



**LUBELSKI WĘGIEL BOGDANKA CAPITAL GROUP**

**CONSOLIDATED QUARTERLY ABRIDGED FINANCIAL  
STATEMENTS FOR THE THIRD QUARTER OF 2009**

**as at and for the period ended on 30 September 2009**

BOGDANKA, NOVEMBER 2009

**Additional information to the consolidated quarterly abridged financial statements for the Lubelski Węgiel Bogdanka S.A. Capital Group and to the quarterly abridged financial statements for the Group's Parent Company Lubelski Węgiel Bogdanka S.A., for the third quarter 2009.**

**1. General**

Composition of the Capital Group and the object of the Group's business

The Lubelski Węgiel Bogdanka S.A. Capital Group (hereinafter referred to as the „Group”) is composed of the following companies:

**Parent Company** - Lubelski Węgiel Bogdanka S.A., with registered office in Bogdanka, 21-013 Puchaczów

Lubelski Węgiel Bogdanka S.A. is a joint-stock company, acting under Polish law. The Company was created as a result of the restructuring of the state enterprise Kopalnia Węgla Kamiennego Bogdanka with registered office in Bogdanka, under the Act on Privatisation of State Enterprises of 13 July 1990.

The deed of transformation of a state enterprise into a company wholly owned by the State Treasury operating under the business name: Kopalnia Węgla Kamiennego Bogdanka S.A. was drawn up on 1 March 1993 (Rep. A No. 855/1993) by Notary Public Jacek Wojdyło running a Notarial Office at ul. Kopernika 26, Katowice.

The Company was entered in Section B under entry H – 2993, to the commercial register of the District Court in Lublin, VIII Commercial Division, based on a final decision of that Court issued on 30 April 1993 (file No. HB – 2993, Ns. Rej. 669/93).

On 26 March 2001, Lubelski Węgiel Bogdanka Spółka Akcyjna was entered in the register of entrepreneurs maintained by the District Court in Lublin, XI Division of the National Court Register, under KRS entry No. 0000004549.

In June 2009, the Company issued Series C Shares and introduced its shares to public trade. The Parent Company's share capital was increased by means of an issue of 11 million Shares with the value of PLN 55 million and currently amounts to PLN 170,068,000 (PLN 301,158,000 after revaluation under hyperinflation). The increase in the share capital was registered on 10 July 2009 by the District Court in Lublin, XI Commercial Division of the National Court Register.

The Company's core business, according to the European Classification of Activity (EKD 1010), is mining and agglomeration of hard coal.

**The subsidiary** - Łęczyńska Energetyka Sp. z o.o., with registered office in Bogdanka, 21-013, Puchaczów.

As at 30 September 2009, the Parent Company held 88.70% of share in capital of its subsidiary Łęczyńska Energetyka Sp. z o.o.

Łęczyńska Energetyka Sp. z o.o. provides services to mines involving supplying heat energy and conducts water/wastewater management. The company also conducts activities involving the

construction and refurbishment of heat-generating, water supply and sewage disposal installations. The company prepares its balance sheet as at 31 May.

The Group's **affiliated undertakings** are:

EKSPERT Sp. z o.o. with registered office in Bogdanka, 21-013, Puchaczów.

As at 30 September 2009, Łęczyńska Energetyka Sp. z o.o. held 50% of shares in the capital of EKSPERT Sp. z o.o.

Górnik Łęczna S.A., with registered office at Al. Jana Pawła II 13, 21-010 Łęczna.

As at 30 September 2009, the Parent Company held 50% of shares in the capital of Górnik Łęczna S.A.

## **2. Principles applied in preparing the consolidated quarterly abridged financial statements and the quarterly abridged financial statements of Lubelski Węgiel Bogdanka S.A.**

The consolidated quarterly abridged financial statements and the quarterly abridged financial statements of Lubelski Węgiel Bogdanka S.A. have been prepared in compliance with the provisions of the International Accounting Standards and the International Financial Reporting Standards, as well as the Regulation of the Polish Council of Ministers of 19 October 2005 on current and periodic information furnished by the issuers of securities (Dz. U. No. 209 dated 26 October 2005).

