

SECURITIES AND STOCK EXCHANGE BOARD

00-950 WARSZAWA PLAC POWSTANCÓW WARSZAWY 1

Translation

Year report SA-R 2000

(according to the § 46 section 8 of the Cabinets Decree as at 22 December 1998 - Dz.U. Nr 163, poz. 1160)

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

For the year comprising the period form: **1.01.2000** to **31.12.2000**

date 19 October 2001

AGORA Spółka Akcyjna		
(full name of the issuer)		
AGORA SA	MEDIA	
(short name of the issuer)	(proper classification)	
00-732	WARSZAWA	
(postal code)	(locality)	
	Czerska	8/10
	(street name)	(street numer)
(0-22) 840-09-11	(0-22) 840-00-67	
(telephone number)	(fax number)	(e-mail)
526-03-05-644	11559486	
(NIP)	(REGON)	

KPMG Polska Audyt Sp. z o.o.

(Enterprise entitled to performe audit)

date 12 October 2001

(date of issue)

Year report contains:

- | | |
|---|--|
| <input checked="" type="checkbox"/> Unconsolidated financial statements | <input checked="" type="checkbox"/> Schedule of changes in the consolidated equity |
| <input checked="" type="checkbox"/> Introduction | <input checked="" type="checkbox"/> Cash flow |
| <input checked="" type="checkbox"/> Balance | <input checked="" type="checkbox"/> Notes |
| <input checked="" type="checkbox"/> Trade and profit and loss account | |

Apendix

- Appendix 1 - The report of the entitled entity to issue an audit report
- Appendix 2 - Letter of the Management Board President
- Appendix 3 - Management Board's report on the Company performance
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SELECTED FINANCIAL DATA (Current period)	thousand PLN	thousand EURO
I. Net revenue from the sale of finished goods, merchandise and raw materials	414 355	115 390
II. Profit (loss) on operating activities	76 865	21 405
III. Profit before taxation	172 672	48 086
IV. Net profit (loss)	150 547	41 925
V. Assets (as at 31.12.2000)	1 088 426	321 468
VI. Total liabilities (as at 31.12.2000)	100 462	29 672
- short-term liabilities	91 679	27 078
VII. Equity (as at 31.12.2000)	944 625	278 996
VIII. Share capital (as at 31.12.2000)	56 758	16 764
IX. Number of shares (as at 31.12.2000)	56 757 525	
X. Book value per share (PLN/EURO) (as at 31.12.2000)	16,65	4,92
XI. Net profit per ordinary share (PLN/EURO)	3,63	1,01
XII. Declared dividend per one share (PLN/EURO)	-	-

Year report according to the law should be passed on to the Securities and Stock Exchange Board,
Stock Exchange of Securities in Warsaw S.A. and Polish Press Agency.

**AUDITORS' REVIEW REPORT
ON THE FINANCIAL STATEMENTS
FOR THE PERIOD
FROM 1 JANUARY 2001 TO 30 JUNE 2001**

To the shareholders of Agora SA

We have reviewed financial statements of Agora SA with the seat in Warsaw, ul. Czerska 8/10, comprising: introduction, the balance sheet as at 30 June 2001 with total assets and total equity and liabilities of PLN 1,088,426 thousand, the profit and loss statement for the period from 1 January 2001 to 30 June 2001 with a net profit of PLN 150,547 thousand, the statement of movements in equity for the period from 1 January 2001 to 30 June 2001 with the increase in the equity of PLN 150,548 thousand, the statements of cash flows for the period from 1 January 2001 to 30 June 2001, with an increase in cash of PLN 95.589 thousand and notes to the financial statements.

The Management of the Company is responsible for consistency, true and fair presentation of the information disclosed in financial statements. Our responsibility was to review these financial statements.

The review has been conducted in compliance with the professional norm No 6 established by the Polish National Council of the Certified Auditors.

A review is limited primarily to applying analytical procedures to financial data and accounting books and inquires of management and personnel responsible for financial and accounting matters.

The scope and method of limited review of consolidated financial statements is substantially different from an audit, the objective of which is the expression of an opinion regarding the true and fair presentation of the financial statements. Therefore we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements to present true and fair view of the Company's financial position as at 30 June 2001 and results, profitability and cash flows for the period from 1 January 2001 to 30 June 2001, in accordance with the accounting rules presented in the Accounting Act dated 29 September 1994 (Journal of Laws no 121, pos. 591 with amendments) as well as requirements of the Securities and Stock Exchange Commission which have been applied on the consistent basis.

signed on the Polish original

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Certified Auditor No. 796/1670
Bogdan Debicki,
Member of the Board of Directors

signed on the Polish original

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For KPMG Polska Audyt Sp. z o.o.
Certified Auditor No. 796/1670
Bogdan Debicki,
Member of the Board of Directors

signed on the Polish original

.....

