

**SA-QSr I/2004**

(quarter/year)

(for the issuer of securities providing production, building, trade or service business)

According to the § 57 section 1, point 1 § of the Cabinets Decree as at 16 October 2001

- Dz.U. No 139, item no. 1569 and of 2002 No 31, item no. 280

Management Board of AGORA SA announces

For the quarter comprising the period from: 1.01.2004 to 31.03.2004

13 May 2004

SELECTED FINANCIAL DATA	000 PLN		'000 EURO	
	1 quarter cumulatively from 1/01/2004 to 31/03/2004	1 quarter cumulatively prior year from 1/01/2003 to 31/03/2003	1 quarter cumulatively from 1/01/2004 to 31/03/2004	1 quarter cumulatively prior year from 1/01/2003 to 31/03/2003
I. Net sales of merchandise and finished products	210 153	198 588	44 023	47 076
II. Profit on operating activities	(3 346)	4 550	(701)	1 079
III. Profit before taxation	(7 953)	(2 913)	(1 666)	(691)
IV. Net profit (loss)	(9 306)	(4 785)	(1 949)	(1 134)
V. Net cash flow from operating activities	21 881	34 387	4 584	8 152
VI. Cash flow from investment activities	(14 582)	(2 995)	(3 055)	(710)
VII. Cash flow from financing activities	2 651	(19 881)	555	(4 713)
VIII. Total net cash flows	9 950	11 511	2 084	2 729
IX. Total assets	1 362 544	1 395 638	287 542	319 361
X. Liabilities and provisions for liabilities	311 891	335 655	65 819	76 807
XI. Long-term liabilities	130 782	139 500	27 599	31 921
XII. Short-term liabilities	84 987	94 255	17 935	21 568
XIII. Equity	1 049 302	1 058 294	221 437	242 167
XIV. Share capital	56 758	56 758	11 978	12 988
XV. Number of shares	56 757 525	56 757 525	56 757 525	56 757 525
XVI. Net profit per ordinary share (w PLN / EUR)	(0,04)	0,54	(0,01)	0,13
XVII. Diluted profit / (loss) after taxation per ordinary share (w PLN / EUR)	-	-	-	-
XVIII Book value per share (w PLN / EUR)	18,49	18,65	3,90	4,27
XIX. Diluted book value per share (w PLN / EUR)	-	-	-	-
XX. Declared dividend per one share (w PLN / EUR)	-	-	-	-

CONSOLIDATED BALANCE SHEET	as at 31/03/2004 (current year)	as at 31/12/2003 (current year)	as at 31/03/2003 (prior year)	as at 31/12/2002 (prior year)
<b>I. Fixed assets</b>	<b>1 109 693</b>	<b>1 133 545</b>	<b>1 188 457</b>	<b>1 216 127</b>
1. Intangible fixed assets, including	102 665	104 697	105 461	110 952
- goodwill	9 403	9 696	10 573	10 932
2. Goodwill of subordinated entities	184 067	176 941	175 169	178 213
3. Tangible fixed assets	785 477	805 641	868 365	889 000
4. Long-term debtors	144	121	48	39
4.1. From related entities	-	-	-	-
4.2. From other entities	144	121	48	39
5. Long-term investments	20 430	30 644	28 125	27 826
5.1. Real estate property	-	-	-	-
5.2. Intangible fixed assets	-	-	-	-
5.3. Long-term financial assets	20 430	30 644	28 125	27 826
a) in related entities	16 180	26 395	12 512	11 673
- shares in subordinated entities accounted for under the equity method	-	47	-	-
- shares in subsidiaries and co-owned subsidiaries excluded from consolidation	3 055	2 896	1 398	1 475
b) in other entities	4 250	4 249	15 613	16 153
5.4. Other long-term investments	-	-	-	-
6. Long-term interperiod settlements	16 910	15 501	11 289	10 097
6.1. Deferred tax assets	16 041	14 567	9 958	8 837
6.2. Others	869	934	1 331	1 260
<b>II. Current assets</b>	<b>252 851</b>	<b>243 333</b>	<b>207 181</b>	<b>224 469</b>
1. Inventories	12 490	15 166	13 058	14 739
2. Short-term receivables	123 801	123 108	116 877	146 868
2.1. From related entities	3 187	3 058	1 492	1 726
2.2. From other entities	120 614	120 050	115 385	145 142
3. Short-term investments	101 430	98 589	70 185	58 455
3.1. Short-term financial assets	101 430	98 589	70 185	58 455
a) in related entities	931	1 080	562	199
b) in other entities	-	6 960	7 052	8 775
c) cash and cash equivalents	100 499	90 549	62 571	49 481
3.2. Other short-term investments	-	-	-	-
4. Short-term interperiod settlements	15 130	6 470	7 061	4 407
<b>Total assets</b>	<b>1 362 544</b>	<b>1 376 878</b>	<b>1 395 638</b>	<b>1 440 596</b>

