	11.2%
EBIT margin	15.5%	9.4%
EBITDA margin	22.1%	15.5%
Operating profit margin (normalized*)	17.0%	10.8%
Normalized EBITDA margin*	23.6%	16.9%
Net return on sales (ROS)	10.5%	2.9%
Return on assets (ROA)	7.4%	2.2%
Return on equity (ROE)	20.6%	7.3%

*Excluding one-off events, the more important of which are described in point II.6 of this Report.

Calculation principles (as per data for continuing activities):

gross return on sales – gross profit on sales for a given period / net revenues from sales of products, services, goods and materials for a given period;

return on sales – profit on sales for a given period / net revenues from sales of products, services, goods and materials for a given period;

EBIT margin – operating profit for a given period / net revenues from sales of products, services, goods and materials for a given period;

EBITDA margin – (operating profit + amortization/depreciation for a given period) / net revenues from sales of products, services, goods and materials for a given period;

normalized EBIT margin – operating profit for a given period excluding one-off events the more important of which are described in point IV.3 / net revenues from sales of products, services, goods and materials for a given period;

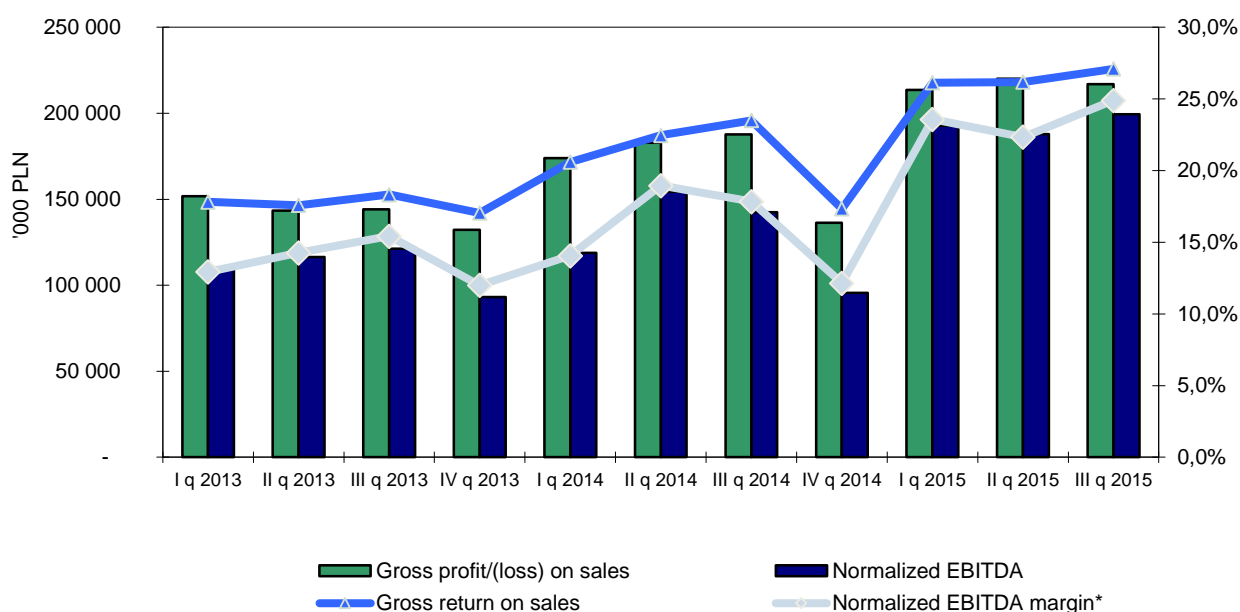
normalized EBITDA margin – EBITDA for a given period excluding one-off events the more important of which are described in point IV.3 / net revenues from sales of products, services, goods and materials for a given period;

net return on sales (ROS) – net profit for a given period / net revenues from sales of products, services, goods and materials for a given period;

return on assets (ROA) – net profit for a given period / total assets at the end of a given period;

return on equity (ROE) – net profit for a given period / total equity at the end of a given period.

The Ciech Group's return levels



Normalized EBITDA - excluding one-off events described in particular quarters
Source: CIECH S.A.

Liquidity of the Group and working capital

Liquidity ratios as of the end of September 2015 increased in comparison with 31 December 2014. The current ratio, calculated as the ratio of total current assets to total current liabilities, amounted to 1.14 as at 30 September 2015, while the quick ratio amounted to 0.74.

The CIECH Group's liquidity ratios

	30/09/2015	31/12/2014	30/09/2014
Current ratio	1.14	0.96	1.08
Quick ratio	0.74	0.62	0.82

Calculation principles:

current ratio – the ratio of current assets to current liabilities at the end of a given period; measures a company's ability to cover current liabilities using current assets;

quick ratio – the ratio of current assets less inventory to current liabilities at the end of a given period; measures a company's ability to use its near cash assets to retire its current liabilities immediately.

Ability to generate cash flows

PLN '000	01/01-30/09/2015	01/01-30/09/2014
Financial surplus (net profit + depreciation)	420,331	204,998
Other adjustments to net profit	83,915	101,291
Adjusted financial surplus	504,246	306,289
Change in working capital	(133,092)	(10,007)
Net cash from operating activities	371,154	296,282
Net cash from investing activities	(318,136)	(177,803)
Free cash flow	53,018	118,479

During three quarters of 2015, the CIECH Group generated positive free cash flows, i.e. investment expenditures were financed with cash flows generated within its operating activities.

As at the end of September 2015, working capital, defined as the difference between current assets and current liabilities adjusted by appropriate balance sheet items (cash and cash equivalents and short-term loans), amounted to PLN 143,787 thousand, which is an increase of PLN 185,550 thousand compared to the end of 2014.

The CIECH Group's working capital

PLN '000	30/09/2015	31/12/2014
1. Current assets, including:	866,230	719,625
<i>Inventory</i>	303,704	257,770
<i>Trade receivables</i>	293,644	268,020
2. Cash and cash equivalents and short-term investments	85,789	49,162
3. Adjusted current assets (1-2)	780,441	670,463
4. Current liabilities, including:	762,110	748,679
<i>Trade liabilities</i>	249,488	322,179
5. Short-term credits and other current financial liabilities*	125,456	36,452
6. Adjusted current liabilities (4-5)	636,654	712,227
7. Working capital including short-term credits(1-4)	104,120	(29,054)
8. Working capital (3-6)	143,787	(41,764)

*Other current financial liabilities include current finance lease liabilities + short-term derivatives liabilities + sale-and-lease-back liabilities.

Indebtedness

The debt ratio decreased compared with December 2014 and amounts to 64.0%. At the same time, the relative net debt level (net debt divided by EBITDA) improved compared to the level achieved at the end of 2014. The ratio adjusted by one-off events remains on the lower level in comparison to previous year (net debt divided by normalized EBITDA).

The CIECH Group's debt ratios

	30/09/2015	31/12/2014
Debt ratio	64.0%	69.3%
Long term debt ratio	42.1%	45.9%
Debt to equity ratio	177.9%	225.3%
Equity to assets ratio	36.0%	30.7%
Gross debt	1,323,362	1,231,245
Net debt	1,237,598	1,182,083
EBITDA annualized	687,911	526,303
EBITDA normalized (annualized)	675,474	511,126
Net debt / EBITDA annualized	1.8	2.2
Net debt / EBITDA normalized (annualized)*	1.8	2.3
Gross debt / EBITDA annualized	1.9	2.3
Gross debt / EBITDA normalized (annualized)*	2.0	2.4

*Excluding one-off events, the more important of which are described in point II.6 of this Report.

Calculation principles (as per data for continuing activities):

debt ratio – the ratio of current and non-current liabilities to total assets; measures the share of external funds in financing of a company's activity;

long-term debt ratio – the ratio of non-current liabilities to total assets; measures the share of non-current liabilities in financing of a company's activity;

debt to equity ratio – the ratio of total liabilities to equity;

equity to assets ratio – the ratio of equity to total assets; measures the share of equity in financing of a company's activity;

net debt – liabilities on incurred loans and borrowings (plus overdraft) and other debt instruments (finance lease + derivatives liabilities) less cash and cash equivalents;

debt – liabilities on incurred loans and borrowings (plus overdraft) and other debt instruments (finance lease + derivatives liabilities).

Debt financing of the CIECH Group

Debt financing of the CIECH Group in the form of bonds and loans is obtained mainly through:

- Bonds issued by Ciech Group Financing AB (publ) – as at 30 September 2015 the nominal debt amounted to EUR 245 million (i.e. PLN 1,038,457 thousand).
- Bonds issued by CIECH S.A. - as at 30 September 2015 the nominal net debt amounted to PLN 160 million.
- Loan provided to CIECH S.A. under the revolving loan agreement of 9 August 2013 in an amount of up to PLN 100 million – as at 30 September 2015 the debt amounted to PLN 0.
- Loan provided to CIECH under the overdraft facilities agreement of 16 June 2015 in the amount of PLN 50 million - as at 30 September, the debt amounted to PLN 57 thousand.
- Overdraft facilities totalling EUR 20 million (including the facilities provided to CIECH S.A. of EUR 15 million and a facility provided to CIECH Soda Deutschland GmbH & Co. KG of EUR 5 million) – as at 30 September 2015, the debt amounted to EUR 11,441 thousand (i.e. PLN 48,494 thousand).

As at 30 September 2015, the fair value of bonds presented in the consolidated financial statements amounted to PLN 1,274,031 thousand. The fair value of foreign bonds is calculated on the basis of quotations on the Luxembourg Stock Exchange, where these bonds were listed. The fair value of Polish bonds corresponds to their nominal value.