Data for the consolidated quarterly abridged financial statements and the quarterly abridged financial statements of Lubelski Węgiel Bogdanka S.A. has been prepared in compliance with the same accounting principles and calculation methods as in the previous annual financial statements.

## **3. Brief description of achievements and failures of the Issuer during the reporting period, along with the list of the related key events**

In the third quarter of 2009, the process of subscription of Series C Shares was completed, the Court registered the increase in the share capital and the amendments in the Company's Articles of Association, and the National Depository of Securities (KDPW S.A.) registered Series A and C Shares which were introduced to trade on the main floor of the Warsaw Stock Exchange.

With regard to the conducted activities, the following events took place in the third quarter of 2009 under analysis:

- An annex to a Long-Term Agreement concluded with Elektrownia Kozienice S.A. was signed to define the supplies of power coal from 1 January to 31 March 2010 and an annex extending the effective term of the Long-Term Agreement up until 31 March 2011.
- An annex to a Long-Term Agreement concluded with Elektrownia Kozienice S.A. was signed to update the schedule of coal supplies in the first half of 2009 and the first quarter of 2010, and to reduce the coal price by 4,55% with respect to the applied contractual price. The annex will not

affect the forecasts of financial results as presented in the Issue Prospectus, as the update of terms and conditions of supplies for 2009 was allowed for already at the stage of forecasting.

- The Company concluded significant agreements exceeding 10% of the value of the Company's equity with Przedsiębiorstwo Robót Specjalistycznych „Wschód” Sp. z o.o. to perform mining pits in the Stefanów Field.
- The following tender procedures were announced: for construction of a flyover for coal transport from the Stefanów Field to the Mechanical Processing Plant for Coal, for modernisation and development of the Mechanical Processing Plant for Coal, and for the completion of Shaft construction. The above activities do not affect the Company's financial results in the period under analysis.

#### **4. Description of factors and events, in particular of untypical nature, with a significant bearing on the financial results**

In the third quarter of 2009 no untypical events occurred that would have a significant bearing on the financial results achieved both by the Lubelski Węgiel Bogdanka S.A. Capital Group and its Parent Company.

#### ***Lubelski Węgiel Bogdanka S.A. Capital Group***

##### ***The third quarter of 2009 (Q3)***

In the third quarter of 2009 the consolidated net revenue on sales of products, goods and materials achieved the level of PLN 329,877,000 while in the comparable period of 2008 the consolidated revenue on sales of products, goods and materials amounted to PLN 279,329,000.

The consolidated operating profit in Q3 2009 amounted to PLN 108,756,000.

As a result of the operating profit, in the third quarter of 2009 net profit attributable to Company's shareholders was recorded in the amount of PLN 90,968,000, while in the comparable period of 2008 the Capital Group recorded net profit attributable to Company's shareholders of PLN 73,596,000.

##### ***Three quarters of 2009 (3Qs cumulative)***

In cumulative terms, the revenue on sales of products, goods and materials for three quarters of 2009 amounted to PLN 850,672,000, which represents an increase by 10.01% over the same period of 2008.

The operating profit in for three quarters of 2009 amounted to PLN 213,302,000.

In cumulative terms, the net profit attributable to Company's shareholders for three quarters of 2009 amounted to PLN 174,381,000, which represents an increase by 38.93% over the same period of 2008.

***Parent Company - Lubelski Węgiel Bogdanka S.A.***

***The third quarter of 2009 (Q3)***

In the third quarter of 2009 the consolidated net revenue on sales of products, goods and materials achieved the level of PLN 328,304,000, while in the comparable period of 2008 the item amounted to PLN 277,947,000, which represents an increase in the net revenue in 2009 by 18.12%.

The operating profit in Q3 2009 amounted to PLN 109,475,000.

The net profit for the third quarter of 2009 amounted to PLN 91,284,000, while in the comparable period of 2008 the Company recorded net profit of PLN 74,480,000.

***Three quarters of 2009 (3Qs cumulative)***

In cumulative terms, the revenue on sales of products, goods and materials for three quarters of 2009 amounted to PLN 845,555,000, which represents an increase by 10.03% over the same period of 2008.