<b>Liabilities and shareholders' equity</b>	-	-	-	-
<b>I. Equity</b>	<b>1 049 302</b>	<b>1 065 246</b>	<b>1 058 294</b>	<b>1 063 079</b>
1. Share capital	56 758	56 758	56 758	56 758
2. Outstanding share capital contributions (negative figure)	-	-	-	-
3. Entity's own shares (negative figure)	-	-	-	-
4. Reserve capital	1 016 231	1 015 997	963 626	963 620
5. Revaluation reserve	488	488	549	555
6. Other reserve capital	-	-	-	-
7. Foreign exchange translation differences on consolidation	-	-	-	-
a) foreign exchange gains	-	-	-	-
b) foreign exchange losses	-	-	-	-
8. Accumulated profit/(loss) from previous years	(14 869)	(10 115)	42 146	(10 259)
9. Net profit for the year	(9 306)	2 118	(4 785)	52 405
10. Write-offs from net profit for the financial year (negative figure)	-	-	-	-
<b>II. Minority interest</b>	<b>1 351</b>	<b>1 273</b>	<b>1 689</b>	<b>1 476</b>
<b>III. Negative goodwill of subordinated entities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>IV. Liabilities and provisions for liabilities</b>	<b>311 891</b>	<b>310 359</b>	<b>335 655</b>	<b>376 041</b>
1. Provisions for liabilities	58 295	53 114	66 361	64 442
1.1. Deferred tax liability	44 021	42 318	50 170	48 219
1.2. Provision for retirement severances and similar benefits	1 666	1 644	1 476	1 476
a) long-term provisions	1 644	1 622	1 442	1 442
b) short-term provisions	22	22	34	34
1.3. Other provisions	12 608	9 152	14 715	14 747
a) long-term provisions	1 034	1 034	10 477	10 419
b) short-term provisions	11 574	8 118	4 238	4 328
2. Long-term liabilities	130 782	139 564	139 500	140 142
2.1. To related entities	-	64	-	-
2.2. To other entities	130 782	139 500	139 500	140 142
3. Short-term liabilities	84 987	82 305	94 255	137 593
3.1. To related entities	865	540	83	149
3.2. To other entities	66 493	66 792	78 963	124 832
3.3. Special funds	17 629	14 973	15 209	12 612
4. Interperiod settlements	37 827	35 376	35 539	33 864
4.1. Negative goodwill	-	-	-	-
4.2. Other interperiod settlements	37 827	35 376	35 539	33 864
a) long-term	3 385	3 728	5 695	6 230
b) short-term	34 442	31 648	29 844	27 634
<b>Total equity and liabilities</b>	<b>1 362 544</b>	<b>1 376 878</b>	<b>1 395 638</b>	<b>1 440 596</b>

<b>Book value</b>	<b>1 049 302</b>	<b>1 065 246</b>	<b>1 058 294</b>	<b>1 063 079</b>
<b>Number of shares</b>	<b>56 757 525</b>	<b>56 757 525</b>	<b>56 757 525</b>	<b>56 757 525</b>
<b>Book value per share in PLN</b>	<b>18,49</b>	<b>18,77</b>	<b>18,65</b>	<b>18,73</b>
<b>Predicted number of shares</b>	-	-	-	-
<b>Diluted book value per share in PLN</b>	-	-	-	-

Since first quarter of 2004 the Group has presented the deferred tax assets and liabilities separately. Consequently deferred tax assets and deferred tax liabilities increased respectively by:

as at 31.12.2003     PLN 14,567 thousand  
as at 31.03.2003     PLN 9,958 thousand  
as at 31.12.2002     PLN 8,837 thousand

Due to change of the balance sheet presentation of the short term monetary assets of maturities up to 3 months (treasury papers and investment fund certificates), which are now presented as cash equivalents, while they were presented as "Short term investments" in the financial statement as at 31 March 2003 the comparatives as at 31 March 2003 have been restated. Consequently the balance of "Cash and cash equivalents" as at 31 March 2003 has been increased and short term financial assets in other entities decreased by PLN 7,125 thousand in comparison to previously presented data.

<b>Off balance sheet items</b> <b>'000PLN</b>	<b>as at</b> <b>31/03/2004</b> <b>(current year)</b>	<b>as at</b> <b>31/12/2003</b> <b>(current year)</b>	<b>as at</b> <b>31/03/2003</b> <b>(prior year)</b>	<b>as at</b> <b>31/12/2002</b> <b>(prior year)</b>
<b>1. Contingent receivables</b>	-	-	-	<b>5 943</b>
1.1. From related entities	-	-	-	-
1.2. From other entities	-	-	-	5 943
- guarantees received	-	-	-	-
- bank guarantees and bills of exchange received securing BBI	-	-	-	-
Investment liabilities	-	-	-	5 943
<b>2. Contingent liabilities</b>	<b>3 280</b>	<b>3 624</b>	<b>3 369</b>	<b>4 346</b>
2.1. To related entities	1 523	1 931	1 050	2 027
- guarantees given	1 523	1 931	1 050	2 027
2.2. To other entities	1 757	1 693	2 319	2 319
- guarantees given	284	200	200	200
- collateral for payment of services	1 473	1 493	2 119	2 119
<b>3. Other</b>	-	-	-	-
<b>Total off balance sheet positions</b>	<b>3 280</b>	<b>3 624</b>	<b>3 369</b>	<b>10 289</b>

