



kofola 

QUARTERLY REPORT

KOFOLA S.A. GROUP
FOR THE 1ST QUARTER 2015

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1.1 Description of the KOFOLA S.A. Group

The **KOFOLA S.A. GROUP** is one of the leading producers of non-alcoholic beverages in Central Europe. The Group operates in the Czech Republic, Slovakia, Poland, Slovenia, Austria and in Russia.



OUR MISSION AND GOAL

We are Kofola. With enthusiasm we strive for what is truly important in life: to love, to live healthy and always look for new ways.

2015 AWARDS

Czech TOP 100 – Kofola a.s. Czech Republic, the third most admired company in the Czech Republic in 2014.

Drinks for children **Jupik** and syrups **Paola** produced by Hoop Polska have been awarded the prestigious title of **Product of the Year - 2015 Consumer Choice**.

According to the Association of Students and Graduates Kofola a.s. Czech Republic awarded **TOP employer** in FMCG business sector.

Best Buy award - Radenska Classic received the Slovenian consumers award for the best balance between price and quality in the category of sparkling water.

AGRA 2014 – Radenska's products were awarded golden medal at the 18th International Assessment of fruit juice drinks and bottled water on 52. International Agricultural Fair AGRA.

Trusted Brand – Radenska received a Trusted Brand award in the category of bottled waters. This prize is awarded based on European consumer research, organized by magazine Reader's Digest worldwide for 15 years; in Slovenia for 9 years.

Product of year – Radenska IN received Product of year award – research made by company Nielsen; they have selected a total of 22 innovative products and services.

CFO of the year – Daniel Buryš, Group Chief Financial Officer, was awarded CFO of the year in the Czech Republic by The Club of Financial Directors.

WE ARE PROUD OF OUR SUCCESSES...





COMPANIES OF THE KOFOLA S.A. GROUP AS AT MARCH 31, 2015

Holding companies:

- KOFOLA S.A.** – Kutno (PL)
- Kofola ČeskoSlovensko a.s.** – Ostrava (CZ)
- Alofok Ltd** – Limassol (CYP)
- Kofola, družba za upravljanje, d.o.o.** – Ljubljana (Slovenia)

Production and trading companies:

- Kofola a.s.** – Krnov, Mnichovo Hradiště, Prague (CZ)
- Kofola a.s.** – Rajecká Lesná, Bratislava (SK)
- Hoop Polska Sp. z o.o.** – Kutno, Bielsk Podlaski, Grodzisk Wielkopolski, Warsaw (PL)
- OOO Megapack** – Moscow, Promozno, Vidnoye, Moscow Region (RU)
- Pinelli spol. s r.o.** – Krnov (CZ)
- UGO trade s.r.o.** – Krnov (CZ)
- Radenska, d.d.** – Radenci (Slovenia)
- Radenska Miral, d.o.o.** – Ljubljana (Slovenia)
- Radenska, d.o.o.** – Beograd (Serbia)
- Radenska, d.o.o.** – Zagreb (Croatia)
- Sicheldorfer GmbH** – Sicheldorf (Austria)

Distribution companies:

- OOO Trading House Megapack** – Moscow, Widnoje, Moscow Region (RU)

Transport companies:

- Santa-Trans s. r. o.** – Krnov (CZ)



1 THE DIRECTORS' REPORT ON THE ACTIVITIES OF THE KOFOLA S.A. GROUP

OUR MAIN BRANDS IN 2015



1 THE DIRECTORS' REPORT ON THE ACTIVITIES OF THE KOFOLA S.A. GROUP

THE GROUP'S STRUCTURE AND CHANGES THEREIN IN THE REPORTING PERIOD

As at 31 March 2015 the Group comprised the following entities:

Company Name	Headquarters	Range of activity	Consolidation method	Direct or indirect % part in share capital	% part in voting rights
1. KOFOLA S.A.	Poland, Kutno	holding	parent company		
2. Kofola ČeskoSlovensko a.s.	Czech Republic, Ostrava	holding	acquisition accounting	100.00%	100.00%
3. Hoop Polska Sp. z o.o.	Poland, Kutno	production and distribution of non-alcoholic beverages	acquisition accounting	100.00%	100.00%
4. Kofola a.s.	Czech Republic, Krnov	production and distribution of non-alcoholic beverages	acquisition accounting	100.00%	100.00%
5. Kofola a.s.	Slovakia, Rajecká Lesná	production and distribution of non-alcoholic beverages	acquisition accounting	100.00%	100.00%
6. Santa-Trans s.r.o.	Czech Republic, Krnov	road cargo transport	acquisition accounting	100.00%	100.00%
7. OOO Megapack	Russia, Widnoje	production of non-alcoholic and low-alcoholic beverages	equity accounting	50.00%	50.00%
8. OOO Trading House Megapack	Russia, Widnoje	sale and distribution of non-alcoholic and low-alcoholic beverages	equity accounting	50.00%	50.00%
9. Alofok Ltd	Cyprus, Limassol	holding	acquisition accounting	100.00%	100.00%
10. PINELLI spol. s r.o.	Czech Republic, Krnov	trademark licensing	acquisition accounting	100.00%	100.00%
11. UGO trade s.r.o.	Czech Republic, Krnov	operation of fresh bars chain	acquisition accounting	90.00%	90.00%
12. Kofola, družba za upravljanje, d.o.o.	Slovenia, Ljubljana	holding	acquisition accounting	100.00%	100.00%
13. Radenska, d.d.	Slovenia, Radenci	production and distribution of non-alcoholic beverages	acquisition accounting	87.16%	87.16%
14. Radenska Miral, d.o.o.	Slovenia, Radenci	trademark licensing	acquisition accounting	87.16%	87.16%
15. Radenska, d.o.o.	Serbia, Beograd	inactive	acquisition accounting	87.16%	87.16%
16. Radenska, d.o.o.	Croatia, Zagreb	inactive	acquisition accounting	87.16%	87.16%
17. Sicheltdorfer GmbH	Austria, Sicheltdorf	production and distribution of non-alcoholic beverages	acquisition accounting	87.16%	87.16%

The parent company – **KOFOLA S.A.** (“the Company”, “the Issuer”) with its registered office in Kutno, 99-300, ul. Wschodnia 5. At this time the Company's functions consist primarily of management and ownership of all of the entities belonging to the KOFOLA S.A. Group.

The subsidiary – **Hoop Polska Sp. z o.o.** with its registered office in Kutno 99-300, ul. Wschodnia 5, in which the KOFOLA S.A. holds 100% of shares. The company's main area of activities is the production and sale of non-alcoholic beverages.

The subsidiary – **Kofola ČeskoSlovensko a.s.** is a company that manages the Group and at the same time is the parent company of the Kofola ČeskoSlovensko a.s. Group, with its registered office in Ostrava, Nad Porubkou 2278/31A, 708 00 Ostrava - Poruba, the Czech Republic, in which KOFOLA S.A. holds 100% of shares in the share capital.

The Kofola ČeskoSlovensko a.s. Group comprises the following entities:

- Kofola ČeskoSlovensko a.s. – the parent company – registered in the Czech Republic performing management and control of the other entities comprising the KOFOLA S.A. Group.
- Kofola a.s. (CZ) – a company registered in the Czech Republic, with main activities consisting of the production and distribution of beverages on the territory of the Czech Republic.
- Kofola a.s. (SK) – a company registered in Slovakia, with main activities consisting of the production and distribution of beverages on the territory of Slovakia.
- Santa-Trans s.r.o. (CZ) – a company registered in the Czech Republic, with main activities consisting of road cargo transport provided mainly to the Kofola a.s. (Czech Republic).
- Pinelli spol. s r.o. (CZ) – a company registered in the Czech Republic, in which the Kofola a.s. (CZ) holds 100% of shares. At present Pinelli spol. s r.o. owns Semtex and Erektus trademarks.
- UGO trade s.r.o. (CZ) – a company registered in the Czech Republic, where Kofola ČeskoSlovensko a.s. (CZ) holds 90% of shares after merger with companies Mangaloo s.r.o., Mangaloo freshbar s.r.o. The merger was registered by the court on 30 October 2014. The company's main area of activities is managing of fresh bars chain.

- Kofola, družba za upravljanje, d.o.o. – a company registered in Slovenia as a holding company for acquisition of Radenska d.d.
- Radenska, d.d. – a company registered in Slovenia, with main activities consisting of the production and distribution of beverages on the territory of former Yugoslavia.
- Radenska Miral, d.o.o. – a company registered in Slovenia and owns Radenska trademark.
- Radenska, d.o.o. – a company registered in Serbia and does not conduct any operations.
- Radenska, d.o.o. – a company registered in Croatia and does not conduct any operations.
- Sicheldorfer GmbH. – a company registered in Austria, with main activities consisting of the production and distribution of beverages on the territory of Austria.

The subsidiary – **Alofok Ltd.** – the Group member company since 5 February 2013, with its registered office in Limassol, Cyprus, where KOFOLA S.A. holds 100% of share capital. The company holds 50% of shares in the Megapack Group.

An associate – **the Megapack Group**, with its parent company OOO Megapack with its registered office in Promozno, Vidnoye, Leninskiy District, Moscow Region, the Russian Federation, where KOFOLA S.A. holds 50% of shares in the share capital. The main activities of the Megapack Group are the provision of beverage bottling services to third parties, production of own beverages, as well as their distribution on the territory of the Russian Federation.

COMPANIES PRESENTED FOR THE COMPARATIVE PERIOD ONLY:

The subsidiary – **STEEL INVEST Sp. z o.o.** – in which the KOFOLA S.A. holds 100% share. The shares in STEEL INVEST Sp. z o.o. were disposed of on 2 March 2015. Because of immateriality the Company's data are presented for the comparative period only.

The subsidiary – **Pomorskie Centrum Dystrybucji HOOP Sp. z o.o.** The main activity of PCD HOOP Sp. z o.o. was the wholesale of beverages. After the sale of its assets, the company's activities were extinguished. The shares in PCD HOOP Sp. z o.o. were disposed of on 14 January 2014.

1.2 Most significant events in the KOFOLA S.A. Group in the period from 1 January 2015 to the preparation of the present financial information

ACQUISITION OF RADENSKA, D.D.

On 17 March 2015, subsidiary Kofola, družba za upravljanje, d.o.o. closed transaction of acquisition 87.16% of share in Slovenian company Radenska, d.d. with signing procedure started on 19 December 2014 by sales and purchase agreement (SPA) with Pivovarna Laško d.d. Radenska is the number one producer of natural mineral and spring water products in Slovenia. On 8 April 2015, Kofola, družba za upravljanje, d.o.o. acquired additional 6.82% of the shares and voting interest in Radenska, d.d.

The transaction constitutes great opportunity for the Group to establish its presence in another European region. The Group will utilise the synergies coming from use of its know-how, efficient processes and innovations and is looking forward to develop and further build the Radenska brand. Also, the Group anticipates that the acquisition of Radenska will support its expansion possibilities to the Balkan market.

CONCLUSION OF LOAN AGREEMENT BY SUBSIDIARY KOFOLA ČESKOSLOVENSKO A.S.

On 12 March 2015, subsidiary Kofola ČeskoSlovensko a.s. concluded with Česká spořitelna, a.s. and Československá obchodní banka, a.s. a loan agreement up to a maximum equivalent amount of EUR 69 000 thousand in order to finance the purchase of shares of Radenska, d.d. Radenci, Slovenia, by subsidiary Kofola, družba za upravljanje, d.o.o. Slovenia. The loan was granted in Czech Crowns and bears an interest of PRIBOR plus the bank's margin. Final repayment date of the loan is 31 March 2024. Security of the loan is a pledge on the shares of Kofola, družba za upravljanje, d.o.o., Slovenia, a pledge on Kofola Československo a.s.'s receivables from Kofola, družba za upravljanje, d.o.o. Slovenia under the loan to finance the purchase of shares of Radenska, d.d. Radenci Slovenia, financial guarantees granted by KOFOLA SA and subsidiaries operating companies Kofola a.s. based in Krnov, Czech Republic ("Kofola CZ") and Kofola a.s. based in Rajecka Lesna, Slovakia ("Kofola SK"), negative pledge over the selected trademarks owned by Kofola ČeskoSlovensko a.s., negative pledge over the enterprise of Kofola ČeskoSlovensko a.s., first (1st) ranking pledge over the 93.98% Radenska, d.d. Radenci Slovenia shares and all other shares acquired in the tender offer to subscribe for shares of minority shareholders or acquired by the squeeze-out procedure.

SALE OF SHARES IN A SUBSIDIARY – STEEL INVEST SP. Z O.O.

KOFOLA S.A. made another step on its way to simpler and more effective group structure by disposing of all of its shares in subsidiary STEEL INVEST Sp. z o.o. on 2 March 2015.

1.3 Description of operating results and financial position

Presented below is a description of the financial position and results of the KOFOLA S.A. Group for the three-month period of 2015. It should be reviewed along with the consolidated financial statements and with other financial information presented in the current report. All amounts are stated in PLN thousands unless stated otherwise.

To better introduce the Group's financial position, in addition to the consolidated financial statements prepared in accordance with the accounting methods arising out of International Financial Reporting Standards, the Management is also presenting the consolidated financial results prepared for Group management purposes, adjusted for one-off events, mostly of a non-monetary nature and recalculated by the same exchange rate.

The financial results of KOFOLA S.A. Group in the first quarters of 2015 and 2014 were not influenced by any one-off events.

Due to significant differences in the Czech crown, Euro and Russian ruble exchange rates to the Polish zloty between the reporting period of 2015, and the same period of 2014, in order to present better comparability of financial statements of the Group's Czech, Slovak and Russian companies, the data for the comparable period of 2014 was converted to the Polish zloty with the exchange rate from the three-month period ended 31 March 2015. Information about rates used for translation purposes can be found in Note 4.3. The consolidated financial information presenting data translated using exchange rates for the given period is presented in the second part of the present report.

It should be noted that only in Note 1.3 the comparative data have been converted at the exchange rate applicable to the reported period of 2015. In all other notes the comparative data have been translated at the historical rate.

CONSOLIDATED FINANCIAL RESULTS PREPARED FOR GROUP MANAGEMENT PURPOSES

No items have been treated as one-off in the financial results for group management purposes for the three months period ending 31 March 2014 and 31 March 2015.

