

**ADDITIONAL INFORMATION
TO THE FINANCIAL STATEMENT
FOR THE 3RD QUARTER OF THE BUSINESS YEAR 2010/2011
FROM 1 JULY 2010 TO 30 JUNE 2011**



Pursuant to the § 87 section 4 and 7 of the Regulation of the Minister of Finance of 19 February 2009 on current and periodic information published by issuers of securities, the Management Board of HELIO S.A., with its registered office in Wyględy, in its full personal composition:

1. Leszek Wąsowicz – President of the Management Board
2. Justyna Wąsowicz – Vice President of the Management Board

hereby presents additional information to the interim report for **the 3rd quarter of the current business year 2010/2011**. This quarterly report includes the period from **1 January 2011 to 31 March 2011**.

Pursuant to the statutes of the Company the business year of HELIO S.A. shall start on 1 July and end on 30 June.

The Company shall not prepare a consolidated financial statement.

1. Accounting principles adopted while preparing the report

The presented financial data of the Company for the 3rd quarter of the business year 2010/2011 was prepared pursuant to the Accounting Act of 29 September 1994. In the current business year the Company did not change the accounting principles (policy) in relation to the principles adopted in the financial statement for the previous year.

PLN (the Polish zloty) is the currency of this report.

In order to assure the comparability of the financial data for the 3rd quarter of the current business year, the analogical period from the previous business year, i.e. from 1 January 2010 to 31 March 2010 was accepted as a comparable period. In case of data presented in an increasing order for three quarters of the current business year, the analogical period from 1 July 2009 to 31 March 2010 was accepted as the comparable period.

All data presented in the report are provided in thousand of zlotys, unless otherwise states. Transactions in foreign currencies, as well as positions of the assets and the liabilities have been converted in to the Polish currency following the below presented rules:

- transaction in foreign currencies are included as of a date when they were paid, if payment of the debtors and the liabilities was effected in fact on that day following the exchange rate of that day, but when the exchange rate of the date of transaction is not justifiable, following the average exchange rate announced for a particular currency by the National Bank of Poland (NBP) of a prior day of such date, and in case the average exchange rate was not calculated and announced for such day, then the exchange rate calculated and announced lately is applied for conversion,
- positions of the assets and the liabilities as of the balance sheet date have been evaluated following the NBP exchange rate announced on 31 March 2011.

The presented selected financial data from the balance-sheet, from the profit and loss account and cash flow account were converted from the Polish zloty into the Euro in accordance with the following rules:

- particular asset and liability items of the balance-sheet as of 31 March 2011 converted at the average exchange rate for the balance-sheet date determined by the Polish National Bank for the Euro, Table No. 63/A/NBP/2011 of 31 March 2011, 1 EUR = PLN 4.0119,
- particular profit and loss account items and of the cash flow account for the period from 1 July 2010 to 31 March 2011 were converted at the exchange rate that is the arithmetic average of the exchange rate of the Polish National Bank for the Euro for the last day of each month in the given period in the following way:

| Table No. | Date | Exchange rate (PLN) |
|---|----------------|--------------------------------|
| 147/A/NBP/2010 | 30.07.2010 | 4.0080 |
| 169/A/NBP/2010 | 31.08.2010 | 4.0038 |
| 191/A/NBP/2010 | 30.09.2010 | 3.9870 |
| 212/A/NBP/2010 | 29.10.2010 | 3.9944 |
| 232/A/NBP/2010 | 30.11.2010 | 4.0734 |
| 255/A/NBP/2010 | 31.12.2010 | 3.9603 |
| 20/A/NBP/2011 | 31.01.2011 | 3.9345 |
| 40/A/NBP/2011 | 28.02.2011 | 3.9763 |
| 63/A/NBP/2011 | 31.03.2011 | 4.0119 |
| Average exchange rate for 9 months | 1 EUR = | 3.9944 |

In the presented period there are adjustments for provisions, provisions for deferred income tax and deferred tax assets.

The provisions were taken up for:

- review of semi-annual financial statement (PLN thousand 10),
- financial leasing (PLN thousand 3).

Deferred tax assets refer to:

- promoting and marketing activities (PLN thousand 80),
- unpaid salaries and National Insurance contributions (PLN thousand 20),
- retirement and pension pays (PLN thousand 4),
- warehouses under construction, partially in use (PLN thousand 11),
- leaves not taken up (PLN thousand 21),
- allowances for stock valuation (PLN thousand 7).

