



**Quarterly Report (SA-Q) of AB S.A.
for the period 01.10.2007 – 31.12.2007**

(date of publication: 14.02.2008)

Introduction

Consolidated quarterly report of AB S.A. for the fourth quarter of the year 2007 contains:

- abbreviated consolidated financial statements as of 31 December 2007, for the period from 01 October 2007 to 31 December 2007
- abbreviated individual financial statements as of 31 December, for the period from 01 October 2007 to 31 December 2007
- supplementary information to the abbreviated consolidated financial statements

Pursuant to § 87(1) of the Regulation of the Minister of Finance of 19 October 2005, AB S.A. does not publish a separate individual quarterly report. The individual report of AB S.A. is published together with the consolidated financial statements.

1. Abbreviated consolidated financial statements for the period from 01 October 2007 to 31 December 2007, prepared in accordance with International Financial Reporting Standards

Description of the group

The following Companies were included in the consolidated financial statements:

- AB S.A. – the dominant company
- Alsen Sp. z o.o. – a subsidiary company – 59.18%
- AT Computers Holding a.s. – a subsidiary company – 100%
- AT Computers a.s. – a subsidiary company – 100% (100% of the company's shares are held by AT Computers Holding a.s.)
- AT Compus s.r.o – a subsidiary company – 100% (100% of the company's shares are held by AT Computers Holding a.s.)
- Comfor Stores a.s. – a subsidiary company – 100% (100% of the company's shares are held by AT Computers Holding a.s.)
- AT Computer s.r.l. – a subsidiary company – 100% (100% of the company's shares are held by AT Computers Holding a.s.)

Selected Consolidated Financial Data

	in thousand PLN		in thousand EUR	
	4 quarter accrued / period from 01.01.2007 to 31.12.2007	4 quarter accrued / period from 01.01.2006 to 31.12.2006	4 quarter accrued / period from 01.01.2007 to 31.12.2007	4 quarter accrued / period from 01.01.2006 to 31.12.2006
I. Net sales of products, goods and materials	1 802 993	1 230 188	477 387	315 476
II. Operating profit (loss)	26 679	15 399	7 064	3 949
III. Gross profit (loss)	18 903	12 253	5 005	3 142
IV. Net profit (loss)	14 110	9 636	3 736	2 471
V. Net cash flows from operating activities	-8 185	-38 385	-2 167	-9 844
VI. Net cash flows from investing activities	-3 852	-4 649	-1 020	-1 192
VII. Net cash flows from financing activities	4 807	24 125	1 273	6 187
VIII. Total net cash flows	-7 230	-18 909	-1 914	-4 849
IX. Total assets	774 107	355 881	216 110	92 890
X. Liabilities and provisions	578 997	279 985	161 641	73 080
XI. Long-term liabilities	22 933	9 109	6 402	2 378
XII. Short-term liabilities	553 353	270 876	154 482	70 703
XIII. Equity	195 110	75 896	54 470	19 810
XIV. Share capital	15 950	11 700	4 453	3 054
XV. Number of shares	15 950 002	11 700 002	15 950 002	11 700 002
XVI. Profit (loss) per ordinary share (PLN/EUR)	0.88	0.82	0.23	0.21
Diluted profit (loss) per ordinary share (PLN/EUR)				
XVII. Book value per share (PLN/EUR)	12.23	6.49	3.42	1.69
Diluted book value per share				
Declared or distributed dividend per share				

NBP average exchange rate as at 31.12.2007:	3.5820 PLN/EUR
NBP average exchange rate as at 29.12.2006:	3.8312 PLN/EUR
Average exchange rate for the period 01.01 – 31.12.2007:	3.7768 PLN/EUR
Average exchange rate for the period 01.01 – 31.12.2006:	3.8995 PLN/EUR

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 BANK ACCOUNT: Kredyt Bank S.A. I/o Wrocław, PL68 1500 1155 1211 5003 2339 0000 (PLN),
 PL46 1500 1155 1211 5003 5196 0000 (EUR), PL58 1500 1155 1211 5003 2456 0000 (USD). Tax Id. No. 895-16-28-481

Consolidated Balance Sheet – Assets

ASSETS	As of the balance sheet date	
	31.12.2007	31.12.2006
I. Non-current assets	102 175.0	28 117.0
1. Intangible assets	22 799.0	13.0
2. Goodwill	8 637.0	
3. Fixed assets	68 661.0	27 312.0
4. Long-term receivables		0.0
4.1 from affiliates		
4.2 from other entities		
5. Long-term investments	634.0	626.0
5.1 Real estate	452.0	
5.2 Intangible assets		
5.3 Long-term financial assets	182.0	174.0
a) in affiliates, incl.	0.0	174.0
- shares	0.0	174.0
b) in other entities	182.0	
5.4 Other long-term investments	0.0	452.0
6. Long-term prepayments	1 444.0	166.0
6.1 Deferred tax assets	1 444.0	166.0
6.2 Other prepayments		
II. Current assets	671 932.0	327 764.0
1. Inventories	306 268.0	114 059.0
2. Short-term receivables	306 813.0	190 004.0
2.1 from affiliates		2 242.0
2.2 from other entities	306 813.0	187 762.0
3. Short-term investments	54 963.0	22 825.0
3.1 Short-term financial assets	54 963.0	22 825.0
a) in affiliates		
b) in other entities	4.0	169.0
c) cash and cash equivalents	54 959.0	22 656.0
3.2 Other short-term investments		
4. Short-term prepayments	3 888.0	876.0
TOTAL ASSETS	774 107.0	355 881.0

Consolidated Balance Sheet – Liabilities

LIABILITIES	31.12.2007	31.12.2006
I. Equity	195 110.0	75 896.0
1. Share capital	15 950.0	11 700.0
2. Unpaid share capital (negative value)		
3. Treasury shares (negative value)		
4. Supplementary capital	135 631.0	35 057.0
5. Revaluation reserve		
6. Other reserves	29 148.0	19 503.0
7. Retained profit (loss)	132.0	
8. Current year profit (loss)	14 085.0	9 636.0
9. Minority interests	164.0	
10. Deductions from current year profit (loss) (negative value)		
II. Liabilities and provisions	578 997.0	279 985.0
1. Provisions	2 039.0	0.0
1.1 Deferred income tax provision		
1.2 Provision for pensions and similar obligations	0.0	0.0
a) long-term		
b) short-term		
1.3 Other provisions	2 039.0	0.0
a) long-term	2 039.0	
b) short-term		
2. Long-term liabilities	22 933.0	9 109.0
2.1 to affiliates		
2.2 to other entities	22 933.0	9 109.0
3. Short-term liabilities	553 353.0	270 876.0
3.1 to affiliates	0.0	115.0
3.2 to other entities	553 353.0	270 717.0
3.3 Special funds	0.0	44.0
4. Accruals	672.0	0.0
4.1 Negative goodwill		
4.2 Other accruals	672.0	0.0
a) long-term		
b) short-term	672.0	
TOTAL LIABILITIES	774 107.0	355 881.0
Book value	195 110	75 896
Number of shares	15 950 002	11 700 002
Book value per share (in PLN)	12.23	6.49
Diluted number of shares		
Diluted book value per share (in PLN)		

