

**Condensed stand-alone financial statements
for the year ended 31 December 2009**

NFI Empik Media & Fashion S.A.

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Introduction

Narodowy Fundusz Inwestycyjny Empik Media & Fashion Spółka Akcyjna (hereinafter “NFI Empik Media & Fashion S.A.”, the “Fund”, the “Company” or “NFI EMF”), a company incorporated under the laws of Poland, with its registered office located at ul. Marszałkowska 104/122, 00-017 Warsaw, is the parent entity of the NFI Empik Media & Fashion Capital Group.

The Fund is controlled by EMPiK Centrum Investments S.A. (incorporated under the laws of Luxembourg) which owns 60.33% of NFI Empik Media & Fashion S.A.’s shares. The ultimate parent entity publishing the financial statements is Eastbridge B.V. (a company incorporated under the laws of the Netherlands with the principal place of business in Luxembourg).

NFI Empik Media & Fashion S.A. continues to operate under specific laws governing the activities of National Investment Funds. The shares of NFI Empik Media & Fashion S.A. are listed on the Warsaw Stock Exchange.

These condensed stand-alone financial statements were prepared to comply with the Warsaw Stock Exchange reporting requirements. They should be read in conjunction with the condensed consolidated financial statements for the financial year ended 31 December 2009, published together with these stand-alone financial statements and are available at the company’s registered office at ul. Marszałkowska 104/122 in Warsaw and on web site www.emf.pl.

These condensed stand-alone financial statements were approved by the Management Board of NFI Empik Media & Fashion S.A. on 16 February 2010.

.....
Maciej Dyjas
President of the Management Board

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Jacek Bagiński
Member of the Management Board

.....
Kjell Berggren
Member of the Management Board

.....
Dariusz Stolarczyk
Member of the Management Board

.....
Ewa Podgórska
Member of the Management Board

Notes on pages 8 to 30 are an integral part of these condensed stand-alone financial statements

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Table of contents

Stand-alone statement of comprehensive income	4
Stand-alone statement of financial position	5
Stand-alone statement of changes in equity	6
Stand-alone cash flow statement	7
Notes to the condensed stand-alone financial statements.....	8

Notes on pages 8 to 30 are an integral part of these condensed stand-alone financial statements

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Stand-alone statement of comprehensive income for the financial year ended 31 December 2009

		Year ended	3 months ended	Year ended	3 months ended
	Note	31 December 2009	31 December 2009	31 December 2008	31 December 2008
		000 PLN	000 PLN	000 PLN	000 PLN
Sales of services		19 226	4 789	11 982	3 211
Employee compensation and benefit expenses	2	(16 061)	(3 921)	(21 194)	(6 316)
Other operating income	3	32 443	11 296	22 999	11 730
Other operating expenses	4	(17 735)	(6 643)	(13 894)	(4 329)
Amortisation, depreciation and impairment write-offs		(953)	(251)	(912)	(490)
Other income, net	5	277 621	(10)	55 042	37 773
Profit from operating activities		294 541	5 260	54 023	41 579
Financial expenses, net	6	(23 070)	(6 089)	(24 987)	(11 195)
Profit before income tax		271 471	(829)	29 036	30 384
Net profit		271 471	(829)	29 036	30 384
Basic and diluted profit per share attributable to the equity holders of the Company (not in thousands)		2.65		0.28	
<i>Diluted profit per share attributable to the equity holders of the Company (not in thousands)</i>		2.54		0.27	

Notes on pages 8 to 30 are an integral part of these condensed stand-alone financial statements

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Stand-alone statement of financial position as at 31 December 2009

	Note	As at	
		31 December 2009	31 December 2008
		000 PLN	000 PLN
ASSETS			
Non-current assets			
Property, plant and equipment		3 840	2 919
Intangible assets		19 312	15 035
Investments in subsidiaries	7	609 854	580 274
Investments in affiliates		-	12 497
Intragroup receivables from purchased bonds	10	76 000	96 000
Long-term borrowings	10	55 491	78 907
Other long-term receivables	10	2 971	-
Financial assets available for sale		-	1
		767 468	785 633
Current assets			
Short-term borrowings	10	181 318	72 482
Intragroup receivables from purchased bonds	10	11 958	56 182
Dividend receivables		252 626	-
Trade and other receivables	10	21 252	16 839
Derivative financial instruments	8	-	80 148
Cash and cash equivalents		46 294	1 033
		513 448	226 684
Total assets		1 280 916	1 012 317
EQUITY AND LIABILITIES			
Equity attributable to the Company's equity holders			
Share capital	11	743 382	736 660
Other reserves		15 282	10 281
Retained earnings		108 520	(162 951)
		867 184	583 990
LIABILITIES			
Long-term liabilities			
Borrowings	9,10	211 370	200 441
		211 370	200 441
Short-term liabilities			
Borrowings	9,10	191 726	216 886
Trade and other payables	10	10 636	11 000
		202 362	227 886
Total liabilities		413 732	428 327
Total equity and liabilities		1 280 916	1 012 317

Notes on pages 8 to 30 are an integral part of these condensed stand-alone financial statements

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Stand-alone statement of changes in equity

	Share capital	Surplus on the sale of shares above the nominal value (share premium)	Retained earnings	Other reserves	Other reserve capital	Total
	000 PLN	000 PLN	000 PLN	000 PLN	000 PLN	000 PLN
As at 1 January 2008	10 258	718 130	(191 987)	9 645	(6 456)	539 590
Net profit for the period	-	-	29 036	-	-	29 036
Share capital increase	57	1 738	-	-	-	1 795
Share-based incentive scheme	-	6 477	-	7 092	-	13 569
As at 1 January 2009	10 315	726 345	(162 951)	16 737	(6 456)	583 990
Net profit for the period	-	-	271 471	-	-	271 471
Share capital increase	58	-	-	-	-	58
Valuation of investments	-	-	-	-	-	-
Share-based incentive scheme	-	-	-	-	-	-
- value of services provided	-	-	-	11 665	-	11 665
- shares exercised	-	6 664	-	(6 664)	-	-
As at 31 December 2009	10 373	733 009	108 520	21 738	(6 456)	867 184

Notes on pages 8 to 30 are an integral part of these condensed stand-alone financial statements

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Stand-alone cash flow statement

	Year ended 31 December 2009	Year ended 31 December 2008
	000 PLN	000 PLN
Profit from operating activities before income tax	271 471	29 036
Adjustments for:		
Amortisation, depreciation and impairment write-offs	953	912
Financial expenses, net	23 070	24 987
Gain on interests, commissions and guarantees granted	(32 205)	(15 118)
Gains on valuation of derivative financial instruments	1 147	(55 201)
Gain on disposal of affiliates	(17 766)	-
Loss on the disposal of investments and part of business activities	-	30
Dividend received	(261 057)	-
Share-based incentive scheme	10 568	12 917
Other, including currency gains/(losses) on loans granted	(238)	-
Operating profit before working capital changes	(4 057)	(2 437)
Changes in working capital:		
Trade and other receivables	(4 890)	(7 308)
Trade and other payables	111	(8 235)
Net cash flows from operating activities	(8 836)	(17 980)
Purchase of property, plant and equipment	(628)	(2 456)
Purchase of intangible assets	(8 572)	(6 390)
Interest received	13 170	8 679
Purchase of investments and entities for investment	(28 381)	(38 582)
Dividend received	5 955	-
Loans granted to affiliates	(58 498)	(46 085)
Inflows from redemption of bonds / Bonds purchased	44 500	(152 182)
Repayment of loans granted	20 644	5 374
Inflows from disposal of investments	110 230	-
Net cash flows from investing activities	98 420	(231 642)
Inflows from share issues	58	1 795
Repayment of loans to affiliates	(10 000)	-
Inflows from bond issues	-	202 100
Inflows of borrowings from related parties	-	55 736
Repayment of borrowings	(30 282)	(22 762)
Redemption of bonds	(1 554)	(56 900)
Interest paid	(21 609)	(20 274)
Net cash flows from financing activities	(63 388)	159 695
Net decrease in cash and cash equivalents	26 197	(89 927)
Cash and cash equivalents at the beginning of the period	(43 038)	46 279
Currency translation gains/(losses) on valuation of cash and cash equivalents	(1 750)	610
Increase (Decrease) in cash and cash equivalents	26 197	(89 927)
Cash and cash equivalents at the end of the period	(18 592)	(43 038)
including:		
Cash at the bank	46 294	1 033
Current account overdraft	(64 886)	(44 071)

Notes on pages 8 to 30 are an integral part of these condensed stand-alone financial statements

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Notes to the condensed stand-alone financial statements

1.	Accounting policies.....	9
1.1.	Basis for preparation	9
1.2.	Translation of foreign currency items	13
1.3.	Investments in subsidiaries and affiliates	15
2.	Employee compensation and benefit expenses	19
3.	Other operating income	21
4.	Other operating expenses	21
5.	Other income, net	21
6.	Financial expenses, net.....	22
7.	Investments in subsidiaries.....	22
8.	Derivative financial instruments.....	23
9.	Borrowings.....	23
10.	Related party transactions	24
11.	Share capital	29
12.	Contingent liabilities and future liabilities	30
13.	Guarantees granted.....	30
14.	Events after the balance-sheet date.....	30
	Additional information.....	31

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Notes to the condensed stand-alone financial statements (cont.)

1. Accounting policies

1.1. Basis for preparation

These stand-alone financial statements have been prepared in accordance with the International Financial Reporting Standards (IFRS) approved by the European Union, and also comply with the IFRS published by the International Accounting Standards Board. The amounts presented in these statements are expressed in thousands of PLN.