Detailed information concerning the conditions of the issue of bonds, the revolving loan agreement and the established collaterals were disclosed in the Consolidated Annual Report of the CIECH Group for 2014 in point I.8, published on 23 March 2015.

On 30 June 2014, the subsidiary KWG GmbH received from STW (Stadtwerke Stassfurt GmbH) and EMS (Erdgas Mittelsachsen GmbH) a termination notice concerning silent partners' agreement dated 2 December 2011 effective from 31 December 2014. Due to termination of the agreement, KWG GmbH repaid capital contributions amounting to EUR 12 million together with remuneration due on the basis of the silent partners' agreement within the agreed deadline, i.e. on 22 January 2015.

3. Seasonality and cyclicity of the operations of CIECH S.A. and the CIECH Group

Information on the seasonality and cyclicity of the operations of CIECH S.A. and the CIECH Group was included in point II.19 of this Report.

4. Fulfilment of profit forecasts previously published for a given year in the light of the results disclosed in the report against the forecast results

The CIECH Group did not publish any forecasts for 2015.

5. Factors that influence the CIECH Group's results with particular focus on the next quarter

External factors affecting the Group's results

Situation in industries being recipients of the CIECH Group's products in Poland

Poland is the biggest selling market for the CIECH Group. The largest domestic direct recipients of the Group's products include: glass industry, chemical industry, plastics industry, furniture industry, agriculture, construction and food industry. The development in these economic sectors depends on the economic situation in Poland.

According to CSO (Central Statistical Office – Główny Urząd Statystyczny) data, sold industrial production in fixed prices during the period of 9 months of 2015 increased by 4.5% compared to the corresponding period of the previous year (it increased by 3.4% in 2014, respectively). In 2015, the respective production dynamics in industries important for the Group's activities (as recipients or target markets) were as follows: furniture production (7.6%), production of rubber and plastic goods (5.9%), production of chemicals and chemical products (excluding pharmacy) (4.6%), construction and assembly production (3.2%), foodstuffs production (2.0%).

After a slow-down in Polish economic growth in 2012 – 2013 (with an annual GDP growth of 1.7%-1.8%) a visible economic revival was noted in 2014 (GDP growth of 3.4%). The improvement of the economic conditions observed this year should also prevail in 2016 (projected annual GDP growth of 3.5% in 2015-2016). A similar tendency should be expected in the chemical industry, which usually develops in line with the whole economy.

Economic situation in Europe and around the world

The Group's business is largely based on the sales of chemical products on foreign markets. The volume of profitability of sales is dependent on the global economic situation in Europe and around the world. A global economic slump usually affects the demand for raw materials on international markets, thus reducing the Group's export revenue.

In 2015 the largest economies in Asia (India, China, and ASEAN countries, with GDP growth projected at the level of: 7.3%, 6.8%, and 4.6%, respectively) have grown relatively quickly. An above-average economic growth is also expected in Sub-Saharan Africa (GDP of 3.8%). According to the IMF forecasts of October 2015, the global GDP will grow in 2015 by 3.1% (i.e. slightly less than in 2013-2014 when the growth rates were 3.3% and 3.4%). Among the largest economies, the worst economic conditions are seen in Russia (a decrease of GDP of 3.8%) and in Brazil (a decrease of 3.0%). Estimations for the European Union assume slight growth of GDP dynamics to 1.9% from the level of 1.5% in 2014.

For 2016, IMF forecasts acceleration of the global growth (to 3.6% GDP) and maintaining the GDP dynamics in the EU at the level of 1.9%.

As far as chemical sector is concerned, the American Chemistry Council (ACC) estimates that after a moderate increase in the global production of chemicals in the years 2013 – 2014 (of 2.7% and 2.8% respectively), next years will bring a significant increase in this sector: of 3.6% in 2015 and 3.9% in 2016. In the case of the USA the increase is expected to be 3.2% in 2015 and 3.0% in 2016. The European Chemical Industry Council (CEFIC) expects, that in the European Union, in 2016, EU chemical production will increase only by 1.5% (compared with the rate of 1.0% anticipated in 2015).

Financial situation of agriculture

A portion of the CIECH Group's revenues covering plant protection chemicals (products manufactured by the Group and merchandise) is generated by sales to the agricultural sector. In the Group's opinion, in the long-term, the demand for agrochemicals in Poland and Central and Eastern Europe should continue to grow. The material factors favoring an increase in the consumption of agrochemicals in Poland and thus the demand for the Group's products and merchandise are processes improving the financial situation and profitability of agricultural production, including: production quoting and direct subsidies. The above should result in a growth in the Group's revenue. On the other hand, the lack of significant improvement in the purchasing capacity of the agricultural sector may be the reason for stagnation in the demand for plant protection chemicals and as a result for a stagnation of the Group's revenues related to agrochemical products.

According to the data supplied by Poland's Institute of Agricultural and Food Economics (IAFE), the market conditions affecting domestic agriculture production in the period from January to September 2015 were only slightly worse than a year ago (increases in crop prices did not fully offset the increase in the prices of means of production). The synthetic index of the economic situation in agriculture (SWKR) fluctuated slightly (in September 2015 it reached the level of 100, which is the same as the year before). In the nearest period, the market conditions for Polish agriculture can slightly improve thanks to the expected growth of prices of crops (decrease in the amount of crops as a result of the draught).

Economic situation on the raw material market

The import of raw chemicals to Poland constitutes a significant part of the Group's commercial turnover. Raw material markets are characterized by great cyclicity connected with fluctuations of the world's economic situation. Rising prices of raw materials cause, on the one hand, a reduction in the margins of commercial intermediaries and weakening demand at the recipients. On the other hand, decreasing prices are most often a sign of weakening demand and the beginning of a recession. The maintenance of a stable rate of economic growth and stable prices of chemical raw

materials will have a positive impact on the Group's commercial activity in respect of the import of raw materials. Significant demand and price fluctuations may be caused by economic changes resulting from rapid economic growth or economic stagnation. Strong fluctuations may have an adverse impact on the trade in raw chemicals by the CIECH Group.

REACH implementation

In accordance with the REACH regulation, Group companies selling substances in quantities exceeding 1 tonne p.a. have completed or will complete full registration of these substances by defined deadlines which will allow them continue their operations in the current scope. To-date 20 substances have been registered in the CIECH Group in a volume of 100 - 1000 Mg/y. In the 3rd stage, i.e. by 31 May 2018, the plan is to register 12 substances being introduced to the market in a volume of 1 - 100 Mg/y.

Emission trading system

In the Group, the following companies are covered by the emission trading system:

- CIECH Soda Polska S.A. which has 2 electricity and heat generation installations and 2 installations for soda production,
- SDC Group which has 1 electricity and heat generation installation and 1 installation for soda production,
- CIECH Soda Romania S.A. which has 1 installation for soda production,
- CIECH Vitrosilicon S.A. which has 2 installation for glass production.

The internal analyses carried out by the CIECH Group companies show that the quantity of free allowances for CO₂ emissions in the EU ETS III (2013-2020) will not be sufficient to cover the actual need for these types of units of account. The resulting deficit of allowances to emit carbon dioxide will be possible to balance by using one or more of the following actions:

- purchase of missing allowances in the auction, on the stock exchange or OTC transactions,
- capital investments aimed at reducing the emissions of generated heat, emissivity of the processes, increase of energy efficiency,
- using raw materials and fuels that result in lower emission.

In addition to the direct costs associated with the purchase of rights to emit carbon dioxide, all CIECH Group companies will incur higher costs of purchasing power due to the fact that the costs of purchase of emission rights will be transferred to them by manufacturers.

EUR/PLN and USD/PLN exchange rates

The CIECH Group's export sale is settled mostly in EUR and USD. A strong EUR and USD increase the profitability of exports for the Group. Furthermore, it increases volumes of turnover carried out by the Group for other manufacturers. As a result, the EUR/PLN and USD/PLN exchange rates influence the profitability of sales revenues in the Group. If the Polish zloty becomes stronger against the EUR and USD, the profitability of exports declines, and the Group's export volumes decrease.

Internal factors affecting the Group's results

Maintaining cost and quality effectiveness

The Group's competitiveness results from the main market factors, such as costs, quality, resources (both assets and staff), marketing activities and market position. The most crucial ones are:

- cost competitiveness which is based on the effects of production scale, specialization, standardization and impact of experience;
- quality leadership and quality management systems;
- competition based on the market strength of the enterprise (market leader);
- cost leadership and diversification.

Quality and stability of the management and staff

The market position of the CIECH is predominantly due to the high quality of the management staff and mid-tier employees. The Group's human capital policy guarantees that employees have opportunities for professional growth and to constantly enhance their skills.

6. Changes in the number of shares of CIECH S.A. held by the Members of the Management Board and Supervisory Board

The number of CIECH S.A. shares, held by managers and supervisors on the date of approval of this report is as follows:

- Mr Artur Osuchowski – Member of the Management Board, held 65,195 shares in CIECH S.A.

At the date of this report, other management and supervisory persons of CIECH S.A. did not hold any shares in CIECH S.A. or shares or holdings in related entities. There have been no changes in this regard since the publication of the Consolidated Report of the CIECH Group for the first quarter of 2015, which was on 24 August 2015.

7. CIECH S.A.'s shareholders holding at least 5% of shares/votes at the General Meeting of Shareholders

CIECH S.A.'s shares are listed by Giełda Papierów Wartościowych w Warszawie S.A. (Warsaw Stock Exchange). The share capital of CIECH S.A. is PLN 263,500,965 and is divided into 52,699,909 shares with a face value of PLN 5 each, including:

- 20,816 A-series ordinary bearer shares,
- 19,775,200 B-series ordinary bearer shares,
- 8,203,984 C-series ordinary bearer shares,
- 23,000,000 D-series ordinary bearer shares,
- 1,699,909 E-series ordinary bearer shares.

