



EUROCASH GROUP

CONSOLIDATED SEMI-ANNUAL REPORT 2012

TRANSLATORS' EXPLANATORY NOTE

The following document is a free translation of the report of the above-mentioned Polish Company.
In the event of any discrepancy in interpreting the terminology, the Polish version is binding.

KOMORNIKI, 24 August 2012

CONTENTS

- I. SELECTED CONSOLIDATED FINANCIAL DATA**
- II. AUDITOR'S REPORT**
- III. SEMI-ANNUAL ABBREVIATED CONSOLIDATED FINANCIAL STATEMENTS**
- IV. SELECTED SEPARATE FINANCIAL DATA**
- V. AUDITOR'S REPORT**
- VI. SEMI-ANNUAL ABBREVIATED SEPARATE FINANCIAL STATEMENTS**
- VII. REPORT OF THE MANAGEMENT BOARD**

SELECTED CONSOLIDATED FINANCIAL DATA

	Non audited for the period from 01.01.2012 to 30.06.2012 PLN	Non audited for the period from 01.01.2011 to 30.06.2011 PLN	Non audited for the period from 01.01.2012 to 30.06.2012 EUR	Non audited for the period from 01.01.2011 to 30.06.2011 EUR
Sales	7 947 814 751	4 643 999 874	1 871 968 050	1 174 506 797
Operating profit (loss)	118 828 440	60 869 392	27 987 950	15 394 383
Profit (loss) before income tax	74 248 985	49 338 455	17 488 043	12 478 112
Profit (loss) for the on continued operations	62 725 409	44 031 457	14 773 868	11 135 927
Profit (loss) for the period	62 725 409	44 031 457	14 773 868	11 135 927
Net cash from operating activities	257 771 483	80 616 195	60 713 542	20 388 517
Net cash used in investing activities	(66 249 435)	(40 841 392)	(15 603 890)	(10 329 133)
Net cash used in financing activities	(345 442 413)	(44 710 558)	(81 362 888)	(11 307 678)
Net change in cash and cash equivalents	(153 920 365)	(4 935 756)	(36 253 236)	(1 248 294)
Weighted average number of shares	137 636 502	137 418 126	137 636 502	137 418 126
Weighted average diluted number of shares	138 784 114	138 288 615	138 784 114	138 288 615
EPS (in PLN / EUR)	0,46	0,32	0,11	0,08
Diluted EPS (in PLN / EUR)	0,45	0,32	0,11	0,08
Average PLN / EUR rate*			4,2457	3,9540
	Non audited as at 30.06.2012 PLN	as at 31.12.2011 PLN	Non audited as at 30.06.2012 EUR	as at 31.12.2011 EUR
Assets	4 494 325 033	4 629 895 222	1 054 684 024	1 048 246 518
Non-current liabilities	603 715 720	732 425 315	141 674 071	165 827 141
Current liabilities	3 296 870 063	3 348 975 999	773 677 062	758 235 827
Equity	593 739 250	548 493 908	139 332 891	124 183 551
Share capital	137 754 336	136 983 011	32 326 834	31 014 085
Number of shares	137 754 336	136 983 011	137 754 336	136 983 011
Diluted number of shares	138 909 011	138 909 011	138 909 011	138 909 011
Book value per share (in PLN / EUR)	4,31	4,00	1,01	0,91
Diluted book value per share (in PLN / EUR)	4,27	3,95	1,00	0,89
Declared or paid dividend (in PLN / EUR) ***	24 751 812	50 672 318	5 808 512	11 472 631
Declared or paid dividend per share (in PLN / EUR)	0,18	0,37	0,04	0,08
PLN / EUR rate at the end of the period**			4,2613	4,4168

* Profit and loss items and cash flow items calculated on basis at a weighted average rate announced by the National Bank of Poland.

** Balance sheet items and book value per share have been converted using the official mid-rates announced by the National Bank of Poland prevailing on the balance sheet date.

*** Dividend for 2011 year, as at 17 July 2012 was declared for employees who will have shareholders of Parent Company as at 2 July 2012.

This document is a free translation of the Polish original. Terminology current in Anglo-Saxon countries has been used where practicable for the purposes of this translation in order to aid understanding. The binding Polish original should be referred to in matters of interpretation.

**INDEPENDENT AUDITORS' REPORT
ON REVIEW OF THE INTERIM
FINANCIAL INFORMATION OF
EUROCASH S.A. GROUP
FOR THE PERIOD
FROM 1 January 2012 TO 30 June 2012**

To the Shareholders of Eurocash S.A.

Introduction

We have reviewed the accompanying condensed consolidated statement of financial position of Eurocash S.A. Group, with its registered office in Komoniki, 11 Wiśniowa Street, as at 30 June 2012, the condensed consolidated income statement and the condensed consolidated statements of comprehensive income, changes in equity and cash flows for six month period then ended, and notes to the interim financial information (“the condensed consolidated interim financial information”).

Management of the Parent Entity is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with the International Accounting Standard 34 *Interim Financial Reporting* (“IAS 34”). Our responsibility is to express a conclusion on this condensed consolidated interim financial information, based on our review.

Scope of Review

We conducted our review in accordance with the national standard on auditing no. 3 *General principles of review of the financial statements/condensed financial statements and conducting of other assurance services* and the International Standard on Review Engagements 2410 *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial information as at 30 June 2012 is not prepared, in all material respects, in accordance with IAS 34.

On behalf of KPMG Audyt Sp. z o.o.
registration number 458
ul. Chłodna 51, 00-867 Warsaw

Signed on the Polish original

Signed on the Polish original

.....
Certified Auditor No. 11686
Łukasz Łukomski

.....
Certified Auditor No. 90061
Marek Gajdziński, Partner

24 August 2012
Poznań, Poland

EUROCASH S.A. GROUP

ABBREVIATED SEMI-ANNUAL CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 JANUARY 2012 TO 30 JUNE 2012

TRANSLATORS' EXPLANATORY NOTE

This document is a free translation of the Polish original.
The binding Polish original should be referred to in matters of interpretation.

<i>Semi-annual abbreviated consolidated financial statements of EUROCASH Group.</i>			
Financial statements period:	<i>01.01-30.06.2012</i>	Presentation currency:	<i>Polish zloty (PLN)</i>
Level of round-offs:	<i>All amounts are expressed in Polish zloty (unless indicated otherwise)</i>		

CONTENTS

General information	3
1. Information about the Parent Entity	3
2. Board of the Parent Entity	3
Abbreviated consolidated income statement for the period from 01.01 to 30.06.2012.....	5
Abbreviated consolidated statement of comprehensive income for the period from 01.01 to 30.06.2012	6
Abbreviated consolidated statement of financial position as at 30.06.2012.....	7
Abbreviated consolidated statement of cash flows for the period from 01.01 to 30.06.2012.....	9
Abbreviated consolidated statement on changes in equity for the period from 01.01 to 30.06.2012.....	10
Supplementary information to the abbreviated consolidated financial statements prepared for the period from 01.01 to 30.06.2012	11
1. General information	11
2. Notes to the abbreviated consolidated financial statements prepared for the period from 01.01 to 30.06.2012	19

<i>Semi-annual abbreviated consolidated financial statements of EUROCASH Group.</i>			
Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

GENERAL INFORMATION

1. INFORMATION ABOUT THE PARENT ENTITY

NAME

EUROCASH Spółka Akcyjna

REGISTERED OFFICE

ul. Wiśniowa 11, 62-052 Komorniki

CORE BUSINESS

Non-specialized wholesale trade
(PKD 4690Z)

REGISTRATION COURT

District Court Poznań - Nowe Miasto and Wilda in Poznań, VIII Commercial Department of the National Court Register, KRS 0000213765

PERIOD FOR WHICH THE GROUP WAS ESTABLISHED

Indefinite period

PERIOD COVERED BY THE FINANCIAL STATEMENTS

The reporting period 1 January 2012 – 30 June 2012 and comparative period 1 January 2011 – 30 June 2011.

Consolidated statement of financial position has been prepared as at 30 June 2012, and the comparative figures are presented as at 31 December 2011.

2. BOARD OF THE PARENT ENTITY

2.1. MANAGEMENT BOARD OF THE PARENT ENTITY

As at 30 June 2012 the Parent Entity's Management Board consisted of the following members:

Luis Manuel Conceicao do Amaral – President of the Management Board,

Rui Amaral – Member of the Management Board,

Arnaldo Guerreiro – Member of the Management Board,

Pedro Martinho – Member of the Management Board,

Katarzyna Kopaczewska – Member of the Management Board,

Carlos Saraiva – Member of the Management Board,

Jacek Owczarek – Member of the Management Board.

<i>Semi-annual abbreviated consolidated financial statements of EUROCASH Group.</i>			
Financial statements period:	<i>01.01-30.06.2012</i>	Presentation currency:	<i>Polish zloty (PLN)</i>
Level of round-offs:	<i>All amounts are expressed in Polish zloty (unless indicated otherwise)</i>		

2.2. SUPERVISORY BOARD

As at 30 June 2012 the Parent Entity's Supervisory Board consisted of the following members:

João Borges de Assunção – President of the Supervisory Board,
Eduardo Aguinaga de Moraes – Member of the Supervisory Board,
António José Santos Silva Casanova – Member of the Supervisory Board,
Ryszard Wojnowski – Member of the Supervisory Board,
Janusz Lisowski – Member of the Supervisory Board.

2.3. CHANGES IN THE MANAGEMENT AND SUPERVISORY BOARD

There were no changes in the membership of the Management and Supervisory Board in the reporting period.

Semi-annual abbreviated consolidated financial statements of EUROCASH Group.			
Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

ABBREVIATED CONSOLIDATED INCOME STATEMENT FOR THE PERIOD FROM 01.01 TO 30.06.2012

	Non audited 2nd Quarter for the period from 01.04.2012 to 30.06.2012	Non audited 1 Semi year for the period from 01.01.2012 to 30.06.2012	Non audited 2nd Quarter for the period from 01.04.2011 to 30.06.2011	Non audited 1 Semi year for the period from 01.01.2011 to 30.06.2011
Sales	4 213 053 244	7 947 814 751	2 564 628 848	4 643 999 874
Sales of goods	4 049 285 925	7 668 539 273	2 483 160 613	4 498 933 429
Sales of services	162 124 384	276 894 481	81 468 235	145 066 445
Sales of materials	1 642 935	2 380 997	-	-
Costs of sales	(3 745 491 201)	(7 104 664 342)	(2 316 617 518)	(4 195 072 481)
Costs of goods sold	(3 715 440 111)	(7 050 027 017)	(2 315 466 675)	(4 193 124 593)
Costs of services sold	(28 735 109)	(52 870 799)	(1 150 843)	(1 947 888)
Costs of materials sold	(1 315 982)	(1 766 526)	-	-
Gross profit (loss)	467 562 042	843 150 409	248 011 329	448 927 392
Selling expenses	(281 162 936)	(541 570 234)	(148 743 552)	(288 516 764)
General and administrative expenses	(88 311 650)	(157 191 278)	(54 908 572)	(104 832 967)
Profit (loss) on sales	98 087 456	144 388 897	44 359 205	55 577 661
Other operating income	10 540 788	18 655 043	17 823 757	25 878 557
Other operating expenses	(23 669 644)	(44 215 500)	(15 868 586)	(20 586 826)
Operating profit (loss)	84 958 600	118 828 440	46 314 376	60 869 392
Financial income	3 155 910	8 912 104	2 918 998	5 645 416
Financial costs	(26 107 604)	(52 426 226)	(8 899 797)	(15 472 405)
Share in profits (losses) of equity accounted investees	(834 746)	(1 065 333)	(705 979)	(1 703 948)
Profit (loss) before income tax	61 172 160	74 248 985	39 627 600	49 338 455
Income tax expense	(8 714 160)	(11 523 576)	(4 370 487)	(5 306 998)
Profit (loss) for the period	52 458 000	62 725 409	35 257 112	44 031 457
Attributable to:				
Owners of the Company	52 458 000	62 725 409	35 261 789	44 043 002
Non-controlling interests	-	-	(4 677)	(11 545)

EARNINGS PER SHARE

	PLN / share	PLN / share
Profit (loss)	62 725 409	44 043 002
Weighted average number of shares	137 636 502	137 418 126
Weighted average diluted number of shares	138 784 114	138 288 615
from continued and discontinued operations		
- basic	0,46	0,32
- diluted	0,45	0,32

<i>Semi-annual abbreviated consolidated financial statements of EUROCASH Group.</i>			
Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

ABBREVIATED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD FROM 01.01 TO 30.06.2012

	Non audited 2nd Quarter for the period from 01.04.2012 to 30.06.2012	Non audited 1 Semi year for the period from 01.01.2012 to 30.06.2012	Non audited 2nd Quarter for the period from 01.04.2011 to 30.06.2011	Non audited 1 Semi year for the period from 01.01.2011 to 30.06.2011
Profit (loss) for the period	52 458 000	62 725 409	35 257 112	44 031 457
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	52 458 000	62 725 409	35 257 112	44 031 457
Total Income				
Owners of the Company	52 458 000	62 725 409	35 261 789	44 043 002
Non-controlling interests	-	-	(4 677)	(11 545)
Total comprehensive income for the period	52 458 000	62 725 409	35 257 112	44 031 457

<i>Semi-annual abbreviated consolidated financial statements of EUROCASH Group.</i>			
Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

ABBREVIATED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30.06.2012

	Non audited as at 30.06.2012	as at 31.12.2011 Restated
<i>Assets</i>		
Non-current assets (long-term)	1 909 447 897	1 928 745 653
Goodwill	1 008 806 690	1 004 306 690
Intangible assets	438 819 921	445 160 992
Property, plant and equipment	377 115 684	409 298 754
Investment real estate property	1 607 882	1 643 004
Investments in equity accounted investees	36 894 905	20 245 781
Other long-term investments	1 121 068	3 572 547
Long-term receivables	3 097 260	3 130 179
Deferred tax assets	40 504 009	38 448 115
Other long-term prepayments	1 480 476	2 939 591
Current assets (short-term)	2 584 877 136	2 701 149 569
Inventories	988 211 607	953 083 464
Trade receivables	1 310 363 234	1 319 002 027
Current tax receivables	14 270 055	2 128 490
Other short-term receivables	75 892 157	106 158 421
Other short-term financial assets	3 536 334	3 519 639
Short-term prepayments	20 795 318	18 774 282
Cash and cash equivalents	144 562 881	298 483 246
Fixed assets classified as held for sale	27 245 549	-
Total assets	4 494 325 033	4 629 895 222

<i>Semi-annual abbreviated consolidated financial statements of EUROCASH Group.</i>			
Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