The operating profit for three quarters of 2009 amounted to PLN 213,845,000.

In cumulative terms, the net profit for three quarters of 2009 amounted to PLN 173,353,000, which represents an increase by 37.87% over the same period of 2008.

***Lubelski Węgiel Bogdanka S.A. Capital Group***

As at 30 September 2009, the balance of total provisions for other liabilities and charges and the total amount of retirement benefits and jubilee awards payable in the member companies of the Lubelski Węgiel Bogdanka S.A. Capital Group amounted to PLN 235,813,000, which represents an increase by PLN 9,102,000 in comparison to the balance as at 31 December 2008.

During the three quarters of 2009, deferred income tax liability occurred in the amount of PLN 62,480,000, which represents an increase by PLN 5,134,000 in comparison to the balance of this item as at 31 December 2008.

***Parent Company - Lubelski Węgiel Bogdanka S.A.***

As at 30 September 2009, the balance of provisions for other liabilities and charges and the amount of retirement benefits and jubilee awards payable amounted to PLN 232,259,000, which represents an increase by PLN 6,173,000 in comparison to the balance as at 31 December 2008.

As at 30 September 2009, deferred income tax liability occurred in the amount of PLN 63,494,000, which represents an increase by PLN 5,176,000 in comparison to the balance of this item as at 31 December 2008.

**5. Information regarding seasonal or cyclical character of the Issuer's activity in the discussed period**

Seasonality of production does not occur, while seasonality of sales can be observed in retailing at coal sale points. Sales to individual consumers account for 2.0% of total sales. This has no significant effect on operating and financing activity of the Group.

**6. Information about the issue, redemption and repayment of debt and equity securities.**

In the third quarter of 2009, the Parent Company performed no transactions involving issue, redemption or repayment of debt and equity securities.

**7. Information concerning the dividend paid (or declared), in aggregate and calculated per share, divided into ordinary and preferred shares**

In the third quarter of 2009 and in the same period of 2008, the Parent Company did not pay any dividend to Shareholders. The payment of dividend for 2008, in the amount of PLN 88,832,000, took place in July 2009 (for 2007, it was paid in July 2008, in the amount of PLN 5,638,000).

The dividend rate per share is calculated as the quotient of the dividend attributable to the Company's shareholders and the weighted average number of ordinary shares during the year.

	<b>9 months of 2009</b>	<b>9 months of 2008</b>
Dividend paid	88,832	5,638
Weighted average number of ordinary shares ('000) (*)	23,014	23,014
<b>Dividend per share (in PLN per share)</b>	<b>3.86</b>	<b>0.24</b>

(\*) In view of the division of shares in a ratio of 1:10, the value of dividend per share was calculated on the basis of the number of shares after the division.

**8. Events after the balance-sheet date not disclosed in the consolidated financial statements**

The presented results for the third quarter of 2009 and three quarters of 2009 refer to the events, identified by the Capital Group, that occurred in this period. After the balance-sheet date no events affecting the financial results occurred that would not be disclosed in the Consolidated Quarterly Abridged Financial Statements.

**9. Information on changes in contingent liabilities or contingent assets, occurring following the end of the previous financial year**

From the end of the previous financial year the balance of contingent liabilities has not changed significantly.

## 10. Transactions of the Lubelski Węgiel Bogdanka S.A. Capital Group with related undertakings

### *Transactions of the Parent Company with affiliated undertakings*

In the reporting periods ended on 30 September 2008 and 30 September 2009 the value of trade related to purchase with the subsidiary, Łęczyńska Energetyka Sp. z o.o. in Bogdanka and the balance of liabilities of the Company towards that related undertaking as at subsequent balance-sheet dates were:

	<b>30 Sep. 2009</b>	<b>31 Dec. 2008</b>	<b>30 Sep. 2008</b>
Purchases in period	6,398	10,202	7,634
Total liabilities at end of period including VAT	541	1.158	897

In the reporting periods ended on 30 September 2008 and 30 September 2009 the value of trade related to purchase with the subsidiary, Łęczyńska Energetyka Sp. z o.o. in Bogdanka, and the balance of liabilities of the Company towards that related undertaking as at subsequent balance-sheet dates were:

	<b>30 Sep. 2009</b>	<b>31 Dec. 2008</b>	<b>30 Sep. 2008</b>
Sales in period	5,564	6,646	4,027
Total receivables at end of period including VAT	480	1,142	373

### *Information on transactions with undertakings related to the State Treasury*

In the reporting periods ended on 30 September 2008 and 30 September 2009, the following entities - companies controlled by the State Treasury – were the most important suppliers of the Group: Huta Łabędy S.A., PGE Lubelskie Zakłady Energetyczne S.A., Fabryka Maszyn Górniczych Pioma S.A., the Office of the Speaker, Przedsiębiorstwo Produkcyjno-Górnictwo ROW-JAS Sp. z o.o., REMAG S.A., Łęczyński District (Powiat), Kompania Węglowa S.A., PGNiG of Warsaw, Gas Plant of Lublin.

The value of trade with these entities in subsequent reporting periods and the total liabilities of the Group towards those entities for subsequent balance-sheet dates were as follows:

	<b>30 Sep. 2009</b>	<b>31 Dec. 2008</b>	<b>30 Sep. 2008</b>
Purchases in period	127,841	163,065	104,475
Total liabilities at end of period including VAT	15,648	8,496	16,455

In the reporting periods ended on 30 September 2008 and 30 September 2009, the following entities – companies controlled by the State Treasury – were the most important customers of the Group: Elektrownia Kozienice S.A., ENERGIA Elektrownie Ostrołęka S.A., Zakłady Azotowe Puławy S.A., PKP Cargo S.A., MPEC Sp. z o.o. in Chełm, MPEC Sp. z o.o. in Białystok, PGE Elektrownia Opole S.A. and Węglokoks S.A. The value of trade with these entities in subsequent reporting periods and the total receivables of the Group from those entities for subsequent balance-sheet dates were as follows:

	<b>30 Sep. 2009</b>	<b>31 Dec. 2008</b>	<b>30 Sep. 2008</b>
Sales in period	734,174	897,208	630,386
Total receivables at end of period including VAT	94,560	91,603	76,574

## **11. Reporting by segments: industry and location**

The Management Board does not apply division into segments for managing the Group since the Company mainly focuses its activities on the production and sale of coal.



## Consolidated Statement of Financial Standing

	30 Sep. 2009	31 Dec. 2008
<b>Assets</b>		
<b>Fixed assets</b>		
Tangible fixed assets	1,505,692	1,333,959
Intangible fixed assets	12,444	10,141
Investments in affiliated undertakings	204	8
Trade debtors and other accounts receivable	434	852
Cash and cash equivalents	43,109	41,073
	<u>1,561,883</u>	<u>1,386,033</u>
<b>Current assets</b>		
Stock	54,384	35,055
Trade debtors and other accounts receivable	154,730	135,783
Income tax overpaid	-	685
Cash and cash equivalents	697,240	99,874
	<u>906,354</u>	<u>271,397</u>
<b>TOTAL ASSETS</b>	<b>2,468,237</b>	<b>1,657,430</b>
<b>Shareholders' equity</b>		
<b>Shareholders' equity attributable to Company's shareholders</b>		
Ordinary shares	301,158	246,158
Other capitals	890,456	400,015
Retained profits	521,249	460,090
	<u>1,712,863</u>	<u>1,106,263</u>
Minority shareholdings	9,491	9,485
<b>Total shareholders' equity</b>	<b>1,722,354</b>	<b>1,115,748</b>
<b>Liabilities</b>		
<b>Long-term liabilities</b>		
Deferred income tax liabilities	62,480	57,346
Employee benefits payable	106,204	101,549
Provisions for other liabilities and charges	58,748	54,337
Trade creditors and other liabilities	8,781	9,622
	<u>236,213</u>	<u>222,854</u>
<b>Short-term liabilities</b>		
Loans and borrowings	250,000	100,000
Current portion of the deferred income tax liabilities	2,649	-
Employee benefits payable	11,971	18,877
Provisions for other liabilities and charges	55,890	51,948
Trade creditors and other liabilities	189,160	148,003
	<u>509,670</u>	<u>318,828</u>
<b>Total liabilities</b>	<b>745,883</b>	<b>541,682</b>
<b>TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES</b>	<b>2,468,237</b>	<b>1,657,430</b>