SHAREHOLDERS

From the date of presenting the previous report (i.e. from the date of publishing the Consolidated Report of CIECH S.A. for the first half of 2015, which was made available to the public on 24 August 2015), CIECH S.A. did not receive any information from the shareholders concerning increases or decreases of any of their interest in the total number of shares. To the knowledge of the Company, as at 30 September 2015, there were 2 shareholders holding a significant stake (at least 5%) of CIECH S.A. shares: KI Chemistry s. à r. l., with its registered office in Luxembourg, and ING Open Pension Fund.

Shareholder	Type of shares	Number of shares	Number of votes at GSM	Share in total number of votes at GSM	Share in share capital (%)
KI Chemistry s. à r. l. with its registered office in Luxembourg*	Ordinary bearer shares	26,952,052	26,952,052	51.14%	51.14%
ING Open Pension Fund**	Ordinary bearer shares	5,000,000	5,000,000	9.49%	9.49%
Other	Ordinary bearer shares	20,747,857	20,747,857	39.37%	39.37%

* according to the information of 9 June 2014 provided by the Shareholder under Art. 77 (7) and Art. 69 (1) (1) of the Public Offering Act of 29 July 2005 (...) (Cr 26/2014)

** based on the list of shareholders holding at least 5% votes at the Ordinary General Meeting of Shareholders of CIECH S.A. on 7 October 2015, Cr 35/2015 drawn up and presented to the public under Art. 70 (3) of the Public Offering Act (...)

8. Information on the issue, redemption and repayment of debt securities and equity securities in the CIECH Group

The information has been presented in point II.20 of the Report.

9. Information on dividends paid (or declared), in total and per share, broken down into ordinary shares and preference shares

By virtue of a resolution of 30 June 2015, the Ordinary General Meeting of Shareholders of CIECH S.A. decided to transfer the Company's net profit for the 2014, of PLN 92,129 thousand to the supplementary capital

By virtue of a resolution of 23 May 2014, the Annual General Meeting of Shareholders of CIECH S.A. decided to pay a dividend of PLN 59,551 thousand (PLN 1.13 per share). Dividend date was set on 29 May 2014. Dividend payment date was set on 28 November 2014. 52,699,909 shares were entitled to dividend payment.

10. Description of organization and identification of the effects of changes in the structure of the CIECH Group

The description of the CIECH Group's organization as well as information on the effects of changes in the organizational structure have been presented in points II.4 and II.5 of the Report.

11. Procedures pending in courts, in arbitration proceedings or in front of public administration bodies

The information has been presented in point II.14 of the Report.

12. Information on one or more non-standard and non-routine transactions with related entities concluded by CIECH S.A. or its subsidiaries

The information has been presented in point II.9 of the Report.

13. Information on loan and borrowing sureties or guarantees granted by CIECH S.A. or its subsidiaries

The information has been presented in point II.10 of the Report.

IV. Condensed Interim Separate Financial Statements of CIECH S.A.

1. Condensed Separate Statement of Profit or Loss of CIECH S.A.

PLN '000	01/01-30/09/2015	01/01-30/09/2014**
CONTINUING OPERATIONS		
Sales revenues	1,523,474	1,215,897
Cost of sales	(1,203,602)	(958,971)
Gross profit/(loss) on sales	319,872	256,926
Other operating income	85,686	8,593
Selling costs	(107,441)	(123,088)
General and administrative expenses	(37,210)	(35,811)
Other operating expenses	(5,598)	(27,576)
Operating profit/(loss)	255,309	79,044
Financial income	201,201	66,154
Financial expenses	(133,300)	(123,332)
Net financial income/expenses	67,901	(57,178)
Profit/(Loss) before tax	323,210	21,866
Income tax	24,845	6,103
Net profit/(loss) on continuing operations	348,055	27,969
DISCONTINUED OPERATIONS		
Profit/(loss) on discontinued operations*	-	8,943
Net profit/(loss) for the period	348,055	36,912
Earnings/(loss) per share (in PLN):		
Basic	6.60	0.70
Diluted	6.60	0.70

*The detailed information on profit/loss from discontinued operations has been presented in point IV.5.18 of this Report.

**Restated data, the details of the changes are presented in point IV.5.1 of this Report.

PLN '000	01/07-30/09/2015	01/07-30/09/2014**
CONTINUING OPERATIONS		
Sales revenues	522,942	389,991
Cost of sales	(419,044)	(306,235)
Gross profit/(loss) on sales	103,898	83,756
Other operating income	62,355	916
Selling costs	(38,417)	(39,141)
General and administrative expenses	(14,457)	(12,280)
Other operating expenses	185	(7,103)
Operating profit/(loss)	113,564	26,148
Financial income	6,226	7,722
Financial expenses	(43,601)	(37,475)
Net financial income/expenses	(37,375)	(29,753)
Profit/(Loss) before tax	76,189	(3,605)
Income tax	46,206	5,401
Net profit/(loss) on continuing operations	122,395	1,796
DISCONTINUED OPERATIONS		
Profit/(loss) on discontinued operations*	-	(6,157)
Net profit/(loss) for the period	122,395	(4,361)
Earnings/(loss) per share (in PLN):		
Basic	2.32	(0.08)
Diluted	2.32	(0.08)

*The detailed information on profit/loss from discontinued operations has been presented in point IV.5.18 of this Report.

**Restated data, the details of the changes are presented in point IV.5.1 of this Report.

The condensed separate statement of profit or loss of CIECH S.A. should be analysed together with the notes which constitute an integral part of the condensed interim separate financial statements.

Condensed Separate Statement of Other Comprehensive Income of CIECH S.A.

PLN '000	01/01-30/09/2015	01/01-30/09/2014*
Net profit/(loss) on continuing operations	348,055	27,969
Profit/(loss) on discontinued operations	-	8,943
Net profit/(loss) for the period	348,055	36,912
Other comprehensive income before tax that may be reclassified to profit or loss	2,744	(4,412)
Cash flow hedge	2,744	(4,412)
Income tax attributable to other comprehensive income	(521)	838
Income tax attributable to other comprehensive income that may be reclassified to profit or loss	(521)	838
Other comprehensive income net of tax	2,223	(3,574)
TOTAL COMPREHENSIVE INCOME	350,278	33,338

*Restated data, the details of the changes are presented in point IV.5.1 of this Report.

PLN '000	01/07-30/09/2015	01/07-30/09/2014*
Net profit/(loss) on continuing operations	122,395	1,796
Profit/(loss) on discontinued operations	-	(6,157)
Net profit/(loss) for the period	122,395	(4,361)
Other comprehensive income before tax that may be reclassified to profit or loss	(501)	(3,880)
Cash flow hedge	(501)	(3,880)
Income tax attributable to other comprehensive income	95	737
Income tax attributable to other comprehensive income that may be reclassified to profit or loss	95	737
Other comprehensive income net of tax	(406)	(3,143)
TOTAL COMPREHENSIVE INCOME	121,989	(7,504)

*Restated data, the details of the changes are presented in point IV.5.1 of this Report.

Detailed information on the components of other comprehensive income has been presented in point IV.5.13 of this Report.

The condensed separate statement of other comprehensive income of CIECH S.A. should be analysed together with the notes which constitute an integral part of the condensed interim separate financial statements.

2. Condensed Separate Statement of Financial Position of CIECH S.A.

PLN '000	30/09/2015	31/12/2014
ASSETS		
Property, plant and equipment	7,975	6,031
Intangible assets	9,022	9,861
Long-term receivables	595	-
Long-term borrowings granted	550,657	317,805
Other long-term investments	1,781,452	1,730,373
Deferred income tax assets	107,577	77,331
Total non-current assets	2,457,278	2,141,401
Inventory	25,644	21,773
Short-term investments	199,863	118,392
Income tax receivables	176	9,163
Trade and other receivables	333,085	272,993
Cash and cash equivalents	50,755	10,261
Total current assets	609,523	432,582
Total assets	3,066,801	2,573,983
EQUITY AND LIABILITIES		
Share capital	287,614	287,614
Share premium	470,846	470,846
Cash flow hedge	(3,501)	(5,724)
Actuarial gains	(348)	(348)
Other reserve capitals	76,199	76,199
Retained earnings	481,326	133,271
Total equity	1,312,136	961,858
Loans, borrowings and other debt instruments	1,176,468	1,177,605
Other non-current liabilities	2,105	2,512
Employee benefits	949	875
Total non-current liabilities	1,179,522	1,180,992
Loans, borrowings and other debt instruments	226,889	91,921
Liabilities from finance leases	-	360
Trade and other liabilities	316,796	316,822
Income tax liabilities	4,663	9
Provisions (short-term provisions for employee benefits and other provisions)	26,795	22,021
Total current liabilities	575,143	431,133
Total liabilities	1,754,665	1,612,125
Total equity and liabilities	3,066,801	2,573,983

The condensed separate statement of financial position of the CIECH S.A. should be analysed together with the notes which constitute an integral part of the condensed interim separate financial statements.