Consolidated Income Statement

INCOME STATEMENT	01.01.2007 – 31.12.2007	01.01.2006 – 31.12.2006
I. Net sales of products, goods and materials, incl.:	1 802 993.0	1 230 188.0
- from affiliates		9 266.0
1. Net sales of products	10 755.0	4 974.0
2. Net sales of goods and materials	1 792 238.0	1 225 214.0
II. Costs of products, goods and materials sold, incl.:	1 719 486.0	1 172 840.0
- to affiliates	0.0	
1. Manufacturing costs of products sold	9 991.0	4 974.0
2. Value of goods and materials sold	1 709 495.0	1 167 866.0
III. Gross profit (loss) on sales (I-II)	83 507.0	57 348.0
IV. Selling costs	39 048.0	26 366.0
V. Administrative expenses	9 628.0	5 137.0
VI. Profit (loss) on sales (III-IV-V)	34 831.0	25 845.0
VII. Other operating revenues	851.0	847.0
VIII. Other operating costs	9 003.0	11 293.0
IX. Profit (loss) before interest, extraordinary items and tax (VI+VII-VIII)	26 679.0	15 399.0
X. Financial revenues	6 048.0	1 364.0
XI. Financial costs	13 831.0	4 510.0
XII. Profit (loss) before extraordinary items and tax (IX+X-XI)	18 896.0	12 253.0
XIII. Result of extraordinary items (XIII.1 – XIII.2)	7.0	0.0
1. Extraordinary gains	7.0	
2. Extraordinary losses		
XIV. Profit (loss) before tax (XII+/-XIII)	18 903.0	12 253.0
XV. Income tax	4 793.0	2 617.0
a) current portion	5 073.0	2 644.0
b) deferred portion	-280.0	-27.0
XVI. Other obligatory charges on profit (increases of loss)		
XVII. Share in profits (losses) of subordinated entities		
XVIII. Profit (loss) after tax (XIV-XV-XVI+/-XVII)	14 110.0	9 636.0
XIX. Profit (loss) after tax attributable to shareholders of the dominant entity	14 085.0	9 636.0
Profit (loss) after tax (annualised)	14 110.0	9 636.0
Weighted average number of ordinary shares	15 950 002	11 700 002
Profit (loss) per ordinary share	0.88	0.82
Weighted average diluted number of ordinary shares		
Diluted profit (loss) per ordinary share (in PLN)		

The data for the year 2006 are not comparable, due to the fact that the financial statements of AB S.A. were only individual statements, which are not subject to consolidation.

Consolidated Cash Flow Statement

	01.07.2007 – 31.12.2007	01.01.2006 – 31.12.2006
A. Cash flows from operating activities		
I. Net profit	14 110.0	9 636.0
II. Total adjustments:	3 017.0	-59 493.0
1. Share in profits (losses) of subordinated entities		
2. Depreciation	1 778.0	1 365.0
3. Foreign exchange gains / losses	720.0	-129.0
4. Interest and share in profits (dividends)	6 307.0	3 704.0
5. Profit / loss on investing activities	45.0	85.0
6. Change in provisions	3 212.0	
7. Change in inventories	-62 432.0	-32 117.0
8. Change in receivables	-30 714.0	-30 771.0
9. Change in short-term liabilities, excl. loans and credits	81 110.0	-1 282.0
10. Change in prepayments and accruals	2 991.0	-348.0
11. Other adjustments		
III. Net cash flows from operating activities	17 127.0	-49 857.0
B. Cash flows from investing activities		
I. Proceeds	1 746.0	89.0
1. Sale of intangible and tangible fixed assets	1 660.0	13.0
2. Sale of investments in real estate and intangible assets		
3. From financial assets, incl.:	86.0	76.0
a) in affiliates	86.0	76.0
- sale of financial assets		
- dividends and share in profits		
- repayment of long-term loans granted		
- interest received		
- other proceeds from financial assets		
- dividends and share in profits		
- repayment of long-term loans granted	86.0	
- interest received		
- other proceeds from financial assets		76.0
b) in other entities	0.0	0.0
- sale of financial assets		
- dividends and share in profits		
- repayment of long-term loans granted		
- interest received		
- other proceeds from financial assets		
4. Other investment proceeds		
II. Expenses	120 306.0	9 031.0
1. Purchase of intangible and tangible fixed assets	15 611.0	8 410.0
2. Purchase of investments in real estate and intangible assets	0.0	452.0
3. For financial assets, incl.:	104 695.0	89.0
a) in affiliates	104 645.0	89.0
- purchase of financial assets	104 645.0	89.0
- long-term loans granted		
b) in other entities	50.0	0.0
- purchase of financial assets	50.0	
- long-term loans granted		
4. Other investment expenses		80.0
III. Net cash flows from investing activities	-118 560.0	-8 942.0

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C. Cash flows from financing activities		
I. Proceeds	190 975.0	52 850.0
1. Net proceeds from issue of shares and other capital instruments	105 111.0	16 985.0
2. Loans and credits	44 778.0	35 865.0
3. Issue of debt securities	41 086.0	
4. Other financial proceeds	0.0	
II. Expenses	62 666.0	3 704.0
1. Purchase of treasury shares		
2. Dividends and other payments to shareholders		
3. Other expenses due to division of profits		
4. Repayment of loans and credits	19 489.0	
5. Redemption of debt securities	36 870.0	
6. In respect of other financial liabilities		
7. Finance lease payments		
8. Interest paid	6 307.0	3 704.0
9. Other financial expenses		0.0
III. Net cash flows from financing activities	128 309.0	49 146.0
D. Total net change in cash and cash equivalents	26 876.0	-9 653.0
E. Balance sheet change in cash and cash equivalents, incl.:	26 876.0	-9 653.0
- change in cash and cash equivalents due to exchange rate fluctuations		
F. Cash and cash equivalents at beginning of period	28 083.0	32 309.0
G. Cash and cash equivalents at end of period	54 959.0	22 656.0
- restricted		14.0

