

**Additional notes of SCO-PAK SA with its registered office in Warsaw on the
Company's activities to the condensed financial statements for the period
from 01/01/2014 to 30/09/2014**

Contents:

I. Introduction to the report for the third quarter of 2014.....	2
II. Financial data.	2
III. Other Information	10
1. Brief description of the issuer's significant achievements and failures.	10
2. Description of the factors and events	16
3. Explanatory notes regarding the seasonality	19
4. Information on write-downs of inventories	19
5. Information on impairment of assets.....	19
6. Provisions.....	21
7. Deferred income tax provisions and assets.....	22
8. Purchase and sale of fixed assets	24
9. Material liabilities	24
10. Significant settlements	24
11. Prior period accounting errors	24
12. Change to the economic situation and business environment	25
13. Failure to repay loans or credits.....	25
14. Transactions with affiliates and subsidiaries	25
15. Financial instruments	25
16. Reclassification of assets	28
17. Issue of securities	28
18. Dividend.....	29
19. Events after the reporting date.....	29
20. Contingent liabilities.....	29
21. Selected Financial Data	29
22. Capital Group.....	31
23. Changes in the structure of the entity	31
24. Forecasts.....	31
25. Shareholders	32
26. Shareholding of members of the managerial and supervisory bodies	33
27. Litigation proceedings	33
28. Sureties, loans, guarantees	33
29. Other relevant information	33
30. Factors affecting the results of the next quarter	

Additional and explanatory notes refer to:

- to the balance sheet, profit and loss account, statement of changes in equity (fund) and cash flow statement for the reporting period covered by the condensed financial statements,
- basic information about employees and company authorities,
- other information relevant for understanding the condensed financial statements.

I. Introduction to the report for the third quarter of 2014

1. SCO-PAK Spółka Akcyjna with its registered office in 00-838 Warsaw, ul. Prosta 28, registered with the District Court for the Capital City of Warsaw, 12th Commercial Division of the National Court Register under the number KRS 0000367265. The Company is a holder of the statistical number REGON 110150964 and the taxpayer identification number NIP 563-15-88-270.

The Company's core business is:

- paper and cardboard production
- production of cardboard products

2. The Company launched its operations on 14 February 1997. The Company is established for an indefinite term.
3. The condensed financial statements cover the period from 1 January to 30 September 2014.
4. The condensed statements do not contain any consolidated data, since the entity does not include any internal organizational units preparing their own separate financial statements.
5. The condensed financial statements have been prepared on a going concern basis in the perspective of at least 12 consecutive months.
6. In 2014, no changes in the presentation of data were introduced.
7. The Company prepares the profit and loss account by function.
8. The cash flow statement is prepared using the indirect method.

II. Financial data.

1. Overview of the applied accounting principles.

Methods and principles for valuation of assets:

- intangible assets are measured at initial recognition at the purchase price and at the balance sheet date, net of depreciation or amortization and impairment losses,
- fixed assets are recorded at the purchase price or at the cost of manufacture. The initial value can be increased due to improvements and statutory revaluation. At the balance sheet date, they are measured at the purchase price or at the cost of manufacture or at revalued amounts less accumulated depreciation or amortization

Additional notes for Q3 2014

and impairment losses. Pursuant to the Management Board's decision entered in the Company's Chart of Accounts, fixed assets and intangible assets with the value of up to PLN 3,500 are amortized on a one-off basis once they are released for use. Fixed assets and intangible assets with a value of more than PLN 3500 are amortized on a straight-line basis. Assets are amortized over their economic life.

- fixed assets under construction - on the date of entry into the accounting records - are recorded as fixed assets, while at the balance sheet date, they are valued at total cost directly attributable to the purchase or manufacture thereof, less accumulated impairment losses,
- long-term investments - are recorded at the purchase price. At the balance sheet date, they are measured at the purchase price, less accumulated impairment losses. Shares in related parties are measured according to the rules discussed above.

Short-term investments are recorded as follows:

- financial assets - at the purchase price - cash assets - at nominal value as at the balance sheet date:
- financial assets are measured at the purchase price or market price, whichever is lower, - cash in hand and at bank is measured at nominal value.

Materials are recorded quantitatively - at the actual purchase prices, and at the balance sheet date, at the purchase prices not higher than their net sales prices.

Semi-finished goods, work in progress and finished goods are measured at the cost of manufacture, not higher than their net sales prices.

Goods for resale are recognized at the purchase price, and at the balance sheet date, at the purchase prices not higher than their net sales prices.

Receivables and loans are recorded at nominal value, and at the balance sheet date, in the amounts due and payable, taking into account write-downs. Accruals are recorded at nominal value, and at the balance sheet date, they are measured at nominal value less write-downs.