3. Condensed Separate Statement of Cash Flows of CIECH S.A.

PLN '000	01/01-30/09/2015	01/01-30/09/2014*
Cash flows from operating activities		
Net profit/(loss) for the period	348,055	36,912
Adjustments		
Amortization/depreciation	2,989	5,040
Recognition / (reversal) of impairment allowances	48,149	28,918
Foreign exchange (gains)/losses	4,429	8,648
(Profit)/ loss of investment activities	(12,526)	-
(Profit) / loss on disposal of fixed assets	(374)	(16)
Dividends and interest	(119,509)	(81)
Income tax	(24,845)	(15,046)
Change in liabilities from loan arrangement commission	5,640	3,923
Cash from operating activities before changes in working capital and provisions	252,008	68,298
Change in receivables	(43,354)	6,299
Change in inventory	(3,871)	375
Change in current liabilities	26,188	7,287
Change in provisions and employee benefits	4,848	(72)
Net cash generated from operating activities	235,819	82,187
Interest paid	(59,955)	(63,884)
Income tax paid	9,163	(5,937)
Net cash from operating activities	185,027	12,366
Cash flows from investment activities		
Inflows	503,601	136,814
Disposal of a subsidiary	100,097	-
Disposal of intangible assets and property, plant and equipment	374	18
Dividends received	161,421	38,075
Interest received	12,473	15,107
Repayment of borrowings	229,236	83,614
Outflows	(756,101)	(57,075)
Acquisition of subsidiary (net of cash acquired)	(5,063)	-
Acquisition of intangible assets and property, plant and equipment	(8,115)	(7,550)
Expenditures connected with increase of capital and capital contributions	(35,495)	(9,000)
Outflows from cash pool facility	(17,149)	(19,651)
Borrowings granted	(690,279)	(20,874)
Net cash from investment activities	(252,500)	79,739
Cash flows from financial activities		
Inflows	107,846	47,825
Proceeds from loans and borrowings	66,737	-
Proceeds from cash pool facility	41,109	47,825
Outflows	(160)	(171,215)
Repayment of loans and borrowings	-	(9,850)
Redemption of debt securities	-	(160,000)
Payment of finance lease liabilities	(160)	(1,365)
Net cash from financial activities	107,686	(123,390)
Total net cash flows	40,213	(31,285)
Cash and cash equivalents at the beginning of the period	10,261	50,499
<i>Impact of foreign exchange differences</i>	281	(2,398)
Cash and cash equivalents at the end of the period	50,755	16,816

*Restated data, the details of the changes are presented in point IV.5.1 of this Report.

The condensed separate statement of cash flows of CIECH S.A should be analysed together with the notes which constitute an integral part of the condensed interim separate financial statements.

4. Condensed Separate Statement of Changes in Equity of CIECH S.A.

PLN '000	Share capital	Share premium	Cash flow hedge	Actuarial gains	Other reserve capitals	Retained earnings	Total equity
Equity as at 01/01/2015	287,614	470,846	(5,724)	(348)	76,199	133,271	961,858
Transactions with shareholders of the Company recognized directly in equity	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	2,223	-	-	348,055	350,278
Net profit/(loss)	-	-	-	-	-	348,055	348,055
Other comprehensive income	-	-	2,223	-	-	-	2,223
Equity as at 30/09/2015	287,614	470,846	(3,501)	(348)	76,199	481,326	1,312,136

PLN '000	Share capital	Share premium	Cash flow hedge	Actuarial gains	Other reserve capitals	Retained earnings	Total equity
Equity as at 01/01/2014	287,614	470,846	78	2	76,199	100,693	935,432
Transactions with shareholders of the Company recognized directly in equity	-	-	-	-	-	(59,551)	(59,551)
Dividends paid	-	-	-	-	-	(59,551)	(59,551)
Total comprehensive income for the period	-	-	(3,574)	-	-	36,912	33,338
Net profit/(loss)	-	-	-	-	-	36,912	36,912
Other comprehensive income	-	-	(3,574)	-	-	-	(3,574)
Equity as at 30/09/2014	287,614	470,846	(3,496)	2	76,199	78,054	909,219

The condensed separate statement of changes in equity of CIECH S.A. should be analysed together with the notes which constitute an integral part of the condensed interim separate financial statements.

5. Notes to the Condensed Interim Separate Financial Statements of CIECH S.A.

5.1 Basis of preparation and accounting principles (policy)

On 31 January 2007, the Extraordinary General Meeting of Shareholders of CIECH S.A. adopted resolution no. 4, concerning the preparation of separate financial statements in accordance with International Financial Reporting Standards as approved by the European Union ("IFRS"). Due to the adopted resolution, since 2007 the reports of CIECH S.A. have been prepared in accordance with the IFRS using the valuation of assets and liabilities and the measurement of net result as defined in the accounting policy.

The presented interim separate financial statements have been prepared on a going concern basis of CIECH S.A.

The presented interim separate financial statements were drawn up in compliance with IAS 34 "Interim Financial Reporting" as approved by the European Union and the Regulation of the Minister of Finance dated 19 February 2009, with amendments, on current and periodic information published by issuers of securities and the conditions of recognising as equivalent the information required by the law provisions of a country which is not a member state (Journal of Laws No. 33, item 259 from 2009).

The preparation of financial statements in compliance with the International Financial Reporting Standards requires the Management Board to exercise professional judgement, estimates and assumptions that impact the adopted accounting principles and the value of assets, liabilities, income and expenses presented. All estimates and related assumptions are based on historical experience and various other factors considered reasonable under the given circumstances, and the results of such estimates are the basis for professional judgement of the carrying value of assets and liabilities, which does not result directly from other sources. Actual results may differ from these estimates.

The estimates and related assumptions are subject to regular verification. Revisions to accounting estimates are recognised in the period in which the estimates are revised, if such revisions apply solely to that period, or in the current period and future periods, if such revisions apply both to the current and future periods.

The Management Board's professional judgements, which have a significant impact on the separate financial statements, and the estimates bearing a risk of significant changes in future periods, have been presented in points IV.5.11 and IV.5.12 of this Report. During the current interim period there were no significant revisions to the estimated values presented in the previous reporting periods.

The Management Board used its best judgement in selecting and interpreting the applicable standards, as well as in the selection of measurement methods and principles for particular items of CIECH S.A.'s separate financial statements as at 30 September 2015. Due diligence was exercised in preparing the tables and notes presented below. The financial statements as at 30 September 2015 present truly and fairly the financial position and the financial performance of CIECH S.A.

Adopted accounting principles

CIECH S.A. accounting principles are described in the Annual Report of the CIECH S.A. for the year 2014, published on 23 March 2015. The aforementioned Report includes detailed information regarding the principles and methods of valuation of assets and liabilities and measurement of the financial result, as well as the method of preparing the financial statements and comparative information. These principles have been applied on a continuous basis with relation to currently published data, the last annual financial statements and comparative data, except for changes described below.

In 2015, the following changes in the presentation of data were implemented:

- discontinued operations, which results are presented in aggregate as "Net profit (loss) from discontinued operations" in the Separate Statement of Profit or Loss. The company has changed the respective comparatives.
- costs associated with the sale of services provided by IT are presented in "Cost of sales" in Separate Statement of Profit or Loss; in previous periods these costs were presented as "General and administrative expenses". The company has changed the respective comparatives.
- cash pooling in the Statement of Cash Flows – change implementing the presentation of receivable amounts per company in investment activities, and payable amounts in financial activities. The balances are presented separately as the inflow and the outflow for each activity.

The amendments to the IFRS which came into force from 1 January 2015 have had no significant impact on the separate financial statements of CIECH S.A.

The Company intends to adopt amendments to the IFRS that are published but not effective as at the date of publication of this financial report, in accordance with their effective date. The estimated impact of amendments to the IFRS on CIECH S.A. future separate financial statements was presented in note II.2.2 of the separate financial

statements of CIECH S.A. for the year 2014 published on 23 March 2015. In the assessment of the Company, amendments to the IFRS that came into force between the date of publication of the separate financial statements for the year 2014 and the date of publication of this Report will not have a significant impact on the financial statements.

5.2 Earnings per share

Data concerning profit and shares, which is the basis for calculating basic and diluted earnings per share, has been presented below:

<i>PLN '000</i>	01/01-30/09/2015	01/01-30/09/2014
Net profit /(loss) from continuing operations attributable to the shareholders of the parent company	348,055	27,969
Net profit /(loss) from discontinued operations attributable to the shareholders of the parent company	-	8,943

<i>pcs.</i>	30/09/2015	30/09/2014
Weighted average number of issued ordinary shares used in calculation of basic earnings per share	52,699,909	52,699,909
Weighted average number of issued ordinary shares used in calculation of diluted earnings per share	52,699,909	52,699,909

<i>in PLN</i>	01/01-30/09/2015	01/01-30/09/2014
Basic earnings per share (continuing operations)	6.60	0.53
Basic earnings per share (discontinued operations)	-	0.17
Diluted earnings per share (continuing operations)	6.60	0.53
Diluted earnings per share (discontinued operations)	-	0.17

5.3 Seasonality and cyclicity of the operations

Information on the seasonality and cyclicity of the operations was included in point II.19 of this Report.

5.4 Changes in accounting estimates

There were no material changes in the accounting estimates disclosed in the previous financial years.

5.5 Information on the issue, redemption and repayment of debt securities and equity securities

Information on the issue, redemption and repayment of debt securities and equity securities was included in point II.20 of this Report.

As at 30 September 2015 CIECH S.A. held debt securities in the form of issued domestic and intra-group bonds. Their book value amounts to PLN 1,210,409 thousand, and their fair value amounts to PLN 1,285,757 thousand. Accrued interest amounts to PLN 39,632 thousand.

5.6 Information on dividends paid

By virtue of a resolution of 30 June 2015, the Ordinary General Meeting of Shareholders of CIECH S.A. decided to transfer the Company's net profit for the 2014, of PLN 92,129 thousand to the supplementary capital.