Statement of Changes in Equity

	Share capital	Supplementary capital	Revaluation reserve	Reserves	Other capitals	Retained profit	Net result	Capital attributable to shareholders of the dominant entity	Minority interests	Own equity
As of 01.01.2007	11 700	35 057		19 503				66 260	164	66 424
- adjustments										0
- changes in accounting policy										0
As of 01.01.2007 after adjustments	11 700	35 057	0	19 503	0	0	0	66 260	164	66 424
Increase/decrease due to profit distribution incl. Dividend										0
Profit distribution				9 636				9 636		9 636
Issue of shares	4 250									4 250
Redemption of own shares								4 250		0
Net result										0
Issue of shares above par value		100 553						100 553		100 553
Revaluation										0
Consolidation adjustment										0
Other increases/decreases Including settlement of purchased shares		21		9		132	14 085	14 247		14 247
Total changes	4 250	100 574	0	9 645	0	132	14 085	128 686	0	128 686
As of 31.12.2007	15 950	135 631	0	29 148	0	132	14 085	194 946	164	195 110

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2. Abbreviated individual quarterly financial statements for the period from 01 October 2007 to 31 December 2007, prepared in accordance with International Financial Reporting Standards

Selected Individual Financial Data

	in thousand PLN		in thousand EUR	
	4 quarter accrued / period from 01.01.2007 to 31.12.2007	4 quarter accrued / period from 01.01.2006 to 31.12.2006	4 quarter accrued / period from 01.01.2007 to 31.12.2007	4 quarter accrued / period from 01.01.2006 to 31.12.2006
I. Net sales of products, goods and materials	1 521 044	1 230 188	402 734	315 476
II. Operating profit (loss)	16 868	15 399	4 466	3 949
III. Gross profit (loss)	9 871	12 253	2 614	3 142
IV. Net profit (loss)	7 653	9 636	2 026	2 471
V. Net cash flows from operating activities	-8 185	-38 385	-2 167	-9 844
VI. Net cash flows from investing activities	-3 852	-4 649	-1 020	-1 192
VII. Net cash flows from financing activities	4 807	24 125	1 273	6 187
VIII. Total net cash flows	-7 230	-18 909	-1 914	-4 849
IX. Total assets	559 036	355 881	156 068	92 890
X. Liabilities and provisions	370 684	279 985	103 485	73 080
XI. Long-term liabilities	22 855	9 109	6 381	2 378
XII. Short-term liabilities	347 829	270 876	97 105	70 703
XIII. Equity	188 352	75 896	52 583	19 810
XIV. Share capital	15 950	11 700	4 453	3 054
XV. Number of shares	15 950 002	11 700 002	15 950 002	11 700 002
XVI. Profit (loss) per ordinary share (PLN/EUR)	0.48	0.82	0.13	0.21
Diluted profit (loss) per ordinary share (PLN/EUR)				
XVII. Book value per share (PLN/EUR)	11.81	6.49	3.30	1.69
Diluted book value per share				
Declared or distributed dividend per share				

NBP average exchange rate as at 31.12.2007:	3.5820 PLN/EUR
NBP average exchange rate as at 29.12.2006:	3.8312 PLN/EUR
Average exchange rate for the period 01.01 – 31.12.2007:	3.7768 PLN/EUR
Average exchange rate for the period 01.01 – 31.12.2006:	3.8995 PLN/EUR

Individual Financial Statements – Balance Sheet – Assets

ASSETS	As of the balance sheet date			
	31.12.2007	30.09.2007	31.12.2006	31.12.2006
I. Non-current assets	137 736.0	31 065.0	28 117.0	28 117.0
1. Intangible assets	256.0	24.0	13.0	13.0
- Goodwill				
2. Fixed assets	32 002.0	30 335.0	27 312.0	27 312.0
3. Long-term receivables		0.0	0.0	0.0
3.1 from affiliates				
3.2 from other entities				
4. Long-term investments	105 271.0	626.0	626.0	626.0
4.1 Real estate	452.0	452.0		
4.2 Intangible assets				
4.3 Long-term financial assets	104 819.0	174.0	174.0	174.0
a) in affiliates, incl.	104 819.0	174.0	174.0	174.0
- shares	104 819.0	174.0	174.0	174.0
b) in other entities				
4.4 Other long-term investments	0.0	0.0	452.0	452.0
5. Long-term prepayments	207.0	80.0	166.0	166.0
5.1 Deferred tax assets	207.0	80.0	166.0	166.0
5.2 Other prepayments				
II. Current assets	421 300.0	384 320.0	327 764.0	327 764.0
1. Inventories	198 191.0	208 164.0	114 059.0	114 059.0
2. Short-term receivables	192 836.0	160 079.0	190 004.0	190 004.0
2.1 from affiliates		3 361.0	2 242.0	2 242.0
2.2 from other entities	192 836.0	156 718.0	187 762.0	187 762.0
3. Short-term investments	29 827.0	15 480.0	22 825.0	22 825.0
3.1 Short-term financial assets	29 827.0	15 480.0	22 825.0	22 825.0
a) in affiliates				
b) in other entities	4.0	54.0	169.0	169.0
c) cash and cash equivalents	29 823.0	15 426.0	22 656.0	22 656.0
3.2 Other short-term investments				
4. Short-term prepayments	446.0	597.0	876.0	876.0
TOTAL ASSETS	559 036.0	415 385.0	355 881.0	355 881.0