Liabilities are recorded at nominal value. At the balance sheet date, they are measured at the amounts due and payable.

The current valuation of the provisions at initial recognition is done at a reliably estimated value and at the balance sheet date also at a reasonable reliably estimated value.

Capitals are recorded at nominal value and measured so at the balance sheet date.

The Company recognizes costs by nature. The profit and loss account is prepared by function.

The method of book-keeping, including the use of the Company's Chart of Accounts, the list of accounting books, the data processing system and the data protection arrangements form separate documents, approved by the head of the unit.

2. The financial year runs from 01 January 2014 to 31 December 2014. This is the eighteenth year of the Company's activities
3. No changes in the accounting methods occurred during the financial year.
4. No changes in the method of the preparation of the financial statements have occurred.
5. The figures contained in the financial statements as at 30/09/2014 are comparable with the figures for the year 2013, and for the third quarter of 2013, and are presented in thousands PLN.
6. No significant events after the balance sheet date not included in the balance sheet have occurred.
7. Selected financial data.

BALANCE SHEET (in thousands PLN)	as at 30/09/2014	as at 30/06/2014	as at 31/12/2013	as at 30/09/2013
ASSETS				
Fixed assets	108,825	106,196	109,356	102,230
Intangible assets, including:	0	0	12	18
goodwill				
Property, plant and equipment	101,681	99,052	101,449	90,209
Long-term receivables	0	0	0	127
from related parties				127
from other entities				
Long-term investments	3,472	3,472	3,472	3,472
Real property	0	0	0	0
Intangible assets	0	0	0	0
Long-term financial assets	3,472	3,472	3,472	3,472
in related parties, including:	3,472	3,472	3,472	3,472
interests and shares in subsidiaries measured using equity method				
in other entities				
Other long-term investments	0	0	0	0
Long-term deferred charges and accruals	3,672	3,672	4,423	8,404
Deferred tax assets	1,878	1,878	2,038	3,278
Other deferred charges and accruals	1,794	1,794	2,385	5,126
Current Assets	27,532	30,229	23,576	27,683
Inventory	8,864	9,508	6,346	7,043
Short-term receivables	17,482	19,040	13,257	16,144
from related parties	0	0	2,593	5,844
from other entities	17,482	19,040	10,664	10,300
Short-term investments	87	245	2,577	2,105
Short-term financial assets	87	245	2,577	2,105
in related parties	0	0	0	0
in other entities	87	245	2,577	2,105
Cash and other cash assets	87	245	1,011	499
Other short-term investments	0	0	0	0
Short-term deferred charges and accruals	1,099	1,436	1,396	2,391
Total assets	136,357	136,425	132,932	129,913

Additional notes for Q3 2014

BALANCE SHEET (in thousands PLN)	as at 30/09/2014	as at 30/06/2014	as at 31/12/2013	as at 30/09/2013
LIABILITIES				
Equity	24,613	25,286	25,125	31,001
Share capital	11,837	11,837	11,837	11,837
Called-up subscribed capital (negative value)	0	0	0	0
Own shares (interests) (negative value)	0	0	0	0
Supplementary capital	30,569	30,569	30,569	30,569
Revaluation reserve capital	0	0	0	0
Other reserves	0	0	0	0
Profit (loss) from previous years	-17,281	-17,281	-2,438	-2,438
Net profit (loss)	-512	161	-14,843	-8,967
Net profit distributions during the financial year (negative value)	0	0	0	0
Liabilities and reserves for liabilities	111,744	111,139	107,807	98,912
Reserves for liabilities	3,590	3,601	3,396	3,007
Deferred income tax reserve	3,383	3,383	3,150	2,774
Provision for the retirement benefits and similar benefits	158	166	168	138
long-term	158	166	168	138
short-term	0	0	0	0
Other provisions	49	52	78	95
long-term	0	0	0	0
short-term	49	52	78	95
Long term liabilities	22,592	76,792	76,616	66,503
towards related parties	0	0	0	0
towards other entities	22,592	76,792	76,616	66,503
Current liabilities	80,393	25,370	21,588	23,408
towards related parties	141	104	0	0
towards other entities	77,932	22,948	19,274	21,096
Special funds	2,320	2,318	2,314	2,312
Deferred charges and accruals	5,376	5,376	6,207	5,994
Negative goodwill	0	0	0	0
Other deferred charges and accruals	5,169	5,376	6,207	5,994
long-term	4,549	4,549	4,962	5,375
short-term	620	827	1,245	619
Total liabilities	136,357	136,425	132,932	129,913