By virtue of a resolution of 23 May 2014, the Ordinary General Meeting of Shareholders of CIECH S.A. decided to pay a dividend of PLN 59,551 thousand (PLN 1.13 per share). Dividend date was set on 29 May 2014. Dividend payment date was set on 28 November 2014. 52,699,909 shares were entitled to dividend payment.

5.7 Financial data by operating segments

In CIECH S.A. operating segments were determined on the basis of internal reports concerning components of the Company that are subject to regular review by the Board, which is responsible for making operational decisions aiming the allocation of resources to each segment and assessing its performance. The results of operating segments are evaluated by the Management Board of CIECH S.A. based on the level of sales, EBIT operating results and EBITDA level.

CIECH S.A.
OPERATING SEGMENTS
01/01-30/09/2015
PLN'000

	Soda Segment	Organic Segment	Silicates and Glass Segment	Other Operations Segment	Corporate functions – items not allocated to other segments	TOTAL
Sales revenues	1,166,856	331,430	8,347	16,841	-	1,523,474
Cost of sales	(854,882)	(324,938)	(7,914)	(15,868)	-	(1,203,602)
Gross profit/(loss) on sales	311,974	6,492	433	973	-	319,872
Selling costs	(98,960)	(103)	(88)	(1,976)	(6,314)	(107,441)
General and administrative expenses	(2,753)	(676)	(83)	-	(33,698)	(37,210)
Result on management of receivables	83,047	8	-	247	-	83,302
Result on other operating activities	(393)	46	-	975	(3,842)	(3,214)
Operating profit/(loss)	292,915	5,767	262	219	(43,854)	255,309
Exchange differences and interest on trade settlements	(6,971)	(10,025)	16	1,097	(283)	(16,166)
Borrowing costs	-	-	-	-	(47,354)	(47,354)
Result from financial activity (non-attributable to segments)	-	-	-	-	131,421	131,421
Profit/(loss) before tax	285,944	(4,258)	278	1,316	39,930	323,210
Tax						24,845
Net profit/(loss) on continuing operations						348,055
Net profit/(loss) on discontinued operations						-
Net profit/(loss) for the period						348,055
Amortization/depreciation	-	-	-	-	2,989	2,989
EBITDA	292,915	5,767	262	219	(40,865)	258,298
Normalised EBITDA*	293,281	5,767	262	(392)	(37,023)	261,895

*Normalised EBITDA for the 9 months ended 30 September 2015 is calculated as EBITDA adjusted by one-off events. The main differences are: result on sale of non-financial non-current assets: PLN 374 thousand, penalties and compensations received: PLN 808 thousand, creation of provisions for liabilities and compensations: PLN -4,778 thousand and donations made: PLN -1 thousand.

CIECH S.A.
OPERATING SEGMENTS
01/01-30/09/2014**
PLN'000

	Soda Segment	Organic Segment	Silicates and Glass Segment	Other Operations Segment	Corporate functions – items not allocated to other segments	TOTAL
Sales revenues	1,035,169	18,108	153,710	8,910	-	1,215,897
Cost of sales	(809,662)	(17,282)	(123,632)	(8,395)	-	(958,971)
Gross profit/(loss) on sales	225,507	826	30,078	515	-	256,926
Selling costs	(88,236)	(499)	(23,792)	(3,091)	(7 470)	(123,088)
General and administrative expenses	(2,433)	(225)	(3)	(4)	(33,146)	(35,811)
Result on management of receivables	(15,702)	(480)	-	(784)	-	(16,966)
Result on other operating activities	(136)	-	(3)	(1,878)	-	(2,017)
Operating profit/(loss)	119,000	(378)	6,280	(5,242)	(40,616)	79,044
Exchange differences and interest on trade settlements	(7,477)	(1,731)	(9,007)	856	-	(17,359)
Borrowing costs	-	-	-	-	(43,679)	(43,679)
Result from financial activity (non-attributable to segments)	-	-	-	-	3,860	3,860
Profit/(loss) before tax	111,523	(2,109)	(2,727)	(4,386)	(80,435)	21,866
Tax						6,103
Net profit/(loss) on continuing operations						27,969
Net profit/(loss) on discontinued operations						8,943
Net profit/(loss) for the period						36,912
Amortization/depreciation	2,195	29	46	-	2,770	5,040
EBITDA	121,195	(349)	6,326	(5,242)	(37,846)	84,084
<i>Normalised EBITDA*</i>	<i>121,326</i>	<i>(349)</i>	<i>6,329</i>	<i>(3,554)</i>	<i>(37,846)</i>	<i>85,906</i>

*Normalised EBITDA for the 9 months ended 30 September 2014 is calculated as EBITDA adjusted by one-off events. The main differences are: result on sale of non-financial non-current assets: PLN 16 thousand, penalties and compensations received: PLN 21 thousand, creation of provisions for liabilities and compensations: PLN -1,809 thousand and donations made: PLN -50 thousand.

**Restated data, the details of the changes are presented in point IV.5.1 of this Report.

CIECH S.A.
ASSETS AND LIABILITIES BY OPERATING SEGMENTS

30/09/2015						
<i>PLN'000</i>	Soda Segment	Organic Segment	Silicates and Glass Segment	Other Operations Segment	Corporate functions – items not allocated to other segments	TOTAL
Property, plant and equipment	-	-	-	-	7,975	7,975
Intangible assets	-	-	-	-	9,022	9,022
Inventory	14,429	10,945	-	270	-	25,644
Trade receivables	187,678	60,261	1,803	4,833	-	254,575
Other assets	-	-	-	-	2,769,585	2,769,585
Total assets	202,107	71,206	1,803	5,103	2,786,582	3,066,801

30/09/2015						
<i>PLN'000</i>	Soda Segment	Organic Segment	Silicates and Glass Segment	Other Operations Segment	Corporate functions – items not allocated to other segments	TOTAL
Trade liabilities	209,285	62,447	2,098	3,381	-	277,211
Other liabilities	-	-	-	-	1,477,454	1,477,454
Total liabilities	209,285	62,447	2,098	3,381	1,477,454	1,754,665

31/12/2014						
<i>PLN'000</i>	Soda Segment	Organic Segment	Silicates and Glass Segment	Other Operations Segment	Corporate functions – items not allocated to other segments	TOTAL
Property, plant and equipment	2,563	69	69	-	3,330	6,031
Intangible assets	4,190	113	113	-	5,445	9,861
Inventory	4,329	17,444	-	-	-	21,773
Trade receivables	170,757	20,904	1,245	6,948	-	199,854
Other assets	-	-	-	-	2,336,464	2,336,464
Total assets	181,839	38,530	1,427	6,948	2,345,239	2,573,983

31/12/2014						
PLN'000	Soda Segment	Organic Segment	Silicates and Glass Segment	Other Operations Segment	Corporate functions – items not allocated to other segments	TOTAL
Trade liabilities	210,683	50,247	2,115	9,216	-	272,261
Other liabilities	-	-	-	-	1,339,864	1,339,864
Total liabilities	210,683	50,247	2,115	9,216	1,339,864	1,612,125

CIECH S.A.
OTHER FINANCIAL DATA BY OPERATING SEGMENTS

01/01-30/09/2015						
PLN'000	Soda Segment	Organic Segment	Silicates and Glass Segment	Other Operations Segment	Corporate functions – items not allocated to other segments	TOTAL
Recognised impairment losses	-	-	-	(5)	-	(5)
Reversed impairment losses	80,345	8	-	386	-	83,441
Recognised impairment losses (non-attributable to segments)	-	-	-	-	(49,119)	(49,119)
Reversed impairment losses (non-attributable to segments)	-	-	-	-	3,538	3,538
Interest income attributable to segments	1,861	510	-	13	-	2,384
Interest income recognised under Corporate Functions	-	-	-	-	43,371	43,371
Interest expense attributable to segments	(1)	-	-	(1)	-	(2)
Interest expense recognised under Corporate Functions	-	-	-	-	(86,660)	(86,660)

01/01-30/09/2014

PLN'000

	Soda Segment	Organic Segment	Silicates and Glass Segment	Other Operations Segment	Corporate functions – items not allocated to other segments	TOTAL
Recognised impairment losses	(22,741)	(496)	-	(787)	-	(24,024)
Reversed impairment losses	7,039	16	-	109	-	7,164
Recognised impairment losses (non-attributable to segments)	-	-	-	-	(32,816)	(32,816)
Reversed impairment losses (non-attributable to segments)	-	-	-	-	2,773	2,773
Interest income attributable to segments	69	792	-	744	-	1,605
Interest income recognised under Corporate Functions	-	-	-	-	52,873	52,873
Interest expense attributable to segments	(431)	-	-	-	(4)	(435)
Interest expense recognised under Corporate Functions	-	-	-	-	(90,793)	(90,793)

CIECH S.A. INFORMATION ON GEOGRAPHICAL AREAS

SALES REVENUES PLN'000	Poland	European Union	Other European countries	Africa	Asia	Other regions	TOTAL
01.01.-30.09.2015	774 482	470 793	147 053	41 499	83 409	6 238	1 523 474
01.01.-30.09.2014	459 268	469 275	100 199	133 996	33 888	19 271	1 215 897

30/09/2015 PLN'000	Poland	European Union	Other European countries	Africa	Asia	Other regions	TOTAL
Non-current assets other than financial instruments	1,113,294	682,381	-	-	-	-	1,795,675
Deferred income tax assets	107,577	-	-	-	-	-	107,577
Other assets	764,200	334,994	31,109	6,429	26,368	449	1,163,549
Total assets	1,985,071	1,017,375	31,109	6,429	26,368	449	3,066,801

31.12. 2014 PLN'000	Poland	European Union	Other European countries	Africa	Asia	Other regions	TOTAL
Non-current assets other than financial instruments	1,031,783	705,417	-	-	5,696	-	1,742,896
Deferred income tax assets	77,331	-	-	-	-	-	77,331
Other assets	309,987	400,568	34,233	2,883	5,319	766	753,756
Total assets	1,419,101	1,105,985	34,233	2,883	11,015	766	2,573,983

5.8 Information on fair value of financial instruments

a) Financial instruments measured at fair value

As at 30 September 2015, CIECH S.A. had the following financial instruments measured at fair value: interest rate swap, USD/PLN forward and EUR/PLN forward.