Individual Financial Statements – Balance Sheet – Liabilities

LIABILITIES	31.12.2007	30.09.2007	31.12.2006	31.12.2006
I. Equity	188 352.0	79 432.0	75 896.0	75 896.0
1. Share capital	15 950.0	11 700.0	11 700.0	11 700.0
2. Unpaid share capital (negative value)				
3. Treasury shares (negative value)				
4. Supplementary capital	135 610.0	35 057.0	35 057.0	35 057.0
5. Revaluation reserve				
6. Other reserves	29 139.0	29 139.0	19 503.0	19 503.0
7. Retained profit (loss)	0.0	0.0		
8. Current year profit (loss)	7 653.0	3 536.0	9 636.0	9 636.0
9. Deductions from current year profit (loss) (negative value)				
II. Liabilities and provisions	370 684.0	335 953.0	279 985.0	279 985.0
1. Provisions	0.0	0.0	0.0	0.0
1.1 Deferred income tax provision				
1.2 Provision for pensions and similar obligations	0.0	0.0	0.0	0.0
a) long-term				
b) short-term				
1.3 Other provisions	0.0	0.0	0.0	0.0
a) long-term				
b) short-term				
2. Long-term liabilities	22 855.0	19 232.0	9 109.0	9 109.0
2.1 to affiliates				
2.2 to other entities	22 855.0	19 232.0	9 109.0	9 109.0
3. Short-term liabilities	347 829.0	316 721.0	270 717.0	270 717.0
3.1 to affiliates	0.0	0.0	115.0	115.0
3.2 to other entities	347 829.0	316 664.0	270 717.0	270 717.0
3.3 Special funds	0.0	57.0	44.0	44.0
4. Accruals	0.0	0.0	0.0	0.0
4.1 Negative goodwill				
4.2 Other accruals	0.0	0.0	0.0	0.0
a) long-term				
b) short-term				
TOTAL LIABILITIES	559 036.0	415 385.0	355 881.0	355 881.0
Book value	188 352	79 432.0	75 896.0	75 896.0
Number of shares	15 950 002	11 700 002	11 700 002	11 700 002
Book value per share (in PLN)	11.81	6.79	6.49	6.49
Diluted number of shares				
Diluted book value per share (in PLN)				

Off-Balance Sheet Items

	As of the balance sheet date [in thousand PLN]		
	31.12.2007	30.09.2007	31.12.2006
1. Contingent receivables	0.0	0.0	0.0
1.1 from affiliates (in respect of)	0.0	0.0	0.0
- guarantees received			
1.2 from other entities (in respect of)	0.0	0.0	0.0
- guarantees received			
2. Contingent liabilities	5 114.0	5 596.0	6 112.0
2.1 to affiliates (in respect of)	0.0	0.0	0.0
- guarantees			
2.2 to other entities (in respect of)	5 114.0	5 596.0	6 112.0
- guarantees	5 114.0	5 596.0	6 112.0
3. Other (in respect of)	49 411.0	40 926.0	25 048.0
3.1 interest	2 000.0	2 000.0	
3.2 factoring	47 411.0	38 926.0	25 048.0
Total off-balance sheet items	54 525.0	46 522.0	31 160.0

Individual Financial Statements – Income Statement

INCOME STATEMENT	01.10.2007 – 31.12.2007	01.01.2007 – 31.12.2007	01.10.2006 – 31.12.2006	01.01.2006 – 31.12.2006
I. Net sales of products, goods and materials, incl.:	533 193.0	1 521 044.0	456 598.0	1 230 188.0
- from affiliates	5 745.0	18 852.0	3 252.0	9 266.0
1. Net sales of products	3 479.0	8 591.0	2 270.0	4 974.0
2. Net sales of goods and materials	529 714.0	1 512 453.0	454 328.0	1 225 214.0
II. Costs of products, goods and materials sold, incl.:	512 622.0	1 460 508.0	432 116.0	1 172 840.0
- to affiliates	0.0	0.0		
1. Manufacturing costs of products sold	3 479.0	8 591.0	2 270.0	4 974.0
2. Value of goods and materials sold	509 143.0	1 451 917.0	429 846.0	1 167 866.0
III. Gross profit (loss) on sales (I-II)	20 571.0	60 536.0	24 482.0	57 348.0
IV. Selling costs	8 545.0	29 355.0	9 051.0	26 366.0
V. Administrative expenses	2 399.0	7 502.0	1 671.0	5 137.0
VI. Profit (loss) on sales (III-IV-V)	9 627.0	23 679.0	13 760.0	25 845.0
VII. Other operating revenues	132.0	822.0	367.0	847.0
1. Profit on sale of fixed assets				
2. Subsidies				
3. Other operating revenues	132.0	822.0	367.0	847.0
VIII. Other operating costs	3 305.0	7 633.0	7 348.0	11 293.0
1. Loss on sale of fixed assets				
2. Revaluation of non-financial assets				
3. Other operating costs	3 305.0	7 633.0	7 348.0	11 293.0
IX. Profit (loss) before interest, extraordinary items and tax (VI+VII-VIII)	6 454.0	16 868.0	6 779.0	15 399.0
X. Financial revenues	1 976.0	2 450.0	878.0	1 364.0
XI. Financial costs	3 297.0	9 447.0	918.0	4 510.0
XII. Profit (loss) before extraordinary items and tax (IX+X-XI)	5 133.0	9 871.0	6 739.0	12 253.0
XIII. Result of extraordinary items (XIII.1 – XIII.2)	0.0	0.0		0.0
1. Extraordinary gains				
2. Extraordinary losses				
XIV. Profit (loss) before tax (XII+/-XIII)	5 133.0	9 871.0	6 739.0	12 253.0
XV. Income tax	1 016.0	2 218.0	1 177.0	2 617.0
a) current portion	1 143.0	2 259.0	1 111.0	2 644.0
b) deferred portion	-127.0	-41.0	66.0	-27.0
XVI. Other obligatory charges on profit (increases of loss)				
XVII. Share in profits (losses) of subordinated entities				
XVIII. Profit (loss) after tax (XIV-XV-XVI+/-XVII)	4 117.0	7 653.0	5 562.0	9 636.0
Profit (loss) after tax (annualised)	4 117.0	7 653.0	5 562.0	9 636.0
Weighted average number of ordinary shares	15 950 002	11 700 002	11 700 002	10 100 002
Profit (loss) per ordinary share	0.26	0.65	0.48	0.95
Weighted average diluted number of ordinary shares				
Diluted profit (loss) per ordinary share (in PLN)				