ABBREVIATED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30.06.2012

	Non audited as at 30.06.2012	as at 31.12.2011 Restated
<i>Equity nad liabilities</i>		
Equity	593 739 250	548 493 908
Equity attributable to Owners of the Company	593 739 250	548 493 908
Share capital	137 754 336	136 983 011
Reserve capital	339 086 461	263 157 202
Hedging reserve	(4 645 000)	(4 645 000)
Retained earnings	121 543 453	152 998 695
Accumulated profit from previous years	58 818 043	18 599 960
Profit (loss) for the period	62 725 409	134 398 735
Liabilities	3 900 585 783	4 081 401 314
Non-current liabilities	603 715 720	732 425 315
Long-term loans and borrowings	533 318 511	666 100 910
Long-term financial liabilities	19 093 314	20 716 733
Other long-term liabilities	569 014	293 305
Deferred tax liabilities	42 586 720	36 685 781
Employee benefits	1 698 662	1 663 864
Provisions	6 449 500	6 964 721
Current liabilities	3 296 870 063	3 348 975 999
Loans and borrowings	670 256 951	830 807 741
Short-term financial liabilities	30 649 286	39 696 530
Trade payables	2 299 536 284	2 188 400 809
Current tax liabilities	4 201 327	15 362 536
Other short-term payables	108 518 136	110 056 890
Current employee benefits	55 794 272	50 352 605
Provisions	127 913 807	114 298 888
Total equity and liabilities	4 494 325 033	4 629 895 222

BOOK VALUE PER SHARE AS AT 30 JUNE 2012

	as at 30.06.2012	as at 31.12.2011
Equity attributable to Owners of the Company	593 739 250	548 493 908
Number of shares	137 754 336	136 983 011
Diluted number of shares	138 909 011	138 909 011
Book value per share	4,31	4,00
Diluted book value per share	4,27	3,95

<i>Semi-annual abbreviated consolidated financial statements of EUROCASH Group.</i>			
Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

ABBREVIATED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD FROM 01.01 TO 30.06.2012

	Non audited 1 Semi year for the period from 01.01.2012 to 30.06.2012	Non audited 1 Semi year for the period from 01.01.2011 to 30.06.2011
<i>Cash flow from operating activities</i>		
Profit before tax	74 248 985	49 338 455
Adjustments for:	104 458 358	47 835 296
Depreciation and amortization	51 457 263	36 097 100
Share in profits (losses) of equity accounted investees	1 065 333	1 703 948
Equity-settled share-based payment transactions/Valuation of potivational	251 159	1 173 111
Gain (loss) on sale of property, plant and equipment	4 641 895	546 204
Interest expenses	50 930 799	11 374 638
Interest received	(3 888 091)	(3 059 705)
Operating cash before changes in working capital	178 707 343	97 173 750
Changes in inventory	(40 027 712)	40 200 090
Changes in receivables	38 795 871	52 302 367
Changes in payables	103 246 565	(75 828 214)
Changes in provisions and employee benefits	19 626 958	(13 346 034)
Other adjustments	(2 736 449)	346 296
Operating cash	297 612 576	100 848 256
Interest paid	(8 041 085)	(10 255 415)
Income tax paid	(31 800 007)	(9 976 646)
Net cash from operating activities	257 771 483	80 616 195
<i>Cash flow from investing activities</i>		
Aquisitionof intangible assets	(7 307 459)	(6 312 656)
Proceeds from sale of intangible assets, property, plant and equipment	1 000 000	-
Aquisition of property, plant and equipment tangible fixed assets	(42 775 927)	(27 251 765)
Aquisition of property, plant and equipment tangible fixed assets held for sale	(27 245 549)	-
Proceeds from sale of property, plant and equipment	20 075 706	1 575 151
Expenditures for purchased financial assets	(40 000)	-
Aquisition of subsidiaries, net of cash aquired	-	(11 884 683)
Expenditures for purchased associate companies	(20 056 000)	-
Repayment received of given loans	4 900 000	-
Interest received	5 199 793	3 032 559
Net cash used in investing activities	(66 249 435)	(40 841 392)
<i>Cash flow from financing activities</i>		
Proceeds from issue of share capital	6 973 870	5 094 446
Sales of treasury shares	-	1 115 507
Financing for franchisees	(6 569 932)	(1 496 959)
Proceeds from loans and borrowings	411 032 054	-
Repayment of borrowings	(705 164 367)	(33 569 804)
Payment of finance lease liabilities	(3 161 534)	(3 877 886)
Interest on finance lease	(1 863 514)	(1 056 105)
Interests on loans and borrowings	(46 688 991)	(10 919 756)
Net cash used in financing activities	(345 442 413)	(44 710 558)
Net change in cash and cash equivalents	(153 920 365)	(4 935 756)
Cash and cash equivalents at the beginning of the period	298 483 246	211 499 922
Cash and cash equivalents at the end of the period	144 562 881	206 564 166

Semi-annual abbreviated consolidated financial statements of EUROCASH Group.

Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

ABBREVIATED CONSOLIDATED STATEMENT ON CHANGES IN EQUITY FOR THE PERIOD FROM 01.01 TO 30.06.2012

	Share capital	Treasury shares	Reserve capital	Treasure shares reserve	Hedge reserve	Retained earnings	Equity attributable to Owners of the Company	Non-controlling interests	Total
<i>Changes in equity in the period from 01.01 to 30.06.2011</i>									
Balance as at 01.01.2011	136 429 761	(1 115 507)	174 900 870	12 884 493	(4 645 000)	138 638 597	457 093 215	11 546	457 104 760
Total comprehensive income for the reporting period									
Profit (loss) for the period from 01.01. to 30.06.2011	-	-	-	-	-	44 043 002	44 043 002	(11 545)	44 031 457
Total comprehensive income for the period from 01.01. to 30.06.2011	-	-	-	-	-	44 043 002	44 043 002	(11 545)	44 031 457
Transaction with Owners of the Company, recognized directly i equity									
Contributions by and distributions to Owners of the Company									
Dividends declared	-	-	-	-	-	(50 672 318)	(50 672 318)	-	(50 672 318)
Transfer to reserve capital	-	-	69 344 012	-	-	(69 344 012)	-	-	-
Equity-settled share-based payment transactions	-	-	1 173 111	-	-	-	1 173 111	-	1 173 111
Share options excercised	522 450	-	4 571 996	-	-	-	5 094 446	-	5 094 446
Finish of the share buy-back programme	-	-	12 884 493	(12 884 493)	-	-	-	-	-
Sales of treasury shares	-	1 115 507	-	-	-	-	1 115 507	-	1 115 507
Other	-	-	-	-	-	(22 307)	(22 307)	-	(22 307)
Total contributions by and distributions to Owners of the Company	522 450	1 115 507	87 973 612	(12 884 493)	-	(120 038 637)	(43 311 562)	-	(43 311 562)
Total transaction with Owners of the Company, recognized directly in equity	522 450	1 115 507	87 973 612	(12 884 493)	-	(120 038 637)	(43 311 562)	-	(43 311 562)
Balance as at 30.06.2011	136 952 211	-	262 874 482	-	(4 645 000)	62 642 962	457 824 655	-	457 824 655
<i>Changes in equity in the period from 01.01. to 30.06.2012</i>									
Balance as at 01.01.2012	136 983 011	-	263 157 202	-	(4 645 000)	152 998 695	548 493 908	-	548 493 908
Total comprehensive income for the reporting period									
Profit for the period from 01.01. to 30.06.2012	-	-	-	-	-	62 725 409	62 725 409	-	62 725 409
Total comprehensive income for the period from 01.01. to 30.06.2012	-	-	-	-	-	62 725 409	62 725 409	-	62 725 409
Transaction with Owners of the Company, recognized directly i equity									
Contributions by and distributions to Owners of the Company									
0	-	-	-	-	-	(24 751 812)	(24 751 812)	-	(24 751 812)
Transfer to reserve capital	-	-	69 475 556	-	-	(69 475 556)	-	-	-
Equity-settled share-based payment transactions	-	-	251 159	-	-	-	251 159	-	251 159
Realisation of motivational program for employees	-	-	-	-	-	-	-	-	-
Share options excercised	771 325	-	6 202 545	-	-	-	6 973 870	-	6 973 870
Other	-	-	-	-	-	46 717	46 717	-	46 717
Total contributions by and distributions to Owners of the Company	771 325	-	75 929 259	-	-	(94 180 651)	(17 480 067)	-	(17 480 067)
Total transaction with Owners of the Company, recognized directly in equity	771 325	-	75 929 259	-	-	(94 180 651)	(17 480 067)	-	(17 480 067)
Balance as at 30.06.2012	137 754 336	-	339 086 461	-	(4 645 000)	121 543 453	593 739 250	-	593 739 250

<i>Semi-annual abbreviated consolidated financial statements of EUROCASH Group.</i>			
Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

SUPPLEMENTARY INFORMATION TO THE ABBREVIATED CONSOLIDATED FINANCIAL STATEMENTS PREPARED FOR THE PERIOD FROM 01.01 TO 30.06.2012

1. GENERAL INFORMATION

1.1. ISSUE OF THE CONSOLIDATED FINANCIAL STATEMENTS

According to the resolution of the Management Board dated 24 August 2012 the consolidated financial statements of Eurocash S.A. Group for the period from 1 January 2012 to 30 July 2012 were authorized for issue by the management Board. According to the information included in the report no. 03/2012 dated 23 January 2012 sent to the Polish Financial Supervision Authority, Eurocash S.A. issues its consolidated financial statements on 24 August 2012.

Eurocash S.A. is a listed company and its shares are publicly traded.

1.2. STATEMENT OF COMPLIANCE

The consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) as adopted by the European Union ("EU IFRSs").

1.3. FUNCTIONAL AND PRESENTATION CURRENCY, ROUNDINGS

These consolidated financial statements are presented in PLN, which is the Group's functional and presentation currency. All financial information presented in PLN has been rounded to the nearest PLN (unless it is otherwise indicated).

1.4. USE OF ESTIMATES AND JUDGEMENTS

The preparation of the consolidated financial statements in conformity with UE IFRSs requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Estimates and underlying assumptions are made based on historical experience and other factors accepted as reasonable in given circumstances, and the results of estimates and judgements are a basis for the determination of the carrying value of assets and liabilities not resulting directly from other sources. Actual results may differ from those estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

1.5. COMPARABILITY OF FINANCIAL STATEMENTS

Accounting principles as well as calculation methods applied in the preparation of the financial statements remained unchanged in comparison to the ones applied in the last annual consolidated financial statements.

As a result of correction of the acquisition price of TradisDistributors Group companies the Group modified the relevant comparative data. The effective reclassification changes are presented in the supplementary information to the consolidated financial statement.

<i>Semi-annual abbreviated consolidated financial statements of EUROCASH Group.</i>			
Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

1.6. INFORMATION ABOUT THE PARENT ENTITY AND THE GROUP

Eurocash S.A. Group comprised of Eurocash S.A. and subsidiaries: KDWT S.A., Eurocash Franczyza Sp. z o.o., Nasze Sklepy Sp. z o.o. w likwidacji, Eurocash Trade 1 Sp. z o.o., Eurocash Trade 2 Sp. z o.o., Eurocash Spółka Akcyjna Sp. Komandytowa, Przedsiębiorstwo Dystrybucji Alkoholi Agis S.A., Dako-Galant Przedsiębiorstwo Handlowo Produkcyjne Sp. z o.o., Damianex S.A., Delikates Sp. z o.o., Miro Sp. z o.o., MTC Sp. z o.o., Multi-Ex S.A., Polskie Hurtownie Alkoholi Sp. z o.o., Premium Distributors Sp. z o.o., Saol Dystrybucja Sp. z o.o., Przedsiębiorstwo Handlu Spożywczego Sp. z o.o., Pol Cater Holding Sp. z o.o., Dania Fast Food Sp. z o.o., Euro Sklep S.A., Detal Koncept Sp. z o.o., Tradis Sp. z o.o., DEF Sp. z o.o., Ambra Sp. z o.o., Lewiatan Podlasie Sp. z o.o., Lewiatan Śląsk Sp. z o.o., Partnerski Serwis Detaliczny S.A., Lewiatan Zachód Sp. z o.o., Lewiatan Północ Sp. z o.o., Drogerie Koliber Sp. z o.o., Lewiatan Holding S.A., Lewiatan Opole Sp. z o.o., Lewiatan Wielkopolska Sp. z o.o., Lewiatan Kujawy Sp. z o.o., Lewiatan Orbita Sp. z o.o., Gama Serwis Sp. z o.o. and the associate PayUp Polska S.A. oraz joint venture Fundusz Inwestycyjny Zamknięty RE Income.

Eurocash S.A. is a Parent Entity, registered in the District Court Poznań - Nowe Miasto and Wilda in Poznań, VIII Commercial Department of the National Court Register; registration number: 00000213765; located in Komorniki, ul. Wiśniowa 11.

The main business activity of the Parent Entity is non-specialized wholesale trade (PKD 4690Z).

Shares of Eurocash S.A. are traded on Warsaw Stock Exchange.

Semi-annual abbreviated consolidated financial statements of EUROCASH Group.

Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

Entities comprising the Eurocash capital group covered by the consolidated financial statements as at 30.06.2012

No	1	2	3	4	5	6	7	8
Unit	Eurocash S.A.	KDWT S.A.	Eurocash Franczyza Sp. z o.o.	PayUp Polska S.A.	Sieć Detalistów Nasze Sklepy Sp. z o.o. w likwidacji	Eurocash Trade 1 Sp. z o.o.	Eurocash Trade 2 Sp. z o.o.	Eurocash S.A. Sp. Komandytowa
address	ul. Wiśniowa 11 62-052 Komorniki	ul. Wiśniowa 11 62-052 Komorniki	ul. Wiśniowa 11 62-052 Komorniki	ul. Wiśniowa 11 62-052 Komorniki	ul. Kąpielowa 18 21-500 Biała Podlaska	ul. Wiśniowa 11 62-052 Komorniki	ul. Wiśniowa 11 62-052 Komorniki	ul. Wiśniowa 11 62-052 Komorniki
core business activity	PKD 4690Z	PKD 4635Z	PKD 8299Z	PKD 6120Z	PKD 4711Z	PKD 4634A	PKD 4634A	PKD 7740Z
registration court	District Court Poznań - Nowe Miasto i Wilda of Poznań, VIII Commercial Division of the National Court Register KRS 0000213765	District Court Poznań - Nowe Miasto i Wilda of Poznań, VIII Commercial Division of the National Court Register KRS 0000040385	District Court Poznań - Nowe Miasto i Wilda of Poznań, VIII Commercial Division of the National Court Register KRS 0000259846	District Court Poznań - Nowe Miasto i Wilda of Poznań, VIII Commercial Division of the National Court Register KRS 0000299000	District Court Lublin XI Commercial Division of the National Court Register KRS 000000139	District Court Poznań - Nowe Miasto i Wilda of Poznań, VIII Commercial Division of the National Court Register KRS 0000329002	District Court Poznań - Nowe Miasto i Wilda of Poznań, VIII Commercial Division of the National Court Register KRS 0000329037	District Court Poznań - Nowe Miasto i Wilda of Poznań, VIII Commercial Division of the National Court Register KRS 0000346187
nature of relationship	Parent company	Subsidiary	Subsidiary	Associate	Subsidiary	Subsidiary	Subsidiary	Subsidiary
applied consolidation method	Full	Full	Full	Equity method	Full	Full	Full	Full
date of aquisition	n/a	31 March 2006	10 July 2006	13 May 2008	14 May 2008	06 April 2009	06 April 2009	14 January 2010
ownership interest	n/a	100,00%	100,00%	49,00%	97,09%	100,00%	100,00%	100,00%
voting rights (in %)	n/a	100,00%	100,00%	49,00%	91,74%	100,00%	100,00%	100,00%

Semi-annual abbreviated consolidated financial statements of EUROCASH Group.

Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

Entities comprising the Eurocash capital group covered by the consolidated financial statements as at 30.06.2012 (continued)

No	9	10	11	12	13	14	15	16
Unit	Premium Distributors Sp. z o.o.	Przedsiębiorstwo Dystrybucji Alkoholi Agis S.A.	Dako-Galant Przedsiębiorstwo Handlowo Produkcyjne Sp. z o.o.	Damianex S.A.	Delikates Sp. z o.o.	Miro Sp. z o.o.	MTC Sp. z o.o.	Multi-Ex S.A.
address	ul. Bokserska 66a 02-690 Warszawa	ul. Polna 52 87-100 Toruń	ul. Wiśniowa 11 62-052 Komorniki	ul. Głęboka 34 37-200 Przeworsk	ul. Zakładowa 11 62-510 Konin	ul. Jasna 42 57-200 Ząbkowice Śląskie	ul. Elewatorska 20 15-620 Białystok	ul. Bokserska 66A 02-690 Warszawa
core business activity	PKD 4634A	PKD 4634A	PKD 4634A	PKD 4639Z	PKD 4634A	PKD 4634A	PKD 4634A	PKD 4634A
registration court	District Court Warszawa, XIII Commercial Division of the National Court Register KRS 0000287947	District Court Toruń, VII Commercial Division of the National Court Register KRS 0000103408	District Court Szczecin-Centrum, XIII Commercial Division of the National Court Register KRS 0000035408	District Court Rzeszów, XII Commercial Division of the National Court Register KRS 0000108201	District Court Poznań Nowe Miasto i Wilda of Poznań, IX Commercial Division of the National Court Register KRS 0000108575	District Court Wrocław - Fabryczna of Wrocław, IX Commercial Division of the National Court Register KRS 0000065440	District Court Białystok, XII Commercial Division of the National Court Register KRS 0000141499	District Court Warszawa, XIII Commercial Division of the National Court Register KRS 0000034424
nature of relationship	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary
applied consolidation method	Full	Full	Full	Full	Full	Full	Full	Full
date of aquisition	02.08.2010	02.08.2010	02.08.2010	02.08.2010	02.08.2010	02.08.2010	02.08.2010	02.08.2010
ownership interest	100,00%	100,00%	100,00%	100,00%	100,00%	100,00%	100,00%	100,00%
voting rights (in %)	100,00%	100,00%	100,00%	100,00%	100,00%	100,00%	100,00%	100,00%

Semi-annual abbreviated consolidated financial statements of EUROCASH Group.

Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

Entities comprising the Eurocash capital group covered by the consolidated financial statements as at 30.06.2012 (continued)

No	17	18	19	20	21	22	23	24
Unit	Polskie Hurtownie Alkoholi Sp. z o.o.	Saol Dystrybucja Sp. z o.o.	Przedsiębiorstwo Handlu Spożywczego Sp. z o.o.	Pol Cater Holding Sp. z o.o.	Dania Fast Food Sp. z o.o.	ZKiP Lewiatan 94 Holding S.A.	Lewiatan Północ Sp. z o.o.	Drogerie Koliber Sp. z o.o.
address	ul. Wiśniowa 11 62-052 Komorniki	ul. Orłąt Lwowski 146 41-208 Sosnowiec	ul. Grottgera 5 66-200 Świebodzin	ul. Sokołowska 10 05-090 Raszyn	ul. Sokołowska 10 05-090 Raszyn	ul. Kilińskiego 10 87-800 Włocławek	ul. Bysewska 30 80-298 Gdańsk	ul. Kozielska 25 44-100 Gliwice
core business activity	PKD 4634A	PKD 4639Z	PKD 4690Z	PKD 7010Z	PKD 4639Z	PKD 7740Z	PKD 4639Z	PKD 4775Z
registration court	District Court Zielona Góra, VIII Commercial Division of the National Court Register KRS 0000072448	District Court Katowice - Wschód of Katowice, VIII Commercial Division of the National Court Register KRS 0000207117	District Court Zielona Góra, VIII Commercial Division of the National Court Register KRS 0000203619	District Court Warszawa, XIV Commercial Division of the National Court Register KRS 0000241989	District Court Warszawa, XIV Commercial Division of the National Court Register KRS 0000165007	District Court Toruń, VII Commercial Division of the National Court Register KRS 0000089450	District Court Gdańsk-North in Gdańsk, VII Commercial Division of the National Court Register KRS 0000322297	District Court Katowice-East in Katowice, VIII Commercial Division of the National Court Register KRS 0000244130
nature of relationship	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary
applied consolidation method	Full	Full	Full	Full	Full	Full	Full	Full
date of acquisition	02.08.2010	02.08.2010	02.08.2010	01.03.2011	01.03.2011	21.12.2011	21.12.2011	21.12.2011
ownership interest	100,00%	100,00%	100,00%	100,00%	100,00%	100,00%	100,00%	100,00%
voting rights (in %)	100,00%	100,00%	100,00%	100,00%	100,00%	100,00%	100,00%	100,00%

Semi-annual abbreviated consolidated financial statements of EUROCASH Group.

Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

Entities comprising the Eurocash capital group covered by the consolidated financial statements as at 30.06.2012 (continued)

No	25	26	27	28	29	30	31	32
Unit	Detal Koncept Sp. z o.o.	Tradis Sp. z o.o.	DEF Sp. z o.o.	Lewiatan Podlasie Sp. z o.o.	Euro Sklep S.A.	Ambra Sp. z o.o.	Lewiatan Śląsk Sp. z o.o.	Lewiatan Orbita Sp. z o.o.
address	ul. Mełgiewska 7-9 20-952 Lublin	ul. Mełgiewska 7-9 20-952 Lublin	ul. Handlowa 6 15-399 Białystok	ul. Sokólska 9 15-399 Białystok	ul. Bystrzańska 94a 43-309 Bielsko-Biała	ul. Hutnicza 7 43-502 Czechowice- Dziedzice	ul. Lenartowicza 39 41-219 Sosnowiec	ul. Lubelska 33 10-680 Olsztyn
core business activity	PKD 7490Z	PKD 4639Z	PKD 4639Z	PKD 4711Z	PKD 4711Z	PKD 4645Z	PKD 7022Z	PKD 4690Z
registration court	District Court Lublin, XI Commercial Division of the National Court Register KRS 0000040575	District Court Lublin, XI Commercial Division of the National Court Register KRS 0000272382	District Court Białystok, XII Commercial Division of the National Court Register KRS 0000048125	District Court Białystok, XII Commercial Division of the National Court Register KRS 0000033766	District Court Bielsko Biała, VIII Commercial Division of the National Court Register KRS 0000012291	District Court Katowice, VIII Commercial Division of the National Court Register KRS 0000254307	District Court Toruń, VII Commercial Division of the National Court Register KRS 0000109502	District Court Olsztyn, VIII Commercial Division of the National Court Register KRS 0000039244
nature of relationship	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary
applied consolidation method	Full	Full	Full	Full	Full	Full	Full	Full
date of acquisition	21.12.2011	21.12.2011	21.12.2011	21.12.2011	21.12.2011	21.12.2011	21.12.2011	21.12.2011
ownership interest	100%	100%	100%	100%	100%	100%	100%	100%
voting rights (in %)	100%	100%	100%	100%	100%	100%	100%	100%

Semi-annual abbreviated consolidated financial statements of EUROCASH Group.			
Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

Entities comprising the Eurocash capital group covered by the consolidated financial statements as at 30.06.2012 (continued)

No	33	34	35	36	37	38
Unit	Lewiatan Kujawy Sp. z o.o.	Lewiatan Wielkopolska Sp. z o.o.	Lewiatan Opole Sp. z o.o.	Lewiatan Zachód Sp. z o.o.	Partnerski Serwis Detaliczny S.A.	Gama Serwis Sp. z o.o.
address	ul. Komunalna 6 87-800 Włocławek	Os. Winiary 54 60-665 Poznań	ul. Światowida 2 45-325 Opole	ul. Przemysłowa 5 73-100 Stargard Szczeciński	ul. Grażyny 15 02-739 Warszawa	ul. Handlowa 5 15-399 Białystok
core business activity	PKD 4711Z	PKD 7740Z	PKD 7490Z	PKD 6419Z	PKD 7490Z	PKD 7740Z
registration court	District Court Toruń, VII Commercial Division of the National Court Register KRS 0000109502	District Court Poznań, XXI Commercial Division of the National Court Register KRS 0000133384	District Court Opole, VIII Commercial Division of the National Court Register KRS 0000043199	District Court Szczecin, XVII Commercial Division of the National Court Register KRS 0000017136	District Court Warszawa, XIII Commercial Division of the National Court Register KRS 0000280288	District Court Białystok, XII Commercial Division of the National Court Register KRS 0000399124
nature of relationship	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary
applied consolidation method	Full	Full	Full	Full	Equity method	Full
date of aquisition	21.12.2011	21.12.2011	21.12.2011	21.12.2011	21.12.2011	21.12.2011
ownership interest	100%	100%	100%	100%	100%	100%
voting rights (in %)	100%	100%	100%	100%	100%	100%

<i>Semi-annual abbreviated consolidated financial statements of EUROCASH Group.</i>			
Financial statements period:	<i>01.01-30.06.2012</i>	Presentation currency:	<i>Polish zloty (PLN)</i>
Level of round-offs:	<i>All amounts are expressed in Polish zloty (unless indicated otherwise)</i>		

1.7. GOING CONCERN ASSUMPTION

The financial statements were prepared under the assumption that the Group will continue to operate as a going concern for the foreseeable future. There is no evidence indicating that the Group will not be able to continue its activities as a going concern.

<i>Semi-annual abbreviated consolidated financial statements of EUROCASH Group.</i>			
Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

2. NOTES TO THE ABBREVIATED CONSOLIDATED FINANCIAL STATEMENTS PREPARED FOR THE PERIOD FROM 01.01 TO 30.06.2012

NOTE 1. ADJUSTMENTS RELATING TO PREVIOUS YEARS

As a result of correction of the acquisition price of Tradis Group companies the Group modified the relevant comparative data. These modifications included correction of goodwill, other intangible assets, properties, plant and equipment, deferred income tax asset and liabilities and included 10 Tradis Group companies earlier non-consolidated.

The effective reclassification changes are presented in the following table. These changes did not affect the consolidated income statement or calculation of earnings per share.

STATEMENT OF THE FINANCIAL POSITION

As at 31.12.2011	Value before restatement	Restatement value	Restated value
Goodwill	1 166 304 460	(161 997 770)	1 004 306 690
Intangible assets	194 973 627	250 187 365	445 160 992
Property, plant and equipment	420 180 837	(10 882 083)	409 298 754
Other long-term investments	50 132 743	(46 560 196)	3 572 547
Deferred tax assets	61 973 223	(23 525 109)	38 448 115
Other long-term prepayments	2 460 981	478 610	2 939 591
Inventories	948 233 381	4 850 083	953 083 464
Trade receivables	1 294 671 733	24 330 294	1 319 002 027
Other short-term financial assets	3 021 041	498 597	3 519 639
Cash and cash equivalents	288 813 951	9 669 295	298 483 246
Short-term prepayments	14 507 063	4 267 219	18 774 282
Long-term financial liabilities	20 393 134	323 598	20 716 733
Deferred tax liabilities	16 317 736	20 368 045	36 685 781
Provisions	6 910 769	53 953	6 964 721
Trade payables	2 162 575 174	25 825 635	2 188 400 809
Provisions	109 553 815	4 745 073	114 298 888

Purchase price allocation of Tradis Group is presented in note 2.

<i>Semi-annual abbreviated consolidated financial statements of EUROCASH Group.</i>			
Financial statements period:	<i>01.01-30.06.2012</i>	Presentation currency:	<i>Polish zloty (PLN)</i>
Level of round-offs:	<i>All amounts are expressed in Polish zloty (unless indicated otherwise)</i>		

NOTE 2.

ACQUISITIONS

The Group corrected the acquisition price of Tradis Group companies. These adjustments are presented in these abbreviated semi-annual consolidated financial statements.

In corrected acquisition price the Group identified customer relations at PLN 250,000,000, adjusted value of two real properties at PLN 15.219.170 and adjusted the existing goodwill.

Additionally Group consolidated 10 Tradis Group companies earlier non-consolidated

The Group modified the relevant comparative data.