Additional notes for Q3 2014

	as at 30/09/201	as at 30/06/201	as at 31/12/201	as at 30/09/201
Book value	24,613	25,286	25,125	31,001
Number of shares	47,350,000	47,350,000	47,350,000	47,350,000
Book value per share (PLN)	0.52	0.53	0.53	0.65
Diluted number of shares	47,350,000	47,350,000	47,350,000	47,350,000
Diluted book value per share (PLN)	0.52	0.53	0.53	0.65

OFF-BALANCE SHEET ITEMS (in thousands PLN)	as at 30/09/201	as at 30/06/201	as at 31/12/201	as at 30/09/201
Contingent claims	0	0	0	0
From related parties (due to)				
guarantees and sureties received				
From other entities (due to)				
guarantees and sureties received				
Contingent liabilities	210,550	210,550	199,150	177,150
To related parties (due to)	0	0	0	0
guarantees and sureties granted				
To other entities (due to)	210,550	210,550	199,150	177,150
guarantees and sureties granted	15,000	15,000	15,000	0
mortgage	96,400	96,400	85,000	78,000
Other (due to)	99,150	99,150	99,150	99,150
registered pledge	99,150	99,150	99,150	99,150
Total off-balance sheet items	210,550	210,550	199,150	177,150

Additional notes for Q3 2014

PROFIT AND LOSS ACCOUNT (in thousands PLN)	2014/07/0	2014/01/0	2013/07/0	2013/01/0
	1 -	1 -	1 -	1 -
Net revenue from sale of products, goods and materials, including:	12,923	47,771	5,002	22,859
from related parties	0	2,091	3,540	3,541
Net revenue from sale of products	12,921	47,745	4,992	22,842
Net revenue from sale of goods and materials	2	26	10	17
Costs of products, goods and materials sold, including:	9,879	34,364	7,957	22,268
to related parties	0	0	0	0
Cost of manufacture of the products sold	9,879	34,348	7,948	22,259
Cost of the goods and materials sold	0	16	9	9
Gross profit (loss) on sales	3,044	13,407	-2,955	591
Costs of sale	905	2,866	128	1,047
General administrative expenses	2,068	5,780	1,048	3,827
Profit (loss) on sale	71	4,761	-4,131	-4,283
Other operating revenue	1,832	2,463	343	1,219
Revenue from sale of non-financial fixed assets	0	0	47	47
Subsidies	0	0	0	0
Other operating revenue	1,832	2,463	296	1,172
Other operating costs	276	767	340	584
Loss on sale of non-financial fixed assets	0	0	0	0
Revaluation of non-financial assets	0	0	0	0
Other operating costs	276	767	340	584
Profit (loss) on operating activities	1,627	6,457	-4,128	-3,648
Financial revenue	214	225	0	92
Dividends and share in profits, including:	0	0	0	0
from related parties				
Interest, including:	0	11	0	92
from related parties		0		0
Other	214	214	0	0
Financial costs	2,514	6,801	1,833	6,181
Interest, including:	1,759	5,232	1,584	4,404
to related parties	0	0	0	0
Other	755	1,569	249	1,777
Profit (loss) from economic activity	-673	-119	-5,961	-9,737
Gross profit (loss)	-673	-119	-5,961	-9,737
Income tax	0	393	0	-770
Net profit (loss)	-673	-512	-5,961	-8,967
(Annualized) net profit (loss)	-673	-512	-5,961	-8,967
Weighted average number of ordinary shares (number of shares)	47,350,000	47,350,000	47,350,000	47,350,000
Profit (loss) per ordinary share (PLN)	-0.01	-0.01	-0.13	-0.19
Weighted average diluted number of ordinary shares (number of	47,350,000	47,350,000	47,350,000	47,350,000
Diluted earnings (loss) per ordinary share (PLN)	-0.01	-0.01	-0.13	-0.19