Individual Financial Statements – Cash Flow Statement

	01.10.2007 – 31.12.2007	01.01.2007 – 31.12.2007	01.10.2006 – 31.12.2006	01.01.2006 – 31.12.2006
A. Cash flows from operating activities				
I. Net profit	4 117.0	7 653.0	5 562.0	9 636.0
II. Total adjustments:	-26 670.0	-38 391.0	-11 472.0	-59 493.0
1. Share in profits (losses) of subordinated entities				
2. Depreciation	337.0	1 335.0	371.0	1 365.0
3. Foreign exchange gains / losses	263.0	720.0	-129.0	-129.0
4. Interest and share in profits (dividends)	2 215.0	5 590.0	1 430.0	3 704.0
5. Profit / loss on investing activities	29.0	45.0	83.0	85.0
6. Change in provisions				
7. Change in inventories	9 973.0	-84 132.0	45 033.0	-32 117.0
8. Change in receivables	-32 757.0	-2 832.0	-55 901.0	-30 771.0
9. Change in short-term liabilities, excl. loans and credits	-6 754.0	40 494.0	-2 882.0	-1 282.0
10. Change in prepayments and accruals	24.0	389.0	523.0	-348.0
11. Other adjustments				
III. Net cash flows from operating activities	-22 553.0	-30 738.0	-5 910.0	-49 857.0
B. Cash flows from investing activities				
I. Proceeds	134.0	195.0	39.0	89.0
1. Sale of intangible and tangible fixed assets	84.0	109.0	3.0	13.0
2. Sale of investments in real estate and intangible assets				
3. From financial assets, incl.:	50.0	86.0	36.0	76.0
a) in affiliates	86.0	86.0	36.0	76.0
- sale of financial assets				
- dividends and share in profits				
- repayment of long-term loans granted	86.0	86.0		
- interest received				
- other proceeds from financial assets				
- dividends and share in profits				
- repayment of long-term loans granted				
- interest received				
- other proceeds from financial assets			36.0	76.0
b) in other entities				0.0
- sale of financial assets				
- dividends and share in profits				
- repayment of long-term loans granted				
- interest received				
- other proceeds from financial assets				
4. Other investment proceeds				
II. Expenses	106 891.0	110 804.0	4 332.0	9 031.0
1. Purchase of intangible and tangible fixed assets	2 246.0	6 109.0	4 332.0	8 410.0
2. Purchase of investments in real estate and intangible assets		0.0		452.0
3. For financial assets, incl.:	104 695.0	104 695.0		89.0
a) in affiliates	104 645.0	104 645.0		89.0
- purchase of financial assets		0.0		89.0
- long-term loans granted				
b) in other entities	50.0	50.0		0.0
- purchase of financial assets				
- long-term loans granted				
4. Other investment expenses			10.0	80.0
III. Net cash flows from investing activities	-106 757.0	-110 609.0	-4 293.0	-8 942.0

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C. Cash flows from financing activities				
I. Proceeds	169 528.0	190 975.0	26 111.0	52 850.0
1. Net proceeds from issue of shares and other capital instruments	105 111.0	105 111.0	16 985.0	16 985.0
2. Loans and credits	42 941.0	44 778.0	9 507.0	35 865.0
3. Issue of debt securities	21 476.0	41 086.0		
4. Other financial proceeds	0.0	0.0	-381.0	
II. Expenses	25 820.0	42 460.0	1 090.0	3 704.0
1. Purchase of treasury shares	0.0			
2. Dividends and other payments to shareholders	0.0			
3. Other expenses due to division of profits	0.0			
4. Repayment of loans and credits	0.0	0.0		
5. Redemption of debt securities	23 605.0	36 870.0		
6. In respect of other financial liabilities	0.0			
7. Finance lease payments	0.0			
8. Interest paid	2 215.0	5 590.0	1 090.0	3 704.0
9. Other financial expenses	0.0			0.0
III. Net cash flows from financing activities	143 708.0	148 515.0	25 021.0	49 146.0
D. Total net change in cash and cash equivalents	14 398.0	7 168.0	14 818.0	-9 653.0
E. Balance sheet change in cash and cash equivalents, incl.:	14 397.0	7 167.0	14 818.0	-9 653.0
- change in cash and cash equivalents due to exchange rate fluctuations				
F. Cash and cash equivalents at beginning of period	15 426.0	22 656.0	7 838.0	32 309.0
G. Cash and cash equivalents at end of period	29 823.0	29 823.0	22 656.0	22 656.0
- restricted			14.0	14.0

Individual Financial Statements – Statement of Changes in Equity

	01.10.2007 – 31.12.2007	01.01.2007 – 31.12.2007	01.10.2006 – 31.12.2006	01.01.2006 – 31.12.2006
I. Own equity at beginning of period (OB)	79 432.0	75 896.0	49 275.0	49 275.0
a) adjustments due to changes in accounting principles (policy)				
b) adjustments due to fundamental errors				
I.a Adjusted equity at beginning of period	79 432.0	75 896.0	49 275.0	49 275.0
1. Share capital at beginning of period	11 700.0	11 700.0	10 100.0	10 100.0
1.1 Changes in share capital	4 250.0	4 250.0	1 600.0	1 600.0
a) increase (due to)	4 250.0	4 250.0	1 600.0	1 600.0
- issue of shares	4 250.0	4 250.0	1 600.0	1 600.0
b) decrease (due to)	0.0	0.0	0.0	0.0
- redemption of shares				
1.2 Share capital at end of period	15 950.0	15 950.0	11 700.0	11 700.0
2. Unpaid share capital at beginning of period				
2.1 Changes in unpaid share capital	0.0	0.0	0.0	0.0
a) increase (due to)	0.0	0.0	0.0	0.0
b) decrease (due to)	0.0	0.0	0.0	0.0
2.2 Unpaid share capital at end of period	0.0	0.0	0.0	0.0
3. Treasury shares at beginning of period				
3.1 Changes in treasury shares	0.0	0.0	0.0	0.0
a) increase (due to)	0.0	0.0	0.0	0.0
b) decrease (due to)	0.0	0.0	0.0	0.0
3.2 Treasury shares at end of period	0.0	0.0	0.0	0.0
4. Supplementary capital at beginning of period	35 057.0	35 057.0	19 672.0	19 672.0
4.1 Changes in supplementary capital	100 553.0	100 553.0	15 385.0	15 385.0
a) increase (due to)	100 553.0	100 553.0	15 385.0	15 385.0
- issue of shares above par value	100 553.0	100 553.0	15 385.0	15 385.0
- profit distribution (statutory)				
- profit distribution in excess of minimum value required by law				
b) decrease (due to)	0.0	0.0	0.0	0.0
- loss coverage				
4.2 Supplementary capital at end of period	135 610.0	135 610.0	35 057.0	35 057.0
5. Revaluation reserve at beginning of period				
5.1 Change in revaluation reserve	0.0	0.0	0.0	0.0
a) increase (due to)	0.0	0.0	0.0	0.0
b) decrease (due to)	0.0	0.0	0.0	0.0
- sale of fixed assets				
5.2 Revaluation reserve at end of period	0.0	0.0	0.0	0.0

