

**Additional explanatory notes  
to financial statement of HELIO S.A.  
for the business year 2011/2012**

**Explanatory notes to the balance-sheet**

To NOTE 1b

**Differences in value of intangible assets 2011/2012**

Pos.	Specification	Costs of completed development works	Good-will	Software	Others	Prepay-ments	Total
<b>Gross value</b>							
1	Position as of 30.06.2011	0	0	152	84	0	236
2	<b>Increases:</b>	0	0	0	9	0	9
a	purchase				9		9
b	including tangible fixed assets under construction						
3	<b>Decreases:</b>	0	0	0	0	0	0
4	Position as of 30.06.2012	0	0	152	93	0	245
<b>Amortization</b>							
5	Position as of 30.06.2011	0	0	87	54	0	141
6	<b>Increases:</b>	0	0	32	31	0	63
a	depreciation			32	31		63
7	<b>Decreases:</b>	0	0	0	0	0	0
8	Position as of 30.06.2012	0	0	119	85	0	204
<b>Write-offs</b>							
9	Position as of 30.06.2011	0	0	0	0	0	0
10	<b>Increases:</b>						
11	<b>Decreases:</b>						
12	Position as of 30.06.2012	0	0	0	0	0	0
<b>Net value</b>							
13	Position as of 30.06.2011	0	0	65	30	0	95
14	Position as of 30.06.2012	0	0	33	8	0	41

**Differences in value of intangible assets 2010/2011**

Pos.	Specification	Costs of completed development works	Good-will	Software	Others	Prepay-ments	Total
<b>Gross value</b>							
1	Position as of 30.06.2010	0	0	87	60	0	147
2	<b>Increases:</b>	0	0	65	24	0	89
a	Purchase				24		24
b	including tangible fixed assets under construction			65			65
3	<b>Decreases:</b>	0	0	0	0	0	0
4	Position as of 30.06.2011	0	0	152	84	0	236
<b>Amortization</b>							
5	Position as of 30.06.2010	0	0	66	27	0	93
6	<b>Increases:</b>	0	0	21	27	0	48
a	depreciation			21	27		48
7	<b>Decreases:</b>	0	0	0	0	0	0
8	Position as of 30.06.2011	0	0	87	54	0	141
<b>Write-offs</b>							
9	Position as of 30.06.2010	0	0	0	0	0	0
10	<b>Increases:</b>	0	0	0	0	0	0
11	<b>Decreases:</b>	0	0	0	0	0	0
12	Position as of 30.06.2011	0	0	0	0	0	0
<b>Net value</b>							
13	Position as of 30.06.2010	0	0	21	33	0	54
14	Position as of 30.06.2011	0	0	65	30	0	95

To note 2b

**Differences in value of tangible fixed assets 2011/2012**

Pos.	Specification	Lands (including the perpetual usufruct right to lands)	Buildings, premises and objects of civil engineering	technical equipment and machines	Means of transport	Other fixed assets	Total
<b>Gross value</b>							
<b>1</b>	<b>Position as of 30.06.2011</b>	2168	18752	5533	2017	1448	<b>29918</b>
<b>2</b>	<b>Increases:</b>	<b>0</b>	<b>199</b>	<b>2206</b>	<b>491</b>	<b>205</b>	<b>3101</b>
a	including tangible fixed assets under construction		199	2107		38	2344
b	purchase			99	205	167	471
g	Leasing				286		286
<b>3</b>	<b>Decreases:</b>	<b>0</b>	<b>182</b>	<b>7</b>	<b>199</b>	<b>0</b>	<b>388</b>
a	sales			7	199		206
b	liquidation		182				182
<b>4</b>	<b>Position as of 30.06.2012</b>	<b>2168</b>	<b>18769</b>	<b>7732</b>	<b>2309</b>	<b>1653</b>	<b>32631</b>
<b>Amortization</b>							
<b>5</b>	<b>Position as of 30.06.2011</b>	<b>0</b>	473	1814	968	248	<b>3503</b>
<b>6</b>	<b>Increases:</b>	<b>0</b>	<b>516</b>	<b>573</b>	<b>358</b>	<b>223</b>	<b>1670</b>
a	depreciation for the period		516	573	358	223	1670
<b>7</b>	<b>Decreases:</b>	<b>0</b>	<b>18</b>	<b>7</b>	<b>189</b>		<b>214</b>
a	sales			7	189		196
b	liquidation		18				18
<b>8</b>	<b>Position as of 30.06.2012</b>	<b>0</b>	<b>971</b>	<b>2380</b>	<b>1137</b>	<b>471</b>	<b>4959</b>
<b>Write-offs</b>							
<b>9</b>	<b>Position as of 30.06.2011</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>10</b>	<b>Increases:</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>11</b>	<b>Decreases:</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>12</b>	<b>Position as of 30.06.2012</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net value</b>							
<b>13</b>	<b>Position as of 30.06.2011</b>	2168	18279	3719	1049	1200	<b>26415</b>
<b>14</b>	<b>Position as of 30.06.2012</b>	2168	17798	5352	1172	1182	<b>27672</b>