Selected financial data	1.1.2015 - 31.3.2015	Reported 1.1.2014 - 31.3.2014	Reported recalculated* 1.1.2014 - 31.3.2014 - comparative data for management purposes
Revenue	190 130	199 701	197 695
Cost of sales	(121 870)	(134 967)	(133 814)
Gross profit	68 260	64 734	63 881
Selling, marketing and distribution costs	(51 434)	(48 020)	(47 431)
Administrative costs	(12 115)	(10 533)	(10 362)
Other operating income/(expenses), net	190	(449)	(457)
Operating result	4 901	5 732	5 631
EBITDA	21 935	22 880	22 617
Financial expenses, net	(1 131)	(6 216)	(5 484)
Income tax	(533)	(931)	(918)
Net profit / (loss) for the period	3 237	(1 415)	(771)
- attributable to shareholders of the parent company	3 248	(1 413)	(769)

* results reported as comparative data in the 3-month period ended 31 March 2014 recalculated for use of this report at the exchange rates effective in the 3-month period ended 31 March 2015 for better comparability

SUMMARY OF OPERATING RESULTS

In assessing the KOFOLA S.A. Group's financial performance achieved in the reported period, the market environment needs to be taken into account as it has an impact on the results obtained:

- Consumers continued to look for savings in their shopping carts by limiting their consumption spending or by choosing cheaper products.
- Decrease in consumption in the higher margin gastro segment.
- Continuing transfer of sales from retail chain stores to food discount chains in Poland.
- Consolidations in the distributors market that negatively influence trading conditions and worsening of financial standing of smaller food wholesalers in particular.
- Stabilization of raw material prices.

Below, we describe the changes that have taken place in the main items of the consolidated financial information:

- **Revenues** PLN 190 130 thousand.
- **Gross profit** increased from PLN 63 881 thousand to PLN 68 260 thousand, i.e. by PLN 4 379 thousand (6.9%). The Group continued to focus on improving the margins of its products despite the fact that some part of the volume sold could be lost.
- **Operating result (EBIT)** decreased from PLN 5 631 thousand to PLN 4 901 thousand, i.e. by PLN 730 thousand (13.0%).
- **EBITDA (operating result plus depreciation and amortisation)** slightly decreased from PLN 22 617 thousand to PLN 21 935 thousand, i.e. by PLN 682 thousand (3.0%).
- **Net profit attributable to shareholders of the parent company** increased from loss of PLN 771 thousand to PLN 3 237 thousand i.e. by PLN 4 008 thousand (519.8%).
- Increase in **net financial debt** from PLN 133 546 thousand as at 31 December 2014 (translated to Polish zloty at the exchange rate from 31 March 2015) to PLN 269 744 thousand as at 31 March 2015, i.e. by PLN 136 198 thousand (102.0%). The Group's net debt calculated as a multiple of 12-month EBITDA (including Radenska) equalled to 1.65 at the end of March 2015 against 1.02 at the end of December 2014. This increase is attributable mainly to the acquisition of Radenska, d.d. financed by the bank loan.

POLAND

- In the first quarter of 2015 (compared to the same period in 2014), Hoop Polska Sp. z o.o. recorded a decrease in revenue from sales to parties from outside the Group by PLN 10 882 thousand (12.7%). Decrease in revenue results from lower sales of private labels and brands in traditional channel.

CZECH REPUBLIC

- In the first quarter of 2015 (compared to the same period in 2014), Kofola a.s. (Czech Republic) recorded a decrease in revenues from sales to parties from outside the Group by PLN 2 208 thousand (3.4%). This decrease is in line with the market decline in year-to-year comparison mainly in gastro segment and partly in retail segment. On the other hand the company recorded a growth in revenues in impulse segment. Higher competition in syrups segment following the increased marketing activities of competitors had also negative impact on the Group's revenues in the Czech Republic. The Group launched the direct distribution in the Czech Republic, which resulted in decreased revenues due to sell-outs of stocked up wholesale warehouses.
- Fresh bars UGO generated increased revenue by PLN 2 127 thousand (59.3%) following the increased number of own fresh bars from 20 to 23 (15%) and franchises from 19 to 29 (53%).
- In the first quarter 2015, Kofola a.s. (Czech Republic) reached first position in the non-alcoholic beverage market in the retail segment in terms of market share.
- Since 1 January 2015 the Group became an exclusive distributor of Rauch products in the Czech Republic and Slovakia.

SLOVAKIA

- In the first quarter of 2015 (compared to the same period in 2014), Kofola a.s. (Slovakia) recorded an increase in revenues from sales to parties from outside the Group by PLN 4 863 thousand (12.4%). The increase relates mainly to higher sales of carbonated beverages and waters.
- Kofola a.s. (Slovakia) continued with its leading position in the non-alcoholic beverage market in the retail segment as well as HoReCa segment in terms of market share.
- In the first quarter of 2015, Kofola a.s. (Slovakia) was the market leader in the water segment in Slovakia.

SLOVENIA

- The Group acquired clear market leader with nearly 40% waters segment share.
- The operations effectively begin since April 2015 and as such no revenues are recorded in the present consolidated financial statements. The Group is prepared to utilise promising market position of Radenska, d.d. in the coming periods.

CONSOLIDATED INCOME STATEMENT

THE THREE-MONTH PERIOD ENDED 31 MARCH 2015 COMPARED TO THE THREE-MONTH PERIOD ENDED 31 MARCH 2014

Selected financial data	1.1.2015 – 31.3.2015	1.1.2014 – 31.3.2014*	Change 2015/2014	Change 2015/2014 (%)
Revenue	190 130	197 695	(7 565)	(3.8%)
Cost of sales	(121 870)	(133 814)	11 944	(8.9%)
Gross profit	68 260	63 881	4 379	6.9%
Selling, marketing and distribution costs	(51 434)	(47 431)	(4 003)	8.4%
Administrative costs	(12 115)	(10 362)	(1 753)	16.9%
Other operating income / (expenses), net	190	(457)	647	(141.6%)
Operating result	4 901	5 631	(730)	(13.0%)
EBITDA	21 935	22 617	(682)	(3.0%)
Financial expense, net	(1 131)	(5 484)	4 353	(79.4%)
Income tax	(533)	(918)	385	(41.9%)
Net profit /(loss) for the period	3 237	(771)	4 008	(519.8%)
- attributable to shareholders of the parent company	3 248	(769)	4 017	(522.4%)

* data recalculated using currency exchange rates for the period of twelve months period ended 31 March 2015

REVENUE

The consolidated net sales revenue of the KOFOLA S.A. Group for the first quarter of 2015 amounted to PLN 190 130 thousand, which constitutes a decrease by PLN 7 565 thousand (i.e. 3.8%) compared to the previous year. Revenues from the sale of finished products and services amounted to PLN 177 417 thousand, which constitutes 93.3% of total revenues.

The change in revenues of the KOFOLA S.A. Group in the first quarter of 2015 as compared to the first quarter of 2014 was mainly due to lower by PLN 10 882 thousand revenues of Hoop Polska Sp. z o.o. and lower by PLN 2 208 thousand revenues of Kofola a.s. (Czech Republic). On the other hand revenues of Kofola a.s. (Slovakia) increased by PLN 4 863 thousand and UGO fresh bars added increased revenues by PLN 2 127 thousand.

The activities of the KOFOLA S.A. Group concentrate on the production of beverages in four market segments: carbonated beverages, non-carbonated beverages, waters and syrups. Together these segments account for 93.7% of the Group's sales revenues. The biggest share among the revenues in the analysed period of the first quarter of 2015 similarly as in the comparative period of the first quarter of 2014 represented the sales of carbonated beverages (49.6% and 51.9% respectively).

COSTS OF SALES

In the first quarter of 2015, the KOFOLA S.A. Group's consolidated costs of sales decreased by PLN 11 944 thousand, i.e. by 8.9%, to PLN 121 870 thousand from PLN 133 814 thousand in the same period of 2014. As percentage, the consolidated cost of sales accounted for 64.1% of revenues (67.7% in the comparative period). The development of costs of sales relates to savings in production and stabilization of raw material prices.

SELLING, MARKETING AND DISTRIBUTION COSTS

Consolidated selling, marketing and distribution costs in the first quarter of 2015 increased by PLN 4 003 thousand, i.e. by 8.4% to PLN 51 434 thousand, from PLN 47 431 thousand in the first quarter of 2014. The increase is mainly driven by higher logistics costs resulting from introduction of direct distribution in the Czech Republic, as well as increased sales support and marketing costs.

ADMINISTRATIVE COSTS

In the first quarter of 2015, the consolidated administrative costs amounted to PLN 12 115 thousand.

OPERATING RESULT

Operating result (EBIT) slightly decreased from PLN 5 631 thousand in In the first quarter of 2014 to PLN 4 901 thousand in the first quarter of 2015, i.e. by PLN 730 thousand (i.e. by 13.0%).

EBITDA

EBITDA (calculated as the operating profit plus depreciation and amortisation) slightly decreased from PLN 22 617 thousand realized in the first quarter of 2014 to PLN 21 935 thousand realized in the first quarter of 2015, i.e. by PLN 682 thousand (i.e. by 3.0%).

NET FINANCIAL EXPENSES

Net financial expenses decreased from PLN 5 484 thousand incurred in the first quarter of 2014 to PLN 1 131 thousand incurred in the first quarter of 2015, i.e. by PLN 4 353 thousand (by 79.4%). The change in Net financial expenses was mainly due to the favourable impact of foreign exchange rates translation.

INCOME TAX

Income tax expense amounts to PLN 533 thousand in the first quarter of 2015, which represents effective tax rate of 14.1%. In the first quarter of 2014, income tax expense amounted to PLN 918 thousand.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Selected financial data	31.3.2015	31.12.2014 *	Change 2015/2014	Change 2015/2014 (%)
Total assets	1 243 429	911 073	332 356	36.5%
Fixed assets, out of which:	783 860	642 980	140 880	21.9%
<i>Tangible fixed assets</i>	525 193	424 352	100 841	23.8%
<i>Intangible fixed assets</i>	181 917	160 126	21 791	13.6%
<i>Goodwill</i>	13 269	13 269	-	-
<i>Investment in associates</i>	43 441	43 005	436	1.0%
<i>Deferred tax assets</i>	14 397	458	13 939	3043.4%
Current assets, out of which:	459 569	268 093	191 476	71.4%
<i>Inventories</i>	80 394	63 895	16 499	25.8%
<i>Trade receivables and other receivables</i>	149 761	118 322	31 439	26.6%
<i>Cash and cash equivalents</i>	228 513	85 510	143 003	167.2%
Total equity and liabilities	1 243 429	911 073	332 356	36.5%
Equity	445 334	404 935	40 399	10.0%
Long-term liabilities	418 905	153 944	264 961	172.1%
Short-term liabilities	379 190	352 194	26 996	7.7%

* translated using exchange rates as at 31 March 2015

ASSETS

At the end of March 2015, the Group's fixed assets amounted to PLN 783 860 thousand. Compared to 31 December 2014, the value of fixed assets increased by PLN 140 880 thousand (i.e. 21.9%). This change was mainly caused by additions of PLN 105 429 thousand resulting from the acquisition of Radenska, d.d. and on the other hand the depreciation charge of PLN 17 034 thousand.

As at 31 March 2015, goodwill included the goodwill of Pinelli spol. s r.o. and the goodwill of Klimo production plant taken over by Kofola a.s. (Czech Republic) in 2006. Goodwill arising from the merger of HOOP S.A. Group with Kofola SPV Sp. z o.o. Group in the amount PLN 89 184 thousand has been impaired in December 2013.

The Group's current assets as at 31 March 2015 amounted to PLN 459 569 thousand. In the structure of current assets as at the end of March 2015 the biggest were: trade receivables and other receivables making 32.6%, cash and cash equivalents making 49.7% and inventory making 17.5% of the total current assets. The increase is mainly attributable to the purchase of Radenska, d.d. resulting in a total of PLN 200 448 thousand added to Group's current assets.

LIABILITIES

As at the end of March 2015, the Group's liabilities (total long- and short-term) amounted to PLN 798 095 thousand, which constitutes a 57.7% (PLN 291 957 thousand) increase compared to the end of December 2014. The loan for financing Radenska, d.d. acquisition with book value of PLN 261 452 thousand as at 31 March 2015 was a main driver of increased liabilities.

The Group's consolidated net debt (calculated as total long- and short-term liabilities relating to credits, loans, bonds, leases and other debt instruments less cash and cash equivalents) amounted to PLN 269 744 thousand as at 31 March 2015, which means a PLN 136 198 thousand increase compared to PLN 133 546 thousand as at the end of December 2014. This increase is attributable mainly to the acquisition of Radenska, d.d. financed by the bank loan.

The Group's provisions increased by PLN 11 522 thousand, mainly due to provisions acquired in Radenska, d.d. of PLN 20 670 thousand as at 31 March 2015.

CONSOLIDATED CASH FLOW

Consolidated cash outflow generated from operating activity in the three months period ended 31 March 2015 amounted to PLN (14 993) thousand and was higher by PLN 12 019 thousand compared to PLN (2 974) thousand in the first quarter of 2014. The outflow increase is mainly driven by unfavourable changes in working capital.

Consolidated cash outflow generated from investing activity in the three months period ended 31 March 2015 amounted to PLN (98 994) thousand compared to PLN (17 457) thousand generated in the three months period ended 31 March 2014. The outflow increase relates mainly to acquisition of Radenska, d.d. and higher capital expenditure compared to the prior period.

Consolidated cash inflow from financing activity for the three months period ended 31 March 2015 amounted to PLN 256 602 thousand compared to PLN 5 323 thousand in the first quarter of 2014. This inflow increase is a result of the bank loan for financing the acquisition of Radenska, d.d.

1.4 Segments

ESTIMATED POSITION OF KOFOLA S.A. GROUP ON THE RETAIL SOFT DRINKS MARKET

In the soft drinks market in the *Czech Republic* as at 31 March 2015 the companies of KOFOLA S.A. Group hold first position in syrups market, second in cola-type drinks market, second in children drinks market, third in carbonated drinks market, fourth in energy drinks market, fourth in waters market and fifth in non-carbonated beverages market, in *Slovakia*, first position in waters market, second position in cola-type drinks market, second in children drinks market, second in syrups and carbonated beverages markets, third in 100% fruit juices and nectars and fourth in non-carbonated beverages market. Clear leader in gastro and HoReCa segments. In *Poland*, second position in syrup market, third in cola-type drinks market, third in children drinks market and seventh in carbonated beverages market. In *Slovenia*, first position in waters market.