<i>Semi-annual abbreviated consolidated financial statements of EUROCASH Group.</i>			
Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

NET ASSETS ACQUIRED

	Value before restatement as at 21.12.2011	Correction accounting for the acquisition	Revised settlement of the acquisition as at 21.12.2011
<i>Assets</i>			
Other intangible fixed assets	4 719 212	250 187 365	254 906 577
Tangible fixed assets	193 725 682	(10 882 083)	182 843 599
Investment real property	1 643 004	-	1 643 004
Long-term receivables	899 039	-	899 039
Deferred income tax assets	24 241 176	(23 525 109)	716 067
Other long-term prepayments	941 388	478 610	1 419 998
Inventory	343 836 762	4 850 083	348 686 845
Trade receivables	486 708 824	24 330 294	511 039 118
Current income tax receivables	158 616	-	158 616
Other short-term receivables	22 373 427	-	22 373 427
Other short-term financial assets	-	498 597	498 597
Short-term prepayments	4 918 088	4 267 219	9 185 307
Cash and cash equivalents	55 655 638	9 669 295	65 324 933
Total assets	1 139 820 855	259 874 271	1 399 695 126
Other long-term financial liabilities	-	323 598	323 598
Other long-term liabilities	293 305	-	293 305
Deferred income tax provision	7 689 816	20 368 045	28 057 861
Other long-term provision	6 902 184	53 953	6 956 137
Short-term loans and credits	147 492 512	-	147 492 512
Other short-term financial liabilities	140 982	-	140 982
Trade liabilities	603 746 166	25 825 636	629 571 802
Current income tax liabilities	7 336 846	-	7 336 846
Other short-term liabilities	45 064 113	-	45 064 113
Other short-term provisions	78 348 615	4 745 073	83 093 688
Total liabilities	897 014 539	51 316 305	948 330 844
Net assets	242 806 316	208 557 966	451 364 281
Goodwill on acquisition	806 209 374	(161 997 770)	644 211 604
Cost of acquisition of unconsolidated	46 560 196	(46 560 196)	0,00
Acquisition cost	1 095 575 885	-	1 095 575 885

<i>Semi-annual abbreviated consolidated financial statements of EUROCASH Group.</i>			
Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

NOTE 3. OPERATING SEGMENTS

After acquisition of Tradis, which was biggest acquisition till date, the Management Board decided to change segments presentation to better reflect new structure and strategy taking into consideration the regulations specified in IFRS 8 Segment reporting. The segments were divided into Independent clients (who do not have permanent contract with Eurocash Group e.g. cash & carry, tobacco or alcohol distribution), Integrated clients (with long term relationship with Eurocash Group e.g. Horeca, Petrol Stations and Franchise Systems) and Active distribution which represents wholesale activity of Tradis Group companies. Tradis Group was split from rest of Group to present its:

- *Independent clients* – wholesale operations conducted by the Cash & Carry discount chain, including the entire operations of the dominant entity - Eurocash S.A., including franchisees chain ABC and wholesale operations conducted by Batna, Premium Distributors companies, and KDWT S.A.,
- *Integrated clients* – mainly franchise systems connected with activity of Delikatesy Centrum and Eurocash Franczyza Sp. z o.o., companies Detal Koncept Sp. z o.o., Euro Sklep S.A., Lewiatan Śląsk Sp. z o.o., Lewiatan Podlasie Lewiatan Podlasie Sp. z o.o., Lewiatan Holding S.A., Lewiatan Wielkopolska Sp. z o.o., Lewiatan Zachód Sp. z o.o., Lewiatan Kujawy Sp. z o.o., Lewiatan Opole Sp. z o.o., Lewiatan Orbita Sp. z o.o., Lewiatan Północ Sp. z o.o., Drogerie Koliber Sp. z o.o., PolCater Holding Sp. z o.o. and segment of Eurocash S.A., which represents old Eurocash Dystrybucja.
- *active distribution* – Tradis Group - wholesale operations in the range of specialist active distribution of the Tradis Group – Tradis, DEF and Ambra.,
- *others* –Eurocash Trade 1 Sp. z o.o. and Eurocash Trade 2 Sp. z o.o., Nasze Sklepy Sp. z o.o. w likwidacji, Eurocash S.A. Sp. Komandytowa, Partnerski Serwis Detaliczny S.A., Gama Serwis Sp. z o.o.. None of these types of activities meets the individual quantitative criteria of determination of separate reporting segments.

There are varying levels of integration between the segments. These relationships include mutual sales of merchandise, provision of marketing services, logistics, administrative support, and other services. The accounting policies of each specific reporting segment are the same as the policies of the whole Group.

Eurocash Group operates only in the territory of Poland, considering economic conditions and business risks, it can be treated as an uniform territory.

The management of the Group Eurocash S.A. not conduct periodic review of assets and liabilities of individual business segments.

Financial information about each reporting segment is presented below.

Semi-annual abbreviated consolidated financial statements of EUROCASH Group.

Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

REVENUES AND RESULTS BY BUSINESS SEGMENTS IN THE PERIOD FROM 01 JANUARY 2012 TO 30 JUNE 2012

	Independent clients	Active Distribution - Tradis Group	Integrated clients	Other	Exclusions	Total
Sales	4 328 723 708	2 596 884 536	1 336 296 816	48 203 541	(362 293 850)	7 947 814 751
External sales	4 107 211 441	2 569 186 133	1 234 348 484	37 068 693	-	7 947 814 751
Inter-segmental sales	221 512 267	27 698 403	101 948 331	11 134 848	(362 293 850)	-
Operating profit	13 274 885	61 467 181	32 114 996	11 977 413	(6 034)	118 828 440
Finance income						8 912 104
Finance costs						(52 426 226)
Share in profits (losses) of companies consolidated with the equity method						(1 065 333)
Profit before income tax						74 248 985
Income tax						(11 523 576)
Net profit						62 725 409

Semi-annual abbreviated consolidated financial statements of EUROCASH Group.

Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

REVENUES AND PROFITS BY BUSINESS SEGMENTS IN THE PERIOD FROM 01 JANUARY 2011 TO 30 JUNE 2011

	Independent clients	Active Distribution - Tradis Group	Integrated clients	Other	Exclusions	Total
Sales	3 997 564 550	-	901 594 722	10 105 900	(265 265 298)	4 643 999 874
External sales	3 754 538 878	-	889 407 112	53 884	-	4 643 999 874
Inter-segmental sales	243 025 672	-	12 187 610	10 052 015	(265 265 298)	-
Operating profit	27 255 223	-	24 097 441	9 521 682	(4 953)	60 869 393
Finance income						5 645 416
Finance costs						(15 472 405)
Share in profits (losses) of companies consolidated with the equity method						(1 703 948)
Profit before income tax						49 338 455
Income tax						(5 306 998)
Net profit						44 031 457

<i>Semi-annual abbreviated consolidated financial statements of EUROCASH Group.</i>			
Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

NOTE 4.

CONTINGENCIES

As at 30 June 2012, the value of securities granted to other parties in the form of sureties of loans and bank guarantees amounted to PLN 3.750.000. Moreover, the value of bank guarantees issued for Group companies amounted to PLN 20.000.389. A detailed specification is summarized below:

CONTINGENCIES AS AT 30 JUNE 2012

Beneficiary	Title	Currency	as at	as at
			30.06.2012	31.12.2011
1 Millennium S.A.	Surety of the bank guarantee for Polkomtel S.A. for PayUp liabilities	PLN	2 250 000	2 250 000
2 Millennium S.A.	Surety of the bank guarantee for PTC Sp. z o.o. for PayUp liabilities	PLN	1 500 000	1 500 000
			3 750 000	3 750 000

Additionally, the Group Eurocash companies have given ING Bank Śląski S.A. guarantees connected with a cash pooling agreement with daily credits in amount admitted daily limits.

OTHER BANK GUARANTEES AS AT 30 JUNE 2012

The Issuer	Title	Currency	as at	as at
			30.06.2012	31.12.2011
1. ING	Security for rent liabilities	PLN	2 149 509	3 351 360
2. ING	Security for rent liabilities	PLN*	6 178 056	6 403 500
3. PKO BP S.A.	Security for rent liabilities	PLN	4 946 474	2 053 880
4. ING	Security for organization of the distribution of tickets liabilities	PLN	200 000	200 000
5. ING	Security for excise duty	PLN	230 000	230 000
6. PKO BP S.A.	Surety of the bank guarantee for Zott Polska Sp. z o.o.	PLN	5 500 000	5 500 000
7. PKO BP S.A.	Surety of the bank guarantee for Generalna Dyrekcja Dróg i Autostrad	PLN	620 100	620 100
8. PKO BP S.A.	The liabilities of the promotion lottery	PLN	176 250	356 440
			20 000 389	18 715 280

* Converted at an average rate of NBP as at 31 December 2011 = 4,4168 PLN; as at 30 June 2012 = 4,2613 PLN.

<i>Semi-annual abbreviated consolidated financial statements of EUROCASH Group.</i>			
Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

NOTE 5. COLLATERALS

As at 30 June 2012 the value of collaterals on the Group's assets amounted to PLN 911.482.329. A detailed specification is summarized below:

SECURITIES RELATED TO ASSETS AS AT 30 JUNE 2012

Title	Secured property	Amount secure in PLN
Collateral for loan payment	Deposit on shares in companies from Premium Distributors Group	248 069 275
Collateral for loan payment	Deposit on shares in distribution companies bought	553 846 000
ING Guarantee on securing the payment for suppliers	Deposit on inventories	85 500 000
Financial leasing agreements	Deposit on fixed assets in financial leasing	24 067 054
Total securings		911 482 329

NOTE 6. IMPORTANT EVENTS

1. Changes in equity

In the period between 1 January 2012 and 30 June 2012 were issued 771.325 shares in respect of the option programs.

2. Distribute the net profit

On 15 June 2012 accordance with the resolution no 5 of the Ordinary Shareholders Meeting held the net profit for 2011 in amount PLN 64.786.635 has distributed in the following manner:

- 1) the shareholders of the record shall be eligible to receive the dividend in amount PLN 18 groszes per one Company Share, paid before 17 July 2012. The total dividend payment will amount to PLN 24.751.812
- 2) the balance shall be transformed to Company's reserve capital.

3. Granting of a guarantee by subsidiaries and payment the tranche B of the investment loan for purchasing Tradis Group

On 27 June 2012 was concluded with BRE Bank S.A. a credit facility agreement, under which BRE granted to Company working capital credit facility in the amount of PLN 380,000,000.00 (PLN three hundred eighty million) to finance current activity of the Company. The obligations of the Company under the granted credit were guaranteed by the subsidiaries of the Issuer. The guarantee was granted to Eurocash S.A. for the liabilities of the Company under abovementioned credit agreement. The guarantee covers the obligations of the Company arising out of the abovementioned credit agreement, and in particular, the obligations for the credit, interest, and fees, including enforcement costs, in the case where the Company fails to fulfill its obligations in the periods specified in the abovementioned credit agreement. The declaration about the guarantee was made by: (i) KDWT S.A., with its registered office in Komorniki at ul. Wiśniowa 11, (ii) Tradis Sp. z o.o., with its registered office in Lublin at ul. Mełgiewska 7-11. Each of the guarantors, in the manner provided in Section 97 of the Act dated 29 August 1997

<i>Semi-annual abbreviated consolidated financial statements of EUROCASH Group.</i>			
Financial statements period:	<i>01.01-30.06.2012</i>	Presentation currency:	<i>Polish zloty (PLN)</i>
Level of round-offs:	<i>All amounts are expressed in Polish zloty (unless indicated otherwise)</i>		

Bank Law, submitted a declaration of being subject to enforcement proceedings conducted on the basis of a bank enforcement title up to the amount of PLN 380,000,000.00 (PLN three hundred eighty million), at the same time authorizing the Bank to apply in court for the issuance of an enforcement clause for the bank enforcement title valid until 31 December 2014. In the case of the Issuer fulfilling its obligations toward the Bank, the guarantee is valid until 31 October 2013.

Each of the guarantors is a subsidiary of the Issuer in which the Issuer holds 100% of the share capital.

On 29 June 2012 Eurocash S.A. repaid the rest of investment loan gave by ING Bank Śląski S.A. and BZ WBK S.A. („tranche B”) in amount of 449,000,000 PLN. The payment was made partly by own funds and partly by the loan from BRE Bank S.A. mentioned above.

<i>Semi-annual abbreviated consolidated financial statements of EUROCASH Group.</i>			
Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

SIGNATURES OF THE MANAGEMENT BOARD MEMBERS

Position	Name and surname	Date	Signature
President of the Management Board	Luis Amaral	24 th August 2012	
Member of the Management Board Chief Executive Officer	Rui Amaral	24 th August 2012	
Member of the Management Board	Arnaldo Guerreiro	24 th August 2012	
Member of the Management Board	Pedro Martinho	24 th August 2012	
Member of the Management Board Human Resources Director	Katarzyna Kopaczewska	24 th August 2012	
Member of the Management Board	Carlos Saraiva	24 th August 2012	
Member of the Management Board Financial Director	Jacek Owczarek	24 th August 2012	

SELECTED SEPARATE FINANCIAL DATA

	Non audited for the period 01.01.2012 to 30.06.2012 PLN	Non audited for the period 01.01.2011 to 30.06.2011 PLN	Non audited for the period 01.01.2012 to 30.06.2012 EUR	Non audited for the period 01.01.2011 to 30.06.2011 EUR
Net sales	2 961 070 027	2 538 698 057	697 427 992	642 058 183
Operating profit (loss)	12 299 748	27 914 508	2 896 989	7 059 815
Profit (loss) before tax	12 699 127	18 838 408	2 991 056	4 764 392
Net Profit (loss) on continued operations	18 536 965	17 493 034	4 366 056	4 424 136
Net profit (loss)	18 536 965	17 493 034	4 366 056	4 424 136
Net operating cash flow	119 529 350	134 887 661	28 153 037	34 114 229
Net investment cash flow	(146 155 415)	(139 052 570)	(34 424 339)	(35 167 569)
Net financial cash flow	(130 439 433)	(5 024 109)	(30 722 716)	(1 270 640)
Net change in cash and cash equivalents	(157 065 498)	(9 189 018)	(36 994 017)	(2 323 980)
Weighted average number of shares	137 636 502	137 418 126	137 636 502	137 418 126
Weighted average diluted number of shares	138 784 114	138 288 615	138 784 114	138 288 615
EPS (in PLN / EUR)	0,13	0,13	0,03	0,03
Diluted EPS (in PLN / EUR)	0,13	0,13	0,03	0,03
Average PLN / EUR rate*			4,2457	3,9540
	Non audited as at 30.06.2012 PLN	Non audited as at 31.12.2011 PLN	Non audited as at 30.06.2012 EUR	Non audited as at 31.12.2011 EUR
Assets	2 967 988 091	2 975 510 824	696 498 273	673 680 226
Long-term liabilities	674 385 927	789 082 506	158 258 261	178 654 797
Short-term liabilities	1 945 416 363	1 839 252 698	456 531 191	416 422 002
Equity	348 185 801	347 175 620	81 708 821	78 603 428
Share capital	137 754 336	136 983 011	32 326 834	31 014 085
Number of shares	137 754 336	136 983 011	137 754 336	136 983 011
Diluted number of shares	138 909 011	138 909 011	138 909 011	138 909 011
Book value per share (in PLN / EUR)	2,53	2,53	0,59	0,57
Diluted book value per share (in PLN / EUR)	2,51	2,50	0,59	0,57
Declared or paid dividend (in PLN / EUR)***	24 751 812	50 672 318	5 808 512	11 472 631
Declared or paid dividend per share (in PLN / EUR)	0,18	0,37	0,04	0,08
PLN / EUR rate at the end of the period**			4,2613	4,4168

* Profit and loss items and cash flow items calculated on basis at a weighted average rate announced by the National Bank of Poland,

** Balance sheet items and book value per share have been converted using the official mid-rates announced by the National Bank of Poland prevailing on the balance sheet date.

*** Dividend for 2011 year, as at 17 July 2012 was declared for employees who will have shareholders of Parent Company as at 2 July 2012.

This document is a free translation of the Polish original. Terminology current in Anglo-Saxon countries has been used where practicable for the purposes of this translation in order to aid understanding. The binding Polish original should be referred to in matters of interpretation.

**INDEPENDENT AUDITORS' REPORT
ON REVIEW OF THE INTERIM
FINANCIAL INFORMATION OF
EUROCASH S.A.
FOR THE PERIOD
FROM 1 January 2012 TO 30 June 2012**

To the Shareholders of Eurocash S.A.