<b>CONSOLIDATED PROFIT AND LOSS</b>	<b>1 st quarter from 1/01/2004 to 31/03/2004</b>	<b>1 st quarter from 1/01/2003 to 31/03/2003</b>
<b>I. Net sales of finished products, merchandise and materials</b>	<b>210 153</b>	<b>198 588</b>
- to related entities	1 320	856
1. Net sales of finished products	208 205	196 739
2. Net sales of merchandise and materials	1 948	1 849
<b>II. Cost of finished products, merchandise and materials</b>	<b>(139 896)</b>	<b>(131 812)</b>
- from related entities	(879)	(858)
1. Cost of finished products sold	(138 831)	(130 087)
2. Cost of merchandise and materials sold	(1 065)	(1 725)
<b>III. Gross profit on sales (I-II)</b>	<b>70 257</b>	<b>66 776</b>
IV. Distribution expenses	(36 426)	(30 680)
V. Administrative expenses	(28 220)	(30 934)
<b>VI. Profit on sales (III-IV-V)</b>	<b>5 611</b>	<b>5 162</b>
<b>VII. Other operating income</b>	<b>4 664</b>	<b>5 229</b>
1. Profit from disposal of non-financial fixed assets	62	87
2. Subsidies	70	68
3. Other operating revenues	4 532	5 074
<b>VIII. Other operating expenses</b>	<b>(13 621)</b>	<b>(5 841)</b>
1. Loss from disposal of non-financial fixed assets	-	-
2. Revaluation of non-financial assets	(3 930)	(3 446)
3. Other operating expenses	(9 691)	(2 395)
<b>IX. Profit on operating activities (VI+VII-VIII)</b>	<b>(3 346)</b>	<b>4 550</b>
<b>X. Financial revenues</b>	<b>4 699</b>	<b>2 890</b>
1. Dividends and shares in profits, including	-	-
- from related entities	-	-
2. Interest, including	2 010	2 743
- from related entities	782	516
3. Profit from investments transferred	557	-
4. Revaluation of investments	278	64
5. Others	1 854	83
XI. Financial expenses	(6 004)	(7 633)
1. Interest, including	(2 140)	(2 961)
- to related entities	-	-
2. Loss from investments transferred	-	-
3. Revaluation of investments	(3 187)	(2 840)
4. Others	(677)	(1 832)
XII. Profit (loss) on sale of shares or part of shares in subordinated entities	-	322
<b>XIII. Profit (loss) on ordinary activities (IX+X+XI+/-XII)</b>	<b>(4 651)</b>	<b>129</b>
XIV Extraordinary items (XIV.1. - XIV.2.)	-	23
1. Extraordinary gains	-	23
2. Extraordinary losses	-	-
XV. Goodwill amortisation from subordinated entities	(3 302)	(3 065)
XVI. Negative goodwill amortisation from subordinated entities	-	-
<b>XVII. Profit before taxation (XII+/-XIII)</b>	<b>(7 953)</b>	<b>(2 913)</b>
XVIII. Income tax expense	(576)	(1 408)
a) Current tax expense	(258)	(581)
b) Deferred tax expense	(318)	(827)
XIX. Other obligatory charges (increases of a loss)	-	-
XX. Share in net results of subordinated entities accounted for under the equity method	(699)	(251)
XXI. Minority interest's share in profit	(78)	(213)
<b>XXII. Net profit (Loss) (XIV-XV-XVI+/-XVII)</b>	<b>(9 306)</b>	<b>(4 785)</b>
<b>Profit / (Loss) after taxation (for 12 months)</b>	<b>(2 403)</b>	<b>30 530</b>
<b>Weighted average number of ordinary shares</b>	<b>56 757 525</b>	<b>56 757 525</b>
<b>Net profit per ordinary share in PLN</b>	<b>(0,04)</b>	<b>0,54</b>
<b>Weighted average diluted number of ordinary shares</b>	<b>-</b>	<b>-</b>
<b>Diluted profit / (loss) after taxation per ordinary share in PLN</b>	<b>-</b>	<b>-</b>

Presented above earnings per share figure is annualised for the period from 1 April 2003 to 31 March 2004.

<b>CHANGES IN CONSOLIDATED EQUITY</b>	<b>1 st quarter from 1/01/2004 to 31/03/2004</b>	<b>1 st quarter from 1/01/2003 to 31/03/2003</b>
<b>I. Equity opening balance</b>	<b>1 065 246</b>	<b>1 063 079</b>
a) changes in the accounting policy	(6 872)	-
b) corrections of fundamental errors	-	-
<b>I.a. Opening balance of equity after reconciliation to comparable data</b>	<b>1 058 374</b>	<b>1 063 079</b>
<b>1. Share capital opening balance</b>	<b>56 758</b>	<b>56 758</b>
1.1. Changes in share capital	-	-
<b>1.2. Share capital closing balance</b>	<b>56 758</b>	<b>56 758</b>
<b>2. Outstanding share capital contributions as at the beginning of the year</b>	<b>-</b>	<b>-</b>
2.1. Changes in outstanding share capital contributions	-	-
<b>2.2. Outstanding share capital contributions as at the period end</b>	<b>-</b>	<b>-</b>
<b>3. Agora's own shares as the beginning of the year</b>	<b>-</b>	<b>-</b>
3.1. Changes in Agora's own shares	-	-
<b>3.2. Agora's own shares as at the year ended</b>	<b>-</b>	<b>-</b>
<b>4. Reserve capital opening balance</b>	<b>1 015 997</b>	<b>963 620</b>
<b>4.1. Changes in capital reserves</b>	<b>234</b>	<b>6</b>
a) additions	234	6
- fixed assets disposals	-	6
- consolidation adjustments	234	-
b) disposals	-	-
<b>4.2. Reserve capital closing balance</b>	<b>1 016 231</b>	<b>963 626</b>
<b>5. Revaluation reserve opening balance</b>	<b>488</b>	<b>555</b>
<b>5.1. Changes in revaluation reserves</b>	<b>-</b>	<b>(6)</b>
a) additions	-	-
b) disposals	-	(6)
- fixed assets disposals	-	(6)
<b>5.2. Revaluation reserve closing balance</b>	<b>488</b>	<b>549</b>
<b>6. Other capital reserve opening balance</b>	<b>-</b>	<b>-</b>
6.1. Changes in other capital reserves	-	-
a) additions	-	-
b) disposals	-	-
<b>6.2. Other capital reserve closing balance</b>	<b>-</b>	<b>-</b>
<b>7. Foreign exchange differences form translation of subordinated entities</b>	<b>-</b>	<b>-</b>
<b>8. Accumulated profit (loss) from previous years, opening balance</b>	<b>(7 997)</b>	<b>42 146</b>
<b>8.1. Accumulated profit from previous years, opening balance</b>	<b>2 118</b>	<b>52 405</b>
<b>8.2. Opening balance of accumulated profit from previous years after reconciliation to comparable data</b>	<b>2 118</b>	<b>52 405</b>
a) additions	-	-
b) disposals	-	-
<b>8.3. Closing balance of accumulated profit from previous years</b>	<b>2 118</b>	<b>52 405</b>
<b>8.4. Opening balance of accumulated loss from the prior years</b>	<b>(10 115)</b>	<b>(10 259)</b>
- changes in the accounting policy	(6 872)	-
- adjustments of fundamental errors	-	-
<b>8.5. Opening balance of accumulated loss from the prior years after reconciliation to comparable data</b>	<b>(16 987)</b>	<b>(10 259)</b>
a) additions	-	-
b) disposals	-	-
<b>8.6. Closing balance of accumulated loss from the prior years</b>	<b>(16 987)</b>	<b>(10 259)</b>
<b>8.7. Closing balance of accumulated profit/(loss) from the prior years</b>	<b>(14 869)</b>	<b>42 146</b>
<b>9. Net result</b>	<b>(9 306)</b>	<b>(4 785)</b>
a) net profit	-	-
b) net loss	(9 306)	(4 785)
c) profit write-offs	-	-
<b>II. Equity closing balance</b>	<b>1 049 302</b>	<b>1 058 294</b>
<b>III. Equity after the proposed profit distribution or providing for a loss</b>	<b>1 049 302</b>	<b>1 058 294</b>