In *Russia*, Megapack has only been noticeable in the local Moscow market so far. Due to the size of the Russian market, data of this company are not visible in the statistics; therefore it is difficult to establish its market position.

PRODUCTS

KOFOLA S.A. Group offers its products in Poland, the Czech Republic, Slovakia, Slovenia and Russia as well as exports to a few other countries, mainly in Europe.

KOFOLA GROUP BRANDS IN 2015

CARBONATED BEVERAGES	Kofola, RC Cola, Citrocola, Hoop Cola, Top Topic, Vinea, Orangina, Chito, Citronela, Fruti, Mr. Max, Koe Chto, Ora, Stil
WATERS	Rajec, Radenska, Arctic, Białowieski Zdrój, Grodziska, Badoit, Evian, Vincentka
NON-CARBONATED BEVERAGES	Jupí Fruit Drink, Mr. Max, Top Topic, Snipp, Natelo, Bravo, Isotonic, Sonny, Oaza, ACE
100% FRUIT JUICES AND NECTARS	Rauch, Eskimors, UGO, Happy Day
SYRUPS AND CONCENTRATES	Jupí, Paola, Super Barman, Bublino, Happy Day, Culinary
CHILDRENS' DRINKS	Jupik, Jupik Aqua, Jupik Aqua Sport, Jumper, Yippy
ICE TEA	Eis Tee, Pickwick Ice Tea, Hoop Ice Tea, Nativa, Ice Tea
ENERGY DRINKS	Semtex
COFFEE DRINKS	Cafemio
LOW-ALCOHOL BEVERAGES (Russia)	Hooper's Hooch, Black Mamba

The KOFOLA S.A. Group produces also water, carbonated beverages and non-carbonated beverages and syrups on behalf of third parties, mostly big retail chains. These companies offer consumers products under their own brand using the possibility to distribute in their stores.

In addition, Megapack operating on the Russian market offers service of bottling drinks on behalf of companies from outside the Group. This applies both to low-alcohol beverages, and non-alcohol beverages.

The Board of Directors of the KOFOLA S.A. is the chief operating decision maker responsible for operational decision-making and uses these results to decide on the allocation of resources to the segment and to assess segments performance.

The Group operates in the following segments managed by the chief operating decision maker:

- Poland
- Czech Republic
- Slovakia
- Slovenia
- Export

The Group applies the same accounting methods for all of the segments which are also in line with the accounting methods used in the preparation of these consolidated financial statements. Transactions between segments are eliminated in the consolidation process. The segment Export represents an aggregation of few other countries mainly in Europe with similar economic characteristics.

Within the presented segments, the Group identified one customer, who generated more than 10% of the Group's consolidated revenues from continuing operations. The Group's revenues from that customer in 2015 amounted PLN 49 095 thousand (2014 PLN 53 172 thousand).

1 THE DIRECTORS' REPORT ON THE ACTIVITIES OF THE KOFOLA S.A. GROUP

Total revenues and costs of all operating segments correspond to information presented in the income statement for the reporting and comparative period. Reporting segment results for the 3-month period ended 31 March 2015 and the 3-month period ended 31 March 2014 are presented below:

GEOGRAPHICAL SEGMENTS

1.1.2015 - 31.3.2015	Poland	Czech Republic	Slovakia	Slovenia	Export	Subtotal	Eliminations (consolidation adjustments)	Russia	Total
Revenues	76 988	86 796	54 919	-	1 711	209 652	(19 522)	-	190 130
Sales to external customers	74 233	69 835	44 351	-	1 711	190 130	-	-	190 130
Inter-segment sales	2 755	6 199	10 568	-	-	19 522	(19 522)	-	-
Operating expenses	(74 525)	(78 152)	(50 283)	(137)	(1 654)	(204 751)	19 522	-	(185 229)
Related to external customers sales	(71 770)	(71 953)	(39 715)	(137)	(1 654)	(185 229)	-	-	(185 229)
Related to inter-segment sales	(2 755)	(6 199)	(10 568)	-	-	(19 522)	19 522	-	-
Operating result	2 463	(2 118)	4 636	(137)	57	4 901	-	-	4 901
Result from financial activity						(2 380)	1 976	(727)	(1 131)
with third parties						(404)	-	-	(404)
between segments						(1 976)	1 976	-	-
Share in associates' result						-	-	(727)	(727)
Profit/(loss) before tax						2 521	1 976	(727)	3 770
Income tax						(242)	(291)	-	(533)
Net profit/(loss)	2 062	(2 699)	3 001	(137)	52	2 279	1 685	(727)	3 237
Assets and liabilities									
Segment assets	346 371	625 096	217 852	341 716	10 279	1 541 314	(340 651)	42 766	1 243 429
Total assets	346 371	625 096	217 852	341 716	10 279	1 541 314	(340 651)	42 766	1 243 429
Segment liabilities	175 211	541 926	115 526	305 265	3 361	1 141 289	(343 194)	-	798 095
Equity								-	445 334
Total liabilities and equity									1 243 429
Other information concerning segment									
Tangible and intangible fixed assets – paid	3 307	14 239	2 124	-	-	19 670	-	-	19 670
Depreciation and amortization	3 996	9 191	3 847	-	-	17 034	-	-	17 034

1 THE DIRECTORS' REPORT ON THE ACTIVITIES OF THE KOFOLA S.A. GROUP

1.1.2014 - 31.3.2014 *	Poland	Czech Republic	Slovakia	Export	Subtotal	Eliminations (consolidation adjustments)	Russia	Total
Revenues	88 609	77 315	50 980	1 484	218 388	(18 687)	-	199 701
Sales to external customers	85 234	72 143	40 840	1 484	199 701	-	-	199 701
Inter-segment sales	3 375	5 172	10 140	-	18 687	(18 687)	-	-
Adjusted operating expenses	(90 493)	(73 213)	(47 451)	(1 499)	(212 656)	18 687	-	(193 969)
Related to external customers sales	(87 118)	(68 041)	(37 311)	(1 499)	(193 969)	-	-	(193 969)
Related to inter-segment sales	(3 375)	(5 172)	(10 140)	-	(18 687)	18 687	-	-
Operating result	(1 884)	4 102	3 529	(15)	5 732	-	-	5 732
Result from financial activity					5 090	(9 009)	(2 297)	(6 216)
with third parties					(3 919)	-	-	(3 919)
between segments					9 009	(9 009)	-	-
Share in associates' result					-	-	(2 297)	(2 297)
Profit /(loss) before tax					10 822	(9 009)	(2 297)	(484)
Income tax					(963)	32	-	(931)
Net profit /(loss)	5 834	1 640	2 458	(73)	9 859	(8 977)	(2 297)	(1 415)
Assets and liabilities								
Segment assets	363 170	387 433	181 391	14	932 008	(83 516)	49 544	898 036
Total assets	363 170	387 433	181 391	14	932 008	(83 516)	49 544	898 036
Segment liabilities	192 736	311 468	99 953	14	604 171	(93 318)	-	510 853
Equity							-	387 183
Total liabilities and equity								898 036
Other information concerning segment								
Tangible and intangible fixed assets – paid	2 358	3 135	5 050	-	10 543	-	-	10 543
Depreciation and amortization	5 809	7 837	3 502	-	17 148	-	-	17 148

* Data in segments for the comparative period have been established by the historical exchange rate. They have not been recalculated, as in Note 1.3 using the currency exchange rate from the current reporting period.

1 THE DIRECTORS' REPORT ON THE ACTIVITIES OF THE KOFOLA S.A. GROUP

REVENUES BY PRODUCT

1.1.2015 - 31.3.2015	Carbonated beverages	Non-carbonated beverages	Waters	Syrups	Other	Total
Sales revenue	94 232	15 888	37 779	30 261	11 970	190 130

1.1.2014- 31.3.2014	Carbonated beverages	Non-carbonated beverages	Waters	Syrups	Other	Total
Sales revenue	103 717	10 429	39 977	36 836	8 742	199 701

1.5 Shareholders holding directly or indirectly significant packets of shares along with the number of shares held, their percentage of share capital, the resulting number of votes and percentage in the total number of votes at general meeting

According to the Company's information as at the date of the preparation of the present report (i.e. 11 May 2015), the following entities held at least 5% of the total number of votes at General Shareholders' Meeting of the KOFOLA S.A.:

KSM Investment S.A. with its registered office in Luxembourg

- 13 395 373 shares, or 51.20 % of share capital of the KOFOLA S.A.
- 13 395 373 votes, or 51.20 % of total votes at General Shareholders' Meeting of the KOFOLA S.A.

CED GROUP S. a r.l. with its registered office in Luxembourg

- 11 283 153 shares, or 43.13 % of share capital of the KOFOLA S.A.
- 11 283 153 votes, or 43.13 % of total votes at General Shareholders' Meeting of the KOFOLA S.A.

As at 31 March 2015 the share capital amounted to PLN 26 160 379 and consisted of 26 160 379 shares entitling to 26 160 379 votes at General Shareholders' Meeting of the Company.

1.6 Changes in the ownership of major KOFOLA S.A. share packages in the period since the submission of the previous quarterly report

According to the Company's information, no changes were made in the ownership of major share packages in the period since the submission of the previous quarterly report.

SHARE CAPITAL STRUCTURE			
Name of entity / individual	Number of shares	% in share capital	% of votes
KSM Investment S.A.	13 395 373	51.20%	51.20%
CED GROUP S. a r.l.	11 283 153	43.13%	43.13%
René Musila	687 709	2.63%	2.63%
Tomáš Jendřejek	687 660	2.63%	2.63%
Other	106 484	0.41%	0.41%
Total	26 160 379	100.00%	100.00%

1.7 Statement of changes in the ownership of KOFOLA S.A. shares or rights to such shares (options) by management and supervisory staff

According to the Company's information as at the date of submission of the report for the 3-month period ended 31 March 2015, no changes occurred in the ownership of the KOFOLA S.A. shares by management and supervisory staff compared to the date of submission of the report for 2014.

1.8 Ongoing proceedings before courts, arbitration organs or public administration organs

The KOFOLA S.A. Group is involved in certain legal proceedings that are incidental to the ordinary conduct of its business. The Issuer does not conduct any judicial, administrative or arbitration proceedings and has not conducted such proceedings in the period of past first quarter of 2015, which, in the Issuer's best opinion, could have/had in the past first quarter of 2015 material impact on the financial situation and/or profitability of the Issuer or KOFOLA S.A. Group.

1.9 Information about the conclusion of material contracts that do not meet the criteria of a significant contract

The Group has not concluded any material contracts in the reported period.

1.10 Information about significant contracts

On 17 March 2015, subsidiary Kofola, družba za upravljanje, d.o.o. with registered office Ljubljana in Slovenia closed transaction of acquisition 87.16% of share in Slovenian company Radenska, d.d. Following on 8 April 2015 conditions has been met precedent to acquisition of further 6.82% stake in Radenska, d.d.

As a result of this transaction and earlier transactions related thereto subsidiary Kofola, družba za upravljanje, d.o.o. based in Ljubljana, Slovenia acquired 4 753 589 shares of the Radenska, d.d. (93.98% of all shares) for the price of EUR 64 652 thousand.

1.11 Information about relationships with other Group entities

Transactions between related parties were conducted on market terms generally applied for a given type of transactions.

A description of the transactions concluded between related parties is presented in Note 5.17 to the financial information.

1.12 Information on the granting by the Issuer or its subsidiary of credit or loan guarantees

Entity providing guarantees	Entity receiving guarantees	Credit value on balance sheet day which were subject to guarantee		The period for which guarantees has been provided	The entity for which liabilities guarantees were provided	Type of relationship between the Company and the entity committed to loan
		in currency	in PLN			
Kofola ČeskoSlovensko a.s.	VÚB banka a.s.	EUR 3 070 T	12 554	12/2017	Kofola a.s. (SK)	subsidiary
Kofola ČeskoSlovensko a.s.	Raiiffeisen-Leasing	CZK 7 480 T	1 112	10/2015	Kofola a.s. (CZ)	subsidiary
Kofola ČeskoSlovensko a.s.	Oberbank Leasing	CZK 1 193 T	177	4/2016	Kofola a.s. (CZ)	subsidiary
Kofola ČeskoSlovensko a.s.	Oberbank Leasing	CZK 1 298 T	193	5/2016	Kofola a.s. (CZ)	subsidiary
Kofola ČeskoSlovensko a.s.	Oberbank Leasing	CZK 6 469 T	961	2/2017	Kofola a.s. (CZ)	subsidiary
Kofola ČeskoSlovensko a.s.	Oberbank Leasing	CZK 2 903 T	431	2/2017	Kofola a.s. (CZ)	subsidiary
Kofola ČeskoSlovensko a.s.	Oberbank Leasing	CZK 926 T	138	10/2017	Kofola a.s. (CZ)	subsidiary
Kofola ČeskoSlovensko a.s.	ČSOB a.s.	CZK 43 220 T	6 422	3/2019	Kofola a.s. (CZ)	subsidiary
Kofola ČeskoSlovensko a.s.	ČSOB a.s.	CZK 250 000 T	37 150	notice of termination	Kofola a.s. (CZ)	subsidiary
Kofola ČeskoSlovensko a.s.	ČSOB a.s.	CZK 12 667 T	1 882	2/2018	Kofola a.s. (CZ)	subsidiary
Kofola ČeskoSlovensko a.s.	ČSOB a.s.	CZK 40 000 T	5 944	3/2015	Kofola a.s. (CZ)	subsidiary
Kofola ČeskoSlovensko a.s.	UAB Putokšnis	PLN 943 T	943	7/2015	Hoop Polska Sp. z o.o.	subsidiary
Kofola ČeskoSlovensko a.s.	Unicredit Bank a.s.	EUR 3 982 T	16 282	4/2015	Santa-Trans.SK s.r.o. (SR)	third party **
Kofola ČeskoSlovensko a.s.	Unicredit Bank a.s.	EUR 5 301 T	21 676	12/2022	Santa-Trans.SK s.r.o. (SR)	third party **
Kofola ČeskoSlovensko a.s.	ČSOB Leasing a.s.	CZK 764 T	113	3/2020	Kolonial.cz s.r.o.	third party **
Kofola ČeskoSlovensko a.s.	ČSOB Leasing a.s.	CZK 1 695 T	252	3/2020	Kolonial.cz s.r.o.	third party **
Kofola ČeskoSlovensko a.s.	City-Arena PLUS a.s.	EUR 7 T	28	8/2020	UGO Trade s.r.o.	subsidiary
Kofola a.s. (CZ)	Komerční banka, a.s.	CZK 20 000 T	2 972	notice of termination	Santa Trans s.r.o. (CZ)	subsidiary
Kofola a.s. (CZ)	Komerční banka, a.s.	CZK 7 000 T	1 040	1/2019	Santa Trans s.r.o. (CZ)	subsidiary
KOFOLA S.A.	Bank Millennium S.A.	PLN 8 000 T	8 000	12/2020	Hoop Polska Sp. z o.o.	subsidiary
KOFOLA S.A.	Bank BPH S.A.	PLN 8 000 T	8 000	12/2020	Hoop Polska Sp. z o.o.	subsidiary
KOFOLA S.A.	Bank Millennium S.A.	PLN – T *	-	12/2020	Hoop Polska Sp. z o.o.	subsidiary
KOFOLA S.A.	Bank BPH S.A.	PLN – T *	-	12/2020	Hoop Polska Sp. z o.o.	subsidiary
KOFOLA S.A.	Toyota Leasing S.A.	EUR 320 T	1 308	6/2015	Hoop Polska Sp. z o.o.	subsidiary
KOFOLA S.A.	Krajowa Spółka Cukrowa S.A.	PLN 440 T	440	9/2015	Hoop Polska Sp. z o.o.	subsidiary
KOFOLA S.A.; Kofola a.s. (CZ); Kofola a.s. (SR)	ČSOB, a.s. + ČS, a.s.	CZK 807 738 T	120 030	3/2024	Kofola ČeskoSlovensko a.s.	subsidiary
KOFOLA S.A.; Kofola a.s. (CZ); Kofola a.s. (SR)	ČSOB, a.s. + ČS, a.s.	CZK 960 496 T	142 730	9/2016	Kofola ČeskoSlovensko a.s.	subsidiary
Total loans and guarantees issued as at 31.3.2015			390 778	PLN thousand		