## Consolidated Statement of Total Income

	Q3 2009 period from 1 Jul. 2009 to 30 Sep. 2009	3Qs 2009 period from 1 Jan. 2009 to 30 Sep. 2009	Q3 2008 period from 1 Jul. 2008 to 30 Sep. 2008	3Qs 2008 period from 1 Jan. 2008 to 30 Sep. 2008
Revenue on sales	329,877	850,672	279,329	773,255
Costs of products, goods and materials sold	(186,643)	(547,818)	(180,520)	(556,678)
<b>Gross profit</b>	<b>143,234</b>	<b>302,854</b>	<b>98,809</b>	<b>216,577</b>
Cost of sales	(17,737)	(41,340)	(7,804)	(25,489)
Administrative costs	(17,625)	(50,084)	(15,699)	(38,674)
Other income	2,811	5,380	6,701	9,815
Other expenses	(1,650)	(2,754)	(527)	(12,466)
Other profits/(losses) - net	(277)	(754)	12,320	14,134
<b>Operating profit</b>	<b>108,756</b>	<b>213,302</b>	<b>93,800</b>	<b>163,897</b>
Financial income	7,529	12,359	2,723	5,023
Financial expenses	(2,882)	(8,417)	(2,488)	(6,239)
Net financial expenses	4,647	3,942	235	(1,216)
Share in profits of affiliated undertakings	(196)	196	217	(111)
<b>Pre-tax profits</b>	<b>113,207</b>	<b>217,440</b>	<b>93,818</b>	<b>162,570</b>
Income tax	(22,358)	(43,053)	(20,304)	(37,075)
<b>Net profit for the financial year of which:</b>	<b>90,849</b>	<b>174,387</b>	<b>73,514</b>	<b>125,495</b>
- attributable to the Company's shareholders	90,968	174,381	73,596	125,520
- attributable to minority shareholdings	(119)	6	82	(25)
<b>Total income for the period of which:</b>	<b>90,849</b>	<b>174,387</b>	<b>73,514</b>	<b>125,495</b>
- attributable to the Company's shareholders	90,968	174,381	73,596	125,520
- attributable to minority shareholdings	(119)	6	82	(25)
Earnings per share attributable to the Company's shareholders during the year (in PLN per share)				
- basic		5.13		5.45
- diluted		5.13		5.45

**Consolidated Statement of Movements in Shareholders' Equity**

	Attributable to the Company's shareholders			Total	Minority shareholdings	Total shareholders' equity
	Share capital	Other capitals	Retained profits			
<b>As at 1 January 2008</b>	<b>246,158</b>	<b>325,540</b>	<b>384,194</b>	<b>955,892</b>	<b>9,735</b>	<b>965,627</b>
Total income for the accounting period	-	-	125,520	125,520	(25)	125,495
Dividends concerning 2007	-	-	(5,638)	(5,638)	(33)	(5,671)
Transfer of the result for 2007	-	74,475	(74,475)	-	-	-
<b>As at 30 September 2008</b>	<b>246,158</b>	<b>400,015</b>	<b>429,601</b>	<b>1,075,774</b>	<b>9,677</b>	<b>1,085,451</b>
<b>As at 1 January 2009</b>	<b>246,158</b>	<b>400,015</b>	<b>460,090</b>	<b>1,106,263</b>	<b>9,485</b>	<b>1,115,748</b>
Total income for the accounting period	-	-	174,381	174,381	6	174,387
Proceeds from issue of shares	55,000	-	-	55,000	-	55,000
Share premium	-	466,051	-	466,051	-	466,051
Dividends concerning 2008	-	-	(88,832)	(88,832)	-	(88,832)
Transfer of the result for 2008	-	24,390	(24,390)	-	-	-
<b>As at 30 September 2009</b>	<b>301,158</b>	<b>890,456</b>	<b>521,249</b>	<b>1,712,863</b>	<b>9,491</b>	<b>1,722,354</b>