The fair value of interest rate swap is measured as the difference between discounted interest cash flows (cash flows based on the variable interest rate, the so-called floating leg, and cash flows based on a fixed interest rate, the so-called fixed leg). The input data is the market interest rate from Reuters. The fair value of the currency forward is determined as a difference between the transaction rate and the forward rate at the valuation date multiplied by the nominal value of the contract in the foreign currency. Input data to the valuation is the market interest rate and spot exchange rate from Reuters, based on which the forward rate is calculated.

The fair value of the interest rate swap as at 30 September 2015 was negative and amounted to PLN -3,447 thousand net (PLN 2,105 thousand – other non-current liabilities; PLN 1,342 thousand – other current liabilities). The fair value of the USD/PLN forward as at 30 September 2015 was positive and amounted to PLN 24 thousand, the fair value of the EUR/PLN forward as at 30 September 2015 was negative and amounted to PLN -900 thousand – the fair value of these financial instruments was presented in short-term investments and in current liabilities, respectively. According to the fair value hierarchy, it is Level 2.

During the first three quarters of 2015 there were no transfers within the fair value hierarchy of instruments measured at fair value. There have been no changes, either, in the classification of financial instruments, nor in business conditions that could affect the fair value of financial assets or liabilities.

b) Financial instruments not measured at fair value

CIECH S.A. issued intercompany and domestic bonds, whose carrying amount as of 30 September 2015 amounted to PLN 1,210,409 thousand and fair value to PLN 1,285,757 thousand.

For the remaining financial instruments of CIECH S.A. (classified mainly as cash, loans and receivables, financial liabilities measured at amortised cost), their fair value was close to their carrying amount.

5.9 Information on material events that occurred after 30 September 2015 and have not been reflected in the presented interim report

There were no material events that occurred after 30 September 2015 and have not been reflected in the financial statements for the period from 1 January to 30 September 2015.

5.10 Information on changes in the shareholding structure

Changes that occurred in three quarters of 2015 are described in point II.5 of this Report.

5.11 Information on changes in contingent liabilities or contingent assets and other matters

5.11.1 Significant disputed liabilities of CIECH S.A.

As at 30 September 2015, the total value of significant disputed liabilities of CIECH S.A. and subsidiaries of CIECH S.A., pursued in all types of proceedings in front of court, body appropriate for arbitration proceedings or public administration bodies represents less than 10% of CIECH S.A.'s equity.

The detailed description of significant disputed liabilities of CIECH S.A. and subsidiaries of CIECH S.A., pursued in all types of proceedings in front of court, body appropriate for arbitration proceedings or public administration bodies was presented in point II.28.1 of Annual Report of CIECH S.A. for 2014, which was published on 23 March 2015. There have been no significant changes in this regard from that date.

5.11.2 Significant disputed receivables of CIECH S.A.

As at 30 September 2015, the total value of significant disputed receivables of CIECH S.A. and subsidiaries of CIECH S.A., pursued in all types of proceedings in front of court, body appropriate for arbitration proceedings or public administration bodies represents less than 10% of CIECH S.A.'s equity.

The detailed description of significant disputed liabilities of CIECH S.A. and subsidiaries of CIECH S.A., pursued in all types of proceedings in front of court, body appropriate for arbitration proceedings or public administration bodies

was presented in point II.28.2 of Annual Report of CIECH S.A. for 2014, which was published on 23 March 2015. There have been no significant changes in this regard from that date.

5.11.3 Contingent assets and other contingent liabilities including guarantees and sureties

PLN '000	30/09/2015	31/12/2014
1. Contingent assets	18,864	18,864
- other contingent receivables	18,864	18,864
2. Contingent liabilities	810,151	680,272
- guarantees and sureties granted	810,151	680,272

*there was a change in the presentation of contingent liabilities resulting from, granted by CIECH S.A., CIECH Soda Romania S.A. and selected subsidiaries in Poland and Germany, guarantee of liabilities related to bonds issued by CIECH Group Financing AB (the guarantee was granted to the amount of 155% bonds payable amount of EUR 245 million). Previously, the nominal value of liabilities from issued bonds in the amount of EUR 245 million was presented, currently the amount of contingent liability is 55% of bonds payable amount. The comparative figures were restated respectively.

Other contingent liabilities as at 30 September 2015 amounted to PLN 810,151 thousand, which is an decrease of PLN 129,879 thousand compared to December 2014.

The cause of increasing of the value of contingent liabilities is granting new sureties for liabilities of subsidiaries: CIECH Finance Sp. z o.o. in the amount of PLN 49,500 thousand, KWG GmbH in the amount of PLN 7,430 thousand (EUR 1,753 thousand), CIECH Vitrosilicon S.A. in the amount of PLN 67,035 thousand, CIECH Soda Romania S.A. in the amount of PLN 10 000 thousand and an increase in guarantees granted for liabilities of CIECH Trading of PLN 848 thousand (EUR 200 thousand). As of 30/04/2014 the surety for the obligations of CIECH Soda Romania S.A. in the amount of PLN 1,350 thousand (EUR 316.7 thousand) expired.

The remaining difference is due to changes in exchange rates applied to the valuation of liabilities.

Sureties and guarantees granted and valid as at 30 September 2015

Sureties and guarantees granted and valid as at 30 September 2019						
Beneficiary's name	Total amount of liabilities covered by guarantee/surety in whole or in specific part		Guarantee period	Financial terms, including guarantee fee due to the company	Principal	Nature of relations between CIECH S.A. and the principal
	currency '000	PLN '000				
CIECH S.A. and selected subsidiaries in Poland, Germany and Romania.						
Deutsche Trustee Company Limited; bond holders*	EUR 379,750 (guarantee provided up to the amount of 155% of liabilities related to the issuance of foreign bonds in the amount of EUR 245,000 thousand)	1,609,608	Until full redemption of bonds (max term 30/11/2019)	Commission of 0.55% p.a of the difference between the limit of the guarantee collateralized by assets and a surplus of the guarantee limit; collateral of liabilities due to bonds issued.	Ciech Group Financing AB	Subsidiary
CIECH S.A.						
Anwil S.A.	PLN 15,000	15,000	30/06/2016	Commission of 1.5% p.a. of the guaranteed liability; collateral pertaining to liability.	CIECH Trading S.A.	Subsidiary
Alwernia S.A.	PLN 1,000	1,000	Liabilities incurred and outstanding up to 31/12/2015	Commission of 1.5% p.a. of the guaranteed liability; collateral pertaining to liability.	CIECH Trading S.A.	Subsidiary
Spolana a.s.	EUR 1,500	6,358	Liabilities incurred and outstanding up to 31/12/2015	Commission of 1.5% p.a. of the guaranteed liability; collateral pertaining to liability.	CIECH Trading S.A.	Subsidiary

Beneficiary's name	Total amount of liabilities covered by guarantee/surety in whole or in specific part		Guarantee period	Financial terms, including guarantee fee due to the company	Principal	Nature of relations between CIECH S.A. and the principal
	currency '000	PLN '000				
BASF Polska Sp. z o.o., BASF SE	EUR 10,000	42,386	Maximum till 12/03/2017	Guarantee for certain liabilities and warranties made by Infrastruktura Kapuściska S.A. w upadłości likwidacyjnej within the Agreement for Sale and Transfer of TDI assets to BASF.	Infrastruktura Kapuściska S.A. w upadłości likwidacyjnej	-
Bioagra-Oil S.A.	PLN 250	250	30/09/2015 (expired)	Commission of 1.5% p.a. of the guaranteed liability; collateral pertaining to liability.	CIECH Trading S.A.	Subsidiary
Bank Pekao S.A.	EUR 5,000	21,193	23/12/2015	Commission of 0.4% p.a. of the guaranteed liability; collateral pertaining to liability.	CIECH Soda Deutschland GmbH&Co.KG	Subsidiary
Siemens Industrial Turbomachinery s.r.o.	EUR 1,753	7,430	Lease instalments outstanding by 30/04/2019	Commission of 0.4% p.a. of the guaranteed liability; collateral pertaining to liability.	KWG GmbH	Subsidiary
Grupa Azoty Zakłady Azotowe Kędzierzyn S.A.	EUR 200	848	30/09/2016	Commission of 1.5% p.a. of the guaranteed liability; collateral pertaining to liability.	CIECH Trading S.A.	Subsidiary
BZ WBK Faktor Sp. z o.o.	PLN 18,000	18,000	No time limit	Commission of 1.5% p.a. of the guaranteed liability; collateral pertaining to liability.	CIECH Trading S.A.	Subsidiary
BZ WBK Faktor Sp. z o.o.	PLN 49,500	49,500	No time limit	Commission of 1.5% p.a. of the guaranteed liability; collateral pertaining to liability.	CIECH Finance Sp. z o.o.	Subsidiary
PGE Polska Grupa Energetyczna S.A.	PLN 10,000	10,000	31/12/2016	Commission of 1.5% p.a. of the guaranteed liability; collateral pertaining to liability.	CIECH Soda Romania S.A.	Subsidiary
VITROBUDOWA Sp. z o.o.	PLN 67,035	67,035	90 calendar days from signing the final acceptance protocol	Commission of 1.5% p.a. of the guaranteed liability; collateral pertaining to liability.	CIECH Vitrosilicon S.A.	Subsidiary
Total amount of guarantees and sureties granted		1,848,608				

* The guarantee covered by the i.a. pledges established on the assets belonging to CIECH S.A.