Opening balance of equity has been decreased by PLN 6,872 thousand being the fair value of embedded derivatives net of deferred tax recognised as at 31 December 2003.

<b>CONSOLIDATED CASH FLOW STATEMENT</b>	<b>1 st quarter from 1/01/2004 to 31/03/2004</b>	<b>1 st quarter from 1/01/2003 to 31/03/2003</b>
<b>A. Cash flow from operating activities - indirect method</b>	<b>21 881</b>	<b>34 387</b>
<b>I. Profit after taxation</b>	<b>(9 306)</b>	<b>(4 785)</b>
<b>II. Total adjustments</b>	<b>31 187</b>	<b>39 172</b>
1. Profit (loss) of minority shareholders	78	213
2. Share in profit of companies consolidated under the equity method	699	251
3. Depreciation	32 179	36 330
- Goodwill or negative goodwill write-offs	3 302	3 065
4. Foreign exchange (gains) / losses	(177)	-
5. Interests and dividends	2 043	2 793
6. Investment (income) / loss	2 785	525
7. Change in provisions	5 262	1 919
8. Change in inventory position	2 676	1 681
9. Change in accounts receivable position	480	19 927
10. Change in short-term liabilities (except for bank credits and loans)	(7 476)	(23 531)
11. Change in interperiod settlements	(7 785)	(2 171)
12. Other adjustments	423	1 235
<b>III. Net cash flow from operating activities (I+/-II)</b>	<b>21 881</b>	<b>34 387</b>
<b>B. Cash flow from investment activities</b>	<b>(14 582)</b>	<b>(2 995)</b>
<b>I. Cash inflows from investing activities</b>	<b>1 282</b>	<b>10 608</b>
1. Proceeds from sale of tangible and intangible fixed assets	80	208
2. Proceeds from sale of real estate property investments and intangible fixed assets	-	-
3. From financial assets, including:	1 202	10 400
a) assets in related entities	1 202	10 400
- financial assets disposed of	-	400
- dividends and shares in profits	-	-
- repayment of long-term loans granted	-	-
- interests	34	-
- other inflows from financial assets	1 168	10 000
b) assets in other entities	-	-
- financial assets disposed of	-	-
- dividends and shares in profits	-	-
- repayment of long-term loans granted	-	-
- interests	-	-
- other inflows from financial assets	-	-
4. Other investment inflows	-	-
<b>II. Cash outflows from investing activities</b>	<b>(15 864)</b>	<b>(13 603)</b>
1. Acquired intangible assets and tangible fixed assets	(10 633)	(10 461)
2. Investments in real estate property and intangible assets	-	-
3. Financial assets, including:	(4 655)	(2 655)
a) assets in related entities	(4 655)	(1 920)
- financial assets acquired	(2 335)	(487)
- long-term loans granted	(2 320)	(1 433)
b) assets in other entities	-	(735)
- financial assets acquired	-	-
- long-term loans granted	-	(735)
4. Dividends paid to minority shareholders	-	-
5. Other investment outflows	(576)	(487)
<b>III. Cash flow from investment activities (I-II)</b>	<b>(14 582)</b>	<b>(2 995)</b>
<b>C. Cash flow from financing activities</b>	<b>2 651</b>	<b>(19 881)</b>
<b>I. Inflows from financing activities</b>	<b>5 331</b>	<b>-</b>
1. Net inflows from issuing shares and other capital instruments and additional capital contributions	-	-
2. Bank credits and loans	5 331	-
3. Issue of debt securities	-	-
4. Other financial inflows	-	-
<b>II. Cash outflows from financing activities</b>	<b>(2 680)</b>	<b>(19 881)</b>
1. Entity's own shares acquired	-	-
2. Dividends and other payments to shareholders/owners	-	-
3. Payments, other than dividends to shareholders, distributions of profit	-	-
4. Bank credits and loans repaid	(619)	(7 969)
5. Debt securities redeemed	-	(9 000)
6. Other financial liabilities	-	-
7. Rentals paid under finance leasing contracts	-	(109)
8. Interest	(2 060)	(2 803)
9. Other financial outflows	(1)	-
<b>III. Cash flow from financing activities (I-II)</b>	<b>2 651</b>	<b>(19 881)</b>