## Consolidated Cash Flow Statement

	<b>For 3 quarters ended on 30 September</b>	
	<b>2009</b>	<b>2008</b>
<b>Cash flow from operating activities</b>		
Operating cash inflow	334,792	289,187
Interest paid	(6,341)	(3,995)
Income tax paid	(34,585)	(33,708)
Net operating cash flow	293,866	251,484
<b>Investing cash flow</b>		
Acquisition of tangible fixed assets	(282,778)	(241,717)
Acquisition of intangible fixed assets	(4,127)	(1,138)
Inflow on sale of tangible fixed assets	231	358
Interest received	8,771	4,294
Outflow on account of funds being deposited in the bank account of the Mine Closure Fund	(2,036)	(1,665)
Net investing cash flow	(279,939)	(239,868)
<b>Financing cash flow</b>		
Net proceeds from the sale of shares	522,271	-
Loans and borrowings received	180,000	50,000
Loans and borrowings repaid	(30,000)	(10,000)
Dividend paid to Company shareholders	(88,832)	(5,638)
Other net financing cash flow	-	(1,159)
Net financing cash flow	583,439	33,203
Net increase / (decrease) in cash and cash equivalents	597,366	44,819
Cash and cash equivalents at beginning of period	99,874	48,499
<b>Cash and cash equivalents at end of period</b>	<b>697,240</b>	<b>93,318</b>

## Statement of Financial Standing of Lubelski Węgiel Bogdanka S.A.

	30 Sep. 2009	31 Dec. 2008
<b>Assets</b>		
<b>Fixed assets</b>		
Tangible fixed assets	1,465,443	1,297,098
Intangible fixed assets	12,397	10,083
Long-term investments	73,761	73,761
Trade debtors and other accounts receivable	-	418
Cash and cash equivalents	43,109	41,073
	<u>1,594,710</u>	<u>1,422,433</u>
<b>Current assets</b>		
Stock	53,473	33,515
Trade debtors and other accounts receivable	152,139	131,537
Overpaid income tax	-	685
Cash and cash equivalents	655,662	57,502
	<u>861,274</u>	<u>223,239</u>
<b>TOTAL ASSETS</b>	<b><u>2,455,984</u></b>	<b><u>1,645,672</u></b>
<b>Shareholders' equity</b>		
Ordinary shares	301,158	246,158
Other capitals	894,535	404,094
Retained profits	516,124	455,993
<b>Total shareholders' equity</b>	<b><u>1,711,817</u></b>	<b><u>1,106,245</u></b>
<b>Liabilities</b>		
<b>Long-term liabilities</b>		
Deferred income tax liabilities	63,494	58,318
Employee benefits payable	105,650	100,971
Provisions for other liabilities and charges	58,748	54,337
Trade creditors and other liabilities	8,781	9,622
	<u>236,673</u>	<u>223,248</u>
<b>Short-term liabilities</b>		
Loans and borrowings	250,000	100,000
Current portion of the deferred income tax liabilities	2,649	-
Employee benefits payable	11,971	18,877
Provisions for other liabilities and charges	55,890	51,901
Trade creditors and other liabilities	186,984	145,401
	<u>507,494</u>	<u>316,179</u>
<b>Total liabilities</b>	<u>744,167</u>	<u>539,427</u>
<b>TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES</b>	<b><u>2,455,984</u></b>	<b><u>1,645,672</u></b>