Introduction

We have reviewed the accompanying condensed separate statement of financial position of Eurocash S.A. with its registered office in Komorniki, 11 Wiśniwa Street, as at 30 June 2012, the condensed separate income statement and the condensed separate statements of comprehensive income, changes in equity and cash flows for six month period then ended, and notes to the interim financial information (“the condensed separate interim financial information”).

Management is responsible for the preparation and presentation of this condensed separate interim financial information in accordance with the International Accounting Standard 34 *Interim Financial Reporting* (“IAS 34”). Our responsibility is to express a conclusion on this condensed separate interim financial information, based on our review.

Scope of Review

We conducted our review in accordance with the national standard on auditing no. 3 *General principles of review of the financial statements/condensed financial statements and conducting of other assurance services* and the International Standard on Review Engagements 2410 *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed separate interim financial information as at 30 June 2012 is not prepared, in all material respects, in accordance with IAS 34.

On behalf of KPMG Audyt Sp. z o.o.
registration number 458
ul. Chłodna 51, 00-867 Warsaw

Signed on the Polish original

.....
Certified Auditor No. 11686
Łukasz Łukomski

24 August 2012
Poznań, Poland

Signed on the Polish original

.....
Certified Auditor No. 90061
Marek Gajdziński, Partner

EUROCASH S.A.

SEMI-ANNUAL ABBREVIATED SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 JANUARY 2012 TO 30 JUNE 2012

TRANSLATORS' EXPLANATORY NOTE

The following document is a free translation of the report of the above-mentioned Polish Company.
In the event of any discrepancy in interpreting the terminology, the Polish version is binding.

KOMORNIKI, 24 August 2012

<i>Semi-annual abbreviated separate financial statements of EUROCASH S.A.</i>			
Financial statements period:	<i>01.01-30.06.2012</i>	Presentation currency:	<i>Polish zloty (PLN)</i>
Level of round-offs:	<i>All amounts are expressed in Polish zloty (unless indicated otherwise)</i>		

CONTENTS

General information	3
1. Information about the company.....	3
2. Boards of the company.....	3
Abbreviated separate income statement for the period from 01.01.2012 to 30.06.2012	5
Abbreviated separate statement of comprehensive income for the period from 01.01.2012 to 30.06.2012	6
Abbreviated separate statement of the financial position as at 30.06.2012	7
Abbreviated separate statement of cash flows for the period from 01.01.2012 to 30.06.2012.....	9
Abbreviated separate statement on changes in equity in the period from 01.01.2012 to 30.06.2012.....	10
Supplementary information to the abbreviated separate financial statements prepared for the period from 01.01.2011 to 30.06.2012.....	11
1. General information	11
2. Notes to separate financial statements prepared for the period from 01.01.2012 to 30.06.2012	12

<i>Semi-annual abbreviated separate financial statements of EUROCASH S.A.</i>			
Financial statements period:	<i>01.01-30.06.2012</i>	Presentation currency:	<i>Polish zloty (PLN)</i>
Level of round-offs:	<i>All amounts are expressed in Polish zloty (unless indicated otherwise)</i>		

GENERAL INFORMATION

1. INFORMATION ABOUT THE COMPANY

NAME

EUROCASH Spółka Akcyjna

REGISTERED OFFICE

ul. Wiśniowa 11, 62-052 Komorniki

CORE BUSINESS

Non-specialized wholesale trade
(PKD 4690Z)

REGISTRY COURT

District Court Poznań - Nowe Miasto i Wilda of Poznań, VIII Commercial Division of the National Court Register,
Registration number: KRS 00000213765

PERIOD FOR WHICH THE COMPANY WAS ESTABLISHED

Indefinite

PERIOD COVERED BY THE FINANCIAL STATEMENTS

The reporting period 1 January 2012 – 30 June 2012 and comparable periods:
1 January 2011 – 30 June 2011.

Separate statement of financial position has been prepared as at 30 June 2012, and the comparative figures are presented as at 31 December 2011.

2. BOARDS OF THE COMPANY

2.1. MANAGEMENT BOARD OF THE PARENT ENTITY

As at 30 June 2012 the Company's Management Board consisted of the following members:

Luis Manuel Conceicao Do Amaral – President of the Management Board,
Rui Amaral – Member of the Management Board,
Arnaldo Guerreiro – Member of the Management Board,
Pedro Martinho – Member of the Management Board,
Katarzyna Kopaczewska – Member of the Management Board,
Jacek Owczarek – Member of the Management Board,
Carlos Saraiva – Member of the Management Board.

2.2. SUPERVISORY BOARD OF THE PARENT ENTITY

As at 30 June 2012 the Company's Supervisory Board consisted of the following members:

João Borges de Assunção – President of the Supervisory Board,
Eduardo Aguinaga de Moraes – Member of the Supervisory Board,
António José Santos Silva Casanova – Member of the Supervisory Board,

<i>Semi-annual abbreviated separate financial statements of EUROCASH S.A.</i>			
Financial statements period:	<i>01.01-30.06.2012</i>	Presentation currency:	<i>Polish zloty (PLN)</i>
Level of round-offs:	<i>All amounts are expressed in Polish zloty (unless indicated otherwise)</i>		

Ryszard Wojnowski – Member of the Supervisory Board,
Janusz Lisowski – Member of the Supervisory Board.

2.3. CHANGES IN THE MANAGEMENT AND SUPERVISORY BOARD

There were no changes in the membership of the Management and Supervisory Board in the reporting period.

Semi-annual abbreviated separate financial statements of EUROCASH S.A.			
Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

ABBREVIATED SEPARATE INCOME STATEMENT FOR THE PERIOD FROM 01.01.2012 TO 30.06.2012

	Non audited 2nd Quarter for the period from 01.04.2012 to 30.06.2012	Non audited 1 Semi year for the period from 01.01.2012 to 30.06.2012	Non audited 2nd Quarter for the period from 01.04.2011 to 30.06.2011	Non audited 1 Semi year for the period from 01.01.2011 to 30.06.2011
Sales	1 592 574 829	2 961 070 027	1 407 573 915	2 538 698 057
Sales of goods	1 513 096 726	2 823 042 507	1 343 803 582	2 429 702 746
Sales of services	79 478 103	138 027 520	63 770 333	108 995 310
Costs of sales	(1 434 283 886)	(2 653 004 898)	(1 259 648 098)	(2 266 277 018)
Costs of goods sold	(1 430 471 086)	(2 645 971 985)	(1 256 222 519)	(2 260 125 463)
Costs of services sold	(3 812 800)	(7 032 913)	(3 425 579)	(6 151 554)
Gross profit (loss)	158 290 943	308 065 129	147 925 817	272 421 039
Selling expenses	(106 703 575)	(206 770 748)	(88 531 320)	(173 466 535)
General and administrative expenses	(39 174 952)	(77 287 664)	(37 767 989)	(71 501 903)
Profit (loss) on sales	12 412 416	24 006 718	21 626 508	27 452 601
Other operating income	5 626 425	9 133 342	12 472 079	14 770 690
Other operating expenses	(11 024 082)	(20 840 312)	(6 305 291)	(14 308 782)
Operating profit (loss)	7 014 759	12 299 748	27 793 295	27 914 508
Financial income	52 468 011	55 759 449	1 856 281	3 828 136
Financial costs	(29 601 078)	(55 360 069)	(7 140 263)	(12 904 237)
Profit (loss) before income tax	29 881 693	12 699 127	22 509 313	18 838 408
Income tax expense	1 899 185	5 837 838	(1 749 500)	(1 345 374)
Profit (loss) for the period	31 780 878	18 536 965	20 759 813	17 493 034

NET EARNINGS PER SHARE

	PLN / share	PLN / share
Net profit (loss) on continued operations	18 536 965	17 493 034
Weighted average number of shares	137 636 502	137 418 126
Weighted average diluted number of shares	138 784 114	138 288 615
- basic	0,13	0,13
- diluted	0,13	0,13

<i>Semi-annual abbreviated separate financial statements of EUROCASH S.A.</i>			
Financial statements period:	<i>01.01-30.06.2012</i>	Presentation currency:	<i>Polish zloty (PLN)</i>
Level of round-offs:	<i>All amounts are expressed in Polish zloty (unless indicated otherwise)</i>		

ABBREVIATED SEPARATE STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD FROM 01.01.2012 TO 30.06.2012

	Non audited 2nd Quarter for the period from 01.04.2012 to 30.06.2012	Non audited 1 Semi year for the period from 01.01.2012 to 30.06.2012	Non audited 2nd Quarter for the period from 01.04.2011 to 30.06.2011	Non audited 1 Semi year for the period from 01.01.2011 to 30.06.2011
Profit (loss) for the period	31 780 878	18 536 965	20 759 813	17 493 034
Other comprehensive income (loss) for the period	-	-	-	-
Total comprehensive income (loss) for the period	31 780 878	18 536 965	20 759 813	17 493 034

Semi-annual abbreviated separate financial statements of EUROCASH S.A.			
Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

ABBREVIATED SEPARATE STATEMENT OF THE FINANCIAL POSITION AS AT 30.06.2012

	Non audited as at 30.06.2012	Audited as at 31.12.2011
Assets		
Non-current assets (long-term)	2 006 868 161	2 020 184 216
Goodwill	96 024 468	96 024 468
Intangible assets	30 750 728	31 464 286
Property, plant and equipment	162 630 742	184 189 618
Investments in subsidiary companies	1 652 074 303	1 655 904 660
Investments in equity investees	43 766 081	23 710 081
Other long-term investments	748 590	5 808 590
Long-term receivables	1 878 628	1 880 628
Deferred tax assets	18 306 071	19 874 692
Other long-term prepayments	688 551	1 327 194
Current assets (short-term)	961 119 930	955 326 608
Inventories	321 486 892	320 127 607
Trade receivables	381 296 520	413 346 317
Current tax assets	12 672 775	1 362 078
Other short-term receivables	66 249 659	11 444 046
Other short-term investments	100 680 037	3 021 041
Short-term prepayments	9 146 254	6 617 777
Cash and cash equivalents	42 342 244	199 407 742
Fixed assets classified as held for sale	27 245 549	-
Total assets	2 967 988 091	2 975 510 824

<i>Semi-annual abbreviated separate financial statements of EUROCASH S.A.</i>			
Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

ABBREVIATED SEPARATE STATEMENT OF THE FINANCIAL POSITION AS AT 30.06.2012

	Non audited as at 30.06.2012	Audited as at 31.12.2011
<i>Equity and liabilities</i>		
Equity	348 185 801	347 175 620
Share capital	137 754 336	136 983 011
Reserve capital	183 416 874	136 928 348
Hedging reserve	(4 645 000)	(4 645 000)
Retained earnings	31 659 591	77 909 260
Accumulated profit (loss) from previous years	13 122 625	13 122 625
Profit (loss) for the period	18 536 965	64 786 635
Liabilities	2 619 802 290	2 628 335 205
Non-current liabilities	674 385 927	789 082 506
Long-term loans and borrowings	655 126 363	768 408 762
Other long-term financial liabilities	18 704 878	20 119 059
Employee benefits	554 686	554 686
Current liabilities	1 945 416 363	1 839 252 698
Loans and borrowings	723 547 538	689 522 855
Short-term financial liabilities	30 124 361	38 457 078
Trade liabilities	1 088 122 513	999 700 559
Other short-term payables	44 547 401	64 755 790
Current employee benefits	24 996 428	23 839 115
Provisions	34 078 122	22 977 302
Total equity and liabilities	2 967 988 091	2 975 510 824

BOOK VALUE PER SHARE AS AT 30 JUNE 2012

	as at 30.06.2012	as at 31.12.2011
Book value	348 185 801	347 175 620
Number of shares	137 754 336	136 983 011
Diluted number of shares	138 909 011	138 909 011
Book value per share	2,53	2,53
Diluted book value per share	2,51	2,50

<i>Semi-annual abbreviated separate financial statements of EUROCASH S.A.</i>			
Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

ABBREVIATED SEPARATE STATEMENT OF CASH FLOWS FOR THE PERIOD FROM 01.01.2012 TO 30.06.2012

Non audited Non audited
1 Semi year 1 Semi year
for the period for the period
from 01.01.2012 from 01.01.2011
to 30.06.2012 to 30.06.2011

Cash flow from operating activities

Profit (loss) before tax	12 699 127	18 838 408
Adjustments for:	32 071 254	37 559 840
Depreciation and amortization	26 121 865	26 199 775
Equity-settled shared share-based payment transactions	251 159	1 173 111
(Gain) loss on sale of property, plant and equipment	6 800 483	26 438
Interest expenses	49 438 160	12 343 449
Interest received	(1 101 155)	(2 182 933)
Income from dividends	(49 439 257)	-
Operating cash before changes in working capital	44 770 381	56 398 248
Changes in inventories	(1 359 285)	21 427 656
Changes in receivables	24 789 122	(25 976 379)
Changes in payables	45 360 528	104 176 515
Changes in provisions and employee benefits	10 234 126	(5 861 561)
Other adjustments	2 697 800	136 188
Operating cash	126 492 672	150 300 667
Interest paid	(3 059 085)	(10 483 100)
Income tax paid	(3 904 237)	(4 929 906)
Net cash from operating activities	119 529 350	134 887 661

Cash flow from investing activities

Short-term financial assets in subsidiary companies	-	(106 831 851)
Acquisition of intangible assets	(6 453 649)	(2 565 033)
Acquisition of property, plant and equipment held for sale	(27 245 549)	-
Acquisition of property, plant and equipment	(19 608 277)	(20 585 311)
Proceeds from sale of property, plant and equipment	18 705 901	855 251
Acquisition of subsidiaries, net of cash acquired	-	(12 000 000)
Acquisition of associates	(20 056 000)	-
Loans granted	(97 612 310)	(108 559)
Repayment received of granted loans	4 900 000	-
Interest received	1 214 470	2 182 933
Net cash used in investing activities	(146 155 415)	(139 052 570)

Cash flows from financing activities

Proceeds from issue of share capital	6 973 870	5 094 446
Sales of treasury shares	-	1 115 507
Financing for franchising	(6 569 932)	(1 496 959)
Proceeds from loans and borrowings	477 767 268	36 000 000
Repayment of borrowings	(556 930 593)	(29 988 471)
Payment of finance lease liabilities	(2 791 658)	(3 274 081)
Interest of finance lease	(1 665 726)	(989 772)
Interests on loans and borrowings	(47 222 661)	(11 484 778)
Net cash used in financing activities	(130 439 433)	(5 024 109)
Net change in cash and cash equivalents	(157 065 498)	(9 189 018)
Cash and cash equivalents at the beginning of the period	199 407 742	187 259 401
Cash and cash equivalents at the end of the period	42 342 244	178 070 383

<i>Separate financial statements of EUROCASH S.A.</i>			
Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