The accounting standards that form the basis for preparing these condensed financial statements for the financial year ended 31 December 2009, comply with all applicable International Accounting Standards as adopted by the EU, published and legally binding as at the date of preparing the financial statements. The same accounting policies and methods of calculation as the ones applied in the stand-alone financial statements for the year ended 31 December 2008 were applied in these financial statements.

These enclosed condensed stand-alone financial statements should be read in conjunction with the condensed consolidated financial statements for the financial year ended 31 December 2009.

Standards, amendments and interpretations effective in 2009

IFRS 2 (Amendment) “Share-based Payments”

On 17 January 2008, the International Accounting Standards Board issued an amendment to IFRS 2 that is effective for annual periods beginning on or after 1 January 2009. The amendment to the Standard deals with two matters: first, it clarifies that vesting conditions are service conditions and second, operational performance conditions of the entity only. Other features of a share-based payment are not vesting conditions. It also specifies that all cancellations, whether by the entity or by other parties, should receive the same accounting treatment.

The Company applied the amended version of IFRS 2 as of 1 January 2009. This change did not have an impact on financial data of the Company.

IFRS 8 “Operating Segments”

On 30 November 2006, the International Accounting Standards Board issued IFRS 8 that is effective for annual periods beginning on or after 1 January 2009. IFRS 8 replaces IAS 14 “Segment Reporting”. This standard specifies new requirements for disclosures about operating segments as well as for disclosures about products and services, geographical areas in which the operations are carried out, or about major customers. IFRS 8 requires an entity to adopt the “management approach” to reporting on the financial performance of its operating segments.

The Company applied IFRS 8 as of 1 January 2009; however, it currently does not affect the financial statements of the Company (the Company does not identify operational segments).

IAS 1 (Amendment) “Presentation of Financial Statements”

On 6 September 2007, the International Accounting Standards Board issued an amended IAS 1 that is effective for annual periods beginning on or after 1 January 2009. The introduced amendments mainly pertain to the presentation of changes in equity and their purpose is to improve the ability of the users of financial statements to analyse and compare the information presented in financial statements.

The Company applied the amended version of IAS 1 as of 1 January 2009. The abovementioned changes were included in the financial statements of the Company.

IAS 23 (Amendment) “Borrowing Costs”

On 29 March 2007, the International Accounting Standards Board issued an amendment to IAS 23 that is effective for annual periods beginning on or after 1 January 2009. This amendment pertains to the accounting approach to borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset that necessarily takes a substantial period of time to get ready for its intended use or sale. As part of this amendment, the possibility of immediate recognition of such costs in the income statement for the period in which they were incurred has been dismissed. To fulfil the new requirement of the Standard, these costs should be capitalised.

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Notes to the condensed stand-alone financial statements (cont.)

1.1. Basis for preparation (cont.)

In accordance with the Management Board's decision, the IAS 23 amendment has been introduced to NFI Empik Media & Fashion S.A.'s accounting policies as of 1 January 2008.

Amendments to IAS 32 “Financial Instruments: Presentation” and IAS 1 “Presentation of Financial Statements”

On 14 February 2008, the International Accounting Standards Board issued an amendment to IAS 32 and IAS 1 that are effective for annual periods beginning on or after 1 January 2009. The amendments apply to the accounting approach to some financial instruments similar to equity instruments but classified as financial liabilities. Pursuant to the new requirements set forth in the Standard, financial instruments such as puttable instruments and instruments with obligations for a pro rata share of the net assets of the entity on its liquidation are presented as equity upon meeting specific conditions.

The Company implemented the above amendment to the standard from its effective date, i.e. as of 1 January 2009; however, it currently does not affect the financial statements of the Company.

Amendments to IFRS 1 “First-time Adoption of International Financial Reporting Standards” and IAS 27 “Consolidated and Separate Financial Statements”

On 23 May 2008, the International Accounting Standards Board issued amendments to IFRS 1 and IAS 27 that are effective for annual periods beginning on or after 1 January 2009. The amendments will permit an entity to use either fair value or carrying amount determined on the basis of previous accounting standards for subsidiaries, associates and jointly controlled entities in stand-alone financial statements as “alleged cost”. In addition, the cost method definition has been abolished and replaced by the principle of recognising revenue in relation to received dividend in stand-alone financial statements.

The Company implemented the amendments to IFRS 1 and IAS 27 as of 1 January 2009; however, it currently does not affect the financial statements of the Company.

IFRIC 13 “Customer Loyalty Programmes”

On 27 June 2007, the International Financial Reporting Interpretations Committee issued an interpretation of IFRIC 13 that is effective for annual periods beginning on or after 1 July 2008. This interpretation provides guidance to the accounting approach on how to recognise in the books transactions resulting from customer loyalty programmes, such as loyalty cards or loyalty points programmes implemented by an entity. IFRIC 13 addresses, in particular, how companies should account for their obligation to provide free or discounted goods or services if and when the customers redeem their “points”.

IFRIC 13 is in effect as of 1 January 2009; however, it currently does not affect the financial statements of the Company.

IFRIC 15 “Agreements for the Construction of Real Estate”

On 3 July 2008, the International Financial Reporting Interpretations Committee issued an interpretation of IFRIC 15 that is effective for annual periods beginning on or after 1 January 2009. The interpretation provides general guidance on how to determine whether an agreement for the construction of real estate shall be presented in the financial statements within the scope of IAS 11 Construction Contracts or IAS 18 Revenue. Furthermore, IFRIC 15 presents accordingly when revenue from construction should be recognised.

IFRIC 15 is in effect as of 1 January 2009; however, it currently does not affect the financial statements of the Company.

IFRIC 16 “Hedges of a Net Investment in a Foreign Operation”

On 3 July 2008, the International Financial Reporting Interpretations Committee issued an interpretation of IFRIC 16 that is effective for annual periods beginning on or after 1 October 2008. The interpretation provides general guidance on whether risk arises from foreign currency exposure to the functional currency of a foreign operation and the presentation currency of the parent entity's consolidated financial statements. Furthermore, IFRIC 16 clarifies which entity within a capital group can hold a hedging instrument in a hedge of a net investment in a foreign operation and in particular whether the parent entity holding the net investment in a foreign operation must also hold the hedging instrument. IFRIC 16 further clarifies how an entity should determine the amounts to be reclassified from equity to income statement for both the hedging instrument and the hedged item when the entity disposes of the investment.

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Notes to the condensed stand-alone financial statements (cont.)

1.1. Basis for preparation (cont.)

IFRIC 16 is in effect as of 1 January 2009; however, it currently does not affect the financial statements of the Company.

Amendments to IAS 39 “Financial Instruments: Recognition and Measurement” – “Eligible Hedged Items”

On 31 July 2008, the International Accounting Standards Board issued an amendment to IAS 39 - “Eligible Hedged Items” that is effective for annual periods beginning on or after 1 July 2009. The amendment clarifies how the principles that determine whether a hedged risk or portion of cash flows is eligible for designation should be applied in particular situations. An entity may not designate an inflation component of issued or acquired fixed-rate debt in a fair-value hedge. An entity also may not include time value in a one-sided risk in a hedged item if options are designated as a hedging instrument.

The Company implemented the amendments to IAS 39 as of 1 January 2009; however, it currently does not affect the financial statements of the Company.

Amendments to IFRS 7 “Financial Instruments: Disclosures”

On 5 March 2009, the International Accounting Standards Board issued an amendment to IFRS 7 “Financial Instruments: Disclosures” that is effective from 1 January 2009. The amendments establish a three-level hierarchy for making fair-value measurements and require enhanced disclosures about the relative reliability of fair-value measurements. In addition, the amendments clarify and enhance the existing requirements for disclosures about liquidity risk.

The Company implemented the amended IFRS 7 as of 1 January 2009; however, it currently does not affect the financial statements of the Company.

Amendments to IFRIC 9 and IAS 39 “Embedded derivatives”.

On 12 March 2009, the International Accounting Standards Board issued amendments to IFRIC 9 and IAS 39 “Embedded derivatives” that are effective for annual periods ended on or after 30 June 2009. The amendments clarify the accounting treatment of embedded derivatives set forth in the amendment to IFRS 7 and IAS 39 issued in October 2008. These amendments clarify that on reclassification of a financial asset out of the “fair value through profit or loss” category, all embedded derivatives have to be assessed and, if necessary, separately accounted for in financial statements.

The Company implemented the above amendment from its effective date, i.e. as of 1 January 2009; however, it currently does not affect the financial statements of the Company.

IFRIC 12 “Service Concession Arrangements”

On 30 November 2006, the International Financial Reporting Interpretations Committee issued an interpretation of IFRIC 12 that is effective for annual periods beginning on or after 29 March 2008. This interpretation provides guidance on how to apply the existing standards by entities that are parties to service concession arrangements made between the public and the private sector. IFRIC 12 refers to the arrangements, under which the ordering party controls what services are provided by the operator using the infrastructure, to whom and at what price.

The Company implemented IFRIC 12 from its effective date, i.e. as of 1 January 2008; however, it currently does not affect the financial statements of the Company.

IFRIC 14 “The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction”

On 5 July 2007, the International Financial Reporting Interpretations Committee issued an interpretation of IFRIC 14 that is effective for annual periods beginning on or after 1 January 2008. This interpretation provides general guidance on how to assess the limit, in line with IAS 19, of the surplus of the fair value of a defined benefit asset above the current value of a defined benefit liability, which can be recognised as an asset. IFRIC 14 also explains how a defined benefit asset or liability may be affected when there is a statutory or contractual minimum funding requirement.

The Company implemented IFRIC 14 from its effective date, i.e. as of 1 January 2008; however, it currently does not affect the financial statements of the Company.

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Notes to the condensed stand-alone financial statements (cont.)

1.1. Basis for preparation (cont.)

Standards, amendments, and interpretations that are not yet effective and were not adopted by the Company.