<b>D. Total net cash flows (A.III+/-B.III+/-C.III)</b>	<b>9 950</b>	<b>11 511</b>
<b>E. Change of cash position in the balance sheet</b>	<b>9 950</b>	<b>11 511</b>
- including change in cash position due to foreign exchange differences	75	38
<b>F. Cash and cash equivalents at the beginning of the financial year</b>	<b>90 549</b>	<b>51 060</b>
<b>G. Cash and cash equivalents at the end of the financial year (F+/- D)</b>	<b>100 499</b>	<b>62 571</b>
- including restricted cash	4 867	9 488

Due to change of presentation of certain items in cash flow statement the comparative figures have been restated in the following way:

- depreciation has been increased by PLN 293 thousand (transfer of goodwill amortisation from "other adjustments" in operating activities),
- transfer of impairment losses in the amount of PLN 603 thousand from "other adjustments" to "(profit) loss on investment activity" operating activities,
- items "change in interperiod settlements" and "change in provisions" increased by PLN 1,121 thousand - adjustment relates to separate disclosure of deferred tax assets and deferred tax liabilities,
- due to change of presentation of short term monetary assets opening balance of cash and other cash assets as at 31.12.2002 and closing balance as at 31.03.2003 increased respectively by: PLN 1,579 thousand and PLN 7,125 thousand ,
- in cash flow from investing activities item "financial assets acquired" decreased by PLN 5.501 thousand (adjustment caused by change of presentation of short term monetary assets transferred to cash equivalents).

#### Extract of quarterly financial statements of Agora SA

<b>BALANCE SHEET '000 PLN</b>	<b>as at 31/03/2004 (current year)</b>	<b>as at 31/12/2003 (current year)</b>	<b>as at 31/03/2003 (prior year)</b>	<b>as at 31/12/2002 (prior year)</b>
<b>A s s e t s</b>	-	-	-	-
<b>I. Fixed assets</b>	<b>1 097 341</b>	<b>1 113 936</b>	<b>1 151 909</b>	<b>1 164 588</b>
1. Intangible fixed assets, including	95 411	97 557	98 727	103 928
- goodwill	4 756	4 910	5 369	5 588
2. Tangible fixed assets	656 994	675 063	729 421	745 457
3. Long-term debtors	120	120	332	323
3.1. From related entities	-	-	284	284
3.2. From other entities	120	120	48	39
4. Long-term investments	329 467	327 350	314 723	307 310
4.1. Real estate property	-	-	-	-
4.2. Intangible fixed assets	-	-	-	-
4.3. Long-term financial assets	329 467	327 350	314 723	307 310
a) in related entities	325 663	323 546	299 110	291 241
- shares in subordinated entities accounted for under the equity method	-	-	-	-
b) in other entities	3 804	3 804	15 613	16 069
4.4. Other long-term investments	-	-	-	-
5. Long-term interperiod settlements	15 349	13 846	8 706	7 570
5.1. Deferred tax asset	15 349	13 842	8 706	7 570
5.2. Others	-	4	-	-
<b>II. Current assets</b>	<b>213 348</b>	<b>199 871</b>	<b>165 166</b>	<b>164 191</b>
1. Inventories	9 246	11 212	10 940	12 798
2. Short-term receivables	106 553	105 673	99 593	106 925
2.1. From related entities	7 243	7 665	4 343	7 042
2.2. From other entities	99 310	98 008	95 250	99 883
3. Short-term investments	87 037	79 309	51 768	43 287
3.1. Short-term financial assets	87 037	79 309	51 768	43 287
a) in related entities	2 107	1 493	1 446	525
b) in other entities	-	467	2 061	1 233
c) cash and cash equivalents	84 930	77 349	48 261	41 529
3.2. Other short-term investments	-	-	-	-
4. Short-term interperiod settlements	10 512	3 677	2 865	1 181
<b>T o t a l a s s e t s</b>	<b>1 310 689</b>	<b>1 313 807</b>	<b>1 317 075</b>	<b>1 328 779</b>

<b>Liabilities and shareholders' equity</b>	-	-	-	-
<b>I. Equity</b>	<b>1 037 087</b>	<b>1 038 794</b>	<b>1 030 222</b>	<b>1 030 993</b>
1. Share capital	56 758	56 758	56 758	56 758
2. Outstanding share capital contributions (negative figure)	-	-	-	-
3. Entity's own shares (negative figure)	-	-	-	-
4. Reserve capital	973 746	973 746	901 211	901 205
5. Revaluation reserve	488	488	549	555
6. Other reserve capital	-	-	-	-
7. Accumulated profit/(loss) from previous years	7 424	-	72 475	(144)
8. Net profit for the year	(1 329)	7 802	(771)	72 619
9. Write-offs from net profit for the financial year (negative figure)	-	-	-	-
<b>II. Liabilities and provisions for liabilities</b>	<b>273 602</b>	<b>275 013</b>	<b>286 853</b>	<b>297 786</b>
1. Provisions for liabilities	54 280	49 343	61 217	59 137
1.1. Deferred tax liability	43 853	42 249	49 971	47 947
1.2. Provision for retirement severances and similar benefits	1 513	1 513	1 476	1 476
a) long-term provisions	1 491	1 491	1 442	1 442
b) short-term provisions	22	22	34	34
1.3. Other provisions	8 914	5 581	9 770	9 714
a) long-term provisions	-	-	9 770	9 712
b) short-term provisions	8 914	5 581	-	2
2. Long-term liabilities	130 782	139 500	139 500	139 522
2.1. To related entities	-	-	-	-
2.2. To other entities	130 782	139 500	139 500	139 522
3. Short-term liabilities	64 792	65 527	62 989	80 215
3.1. To related entities	10 415	9 387	4 885	4 070
3.2. To other entities	40 177	43 883	45 737	65 804
3.3. Special funds	14 200	12 257	12 367	10 341
4. Interperiod settlements	23 748	20 643	23 147	18 912
4.1. Negative goodwill	-	-	-	-
4.2. Other interperiod settlements	23 748	20 643	23 147	18 912
a) long-term	1	1	27	36
b) short-term	23 747	20 642	23 120	18 876
<b>Total equity and liabilities</b>	<b>1 310 689</b>	<b>1 313 807</b>	<b>1 317 075</b>	<b>1 328 779</b>
<b>Book value</b>	<b>1 037 087</b>	<b>1 038 794</b>	<b>1 030 222</b>	<b>1 030 993</b>
<b>Number of shares</b>	<b>56 757 525</b>	<b>56 757 525</b>	<b>56 757 525</b>	<b>56 757 525</b>
<b>Book value per share in PLN</b>	<b>18,27</b>	<b>18,30</b>	<b>18,15</b>	<b>18,16</b>
<b>Predicted number of shares</b>	-	-	-	-
<b>Diluted book value per share in PLN</b>	-	-	-	-