* As at 31 March 2015 the loan was not used

** The fair value of the guarantees is close to zero (fair valuation in level 3)

In the reporting period the companies of the KOFOLA S.A. Group recorded remuneration for guaranteeing the liabilities of other Group companies. These items have been excluded from this report under consolidation adjustments.

1.13 Information on issuing securities

No securities have been issued during the reported period.

1.14 The Management's standpoint on the feasibility of realizing previously published profit/loss forecast for a given year, compared to the forecast results

The Group has not published forecasts of its financial results for the year 2015.

1.15 The factors and unusual events that had an effect on the Group's result

When analysing the results of the first quarter 2015, the seasonality of sales in the non-alcoholic beverages should be taken into consideration. Kofola Group revenue in the first quarter of 2013 and 2014 accounted for 21% of annual consolidated revenue. The Management Board expects a similar seasonality in 2015.

1.16 The factors that in Group's Management opinion would have a significant effect on the Group's future financial results in the next quarter

The Kofola Group's competitive position results from the basic market factors, such as: the strength of its brands, innovation, production costs, products quality, scale effect, swiftness and market position and the ability to obtain raw materials at favourable prices. In the Board of Directors's opinion, the Group's current financial position, its production potential and market position pose no threats to its continued growth. There are, however, several factors, especially external, that will, either directly or indirectly, affect the Group's financial results in the upcoming periods.

In the upcoming periods the main risk factors with a significant effect on the Group's financial results will include in particular:

- the level of unemployment and people's willingness to consume outside of home and purchase brand name food products,
- pricing policies of competitors, in particular in the segment of carbonated beverages (especially cola), mineral waters and syrups,
- the changes in the structure of retail trade, consisting of the growing importance of discount food chains at the expense of traditional channels and the speed of adapting Kofola Group's operating business model to the changing market,
- the ability to maintain the largest customers at reasonable commercial terms to enable Kofola Group companies to generate positive cash flows,
- development of the prices of raw production materials, of which the majority is based on commodities (the prices of raw materials such as oil, sugar, isoglucose, granules for the production of PET bottles, fruit concentrates, foil or paper),
- a further marked deterioration in Russia's economic prospects accompanied by the decline in the Russian ruble can have the adverse effect on the ability of Russian associate OOO Megapack to pay dividends to its parent company and on the required amount of related impairment charges,
- weather conditions (temperature, rain falls),
- changes in foreign exchange rates (PLN, CZK, EUR and RUB) and effectiveness of protection against such changes (so-called hedging),
- ability to introduce innovative products to the market,
- ability to successfully integrate the acquired company into the KOFOLA S.A. Group structures and achieve the pre-acquisition financial targets.

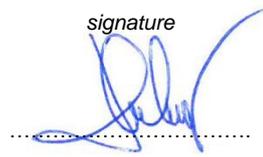
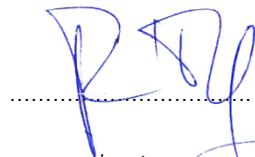
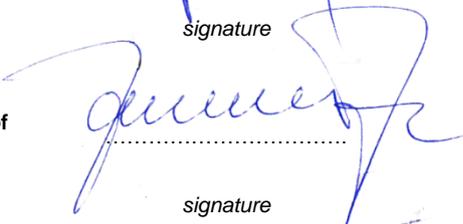
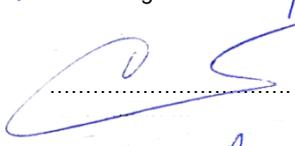
1.17 Subsequent events

ACQUISITION OF ADDITIONAL SHARES OF RADENSKA

On 8 April 2015 Kofola, družba za upravljanje, d.o.o. acquired additional 6.82% of the shares and voting interest in Radenska, d.d. for EUR 4 692 thousand.

No other material events have occurred after the balance sheet date.

SIGNATURES OF THE COMPANY'S REPRESENTATIVES:

11.5.2015	Janis Samaras	Chairman of the Board of Directors	
<i>date</i>	<i>name and surname</i>	<i>position/role</i>	<i>signature</i>
11.5.2015	Martin Mateáš	Member of the Board of Directors	
<i>date</i>	<i>name and surname</i>	<i>position/role</i>	<i>signature</i>
11.5.2015	René Musila	Member of the Board of Directors	
<i>date</i>	<i>name and surname</i>	<i>position/role</i>	<i>signature</i>
11.5.2015	Tomáš Jendřejek	Member of the Board of Directors	
<i>date</i>	<i>name and surname</i>	<i>position/role</i>	<i>signature</i>
11.5.2015	Daniel Buryš	Member of the Board of Directors	
<i>date</i>	<i>name and surname</i>	<i>position/role</i>	<i>signature</i>
11.5.2015	Marián Šefčovič	Member of the Board of Directors	
<i>date</i>	<i>name and surname</i>	<i>position/role</i>	<i>signature</i>

SIGNATURE OF PERSON RESPONSIBLE FOR BOOKKEEPING:

11.5.2015	Rafał Leduchowski	Chief Accountant	
<i>date</i>	<i>name and surname</i>	<i>position</i>	<i>signature</i>

2.1 Consolidated income statement

for the 3-month period ended 31 March 2015 and for the 3-month period ended 31 March 2014 in PLN thousand.

Consolidated Income statement	Note	1.1.2015 - 31.3.2015	1.1.2014 - 31.3.2014
Revenues from the sale of finished products and services	5.1	177 417	196 464
Revenues from the sale of goods and materials	5.1	12 713	3 237
Revenues		190 130	199 701
Cost of products and services sold	5.2	(110 305)	(132 020)
Cost of goods and materials sold	5.2	(11 565)	(2 947)
Cost of sales		(121 870)	(134 967)
Gross profit		68 260	64 734
Selling, marketing and distribution costs	5.2	(51 434)	(48 020)
Administrative costs	5.2	(12 115)	(10 533)
Other operating income		1 058	558
Other operating expenses		(868)	(1 007)
Operating result		4 901	5 732
Financial income	5.3	2 210	173
Financial expense	5.4	(2 614)	(4 092)
Share in the result of associates	5.5	(727)	(2 297)
Profit / (loss) before tax		3 770	(484)
Income tax	5.8	(533)	(931)
Net profit / (loss) for the period		3 237	(1 415)
Attributable to:			
Shareholders of the parent company		3 248	(1 413)
Non-controlling interests		(11)	(2)
Earnings per share (in PLN)			
<i>Basic earnings per share</i>	5.9	0.1242	(0.0540)
<i>Diluted earnings per share</i>	5.9	0.1242	(0.0540)

2.2 Consolidated statement of other comprehensive income

for the 3-month period ended 31 March 2015 and for the 3-month period ended 31 March 2014 in PLN thousand.

Consolidated statement of other comprehensive income	Note	1.1.2015 - 31.3.2015	1.1.2014 - 31.3.2014
Net profit / (loss) for the period		3 237	(1 415)
Other comprehensive income			
Currency differences from translation of foreign subsidiaries – subsequently reclassified to profit or loss		(6 498)	(9 903)
Other comprehensive income (net)	2.5	(6 498)	(9 903)
Total comprehensive income		(3 261)	(11 318)
Attributable to:			
Shareholders of the parent company		(3 212)	(11 319)
Non-controlling interests from continuing operations		(49)	1

2.3 Consolidated statement of financial position

As at 31 March 2015, 31 December 2014 (audited) and 31 March 2014 in PLN thousand.

ASSETS	Note	31.3.2015	31.12.2014	31.3.2014
Fixed assets (long-term)		783 860	658 188	625 496
Tangible fixed assets	5.10	525 193	434 903	395 856
Goodwill	5.11	13 269	13 553	13 458
Intangible fixed assets	5.11	181 917	163 951	165 940
Investments in associates		43 441	43 493	49 544
Other financial assets		3 873	-	-
Other long-term assets		61	61	134
Other long-term receivables		1 709	1 768	-
Deferred tax asset		14 397	459	564
Current assets (short-term)		549 569	275 397	272 540
Inventories		80 394	65 165	100 311
Trade receivables and other receivables		149 761	122 243	151 198
Income tax receivables		901	379	271
Cash and cash equivalents		228 513	87 610	15 619
Assets (group of assets) held for sale		-	-	5 141
TOTAL ASSETS		1 243 429	933 585	898 036
LIABILITIES AND EQUITY				
Equity attributable to shareholders of the parent company		408 131	411 343	386 430
Share capital	2.5	26 160	26 170	26 170
Supplementary capital	2.5	346 644	346 644	541 870
Currency translation difference	2.5	18 321	24 781	10 346
Own shares	2.5	(421)	(431)	(69)
Retained earnings / Accumulated losses	2.5	17 427	14 179	(191 887)
Equity attributable to non-controlling interests		37 203	1 134	753
Total equity	2.5	445 334	412 477	387 183
Long-term liabilities		418 905	158 585	152 380
Bank credits and loans	5.12	308 773	70 286	67 204
Bonds issued		48 275	49 879	49 275
Financial leasing liabilities		31 552	11 496	8 037
Provisions		546	562	678
Other long-term liabilities		5 273	5 305	6 023
Deferred tax liabilities		24 486	21 057	21 163
Short-term liabilities		379 190	362 523	358 473
Bank credits and loans	5.14	100 133	85 753	110 974
Bonds issued		1 117	571	1 194
Financial leasing liabilities		8 407	6 255	6 410
Trade liabilities and other liabilities		241 398	251 801	234 434
Income tax liabilities		2 996	4 618	1 858
Other financial liabilities		142	50	1
Provisions		24 997	13 475	3 602
Total Liabilities		798 095	521 108	510 853
TOTAL LIABILITIES AND EQUITY		1 243 429	933 585	898 036

2.4 Consolidated cash flow statement

for the 3-month period ended 31 March 2015 and for the 3-month period ended 31 March 2014 in PLN thousand.

Consolidated cash flow statement	Note	1.1.2015 - 31.3.2015	1.1.2014 - 31.3.2014
Cash flow from operating activity			
Profit / (Loss) before tax on continuing operations	2.1	3 770	(484)
Adjustments for:			
Non-cash movements and other adjustments			
Depreciation and amortization	5.2	17 034	17 148
Net interest	5.3, 5.4	1 838	2 485
Share in associates' result	5.5	727	2 297
Change in the balance of provisions		(9 164)	(4 916)
Gain on sale of property, plant and equipment		(665)	(308)
Other currency differences from translation		829	(22)
Other		(122)	-
Cash movements			
Paid income tax		(2 372)	(2 312)
Changes in working capital			
Change in the balance of receivables		(5 395)	(7 993)
Change in the balance of inventories		(3 132)	(10 350)
Change in the balance of liabilities		(18 341)	1 481
Net cash flow from operating activity		(14 993)	(2 974)
Cash flow from investing activity			
Sale of intangible and tangible fixed assets		589	575
Purchase of intangible and tangible fixed assets	5.10, 5.11	(19 670)	(10 543)
Purchase of subsidiary net of acquired cash		(78 321)	(7 533)
Purchase of financial assets		(1 677)	-
Interest received		85	44
Net cash flow from investing activity		(98 994)	(17 457)
Cash flow from financial activity			
Repayment of financial leasing liabilities		(2 888)	(3 099)
Proceeds from loans and bank credits received		272 075	19 695
Repayment of loans and bank credits		(10 116)	(9 411)
Interest paid		(1 146)	(1 862)
Other		(1 321)	-
Net cash flow from financing activity		256 604	5 323
Total net cash flow		142 617	(15 108)
Cash at the beginning of the period		87 610	30 542
Exchange differences from translation of cash		(1 714)	185
Cash at the end of the period		228 513	15 618
Restricted cash*		19 190	-

* cash in an escrow account for acquisition of additional share of Radenska, d.d. (5.18)

2.5 Consolidated statement of changes in shareholders' equity

for the 3-month period ended 31 March 2015, 12-month period ended 31 December 2014 (audited) and the 3-month period ended 31 March 2014 in PLN thousand.