6. Other reserves at beginning of period	29 139.0	19 503.0	19 503.0	13 470.0
6.1 Changes in other reserves	0.0	9 636.0	0.0	6 033.0
a) increase (due to)	0.0	9 636.0	0.0	6 033.0
profit brought forward	0.0	9 636.0		6 033.0
b) decrease (due to)	0.0	0.0	0.0	0.0
6.2 Other reserves at end of period	29 139.0	29 139.0	19 503.0	19 503.0
7. Retained profit (loss) at beginning of period	3 536.0	9 636.0	4 074.0	6 033.0
7.1 Retained profit at beginning of period	3 536.0	9 636.0	4 074.0	6 033.0
a) adjustments due to changes in accounting principles (policy)				
b) adjustments due to fundamental errors				
7.2 Adjusted retained profit at beginning of period	3 536.0	9 636.0	4 074.0	6 033.0
a) increase (due to)	0.0	0.0	0.0	0.0
- retained profit distribution				
b) decrease (due to)	0.0	9 636.0	0.0	6 033.0
- retained profit distribution	0.0	9 636.0		6 033.0
7.3 Retained profit at end of period	3 536.0	0.0	4 074.0	0.0
7.4 Retained loss at beginning of period				
a) adjustments due to changes in accounting principles (policy)				
b) adjustments due to fundamental errors				
7.5 Adjusted retained loss at beginning of period	0.0	0.0	0.0	0.0
a) increase (due to)	0.0	0.0	0.0	0.0
- retained loss brought forward				
b) decrease (due to)	0.0	0.0	0.0	0.0
7.6 Retained loss at end of period	0.0	0.0	0.0	0.0
7.7 Retained profit (loss) at end of period	3 536.0	0.0	4 074.0	0.0
8. Net profit (loss)	4 117.0	7 653.0	5 562.0	9 636.0
a) net profit	4 117.0	7 653.0	5 562.0	9 636.0
b) net loss				
c) profit write-offs				
II. Own equity at end of period (CB)	188 352.0	188 352.0	75 896.0	75 896.0
III. Own equity after proposed profit distribution (covering of losses)	188 352.0	188 352.0	75 896.0	75 896.0

3. Supplementary Information to the Consolidated Quarterly Report for the period from 01 October 2007 to 31 January 2007

General information

The financial statements of the Company were prepared in accordance with International Financial Reporting Standards. The dominant entity of the group is AB S.A. with its seat in Wrocław at ul. Kościelna 32. The main field of economic activity of AB S.A. and all its subsidiaries is distribution of IT hardware and electronic equipment.

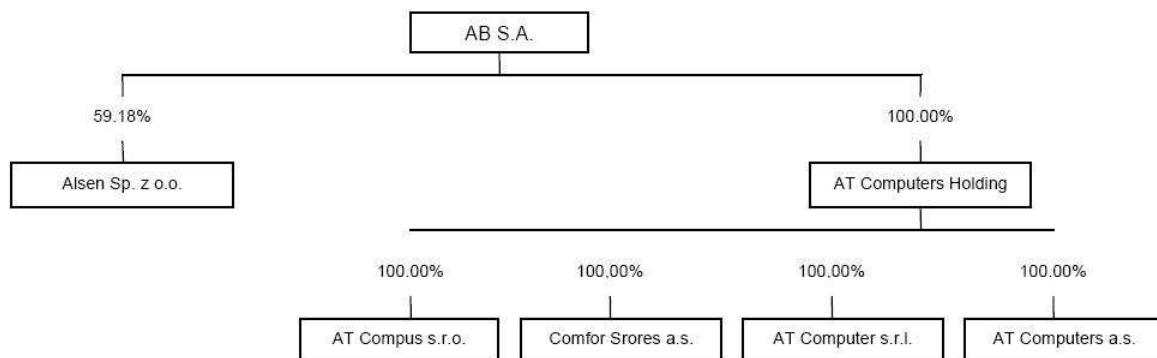
Description of the Issuer's capital group

These financial statements are the first consolidated statements published by the Company. Its publication results from the purchasing by AB S.A. on 19 September 2007 of 100% of shares of the Company AT Computers Holding a.s., which in turn holds 100% of shares of the following Companies:

- AT Computers a.s.
- AT Compus s.r.o
- Comfor Stores a.s.
- AT Computer s.r.l.

Due to the fulfillment of conditions precedent stipulated in the agreement, on 30 October 2007 AB S.A., being the dominant entity, obtained control rights with relation to the abovementioned companies. Moreover, the consolidation also covered the Company Alsen Sp. z o.o. – a subsidiary of AB S.A., which holds 59.18% of its shares. At the same the Issuers is authorized to appoint 2 out of 3 members of the supervisory body of the Company.

The structure of the capital group of AB S.A.



Due to changes in accounting principles, the financial year for AB S.A. began on 01 January 2007 and will end on 30 June 2008. The financial year of all subsidiary companies began on 01 January 2007 and ended on 31 December 2007. Such a difference does not diminish the value of the consolidated financial statements in any way – all individual statements, which constituted their basis, were prepared as of the same balance sheet date and cover the same period (in the case of Czech and Slovak companies the consolidation covered the period after AB S.A. gained control over them, i.e. after 30 October 2007)

Segments reporting

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The group presents its financial data in the structure of geographical segments.

	Period from 01.01.2007 to 31.12.2007		
	Poland	Czech Republic	Slovakia
Segment's revenues from external sales	1 521 005	241 734	31 896
Revenues from sales between segments	2 379	40 661	328
Operating costs of external sales	1 503 638	231 523	31 600
Costs of sales between segments	2 444	40 067	167
Segment's result	17 302	10 806	457

Description of the Issuer's key achievements or failures in the reporting period, including the major underlying events.

The key factor influencing the economic situation and future development perspectives of AB S.A. was the Company's purchase of 100% of shares of AT Computers Holding a.s. in the fourth quarter of the year 2007 and the subsequent takeover of its subsidiary companies.

On 30 October 2007 the last conditions formally precedent in the acquisition process were met. The final acquisition price was established as CZK 779,190,057 (i.e. PLN 104,645,224 according to exchange rate CZK/PLN 0.1343).

This acquisition was financed with a bridge loan raised by the Company with the bank BPH S.A. The repayment of the loan was secured by the pledge of shares of AT Computers Holding a.s., which are owned by the Company.

The Company also conducted a new issue of the series B subscription warrants exchangeable for series I shares. The issue was not public and it was not made in the form of public offering. Issue of series I shares was conducted under resolution No. 18/2007 of the Extraordinary General Shareholders Meeting of 21 September 2007 on the issue of series B subscription warrants with the right to acquire series I shares with exclusion of preemptive rights regarding series B subscription warrants and under resolution No. 19/2007 of the Extraordinary General Shareholders Meeting of 21 September 2007 on the contingent increase of the share capital with exclusion of preemptive rights regarding series I shares and on amendments to the Articles of Association of the Company. On 30 October 2007 the Management Board of the Company allotted 4,250,000 newly issued shares. The shares were acquired by investors at the issue price of PLN 26.00.