Since first quarter of 2004 Agora has presented the deferred tax assets and liabilities separately. Consequently deferred tax assets and deferred tax liabilities increased respectively by:

as at 31.12.2003     PLN 13,842 thousand  
as at 31.03.2003     PLN 8,706 thousand  
as at 31.12.2002     PLN 7,570 thousand

Due to change of the balance sheet presentation of the short term monetary assets of maturities up to 3 months (treasury papers and investment fund certificates), which are now presented as cash equivalents, while they were presented as "Short term investments" in the financial statement as at 31 March 2003 the comparatives as at 31 March 2003 have been restated. Consequently the balance of "Cash and cash equivalents" as at 31 March 2003 has been increased and short term financial assets in other entities decreased by PLN 5,016 thousand in comparison to previously presented data.

<b>Off balance sheet items</b> <b>'000PLN</b>	<b>as at</b> <b>31/03/2004</b> <b>(current year)</b>	<b>as at</b> <b>31/12/2003</b> <b>(current year)</b>	<b>as at</b> <b>31/03/2003</b> <b>(prior year)</b>	<b>as at</b> <b>31/12/2002</b> <b>(prior year)</b>
<b>1. Contingent receivables</b>	-	-	-	-
1.1. From related entities	-	-	-	-
- guarantees received	-	-	-	-
1.2. From other entities	-	-	-	-
- guarantees received	-	-	-	-
<b>2. Contingent liabilities</b>	<b>1 523</b>	<b>1 523</b>	<b>1 050</b>	<b>840</b>
2.1. To related entities	1 523	1 523	1 050	840
- guarantees given	1 523	1 523	1 050	840
2.2. To other entities	-	-	-	-
- guarantees given	-	-	-	-
<b>3. Other</b>	-	-	-	-
<b>Total off balance sheet positions</b>	<b>1 523</b>	<b>1 523</b>	<b>1 050</b>	<b>840</b>

<b>PROFIT AND LOSS</b>	<b>1 st quarter from 1/01/2004 to 31/03/2004</b>	<b>1 st quarter from 1/01/2003 to 31/03/2003</b>
<b>I. Net sales of finished products, merchandise and materials</b>	<b>189 806</b>	<b>175 692</b>
- to related entities	7 054	6 120
1. Net sales of finished products	188 241	173 361
2. Net sales of merchandise and materials	1 565	2 331
<b>II. Cost of finished products, merchandise and material</b>	<b>(120 509)</b>	<b>(114 355)</b>
- from related entities	(5 629)	(5 073)
1. Cost of finished products sold	(119 829)	(112 838)
2. Cost of merchandise and materials sold	(680)	(1 517)
<b>III. Gross profit on sales (I-II)</b>	<b>69 297</b>	<b>61 337</b>
IV. Distribution costs	(39 441)	(29 726)
V. Administrative expenses	(24 055)	(26 834)
<b>VI. Profit on sales (III-IV-V)</b>	<b>5 801</b>	<b>4 777</b>
VII. Other operating income	2 109	1 017
1. Profit from disposal of non-financial fixed assets	1	64
2. Subsidies	26	23
3. Other operating revenues	2 082	930
VIII. Other operating expenses	(10 345)	(3 330)
1. Loss from disposal of non-financial fixed assets	-	-
2. Revaluation of non-financial assets	(2 123)	(1 730)
3. Other operating expenses	(8 222)	(1 600)
<b>IX. Profit on operating activities (VI+VII-VIII)</b>	<b>(2 435)</b>	<b>2 464</b>
X. Financial revenues	8 357	5 113
1. Dividends and shares in profits, including	-	-
- from related entities	-	-
2. Interest, including	3 158	4 004
- from related entities	2 118	1 980
3. Profit from investments transferred	557	-
4. Revaluation of investments	2 849	996
5. Others	1 793	113
XI. Financial expenses	(7 065)	(7 481)
1. Interest, including	(2 027)	(2 449)
- to related entities	-	-
2. Loss from investments transferred	-	(4)
3. Revaluation of investments	(4 492)	(3 410)
4. Others	(546)	(1 618)
<b>XII. Profit on ordinary activities (IX+X-XI)</b>	<b>(1 143)</b>	<b>96</b>
XIII. Extraordinary items (XIII.1. - XIII.2.)	-	20
1. Extraordinary gains	-	20
2. Extraordinary losses	-	-
<b>XIV. Profit before taxation (XII+/-XIII)</b>	<b>(1 143)</b>	<b>116</b>
XV. Income tax expense	(186)	(887)
a) Current tax expense	-	-
b) Deferred tax expense	(186)	(887)
XVI. Other obligatory charges (increases of a loss)	-	-
XVII. Share in net results of subordinated entities accounted for under the equity method	-	-
<b>XVIII. Net profit (Loss) (XIV-XV-XVI+/-XVII)</b>	<b>(1 329)</b>	<b>(771)</b>
<b>Profit / (Loss) after taxation (for 12 months)</b>	<b>7 244</b>	<b>57 038</b>
<b>Weighted average number of ordinary shares</b>	<b>56 757 525</b>	<b>56 757 525</b>
<b>Net profit per ordinary share in PLN</b>	<b>0,13</b>	<b>1,00</b>
<b>Weighted average diluted number of ordinary shares</b>	-	-
<b>Diluted profit / (loss) after taxation per ordinary share in PLN</b>	-	-