**Differences in value of tangible fixed assets 2010/2011**

Pos.	Specification	Lands (including the perpetual usufruct right to lands)	Buildings, premises and objects of civil engineering	technical equipment and machines	Means of transport	Other fixed assets	Total
<b>Gross value</b>							
1	Position as of 30.06.2010	2 168	4 022	2 903	1 439	282	10 814
2	<b>Increases:</b>	<b>0</b>	<b>14 730</b>	<b>2 630</b>	<b>588</b>	<b>1 166</b>	<b>19 114</b>
a	including tangible fixed assets under construction		14 730	2 509		1 032	18 270
b	purchase			121	588	134	844
g	Leasing						0
3	<b>Decreases:</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>10</b>	<b>0</b>	<b>10</b>
a	sales				10		10
4	<b>Position as of 30.06.2011</b>	<b>2 168</b>	<b>18 752</b>	<b>5 533</b>	<b>2 017</b>	<b>1 448</b>	<b>29 918</b>
<b>Amortization</b>							
5	Position as of 30.06.2010	0	362	1 561	745	192	2860
6	<b>Increases:</b>	<b>0</b>	<b>110</b>	<b>254</b>	<b>233</b>	<b>56</b>	<b>653</b>
a	depreciation for the period		111	253	233	56	653
7	<b>Decreases:</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>10</b>	<b>0</b>	<b>10</b>
a	sales				10		10
8	<b>Position as of 30.06.2011</b>	<b>0</b>	<b>473</b>	<b>1 814</b>	<b>968</b>	<b>248</b>	<b>3 503</b>
<b>Write-offs</b>							
9	Position as of 30.06.2010	0	0	0	0	0	0
10	<b>Increases:</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
11	<b>Decreases:</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
12	<b>Position as of 30.06.2011</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net value</b>							
13	Position as of 30.06.2010	2 168	3 660	1 342	694	90	7 954
14	<b>Position as of 30.06.2011</b>	<b>2 168</b>	<b>18 279</b>	<b>3 719</b>	<b>1 049</b>	<b>1 200</b>	<b>26 415</b>

To note 3 a

<b>Negative temporary difference</b>	<b>2011/2012</b>	<b>2010/2011</b>
1. Balance sheet amortisation and depreciation of warehouse	68	63
2. Tangible fixed assets under leasing	0	0
1. Provision for promotional services	376	321
2. Unpaid payroll and social insurance (ZUS) benefits	54	44
3. Unrealized negative exchange rate differences	8	10
4. Provision for retirement and similar benefits	163	176
5. Other provisions	20	20
6. Revaluation of circulating assets	234	39
7. Unpaid interest on the loan	83	62
<b>Total</b>	<b>1006</b>	<b>735</b>

To note 10 a

<b>POSITIVE TEMPORARY DIFFERENCE</b>	<b>2011/2012</b>	<b>2010/2011</b>
1. Tangible fixed assets under leasing	85	128
4. Unrealized interest on receivables	182	143
5. Positive exchange differences	0	0
<b>Total</b>	<b>267</b>	<b>274</b>