Consolidated statement of changes in equity	Note	Attributable to shareholders of the parent company					Equity attributable to shareholders of the parent company	Equity attributable to non-controlling interests	Total equity
		Share capital	Supplementary capital	Currency translation difference	Own shares	Retained earnings / Accumulated losses			
As at 1.1.2014		26 170	541 870	20 252	(69)	(201 422)	386 801	752	387 553
Net profit/(loss) for the period		-	-	-	-	(1 413)	(1 413)	(2)	(1 415)
Other comprehensive income		-	-	(9 906)	-	-	(9 906)	3	(9 903)
Total comprehensive income for the period	2.2	-	-	(9 906)	-	(1 413)	(11 319)	1	(11 318)
Effect of PCD Sp. z o.o. sale		-	-	-	-	10 948	10 948	-	10 948
As at 31.3.2014		26 170	541 870	10 346	(69)	(191 887)	386 430	753	387 183
As at 1.1.2014		26 170	541 870	20 252	(69)	(201 422)	386 801	752	387 553
Net profit/(loss) for the period		-	-	-	-	37 379	37 379	(47)	37 332
Other comprehensive income		-	-	4 529	-	-	4 529	429	4 958
Total comprehensive income for the period	2.2	-	-	4 529	-	37 379	41 908	382	42 290
Dividends payment		-	(17 004)	-	-	-	(17 004)	-	(17 004)
Own shares		-	-	-	(362)	-	(362)	-	(362)
Transfers		-	(178 222)	-	-	178 222	-	-	-
As at 31.12.2014		26 170	346 644	24 781	(431)	14 179	411 343	1 134	412 477
As at 1.1.2015		26 170	346 644	24 781	(431)	14 179	411 343	1 134	412 477
Decrease of share capital		(10)	-	-	10	-	-	-	-
Net profit/(loss) for the period		-	-	-	-	3 248	3 428	(11)	3 237
Other comprehensive income		-	-	(6 460)	-	-	(6 460)	(38)	(6 498)
Total comprehensive income for the period	2.2	-	-	(6 460)	-	3 248	(3 212)	(49)	(3 261)
Changes in non-controlling capital (Radenska)		-	-	-	-	-	-	36 118	36 118
As at 31.3.2015		26 160	346 644	18 321	(421)	17 427	408 131	37 203	445 334

Information about the parent company of the KOFOLA S.A. Group (“the Group”, “the KOFOLA S.A. Group”):

Name: KOFOLA Spółka Akcyjna („the Company”, “the Issuer”)

Registered office: ul. Wschodnia 5, 99-300 Kutno.

Main areas of activity: the activities of head offices and holdings, excluding financial holdings (PKD 2007 - Polish Classification of Activities) 7010Z (the activities of holdings in accordance with PKD 2004 - Polish Classification of Activities). The classification of the Warsaw Stock Exchange places the Company in the food sector.

Registration organ: the Regional Court for Łódź-Śródmieście in Łódź, XX Business Division of the National Court Register, KRS 0000134518.

The Company has been formed for an unspecified time.

The Group's consolidated financial information covers 3-month period ended 31 March 2015 and contains comparatives for the 3-month period ended 31 March 2014.

BOARD OF DIRECTORS

As at 31 March 2015 the Board of Directors of the parent company KOFOLA S.A. comprised:

- Mr. Janis Samaras – Chairman of the Board of Directors,
- Mr. Martin Mateáš – Member of the Board of Directors,
- Mr. Tomáš Jendřejek – Member of the Board of Directors,
- Mr. René Musila – Member of the Board of Directors,
- Mr. Daniel Buryš – Member of the Board of Directors,
- Mr. Marián Šefčovič – Member of the Board of Directors.

SUPERVISORY BOARD

As at 31 March 2015 the Supervisory Board comprised:

- Mr. René Sommer – Chairman,
- Mr. Jacek Woźniak – Vice-Chairman,
- Mr. Dariusz Prończuk,
- Mr. Pavel Jakubík,
- Mr. Moshe Cohen-Nehemia,
- Ms. Agnieszka Donica.

AUDIT COMMITTEE

As at 31 March 2015 the Audit Committee comprised:

- Mr. René Sommer,
- Mr. Jacek Woźniak,
- Mr. Dariusz Prończuk,
- Mr. Pavel Jakubík,
- Mr. Moshe Cohen-Nehemia,
- Ms. Agnieszka Donica.

4.1 Statement of compliance and basis for the preparation of the consolidated financial statements of the KOFOLA S.A. Group

The present condensed interim consolidated financial information ("consolidated financial information") has been prepared in accordance with International Accounting Standard ("IAS 34") - "Interim Financial Reporting" and in accordance with appropriate accounting standards applicable to the interim financial reporting adopted by the European Union, published and effective during the preparation of the interim consolidated financial information.

The present condensed consolidated financial information is to be read along with the audited consolidated financial information of the KOFOLA S.A. Group for the year ended 31 December 2014 prepared in accordance with International Financial Reporting Standards ("IFRS"), as adopted by the EU, containing notes ("the Consolidated Financial Statements prepared in accordance with IFRS").

The condensed interim consolidated financial statement includes the consolidated statement of the financial position, consolidated income statement, consolidated statement of comprehensive income, consolidated statement of changes in equity, consolidated cash-flow statement and explanatory notes.

The consolidated financial statements are presented in Polish zlotys ("PLN"), and all values, unless stated otherwise, are listed in PLN thousand.

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires that management exercise its judgement in the process of applying the group's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements as disclosed in Note 4.6.

ADOPTION OF CHANGES TO STANDARDS IN 2015

No new standards, changes in binding standards and interpretations adopted by the European Union have been adopted by the Group starting from 1 January 2015.

Following new standards and amendments not yet effective are relevant for Group:

- IFRS 9, 'Financial Instruments': Classification and Measurement.
- IFRS 15, 'Revenue from Contracts with Customers'.
- Amendment to IAS 1, Disclosure Initiative.
- Amendment to IAS 16, 'Property, plant and equipment', and IAS 38 'Intangible assets' on clarification of acceptable methods of depreciation and amortisation.
- Amendment to IAS 27, 'Separate financial statements' on equity method in separate financial statements.
- Amendment to IFRS 10, 'Consolidated financial statements' and IAS 28, 'Investments in associates', on Investment entities: Applying the consolidation exception.
- Amendment to IFRS 10, 'Consolidated financial statements' and IAS 28, 'Investments in associates' on the sale or contribution of assets between an investor and its associate or joint venture.

The management of the Group is analysing potential impact of the above mentioned standards on the consolidated financial information of the Group.

Following new standards and amendments not yet effective are not relevant for Group:

- IFRS 14, 'Regulatory Deferral Accounts'.
- Amendment to IAS 16, 'Property, plant and equipment', and IAS 41, 'Agriculture' on Agriculture: Bearer plants.
- Amendment to IFRS 11, 'Joint arrangements' on Accounting for acquisitions of interests in joint operations.

4.2 Functional currency and presentation currency

The Polish zloty is the functional currency of the parent company and the presentation currency of the consolidated financial statements.

4.3 Translation of amounts expressed in foreign currencies

The methods used to recognize and value transactions expressed in foreign currencies have been specified in IAS 21 "The Effects of Changes in Foreign Exchange Rates". Transactions expressed in foreign currencies are translated by the companies comprising the Group into their functional currencies using the exchange rates as at the date of the transaction. Monetary assets and liabilities expressed as at the balance sheet date in foreign currencies are translated using the closing exchange rate announced by the National Bank of Poland for the end of the reporting period, and all foreign exchange gains or losses are recognized in the profit and loss account under:

- operating income and expense – for trading operations,
- financial income and expense – for financial operations.

Non-financial assets and liabilities recognized at historical cost expressed in a foreign currency are listed at the historical rate as at the date of the transaction. Non-financial assets and liabilities recognized at fair value expressed in a foreign currency are translated at the exchange rate as at the date on which they were stated at fair value.

Foreign exchange differences on loans granted to consolidated related parties are transferred as part of consolidation adjustments from the profit and loss to other comprehensive income and accumulated in Currency translation difference.

The following rates were used for preparation of the financial information:

Currency rate at the end of the period	31.3.2015	31.12.2014	31.3.2014
PLN/CZK	0.1486	0.1537	0.1520
PLN/EUR	4.0890	4.2623	4.1713
PLN/RUB	0.0661	0.0602	0.0852
PLN/USD	3.8125	3.5072	3.0344

Average currency rate, calculated as arithmetical mean of currencies on last day of each month in the period	1.1.2015 - 31.3.2015	1.1.2014 - 31.12.2014	1.1.2014 - 31.3.2014
PLN/CZK	0.1502	0.1520	0.1527
PLN/EUR	4.1489	4.1893	4.1894
PLN/RUB	0.0600	0.0821	0.0860
PLN/USD	3.7436	3.1784	3.0629

The financial information of foreign entities is translated into PLN in the following manner:

- assets and liabilities for each statement of financial position presented at the exchange rate announced by the National Bank of Poland for the balance sheet date,
- income and expense for each income statement at the rate constituting the arithmetical mean of the average exchange rates announced by the National Bank of Poland for each day ending an operating month. The resulting foreign exchange differences are recognized directly in equity as a separate item,
- corresponding cash-flow statement items (investment and financing activities) at the rate constituting the arithmetical mean of the average exchange rates announced by the National Bank of Poland for each day ending an operating month. The resulting foreign exchange differences are recognized under the "Other currency differences from translation" item of the cash-flow statement.

4.4 Consolidation methods

4.4.1 Subsidiaries

Subsidiaries are those investees, including structured entities, that the Group controls because the Group (i) has power to direct the relevant activities of the investees that significantly affect their returns, (ii) has exposure, or rights, to variable returns from its involvement with the investees, and (iii) has the ability to use its power over the investees to affect the amount of the investor's returns. The existence and effect of substantive rights, including substantive potential voting rights, are considered when assessing whether the Group has power over another entity. For a right to be substantive, the holder must have a practical ability to exercise that right when decisions about the direction of the relevant activities of the investee need to be made. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Group controls another entity. The Group also assesses the existence of control where it does not have more than 50% of the voting power but is able to govern the financial and operating policies by virtue of de-facto control.

De-facto control may arise in circumstances where the size of the Group's voting rights relative to the size and dispersion of holdings of other shareholders give the Group the power to govern the financial and operating policies, etc.

Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

The Group applies the acquisition method to account for business combinations. The consideration transferred for the acquisition of a subsidiary is the fair value of the assets transferred, the liabilities incurred to the former owners of the acquiree and the equity interests issued by the Group. The consideration transferred includes the fair value of any asset or liability resulting from a contingent consideration arrangement. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values as at the acquisition date. The Group recognizes any non-controlling interest in the acquiree on an acquisition-by-acquisition basis, either at fair value or at the non-controlling interest's proportionate share of the recognised amounts of the acquiree's identifiable net assets.

Acquisition-related costs are expensed as incurred.

If the business combination is achieved in stages, the acquisition date carrying value of the acquirer's previously held equity interest in the acquiree is re-measured to fair value at the acquisition date; any gains or losses arising from such remeasurement are recognised in profit or loss.

Any contingent consideration to be transferred by the Group is recognised at fair value at the acquisition date. Subsequent changes to the fair value of the contingent consideration that is deemed to be an asset or liability is recognised in accordance with IAS 39 either in profit or loss or as a change to other comprehensive income. Contingent consideration that is classified as equity is not re-measured, and its subsequent settlement is accounted for within equity.

Goodwill is initially measured as the excess of the aggregate of the consideration transferred and initially recognized non-controlling interest over the net identifiable assets acquired and liabilities assumed. If this consideration is lower than the fair value of the net assets of the subsidiary acquired, the difference is recognised in profit or loss.

Inter-company transactions, balances, income and expenses on transactions between Group companies are eliminated. Profits and losses resulting from intercompany transactions that are recognised in assets are also eliminated. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

4.4.2 Changes in ownership interests in subsidiaries without change of control

Transactions with non-controlling interests that do not result in loss of control are accounted for as equity transactions – that is, as transactions with the owners in their capacity as owners. The difference between fair value of any consideration paid and the relevant share of the acquired carrying value of net assets of the subsidiary is recorded in retained earnings. Gains or losses on disposals to non-controlling interests are also recorded in equity.

4.4.3 Disposal of subsidiaries

When the Group ceases to have control, any retained interest in the entity is remeasured to its fair value as at the date when control is lost, with the change in carrying amount recognised in profit or loss. The fair value is the initial carrying amount for the purposes of subsequently accounting for the retained interest as an associate, joint venture or financial asset. In addition, any amounts previously recognised in other comprehensive income in respect of that entity are accounted for as if the Group had directly disposed of the related assets or liabilities. This may mean that amounts previously recognised in other comprehensive income are reclassified to profit or loss.

4.4.4 Associates

Associates are all entities over which the Group has significant influence but not control, generally accompanying a shareholding of between 20% and 50% of the voting rights. Investments in associates are accounted for using the equity method of accounting. As the equity of the associate has been reduced by paid dividends, the Company decided to assess the carrying amount of the investment by applying the discounted cash flow techniques. Under the equity method, the investment is initially recognized at cost, and the carrying amount is increased or decreased to recognize the investor's share of the profit or loss of the investee after the date of acquisition. The group's investment in associates includes goodwill identified on acquisition.

If the ownership interest in an associate is reduced but significant influence is retained, only a proportionate share of the amounts previously recognized in other comprehensive income is reclassified to profit or loss where appropriate.

The Group's share of post-acquisition profit or loss is recognized in the income statement, and its share of post-acquisition movements in other comprehensive income is recognized in other comprehensive income with a corresponding adjustment to the carrying amount of the investment. When the Group's share of losses in an associate equals or exceeds its interest in the associate, including any other unsecured receivables, the Group does not recognize further losses, unless it has incurred legal or constructive obligations or made payments on behalf of the associate.

The Group determines as at each reporting date whether there is any objective evidence that the investment in the associate is impaired. If this is the case, the Group calculates the amount of impairment as the difference between the recoverable amount of the associate and its carrying value and recognises the amount adjacent to 'share of profit/(loss) of associates in the income statement.

Profits and losses resulting from upstream and downstream transactions between the Group and its associate are recognised in the Group's financial information only to the extent of unrelated investor's interests in the associates. Unrealised gains and losses are eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of associates have been changed where necessary to ensure consistency with the policies adopted by the Group.

Dilution gains and losses arising in investments in associates are recognised in the income statement.

4.5 Accounting methods

The accounting methods based on which the present financial information has been prepared have not changed compared to the methods used in the consolidated financial information for the twelve-month period ended 31 December 2014.