For KPMG Polska Audyt Sp. z o.o.
Robert Novakowski, Partner

Warsaw, 12 October 2001

BALANCE SHEET

	Note	30 June 2001	31 December 2000	30 June 2000
ASSETS				
I. Fixed assets	-	700 288	689 680	619 068
1. Intangible fixed assets	1	32 863	19 797	19 620
2. Tangible fixed assets	2	622 060	596 619	528 013
3. Financial fixed assets	3	45 365	73 264	71 435
4. Long-term debtors	4			
II. Current assets	-	385 723	319 014	363 117
1. Inventory	5	24 207	24 413	17 307
2. Short-term debtors	6	122 711	106 263	109 530
3. Own shares for sale	7	-	-	-
4. Short-term securities	8	106 340	151 462	191 456
5. Cash and cash equivalents	9	132 465	36 876	44 824
III. Prepaid expenses and other assets	10	2 415	1 341	1 088
1. Deferred corporate income taxes recoverable	-	-	-	-
2. Other	-	2 415	1 341	1 088
Total assets	-	1 088 426	1 010 035	983 273
LIABILITIES AND SHAREHOLDERS' EQUITY				
I. Equity		944 625	794 077	738 744
1. Share capital	11	56 758	56 758	56 758
2. Outstanding share capital contributions (negative figure)		-	-	-
3. Reserve capital	12	736 686	593 180	592 660
4. Revaluation reserve		634	643	740
5. Other reserve capital	13	-	-	-
6. Foreign exchange rate differences on overseas branches		-	-	-
7. Accumulated profit/(loss) from previous years	14	-	-	424
8. Profit after taxation for the financial year	-	150 547	143 496	88 162
II. Provisions	-	26 963	5 093	5 889
1. Provisions for deferred tax	15	15 989	5 093	5 889
2. Other	16	10 974	-	-
III. Liabilities	-	100 462	192 900	219 448
1. Long-term liabilities	17	8 783	91 158	86 027
2. Short-term liabilities	18	91 679	101 742	133 421
IV. Accrued expenses and deferred income	19	16 376	17 965	19 192
Total equity and liabilities	-	1 088 426	1 010 035	983 273
Book value		944 625	794 077	738 744
Number of shares		56 757 525	56 757 525	56 757 525
Book value per share in PLN		16,65	13,99	13,02
Predicted number of shares		-	-	-
Diluted book value per share in PLN		-	-	-

During the year 2000 Agora has changed the accounting rules for the costs associated with the initial public offering of its shares in 1999 and created provisions for losses in investments as described in additional notes 16 and 17. As a result of these changes total equity presented as at the 30 June 2000 has decreased by amount of PLN 121,610 thousand.

Calculation of book value per share was changed respectively.

Off balance sheet liabilities

	30 June 2001	31 December 2000	30 June 2000
a) total value of guarantees given	1 300	9 520	9 520
- to subsidiaries	500	500	500
- to associates	800	9 020	9 020
- to parent company	-	-	-
- to other entities	-	-	-
b) other	-	-	-
Total off balance sheet liabilities	1 300	9 520	9 520

Agora guaranteed loans taken by two companies: Trefl Sp. z o.o., Biuro Obslugi Radiowej Sp. z o.o., amounting to PLN 500 thousand and PLN 800 thousand, respectively.

UNCONSOLIDATED PROFIT AND LOSS

		1.01.2001 till 30.06.2001	1.01.2000 till 30.06.2000
I. Net sales of merchandise and finished products	-	414 355	409 259
1. Net sales of finished products	20	410 461	406 728
2. Net sales of merchandise and materials	21	3 894	2 531
II. Cost of merchandise, finished products sold and materials	-	(232 226)	(200 451)
1. Cost of finished products sold	22	(229 232)	(198 466)
2. Cost of merchandise and materials sold	-	(2 994)	(1 985)
III. Gross profit on sales (I-II)	-	182 129	208 808
IV. Selling expenses	-	(45 055)	(38 109)
V. Administrative and general expenses	-	(52 064)	(55 896)
VI. Profit on sales (III-IV-V)	-	85 010	114 803
VII. Other operating revenues	23	2 178	4 217
VIII. Other operating expenses	24	(10 323)	(9 669)
IX. Profit on operating activities (VI+VII+VIII)	-	76 865	109 351
X. Dividends income	25	2 420	2 085
XI. Income from other financial assets	26	-	-
XII. Other financial income	27	132 064	26 041
XIII. Financial expenses	28	(38 681)	(13 827)
XIV. Profit on ordinary activities (IX+X+XI+XII-XIII)	-	172 668	123 650
XV. Extraordinary items (XV.1. - XV.2.)	-	4	65
1. Extraordinary gains	29	4	66
2. Extraordinary losses	30	-	(1)
XVI. Profit before taxation	-	172 672	123 715
XVII. Corporate income tax	31	(22 125)	(35 553)
XVIII. Other obligatory charges	32	-	-
XIX. Profit / (Loss) after taxation	-	150 547	88 162

Profit / (Loss) after taxation (for 12 months)	-	205 881	153 165
Weighted average number of ordinary shares	-	56 757 525	56 757 525
Net profit per ordinary share in PLN	-	3,63	2,70
Weighted average expected number of ordinary shares	-	-	-
Diluted profit / (loss) after taxation per ordinary share in PLN	-	-	-

Calculation of profit per share.