Improvements to IFRS 2009

On 16 April 2009, the International Accounting Standards Board issued “Improvements to IFRS 2009” a collection of amendments to 12 standards. The improvements include changes to presentation, recognition and valuation as well as terminological and editing changes. The effective date for the majority of amendments is for annual periods beginning on or after 1 January 2010.

The Company will implement the improvements to IFRS in accordance with the interim regulations concerning the above improvements. The Management Board is currently evaluating the impact of the amendments on the financial statements of the Company.

IFRS 3 (Amendment) “Business Combinations”

On 10 January 2008, the International Accounting Standards Board issued an amendment to IFRS 3 that is prospectively effective for business combinations with an acquisition date in the financial year beginning on or after 1 July 2009. The introduced changes include the possibility to recognise minority interest either at fair value or at their share in fair value of identifiable net assets, revaluation of shares previously held in an acquired entity to fair value, with the difference to be recognised in an income statement, and additional guidelines for the use of the acquisition method, which includes treating the transaction costs as cost for the period in which they were incurred.

The Company will apply the amended standard as described as soon as it becomes effective, i.e. as of 1 January 2010, as the Company’s financial year is a calendar year. The Management Board is currently assessing the impact of the aforesaid amendment on the accounting policies of the Company.

IAS 27 (Amendment) “Consolidated and Separate Financial Statements”

On 10 January 2008, the International Accounting Standards Board issued an amendment to IAS 27 that is effective for annual periods beginning on or after 1 July 2009. The standard requires that the consequences of transactions with minority shareholders be directly recognised in equity, provided that the parent entity retains control over its subsidiary. The standard further specifies the manner of recognition if the entity loses control over its subsidiary, i.e. it requires that any investment retained in that subsidiary be measured at its fair value and the difference be recognised in the income statement.

The Company will apply the amended standard as described as soon as it becomes effective, i.e. as of 1 January 2010, as the Company’s financial year is a calendar year. The Management Board is currently assessing the impact of the aforesaid amendment on the accounting policies of the Company.

Amendments to IFRS 2 “Share-based Payments”

On 18 June 2009, the International Accounting Standards Board issued amendments to IFRS 2 “Share-based Payments” that are effective for annual periods beginning on or after 1 January 2010. The amendments clarify the accounting for group cash-settled share-based payment transactions. The amendments clarify the scope of IFRS 2 and provide the guidance on joint application of IFRS 2 and other standards. The amendments also incorporate guidance previously included in IFRIC 8 and IFRIC 11.

The Company will apply the amended version of IFRS 2 as of 1 January 2010. The Management Board is currently assessing the impact of the aforesaid amendment on the financial statements of the Company.

Amendments to IFRS 1 “First-time Adoption of International Financial Reporting Standards”

On 23 July 2009, the International Accounting Standards Board issued an amendment to IFRS 1 “First-time Adoption of International Financial Reporting Standards” that is effective for annual periods beginning on or after 1 January 2010. The amendments introduce further exemptions from valuation of assets as at the first-time adoption of IFRS for oil and gas companies.

The Company will implement the amendments to IFRS 1 as of 1 January 2010. The Management Board is currently assessing the impact of the amendment on the financial statements of the Company.

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Notes to the condensed stand-alone financial statements (cont.)

1.1. Basis for preparation (cont.)

IFRIC 17 “Distributions of Non-cash Assets to Owners”

On 27 November 2008, the International Financial Reporting Interpretations Committee issued an interpretation of IFRIC 17 that is effective for annual periods beginning on or after 1 July 2009. This interpretation provides guidance on the moment of recognition of dividend, its valuation and on when an entity should recognise the difference between the value of dividend and the carrying amount of the assets distributed.

The Company will implement IFRIC 17 as of 1 January 2010; however, it currently does not affect the financial statements of the Company.

IFRIC 18 “Transfers of Assets from Customers”

On 29 January 2009, the International Financial Reporting Interpretations Committee issued an interpretation of IFRIC 18 that is effective for annual periods beginning on or after 1 July 2009. This interpretation provides guidance on the recognition of a transfer of assets from customers; namely, the interpretation clarifies the circumstances in which the definition of an asset is met, the identification of the separately identifiable services (services in exchange for the transferred asset), the recognition of revenue and the accounting for transfers of cash from customers.

The Company will implement IFRIC 18 as of 1 January 2010; however, it currently does not affect the financial statements of the Company.

1.2. Translation of foreign currency items

(i) Functional and presentation currency

The financial information is presented in Polish zloty (PLN), which is the functional and presentation currency of NFI Empik Media & Fashion S.A. Functional currency is the currency of the primary economic environment in which the Company operates.

(ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign currency exchange gains and losses resulting from the settlement of such transactions, and from the balance-sheet valuation of monetary assets and liabilities denominated in foreign currencies, are recognised in the income statement, except when deferred in equity when qualified as cash flow hedges.

Translation differences on valuation of non-monetary assets and financial liabilities are recognised as part of the fair value valuation gain or loss. Translation differences resulting from the valuation of non-monetary assets and financial liabilities such as capital instruments at fair value through profit and loss are recognised in the income statement as fair value valuation gain or loss. Translation differences on valuation of non-monetary financial assets classified as financial assets available for sale are recognised in the fair value reserve capital.

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Notes to the condensed stand-alone financial statements (cont.)

1.2. Translation of foreign currency items (cont.)

The applied foreign currency exchange rates are as follows:

Currency	31 December 2009		31 December 2008	
	Closing rate	Average rate	Closing rate	Average rate
EUR	4.11	4.33	4.17	3.52
USD	2.85	3.12	2.96	2.41
CZK	0.16	0.16	0.16	0.14
CHF	2.77	2.87	2.80	2.22
UAH	0.36	0.39	0.37	0.46
RUB	0.10	0.10	0.10	0.10

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Notes to the condensed stand-alone financial statements (cont.)

1.3. Investments in subsidiaries and affiliates

(i) Subsidiaries and affiliates

The following companies are direct and indirect subsidiaries and affiliates of NFI Empik Media & Fashion S.A.

Name	Location	Activity	NFI EMF GROUP		NFI EMF S.A.	
			31 December 2009	31 December 2008	31 December 2009	31 December 2008
			% share	% share	% share	% share
Subsidiaries						
EMPiK Sp. z o.o.	Poland	Books, newspapers and multimedia retail network; photography sales points and language schools	100.00	100.00	100.00	100.00
EMPiK Technologies Sp. z o.o. ⁽¹⁾	Poland	Retail trading of IT products	100.00	100.00	-	-
EMPiK Comfort Media Sp. z o.o. ⁽¹⁾	Poland	Publisher of "EMPiK News" magazine	82.00	82.00	-	-
Empik Assets Sp. z o.o. ⁽¹⁾	Poland	Management of assets and trade marks	100.00	-	-	-
Cenzora Enterprises Ltd	Cyprus	Special purpose vehicle holding 14% of shares in Magalla Holdings Limited	14.00	-	100.00	-
Esprentino Trading Limited ^{(14), (15)}	Cyprus	Non-operating company	100.00	100.00	-	-
Magalla Holdings Limited ^{(14), (15)}	Cyprus	Investment vehicle holding 100% of shares in Buk Investment LLC and 1 share in Bukva Closed Joint Stock Company	14.00	100.00	-	-
Buk Investment LLC ⁽¹⁵⁾	Ukraine	Investment vehicle holding shares of Bukva Closed Joint Stock Company	14.00	100.00	-	-
Bukva Closed Joint Stock Company ⁽¹⁵⁾	Ukraine	Operator of bookstores network	14.00	100.00	-	-
Polperfect Sp. z o.o. ⁽¹⁾	Poland	Distributor of Polish & international newspapers and magazines	94.00	94.00	-	-
EMPiK Beauty Sp. z o.o.- Empik Internet ⁽¹⁾	Poland	Management of Empik.com	100.00	-	-	-
Fashion Look Sp. z o.o. ⁽¹⁴⁾	Poland	Trading in wear and other franchised products	100.00	-	-	-

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Notes to the condensed stand-alone financial statements (cont.)

1.3. Investments in subsidiaries and affiliates (cont.)

Name	Location	Activity	NFI EMF GROUP		NFI EMF S.A.	
			31 December 2009	31 December 2008	31 December 2009	31 December 2008
			% share	% share	% share	% share
Subsidiaries						
Learning Systems Poland Sp. z o.o. ⁽¹⁾	Poland	Operator of language schools	75.65	73.39	9.69	7.22
LSP Master Sp. z o.o. ⁽²⁾	Poland	Holder of license for an integrated school management and language teaching system	75.65	73.39	-	-
Learning Systems Ukraine ⁽²⁾	Ukraine	Operator of language schools	60.52	-	-	-
Smyk Sp. z o.o.	Poland	Children's mega-stores network	100.00	100.00	100.00	100.00
Smyk GmbH ^{(3), (16)}	Germany	Operator of children's mega-stores network	100.00	100.00	-	-
Kids International Sp. z o.o. ⁽³⁾	Poland	Operator of children's stores network	100.00	100.00	1.00	-
Prolex Services Limited ⁽³⁾	Cyprus	Investment vehicle holding 100% of shares in Smyk-Rus Limited	100.00	100.00	-	-
Smyk-Rus Limited ⁽⁷⁾	Russia	Operator of children's mega-stores network	100.00	100.00	-	-
Madras Enterprises Limited ⁽³⁾	Cyprus	Investment vehicle holding 100% of shares in Paritet – Smyk LLC	80.00	80.00	-	-
Paritet – Smyk LLC ⁽⁴⁾	Ukraine	Operator of children's mega-stores network	80.00	80.00	-	-
Smyk Ukraine LLC ⁽³⁾	Ukraine	Logistics and other support services for Paritet – Smyk LLC	100.00	100.00	-	-
Smyk Çocuk Giyim Oyuncak ve Aksesuarları ⁽³⁾	Turkey	Operator of children's mega-stores network	100.00	100.00	-	-
Spiele Max AG ⁽³⁾	Germany	Operator of children's mega-stores network	100.00	100.00	-	-
Smyk All for Kids SRL ⁽³⁾	Romania	Operator of children's mega-stores network	100.00	-	-	-
Optimum Distribution Sp. z o.o.	Poland	Wholesale trading of selected cosmetics, optical products and sportswear in Poland	100.00	100.00	100.00	100.00
Optimum Distribution CZ&SK s.r.o.	Czech Republic	Wholesale trading of selected cosmetics, optical products and sportswear in the Czech Republic and Slovakia	100.00	100.00	100.00	100.00
LuxPol Invest S.a.r.l	Luxembourg	Investment vehicle holding 80% of shares in EPCD Sp. z o.o.	75.00	75.00	75.00	75.00

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Notes to the condensed stand-alone financial statements (cont.)