4.6 Significant estimates

Since some of the information contained in the consolidated financial information cannot be measured precisely, the Group's Board of Directors must perform estimates to prepare the consolidated financial information. The Board of Directors verifies the estimates based on changes in the factors taken into account at their calculation, new information or past experiences. For this reason the estimates performed as at 31 March 2015 may be changed in the future. The main estimates pertain to the following matters:

Estimates	Type of information
Impairment of goodwill and individual tangible and intangible assets	Key assumptions used to determine the recoverable amount: evidence for impairment, models, discount rates, growth rates.
Useful life of trade marks	The history of the trade mark on the market, market position, useful life of similar products, the stability of the market segment, competition.
Income tax	Assumptions used to recognise deferred income tax assets.

4.7 Approval of consolidated financial statements

The Board of Directors approved the present consolidated financial information for publication on 11 May 2015.

5.1 Operating segments

An operating segment is a component of an entity:

- A) which engages in business activities as a result of which it may earn revenues and incur costs (including revenues and costs associated with transactions with other components of the same entity),
- B) which results are regularly reviewed by the main body in charge of making operating decisions at the entity, which uses those results to decide on the allocation of resources to the segment and to assess the segment's results, as well as,
- C) for which separate financial information is available.

The Board of Directors of KOFOLA S.A. is the chief operating decision maker responsible for operational decision-making and uses these results to decide on the allocation of resources to the segment and to assess segments performance.

The Group operates in the following segments managed by the chief operating decision maker:

- Poland
- Czech Republic
- Slovakia
- Slovenia
- Export

The Group applies the same accounting methods for all of the segments which are also in line with the accounting methods used in the preparation of these consolidated financial statements. Transactions between segments are eliminated in the consolidation process. The segment Export represents an aggregation of few other countries mainly in Europe with similar economic characteristics.

Within the presented segments, the Group identified one customer, who generated more than 10% of the Group's consolidated revenues from continuing operations. The Group's revenues from that customer in the first quarter of 2015 amounted PLN 49 095 thousand (first quarter of 2014: PLN 53 172 thousand).

5 NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS OF THE KOFOLA S.A. GROUP

Total revenues and costs of all operating segments correspond to information presented in the income statement for the reporting and comparative period. Reporting segment results for the 3-month period ended 31 March 2015 and the 3-month period ended 31 March 2014 are presented below:

GEOGRAPHICAL SEGMENTS

1.1.2015 - 31.3.2015	Poland	Czech Republic	Slovakia	Slovenia	Export	Subtotal	Eliminations (consolidation adjustments)	Russia	Total
Revenues	76 988	86 796	54 919	-	1 711	220 414	(30 284)	-	190 130
Sales to external customers	74 233	69 835	44 351	-	1 711	190 130	-	-	190 130
Inter-segment sales	2 755	16 961	10 568	-	-	30 284	(30 284)	-	-
Operating expenses	(74 525)	(88 914)	(50 283)	(137)	(1 654)	(215 513)	30 284	-	(185 229)
Related to external customers sales	(71 770)	(71 953)	(39 715)	(137)	(1 654)	(185 229)	-	-	(185 229)
Related to inter-segment sales	(2 755)	(16 961)	(10 568)	-	-	(30 284)	30 284	-	-
Operating result	2 463	(2 118)	4 636	(137)	57	4 901	-	-	4 901
Result from financial activity						(2 380)	1 976	(727)	(1 131)
with third parties						(404)	-	-	(404)
between segments						(1 976)	1 976	-	-
Share in associates' result						-	-	(727)	(727)
Profit/(loss) before tax						2 521	1 976	(727)	3 770
Income tax						(242)	(291)	-	(533)
Net profit/(loss)	2 062	(2 699)	3 001	(137)	52	2 279	1 685	(727)	3 237
Assets and liabilities									
Segment assets	346 371	625 096	217 852	341 716	10 279	1 541 314	(340 651)	42 766	1 243 429
Total assets	346 371	625 096	217 852	341 716	10 279	1 541 314	(340 651)	42 766	1 243 429
Segment liabilities	175 211	541 926	115 526	305 265	3 361	1 141 289	(343 194)	-	798 095
Equity								-	445 334
Total liabilities and equity									1 243 429
Other information concerning segment									
Tangible and intangible fixed assets – paid	3 307	14 239	2 124	-	-	19 670	-	-	19 670
Depreciation and amortization	3 996	9 191	3 847	-	-	17 034	-	-	17 034

5 NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS OF THE KOFOLA S.A. GROUP

1.1.2014 - 31.3.2014	Poland	Czech Republic	Slovakia	Export	Subtotal	Eliminations (consolidation adjustments)	Russia	Total
Revenues	88 609	77 315	50 980	1 484	218 388	(18 687)	-	199 701
Sales to external customers	85 234	72 143	40 840	1 484	199 701	-	-	199 701
Inter-segment sales	3 375	5 172	10 140	-	18 687	(18 687)	-	-
Adjusted operating expenses	(90 493)	(73 213)	(47 451)	(1 499)	(212 656)	18 687	-	(193 969)
Related to external customers sales	(87 118)	(68 041)	(37 311)	(1 499)	(193 969)	-	-	(193 969)
Related to inter-segment sales	(3 375)	(5 172)	(10 140)	-	(18 687)	18 687	-	-
Operating result	(1 884)	4 102	3 529	(15)	5 732	-	-	5 732
Result from financial activity					5 090	(9 009)	(2 297)	(6 216)
with third parties					(3 919)	-	-	(3 919)
between segments					9 009	(9 009)	-	-
Share in associates' result					-	-	(2 297)	(2 297)
Profit /(loss) before tax					10 822	(9 009)	(2 297)	(484)
Income tax					(963)	32	-	(931)
Net profit /(loss)	5 834	1 640	2 458	(73)	9 859	(8 977)	(2 297)	(1 415)
Assets and liabilities								
Segment assets	363 170	387 433	181 391	14	932 008	(83 516)	49 544	898 036
Total assets	363 170	387 433	181 391	14	932 008	(83 516)	49 544	898 036
Segment liabilities	192 736	311 468	99 953	14	604 171	(93 318)	-	510 853
Equity							-	387 183
Total liabilities and equity								898 036
Other information concerning segment								
Tangible and intangible fixed assets – paid	2 358	3 135	5 050	-	10 543	-	-	10 543
Depreciation and amortization	5 809	7 837	3 502	-	17 148	-	-	17 148

5 NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS OF THE KOFOLA S.A. GROUP

REVENUES BY PRODUCT

1.1.2015 - 31.3.2015	Carbonated beverages	Non-carbonated beverages	Waters	Syrups	Other	Total
Sales revenue	94 232	15 888	37 779	30 261	11 970	190 130

1.1.2014- 31.3.2014	Carbonated beverages	Non-carbonated beverages	Waters	Syrups	Other	Total
Sales revenue	103 717	10 429	39 977	36 836	8 742	199 701

SEASONAL AND CYCLICAL NATURE OF THE OPERATIONS OF THE KOFOLA S.A. GROUP

Seasonality

Seasonality is associated with periodic deviations in demand and supply, of certain significance in the shaping of the KOFOLA Group's general sales trends. Beverage sales peak appears in the 2nd and 3rd quarter of the year. This is caused by increased drink consumption in the spring and summer months. In the year ended 31 December 2014, about 21% (21% in 2013) of revenue from the sales of finished products and services was earned in the 1st quarter, with 28% (29% in 2013), 28% (27% in 2013) and 24% (23% in 2013) of the annual consolidated revenues earned in the 2nd, 3rd and 4th quarters, respectively.

Cyclical nature

The Group's results are dependent on economic cycles, in particular on fluctuations in demand and in the prices of raw materials, so-called "commodities".

5.2 Expenses by nature

Expenses by nature	1.1.2015 - 31.3.2015	1.1.2014 - 31.3.2014
Depreciation of tangibles and amortization of intangibles	17 034	17 148
Employee benefit costs and retirement benefits	32 179	28 636
Consumption of materials and energy	95 680	119 251
Cost of goods and materials sold	11 565	2 947
Services	28 340	25 493
Rental costs	3 138	3 019
Taxes and fees	1 578	1 390
Property and life insurance	574	611
Other costs, including:	(800)	1 859
– change in allowance to inventory	(39)	(576)
– change in allowance to receivables	(1 288)	1 187
– other operating costs	527	1 248
Total expenses by nature *	189 288	200 354
Change in the balance of semi-finished products and work in progress	(3 869)	(6 834)
Reconciliation of expenses by nature to expenses by function	185 419	193 520
Selling, marketing and distribution costs	51 434	48 020
Administrative costs	12 115	10 533
Costs of products and services sold	110 305	132 020
Cost of goods and materials sold	11 565	2 947
Total costs of products sold, merchandise and materials, sales costs and administrative costs	185 419	193 520

Costs of employee benefits and retirement benefits	1.1.2015 - 31.3.2015	1.1.2014 - 31.3.2014
Cost of salaries	24 997	21 853
Social security and other benefit costs	2 573	2 610
Retirement benefit plan expenses	4 609	4 173
Total costs of employee benefits and retirement benefits	32 179	28 636

* Does not include other operating income and expenses

5.3 Financial income

Financial income	1.1.2015 - 31.3.2015	1.1.2014 - 31.3.2014
Financial interest income from:		
– bank deposits	85	23
– credits and loans granted	124	88
Net financial income from realised FX differences	1 914	62
Other financial income	87	-
Total financial income	2 210	173

5.4 Financial expense

Financial expense	1.1.2015 - 31.3.2015	1.1.2014 - 31.3.2014
Financial interest expense from:		
– credits, financial leases and bonds	2 047	2 596
Financial losses from realised FX differences	-	1 133
Bank costs and charges	559	363
Other financial expense	8	-
Total financial expense	2 614	4 092

5.5 Share in the result of associates

The item includes share in the loss of the Megapack Group for the current period of PLN 727 thousand attributable to the KOFOLA S.A. Group (1.1.2014 – 31.3.2014: PLN 2 297 thousand share in the loss of the Megapack Group).

5.6 Changes in allowances

Changes in allowances	Receivables	Inventories	Financial assets
As at 1.1.2015	18 138	2 370	800
Currency differences from translation	(286)	(12)	-
Increase due to creation	438	316	-
Decrease due to release	(825)	(294)	-
Decrease due to usage	(901)	(61)	-
As at 31.3.2015	16 564	2 319	800

5.7 Dividends paid and declared

No dividends have been paid or declared in the current period.

5.8 Income tax

Main income tax elements for the 3-month period ended 31 March 2015 and for the 3-month period ended 31 March 2014 were as follows:

Income tax	1.1.2015 - 31.3.2015	1.1.2014 - 31.3.2014
Income Statement		
Current income tax	753	1 379
Current income tax charge	753	1 379
Adjustments of current income tax from previous years	-	-
Deferred income tax	(220)	(448)
Related to arising and reversing of temporary differences	1 274	(448)
Related to tax losses	(1 494)	-
Income tax recorded in consolidated income statement	533	931

5.9 Earnings per share

The basic earnings per share is calculated by dividing the net profit for the period attributable to ordinary shareholders of the parent company by the weighted average number of ordinary shares outstanding during the period.

The diluted earnings per share is calculated by dividing the net profit for the period attributable to ordinary shareholders (after deducting the interest on redeemable preferred shares convertible to ordinary shares) by the weighted average number of ordinary shares outstanding during the period (adjusted by the effect of diluting options and own shares not subject to dividends).

Data relating to the profits and shares used to calculate basic and diluted profit per share are presented below:

	1.1.2015 - 31.3.2015	1.1.2014 - 31.3.2014
Net profit / (loss) attributable to shareholders of the parent company	3 248	(1 413)
1.1.2015 - 31.3.2015		
Weighted average number of issued common shares used to calculate the regular earnings per share ratio	26 160 379	26 170 003
Shares buy-back	-	-
Weighted average number of issued common shares	26 160 379	26 170 003
Impact of dilution:		
Subscription warrants	-	-
Adjusted weighted average number of common shares used to calculate diluted earnings per share	26 160 379	26 170 003

No other transactions involving ordinary shares or potential ordinary shares, except for registration of capital reduction, took place in the period from the balance sheet date to the preparation of the financial information.

Based on the above information, the basic and diluted profit per share amounts to:

Basic earnings per share (PLN/share)	1.1.2015 - 31.3.2015	1.1.2014 - 31.3.2014
Net profit / (loss) attributable to shareholders of the parent company	3 248	(1 413)
Weighted average number of issued common shares	26 160 379	26 170 003
Regular earnings per share attributable to shareholders of the parent company	0.1242	(0.0540)
Diluted earnings per share (PLN/share)		
Net profit / (loss) attributable to shareholders of the parent company	3 248	(1 413)
Adjusted weighted average number of common shares used to calculate diluted earnings per share	26 160 379	26 170 003
Diluted earnings per share attributable to shareholders of the parent company	0.1242	(0.0540)

5.10 Tangible fixed assets

In the reporting period of three-months ended 31 March 2015 the companies of the KOFOLA S.A. Group incurred PLN 18 791 thousand of expenditures to increase the value of tangible fixed assets. The additions to tangible fixed assets relate primarily to the aseptic line used by Kofola a.s. (Slovakia) and assets in the acquired subsidiary Radenska, d.d.

5.11 Intangible fixed assets

Goodwill consists of the goodwill for the company Pinelli spol. s r.o. acquired in April 2011 and goodwill of acquired by Kofola a.s. (Czech Republic) in 2006, production part of the company Klimo s.r.o.

The value of trademarks includes, among others, the value of such trademarks as: Kofola, Vinea, Hoop Cola, Paola, Citrocola, Semtex, Erektus, UGO, Radenska, Ora.

In the reporting period of three-months ended 31 March 2015 the KOFOLA S.A. Group companies made expenditures to increase the value of intangible assets amounting to PLN 879 thousand. The additions to intangible fixed assets relate primarily to the software in Kofola ČeskoSlovensko a.s. and assets in the acquired subsidiary Radenska, d.d.

5.12 Credits, loans and issued bonds

INDEBTNESS OF THE GROUP FROM THE CREDITS AND LOANS AND FROM EMITTED BONDS

As at 31 March 2015, the Group's total credit and loan debt amounted to PLN 408 906 thousand and increased by PLN 252 867 thousand compared to the end of December 2014, mainly due to the bank loan for acquisition of Radenska, d.d.

As at 31 March 2015, KOFOLA S.A. has obligations from issued bonds in the total amount of PLN 49 392 thousand. Liabilities from interests and obligations from bonds maturing in October 2018 in the amount of PLN 48 275 thousand are disclosed in long-term liabilities, and the liabilities from interests in the amount of PLN 1 117 thousand are presented in short-term liabilities.