To note 11a &amp; 12a

### Long- and short-term liabilities resulting from leasing

As of 30 June 2012 and as of 30 June 2011 minimal deferred leasing rates on the grounds of the leasing agreements and current minimal value of net leasing rates are disclosed as follows:

Specification	30.06.2012		30.06.2011	
	Minimal rates	Current value of rates	Minimal rates	Current value of rates
In a period of 1 year	84	70	21	20
In a period from 1 up to 5 years	158	145	14	13
Above 5 years	0	0	0	0
<b>Minimal leasing rates in total</b>	<b>242</b>	<b>215</b>	<b>35</b>	<b>33</b>
Deferred interest cost (negative value)	0	27	2	0
<b>Current value of minimal leasing rates, including:</b>	<b>242</b>	<b>242</b>	<b>33</b>	<b>33</b>
short-term	84		20	
long-term	158		13	

### Explanatory notes to Cash Flow Statement

Note 1

<b>STRUCTURE OF CASH TO CASH FLOW STATEMENT</b>	<b>2011/2012</b>	<b>2010/2011</b>
- cash in hand and at bank	1030	360
<b>Total</b>	<b>1030</b>	<b>360</b>

## Note 2

<b>DIFFERENCES BETWEEN BALANCE SHEET CHANGE IN SHORT-TERM LIABILITIES AND CHANGE IN CHANGE DISCLOSED IN CASH FLOW STATEMENT</b>	<b>2011/2012</b>	<b>2010/2011</b>
Change in short-term liabilities by balance sheet	4075	3015
+/- change in liabilities for credits/loans	- 3305	-5039
+/- change in liabilities for financial leasing	+ 63	+173
Change in cash flow statement	+ 833	- 1851

**Supplementary explanatory notes**

## Note 1

**INFORMATION ON FINANCIAL INSTRUMENTS****A. Loans granted and own receivables**

Own receivables cover trade (for supplies and services) receivables and other receivables as well as cash (pecuniary means).

**B. Financial assets held up to maturity date**

The Company has no financial assets held up to maturity date.

**D. Financial assets available for disposal**

The Company has no financial assets available for disposal.

**E. Other financial liabilities**

Other financial liabilities include: credits, trade liabilities and other liabilities as well as liabilities under leasing agreements

<b>FINANCIAL ASSETS</b>	<b>Balance sheet value</b>		<b>Fair value</b>		<b>Category of financial instrument</b>
	<b>30.06.2012</b>	<b>30.06.2011</b>	<b>30.06.2012</b>	<b>30.06.2011</b>	
<b>Trade receivables and other receivables</b>	<b>11439</b>	<b>7788</b>	<b>11439</b>	<b>7788</b>	<b>Own receivables</b>
<b>Cash at bank and in hand</b>	<b>1030</b>	<b>360</b>	<b>1030</b>	<b>360</b>	<b>Own receivables</b>

<b>FINANCIAL LIABILITIES</b>	<b>Balance sheet value</b>		<b>Fair value</b>		<b>Category of financial instrument</b>
	<b>30.06.2012</b>	<b>30.06.2011</b>	<b>30.06.2012</b>	<b>30.06.2011</b>	
<b>Loan and credit interest including</b>	<b>24555</b>	<b>18084</b>	<b>24555</b>	<b>18084</b>	<b>Other financial liabilities</b>
Long-term interest by changeable interest rate	11631	13044	11631	13044	
Credit/facility in the current account	8344	5040	8344	5040	

<b>Other liabilities -leasing</b>	<b>242</b>	<b>35</b>	<b>242</b>	<b>35</b>	<b>Other financial liabilities</b>
<b>Trade liabilities and other liabilities</b>	<b>4338</b>	<b>3633</b>	<b>4338</b>	<b>3633</b>	<b>Other financial liabilities</b>