Moreover, an event of a great importance for the future of the Company is the confirmation by HP Europe BV that it granted to AB S.A. the status of the Strategic Distribution Partner for HP at the areas of the Czech Republic, Poland and Slovakia, which took place on 17 October 2007. This project is one of the most strategic undertakings managed by HP at the area of Central and Eastern Europe. It includes many logistic and organizational aspects, the aim of which is to consolidate and improve the quality of these processes within the cooperation of HP with its Partner. Implementation of corresponding solutions has been planned for the year 2008.

Description of extraordinary factors or events of material impact on financial results.

No extraordinary factors or events of material impact on financial results were observed in the fourth quarter of the year 2007, except for the purchase of shares of AT Computers Holding a.s. described above.

Explanations relating to seasonal or cyclical operations performed by the Issuer in the reporting period.

Seasonal fluctuations of respective figures making up the financial result in the reporting period reflect the same market trends as in the previous years.

Information relating to redemption, issue or repayment of debt and capital securities.

In the fourth quarter of the year 2007, due to continuation of the bonds issue programme, AB S.A. conducted fifteen issuances of bonds.

The bonds were issued in the following instalments:

- 01 October 2007, 30 bonds with the maturity date on 13 December 2007, with the nominal value of PLN 10,000 and the (minimal) issue value of PLN 9,881.97
- 03 October, 20 bonds with the maturity date on 20 December 2007, with the nominal value of PLN 10,000 and the (minimal) issue value of PLN 9,873.99
- 04 October 2007, 70 bonds with the maturity date on 15 November 2007, with the nominal value of PLN 10,000 and the (minimal) issue value of PLN 9,935.67
- 09 October 2007, 65 bonds with the maturity date on 15 November 2007, with the nominal value of PLN 10,000 and the (minimal) issue value of PLN 9,943.18
- 11 October 2007, 100 bonds with the maturity date on 15 November 2007, with the nominal value of PLN 10,000 and the (minimal) issue value of PLN 9,946.33
- 17 October 2007, 202 bonds with the maturity date on 22 November 2007, with the nominal value of PLN 10,000 and the (minimal) issue value of PLN 9,944.71
- 19 October 2007, 506 bonds with the maturity date on 29 November 2007, with the nominal value of PLN 10,000 and the (minimal) issue value of PLN 9,936.85
- 19 October 2007, 100 bonds with the maturity date on 13 December 2007, with the nominal value of PLN 10,000 and the (minimal) issue value of PLN 9,911.12
- 24 October 2007, 203 bonds with the maturity date on 26 November 2007, with the nominal value of PLN 10,000 and the (minimal) issue value of PLN 9,948.93
- 15 November 2007, 100 bonds with the maturity date on 31 January 2008, with the nominal value of PLN 10,000 and the (minimal) issue value of PLN 9,870.79
- 23 November 2007, 202 bonds with the maturity date on 20 December 2007, with the nominal value of PLN 10,000 and the (minimal) issue value of PLN 9,956.99
- 26 November 2007, 203 bonds with the maturity date on 20 December 2007, with the nominal value of PLN 10,000 and the (minimal) issue value of PLN 9,961.75
- 26 November 2007, 20 bonds with the maturity date on 24 January 2008, with the nominal value of PLN 10,000 and the (minimal) issue value of PLN 9,901.98
- 06 December 2007, 250 bonds with the maturity date on 06 March 2008, with the nominal value of PLN 10,000 and the (minimal) issue value of PLN 9,840.06
- 13 December 2007, 101 bonds with the maturity date on 17 January 2008, with the nominal value of PLN 10,000 and the (minimal) issue value of PLN 9,937.78

The holders of issued bonds with the maturity dates falling within the reporting period were repaid on time.

Moreover, in the fourth quarter the Company redeemed hitherto issued series of bonds:

- 04 October – 288 bonds
- 29 November – 25 bonds
- 06 December – 250 bonds
- 13 December – 80 bonds

AB S.A. also conducted a new issue of the series B subscription warrants exchangeable for series I shares. The issue was not public and it was not made in the form of public offering. Issue of series I shares was conducted under resolution No. 18/2007 of the Extraordinary General Shareholders Meeting of 21 September 2007 on the issue of series B subscription warrants with the right to acquire series I shares with exclusion of preemptive rights regarding series B subscription warrants and under resolution No. 19/2007 of the Extraordinary General Shareholders Meeting of 21 September 2007 on the contingent increase of the share capital with exclusion of preemptive rights regarding series I shares and on amendments to the Articles of Association of the Company. On 30 October 2007 the

Management Board of the Company allotted 4,250,000 newly issued shares. The shares were acquired by investors at the issue price of PLN 26.00.

Information relating to the dividend declared or paid.

No such events were observed in the reporting period.

Indication of events after the date of preparing the abbreviated quarterly financial statement, not included therein and having potential material impact on future financial results of the Issuer.

In the period from the end of the fourth quarter of the year 2007 to the day of publication of these financial statements no important events took place, which were not and should have been included in the report.

Information relating to changes in contingent liabilities or assets following the closure of the previous financial year.

Within the Company's contingent liabilities one can differentiate the following:

- bank guarantees offered by the Company to its suppliers (their value in comparison to the respective period in the previous year has not changed)
- bank loan securities offered by ATC Holding a. s. with respect to loans borrowed by companies of the holding in the total amount of PLN 156 816,00 thousand as well as bank guarantees in the amount of PLN 2 469,11 thousand,
- factoring transactions in progress as of the date of the statement amounting to PLN 47,410,649.88 (increase by PLN 8 485 thousand in comparison with the previous quarter)

The amount of PLN 2 000 thousand which constitutes the value of the potential risk related to the payment by AB S.A. of customs liabilities from previous years has not changed.

	As of the balance sheet date [in thousand PLN]		
	31.12.2007	30.09.2007	31.12.2006
1. Contingent receivables	0.0	0.0	0.0
1.1 from affiliates (in respect of)	0.0	0.0	0.0
- guarantees received			
1.2 from other entities (in respect of)	0.0	0.0	0.0
- guarantees received			
2. Contingent liabilities	167 399.0	5 596.0	6 112.0
2.1 to affiliates (in respect of)	0.0	0.0	0.0
- guarantees			
2.2 to other entities (in respect of)	167 399.0	5 596.0	6 112.0
- guarantees	167 399.0	5 596.0	6 112.0
3. Other (in respect of)	49 411.0	40 926.0	25 048.0
3.1 interest	2 000.0	2 000.0	
3.2 factoring	47 411.0	38 926.0	25 048.0
Total off-balance sheet items	216 810.0	46 522.0	31 160.0

Indication of changes in the structure of business entity, including changes resulting from merger of business entities, or else the acquisition or sale of the capital group entities, long-term investments, division, restructuring or discontinuance of operations.