**Statement of Total Income of Lubelski Węgiel Bogdanka S.A.**

	<b>Q3 2009 period from 1 Jul. 2009 to 30 Sep. 2009</b>	<b>3Qs 2009 period from 1 Jan. 2009 to 30 Sep. 2009</b>	<b>Q3 2008 period from 1 Jul. 2008 to 30 Sep. 2008</b>	<b>3Qs 2008 period from 1 Jan. 2008 to 30 Sep. 2008</b>
Revenue on sales	328,304	845,555	277,947	768,487
Costs of products, goods and materials sold	(185,102)	(543,957)	(177,237)	(551,749)
<b>Gross profit</b>	<b>143,202</b>	<b>301,598</b>	<b>100,710</b>	<b>216,738</b>
Cost of sales	(17,596)	(41,343)	(8,127)	(25,727)
Administrative costs	(16,942)	(48,201)	(15,589)	(37,054)
Other income	2,736	5,292	6,689	9,787
Other expenses	(1,650)	(2,754)	(527)	(12,466)
Other profits/(losses) - net	(275)	(747)	(12,322)	14,340
<b>Operating profit</b>	<b>109,475</b>	<b>213,845</b>	<b>95,478</b>	<b>165,618</b>
Financial income	7,154	10,716	2,104	3,486
Financial expenses	(2,879)	(8,410)	(2,483)	(6,234)
Net financial expenses	4,275	2,306	(379)	(2,748)
<b>Pre-tax profits</b>	<b>113,750</b>	<b>216,151</b>	<b>95,099</b>	<b>162,870</b>
Income tax	(22,466)	(42,798)	(20,619)	(37,134)
<b>Net profit for period</b>	<b>91,284</b>	<b>173,353</b>	<b>74,480</b>	<b>125,736</b>
<b>Total income for the period</b>	<b>91,284</b>	<b>173,353</b>	<b>74,480</b>	<b>125,736</b>

Earnings per share attributable to the Company's shareholders during the year (in PLN per share)

- basic	5.10	5.46
- diluted	5.10	5.46

## Statement of Movements in Shareholders' Equity of Lubelski Węgiel Bogdanka S.A.

	Share capital	Other capitals	Retained profits	Total shareholders' equity
<b>As at 1 January 2008</b>	<b>246,158</b>	<b>325,540</b>	<b>382,109</b>	<b>953,807</b>
Total income for the accounting period	-	-	125,736	125,736
Dividends concerning 2007	-	-	(5,638)	(5,638)
Transfer of the result for 2007	-	71,816	(71,816)	-
<b>As at 30 September 2008</b>	<b>246,158</b>	<b>397,356</b>	<b>430,391</b>	<b>1,073,905</b>
<b>As at 1 January 2009</b>	<b>246,158</b>	<b>404,094</b>	<b>455,993</b>	<b>1,106,245</b>
Total income for the accounting period	-	-	173,353	173,353
Proceeds from issue of shares	55,000	-	-	55,000
Share premium	-	466,051	-	466,051
Dividends concerning 2008	-	-	(88,832)	(88,832)
Transfer of the result for 2008	-	24,390	(24,390)	-
<b>As at 30 September 2009</b>	<b>301,158</b>	<b>894,535</b>	<b>516,124</b>	<b>1,711,817</b>

## Cash Flow Statement of Lubelski Węgiel Bogdanka S.A.

	For 3 quarters ended on 30 September	
	2009	2008
<b>Cash flow from operating activities</b>		
Operating cash inflow	331,595	288,509
Interest paid	(6,341)	(3,995)
Income tax paid	(34,288)	(33,426)
Net operating cash flow	290,966	251,088
<b>Investing cash flow</b>		
Acquisition of tangible fixed assets	(277,548)	(241,717)
Acquisition of intangible fixed assets	(4,127)	(1,138)
Inflow on sale of tangible fixed assets	231	129
Interest received	7,235	2,758
Outflow on account of funds being deposited in the bank account of the Mine Closure Fund	(2,036)	(1,665)
Net investing cash flow	(276,245)	(241,633)
<b>Financing cash flow</b>		
Net proceeds from the sale of shares	522,271	-
Loans and borrowings received	180,000	50,000
Loans and borrowings repaid	(30,000)	(10,000)
Dividend paid to Company shareholders	(88,832)	(5,638)
Other net financing cash flow	-	-
Net financing cash flow	583,439	34,362
Net increase / (decrease) in cash and cash equivalents	598,160	43,817
Cash and cash equivalents at beginning of period	57,502	8,628
<b>Cash and cash equivalents at end of period</b>	<b>655,662</b>	<b>52,445</b>



## **12. Approval of the Financial Statements**

The Management Board of Lubelski Węgiel Bogdanka S.A. hereby represents that as of 9 November 2009 it approves these consolidated quarterly abridged financial statements and the quarterly abridged financial statements for the third quarter of 2009, covering the period from 1 January 2009 to 30 September 2009, for publication.