Note 1.2 Table of financial instruments movements

<b>2011/2012</b>	<b>Financial assets appraised in fair value by financial result</b>	<b>Financial liabilities appraised in fair value by financial result</b>	<b>Loans granted and other own receivables</b>	<b>Financial assets held up to maturity date</b>	<b>Financial assets available for disposal</b>	<b>Other financial liabilities</b>
<b>Position as of the beginning of the period</b>			<b>8148</b>			<b>21751</b>
<b>Increases</b>			<b>4321</b>			<b>2804</b>
Credits and loans						1891
Trade receivables and other receivables			3651			
Leasing			670			
Trade liabilities and other liabilities						207
<b>Decreases</b>						<b>706</b>
Repayment of credits and loans						
Leasing						
Trade debtors (receivables for deliveries and services) and other receivables						
cash at bank and in hand						
<b>Position as of the end of the period</b>						
<b>Position as of the beginning of the period</b>			<b>12469</b>			<b>24555</b>

Note 2

**PURPOSES AND RULES OF MANAGING FINANCIAL RISK**

Among primary financial instruments applied by the Company there are: pecuniary means (cash), short-term deposits and bank credits. The main purpose of the referred financial instruments is to gain financial resources for the Company's activity. The Company has also other financial instruments, such as trade (for supply and services) receivables and liabilities, which appear under activity run by the Company.

The principle applied by the Company currently and in the entire period covered by the examination is not to carry out transactions connected with financial instruments.

The primary types of risk resulting from the Company's financial instruments include currency risk, credit risk and the risk connected with liquidity. The Management Board verifies and adjusts the principles of managing each of the referred types of risk – the principles are briefly discussed herein below. Moreover, the Company also monitors the risk of market prices relating to all financial instruments possessed by the Company.

**Currency risk**

The Company is exposed to currency risk for contracted transactions. Such risks occur due to the fact that the Company imports directly from the countries of origin a significant part of the raw materials. In order to avoid the negative influence of the foreign currency exchange rates, the Company currently monitors the currency market by adopting proper measures. Managing the risk of foreign currency, the Company takes use of internal instruments, including, first of all, the Company adjusts pricing conditions offered customers to the costs of purchase of the raw material. At present the Company does not take use of instruments of the currency market (such as: options, futures, Forward, CIRS).

The share of purchased goods imported in total in the business year 2011/2012 came to 67% and relatively: in cost of sold goods in USD – 68%, and in costs of manufactured finished goods in EUR – 8%. However in the business year 2010/2011 it was relatively: in USD – 68% i and in EUR – 23%.

The currency risk calculated as percentage share of import /for particular currencies / in total purchases of commodities and materials with reference to the financial result (profit/loss) including variances +/- 10%

	<b>Increase/decrease of currency exchange rate</b>	<b>Impact onto gross financial result</b>
<b>The year ended on 30 June 2012</b>		
EUR	10%	975
USD	10%	3964
EUR	-10%	-975
USD	-10%	-3964
<b>The year ended on 30 June 2011</b>		
EUR	10%	-867
USD	10%	-3 263
EUR	-10%	867
USD	-10%	3 263

**Risk of goods prices**

The Company is threatened to fluctuation of prices of foodstuffs raw materials. Such fluctuation of the referred prices may periodically impact onto vale of the sale margins. Level of prices of the foodstuffs raw materials is influenced by factors irrespective from the Company, such as: rate of crops in a particular year, climatic conditions influencing the quality and availability of the raw materials. Owing to the skilled staff involved in purchase, the Company tries to response to the occurring position on the market relatively earlier, including first of all, to increase stock of the raw materials whose price will increase or respectively earlier, to renegotiate prices of supplied products with the clients.

**Credit risk**

The Company concludes transactions merely with entities of right credit rating capacity. The Company's greatest clients are first of all the greatest trade chains operating in Poland. All clients who desire to take use of merchant credits are subject to procedures of preliminary verification. Besides, due to current monitoring of receivables positions, threatening the Company to the risk of doubtful debts is really insignificant. Material concentration of credit risk does not appear in the Company.

Note 3

**DATA ON OFF-BALANCE SHEET ITEMS, ESPECIALLY CONTINGENT LIABILITIES INCLUDING SECURITIES AND GUARANTEES (ALSO BILL-OF-EXCHANGE) GRANTED BY THE COMPANY**

None.

Note 4

**LIABILITIES AGAINST NATIONAL BUDGET OR LOCAL GOVERNMENT UNITS INCLUDING OBTAINING PROPERTY RIGHT ON BUILDINGS AND STRUCTURES**

None.