1.3. Investments in subsidiaries and affiliates (cont.)

Name	Location	Activity	NFI EMF GROUP		NFI EMF S.A.	
			31 December 2009	31 December 2008	31 December 2009	31 December 2008
			% share	% share	% share	% share
Subsidiaries						
EPCD Sp. z o.o. ⁽⁸⁾	Poland	Distributor of selected cosmetics in Poland	60.00	60.00	-	-
EPCD Cz&SK s.r.o. ⁽¹²⁾	Czech Republic	Distributor of selected cosmetics in the Czech Republic and Slovakia	60.00	60.00	-	-
Amersport Sp. z o.o. ⁽⁹⁾	Poland	Trading in sportswear and athletic gear	100.00	100.00	-	-
Poland 1 Development Sp. z o.o. ⁽⁹⁾	Poland	Trading in sportswear and athletic gear	100.00	100.00	-	-
Soul Sp. z o.o. ⁽¹⁰⁾	Poland	Trading in sportswear and athletic gear	100.00	100.00	-	-
Soul Shop s.r.o. ⁽¹⁰⁾	Czech Republic	Trading in sportswear and athletic gear	100.00	100.00	-	-
Amersport Ukraine ⁽¹¹⁾	Ukraine	Trading in sportswear and athletic gear	95.00	-	-	-
Amersport Rosja ⁽¹¹⁾	Russia	Trading in sportswear and athletic gear	100.00	-	-	-
Ultimate Fashion Sp. z o.o.	Poland	Franchise operations of Wallis, Esprit, River Island, etc.	100.00	100.00	100.00	100.00
Ultimate Fashion International Sp. z o.o.	Poland	Wholesale trading in clothes, footwear and other selected products	100.00	100.00	100.00	100.00
Licomp EMPiK Multimedia Sp. z o.o.	Poland	Distributor of interactive entertainment software	100.00	100.00	100.00	100.00
EMF Investment Project Sp. z o.o.	Poland	Investment vehicle holding 48.33% of shares in HDS WP Sp. z o.o.	100.00	100.00	100.00	100.00
East Services S.A.	Switzerland	Advisory services	100.00	100.00	100.00	100.00
HDS WP Sp. z o.o.	Poland	Non-operating company	48.33	48.33	-	-
Maratex Limited ⁽⁵⁾	Cyprus	Investment vehicle holding shares of B4 S.A., ZAO Maratex and Daughter Enterprises Maratex	100.00	100.00	43.30	43.30
B4 S.A. ^{(6),(5)}	Switzerland	Investment vehicle holding shares of ZAO Maratex and Daughter Enterprises Maratex	100.00	100.00	-	-
Daughter Enterprise Maratex ^{(6),(5)}	Ukraine	Franchise operations of Peacock, Esprit etc.	100.00	100.00	-	-
ZAO Maratex (previously ZAO BTI Systems M) ^{(6),(5)}	Russia	Franchise operations of Esprit, Peacocks, River Island, etc.	100.00	100.00	-	-
TOO BTI Systems M ^{(6),(5),(17)}	Kazakhstan	Franchise operations of Peacock, Esprit etc.	-	100.00	-	-
TOO BTI Systems ^{(6),(5),(17)}	Kazakhstan	Franchise operations of Peacock, Esprit etc.	-	100.00	-	-
OOO Maratex ^{(6),(5)}	Kaliningrad	Franchise operations of Esprit, Peacocks, River Island, etc.	100.00	100.00	-	-

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Notes to the condensed stand-alone financial statements (cont.)

1.3. Investments in subsidiaries and affiliates (cont.)

Name	Location	Activity	NFI EMF GROUP		NFI EMF S.A.	
			31 December 2009	31 December 2008	31 December 2009	31 December 2008
			% share	% share	% share	% share
Affiliates						
Zara Polska Sp. z o.o.	Poland	Franchise operations of Zara	-	20.00	-	20.00
Empik Café ⁽¹³⁾	Poland	Coffee bars network	49.00	49.00	-	-

(1) Subsidiaries of EMPiK Sp. z o.o.

(2) Subsidiaries of Learning Systems Poland Sp. z o.o.

(3) Subsidiaries of Smyk Sp. z o.o.

(4) Subsidiary of Madras Enterprises Limited

(5) The Group holds 43.3% of shares, however due to the put option held, it consolidates 100%

(6) Subsidiaries of Maratex Limited

(7) Subsidiary of Prolex Service Limited The Group holds 75% of shares, however due to the put option held, it consolidates 100%

(8) Subsidiary of LuxPol Invest S.a.r.l

(9) Subsidiaries of Optimum Distribution Sp. z o.o.

(10) Subsidiaries of Poland 1 Development Sp. z o.o.

(11) Subsidiary of Amersport Sp. z o.o.

(12) Subsidiary of EPCD Sp. z o.o.

(13) Affiliate of Empik Sp. z o.o.

(14) Companies, in which Cenzora Enterprises Ltd. was a shareholder

(15) On 30 September 2009, an increase of share capital took place in Magalla Holdings Limited with its registered office in Cyprus, in control of Bukva Closed Joint Stock Company and Buk Investment LLC, controlled previously by NFI EMF. The share capital of Magalla was increased through the issue of 15,012 new shares, all of which were assigned to entities from outside the NFI EMF capital group (including the management staff of Bookva, whose shares belong entirely to Magalla). As a result of this transaction the shareholding of NFI Group in the share capital of Magalla Holdings Limited decreased from 100% to 14%.

(16) On 23 December 2009, Smyk GmbH (which operates two stores in Berlin) filed for bankruptcy in the Charlottenburg Registry Court in Berlin, Amtsgerichtsplatz 1. As a result of the start of bankruptcy proceedings, EMF Group lost its control over the business of the company.

(17) In December of 2009, EMF Group lost its control over TOO BTI Systems M and TOO BTI Systems.

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Notes to the condensed stand-alone financial statements (cont.)

1.3. Investments in subsidiaries and affiliates (cont.)

(ii) Subsidiaries

Subsidiaries are those entities over which the Company has the power to govern the financial and operating policies, generally accompanying a shareholding of a majority of the total voting rights in governing bodies. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Fund controls another entity.

Investments in subsidiaries are recognised at purchase price less any potential accumulated impairment write-offs.

(iii) Affiliates

Affiliates are all entities over which the Fund has significant influence but not control, generally accompanying a shareholding of between 20% and 50% of the total voting rights in governing bodies. Investments in affiliates are recognised at cost (purchase price) less accumulated impairment write-offs.

2. Employee compensation and benefit expenses

Year ended 31 December	2009	2008
	000 PLN	000 PLN
Wages, salaries and social security charges	5 493	8 277
Share options granted	10 568	12 917
	16 061	21 194

Employee compensation expenses include compensation under the employee share-based incentive scheme amounting to PLN 10,568,000 (PLN 12,917,000 in 2008). The following members of senior management of the NFI EMF Group are entitled to participate in the incentive scheme:

- Mr Maciej Dyjas (President of the Management Board)
- Mr Jacek Bagiński (Member of the Management Board)
- Mrs Ewa Podgórska (Member of the Management Board)
- Mr Dariusz Stolarczyk (Member of the Management Board)
- Mr Kjell Berggren (Member of the Management Board)
- Mr Eyal Lahav (President of the Management Board of EMPiK Sp. z o.o.)
- Mr Tomasz Paszkowski (Member of the Management Board of Ultimate Fashion Sp. z o.o.)

The President of the Management Board has the right to subscribe for Series F, G, H, E1 registered subscription warrants. Series F, G, H warrants entitle their holder to subscribe for 275,000 Series C ordinary shares for the issue price of PLN 0.10 each. Series E1 warrants entitle their holder to subscribe for one Series C ordinary share at a nominal price of PLN 0.10 each. The warrants were issued and allocated free of charge. Exercising of each warrant is conditional upon the holder of the option still rendering his/her services for the benefit of the Company as at the date of warrant execution.

On 20 January 2009, Jonquille Investments Limited, with its registered office in Cyprus, a company wholly owned by Mr Maciej Dyjas, the President of the Management Board of NFI EMF, acquired 150,000 Series B bearer ordinary shares of NFI EMF and 125,000 Series C bearer shares of NFI EMF at a nominal price of PLN 0.10 per share. The shares were acquired as a result of exercising rights resulting from Series D and Series D1 subscription warrants issued by NFI EMF on the basis of the Resolution No. 6 of the General Shareholders Meeting of 8 December 2005 and on the basis of the Resolution No. 14 of the General Shareholders Meeting of 13 July 2007.

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Notes to the condensed stand-alone financial statements (cont.)