ABBREVIATED SEPARATE STATEMENT ON CHANGES IN EQUITY IN THE PERIOD FROM 01.01.2012 TO 30.06.2012

	Share capital	Treasury shares	Reserve capital	Treasure shares reserve	Hedge reserve	Capital connection	Retained earnings	Total
<i>Changes in equity in the period from 1 January to 30 June 2011</i>								
Balance as at 1 January 2011	136 429 761	(1 115 507)	105 539 159	12 884 493	(4 645 000)	-	76 271 814	325 364 719
Total comprehensive income for the reporting period	-	-	-	-	-	-	-	-
Profit for the period from 1 January to 30 June 2011	-	-	-	-	-	-	17 493 034	17 493 034
Total comprehensive income for the period from 01.01. to 30.06.2011	-	-	-	-	-	-	17 493 034	17 493 034
Dividends paid	-	-	-	-	-	-	(50 672 318)	(50 672 318)
Transfer to reserve capital	-	-	12 476 870	-	-	-	(12 476 870)	-
Equity-settled share based payment transactions	-	-	1 173 111	-	-	-	-	1 173 111
Share options exercised	522 450	-	4 571 996	-	-	-	-	5 094 446
Treasury shares acquired	-	-	12 884 493	(12 884 493)	-	-	-	-
Treasury shares	-	1 115 507	-	-	-	-	-	1 115 507
Total additional payments from and payments for owners	-	-	-	-	-	-	-	-
Total transaction with Owners of the Company recognized directly in equity	522 450	1 115 507	31 106 469	(12 884 493)	-	-	(63 149 188)	(43 289 255)
Balance as at 30.06.2011	136 952 211	-	136 645 628	-	(4 645 000)	-	30 615 660	299 568 499
<i>Changes in equity in the period from 01.01. to 30.06.2012</i>								
Balance as at 01 January 2012	136 983 011	-	136 928 348	-	(4 645 000)	-	77 909 260	347 175 620
Impact of change in accounting	-	-	-	-	-	-	-	-
Balance as at 01.01.2012 after changes	136 983 011	-	136 928 348	-	(4 645 000)	-	77 909 260	347 175 620
Total comprehensive income for the reporting period	-	-	-	-	-	-	-	-
Profit for the period from 01.01. to 30.06.2012	-	-	-	-	-	-	18 536 965	18 536 965
Total comprehensive income for the period from 01.01. to 30.06.2012	-	-	-	-	-	-	18 536 965	18 536 965
Transaction with Owners of the Company, recognized directly in equity	-	-	-	-	-	-	-	-
Additional payments from and payments for owners	-	-	-	-	-	-	-	-
Dividends declared	-	-	-	-	-	-	(24 751 812)	(24 751 812)
Transfer to reserve capital	-	-	40 034 823	-	-	-	(40 034 823)	-
Equity-settled share based payment transactions	-	-	251 159	-	-	-	-	251 159
Share options exercised	771 325	-	6 202 545	-	-	-	-	6 973 870
Total transaction with Owners of the Company recognized directly in equity	771 325	-	46 488 526	-	-	-	(64 786 635)	(17 526 784)
Balance as at 30.06.2012	137 754 336	-	183 416 874	-	(4 645 000)	-	31 659 591	348 185 801

<i>Separate financial statements of EUROCASH S.A.</i>			
Financial statements period:	<i>01.01-30.06.2012</i>	Presentation currency:	<i>Polish zloty (PLN)</i>
Level of round-offs:	<i>All amounts are expressed in Polish zloty (unless indicated otherwise)</i>		

SUPPLEMENTARY INFORMATION TO THE ABBREVIATED SEPARATE FINANCIAL STATEMENTS PREPARED FOR THE PERIOD FROM 01.01.2011 TO 30.06.2012

1. GENERAL INFORMATION

1.1. ISSUE OF THE FINANCIAL STATEMENT

According to the resolution of the Management Board dated 24 August 2012 the separate financial statements of Eurocash S.A. for the period from 1 January 2012 to 30 July 2012 were authorised for issue by the management Board. According to the information included in the report no. 03/2012 dated 23 January 2012 sent to the Polish Financial Supervision Authority, Eurocash S.A. issues its separate financial statements on 24 August 2012. Eurocash S.A. is a listed company and its shares are publicly traded.

1.2. STATEMENT OF COMPLIANCE

The abbreviated semi-annual separate financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) as adopted by the European Union ("EU IFRSs").

In preparing these separate financial statements the Company has not applied any of the new Standards and Interpretations, which have already been published and approved by the European Union but are not yet effective for the year ended 31 December 2011. Moreover, the Company has not yet completed its analysis of the possible impact of those new Standards and Interpretations on the separate financial statements prepared for the period in which the new Standards and Interpretations will be applied for the first time.

1.3. FUNCTIONAL AND PRESENTATION CURRENCY, ROUNDINGS

These abbreviated semi-annual separate financial statements are presented in PLN, which is the Company's functional and presentation currency. All financial information presented in PLN has been rounded to the nearest PLN (unless it is otherwise indicated).

1.4. USE OF ESTIMATES AND JUDGEMENTS

The preparation of the financial statements in conformity with UE IFRSs requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Estimates and underlying assumptions are made based on historical experience and other factors accepted as reasonable in given circumstances, and the results of estimates and judgements are a basis for the determination of the carrying value of assets and liabilities not resulting directly from other sources. Actual results may differ from those estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

<i>Separate financial statements of EUROCASH S.A.</i>			
Financial statements period:	<i>01.01-30.06.2012</i>	Presentation currency:	<i>Polish zloty (PLN)</i>
Level of round-offs:	<i>All amounts are expressed in Polish zloty (unless indicated otherwise)</i>		

1.5. COMPARABILITY OF FINANCIAL STATEMENTS

Accounting policies and methods of calculation set out below have been applied consistently to all periods presented in these separate financial statements.

1.6. GOING CONCERN ASSUMPTION

The financial statements were prepared under the assumption that the Company will continue to operate as a going concern for the foreseeable future. There is no evidence indicating that the Company will not be able to continue its activities as a going concern.

2. NOTES TO SEPARATE FINANCIAL STATEMENTS PREPARED FOR THE PERIOD FROM 01.01.2012 TO 30.06.2012

NOTE 1. OTHERS INFORMATION

Those semi-annual abbreviated separate financial statements should be read in conjunction with abbreviated semi-annual consolidated financial statements of Eurocash Group prepared as at 30 June 2012.

<i>Separate financial statements of EUROCASH S.A.</i>			
Financial statements period:	01.01-30.06.2012	Presentation currency:	Polish zloty (PLN)
Level of round-offs:	All amounts are expressed in Polish zloty (unless indicated otherwise)		

SIGNATURES OF THE MANAGEMENT BOARD MEMBERS

Position	Name and surname	Date	Signature
President of the Management Board	Luis Amaral	24 th August 2012	
Management Board Member Chief Executive Officer	Rui Amaral	24 th August 2012	
Management Board Member	Arnaldo Guerreiro	24 th August 2012	
Management Board Member	Pedro Martinho	24 th August 2012	
Management Board Member Human Resources Director	Katarzyna Kopaczewska	24 th August 2012	
Management Board Member Financial Director	Jacek Owczarek	24 th August 2012	
Management Board Member	Carlos Saraiva	24 th August 2012	

REPORT OF THE MANAGEMENT BOARD

1. Eurocash Group - overview

EUROCASH Group is the leader in wholesale distribution of the Fast Moving Consumer Goods (FMCG) in Poland. With a range of wholesale distribution formats it concentrates on wholesale supply of FMCG to a broad range of traditional retailers across the whole country.

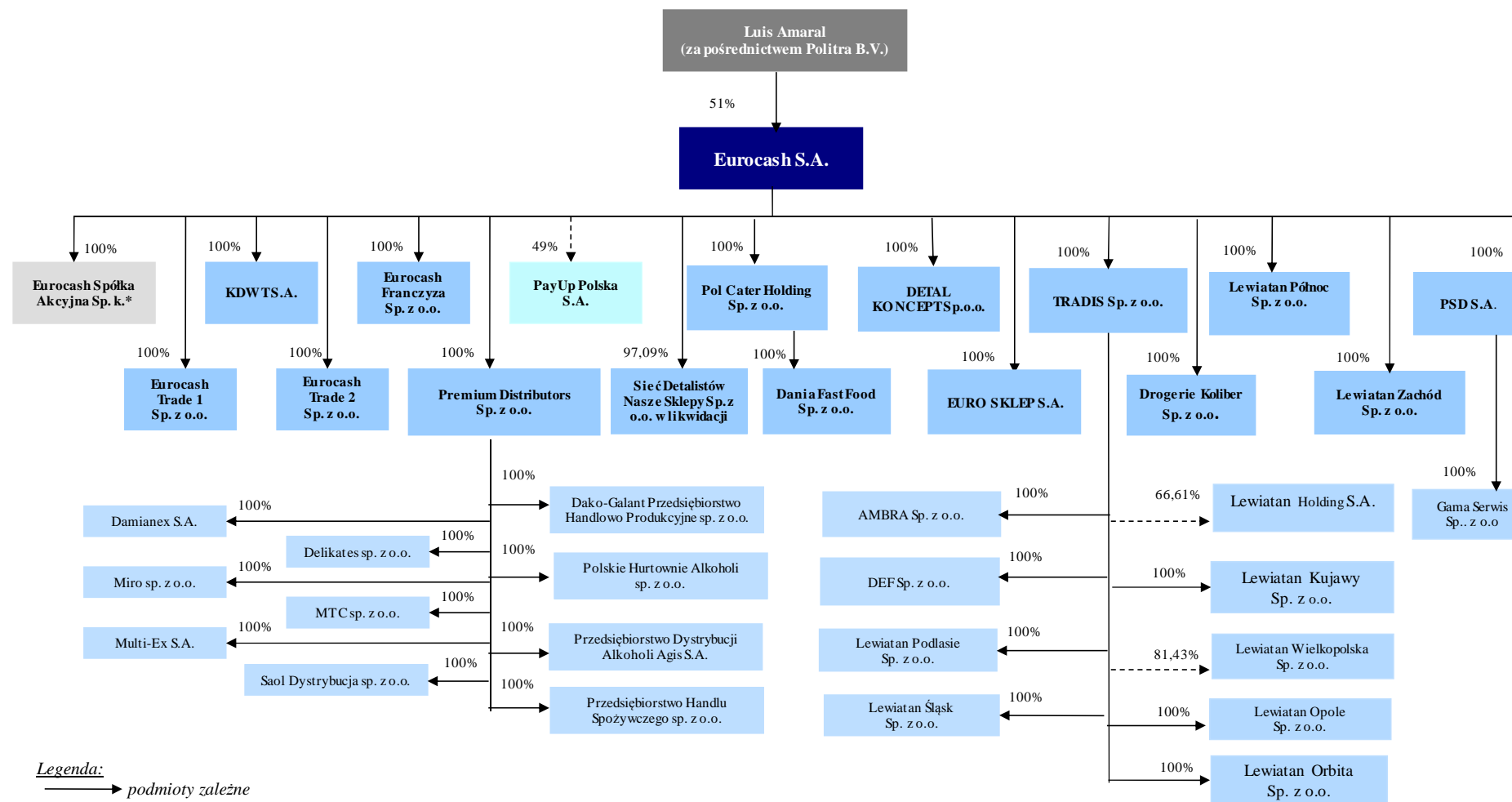
In its business activity, Eurocash uses a range of distribution formats, which first and foremost include:

- **Cash & Carry** – a national network of discount Cash & Carry type warehouses under the “Eurocash Cash & Carry” brand, as part of which the loyalty programme for the “abc” network of stores operates;
- **Delikatesy Centrum** – a franchise system for retail stores operating under the brands “Delikatesy Centrum” and System Francyzowy IGA;
- **Tobacco & Impulse** – active distribution of tobacco products and fast moving consumer goods through KDWT;
- **Eurocash Dystrybucja** – supplying restaurant chains, hotels, and petrol stations as part of Eurocash Dystrybucja and Eurocash Gastronomia.
- **Alcohol Distribution** – wholesale and retail distribution of alcoholic beverages through Premium Distributors companies throughout Poland.
- **Tradis Distribution Group** - consists of:
 - active distribution companies (Tradis sp. z o.o., DEF sp. z o.o., AMBRA sp. z o.o.),
 - companies organizing or supporting franchise chains of retail shops: Detal Koncept sp. z o.o., Euro Sklep S.A., Partnerski Serwis Detaliczny S.A., Gama Serwis sp. z o.o., Lewiatan Holding S.A., Lewiatan Podlasie sp. z o.o., Lewiatan Śląsk sp. z o.o., Lewiatan Zachód sp. z o.o., Lewiatan Północ sp. z o.o., Lewiatan Opole sp. z o.o., Lewiatan Wielkopolska sp. z o.o., Lewiatan Kujawy sp. z o.o., Lewiatan Orbita sp. z o.o., Drogerie Koliber sp. z o.o.,

The business of Eurocash Group is focused on the territory of Poland.

2. Capital and organizational relations in Eurocash Group

The graph below presents the structure of the Eurocash Group and its affiliated companies as of June 30 2012:



* Eurocash jest komplementariuszem, a KDWT i Eurocash Franczyza są komandytariuszami

Main shareholder of Eurocash is Luis Amaral (directly and indirectly through Politra B.V.) holding 51% of shares as at 31.07.2012. Luis Amaral serves as President the Management Board. Detailed information regarding the Group organisational structure with emphasis on the entities included in the consolidation process can be found in the paragraph 1.6 in the additional information to the abbreviated semi-annual consolidated financial statements.

3. Eurocash Group: Key operational highlights in 2Q and 1H 2012

Below we present the key financial and operational highlights for the Eurocash Group and for the following distribution formats:

- Cash&Carry – including Eurocash Cash&Carry and Batna stores
- Delikatesy Centrum – encompassing sales of Eurocash S.A. to retail stores supplied based on franchise and distribution contracts executed with Eurocash Franczyza sp. z o.o.
- Tobacco & Impulse – sales of KDWT S.A.
- Alcohol Distribution – sales of Premium Distributors Sp. z o.o. and its subsidiaries
- Eurocash Dystrybucja - sales of Eurocash S.A. and Pol Cater sp. z o.o. realized to gas stations and HoReCa segment
- Tradis Distribution Group consisting of:
 - active distribution companies (Tradis sp. z o.o., DEF sp. z o.o., AMBRA sp. z o.o.), and
 - companies organizing or supporting franchise chains of retail shops: Detal Koncept sp. z o.o., Euro Sklep S.A., Partnerski Serwis Detaliczny S.A., Gama Serwis sp. z o.o., Lewiatan Holding S.A., Lewiatan Podlasie sp. z o.o., Lewiatan Śląsk sp. z o.o., Lewiatan Zachód sp. z o.o., Lewiatan Północ sp. z o.o., Lewiatan Opole sp. z o.o., Lewiatan Wielkopolska sp. z o.o., Lewiatan Kujawy sp. z o.o., Lewiatan Orbita sp. z o.o., Drogerie Koliber sp. z o.o.