5.11.4 Letters of support

As at 30 September 2015, CIECH S.A. was the obliged party in the following letters of support:

- Letter of support (*Patronatserklärung*) regarding CIECH Soda Deutschland GmbH&Co. KG with its registered office in Staßfurt, granted to RWE Gasspeicher GmbH ("RWE"), relating to liabilities of CIECH Soda Deutschland GmbH&Co. KG resulting from the agreement dated 5 May 2009 on salt caverns construction for the purpose of natural gas storage on the mining field Staßfurt according to which, until 30 September 2015, CIECH Soda Deutschland GmbH&Co. KG received payments of EUR 34.8 million from RWE. In the letter of support CIECH S.A. has committed, among other things, to ensure that CIECH Soda Deutschland GmbH&Co. KG will have sufficient funds to fulfil its financial commitments against RWE resulting from the above-mentioned agreement.

5.12 Provisions and impairment allowances on assets

In the first three quarters of 2015, there were the following changes (recognition, use and reversal) of provisions and impairment allowances on assets in the financial statements of CIECH S.A.:

01/01-30/09/2015

PLN '000	opening balance	increase	decrease	closing balance
Long-term investments	643,454	28,000	370,581	300,873
Inventory	218	-	134	84
Receivables	119,362	635	89,840	30,157
Short-term investments	41,963	20,488	27,250	35,201

01/01-30/09/2015

PLN '000	opening balance	increase	decrease	closing balance
Deferred income tax liability	25,383	-	14,835	10,548
Provision for employee benefits and other provisions	22,896	4,848	-	27,744

01/01-30/09/2015

PLN '000	opening balance	increase	decrease	closing balance
Deferred income tax asset	102,714	15,411		118,125

01/01-30/09/2014

PLN '000	opening balance	increase	decrease	closing balance
Long-term investments	889,907	-	312,795	577,112
Inventory	251	-	106	145
Receivables	103,917	25,214	7,323	121,808
Short-term investments	85,042	29,513	2,551	112,004

01/01-30/09/2014

PLN '000	opening balance	increase	decrease	closing balance
Deferred income tax liability	4,375	1,053	-	5,428
Provision for employee benefits and other provisions	22,464	-	72	22,392

01/01-30/09/2014

PLN '000	opening balance	increase	decrease	closing balance
Deferred income tax asset	43,422	17,208	-	60,630

During the third quarter of 2015, there were the following changes (recognition, use and reversal) of provisions and impairment allowances on assets in the financial statements of CIECH S.A.:

01/07-30/09/2015

PLN '000	opening balance	increase	decrease	closing balance
Long-term investments	662,164	3,362	364,653	300,873
Inventory	218	-	134	84
Receivables	97,124	(410)	66,557	30,157
Short-term investments	61,347	(59)	26,087	35,201

01/07-30/09/2015

PLN '000	opening balance	increase	decrease	closing balance
Deferred income tax liability	26,114	-	15,566	10,548
Provision for employee benefits and other provisions	27,552	192	-	27,744

01/07-30/09/2015

PLN '000	opening balance	increase	decrease	closing balance
Deferred income tax asset	86,922	31,203	-	118,125

01/07-30/09/2014

PLN '000	opening balance	increase	decrease	closing balance
Long-term investments	891,085	-	313,973	577,112
Inventory	145	-	-	145
Receivables	117,015	4,812	19	121,808
Short-term investments	101,841	10,163	-	112,004

01/07-30/09/2014

PLN '000	opening balance	increase	decrease	closing balance
Deferred income tax liability	5,261	167	-	5,428
Provision for employee benefits and other provisions	20,653	1,739	-	22,392

01/07-30/09/2014

PLN '000	opening balance	increase	decrease	closing balance
Deferred income tax asset	60,461	169	-	60,630

Deferred income tax liability and deferred income tax assets are netted off in the statement of financial position.

5.13 Notes to the Condensed Interim Separate Statement of Other Comprehensive Income of CIECH S.A.

Tax effect of each component of other comprehensive income of CIECH S.A.

PLN '000	01/01-30/09/2015			01/01-30/09/2014		
	Before tax	Tax	After tax	Before tax	Tax	After tax
Cash flow hedge	2,744	(521)	2,223	(4,412)	838	(3,574)
Other comprehensive income net of tax	2,744	(521)	2,223	(4,412)	838	(3,574)

Income tax and reclassification adjustments in other comprehensive income

Other comprehensive income before tax PLN '000	change in the period	01/01-30/09/2015	change in the period	01/01-30/09/2014
Cash flow hedge	-	2,744	-	(4,412)
- fair value remeasurement in the period	(4,295)	-	(15,140)	-
- reclassification to profit or loss	7,039	-	10,728	-
Income tax attributable to other components of other comprehensive income	-	(521)	-	838
- accrued for the current period	816	-	2,876	-
- reclassification to profit or loss	(1,337)	-	(2,038)	-
Other comprehensive income net of tax	-	2,223		(3,574)

5.14 Information on purchase and disposal of property, plant and equipment and commitments for the acquisition of property, plant and equipment**01/01-30/09/2015**

<i>PLN '000</i>	Land, buildings, offices and land and water engineering facilities	Machinery and equipment	Other property, plant and equipment	Property, plant and equipment under construction	Total
purchase	-	5,279	4	3,135	8,418
disposal	-	-	8	-	8

Purchases were made with own financial resources.

01/01-30/09/2014

<i>PLN '000</i>	Land, buildings, offices and land and water engineering facilities	Machinery and equipment	Other property, plant and equipment	Property, plant and equipment under construction	Total
purchase	-	221	3	147	371
disposal	130	413	102	-	645

5.15 CIECH S.A.'s shareholders holding at least 5% of shares/votes at the General Meeting of Shareholders

CIECH S.A.'s shares are listed by Giełda Papierów Wartościowych w Warszawie S.A. (Warsaw Stock Exchange). The share capital of CIECH S.A. is PLN 263,500,965 and is divided into 52,699,909 shares with a face value of PLN 5 each, including:

- 20,816 A-series ordinary bearer shares,
- 19,775,200 B-series ordinary bearer shares,
- 8,203,984 C-series ordinary bearer shares,
- 23,000,000 D-series ordinary bearer shares,
- 1,699,909 E-series ordinary bearer shares.

SHAREHOLDERS

From the date of presenting the previous report (i.e. from the date of publishing the Consolidated Report of CIECH S.A. for the first half of 2015, which was made available to the public on 24 August 2015), CIECH S.A. did not receive any information from the shareholders concerning increases or decreases of any of their interest in the total number of shares. To the knowledge of the Company, as at 30 September 2015, there were 2 shareholders holding a significant stake (at least 5%) of CIECH S.A. shares: KI Chemistry s. à r. l., with its registered office in Luxembourg, and ING Open Pension Fund.

Shareholder	Type of shares	Number of shares	Number of votes at GSM	Share in total number of votes at GSM	Share in share capital (%)
KI Chemistry s. à r. l. with its registered office in Luxembourg*	Ordinary bearer shares	26,952,052	26,952,052	51.14%	51.14%
ING Open Pension Fund**	Ordinary bearer shares	5,000,000	5,000,000	9.49%	9.49%
Other	Ordinary bearer shares	20,747,857	20,747,857	39.37%	39.37%

* according to the information of 9 June 2014 provided by the Shareholder under Art. 77 (7) and Art. 69 (1) (1) of the Public Offering Act of 29 July 2005 (...) (Cr 26/2014)

** based on the list of shareholders holding at least 5% votes at the Ordinary General Meeting of Shareholders of CIECH S.A. on 7 October 2015, Cr 35/2015 drawn up and presented to the public under Art. 70 (3) of the Public Offering Act (...)

5.16 Changes in the number of shares of CIECH S.A. held by the Members of the Management Board and Supervisory Board

The number of CIECH S.A. shares, held by managers and supervisors on the date of approval of this report is as follows:

- Mr Artur Osuchowski – Member of the Management Board of CIECH S.A., held 65,195 shares in CIECH S.A.

At the date of this report, other management and supervisory persons of CIECH S.A. did not hold any shares in CIECH S.A. or shares or holdings in related entities. There have been no changes in this regard since the publication of Extended Consolidated Quarterly Report of the CIECH Group for the first half of 2015, which was on 24 August 2015.

5.17 Corrections of prior period errors

There were no corrections of prior period errors.

5.18 Discontinued operations and non-current assets classified as held for sale

Discontinued operations

The accounting principles applied in preparing the statement of profit or loss for discontinued operations are in line with the CIECH S.A.'s accounting policy. The results of discontinued operations include:

In the period from 1 January to 30 September 2015 there were no discontinued operations. In the comparative period the deferred tax asset, in respect of temporary differences between the carrying and tax value of Infrastruktura Kapuściska S.A. w upadłości likwidacyjnej shares was presented as discontinued operations.

Assets and liabilities classified as held for sale

As at 30 September 2015 and as at 31 December 2014, there were no assets and liabilities classified as held for sale.

5.19 Information on overdue debts or other violations of debt-related agreements

In the period covered by these financial statements none of the loan agreements was called to maturity nor were there any violations of payment terms for repayment of capital or interest due in relation to financial liabilities recognized in the statement of financial position.

All information concerning the financing conditions, which result from the agreements and arrangements with the banks, are presented in the Annual Report of CIECH S.A. for 2014, which was published on 23 March 2015.