Provisions for deferred income tax refer to:

- financial leasing (PLN thousand 17),
- interest on receivables (PLN thousand 27)
- exchange gains as of the balance sheet date (PLN thousand 3).

2. Description of essential achievements or failures in the period concerned

In the third quarter of the current financial year, the Company achieved sales income of PLN 16 263 thousand and net profit of PLN 256 thousand. It should be noted that due to the exceptionally late date of Easter holidays this year (the end of April), the reference to the results generated in the analogical period (January - March 2010) of the previous year does not provide a reliable comparability for the achieved results and may lead to erroneous conclusions resulting from the seasonality of the Issuer's industry, referred to later in the notes. Therefore, the complete analysis of the Issuer's growth dynamics will be included in the next periodic report, i.e. the report for the fourth quarter of the financial year 2010/2011.

3. Factors and events, especially of untypical nature that influence the obtained financial results.

The main factor that affected the Company's financial results in the third quarter of the financial year 2010/2011 was the exceptionally late date of Easter holiday (late April). This unusual factor was very important given the nature of the Issuer's industry, which is characterized by significant sales seasonality and characteristic sales peaks in the periods prior to Christmas and Easter.

Consequently, a larger-than-usual part of Easter sales this year was generated in April, and thus it had no impact on sales income in the third quarter of the financial year 2010/2011. It should be noted that the complete analysis of pre-Easter sales dynamics will be included in periodic report for the fourth quarter of the current financial year. For the same reasons, a reliable analysis of the dynamics of the Company's profit will also be possible only in the report for the last quarter of the current financial year.

Another factor affecting the Issuer's results in the third quarter of the financial year 2010/2011 was the increase in commodity prices. Although the Company renegotiated the prices of products sold to its customers, it was an extended process which had negative short-term impact on the Company's sales margins, particularly in the first weeks of the analysed quarter. The above-mentioned factors led to a situation in which gross sales profit for the third quarter of the previous year was higher by PLN 2,751 thousand than in the analogical period of this year, which is also directly reflected in the Company's net profit in the analysed period.

It is also worth mentioning that although the third quarter was a period of active work on the activation of the traditional distribution channel (wholesalers, distributors) and the introduction of new product lines in the Company, the costs incurred for these purposes were much lower than in the previous quarter, which is in line with the Issuer's earlier declarations and development strategy.

4. Information about seasonal character or cyclical nature of the activities of the issuer in the presented period.

Because of the specificity of this sector that is typical of a highly seasonal character, several relations essential for the correct interpretation of some economic values occurring in the companies in the nuts and dried fruits processing sector. It should be emphasized that the Company's revenues are strongly connected with the dates of Easter and Christmas.

The phenomenon of a seasonal character is present in the Issuer's activities. The highest sales of nuts and dried fruits fall on the period before Christmas and Easter. The sales of nuts and dried fruits are on its lowest level in the summer period, when the availability of fresh fruits makes them a competitive product. At the same time the Company prepares itself to the period of increased sales by means of purchase of nuts and dried fruits in the period in which the sales are on the lowest level. The accumulation of sales characteristic for the sector in the months preceding Christmas and Easter makes it justifiable to commence Christmas and Easter production in the summer period of lower sales.

5. Information about issue, redemption and repayment of debt securities and capital securities.

No transactions connected with issue, redemption and repayment of debt securities and capital securities were carried out in the period for which this report is presented.

6. Information about declared or paid dividend

HELIO S.A. did not declare or pay dividend in the period for this report is presented.

7. Events that occurred after 31 March 2011, not included in the abridged version of the statement that may significantly influence the future financial results of the Issuer.

No events that may significantly influence the future financial results of the Issuer occurred after the date for which the quarterly financial statement was prepared.

8. Information about changes in the conditional liabilities and conditional assets that took place after the end of the last business year.

No such events took place in the period for which this statement is presented, i.e. from the end of the last business year.

9. Description of the organization of the capital group of the Issuer with pointing to the entities subject to consolidation.

HELIO S.A. does not form a capital group and is not a parent company.

10. Information about changes in the structure of HELIO S.A., including mergers with other entities, takeovers or sale of the entities from the Issuer's capital group, long-term investments, division, restructuring and discontinuation of activity

No such events took place.

11. The position of the Management Board in relation to the possibility of accomplishing the previously published forecasts of financial results for the given year in the light of the results presented in the quarterly report in relation to the forecasted results.

The Issuer did not publish financial result forecast for the current business year.

12. Shareholders who own directly or indirectly by means of dependent entities at least 5% of the total number of votes at the Issuer’s General Meeting of Shareholders for the date of passing the quarterly report and changes in the ownership structure of significant blocks of the Issuer’s share in the period from passing the previous quarterly report.