2. Employee compensation and benefit expenses (cont.)

On 25 May 2009, Jonquille Investments Limited, with its registered office in Cyprus acquired 68,837 Series B bearer ordinary shares of NFI EMF and 200,924 Series C bearer ordinary shares of NFI EMF at a nominal price of PLN 0.10 per share. The shares were acquired as a result of exercising rights resulting from Series E subscription warrants issued by NFI EMF on the basis of Resolution No. 6 of the General Shareholders Meeting of 8 December 2005 and Series E1 subscription warrants issued by NFI EMF on the basis of Resolution No. 14 of the General Shareholders Meeting of 13 July 2007.

On 25 June 2009 Jonquille Investments Limited sold 200,000 of the NFI EMF shares.

Mr Jacek Bagiński is entitled to subscribe for Series I, J and K registered subscription warrants. Each warrant entitles its holder to subscribe for 300,000 Series D ordinary shares. In 2Q 2009, Mr Bagiński's warrants were modified. As a result of the modification, the issue price has been changed and presently amounts to PLN 8 per share and the subscription warrants' exercise period has been extended until 31 December 2013. Exercising of each warrant is conditional upon the holder of the option still rendering his/her services for the benefit of the Company as at the date of warrant execution.

In addition, Mr Bagiński was granted rights to new warrants up to a maximum number of 600,000, which entitle him to subscribe for Series G shares. One warrant shall entitle its holder to acquire one Series G share. The issue price of the Series G shares will be PLN 5. The rights under the warrants may be exercised until the end of 2013.

On 15 January 2008, Mrs Ewa Podgórska was granted options to acquire shares issued by the Company by way of acquisition of subscription warrants. The option holder is entitled to subscribe for Series N registered subscription warrants. The warrant entitles to subscribe for 30,000 Series E ordinary shares at a nominal price of PLN 0.10 per share. The warrant may be exercised by 31 December 2011.

Exercising of warrant is conditional upon the holder of the option still rendering his/her services for the benefit of the Company as at the date of warrant execution.

On 20 January 2009, Mrs Ewa Podgórska acquired 30,000 Series E bearer ordinary shares of NFI EMF at a nominal price of PLN 0.10 per share. Total price of the transaction amounted to PLN 3,000. The shares were acquired as a result of exercising rights under the Series M subscription warrants issued by NFI EMF on the basis of Resolution No. 16 of the General Shareholders Meeting of NFI EMF of 13 July 2007.

Mr Dariusz Stolarczyk is entitled to subscribe for 17,765 Series L registered subscription warrants for the average market price of shares of NFI EMF as quoted on the Warsaw Stock Exchange during the period of three months ended 31 December 2007. Each warrant authorises its holder to subscribe for Series E ordinary shares. The rights under the warrants may be exercised at any time, but no later than by 31 December 2011. Exercising of each warrant is conditional upon the holder of the option still rendering his/her services for the benefit of the Company as at the date of warrant execution.

In addition, on 24 April 2008 Mr Eyal Lahav (President of the Management Board of Empik Sp. z o.o., a subsidiary of NFI EMF) was granted subscription warrants for Series E shares of NFI EMF. Exercising of each warrant is conditional upon the holder of the option still rendering his/her services for the benefit of the Company as at the date of warrant execution.

Mr Kjell Berggren has been granted 160,000 Series L and M subscription warrants giving the right to subscribe for the same number of shares of NFI EMF for the average market price of shares of NFI EMF as quoted on the Warsaw Stock Exchange, in the following periods:

Series L	three months ended 31 December 2007
Series M	three months ended 31 December 2008

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Notes to the condensed stand-alone financial statements (cont.)

2. Employee compensation and benefit expenses (cont.)

Series L warrants may be exercised at any time prior to 31 December 2011. Series M warrants may be exercised from 1 January 2010 until 31 December 2012. Exercising of each warrant is conditional upon the holder of the option still rendering his/her services for the benefit of the Company as at the date of warrant execution.

On 27 October 2008 an incentive scheme was launched concerning the acquisition of Series F ordinary shares by Mr Tomasz Paszkowski, Member of the Management Board of Ultimate Fashion Sp. z o.o., based on Series L subscription warrants. Mr Tomasz Paszkowski is entitled to acquire Series F ordinary shares of NFI EMF at the price as quoted on the Warsaw Stock Exchange during the period of three months ended 31 December 2008. Rights under the warrants may be exercised at any time until 31 December 2011.

3. Other operating income

Year ended 31 December	2009	2008
	000 PLN	000 PLN
Commissions on guarantees granted	1 444	1 497
Interest income - third party	2 680	1 377
Interest income - related party	28 081	13 741
Currency translation differences	(922)	4 980
Other	1 160	1 404
	32 443	22 999

4. Other operating expenses

Year ended 31 December	2009	2008
	000 PLN	000 PLN
Advisory services	11 824	3 884
Marketing services	250	638
Lease of space	726	656
Postage and IT services	1 000	1 987
Business travel	1 990	2 203
Non-deductible VAT	708	551
Lease payments	390	344
Other	845	3 631
	17 735	13 894

5. Other income, net

Year ended 31 December	2009	2008
	000 PLN	000 PLN
Gains from valuation of derivative financial instruments - Zara	(1 147)	55 201
Expenses related to disposal of shares in Zara Sp. z o.o.	-	(113)
Gains from disposal of shares in Zara	17 766	-
Dividends due from subsidiaries	261 057	-
Other	(54)	(46)
Total other income, net	277 621	55 042

On 22 January 2009, NFI EMF sold its shares in Zara Polska Sp. z o.o. to Industria de Diseño Textil S.A. ("INDITEX S.A.") obtaining a profit for the transaction in the amount of PLN 17,766,000.

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Notes to the condensed stand-alone financial statements (cont.)

The PLN 261,057,000 amount of the dividend comprises dividends from the following: Empik Sp. z o.o., Smyk Sp. z o.o., Licomp Empik Multimedia Sp. z o.o. and Optimum Distribution Sp. z o.o.

6. Financial expenses, net

Year ended 31 December	2009	2008
	000 PLN	000 PLN
Interest expenses - third party	(20 203)	(19 421)
Interest expenses - related party	(3 169)	(2 564)
Currency translation differences	302	(3 002)
Total financial expenses, net	(23 070)	(24 987)

7. Investments in subsidiaries

	31 December 2009		31 December 2008	
	Current value of shares	Shares held	Current value of shares	Shares held
	000 PLN	%	000 PLN	%
Smyk Sp z o.o.	103 695	100.0	100 195	100.0
Ultimate Fashion Sp z o.o.	58 447	100.0	49 887	100.0
Empik Sp z o.o.	270 377	100.0	269 539	100.0
Licomp Empik Multimedia Sp z o.o.	6 503	100.0	6 503	100.0
East Services S.A.	20 260	100.0	20 260	100.0
Optimum Distribution CZ&SK s.r.o	22 817	100.0	22 817	100.0
Optimum Distribution Sp z o.o.	35 557	100.0	35 557	100.0
Learning System Poland Sp. z o.o.	6 723	9.7	6 723	9.7
Maratex Ltd	85 283	43.3	68 606	43.3
Ultimate Fashion International Sp. z o.o.	50	100.0	50	100.0
LuxPol Invest SARL	136	75.0	136	75.0
Cenzora	5	100.0	-	-
Kids International Sp. z o.o.	1	1.0	1	1.0
	609 854		580 274	

On 8 June 2009, NFI EMF adopted a resolution on the increase of share capital in Smyk Sp. z o.o, its subsidiary. The share capital in Smyk Sp. z o.o. was increased by PLN 3,500,000 (from PLN 28,604,000 to PLN 32,104,000). The shares in the increased share capital were taken up on 9 June 2009. The amount of PLN 3,500,000 consists of 7,000 shares with a nominal value of PLN 500 each.

On 7 August 2009, NFI EMF and Mint Capital II LP agreed on the price for an option to sell the shares held by Mint Capital in Maratex Ltd to NFI EMF; NFI EMF made a partial payment of EUR 3,880,000 toward the price. In addition, EMF was granted a right to use all shares held by Mint Capital II LP in Martex Ltd. The outstanding portion of the price shall be payable by 31 December 2010.

On 19 October 2009, NFI EMF adopted a resolution on the increase of the share capital in Ultimate Fashion Sp. z o.o., its subsidiary. The share capital in Ultimate Fashion Sp. z o.o. was increased by PLN 8,300,000 (from PLN 31,050,000 to PLN 39,350,000). The shares in the increased share capital were taken up on 19 October 2009. The amount of PLN 8,300,000 consists of 16,600 shares with a nominal value of PLN 500 each.

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Notes to the condensed stand-alone financial statements (cont.)

8. Derivative financial instruments

	31 December 2009		31 December 2008	
	Assets	Liabilities	Assets	Liabilities
	000 PLN	000 PLN	000 PLN	000 PLN
Long-term derivative financial instruments				
Zara put option	-	-	80 148	-
Total derivative financial instruments	-	-	80 148	-

On 22 January 2009 NFI EMF sold its shares in Zara Polska Sp. z o.o. to Industria de Diseño Textil S.A. ("INDITEX SA") generating a profit of PLN 17,766,000 from the transaction.