Eurocash Cash&Carry:

- In 2Q 2012 external sales of Cash&Carry format amounted to PLN 1 038.94m and increased by 13.31%. In 1H 2012 external sales in Eurocash Cash&Carry stores amounted to PLN 1 903.05m and increased by 16.17% comparing with 1H 2011.
- LFL sales growth (same number of stores) in Eurocash Cash&Carry stores in 2Q 2012 amounted to 8.38% and in 1H 2012 amounted to 11.55%.
- Without categories of tobacco and phone cards, the LFL sales growth in Eurocash Cash&Carry stores in 2Q 2012 amounted to 9.76% and in 1H 2012 amounted to 12.67%.
- Number of Eurocash Cash&Carry stores amounted to 136 + 3 Batna stores at the end of 1H 2012.
- Number of abc stores amounted to 4 897 at the end of 1H 2012.
- In 2Q 2012 share of abc stores in total sales of Eurocash Cash&Carry stores amounted to 51.10% and in 1H 2012 amounted to 50.60%.
- Sales to abc shops in 2Q 2012 increased by 20.28% comparing with 2Q 2011 and in 1H 2012 increased by 22.34% comparing with 1H 2011.

Delikatesy Centrum

- Wholesale sales realized by "Delikatesy Centrum" Distribution Centers in 2Q 2012 amounted to PLN 358.09m and increased by 13.71% comparing with 2Q 2011. In 1H 2012 wholesale sales amounted to PLN 692.75m, and increased by 17.12% comparing with 1H 2011.
- LFL growth of wholesale sales realized by Eurocash to "Delikatesy Centrum" franchise stores in 2Q 2012 amounted to 2.02% and in 1H 2012 amounted to 4.03% comparing with 1H 2011.
- Number of "Delikatesy Centrum" franchise stores at the end of 1H 2012 amounted to 693.

Tobacco&Impulse

- In 2Q 2012 external sales in KDWT amounted to PLN 684.79m and increased by 3.12% comparing with 2Q 2011. In 1H 2012 external sales in KDWT amounted to PLN 1 277.72m and increased by 5.90% yoy.
- Growth of sales in food category in 2Q 2012 amounted to 12.5% yoy. In 1H 2012 growth of sales in food category amounted to 18.1% comparing with the same period in 2011.
- Number of KDWT branches as of the end of 1H 2012 amounted to 118 and 2 distribution centers

Alcohol Distribution

- External sales of Premium Distributors in 2Q 2012 amounted to PLN 500.39m and increased by 1.54% comparing with 2Q 2011. In 1H 2012 external sales of Premium Distributors amounted to PLN 926.44m and increased by 1.83% yoy.

Eurocash Dystrybucja:

- External sales of Eurocash Dystrybucja including Pol Cater amounted to PLN 181.92m in 2Q 2012 and increased by 11.48%. External sales in 1H 2012 reached PLN 338.13 m, and increased by 24.38% comparing with 1H 2011. Such a sales growth was caused by consolidating Pol Cater since 1st March 2011.
- Without Pol Cater effect, sales in Eurocash Dystrybucja amounted to PLN 127.95m in 2Q 2012 and increased by 12.90%. In 1H 2012 sales excluding Pol Cater amounted to PLN 241.46m and increased by 16.10%.

Tradis Distribution Group:

- External sales in 2Q 2012 realized by companies from Tradis Distribution Group amounted to PLN 1 415.61m and in 1H 2012 PLN 2 751.85m
- From the total sales, 87.3% was realized in active distribution format, while cash&carry format was responsible for 12.7% of the total sales.
- As of the end of 1H 2012, active distribution companies operated 56 regional warehouses and 8 distribution centers. Total warehouse space at 30.06.2012 amounted to 269 074.39 square meters.
- Below we present the number of stores in partner- and franchise chains operated by companies from Tradis Distribution Group:

Table 1: Number of partnership or franchise stores of the Tradis Distribution Group

Name of chain / operating company	Number of stores
	30.06.2012
Groszek	1026
Milea	45
Euro Sklep S.A.	628
Lewiatan Podlasie Sp. z o.o.	192
Lewiatan Śląsk Sp. z o.o.	314
Lewiatan Zachód Sp. z o.o.	221
Lewiatan Orbita Sp. z o.o.	109
Lewiatan Wielkopolska Sp. z o.o.	191
Lewiatan Północ Sp. z o.o.	202
Lewiatan Opole Sp. z o.o.	180
Lewiatan Kujawy Sp. z o.o.	377
Lewiatan Mazowsze Sp. z o.o.	36
Total	3 521

Table 2: Number of partnership stores co-operating within Partnerski Serwis Detaliczny

	30.06.2012
Number of cooperating Consumer Cooperative	63
Number of stores	590

4. Summary of financial results of Eurocash Group in 2Q and 1H 2012

Profit & loss account

Table 1 Eurocash Group: Summary of consolidated financial results for 2Q 2012

	2Q 2012	2Q 2011	Change % 2012 / 2011
PLN m			
Sales revenues (traded goods, materials)	4 213,05	2 564,63	64,28%
Gross profit (loss) on sales	467,56	248,01	88,52%
Gross profitability on sales (%)	11,10%	9,67%	1,43 p.p.
EBITDA	110,28	64,30	71,52%
<i>(EBITDA margin %)</i>	2,62%	2,51%	0,11 p.p.
EBIT	84,96	46,31	83,44%
<i>(EBIT margin %)</i>	2,02%	1,81%	0,21 p.p.
Gross profit	61,17	39,63	54,37%
Net Income	52,46	35,26	48,79%
<i>(Net profitability %)</i>	1,25%	1,37%	-0,12 p.p.

Table 2 Eurocash Group: Summary of consolidated financial results for 1H 2012

	1H 2012	1H 2011	Change % 2012 YTD/ 2011 YTD
PLN m			
Sales revenues (traded goods, materials)	7 947,81	4 644,00	71,14%
Gross profit (loss) on sales	843,15	448,93	87,81%
Gross profitability on sales (%)	10,61%	9,67%	0,94 p.p.
EBITDA	170,29	96,97	75,61%
<i>(EBITDA margin %)</i>	2,14%	2,09%	0,05 p.p.
EBIT	118,83	60,87	95,22%
<i>(EBIT margin %)</i>	1,50%	1,31%	0,18 p.p.
Gross profit	74,25	49,34	50,49%
Net Income	62,73	44,03	42,46%
<i>(Net profitability %)</i>	0,79%	0,95%	-0,16 p.p.

Consolidated sales of Eurocash Group in 2Q 2012 increased by 64.28% YoY and in 1H 2012 increased by 71,14% YoY. Such dynamics was mainly attributable to acquisition of Tradis Distribution Group, which in terms of external sales contributed PLN 1 415.61m in 2Q 2012 and PLN 2 751.85m in 1H 2012. Sales growth without Tradis effect amounted to 9% in 2Q 2012 and 12% 1H 2012, where cash&carry format generated the most of the top-line growth.

Sales growth was also supported by acquisition of Pol Cater, which contributed PLN 54m in 2Q 2012 and PLN 97m in 1H 2012.

Consolidated gross margin increased in 2Q 2012 by 1.43p.p. and amounted 11.10%. In 1H 2012 gross margin increased by 0.94 p.p. and amounted to 10.61%. EBITDA in 2Q 2012 grew by 71.52% to PLN 110.28m and in 1H 2012 EBITDA increased by 75.61% to PLN 170.29m. The consolidated EBITDA margin increased in 2Q 2012 by 0.11 p.p. and amounted to 2.62%. In 1H 2012 increased by 0.05p.p. and amounted to 2.14%. Net profit in 2Q 2012 amounted to PLN 52.46m, 48,79% higher than in 2Q 2011, and in 1H 2012 reached PLN 62.73m, 42.46% higher than in 1H 2011.

Sales by format**Table 3 Eurocash Group: Sales dynamics by distribution format for 2Q 2012**

PLN m	External sales		
	2Q 2012	2Q 2011	%change
Cash&Carry and Batna	1 038,94	916,89	13,31%
Delikatesy Centrum	358,09	314,92	13,71%
Tobacco+Impulse	684,79	664,09	3,12%
Alcohol distribution	500,39	492,79	1,54%
Eurocash Dystrybucja	181,92	163,19	11,48%
Tradis	1415,61	0,00	0,00%
Other	33,31	12,76	161,10%
Total	4 213,05	2 564,63	64,28%

Table 4 Eurocash Group: Sales dynamics by distribution format for 1H 2012

PLN m	External sales		
	1H 2012	1H 2011	%change
Cash&Carry and Batna	1 903,05	1 638,20	16,17
Delikatesy Centrum	692,75	591,47	17,12
Tobacco+Impulse	1 277,72	1 206,51	5,90
Alcohol distribution	926,44	909,83	1,83
Eurocash Dystrybucja	338,13	271,85	24,38
Tradis	2 751,85	0,0	0,0
Other	57,87	26,14	121,39
Total	7 947,81	4 644,00	71,14

Cash flow**Table 5 Eurocash Group: Consolidated cash flow for 2Q 2012**

PLN m	2Q 2012	2Q 2011
Operating cash flow	183,90	162,67
<i>Gross profit (loss)</i>	61,17	39,63
<i>Depreciation</i>	25,32	17,98
<i>Change in working capital</i>	92,72	112,10
<i>Other</i>	4,69	(7,05)
Cash flow from investments	(3,45)	(11,12)
Cash flow from financing activities	(194,63)	(23,42)
Total cash flow	(14,18)	128,13

Table 6 Eurocash Group: Consolidated cash flow for 1H 2012

PLN m	1H 2012	1H 2011
Operating cash flow	257,77	80,62
<i>Gross profit (loss)</i>	74,25	49,34
<i>Depreciation</i>	51,46	36,10
<i>Change in working capital</i>	102,01	16,67
<i>Other</i>	30,05	(21,49)
Cash flow from investment	(66,25)	(40,84)
Cash flow from financing activities	(345,44)	(44,71)
Total cash flow	(153,92)	(4,94)

Total cash flow in 2Q 2012 amounted to negative PLN 14.18m and operating cash flow reached PLN183.90m. Total cash flow in 1H 2012 amounted to negative PLN 153.92m, where the operating cash flow reached PLN 257.77m with significant improvement in working capital.

Cash flow from investments activities in 1H 2012 includes expenses related to acquisition of real estate used by Tradis as a distribution center in Lublin, held for sale in amount of PLN 27.25m.

Cash flow from financing activities was negative in amount of PLN 345.44m, which was influenced mainly by debt service payments related to financing of the acquisitions of Tradis Distribution Group and Premium Distributors.

Working capital

Table 7 Eurocash Group: Consolidated working capital ratios flow for 2Q 2012

Turnover in days	2Q 2012	2Q 2011
1. Inventories turnover	21,34	21,34
2. Trade receivables turnover	28,30	23,34
3. Trade liabilities turnover	55,87	52,89
4. Operating cycle (1+2)	49,65	44,68
5. Cash conversion (4-3)	(6,22)	(8,21)

Table 8 Eurocash Group: Consolidated working capital ratios flow for 1H 2012

Turnover in days	1H 2012	1H 2011
1. Inventories Turnover	22,63	23,44
2. Trade receivables Turnover	30,01	25,64
3. Trade liabilities Turnover	58,91	58,09
4. Operating cycle (1+2)	52,64	49,07
5. Cash conversion (4-3)	(6,27)	(9,02)

Working capital ratios for 2Q 2012 and 1H 2012 was impacted by consolidation of Tradis balance sheet items. Despite this, the cash conversion cycle remained negative at 6.22 in 2Q 2012 and 6.27 in 1H 2012.

Statement of the financial position

The volume of fixed and current assets, equity, liabilities and provisions for liabilities, as well as their share in the total value of assets is presented in the table below:

Table 9 Eurocash Group: Selected consolidated balance sheet items

PLN m	30.06.2012		31.12.2011	
Fixed assets	1 909,45	42,49%	1 928,75	41,66%
Current assets	2 584,88	57,51%	2 701,15	58,34%
Total assets	4 494,33	100,00%	4 629,90	100,00%
Equity	593,74	13,21%	548,49	11,85%
Liabilities and provisions	3 900,59	86,79%	4 081,40	88,15%
Total liabilities and equity	4 494,33	100,00%	4 629,90	100,00%

5. Summary of financial results of Eurocash S.A. in 2Q and 1H 2012

Profit & loss account

Table 10 Eurocash S.A.: Summary of financial results for 2Q 2012

PLN m	2Q 2012	2Q 2011	Change 2012/ 2011
Sales revenues (traded goods, materials)	1 592,57	1 407,57	13,14%
Gross profit (loss) on sales	158,29	147,93	7,01%
Gross profitability on sales (%)	9,94%	10,51%	-0,57 p.p.
EBITDA	19,84	40,90	-51,49%
(EBITDA margin %)	1,25%	2,91%	-1,66 p.p.
EBIT	7,01	27,79	-74,76%
(EBIT margin %)	0,44%	1,97%	-1,53 p.p.
Gross profit	29,88	22,51	32,75%
Net Income	31,78	20,76	53,09%
(Net profitability %)	2,00%	1,47%	0,52 p.p.

Table 11 Eurocash S.A.: Summary of financial results for 1H 2012

PLN m	1H 2012	1H 2011	Change YTD 12/ YTD 11
Sales revenues (traded goods, materials)	2 961,07	2 538,70	16,64%
Gross profit (loss) on sales	308,07	272,42	13,08%
Gross profitability on sales (%)	10,40%	10,73%	-0,33 p.p.
EBITDA	38,42	54,11	-29,00%
(EBITDA margin %)	1,30%	2,13%	-0,83 p.p.
EBIT	12,30	27,91	-55,94%
(EBIT margin %)	0,42%	1,10%	-0,68 p.p.
Gross profit	12,70	18,84	-32,59%
Net Income	18,54	17,49	5,97%
(Net profitability %)	0,63%	0,69%	-0,06 p.p.

Sales of Eurocash S.A. in 2Q 2012 amounted to PLN 1 592.57m and increased by 13.14%. In 1H 2012 sales of Eurocash S.A. increased by 16,64% and amounted to PLN 2 961.07m. Such result was mainly attributable significant organic sales growth was noted in Eurocash Cash&Carry and Delikatesy Centrum and sales realized to other entities from Eurocash Group.

Consolidated gross margin on sales realized by Eurocash in 2Q 2012 was 0.57 p.p. and in 1H 2012 0.33p.p. lower than in 2011.

In 2Q 2012 EBITDA amounted to PLN19.84m and in 1H 2012 PLN 38.42m. Net profit in 2Q 2012 amounted to PLN 31.78m and in 1H 2012 PLN 18.54m.