Presented above earnings per share figure is annualised for the period from 1 April 2003 to 31 March 2004.

In 2003 the Company changed the presentation of "Cost of finished products, merchandise and materials from related parties". Now this line presents cost of goods sold to related parties. In the financial statement for first quarter of 2003 this line included the sum of costs incurred with related parties. Consequently this item has been decreased by PLN 7,738 thousand in comparison to figures presented for first quarter of 2003.

<b>CHANGES IN EQUITY</b>	<b>1 st quarter from 1/01/2004 to 31/03/2004</b>	<b>1 st quarter from 1/01/2003 to 31/03/2003</b>
<b>I. Equity opening balance</b>	<b>1 038 794</b>	<b>1 030 993</b>
a) changes in the accounting policy	(378)	-
b) corrections of fundamental errors	-	-
<b>I.a. Opening balance of equity after reconciliation to comparable data</b>	<b>1 038 416</b>	<b>1 030 993</b>
<b>1. Share capital opening balance</b>	<b>56 758</b>	<b>56 758</b>
1.1. Changes in share capital	-	-
<b>1.2. Share capital closing balance</b>	<b>56 758</b>	<b>56 758</b>
<b>2. Outstanding share capital contributions as at the beginning of the year</b>	<b>-</b>	<b>-</b>
2.1. Changes in outstanding share capital contributions	-	-
<b>2.2. Outstanding share capital contributions as at the period end</b>	<b>-</b>	<b>-</b>
<b>3. Agora's own shares as the beginning of the year</b>	<b>-</b>	<b>-</b>
3.1. Changes in Agora's own shares	-	-
<b>3.2. Agora's own shares as at the year ended</b>	<b>-</b>	<b>-</b>
<b>4. Reserve capital opening balance</b>	<b>973 746</b>	<b>901 205</b>
<b>4.1. Changes in capital reserves</b>	<b>-</b>	<b>6</b>
a) additions	-	6
- fixed assets disposals	-	6
b) disposals	-	-
<b>4.2. Reserve capital closing balance</b>	<b>973 746</b>	<b>901 211</b>
<b>5. Revaluation reserve opening balance</b>	<b>488</b>	<b>555</b>
<b>5.1. Changes in revaluation reserves</b>	<b>-</b>	<b>(6)</b>
a) additions	-	-
b) disposals	-	(6)
- fixed assets disposals	-	(6)
<b>5.2. Revaluation reserve closing balance</b>	<b>488</b>	<b>549</b>
<b>6. Other capital reserve opening balance</b>	<b>-</b>	<b>-</b>
6.1. Changes in other capital reserves	-	-
a) additions	-	-
b) disposals	-	-
<b>6.2. Other capital reserve closing balance</b>	<b>-</b>	<b>-</b>
<b>7. Accumulated profit from previous years, opening balance</b>	<b>7 802</b>	<b>72 475</b>
<b>7.1. Accumulated profit from previous years opening balance</b>	<b>7 802</b>	<b>72 475</b>
a) changes in the accounting policy	(378)	-
b) corrections of fundamental errors	-	-
<b>7.2. Opening balance of accumulated profit from previous years after reconciliation to comparable data</b>	<b>7 424</b>	<b>72 475</b>
a) additions	-	-
b) disposals	-	-
<b>7.3. Closing balance of accumulated profit from previous years</b>	<b>7 424</b>	<b>72 475</b>
<b>7.4. Opening balance of accumulated loss from the prior years</b>	<b>-</b>	<b>-</b>
- changes in the accounting policy	-	-
- adjustments of fundamental errors	-	-
<b>7.5. Opening balance of accumulated loss from the prior years after reconciliation to comparable data</b>	<b>-</b>	<b>-</b>
a) additions	-	-
b) disposals	-	-
<b>7.6. Closing balance of accumulated loss from the prior years</b>	<b>-</b>	<b>-</b>
<b>7.7. Closing balance of accumulated profit/(loss) from the prior years</b>	<b>7 424</b>	<b>72 475</b>
<b>8. Net result</b>	<b>(1 329)</b>	<b>(771)</b>
a) net profit	-	-
b) net loss	(1 329)	(771)
c) profit write-offs	-	-
<b>II. Equity closing balance</b>	<b>1 037 087</b>	<b>1 030 222</b>
	<b>1 037 087</b>	<b>1 030 222</b>
<b>III. Equity after the proposed profit distribution or providing for a loss</b>		

Opening balance of equity has been decreased by PLN 378 thousand being the fair value of embedded derivatives net of deferred tax recognised as at 31 December 2003.