9. Borrowings

Long-term borrowings

	Effective interest rate	Repayable	31 December 2009	31 December 2008
			000 PLN	000 PLN
Mid-Term Notes	6M WIBOR + margin	2012	193 612	193 817
Bank credit facility of PLN 25 million Long-term part	3M WIBOR + margin	2014	17 757	-
Loans received	3M WIBOR + margin	2010	-	6 624
			211 370	200 441

Short-term borrowings

	Effective interest rate	Repayable	31 December 2009	31 December 2008
			000 PLN	000 PLN
Bank credit facility of PLN 25 million Short-term part	3M WIBOR + margin	2014	6 944	25 000
Bank credit facility of EUR 7 million	EURIBOR + margin	January 2009	-	29 207
Current account overdraft PEKAO SA	1M WIBOR + margin	30 June 2010	25 660	-
Current account overdraft ABN AMRO	1M LIBOR + margin	30 July 2010	39 226	44 071
Short-Term Notes	WIBOR + margin	February 2010	28 587	29 900
Loans received and liabilities under intragroup financial settlements system	WIBOR 1M + margin T/N WIBOR + margin		91 310	88 708
			191 726	216 886

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Notes to the condensed stand-alone financial statements (cont.)

9. Borrowings (cont.)

Bank credit facility of EUR 7 million

In January 2006, NFI EMF obtained a EUR 7 million investment credit with the repayment date falling on 15 April 2008. Pursuant to the annex signed on 10 April 2008, the repayment date was extended to 3 January 2011. The credit facility was repaid on 22 January 2009 with the funds received for the sale of shares held in Zara Polska Sp. z o.o.

Bank credit facility of PLN 40 million

On 7 July 2009, a credit facility agreement was concluded between NFI EMF and its subsidiaries Empik Sp. z o.o., Smyk Sp. z o.o., and Ultimate Fashion Sp. z o.o. and BRE Bank SA. Pursuant to this agreement, BRE Bank S.A. granted the Borrowers a credit facility for the total amount of PLN 40 million (including PLN 25 million for NFI EMF).

Bank credit facility of PLN 100 million

On 14 August 2008, NFI EM&F and its subsidiaries: Empik Sp. z o.o., Smyk Sp. z o.o., Ultimate Fashion Sp. z o.o., Optimum Distribution Sp. z o.o., and Learning Systems Poland Sp. z o.o. concluded with Pekao S.A. bank a credit facility agreement in the amount of PLN 150 million. The credit facility is composed of an investment credit facility in the amount of PLN 100 million with a repayment date, paid in 20 equal instalments beginning on 30 September 2010 until 30 June 2015 and a credit facility in the current account in the amount of PLN 50 million with a repayment date in 2010. A significant portion of the credit facility will be designated for the financing of the development of the distribution network of the Group as well as logistical infrastructure and IT. As at 31 December 2009, the Group used PLN 62.5 million of the funds available for investment expenses as well as PLN 25.7 million as part of financing in the current account.

The NFI EMF's liabilities under issued bonds as at 31 December 2009 are as follows:

- 1) Interest-free discount bonds with a total nominal value of PLN 25,000,000. The level of the bond discount was set at the level of WIBOR + margin. Rolled bonds with maturity of 2 months. The next maturity date is 22 February 2010. The bonds have been redeemed in the beginning of 2009.
- 2) Coupon bonds with a total nominal value of PLN 151,500,000. The bonds interest rate was set at the level of WIBOR 6M + margin. The bonds shall be subject to a one-off redemption at their nominal value on 20 March 2012. Interest shall be paid every 6 months.
- 3) Coupon bonds with a total nominal value of PLN 7,800,000. The level of the bond discount was set at the level of WIBOR 6M + margin. The bonds shall be subject to a one-off redemption at their nominal value on 11 July 2012. Interest shall be paid every 6 months.
- 4) Coupon bonds with a total nominal value of PLN 20,000,000. The level of the bond discount was set at the level of WIBOR 6M + margin. The bonds shall be subject to a one-off redemption at their nominal value on 24 August 2012. Interest shall be paid every 6 months.
- 5) Coupon bonds with a total nominal value of PLN 15,000,000. The bonds interest rate was set at the level of WIBOR 6M + margin. The bonds shall be subject to a one-off redemption at their nominal value on 29 September 2012. Interest shall be paid every 6 months.

None of the issued bonds is secured.

10. Related party transactions

NFI Empik Media & Fashion S.A. is controlled by EMPiK Centrum Investments S.A. (with its registered office in Luxembourg) that holds 60.33% of shares in NFI Empik Media & Fashion S.A. The ultimate parent entity in the Fund is Eastbridge B.V./S.a.r.l. (a company with its registered office in the Netherlands and the principal place of business in Luxembourg). EMPiK Centrum Investments S.A. and its subsidiaries, Eastbridge B.V./S.a.r.l. and its subsidiaries as well as companies controlled by members of the management staff are considered related parties for the purpose of these condensed stand-alone financial statements.

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Notes to the condensed stand-alone financial statements (cont.)

10. Related party transactions (cont.)

Transactions with subsidiaries of NFI Empik Media & Fashion S.A.

Transactions with subsidiaries pertain to loans that the Fund extended to its subsidiaries, charging interest equal to WIBOR or EURIBOR plus a 1.0 - 2.2 p.p. of margin, and a one-off commission of 0.5% - 1% of the loan principal.

In addition, NFI Empik Media & Fashion S.A. took up bonds issued by its subsidiaries, charging an arrangement fee for the organisation of the bonds issue in the amount of 0.14% to 1.02% of the value of the issue.

Moreover, the Fund provided business and management advisory services to its subsidiaries and granted and received loans to and from its related parties.

These condensed stand-alone financial statements prepared for the financial year ended 31 December 2009 present the following balances and turnovers with subsidiaries (in PLN thousand):

As at	31 December 2009		31 December 2008	
	Receivables		Liabilities	
	000 PLN	000 PLN	000 PLN	000 PLN
Empik Sp. z o.o.	234 993	11 481	17 902	66 254
Empik Assets Sp. z o.o.	9	-	63 085	-
Cenzora Limited	20	-	-	-
Bookva	-	59	-	-
Ultimate Fashion Sp. Z o.o.	62 380	91 101	-	5 082
Ultimate Fashion International Sp. z o.o.	8	3	-	-
LuxPol Invest S.a.r.l.	-	2 867	-	-
Smyk Sp. z o.o.	116 607	88 034	-	615
Paritet	298	91	-	-
Smyk Russia	9	-	-	-
Smyk Turkey	44	-	-	-
Prolex	117	-	-	-
EMF Investment Project Sp. z o.o.	265	15	-	-
Learning Systems Poland Sp. z o.o.	2 509	205	25	30
LSP Master Sp. z o.o.	-	120	-	-
Optimum Distribution Poland Sp. z o.o.	31 846	27 714	7 639	17 685
Optimum Sport Sp. z o.o.	-	783	-	-
EPCD Czech Republic	-	648	-	-
Poland 1 Development	-	35	-	-
Licomp Empik Multimedia Sp. z o.o.	93	23	-	-
Amersport	265	-	-	-
Smyk GmbH	29	19	11	4
Optimum Distribution CZ&Sk	1 146	582	-	-
East Services S.A.	-	-	4 746	5 973
LuxPol Invest S.a.r.l.	3 074	-	-	-
Madras Enterprises Limited	10 302	10 130	3	-
Magalla Holdings Limited *	-	20 245	-	-
Maratex Limited	100 810	47 548	-	-
	564 824	301 703	93 411	95 643

* On 30 September 2009, an increase of share capital took place in Magalla Holdings Limited with its registered office in Cyprus, in control of: Bukva Closed Joint Stock Company and Buk Investment LLC, controlled previously by NFI EMF. The share capital of Magalla was increased through the issue of 15,012 new shares, all of which were assigned to entities from outside the NFI EMF capital group. As a result of the abovementioned increase of the share capital of Magalla, the share of NFI EMF in this company fell to the level of 14 % - in effect Magalla Holdings Limited ceased to be a related party. Balances with this entity are presented as settlements with third parties.

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Notes to the condensed stand-alone financial statements (cont.)

10. Related party transactions (cont.)

As at	31 December 2009		31 December 2008	
	Receivables		Liabilities	
	000 PLN	000 PLN	000 PLN	000 PLN
Main receivables and liabilities				
Loans	121 127	112 583	24 506	38 043
Interest from loans	11 603	3 082	2 091	1 655
Bonds acquired	86 000	150 500	-	-
Interest from acquired bonds	1 958	1 682	-	-
Cash pool	72 075	26 248	64 713	55 735
Financial lease receivables	3 594	-	-	-
Consulting and advisory services	6 173	2 059	-	-
IT and logistics services	1 749	1 617	-	-
Financial agency services	609	982	-	-
Receivables from granting guarantees	2 181	1 304	-	-
Dividend receivables	252 626	-	-	-
Re-invoicing	5 130	1 646	2 101	210
	564 824	301 703	93 411	95 643

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Notes to the condensed stand-alone financial statements (cont.)

10. Related party transactions (cont.)

Year ended 31 December	2009	2008	2009	2008
	Revenues		Expenses	
	000 PLN	000 PLN	000 PLN	000 PLN
Empik Sp. z o.o.	215 262	6 036	861	2 002
Empik Assets Sp. z o.o.	1 069	-	-	-
Bookva	-	58	-	-
Ultimate Fashion Sp. Z o.o.	6 848	6 709	-	-
Ultimate Fashion International Sp. z o.o.	7	3	-	-
Smyk Sp. z o.o.	56 972	7 267	-	47
Paritet	248	90	-	-
Smyk Rumania	9	-	-	-
Smyk Turkey	59	-	-	-
EPCD Czech Republic	15	-	-	-
EMF Investment Project Sp. z o.o.	170	195	-	-
Optimum Distribution Poland Sp. z o.o.	11 139	3 098	470	642
Optimum Sport Sp. z o.o.	-	642	-	-
Licomp Empik Multimedia Sp. z o.o.	6 256	230	-	-
Optimum Distribution CZ&SK	1 469	1 181	-	-
East Services S.A.	19	-	-	-
Smyk GmbH	10	12	-	23
Madras Enterprises Limited	695	851	-	-
Magalla Holdings Limited *	1 040	1 180	-	-
LuxPol Invest S.a.r.l.	90	724	-	-
Maratex Limited	12 875	942	-	-
Poland 1 Development	-	37	-	-
Soul	-	14	-	-
Amersport	217	58	-	-
Amersport Ukraine	91	-	-	-
Learning Systems Poland Sp. z o.o.	358	372	-	10
	314 918	29 699	1 331	2 724

* On 30 September 2009, an increase of share capital took place in Magalla Holdings Limited with its registered office in Cyprus, in control of: Bukva Closed Joint Stock Company and Buk Investment LLC, controlled previously by NFI EMF. The share capital of Magalla was increased through the issue of 15,012 new shares, all of which were assigned to entities from outside the NFI EMF capital group. As a result of the abovementioned increase of the share capital of Magalla, the share of NFI EMF in this company fell to the level of 14 % - in effect Magalla Holdings Limited ceased to be a related party. Balances with this entity are presented as settlements with third parties.