Cash flow**Table 12 Eurocash S.A.: Cash flow for 2Q 2012**

PLN m	2Q 2012	2Q 2011
Operating cash flow	85,15	144,79
<i>Gross profit (loss)</i>	29,88	22,51
<i>Depreciation</i>	12,83	13,11
<i>Change in working capital</i>	52,42	106,59
<i>Other</i>	(9,98)	2,58
Cash flow from investments	42,74	(28,61)
Cash flow from financing activities	(162,46)	4,34
Total cash flow	(34,56)	120,52

Table 13 Eurocash S.A.: Cash flow for 1H 2012

PLN m	1H 2012	1H 2011
Operating cash flow	119,53	134,89
<i>Gross profit (loss)</i>	12,70	18,84
<i>Depreciation</i>	26,12	26,20
<i>Change in working capital</i>	68,79	99,63
<i>Other</i>	11,92	(9,78)
Cash flow from investments	(146,16)	(139,05)
Cash flow from financing activities	(130,44)	(5,02)
Total cash flow	(157,07)	(9,19)

Total cash flow of Eurocash S.A. in 2Q 2012 amounted to negative PLN 34.56m and in 1H 2012 amounted to negative PLN 157.07m.

Working capital**Table 14 Eurocash S.A.: Working capital ratios for 2Q 2012**

	2Q 2012	2Q 2011
Turnover in days		
1. Inventories turnover	18,37	18,06
2. Trade receivables turnover	21,79	21,15
3. Trade liabilities turnover	69,04	66,55
4. Operating cycle (1+2)	40,16	39,21
5. Cash conversion (4-3)	(28,88)	(27,35)

Table 15 Eurocash S.A.: Working capital ratios for 1H 2012

	1H 2012	1H 2011
Turnover in days		
1. Inventories turnover	19,76	19,92
2. Trade receivables turnover	23,44	23,32
3. Trade liabilities turnover	74,65	73,58
4. Operating cycle (1+2)	43,20	43,24
5. Cash conversion (4-3)	(31,45)	(30,34)

Cash conversion in 2Q 2012 decreased by 1.5 days comparing with 2Q 2011. In 1H 2012 cash conversion decreased by 1.1 days comparing with 1H 2011.

Statement of the financial position

The volume of fixed and current assets, equity, liabilities and provisions for liabilities, as well as their share in the total value of assets is presented in the table below:

Table 16 Eurocash S.A.: Selected balance sheet items

PLN m	30.06.2012		31.12.2011	-
Fixed assets	2 006,87	67,62%	2 020,18	67,89%
Current assets	961,12	32,38%	955,33	32,11%
Total assets	2 967,99	100,00%	2 975,51	100,00%
Equity	348,19	11,73%	347,18	11,67%
Liabilities and provisions	2 619,80	88,27%	2 628,34	88,33%
Total liabilities and equity	2 967,99	100,00%	2 975,51	100,00%

6. Definitions of the financial ratios

Gross profit margin on sales:	ratio of gross sales profit to net sales revenue
EBITDA margin:	ratio of EBITDA (operating profit plus depreciation) to net sales revenue
Operating profit margin:	ratio of operating profit (EBIT) to net sales revenue
Net profit margin on sales:	ratio of net profit to net sales revenue
Inventories turnover:	the ratio of balance of stocks at the end of period to net sales for period, multiplied by the number of days in the period
Trade receivables turnover:	the ratio of balance of trade receivables at the end of period to net sales for period, multiplied by the number of days in the period
Trade liabilities turnover:	the ratio of balance of trade liabilities at end of period to costs of goods sold for period, multiplied by the number of days in the period
Operating cycle:	the sum of stocks turnover and receivables turnover
Cash conversion cycle:	the difference between operating cycle and liabilities turnover

7. Major events and factors that influenced consolidated income or loss of Eurocash Group

Changes in equity

In the period between 1 January 2012 and 30 June 2012 were issued 771.325 shares in respect of the option programs.

Distribution of the net profit for 2011

According to the resolution No. 5 dated 15 June 2012, the Ordinary General Meeting of Eurocash S.A. decided that the net profit for 2011 amounting to PLN 64,786,635 (sixty four million seven hundred eighty six thousand six hundred thirty five zlotys) shall be distributed in such way, that the shareholders of the Company on 2 July 2012, shall be eligible to receive the dividend in amount PLN 0.18 (eighteen groszys) per one Company's share. The dividend in total amount of PLN 24,751,812 was paid on 17 July 2012.

Credit facility agreement

On 27 June 2012 a credit facility agreement was concluded with BRE Bank S.A. ("BRE"), under which BRE granted to Company working capital credit facility in the amount of PLN 380,000,000.00 (PLN three hundred eighty million) to finance current activity of the Company. The obligations of the Company under the granted credit facility were guaranteed by the subsidiaries of the Issuer – details have been presented in the current report no. 19/2012

8. Factors significant for the development of the Eurocash Group

External Factors

Growth in the FMCG market and its structure.

The Group expects further growth of modern distribution channels; its unfavourable impact on company's income will be compensated by growth of the FMCG market in absolute terms and consolidation in the traditional wholesale market.

Inflation.

Unexpected substantial changes in prices of food, beverages, alcohol and other FMCG products, as well as fuel prices affecting logistic expenses may influence the Group's profit and loss.

Labour costs.

Potential pressure on labour costs could in medium-term perspective negatively influence the Group's profit and loss. However, potential of growing wages and salaries impacts the whole Polish market. As the Group sales are realised in Poland, its competitive position should remain unchanged due to this factor.

Internal Factors

New business formats

Development of new formats of wholesale distribution or new formats of retail stores franchise chains, in order to give a full offer to our clients and on the same time to achieve economies of scale.

Organic expansion

Management of Eurocash Group expects, that during 2012:

- number of Eurocash Cash&Carry stores will increase by app. 6-8 stores, however final number of new openings will depend from the integration process with Tradis Distribution Group.
- number of Delikatesy Centrum franchise stores will increase by app. 100 stores,
- in the active distribution channel of KDWT– the actions to achieve the growth of sales of impulse products (grocery) will be continued in order to get a higher profitability and improvement of a working capital dynamics.

Integration of acquired companies .

Due to the necessity of integrating the companies from Tradis Distribution Group as well as, Premium Distributors and Pol Cater at the operational level, in the opinion of Eurocash S.A. Board full synergies associated with this transaction will be possible to reach within 3 years after the acquisition of control over these companies.

9. Major risks and threats related to the operational activities

External Factors

Macroeconomic situation. Purchasing power of the population

Economic slowdown, drop of the purchasing power and decrease in household expenditures for consumption may have a negative impact on the sales volume of the Company.

The structure of the FMCG retail distribution market in Poland

In 2011 the prevailing form of FMCG retail distribution was a traditional distribution channel with approx. 50% share. Such high share (as compared to other European countries) results from a low concentration of population in the area of the country and bad housing conditions, stimulating more frequent purchases. This situation is advantageous for the Eurocash Group for which small and mid-sized shops located off large agglomerations are the most relevant group of customers. A growth in the share of modern distribution will reduce the potential market of the Eurocash Group business.

The structure of the traditional FMCG distribution channel. Competition

According to the estimates of the Eurocash Group, there is approx. 4,000 entities operating on the wholesale FMCG distribution market. Market consolidation, appearance of new strong entities could have a negative impact on the level of margins.

Internal Factors

IT systems

An efficient, uniform IT system allows for centralised and effective management of business processes, allowing for an exact analysis of profitability of particular products and particular discount stores, which guarantees high safety of the conducted business. Possible disturbances in the system operation would be a threat for the business of the Group.

New investments

Eurocash Group wants to be an active participant in the process of market consolidation by taking over FMCG wholesalers. Taking over other enterprises, the Group bears numerous material risks connected among others with integration, realisation of the assumed synergies or wrong assessment of the market potential.

Suppliers

Due to the range of products offered by Eurocash Group and the geographically diverse sales, the group of the main suppliers of the Group is very large and as at 30 June 2012 covered more than 500 entities.

The brand name product suppliers to which the leading producers and importers of FMCG products belong, including of tobacco products and alcoholic beverages, are chosen mainly based on their market shares, the meaning of the given brand, as well as the coverage of individual product segments and regional variability.

Due the nature of the FMCG product market, competition on this market and the recorded decrease in the sale of tobacco products in Poland, as well as the significant increase in the value of sales in relation to the purchase of Tradis Distribution Group, Pol Cater and Premium Distributors, the business activity of the Group is not dependent on tobacco product suppliers, therefore the risk, that termination or an unfavourable change of the terms of the agreements for distribution of might have a significant adverse affect Eurocash Group business and financial results is limited.

10. Additional information

Information regarding dividends

According to the resolution No. 5 dated 15 June 2012, the Ordinary General Meeting of Eurocash S.A. decided that the net profit for 2011 amounting to PLN 64,786,635 (sixty four million seven hundred eighty six thousand six hundred thirty five zlotys) shall be distributed in such way, that the shareholders of the Company on 2 July 2012, shall be eligible to receive the dividend in amount PLN 0.18 (eighteen groszys) per one Company's share. The dividend in total amount of PLN 24,751,812 was paid on 17 July 2012.

Explanations regarding seasonality

In FMCG wholesale sales are traditionally lower in 1Q, then sales peak during summer period and stabilise in the 4Q.

Issuance, redemption and repayment of debt and capital securities

In the period between 1 January 2012 and 30 June 2012 were issued 771.325 shares in respect of the option programs.

In 1H 2012 Eurocash S.A. did not issue, acquire or repay debt securities.

Changes in the basic management principles

In 1H 2012 there were no changes in the basic management principles

The Board opinion on the possibilities to carry out previously published financial forecasts for a given year.

The Management Board of Eurocash S.A. has not published or does not intend to publish financial forecasts for 2012.

Shareholders owning directly or indirectly – through dependent entities – at least 5 % of total number of votes at the general assembly.

Shareholder	24.08.2012				11.05.2012			
	Number of shares	Share in share capital (%)	Number of votes	Share in total number of votes (%)	Number of shares	Share in share capital (%)	Number of votes	Share in total number of votes (%)
Luis Amaral (directly and indirectly through Politra B.V.)	70 258 100	51,00%	70 258 100	51,00%	70 258 100	51,17%	70 258 100	51,17%
Fidelity funds	n.a.	>5%	n.a.	>5%	6 871 178	5,00%	6 871 178	5,00%
Others	n.a.	< 44%	n.a.	< 44%	60 173 258	43,83%	60 173 258	43,83%
Total	137 755 136	100,00%	137 755 136	100,00%	137 302 536	100,00%	137 302 536	100,00%
Treasury shares	0	0,00%	0	0,00%	0	0,00%	0	0,00%
Total shares	137 755 136	100,00%	137 755 136	100,00%	137 302 536	100,00%	137 302 536	100,00%

* On 24.08.2012 The Management Board of Eurocash has information on the number of shares as of 31.07.2012 r.

Number of shares (or rights to shares) held by the members of the Management Board and Supervisory Board of Eurocash

	Shares or rights to acquire Eurocash shares	
	24.08.2012	11.05.2012
<i>Management Board members</i>		
Luis Amaral (directly and indirectly)	70 258 100	70 258 100
Rui Amaral	407 625	407 625
Katarzyna Kopaczewska	340 500	340 500
Arnaldo Guerreiro	300 500	300 500
Pedro Martinho	845 250	845 250
Carlos Saraiva	0	0
Jacek Owczarek	76 500	76 500
<i>Supervisory Board members</i>		
Eduardo Aguinaga de Mores	0	0
Joao Borges de Assuncao	0	0
Ryszard Wojnowski	0	0
Janusz Lisowski	0	0
Antonio Jose Santos Silva Casanova	0	0

Information on legal suits.

In the 1H 2012 companies belonging to Eurocash Group were not involved into any legal suit in any court, nor in a body competent for arbitration proceedings nor an administrative body, which total value would amount to at least 10 % of equity.

Information concerning granting by the issuer or a dependent unit credit or loan surety or a guarantee.

In the 1H 2012 companies belonging to Eurocash Group did not grant any surety for a credit or a loan nor did it grant any guarantee of total value equivalent to 10% of the Eurocash equity.

Information concerning execution by the issuer or its subsidiary transaction with related parties

In the 1H 2012 companies belonging to Eurocash Group did not execute transactions with related parties otherwise than in the ordinary course of business on an arm's length basis.

Other information significant to assess the issuer's situation or ability to satisfy liabilities by the issuer

Apart of information provided in this report, there are no other information which would be material to assess the staffing, and financial situation of the Company or its changes, as well as there are no other information material to assess ability to realize by Eurocash it's liabilities.

Factors that will affect the results achieved by the issuer

Apart of information provided in this report, there are no other material factors, which might influence the results of the Eurocash Group during the next quarter of the year.

11. Representations of the Management Board

Accuracy and reliability of the reports presented

The members of the Management Board of Eurocash S.A. represent that, according to their best knowledge:

- the abbreviated semi-annual consolidated financial statements and comparable data have been drawn up in accordance with the applicable accounting principles and give a true and fair view of the economic and financial position of Eurocash Group and of the results of its operations for the 1H 2012,
- the abbreviated semi-annual separate financial statements and comparable data have been drawn up in accordance with the applicable accounting principles and give a true and fair view of the economic and financial position of Eurocash and of the results of its operations for the 1H 2012,
- the report of the Management Board on the business activities of Eurocash Group for the 1H 2012 contains a true views of the development, achievements and position of Eurocash Group, including a description of main risks and threats.

Appointment of the entity qualified to audit financial statements

The members of the Management Board of Eurocash S.A. represent that:

- KPMG Audyt Sp. z o.o., the entity qualified to audit financial statements, which reviewed the abbreviated semi-annual consolidated of Eurocash Group, has been appointed in compliance with the applicable laws and regulations. The entity and the auditors have met the prerequisites for giving an impartial and independent report from the review in accordance with the applicable provisions of the law
- KPMG Audyt Sp. z o.o., the entity qualified to audit financial statements, which reviewed the abbreviated semi-annual separate of Eurocash, has been appointed in compliance with the applicable laws and regulations. The entity and the auditors have met the prerequisites for giving an impartial and independent report from the review in accordance with the applicable provisions of the law.

SIGNATURES OF THE MANAGEMENT BOARD MEMBERS

Position	Name and surname	Date	Signature
President of the Management Board	Luis Amaral	24 th August 2012	
Member of the Management Board Chief Executive Officer	Rui Amaral	24 th August 2012	
Member of the Management Board	Arnaldo Guerreiro	24 th August 2012	
Member of the Management Board	Pedro Martinho	24 th August 2012	
Member of the Management Board Human Resources Director	Katarzyna Kopaczewska	24 th August 2012	
Member of the Management Board Financial Director	Jacek Owczarek	24 th August 2012	
Member of the Management Board	Carlos Saraiva	24 th August 2012	