Note 5

**REVENUES, EXPENSES AND RESULTS OF THE ACTIVITY DISCONTINUED IN THE GIVEN PERIOD OR EXPECTED TO BE DISCONTINUED IN THE SUCCESSION PERIOD**

No such categories.

Note 6

**COSTS OF MANUFACTURING TANGIBLE FIXED ASSETS UNDER CONSTRUCTION. TANGIBLE FIXED ASSETS FOR INTERNAL/OWN CONSUMPTION**

<b>Pos.</b>	<b>Specification</b>	<b>Expenditure in total</b>
1	Group 1	181
2	Group 2	18
3	Group 3	-30
4	Group 4	1834
5	Group 5	0
6	Group 6	402
7	Group 7	204
8	Group 8	205
9	Intangible assets	9
	<b>Total</b>	<b>2853</b>

Note 7

**INCURRED AND PLANNED CAPITAL EXPENDITURE IN THE NEXT 12 MONTHS FROM THE BALANCE-SHEET DATE CAPITAL EXPENDITURE INCLUDING NON-FINANCIAL FIXED ASSETS**

Expenditure on	Incurred in the current business year	Planned for the next business year
1) Intangible assets	9	50
2) Tangible fixed assets	1839	400
3) Tangible fixed assets under	192	0
<b>Total</b>	<b>2040</b>	<b>450</b>

Note 8

**INFORMATION ABOUT ISSUER'S TRANSACTIONS WITH AFFILIATED ENTITIES AND DATA CONCERNING THE AFFILIATED ENTITIES**

The company does not have entities connected by capital.

Note 9

**INFORMATION ON JOINT VENTURES WHICH DO NOT SUBJECT TO CONSOLIDATION**

None.

Note 10

**INFORMATION ON AVERAGE EMPLOYMENT, INCLUDING DIVISION INTO DEPARTMENTS**

DEPARTMENT	2011/2012	2010/2011
Commercial	14	13
Technical	140	131
Marketing and Administration	20	20
<b>Razem zatrudnieni</b>	<b>174</b>	<b>164</b>

Note 11

**TOTAL VALUE OF REMUNERATIONS AND REWARDS (IN CASH AND IN KIND) PAID OR DUE. INDIVIDUALLY FOR THE MANAGEMENT AND FOR SUPERVISORS**

	01.07.2011 – 30.06.2012	01.07.2010 – 30.06.2011
<b>Remuneration of the Management Board:</b>	<b>712</b>	<b>1 030</b>
- Leszek Wąsowicz, President	406	642
- Justyna Wąsowicz, Vice-President	306	388
<b>Remuneration of the Supervisory</b>	<b>14</b>	<b>14</b>
<b>Remuneration in total</b>	<b>726</b>	<b>1 044</b>

Note 12

**INFORMATION ON VALUE OF UNPAID ADVANCE PAYMENTS, CREDITS, LOANS, GUARANTEES, WARRANTS OR OTHER AGREEMENTS OBLIGATING TO PERFORMANCES FOR THE BENEFIT OF THE COMPANY GRANTED BY THE COMPANY TO MANAGING AND SUPERVISION PERSONS**

The above specified situation did not occur.

Note 13

**INFORMATION ON SIGNIFICANT EVENTS RELATING TO THE PREVIOUS YEARS INCLUDED IN THE FINANCIAL STATEMENT FOR THE CURRENT PERIOD**

The above specified situation did not occur.

Note 14

**INFORMATION ON SIGNIFICANT EVENTS THAT OCCURRED AFTER THE BALANCE SHEET DATE, NOT INCLUDED IN THE FINANCIAL STATEMENT**

The above specified situation did not occur.