Profit per share was calculated by dividing the net profit for preceding 12 months by the weighted average number of shares that participate in dividends.

UNCONSOLIDATED CASH FLOW STATEMENT

	1.01.2001 till 30.06.2001	1.01.2000 till 30.06.2000
A. CASH FLOW FROM OPERATING ACTIVITIES (I+/-II) - indirect method	112 737	92 064
I. Profit after taxation	150 547	88 162
II. Total adjustments	(37 810)	3 902
1. Depreciation	40 866	22 453
2. Foreign exchange rates (gains) / losses	14 398	2 842
3. Interests and dividends	(4 225)	793
4. (Profit) / Loss on investment activity	(108 273)	(4 418)
5. Change in other provisions	10 974	-
6. Corporate income tax (disclosed in profit and loss statement)	22 125	35 553
7. Corporate income tax paid	(10 250)	(22 065)
8. Change in inventory position	207	(106)
9. Change in accounts receivable position	(1 778)	(31 115)
10. Change in short-term liabilities (except for bank credits and loans)	4 009	2 999
11. Change in interperiod settlements	(2 927)	4 573
12. Change in deferred income	623	1 061
13. Other adjustments	(3 559)	(8 668)
B. CASH FLOW FROM INVESTMENT ACTIVITIES (I-II)	(1 203)	(78 257)
I. Cash inflows from investing activities	490 772	294 973
1. Sales of intangible fixed assets	-	-
2. Sales of tangible fixed assets	488	275
3. Sales of financial fixed assets including:	41 264	-
- in subsidiaries	-	-
- in associates	-	-
- in parent company	-	-
4. Sales of short-term securities	434 226	291 373
5. Long-term loans repaid	25	34
6. Dividends received	2 420	2 085
7. Interest received	3 644	5
8. Other	8 705	1 201
II. Cash outflows from investing activities	(491 975)	(373 230)
1. Purchase of intangible fixed assets	(17 011)	(2 865)
2. Purchase of tangible fixed assets	(70 093)	(125 093)
3. Purchase of financial fixed assets including:	(2 083)	(1 283)
- in subsidiaries	(992)	(1 283)
- in associates	(1 091)	-
- in parent company	-	-
4. Purchase of own shares	-	-
5. Purchase of short-term securities	(379 249)	(221 843)
6. Long-term loans granted	(5 095)	(3 114)
7. Other expenses	(18 444)	(19 032)
C. CASH FLOW FROM FINANCING ACTIVITIES (I-II)	(15 945)	(516)
I. Inflows from financing activities	-	-
1. Long-term bank credits and loans received	-	-
2. Issue of bonds and other long-term debt securities	-	-
3. Short-term bank credits and loans received	-	-
4. Issue of bonds and other short-term debt securities	-	-
5. Inflows from own shares issued	-	-
6. Capital payments	-	-
7. Other	-	-

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II. Cash outflows from financing activities	(15 945)	(516)
1. Long-term bank credits and loans repaid	-	-
2. Redemption of bonds and other long-term securities	-	-
3. Short-term bank credits and loans repaid	-	-
4. Redemption of bonds and other short-term debt securities	-	-
5. Expenses related to shares and bonds issues	-	-
6. Redemption of shares	-	-
7. Dividends and other payments to shareholders	-	-
8. Payments to members of the Company's governing bodies	-	-
9. Charitable contributions	(618)	(516)
10. Payments of liabilities related to finance lease agreements	-	-
11. Interest paid	-	-
12. Other expenditures	(15 327)	-
D. NET CASH FLOWS, TOTAL (A+/-B+/-C)	95 589	13 291
E. CHANGE OF CASH POSITION IN BALANCE SHEET	95 589	13 291
- including change in cash position due to foreign exchange differences	(3 062)	(163)
F. CASH AND CASH EQUIVALENTS AT THE BEGINNING	36 876	31 533
G. CASH AND CASH EQUIVALENTS AND THE END OF THE FINANCIAL YEAR (F+/- D)	132 465	44 824

Cash and cash equivalents balance presented on the 1 January 2000 has been increased comparing to the balance at 31 December 1999 by the amount of PLN 113 thousand. The difference is the balance of cash and cash equivalents of Trans Serwis SA which was merged to Agora SA on 1 January 2000.

The balance sheet of the merged companies was published in the financial statements of Agora SA for the year 1999.