CREDIT TERMS AND TERMS AND CONDITIONS OF BONDS ISSUE

Based on credit agreements and Terms and Conditions of the Bonds Issue (TCBI), the companies of the Group are required to meet specified financial ratios (covenants). In accordance with the requirements of IAS 1, a breach of credit terms that may potentially limit unconditional access to credits in the nearest year makes it necessary to classify such liabilities as short-term.

Kofola a.s. (Czech Republic) did not reach Return on Sales ratio covenant, exceeded Net debt to EBITDA ratio covenant and exceeded Debt Service ratio covenant associated with a bank loan in the first quarter of 2015. However, the Group obtained a waiver of the breach of covenants from the banks. Accordingly, the loans were not payable on demand at 31 March 2015. The breach of covenants is mainly caused by the revenues seasonality in the first quarter and the management believes that the risk of the covenants being breached in following quarters is low.

All Terms and Conditions of the Bonds Issue were met.

As such the Group did not perform any change in presentation.

5.13 Future commitments, contingent assets and liabilities

As at 31 March 2015 the Group has following liabilities to third parties.

Entity providing guarantees	Entity receiving guarantees	Credit value on balance sheet day which were subject to guarantee		The period for which guarantees has been provided	The entity for which liabilities guarantees were provided	Type of relationship between the Company and the entity committed to loan
		in currency	in PLN			
Kofola ČeskoSlovensko a.s.	Unicredit Bank a.s.	EUR 3 982 T	16 282	4/2015	Santa-Trans.SK s.r.o. (SR)	third party *
Kofola ČeskoSlovensko a.s.	Unicredit Bank a.s.	EUR 5 301 T	21 676	12/2022	Santa-Trans.SK s.r.o. (SR)	third party *
Kofola ČeskoSlovensko a.s.	ČSOB Leasing a.s.	CZK 764 T	113	3/2020	Kolonial.cz s.r.o.	third party *
Kofola ČeskoSlovensko a.s.	ČSOB Leasing a.s.	CZK 1 695 T	252	3/2020	Kolonial.cz s.r.o.	third party *
Total loans and guarantees issued as at 31.3.2015			PLN 38 323	thousand		

* The fair value of the guarantees is close to zero (fair valuation in level 3).

5.14 Court litigations

The KOFOLA S.A. Group is involved in certain legal proceedings that are incidental to the ordinary conduct of its business. The Issuer does not conduct any judicial, administrative or arbitration proceedings and has not conducted such proceedings in the period of first quarter 2015, which, in the Issuer's best opinion, could have/had in the past first quarter material impact on the financial situation.

5.15 Information on transactions with related parties

Ultimate controlling party is represented by private individuals.

Presented below are the total amounts of transactions concluded in a given financial period with non-consolidated related parties:

Receivables from related companies	31.3.2015	31.12.2014	31.3.2014
- from associates	26	24	-
Total receivables from related companies	26	24	-

Liabilities to related companies	31.3.2015	31.12.2014	31.3.2014
- towards shareholders of KSM Investment (loan)	5 252	5 394	5 328
Total liabilities towards related companies	5 252	5 394	5 328

Total remuneration paid to the members of the Board of Directors and Supervisory Board of KOFOLA S.A. in the three-month period ended 31 March 2015 amounted to PLN 4 328 thousand (in the three-month period ended 31 March 2014 amounted to PLN 2 356 thousand).

All transactions with related parties have been concluded on market terms.

5.16 Financial instruments

Table below presents financial instruments measured at fair value, according to different valuations methods. Levels are defined as follows:

- Quoted prices (unadjusted) for identical assets or liabilities in an active market (Level 1).
- Market inputs to valuation model other than Level 1 inputs, which are observable on the market for the asset or liability either directly (as price) or indirectly (based on prices) (Level 2).
- Market inputs to valuation model, for the asset or liability, not based on observable market data (unobservable market inputs) (Level 3).

Fair value measurement may be either recurring (repeated at the end of each reporting period) or non-recurring (one-off fair value measurement).

Financial instruments measured at fair value are assigned to the following levels in the fair value hierarchy:

Financial assets- Technical valuation based on significant non-observable data	1.1.2013
Non-recurring measurement	
Investment cost in an associate (initial recognition)*	58 876

* Fair value of the investments in associates (Megapack Group) from non-controlling interests (Megapack Group) was calculated using the discounted cash flow method, based on the financial projections presented by the Board of Directors of the Megapack Group. For the purposes of valuation a weight average capital cost (WACC) on the level of 11.6% and marginal growth rate of 3.5% were adopted. Discounted cash flows method was used as shares of the Megapack Group are not quoted and due to the lack of similar market transactions current period.

The fair value of the following financial assets and liabilities approximates their carrying value:

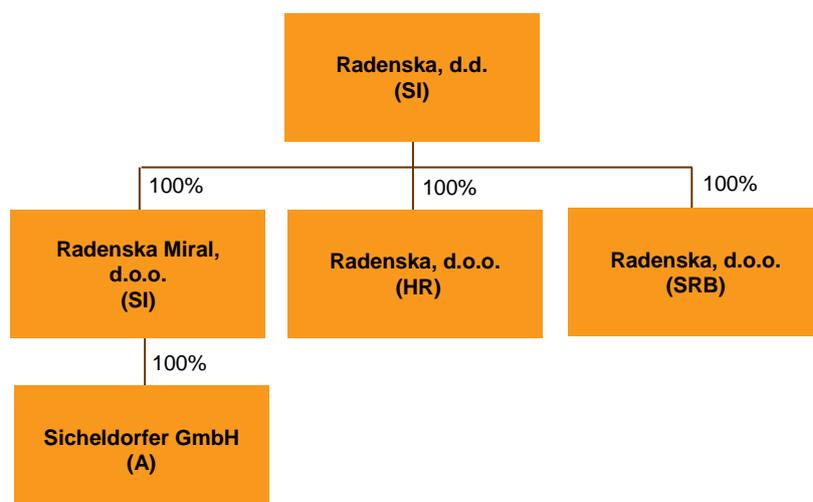
- Trade receivables and other receivables
- Other financial assets
- Cash and cash equivalents
- Trade liabilities and other liabilities
- Credit and loans

5.17 Acquisition of subsidiary

ACQUISITION OF RADENSKA

On 17 March 2015, Kofola, družba za upravljanje, d.o.o. acquired 87.16% of the shares and voting interest in Radenska d.d., producer of natural mineral and spring water products in Slovenia. The Group determined the acquisition date as 31 March 2015 and the transactions for period 17 March 2015 to 31 March 2015 were considered not material.

Radenska, d.d. Group has the following structure:



The consideration transferred comprised cash of PLN 245 172 thousand (EUR 59 959 thousand).

The following table summarizes the recognized amounts of assets acquired and liabilities assumed at the date of acquisition.

	Radenska, d.d.	Radenska Miral, d.o.o.	Group
Tangible fixed assets	82 659	-	82 659
Intangible fixed assets	1 734	21 036	22 770
Investment in subsidiaries and associates	17 734	654	675
Other financial assets	2 220	-	2 220
Deferred tax assets	13 420	-	13 420
Inventories	12 095	-	12 095
Trade receivables and other receivables	19 680	10	19 690
Cash and cash equivalents	168 663	-	168 663
Provisions	(20 670)	-	(20 670)
Deferred tax liability	-	(3 894)	(3 894)
Trade liabilities and other liabilities	(16 246)	(1)	(16 247)
Other financial liabilities	-	(92)	(92)
Total identifiable net assets acquired	281 289	17 713	281 289

Intangible fixed assets (brands) fair value of PLN 21 036 thousand has been measured on a provisional basis, pending completion of an internal purchase price allocation.

Investments in Radenska, d.o.o. (HR), Radenska, d.o.o. (SRB) and Sichelborfer GmbH (A) are accounted for using the equity method due to their insignificance.

If new information obtained within one year of the date of acquisition about facts and circumstances that existed at the date of acquisition identifies adjustments to the above amounts, or any additional provisions that existed at the date of acquisition, then the accounting for the acquisition will be revised.

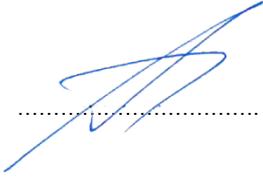
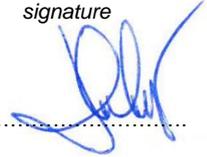
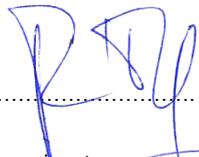
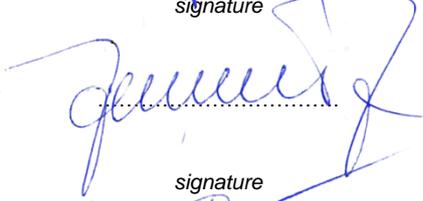
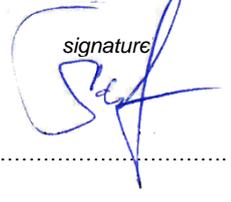
5.18 Subsequent events

ACQUISITION OF ADDITIONAL SHARES OF RADENSKA

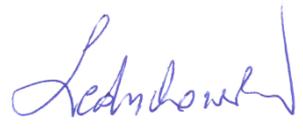
On 8 April 2015, Kofola, družba za upravljanje, d.o.o. acquired additional 6.82% of the shares and voting interest in Radenska d.d. for EUR 4 692 thousand.

No other material events have occurred after the balance sheet date.

SIGNATURES OF THE COMPANY'S REPRESENTATIVES:

11.5.2015	Janis Samaras	Chairman of the Board of Directors	
<i>date</i>	<i>name and surname</i>	<i>position/role</i>	<i>signature</i>
11.5.2015	Martin Mateáš	Member of the Board of Directors	
<i>date</i>	<i>name and surname</i>	<i>position/role</i>	<i>signature</i>
11.5.2015	René Musila	Member of the Board of Directors	
<i>date</i>	<i>name and surname</i>	<i>position/role</i>	<i>signature</i>
11.5.2015	Tomáš Jendřejek	Member of the Board of Directors	
<i>date</i>	<i>name and surname</i>	<i>position/role</i>	<i>signature</i>
11.5.2015	Daniel Buryš	Member of the Board of Directors	
<i>date</i>	<i>name and surname</i>	<i>position/role</i>	<i>signature</i>
11.5.2015	Marián Šefčovič	Member of the Board of Directors	
<i>date</i>	<i>name and surname</i>	<i>position/role</i>	<i>signature</i>

SIGNATURE OF PERSON RESPONSIBLE FOR BOOKKEEPING:

11.5.2015	Rafał Leduchowski	Chief Accountant	
<i>date</i>	<i>name and surname</i>	<i>position</i>	<i>signature</i>

6.1 Standalone income statement

for the three-month period ended 31 March 2015 and the three-month period ended 31 March 2014 in PLN thousand.

Income Statement	Note	1.1.2015 - 31.3.2015	1.1.2014 - 31.3.2014
Revenue from dividends		-	8 699
Gross profit		-	8 699
Administrative costs	9.1	(936)	(716)
Other operating income		-	7
Other operating expenses		(269)	-
Operating profit/loss		(1 241)	7 990
Financial income	9.2	968	1 123
Financial expense	9.3	(1 004)	(1 171)
Profit/loss before tax		(1 241)	7 941
Income tax	9.6	-	144
Net profit/loss for the period		(1 241)	8 085
Earnings per share (in PLN)			
- basic from profit for the period		(0.0474)	0.3089
- diluted from profit for the period		(0.0474)	0.3089

6.2 Standalone statement of comprehensive income

for the three-month period ended 31 March 2015 and the three-month period ended 31 March 2014 in PLN thousand.

Statement of comprehensive income	Note	1.1.2015 - 31.3.2015	1.1.2014 - 31.3.2014
Net profit/loss for the period		(1 241)	8 085
Other comprehensive income		-	-
Total comprehensive income	6.5	(1 241)	8 085

6.3 Standalone statement of financial position

as at 31 March 2015, 31 December 2014 (audited) and 31 March 2014 in PLN thousand.

ASSETS	Note	31.3.2015	31.12.2014	31.3.2014
Fixed assets (long-term)		832 436	833 480	851 124
Tangible fixed assets		268	268	268
Investment in subsidiaries and associates	9.7	737 933	737 933	744 680
Loans granted to related parties		93 817	94 862	105 615
Deferred tax assets		416	416	560
Current assets (short-term)		4 330	5 021	2 049
Trade receivables and other receivables		3 417	3 726	538
Cash and cash equivalents		913	1 295	1 511
TOTAL ASSETS		836 765	838 501	853 173
LIABILITIES AND EQUITY				
Equity		760 213	761 454	776 903
Share capital		26 160	26 170	26 170
Supplementary capital		725 712	725 712	908 887
Own shares		(421)	(431)	(69)
Retained earnings		8 762	10 003	(158 085)
Long-term liabilities		70 204	71 992	72 543
Bonds issued		48 275	49 879	49 275
Other long-term liabilities		21 930	22 113	23 268
Short-term liabilities		6 348	5 055	3 728
Bonds issued		1 117	571	1 194
Trade liabilities and other liabilities		5 230	4 484	2 532
Other financial liabilities		1	-	1
Total liabilities		76 552	77 047	76 270
TOTAL LIABILITIES AND EQUITY		836 765	838 501	853 173

6.4 Standalone cash flow statement

for the three-month period ended 31 March 2015 and the three-month period ended 31 March 2014 in PLN thousand.

Cash flow statement	Note	1.1.2015 - 31.3.2015	1.1.2014 - 31.3.2014
Cash flows on operating activity			
Profit (loss) before tax		(1 241)	7 941
Adjustments for the following items:			
Non-cash movements			
Net interest and dividends		68	(8 688)
Other		-	(1)
Gains and losses on foreign exchange differences		1	94
Cash movements			
Dividends received		-	8 699
Change in working capital			
(Increase) / decrease in the balance of receivables		2 284	(453)
(Increase) / decrease in the balance of liabilities		(1 494)	(5 116)
Net cash flows on operating activity		(382)	2 476
Cash flows on investing activity			
Interest received		1	-
Net cash flows on investing activity		1	-
Cash flows on financial activity			
Interest paid		(1)	(3 149)
Net cash flows on financing activity		(1)	(3 149)
Total net cash flow		(382)	(673)
Cash at the beginning of the period		1 295	2 183
Cash at the end of the period		913	1 510

6.5 Separate statement of changes in equity

for the three-month period ended 31 March 2015, twelve-month period ended 31 December 2014 (audited) and the three-month period ended 31 March 2014 in PLN thousand.