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Notes to the condensed stand-alone financial statements (cont.)

10. Related party transactions (cont.)

Year ended 31 December	2009		2008	
	Revenues		Expenses	
	000 PLN	000 PLN	000 PLN	000 PLN
Main revenues and expenses				
Interest from loans	16 500	7 235	1 331	2 564
Interest from acquired bonds	10 732	5 803	-	-
Consulting and advisory services	17 701	7 085	-	-
IT and logistics services	1 427	1 946	-	-
Financial agency services	97	1 331	-	-
Revenues from granting guarantees	1 674	1 497	-	-
Financial lease revenues	70	-	-	-
Dividends	261 057	-	-	-
Re-invoicing	5 659	4 802	-	160
	314 918	29 699	1 331	2 724
in addition:				
<i>Interest from cash pool</i>	<i>342</i>	<i>701</i>	<i>1 397</i>	<i>467</i>
	342	701	1 397	467

Transactions with other related parties of NFI Empik Media & Fashion S.A.

Purchase of services	2009	2008
	000 PLN	000 PLN
Operating lease expenses payable to other Eastbridge Group companies	565	770
Expenses related to the acquisition of property, plant and equipment from entities under control of the ultimate parent entity	1 039	-
Expenses related to the purchase of services from entities controlled by members of senior management	2 702	-
Management fee payable to Eastbridge B.V./S.a.r.l.	516	428
	4 822	1 198
Remuneration of senior management		
	2009	2008
	000 PLN	000 PLN
Employee salaries and other short-term benefits	4 011	5 408
Employee share-based incentive scheme compensation	10 568	12 917
	14 579	18 325
The balances as at the balance-sheet date were as follows:		
	31 December 2009	31 December 2008
	000 PLN	000 PLN
Receivables from related parties		
- ultimate parent entity	316	316
	316	316
Liabilities from related parties		
- ultimate parent entity	164	101
- entities under control of ultimate parent company	5	-
	169	101

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Notes to the condensed stand-alone financial statements (cont.)

11. Share capital

	Number of shares (not in thousands)	Share capital 000 PLN	Surplus on the sale of shares above the nominal value (share premium) 000 PLN	Total 000 PLN
As at 1 January 2008	102 586 645	10 258	718 130	728 388
Issue of shares – share-based incentive scheme	568 163	-	6 477	6 477
Employee shares taken up	-	57	1 738	1 795
As at 1 January 2009	103 154 808	10 315	726 345	736 660
Redemption of shares	-	-	-	-
Issue of shares – share-based incentive scheme	574 761	58	6 664	6 722
Other issue of shares	-	-	-	-
As at 31 December 2009	103 729 569	10 373	733 009	743 382

The nominal value of one share is PLN 0.10 (not in thousands). As at 31 December 2009 the share capital of NFI Empik Media & Fashion S.A. is 10,372,956.90 (not in thousands) and is divided into 101,893,645 Series A ordinary shares, 1,200,000 Series B ordinary shares, 450,924 Series C ordinary shares and 185,000 Series E shares. The total number of votes arising from all issued shares after registration of the share capital increase is 103,729,569.

From 1 January to 31 December 2009 the share capital was increased by PLN 58,000 by way of issue of 574,761 shares with a value of 0.10 PLN (not in thousands) each.

Shares held by the Management Board

As at 31 December 2009, Mr Maciej Dyjas, President of the Management Board, held through his subsidiary Jonquille Investments Limited 1,200,924 shares, i.e. 1.16% of share capital of NFI Empik Media & Fashion S.A. During the reporting period, Jonquille Investments Limited took up a total of 544,761 shares of NFI Empik Media & Fashion S.A. In addition, Mrs Ewa Podgórska, Member of the Management Board, took up 30,000 shares of NFI Empik Media & Fashion S.A. in the reporting period, which together with the previously acquired 30,000 shares, constitute an equivalent of 0.06% of the share capital.

As at 31 December 2009, the key shareholders of NFI Empik Media & Fashion S.A. were:

	Number of shares (votes)	Direct shareholding
As at 31 December 2009		
Empik Centrum Investments S.A.	62 578 383	60.33%
Aviva OFE Aviva BZ WBK	10 400 000	10.03%
BZ WBK AIB Assets Management S.A.	5 399 578	5.21%
Total number of shares	103 729 569	100%

The Company is controlled by Empik Centrum Investments S.A. (with its registered office in Luxembourg) which holds 60.33% of shares in NFI Empik Media & Fashion S.A. The ultimate parent entity publishing financial statements is Eastbridge BV/S.a.r.l. (a company with its registered office in the Netherlands and the principal place of business in Luxembourg). The ultimate controlling party of the Eastbridge B.V / S.a.r.l. is Mr Yaron Bruckner.

NFI Empik Media & Fashion S.A.

Condensed stand-alone financial statements
for the financial year ended 31 December 2009

Notes to the condensed stand-alone financial statements (cont.)

12. Contingent liabilities and future liabilities

1. As provided by general provisions of law, the tax authorities may, at any time, inspect the books and records of the taxpayer within five years subsequent to the reported tax year, and, if any inaccuracies are found, may impose additional tax assessments and penalties. NFI Empik Media & Fashion S.A.'s Management Board is not aware of any circumstances which may give rise to a potential material liability in this respect.
2. The NFI Empik Media & Fashion S.A. also has contingent liabilities in respect of bank and other guarantees issued upon the request of the NFI EMF Group's subsidiaries by NFI Empik Media & Fashion S.A. to guarantee rents and trade liabilities of its subsidiaries and other matters arising in the ordinary course of business. It is not anticipated that any material liabilities will arise from the contingent liabilities.
3. In order to protect Inditex and Young Fashion Sp. z o.o. (currently Zara Polska Sp. z o.o.) from any contingent liabilities arising from events that took place prior to the sale of 51% of shares i.e. when Young Fashion Sp. z o.o. was under the management and control of NFI Empik Media & Fashion S.A., ABN Amro Bank (Polska) S.A. issued, at the request of NFI Empik Media & Fashion S.A., a bank guarantee up to EUR 500,000 to the benefit of Young Fashion Sp. z o.o. Total responsibility of the Company resulting from the sale agreement of shares in Young Fashion Sp. z o.o. is limited to the amount of EUR 20 million. It is not anticipated that any material liabilities will arise from the contingent liabilities.

13. Guarantees granted

As at 31 December 2009, liabilities in respect of guarantees that the Fund granted for liabilities of its subsidiaries, mainly to suppliers and landlords, amounted to PLN 152,496,000 (EUR 37,120,000), PLN 761,000 (USD 267,000) and PLN 42,692,000.

As at 31 December 2009, liabilities from guaranties which the Fund granted to suppliers and lessors, amounted to: PLN 9,208,000.

14. Events after the balance-sheet date

On 12 January 2010, Jonquille Investments Limited with its registered office in Cyprus, in which Mr. Maciej Dyjas, President of the Management Board of NFI EMF holds 100% of the share capital, acquired 275,000 Series C ordinary bearer shares of NFI EMF, for the nominal price of PLN 0.10 per share. The total value of the transaction was PLN 27,500.

On 18 January 2010, Ms. Ewa Podgórska acquired 30,000 Series E ordinary bearer shares of NFI EMF, for the nominal price of PLN 0.10 per share. The total value of the transaction was PLN 3,000. The shares were acquired as a result of the exercise of series N subscription warrant rights.

Additional information

Information required for the Warsaw Stock Exchange reporting is shown below.

Table of contents

1. Selected financial data	32
2. Investment portfolio	33

All amounts are given in PLN thousand, unless stated otherwise.

NFI Empik Media & Fashion S.A.

Additional information (cont.)

1. Selected financial data

SELECTED FINANCIAL DATA	000 PLN		000 EUR	
	Year ended 31 December 2009	Year ended 31 December 2008	Year ended 31 December 2009	Year ended 31 December 2008
I. Net sales	19 226	11 982	4 440	3 411
II. Gain/(loss) from continuing operations	294 541	54 023	68 023	15 381
III. Gain/(loss) before income tax	271 471	29 036	62 695	8 267
IV. Gain/(loss), net	271 471	29 036	62 695	8 267
V. Net cash flows from operating activities	(8 836)	(17 980)	(2 041)	(5 119)
VI. Net cash flows from investing activities	98 420	(231 642)	22 730	(65 952)
VII. Net cash flows from financing activities	(63 388)	159 695	(14 639)	45 467
VIII. Total net cash flows	26 197	(89 927)	6 050	(25 603)
IX. Total assets	1 280 916	1 012 317	311 795	242 622
X. Liabilities and provisions for liabilities	413 732	428 327	100 709	102 657
XI. Long-term liabilities	211 370	200 441	51 451	48 040
XII. Short-term liabilities	202 362	227 886	49 258	54 617
XIII. Equity	867 184	583 990	211 086	139 965
XIV. Share capital	743 382	736 660	180 951	176 555
XV. Number of shares	103 729 569	103 154 808	103 729 569	103 154 808
XVI. Gain/(loss) per share (in PLN/EUR)	2.6171	0.2815	0.6044	0.0801
XVII. Diluted gain/(loss) per share (in PLN/EUR)				
XVIII. Book value per share (in PLN/EUR)	8.36	5.66	2.03	1.36

NFI Empik Media & Fashion S.A.