For the day of passing this quarterly report, in accordance with the knowledge of the Management Board of HELIO S.A. the structure of shareholders who own at least 5% of votes at the Issuer’s General Meeting of Shareholders was as follows:

| Name of the shareholder | Number of shares | Share in the share capital (%) | Number of votes at the General Meeting of Shareholders | Share in the total number of votes at the General Meeting of Shareholders (%) |
|-------------------------|------------------|--------------------------------|--|---|
| Leszek Wąsowicz | 3 857 000 | 77.1 | 3 857 000 | 77.1 |

In accordance with the knowledge of the Management Board, the ownership structure of the significant block of the Issuer’s shares did not change in the period from passing the previous interim report (half-yearly report SA-P 2010 of 28.02.2011).

13. List of the assets of shares of HELIO S.A. or rights to them for managing and supervising persons as of the date of passing the quarterly report with the changes in the ownership in the period from passing the previous quarterly report.

The managing and supervising persons owned the following shares of the Company, as of the date of passing this quarterly report:

| Shareholder | Number of shares | Percentage (%) share in the share capital | Number of votes at the General Meeting of Shareholders | Percentage (%) share in the total number of votes at the General Meeting of Shareholders |
|---|------------------|---|--|--|
| Members of the Management Board | | | | |
| Leszek Wąsowicz | 3.857.000 | 77.1 | 3.857.000 | 77.1 |
| Members of the Supervisory Board | | | | |
| Jacek Kosiński | 17.800 | 0.4 | 17.800 | 0.4 |

In accordance with the knowledge of the Management Board, no changes in the ownership of shares of HELIO S.A. of the managing and supervising persons took place in the period from passing the previous quarterly report.

14. Information on ongoing judicial proceedings, proceedings in authorities competent for arbitral proceedings or in public administration authorities

In the period for which this report is presented, the Company did not participate in any legal proceedings which a single or total value was at least 10% of the Issuer's equity capital .

15. Information about one or many transactions with affiliated entities concluded by the

HELIO S.A. did not carry out any significant transaction with an affiliated entity on other terms than market.

16. Information about granting by the Company credit securities or loans or guarantees – in total to one entity or a person dependent on this entity, if the total value of the existing securities and guarantees is equal to at least 10% of the equity capitals of the Company.

The Company did not grant credit securities, loans or guarantee in the period for which this report of HELIO S.A. is presented.

17. Other information that is essential in the Issuer's opinion for the assessment of its personnel, material and financial situation and its changes that may be essentials for the assessment of the possibility of accomplishing the Issuer's liabilities.

In the assessment of the Company all essentials information was included in this quarterly report.

18. List of factors that in the Issuer's assessment will influence the obtained results in the perspective of at least successive quarter of the year.

In the next quarter, HELIO S.A.'s results will be affected by increased sales, which is typical in the Issuer's industry for the period preceding Easter. Bearing in mind the late date of Easter this year (the end of April), it should be noted that a larger-than-usual part of the pre-Easter sales will be realised in the fourth quarter of the financial year 2010/2011. This factor undoubtedly will have a positive impact on the Issuer's results in the next quarter.

Although in April 2011 the Company will record increased income resulting from the Easter sales, it should be noted that after the Easter there will be a period of decline in demand for the Company's products. It is typical for the Issuer's industry and it is characteristic for the seasonal nature of the Company's income generation. Considering the above, a systematic increase in the popularity of dried fruit and nuts which are treated as a substitute for other kinds of snacks is a positive factor for the Company's future results. Even a slight increase in sales during the summer will enable the Company to compensate the seasonal reduction in sales.

As a part of the Company's strategic operations in the next quarter, the Company intends to put in operation a new manufacturing and warehouse complex in Brochów, which will allow the Company to transfer its business operations from the current leased location to a new building facility. This will increase the production capacity, improve production efficiency, and contribute to significant savings in terms of the Company's internal logistics. Due to the ongoing procedure related to the acceptance of new building facility in Brochow by the relevant building supervision authorities, moving to a new location is planned for the last weeks of the current financial year, i.e. after the end of the Christmas sales peak. Until then, the company will be burdened with the costs related to its current business premises (including rental costs, internal logistics) as well as the costs related to the operation of the new facility (including lighting, security, depreciation). It should be noted, however, that it will be a temporary situation, which is required for further dynamic development of the Company. The measurable results should, therefore, be seen as early as in the next financial year, both in the form of high sales growth and improved profits.