Statement of changes in equity	Note	Share capital	Supplementary capital	Own shares	Other capital	Retained earnings	Total equity
As at 1.1.2014		26 170	908 887	(69)	-	(166 171)	768 817
Net profit/loss for the period		-	-	-	-	8 085	8 085
Total comprehensive income		-	-	-	-	8 085	8 085
As at 31.3.2014		26 170	908 887	(69)	-	(158 086)	776 902
As at 1.1.2014		26 170	908 887	(69)	-	(166 171)	768 817
Net profit/loss for the period		-	-	-	-	10 003	10 003
Total comprehensive income		-	-	-	-	10 003	10 003
Dividend payment		-	(17 004)	-	-	-	(17 004)
Own shares		-	-	(362)	-	-	(362)
Transfers		-	(166 171)	-	-	166 171	-
As at 31.12.2014		26 170	725 712	(431)	-	10 003	761 454
As at 1.1.2015		26 170	725 712	(431)	-	10 003	761 454
Decrease of share capital		(10)	-	10	-	-	-
Net profit/loss for the period		-	-	-	-	(1 241)	(1 241)
Total comprehensive income		-	-	-	-	(1 241)	(1 241)
As at 31.3.2015		26 160	725 712	(421)	-	8 762	760 213

Information about the Company:

Name: KOFOLA Spółka Akcyjna (“the Company”, “the Issuer”)

Registered office: ul. Wschodnia 5, 99-300 Kutno.

Main areas of activity: the activities of head offices and holdings, excluding financial holdings (PKD 2007 - Polish Classification of Activities) 7010Z (the activities of holdings in accordance with PKD 2004 - Polish Classification of Activities). The classification of the Warsaw Stock Exchange places the Company in the food sector.

Registration organ: the Regional Court for Łódź – Śródmieście in Łódź, XX Business Division of the National Court Register, KRS 0000134518.

The Company has been formed for an unspecified time.

The Company’s separate financial information covers the three-month period ended 31 March 2015 and includes comparatives for the three-month period ended 31 March 2014.

The Company is the parent company of the KOFOLA S.A. Group („the Group”, „the KOFOLA S.A. Group”) and prepares consolidated financial information.

8.1 Basis for the preparation of the condensed interim separate financial information

The present condensed separate financial information has been prepared in accordance with the laws binding in the Republic of Poland, in accordance with International Accounting Standard ("IAS 34") as well as the interpretations issued by the International Financial Reporting Interpretations Committee ("IFRIC") as adopted by the European Union, and therefore complies with Article 4 of the EU Directive on the application of international accounting standards. The separate financial information has been prepared on a going concern basis and in accordance with the historical cost method, with the exception of assets and financial liabilities stated at amortized cost, financial assets stated at fair value, and assets, liabilities and contingent liabilities of the acquired company, which were stated at fair value as at the date of the merger of the Kofola Group and the Hoop Group.

The present condensed separate financial information is to be read along with the audited annual separate financial information of KOFOLA S.A. prepared in accordance with International Financial Reporting Standards (IFRS), containing notes ("the separate financial statements prepared in accordance with IFRS") for the year ended 31 December 2014.

The condensed separate financial information consists of the separate statement of financial position, the income statement, the statement of comprehensive income, the separate statement of changes in equity, the separate cash flow statement, and selected explanatory notes.

The condensed separate financial information is presented in Polish Zlotys ("PLN"), and all values, unless stated otherwise, are listed in thousand PLN.

8.2 Statement of compliance

These condensed separate financial statements have been prepared in accordance with IAS 34 as adopted by the EU.

8.3 Functional currency and presentation currency

The Polish Zloty is the functional currency of the Company and the presentation currency of the separate financial information.

8.4 Translation of amounts expressed in foreign currencies

Transactions expressed in currencies other than the Polish Zloty are translated into the Polish Zloty using the exchange rate as at the date of the transaction.

Financial assets and liabilities expressed in currencies other than the Polish Zloty are translated as at the balance sheet date into the Polish Zloty using the average exchange rate announced for a given currency by the National Bank of Poland for the end of the reporting period. The resulting foreign exchange differences are recognized under item financial income/(expense).

Non-financial assets and liabilities recognized at historical cost expressed in a foreign currency are listed at the historical rate as at the date of the transaction. Non-financial assets and liabilities recognized at fair value expressed in a foreign currency are translated at the exchange rate as at the date on which they were stated at fair value.

The following rates were used for preparation of the financial information:

Currency rate at the end of the period	31.3.2015	31.12.2014	31.3.2014
PLN/CZK	0.1486	0.1537	0.1520
PLN/EUR	4.0890	4.2623	4.1713
PLN/RUB	0.0661	0.0602	0.0852
PLN/USD	3.8125	3.5072	3.0344

Average currency rate, calculated as arithmetical mean of currencies on last day of each month in the period	1.1.2015 - 31.3.2015	1.1.2014 - 31.12.2014	1.1.2014 - 31.3.2014
PLN/CZK	0.1502	0.1520	0.1527
PLN/EUR	4.1489	4.1893	4.1894
PLN/RUB	0.0600	0.0821	0.0860
PLN/USD	3.7436	3.1784	3.0629

8.5 Accounting methods

The accounting policy and methods based on which the financial information contained in this report have been prepared have not changed compared to the separate financial statements for the year 2014.

8.6 Correction of errors and changes in presentation

No correction of errors and no changes in presentation took place in the reporting period.

8.7 Approval of financial information

The Board of Directors approved the present separate financial information for publication on 11 May 2015.

9.1 Expenses by type

Expenses by type	1.1.2015 - 31.3.2015	1.1.2014 - 31.3.2014
Costs of employee benefits and retirement benefits	29	27
Consumption of materials and energy	2	2
Services	871	661
Rental costs	18	18
Taxes and fees	7	8
Property and life insurance	29	-
Other expenses	(20)	-
Total expenses by type	936	716
Reconciliation of expenses by type to expenses by function	936	716
Administrative costs	936	716
Total costs of products, merchandise and materials sold, sales costs and overhead costs	936	716

Costs of employee benefits and retirement benefits	1.1.2015 - 31.3.2015	1.1.2014 - 31.3.2014
Cost of salary	24	24
Social security and other benefits costs	5	3
Total costs of employee benefits and retirement benefits	29	27

9.2 Financial income

Financial income	1.1.2015 - 31.3.2015	1.1.2014 - 31.3.2014
Financial interest income from:		
– bank deposits	1	-
– credits and loans granted	931	1 064
Other financial income	36	59
Total financial income	969	1 123

Financial interest income relates to the loan granted to subsidiaries Kofola ČeskoSlovensko a.s. and Hoop Polska Sp. z o.o.

9.3 Financial expenses

Financial expenses	1.1.2015 - 31.3.2015	1.1.2014 - 31.3.2014
Financial interest expense from:		
– bonds issued	1 000	1 074
Net financial losses from realised FX differences	1	94
Bank costs and charges	3	3
Total financial expenses	1 004	1 171

9.4 Changes in provisions and impairment allowances

Changes in provisions and impairment allowances	Receivables	Tangible fixed assets	Financial assets
As at 1.1.2015	1 166	104	173 246
Decrease due to release	(20)	-	-
As at 31.3.2015	1 146	104	173 246

9.5 Dividends paid and declared

No dividends have been paid or declared in the current period.

9.6 Income tax

Main income tax elements for the period of three-month ended 31 March 2015 and for the period of three-month ended 31 March 2014:

Income tax	1.1.2015 - 31.3.2015	1.1.2014 - 31.3.2014
Income Statement		
Deferred income tax	-	(144)
Related with recognition and reversal of temporary differences	-	(144)
Income tax charge/discharge recorded in the income statement	-	(144)

9.7 Information on transactions with related parties

The ultimate controlling party over the KOFOLA S.A. is KSM Investments S.A. with its registered office in Luxembourg.

Revenue of KOFOLA S.A. arising from interest from loans granted to related parties for the three-month period of 2015 amounted to PLN 931 thousand.

Revenue arising from guarantees issued for the three-month period of 2015 amounted to PLN 36 thousand.

The value of services purchased by KOFOLA S.A. in the three-month period of 2015 from related parties amounted to PLN 377 thousand and concerned primarily rental costs, maintenance costs for financial reporting and accounting and legal services.

Interest expense on debt acquired from related parties for the three-month period of 2015 amounted to PLN 426 thousand.

Receivables from related parties	31.3.2015	31.12.2014	31.3.2014
- from consolidated subsidiaries	3 414	3 516	78
Total receivables from related companies	3 414	3 516	78

Liabilities towards related parties	31.3.2015	31.12.2014	31.3.2014
- towards consolidated subsidiaries	25 698	25 364	25 855
Total liabilities towards related companies	25 698	25 364	25 855

Remuneration paid via Group companies to the members of the Board of Directors and Supervisory Board of KOFOLA S.A. in the three-month period of 2015 amounted to PLN 4 328 thousand (in the comparative period of 2014 amounted to PLN 2 356 thousand).

All transactions with related parties have been concluded on market terms.

LOANS GRANTED TO RELATED PARTIES

Loans granted to related parties	31.3.2015	31.12.2014	31.3.2014
Long-term loans, including:			
Principal	69 028	70 299	73 676
Interest	24 789	24 563	31 939
Total	93 817	94 862	105 615

This item consists of the loan granted to Kofola ČeskoSlovensko a.s. (in CZK) with maturity date in October 2036 and of subordinated loans granted during the reporting period to Hoop Poland Sp. z o.o. (in PLN) with maturity date in December 2017.

INVESTMENT IN SUBSIDIARIES AND ASSOCIATES

Company Name	Registered office	Range of activity	Consolidation method	Direct or indirect % part in share capital	% part in voting rights	Net book value		
						31.3.2015	31.12.2014	31.3.2014
1. Kofola ČeskoSlovensko a.s.	Czech Republic, Ostrava	holding	Acquisition accounting	100,00%	100,00%	481 703	481 703	481 703
2. Hoop Polska Sp. z o.o.	Poland, Kutno	production and sale of non-alcoholic beverages	Acquisition accounting	100,00%	100,00%	207 071	207 071	207 071
3. Alofok Ltd.	Cyprus, Limassol	holding	Acquisition accounting	100,00%	100,00%	49 153	49 153	55 907
4. STEEL INVEST Sp. z o.o.	Poland, Warszawa	does not conduct operations	Acquisition accounting	100,00%	100,00%	-	-	-
TOTAL						737 934	737 934	744 681

9.8 Contingent assets and liabilities

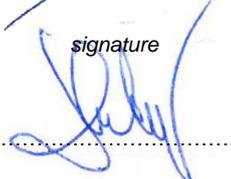
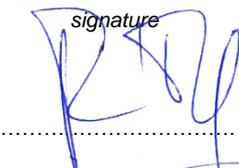
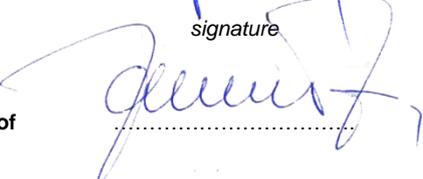
Entity providing guarantees	Entity receiving guarantees	Credit value on balance sheet day which were subject to guarantee		The period for providing guarantees	The entity for which liabilities guarantees were provided	Kind of relationship between the entity providing and entity receiving
		in currency	in thous.PLN			
KOFOLA S.A.	Bank Millennium S.A.	8 000 T PLN	8 000	12/2020	Hoop Polska Sp. z o.o.	subsidiary
KOFOLA S.A.	Bank BPH S.A.	8 000 T PLN	8 000	12/2020	Hoop Polska Sp. z o.o.	subsidiary
KOFOLA S.A.	Bank Millennium S.A.	- T PLN	-	12/2020	Hoop Polska Sp. z o.o.	subsidiary
KOFOLA S.A.	Bank BPH S.A.	- T PLN	-	12/2020	Hoop Polska Sp. z o.o.	subsidiary
KOFOLA S.A.	Toyota Leasing	320 T EUR	1 308	6/2015	Hoop Polska Sp. z o.o.	subsidiary
KOFOLA S.A.	KRAJOWA SPÓŁKA CUKROWA	440 T PLN	440	9/2015	Hoop Polska Sp. z o.o.	subsidiary
KOFOLA S.A.; Kofola a.s. (CZ); Kofola a.s. (SR)	ČSOB a.s. + ČS, a.s.	807 738 T CZK	120 030	3/2024	Kofola ČeskoSlovensko a.s.	subsidiary
KOFOLA S.A.; Kofola a.s. (CZ); Kofola a.s. (SR)	ČSOB a.s. + ČS, a.s.	960 496 T CZK	142 730	9/2016	Kofola ČeskoSlovensko a.s.	subsidiary
Total guarantees issued as at 31.3.2015			PLN 280 508 thousand			

Remuneration of KOFOLA S.A. for granting the above mentioned guarantees in the reporting period amounted to PLN 36 thousand.

9.9 Subsequent events

No events occurred which might materially affect the future performance.

SIGNATURES OF THE COMPANY'S REPRESENTATIVES:

11.5.2015	Janis Samaras	Chairman of the Board of Directors	
<i>date</i>	<i>name and surname</i>	<i>position/role</i>	<i>signature</i>
11.5.2015	Martin Mateáš	Member of the Board of Directors	
<i>date</i>	<i>name and surname</i>	<i>position/role</i>	<i>signature</i>
11.5.2015	René Musila	Member of the Board of Directors	
<i>date</i>	<i>name and surname</i>	<i>position/role</i>	<i>signature</i>
11.5.2015	Tomáš Jendřejek	Member of the Board of Directors	
<i>date</i>	<i>name and surname</i>	<i>position/role</i>	<i>signature</i>
11.5.2015	Daniel Buryš	Member of the Board of Directors	
<i>date</i>	<i>name and surname</i>	<i>position/role</i>	<i>signature</i>
11.5.2015	Marián Šefčovič	Member of the Board of Directors	
<i>date</i>	<i>name and surname</i>	<i>position/role</i>	<i>signature</i>

SIGNATURE OF PERSON RESPONSIBLE FOR BOOKKEEPING:

11.5.2015	Rafał Leduchowski	Chief Accountant	
<i>date</i>	<i>name and surname</i>	<i>position</i>	<i>signature</i>