Additional information (cont.)

2. Investment portfolio

No.	Name and legal form of the Company	Registered office	Activity	Capital relation	Number of shares	Book value of shares before adjustment	Adjustment of the book value of shares	Carrying amount of shares	Shareholding	Total number of votes at GMS (%)
1	Smyk Sp. z o.o.	Warsaw	Children's mega-stores network	Subsidiary	183 080	103 695		103 695	100	100
2	Ultimate Fashion Sp. z o.o.	Warsaw	Franchise operations of Esprit, Wallis, River Island etc.	Subsidiary	238 600	58 447		58 447	100	100
3	Empik Sp. z o.o.	Warsaw	Multimedia retail network and language schools	Subsidiary	51 147	270 377		270 377	100	100
4	Licomp Empik Multimedia Sp. z o.o.	Warsaw	Distributor of multimedia games	Subsidiary	11 500	6 503		6 503	100	100
5	East Services S.A.	Villars-sur-Glane, Switzerland	Advisory services	Subsidiary	100	20 260		20 260	100	100
6	Optimum CZ&SK s.r.o	Prague, Czech Republic	Wholesale trading of selected cosmetics, optical products and sportswear in the Czech Republic and Slovakia	Subsidiary	1	22 817		22 817	100	100
7	Optimum Distribution Sp. z o.o.	Warsaw	Wholesale trading of selected cosmetics, optical products and sportswear in the Poland	Subsidiary	1	35 557		35 557	100	100
8	Learning System Poland Sp. z o.o.	Warsaw	Operator of language schools	Subsidiary	90	6 723		6 723	10	100
9	Maratex Limited	Nicosia, Cyprus	Investment company	Subsidiary	794 690	85 283		85 283	43	51
10	Ultimate Fashion International Sp. z o.o.	Poland	Wholesale trading of clothes, footwear and other selected products	Subsidiary	100	50		50	100	100
11	LuxPol Invest S.a.r.l.	Luxembourg	Investment company	Subsidiary	375	136		136	75	75

NFI Empik Media & Fashion S.A.

Additional information (cont.)

2. Investment portfolio (cont.)

No.	Name and legal form of the Company	Registered office	Activity	Capital relation	Number of shares	Book value of shares before adjustment	Adjustment of the book value of shares	Carrying amount of shares	Shareholding	Total number of votes at GMS (%)
12	EMF Investment Project Sp. z o.o.	Warsaw	Non-operating company	Subsidiary	47	5 141	(5 141)	0	100	100
13	Kids International Sp. z o.o.	Warsaw	Operator of children's stores network	Subsidiary **	1	1		1	1	100
14	Cenzora Enterprises LTD	Nicosia, Cyprus	Investment company	Subsidiary	1	5		5	100	100
	Total					614 994	(5 141)	609 854		
** company of which 99% is owned by Smyk Sp. z o.o. and 1% by NFI Empik Media & Fashion S.A.										

NFI Empik Media & Fashion S.A.

Additional information (cont.)

2. Investment portfolio (cont.)

No.	Company name	Net sales	Profit/(loss) from operating activities	Current assets	Short-term receivables	Long-term receivables	Inventories	Total assets
1	Smyk Sp. z o.o.	391 029	(510)	112 461	27 417	14 313	69 699	303 388
2	Ultimate Fashion Sp. z o.o.	215 177	(27 857)	59 177	6 546	569	49 339	172 557
3	Empik Sp. z o.o.	976 322	39 321	553 363	108 373	10 750	302 323	912 561
4	Licomp Empik Multimedia Sp. z o.o.	51 061	4 179	48 338	32 737	0	15 520	49 022
5	Maratex Limited	93 020	(17 839)	21 355	19 646	129 914	0	190 880
6	Optimum CZ&SK s.r.o	43 794	(5 668)	27 771	12 894	269	8 322	29 930
7	Optimum Distribution Sp. z o.o.	66 904	(3 465)	58 662	35 072	8 183	13 942	99 822
8	EMF Investment Project Sp. z o.o.	0	(47)	9	0	83	0	1 631
9	East Services SA	0	2 013	17 254	16 314	12 374	0	29 628
10	LuxPol Invest S.a.r.l.	0	59	84	0	1 042	0	2 782
11	Ultimate Fashion International Sp. z o.o.	23 869	(2 806)	4 915	4 539	0	220	7 502
12	Kids International Sp. z o.o.	0	(754)	1 088	1 087	0	0	3 484
13	Cenzora Enterprises LTD	0	0	4	0	0	0	9 350
	Total	1 861 175	(13 374)	904 481	264 626	177 497	459 365	1 812 537

NFI Empik Media & Fashion S.A.

Additional information (cont.)

2. Investment portfolio (cont.)

No.	Company name	Equity, including:							Liabilities		
		Total	Share capital	Payments for share capital due	Supplementary capital	Reserve capital	Retained earnings	Net profit / (loss)	Total	Short-term	Long-term
1	Smyk Sp. z o.o.	28 348	41 104		0	(1 740)	(116)	(10 900)	275 040	174 854	100 187
2	Ultimate Fashion Sp. z o.o.	7 181	49 506		0	(825)	(12 206)	(29 295)	165 376	147 211	18 164
3	Empik Sp. z o.o.	96 240	49 203		0	135	686	46 216	816 321	766 353	49 968
4	Licomp Empik Multimedia Sp. z o.o.	5 839	0		500	0	2 153	3 186	43 183	43 183	0
5	Maratex Limited	48 621	58 320		0	(37)	7 264	(17 839)	86 942	86 942	55 317
6	Optimum CZ&SK s.r.o	(140)	1 914		0	1 088	2 041	(5 183)	30 070	22 301	7 769
7	Optimum Distribution Sp. z o.o.	31 216	50		36 069	(53)	40	(4 889)	68 606	36 765	31 841
8	EMF Investment Project Sp. z o.o.	(1 154)	88		0	0	(1 037)	(205)	2 785	2 785	0
9	East Services SA	28 338	269		68	3 827	21 789	2 386	1 290	1 269	21
10	LuxPol Invest S.a.r.l.	(321)	209		0	(74)	(427)	(30)	3 104	31	3 073
11	Ultimate Fashion International Sp. z o.o.	(3 568)	50		0	0	(967)	(2 652)	11 070	11 070	0
12	Kids International Sp. z o.o.	(1 209)	50		0	0	(297)	(962)	4 693	1 011	3 682
13	Cenzora Enterprises LTD	4	4		0	0	0	0	9 346	9 346	0
	Total	239 395	200 766	0	36 637	2 321	18 923	(20 166)	1 517 825	1 303 121	270 021

In 2009 NFI EMF generated revenues from operational support and advisory services in the amount of:

No.	Company name	2009	2008
		000 PLN	000 PLN
1	Smyk Sp. z o.o.	5 618	1 596
2	Ultimate Fashion Sp. z o.o.	854	742
3	Empik Sp. z o.o.	7 855	3 936
4	Licomp Empik Multimedia Sp. z o.o.	300	228
5	Optimum CZ&SK s.r.o	1 454	1 181
6	Optimum Distribution Sp. z o.o.	2 676	2 244
	Total	18 757	9 926

NFI Empik Media & Fashion S.A.

Additional information (cont.)

2. Investment portfolio (cont.)

Change in the carrying amount of investment portfolio items	Main shareholdings	Minority interest	Shares in subsidiaries	Shares in co-subsidiaries	Shares in affiliates	Total
Carrying amount as at 1 January 2009		1	580 274		12 497	592 771
a. Increases (due to)			29 580			29 580
- share capital increase			11 800			11 800
- sale of majority interest			16 682			16 682
- establishment of share-based incentive scheme for employees of subsidiaries			1 098			1 098
b. Decreases (due to)			0		(12 497)	(12 497)
- revaluation write-off			0			0
- sale of shares at book value			0		(12 497)	(12 497)
- redemption of shares			0			0
Carrying amount as at 31 December 2009		1	609 854	0	0	609 854

NFI Empik Media & Fashion S.A.

Additional information (cont.)

2. Investment portfolio (cont.)

Transferability of investment portfolio items	With unlimited transferability			With limited transferability
	Listed	OTC listed	Non-listed on regulated markets	
Lead shares				
carrying amount				
value at cost				
fair value				
market value				
Minority interest				
carrying amount				
value at cost				
fair value				
market value				
Shares in subsidiaries				
carrying amount			609 854	
value at cost			5	
fair value			609 854	
market value				
Shares in affiliates				
carrying amount			0	
value at cost			0	
fair value			0	
market value				
TOTAL				
carrying amount			609 854	
value at cost			5	
market value			609 854	

NFI Empik Media & Fashion S.A.

Additional information (cont.)

2. Investment portfolio (cont.)

No.	Name of the company and its legal form	Registered office	Activity	Number of shares	Book value of shares before adjustment	Adjustment of the book value of shares	Carrying amount of shares	Market value for listed companies	Shareholding (%)	Total number of votes at GMS
1	Złotoryjskie Zakłady Obuwia S.A. *	Złotoryja	shoe production	186 723	3 520	(3 520)			33	33
Total					3 520	(3 520)				

* The company has filed for bankruptcy; no financial data available