Note 15

**INFORMATION ON RELATIONSHIPS BETWEEN LEGAL PREDECESSOR AND THE COMPANY AS WELL AS ON THE WAY AND SCOPE OF TAKING OVER ASSETS AND LIABILITIES**

The HELIO S.A. company was established by transformation of the "PH BONA" Sp. z o.o. company on the base of Resolution No. 1 of the Extraordinary Meeting of Shareholders of 18 July 2006 concerning transformation of the "PH BONA" spółka z ograniczoną odpowiedzialnością (limited liability/ public company) into the HELIO S.A. (joint stock company). by virtue of the notary deed prepared on 18 July 2006 at the Notary Office Jerzy Horban – Notary Public Małgorzata Kędzierska – Notary in Warsaw. Repertory A no. 5196/2006. On 25 August 2006, by the decision of the District (First Instance) Court (Sąd Rejonowy) for Warsaw capital city, XIV Economic Division of the National Court Register, the HELIO S.A. company was entered into the register of the National Court Register – Register of Entrepreneurs at a number of 262514.

Note 16

**CORRECTIONS OF THE FINANCIAL STATEMENTS BY INFLATION RATE**

There are no prerequisites to carry out corrections of the analyzed financial statements by inflation rate.

Note 17

**DIFFERENCES AMONG DATA DISCLOSED IN THE FINANCIAL STATEMENT AND IN DATA COMPARABLE WITH EARLIER PREPARED AND NOT PUBLISHED FINANCIAL STATEMENT FINANCIAL STATEMENTS.**

The specified differences did not occur.

Note 18

**CHANGES IN APPLIED RULES (POLICY) OF ACCOUNTING AND WAY OF ELABORATION OF FINANCIAL STATEMENT MADE IN COMPARISON TO THE PREVIOUS BUSINESS YEARS, REASONS OF SUCH CHANGES, SPECIFICATIONS AND IMPACT OF THE FINANCIAL RESULTS ONTO PROPERTY AND FINANCIAL POSITION, LIQUIDITY AS WELL AS FINANCIAL RESULT AND PROFITABILITY.**

No changes occurred.

Note 19

**MADE CORRECTIONS OF BASIC ERRORS, REASONS OF SUCH ERRORS, SPECIFICATIONS AND IMPACT OF THE FINANCIAL RESULTS ONTO PROPERTY AND FINANCIAL POSITION, LIQUIDITY AS WELL AS FINANCIAL RESULT AND PROFITABILITY.**

No changes occurred.

Note 20

**IN CASE OF OCCURRENCE OF UNCERTAINTY REGARDING OPPORTUNITIES TO CONTINUE THE ACTIVITY, DESCRIPTION OF SUCH UNCERTAINTIES AND ACKNOWLEDGEMENT ON NON-EXISTENCE OF SUCH UNCERTAINTY**

The financial statement has been prepared with assumption on continuity of the activity. No circumstances, indicating threat to the activity in predictable future, exist.

Note 21

**INFORMATION ON MERGER OF COMPANIES**

In the periods covered by the financial statements published in the present report, the Company did not merge with other entities. The Company elaborates the unitary financial statement.

Note 22

**INFORMATION ON AN ECONOMIC TYPE AND AIM OF AGREEMENTS CONCLUDED BY THE ENTITY NOT INCLUDED IN THE BALANCE SHEET IN A SCOPE INDISPENSABLE TO ESTIMATE IMPACT OF THEM ONTO PROPERTY FINANCIAL POSITION AS WELL AS FINANCIAL RESULT OF THE ENTITY**

No changes occurred.

Note 23

**INFORMATION ON SIGNIFICANT TRANSACTIONS (INCLUDING AMOUNTS OF SUCH TRANSACTIONS) CONTRACTED BY THE ENTITY WITH AFFILIATES ON TERMS OTHER THAN MARKET TERMS**

During the last business year HELIO S.A. did not effect significant transactions with the affiliate on terms other than market terms.

Note 24

**INFORMATION ON REMUNERATION FOR EXPERT AUDITOR OR ENTITY AUTHORIZED TO AUDIT FINANCIAL STATEMENTS. PAID OR DUE FOR THE CURRENT AND PRIOR BUSINESS YEAR.**

<b>Name of a service</b>	<b>The business year 2011/2012</b>	<b>The business year 2010/2011</b>
Audit/analysis of yearly financial statement	20	20
Other services acknowledging. including review of financial statement	10	10
Services relating to fiscal consulting	-	-
Other services	-	-