5.20 Transactions with related entities

Transactions with related parties are concluded on an arm's length basis.

	Sales revenues 01/01- 30/09/2015	Purchases of goods and services 01/01- 30/09/2015	Financial income 01/01- 30/09/2015	Receivables as at 30/09/2015	Liabilities as at 30/09/2015
<i>PLN '000</i>					
Consolidated entities	430,658	894,299	209,398	141,180	322,269
Non-consolidated entities	47,745	6,126	1,297	10,083	1,161

	Sales revenues 01/01- 30/09/2014	Purchases of goods and services 01/01- 30/09/2014	Financial income 01/01- 30/09/2014	Receivables as at 30/09/2014	Liabilities as at 30/09/2014
<i>PLN '000</i>					
Consolidated entities	93,892	855,700	93,489	180,704	212,699
Non-consolidated entities	41,206	9,791	1,095	6,327	826

5.21 Information on events after the balance-sheet date

On 7 October 2015, the Extraordinary General Shareholders' Meeting of CIECH S.A. gave its consent to CIECH S.A. or its subsidiaries obtaining financing in the form of issuing bonds on international markets or on the Polish market or taking bank loans, or a combination of different financing instruments mentioned above. The total amount of financing shall not exceed PLN 1,750,000 thousand or the equivalent of this amount in Euro. The Extraordinary General Shareholders' Meeting authorized the Management Board of CIECH S.A. to specify all other terms and conditions of the financing and gave its consent to the establishment of adequate security in connection therewith. Details of the resolutions passed by the Extraordinary General Shareholders' Meeting have been published in the current report no. 34/2015 of 7 October 2015.

On 26 October 2015, the Supervisory Board of CIECH S.A. appointed Mr Artur Król as a Management Board Member of CIECH S.A.

On 29 October 2015, a loan agreement was signed between CIECH S.A. as the borrower, the subsidiaries CIECH Soda Polska S.A., CIECH Sarzyna S.A. and CIECH Soda Deutschland GmbH & Co. KG as guarantors and other CIECH S.A. subsidiaries as temporary guarantors (Janikowskie Zakłady Sodowe Janikosoda S.A., CIECH Vitrosilicon S.A., Ciech Nieruchomości S.A., CIECH Transclean sp. z o.o., CIECH Trading S.A., Ciech Pianki sp. z o.o., CIECH Cerium spółka z ograniczoną odpowiedzialnością sp.k., Cerium spółka z ograniczoną odpowiedzialnością SKA, SDC GmbH, Sodawerk Holding Staßfurt GmbH, Sodawerk Staßfurt Verwaltungs-GmbH) and Bank Handlowy w Warszawie S.A., Bank Millennium S.A., Bank Zachodni WBK S.A., Credit Agricole Bank Polska S.A., HSBC Bank Polska S.A., Industrial and Commercial Bank of China (Europe) S.A. Branch in Poland, and Powszechna Kasa Oszczędności Bank Polski S.A. The agreement concerns refinancing of the present financial debt of the CIECH Group, financing of the costs of refinancing and financing of general corporate purposes of CIECH S.A. Under the agreement, two other CIECH S.A. subsidiaries may also sign the agreement as guarantors: – KWG-Kraftwerksgesellschaft Staßfurt mbH and CIECH Soda Romania S.A. (the former not later than within 3 days after the first payment of loans under the loan agreement, and the latter by 29 February 2016).

Under the loan agreement, the lenders provided the following loans to CIECH S.A. (on the condition that documents required to make the funds available are provided to the lenders):

- a fixed-term loan in two currencies (PLN and EUR) up to a total amount of PLN 1,340,000 thousand, granted by the lenders for: (i) refinancing of debt resulting inter alia from the issue of secured senior bonds in the amount of EUR 245,000 thousand by a CIECH S.A. subsidiary – Ciech Group Financing AB, (ii) refinancing of debt resulting from a top priority revolving loan agreement up to the amount of PLN 100,000 thousand, (iii) refinancing of the remaining debt of CIECH S.A. resulting from other loans, (iv) financing of costs of refinancing, and (v) financing of general corporate purposes of CIECH S.A. (a fixed-term loan);
- a revolving loan in PLN up to the total amount of PLN 250,000 thousand granted by lenders for the financing of general corporate purposes and working capital of the CIECH Group, excluding acquisition and early repayment of the fixed-term loan.

Interest on the Loans is variable and based on WIBOR / EURIBOR plus a margin dependent on the ratio of net debt to operating result plus amortization and depreciation (EBITDA). The initial level of the margin is 1.5%.

The funds will be made available to CIECH S.A. on the condition that the lenders are provided with standard documents and certificates, including legal opinions, certificates of no tax arrears and insurance policies, and that the loan terms and conditions are not violated by the date of payment.

The main terms and conditions for loan repayment include:

1. amortization of 14.93% of the fixed-term loan amount on each of the following dates: 30 December 2018, 30 December 2019 and 30 September 2020, repayment of the remaining part on the fifth anniversary of the first payment of the fixed-term loan;
2. repayment of the working capital loan at the end of the interest period selected by CIECH S.A. for a particular utilized amount, with an automatic rollover of the utilized amount to the following interest periods;
3. significant events of default that entitle the lenders to demand early loan repayment:
 - a lack of repayment of amounts due to lenders;
 - violation of a financial ratio defined in the loan agreement;
 - a lack of repayment of the refinanced debt by 31 December 2015;
 - a lack of redemption of series 02 bonds by 5 December 2017;
 - discontinuation of all or a significant part of the activities by CIECH S.A.;
 - non-compliance with the law;
4. the final repayment date of the fixed-term loan and the revolving loan - the fifth anniversary of the date of signing the loan agreement.

The loans were secured with guarantees granted by each guarantor and temporary guarantor to each lender in the amount of 125% of the maximum exposure of a given lender in a given currency; at the same time, the total amount of guarantees granted by each guarantor and temporary guarantor shall not exceed 125% of the amount of the Loans. No separate remuneration has been provided for guarantors and temporary guarantors for granting the guarantees. In the period up to redemption of PL Bonds, security of the loans granted under the loan agreement will comprise the security established by CIECH S.A., guarantors, temporary guarantors and successive guarantors in order to secure parallel debt created based on the agreement between creditors signed on 28 November 2012, including:

1. mortgages on the real estate of some subsidiaries of CIECH S.A.;
2. pledges (registered and financial pledges in the case of companies resident in Poland and equivalent security in Germany and Romania) on shares or rights of partners in partnerships held by guarantors, temporary guarantors and successive guarantors;
3. registered pledges on real estate and other assets of CIECH S.A., guarantors and temporary guarantors resident in Poland;

4. financial pledges on the rights to funds deposited on bank accounts of CIECH S.A., guarantors, temporary guarantors and successive guarantors (including security that is equivalent to financial pledge in Germany and Romania);
5. assignment of rights under insurance policies issued with respect to assets constituting the security and assignment of rights arising from intercompany loans or other debt instruments or significant commercial contracts of CIECH S.A., selected guarantors and temporary guarantors;
6. statements of submission to enforcement made by CIECH S.A., guarantors and temporary guarantors resident in Poland;
7. powers of attorney to bank accounts of CIECH S.A., guarantors and temporary guarantors resident in Poland.

In accordance with the loan agreement, when the redemption of PL Bonds by CIECH S.A. is completed, the guarantees granted by temporary guarantors shall be released (the guarantees granted by guarantors and successive guarantors will remain valid), and the package of security for the lenders' debt will be limited to the following:

1. pledges (registered and financial pledges in the case of companies resident in Poland and equivalent security in Germany and Romania) on shares held by guarantors and successive guarantors;
2. a registered pledge on movables and other assets of CIECH S.A.;
3. financial pledges on the rights to funds deposited on bank accounts of CIECH S.A., guarantors and successive guarantors (including security that is equivalent to financial pledge in Germany and Romania);
4. statements of submission to enforcement made by CIECH S.A. and guarantors.

Under the loan agreement CIECH S.A. and the guarantors are also obliged to (inter alia):

1. comply with the restrictions concerning disposing with their assets defined in the agreement, except for the allowed disposals specified in the agreement;
2. not to pay dividend when the level of the financial ratio defined in the loan agreement is exceeded;
3. not to incur financial debt and not to grant loans when the level of the financial ratio defined in the loan agreement is exceeded.

Details of the loan agreement are presented in current report no. 38/2015 of 30 October 2015.

On 30 October 2015, Ciech Group Financing AB informed of its intention to proceed with the early purchase and redemption of secured bonds with a nominal value of EUR 245,000,000 issued on 28 November 2012 with an original maturity date in 2019. The early redemption is to take place on 30 November 2015. In accordance with the provisions of the Indenture agreement (the details are presented in current report no. 61/2012), the total amount required for the purposes of bond redemption on 30 November 2015 is EUR 263,426 thousand. The notification further says that the early purchase and redemption of the bonds will be executed on the condition that the lenders pay out loans under the above-mentioned loan agreement in an amount not lower than the equivalent of the redemption amount (details are provided in the current report no. 40/2015 of 30 October 2015).

V. Statement of the Management Board.

This extended consolidated quarterly report of the CIECH Group for three quarters of 2015 was approved by the Management Board of CIECH S.A. in its registered office on 16 November 2015.

Warsaw, 16 November 2015.

.....
Maciej Tybura - President of the Management Board of CIECH Spółka Akcyjna

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Artur Król – Member of the Management Board of CIECH Spółka Akcyjna

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Artur Osuchowski – Member of the Management Board of CIECH Spółka Akcyjna

.....
Katarzyna Rybacka – Chief Accountant of CIECH Spółka Akcyjna