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AB S.A. purchased 100% of shares of AT Computers Holding a.s. AT Computers Holding a.s. is the owner of 100% of shares of the following entities:

- AT Computers a.s. – the distribution company offering software, IT equipment, consumer electronics and mobile technology products within the area of the Czech Republic;
- AT Compus s.r.o. – the largest company manufacturing personal computers in the Czech Republic, with the capacity of 100,000 computers per year;
- Comfor Stores a.s. – the company managing the network of over 150 retail stores within the area of the Czech Republic;
- AT Computer s.r.l. – the company running distribution operations within the area of the Slovak Republic.

Position of the Management Board regarding generation of results forecast for a given year against the present results disclosed in the quarterly report and the forecast figures.

The Issuer did not publish any financial projections for the current year.

Indication of shareholders having the right to cast, directly or indirectly through their subsidiaries, at least 5% of total votes at General Shareholders Meetings as of the date of this quarterly report, including the number of shares thereby held, their percentage share in total votes cast at General Shareholders Meetings, along with information on changes in the structure of controlling shareholders of the Issuer since the previous quarterly report.

According to the Issuer, the shareholding structure as of 31.12.2007 is as follows:

	number of shares	% of shares	number of votes	% of votes
Total	15 950 002	100.00%	17 263 002	100.00%
Andrzej Przybyło	1 316 000	8.25%	2 629 200	15.23%
Iwona Przybyło	3 944 052	24.73%	3 944 052	22.85%
Pioneer Pekao Investment Management S.A.	1 708 378	10.71%	1 708 378	9.90%
PKO TFI S.A.	1 786 526	11.20%	1 786 526	10.35%
Commercial Union Investment Management (Polska) S.A.	857 083	5.37%	857 083	4.96%
Commercial Union Otwarty Fundusz Emerytalny BPH CU WBK	1 278 590	8.02%	1 278 590	7.41%
Others	5 059 173	31.72%	5 059 173	29.31%

Holding of AB S.A. shares or options by members of its management or supervisory bodies as of the date of this quarterly report as well as changes thereof since the previous quarterly report.

As of the balance sheet date of this report, the only person to manage and hold shares of the Issuer is the President of its Management Board, i.e. Mr Andrzej Przybyło. He held 8.25% of shares and was entitled to 15.23% of total vote at the General Meeting. On 15-16 October 2007 Mr Andrzej Przybyło purchased 3,200 shares of the Company. The Company informed about this transaction in the current report No. 30/2007. The person to supervise and at the same time hold shares of the Issuer is Mrs Iwona Przybyło. She holds 24.73% of shares and 22.85% of total vote at the General Meeting.

Indication of proceedings in court, before arbitration body or competent administrative authority

AB S.A. is a party to the following proceedings which may influence its operating activities: The Company is involved in pursuing its claims amounting to PLN 993,986.67 against IT System w upadłości Sp. z o.o. based in Płock under bankruptcy proceedings. On 14 March 2007 the Court of

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Appeal in Wrocław took up the suspended legal proceedings concerning the sum resulting from the transfer of claim made by IT Systems for AB S.A. for the amount of PLN 413,556.82 placed in the court deposit. On 18.04.2007 the Circuit Court in Wrocław dismissed the appeal lodged by IT Systems, which means the victory of AB S.A. in the hitherto litigation.

On 1 July 2007 AB S.A. petitioned for the release of court deposit and payment of the abovementioned sum on the account of AB S.A. The petition was accepted but it still requires validation. The remaining sum amounting to PLN 580,429.85 is included in the bankruptcy estate of IT Systems sp. z o. o.

AB S.A. is also a party to antitrust proceedings before the President of the Office of Competition and Consumer Protection, initiated by Incom S.A. against ABC Data Sp. z o.o., Tech Data Polska Sp. z o.o. and the Issuer due to the suspicion of malpractice of their dominant position on the national printer market;

Information on entering by the Issuer or any of its subsidiaries into one or more transactions with its affiliates, provided that the value of such transactions (total value of all transactions effected since the beginning of financial year) exceeds the PLN equivalent of EUR 500,000 and they are not standard or routine transactions concluded by affiliates under market terms and conditions or they result from the normal course of business of the Issuer or its subsidiary.

In the reporting period, the Issuer did not enter with its affiliates into any transactions exceeding the normal course of its operating activities.

The sale of goods and materials to:

- Alsen Sp. z o.o. generated proceeds of PLN 5,745 thousand in the fourth quarter and respectively PLN 18,852 (in four quarters of the year 2007),
- AT Computers a.s. generated proceeds of PLN 2,845 thousand in the fourth quarter, including PLN 2,379 thousand in the consolidation period.

Information on granting by the Entity or any of its subsidiaries, of a credit or loan surety or guarantee to any single entity or its subsidiary, should the total of valid sureties of guarantees account for at least 10% of the Issuer's equity.

No such events were observed in the reporting period.

Other information which in the opinion of the Issuer is important for assessment of its personnel, property and financial position or financial result, along with information important for assessment of the Issuer's potential to fulfill its obligations.

The financial statements are inclusive of information which is important for assessment of the Company's personnel, property and financial position or financial result, as well as information important for assessment of the Company's potential to fulfill its obligations.

In the opinion of the Management Board, there is no risk of non-fulfillment by the Company of its obligations.

No other information important for assessment of the Company's position is available.

Factors which the Company expects to impact its performance in the following quarter and beyond:

The Issuer expects that its performance in the next months will be mostly influenced by:

- consolidation of organizational structures and trade offers of the companies composing the capital group,
- implementation of solutions resulting from the status of the Strategic Distribution Partner for HP



- maintaining the rapid growth of the national market for IT products, functional electronics and mobile communications
- increasing the Company's share in the market by way of entering into new distribution contracts with leading producers of modern IT solutions
- new methods and distribution channels, in particular the franchise network of retail stores
- maintaining an effective cost discipline and a consequent search for solutions optimising distribution processes

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PL46 1500 1155 1211 5003 5196 0000 (EUR), PL58 1500 1155 1211 5003 2456 0000 (USD). Tax Id. No. 895-16-28-481