<b>CASH FLOW STATEMENT</b>	<b>1 st quarter from 1/01/2004 to 31/03/2004</b>	<b>1 st quarter from 1/01/2003 to 31/03/2003</b>
<b>A. Cash flow from operating activities - indirect method</b>	<b>18 682</b>	<b>25 905</b>
<b>I. Profit after taxation</b>	<b>(1 329)</b>	<b>(771)</b>
<b>II. Total adjustments</b>	<b>20 011</b>	<b>26 676</b>
1. Share in profit of companies consolidated under the equity method	-	-
2. Depreciation	22 951	27 468
3. Foreign exchange (gains) / losses	(194)	(27)
4. Interests and dividends	(717)	1 392
5. Investment (income) / loss	2 254	553
6. Change in provisions	5 026	2 080
7. Change in inventory position	1 967	1 859
8. Change in accounts receivable position	(886)	6 826
9. Change in short-term liabilities (except for bank credits and loans)	(5 153)	(15 248)
10. Change in interperiod settlements	(5 233)	1 414
11. Other adjustments	(4)	359
<b>III. Net cash flow from operating activities (I+/-II)</b>	<b>18 682</b>	<b>25 905</b>
<b>B. Cash flow from investment activities</b>	<b>-</b>	<b>-</b>
<b>I. Cash inflows from investing activities</b>	<b>2 974</b>	<b>36 463</b>
1. Proceeds from sale of tangible and intangible fixed assets	3	85
2. Proceeds from sale of real estate property investments and intangible fixed assets	-	-
3. From financial assets, including:	2 971	36 378
a) assets in related entities	2 971	36 378
- financial assets disposed of	-	400
- dividends and shares in profits	-	-
- repayment of long-term loans granted	263	35 000
- interests	2 708	978
- other inflows from financial assets	-	-
b) assets in other entities	-	-
- financial assets disposed of	-	-
- dividends and shares in profits	-	-
- repayment of long-term loans granted	-	-
- interests	-	-
- other inflows from financial assets	-	-
4. Other investment inflows	-	-
<b>II. Cash outflows from investing activities</b>	<b>(12 039)</b>	<b>(53 236)</b>
1. Acquired intangible assets and tangible fixed assets	(7 015)	(8 227)
2. Investments in real estate property and intangible assets	-	-
3. Financial assets, including:	(5 021)	(45 009)
a) assets in related entities	(5 021)	(44 274)
- financial assets acquired	(2 396)	(31 733)
- long-term loans granted	(2 625)	(12 541)
b) assets in other entities	-	(735)
- financial assets acquired	-	-
- long-term loans granted	-	(735)
4. Other investment outflows	(3)	-
<b>III. Cash flow from investment activities (I-II)</b>	<b>(9 065)</b>	<b>(16 773)</b>
<b>C. Cash flow from financing activities</b>	<b>-</b>	<b>-</b>
<b>I. Inflows from financing activities</b>	<b>-</b>	<b>-</b>
1. Net inflows from issuing shares and other capital instruments and additional capital contributions	-	-
2. Bank credits and loans	-	-
3. Issue of debt securities	-	-
4. Other financial inflows	-	-
<b>II. Cash outflows from financing activities</b>	<b>(2 036)</b>	<b>(2 400)</b>
1. Entity's own shares acquired	-	-
2. Dividends and other payments to shareholders/owners	-	-
3. Payments, other than dividends to shareholders, distributions of profit	-	-
4. Bank credits and loans repaid	-	-
5. Debt securities redeemed	-	-
6. Other financial liabilities	-	-
7. Rentals paid under finance leasing contracts	-	-
8. Interest	(2 001)	(2 370)
9. Other financial outflows	(35)	(30)
<b>III. Cash flow from financing activities (I-II)</b>	<b>(2 036)</b>	<b>(2 400)</b>

<b>D. Total net cash flows (A.III+/-B.III+/-C.III)</b>	<b>7 581</b>	<b>6 732</b>
<b>E. Change of cash position in the balance sheet</b>	<b>7 581</b>	<b>6 732</b>
- including change in cash position due to foreign exchange differences	75	38
<b>F. Cash and cash equivalents at the beginning of the financial year</b>	<b>77 349</b>	<b>41 529</b>
<b>G. Cash and cash equivalents at the end of the financial year (F+/- D)</b>	<b>84 930</b>	<b>48 261</b>
- including restricted cash	4 197	9 488

Due to change of presentation of certain items in cash flow statement the comparative figures have been restated in the following way:

- depreciation has been increased by PLN 154 thousand (transfer of goodwill amortisation from "other adjustments" in operating activities),
- transfer of impairment losses in the amount of PLN 603 thousand from "other adjustments" to "(profit) loss on investment activity" operating activities,
- items "change in interperiod settlements" and "change in provisions" increased by PLN 1,136 thousand - adjustment relates to separate disclosure of deferred tax assets and deferred tax liabilities,
- due to change of presentation of short term monetary assets closing balance as at 31.03.2003 increased by and PLN 5,016 thousand ,
- in cash flow from investing activities item "financial assets acquired" decreased by PLN 5.001 thousand (adjustment caused by change of presentation of short term monetary assets transferred to cash equivalents).

According to the above mentioned Cabinets Decree dated 16 October 2001 in the financial statements lines showing nil values were omitted.

**Signatures of person authorised  
to act on behalf of the Company**

Wanda Rapaczynski - President of the Management Board	<i>signed on the Polish original</i>
Piotr Niemczycki - Vice-President of the Management Board	<i>signed on the Polish original</i>
Helena Łuczywo - Vice-President of the Management Board	<i>signed on the Polish original</i>
Zbigniew Bąk - Vice-President of the Management Board	<i>signed on the Polish original</i>

13 May 2004