Additional notes for Q3 2014

STATEMENT OF CHANGES IN EQUITY (in thousands PLN)	2014/07/0 1 -	2014/01/0 1 -	2013/07/0 1 -	2013/01/0 1 -
Equity at beginning of period (OB)	25,28	25,12	36,96	39,96
changes in the adopted accounting principles (policy)			0	
adjustments of errors			0	
Equity at beginning of period (OB), adjusted against comparable data	25,28	25,12	36,96	39,96
Share capital at the beginning of period	0	11,83	0	11,83
Share capital at the end of period	0	11,83	0	11,83
Supplementary capital at the beginning of period	0	30,56	0	30,56
Supplementary capital at the end of period	0	30,56	0	30,56
Profit (Loss) from previous years at the beginning of period	0	-2,438	0	-3,402
Loss from previous years at the beginning of period	0	-2,438	0	-3,402
changes in the adopted accounting principles (policy)			0	
adjustments of errors			0	
Loss from previous years at the beginning of period, adjusted against comparable data	0	-2,438	0	-3,402
increases (due to)-previous years' loss to be covered	0	0	0	964
loss carryforward from previous to be covered			0	
			0	
decrease due to	0	-	0	
			0	
Loss from previous years at the end of period	0	-	0	-2,438
Profit (Loss) from previous years at the end of period	0	-	0	-2,438
Net result	-673	-512	-5,961	-8,967
net profit			0	
net loss	-673	-512	-5,961	-8,967
profit distributions			0	
Equity at the end of period (CB)	24,61	24,61	31,00	31,00
Equity after proposed profit distribution (loss coverage)	24,61	24,61	31,00	31,00

Additional notes for Q3 2014

CASH FLOW STATEMENT (in thousands PLN)	2014/07/01	2014/01/01	2013/07/01	2013/01/01
	- 2014/09/30	- 2014/09/30	- 2013/09/30	- 2013/09/30
(indirect method)				
Net profit (loss)	-673	-512	-5,961	-8,967
Total adjustments	7,02	12,39	-3,787	6,03
Share in net profit (loss) of subsidiaries measured using equity method	0	0	0	0
Amortization & Depreciation	1,85	5,61	1,35	4,06
Currency translation gains (losses)	0	-5	0	-38
Interest and profit sharing (dividend)	1,72	5,59	1,40	4,35
Profit/loss from investment activities	0	0	47	47
Change in provisions	-11	194	0	314
Change in inventory	644	-2,518	3,51	6,87
Change in receivables	1,55	-4,224	-4,735	-2,483
Change in short-term liabilities, except for loans or credits	1,12	7,73	-517	-1,562
Change in prepayments and accruals	131	11	-4,851	-5,539
Other adjustments	0	0	-1	0
Net operating cash flows (I+/-II) - indirect method	6,35	11,88	-9,748	-2,932
Investment cash flows	-4,549	-4,945	-1,467	-9,145
Proceeds	0	1,17	47	47
Disposal of intangible assets and property, plant and equipment	0	0	47	47
Other proceeds from investments	0	1,17	0	0
Expenditures	4,54	6,12	1,51	9,19
Acquisition of intangible assets and property, plant and equipment	4,54	6,12	1,51	9,19
Net investment cash flows (I-II)	-4,549	-4,945	-1,467	-9,145
Financial cash flows	-1,965	-7,866	11,51	12,15
Proceeds	0	0	60,10	64,75
Issuance of debt securities	0	0	60,10	64,75
Other financial proceeds	0	0	0	0
Expenditures	1,96	7,86	48,58	52,59
Redemption of debt securities	0	1,77	46,04	46,04
Financial lease liabilities	345	1,18	519	1,59
Interest	1,62	4,90	2,02	4,95
Net financial cash flows (I-II)	-1,965	-7,866	11,51	12,15
Total net cash flows (A.III+/-B.III+/-C.III)	-158	-924	299	81
Balance sheet change in cash, including:	-158	-924	299	81
change in cash due to exchange differences	0	-5	0	38
Cash opening balance	245	1,01	200	418
Cash closing balance (F+/- D), including:	87	87	499	499
with restricted availability	0	0	0	0

III. Other Information

1. Brief description of the issuer's significant achievements and failures.

brief description of the issuer's significant achievements and failures during the period covered by the report, together with the list of the most important events related thereto and concerning the issuer - § 87 para. 4 item 1

Conclusion of the factoring agreement

On 05 February 2014, the Company signed the factoring agreement with Pragma Faktoring SA with its registered office in Katowice (Factor) with a factoring limit of PLN 4,000,000. The agreement was concluded for a period of four months with an option to extend it. The provisions of the agreement do not differ from those commonly used by the Factor for such agreements. The factor is entitled to remuneration calculated as a percentage of the receivables purchased on a monthly basis and interest on the current balance of funding by the factor. The agreement neither provides for the liquidated damages nor is dependent on the fulfilment of any precedent or subsequent conditions. The Company informed of this occurrence in the Current Report No. 2/2014 of 06 February 2014. The agreement provides that unless the agreement is terminated in the probationary period, it shall be automatically renewed for a period of 12 months.

Changes in the Register of Series E Bonds

On 18 February 2014, the Company was notified by the operator in charge of keeping the Register of Series E Bonds, the issues of which were disclosed in the reports no. 17/2013, 22/2013, 24/2013, 31/2013 and 38/2013 on the status of the Register of Series E Bonds. According to the foregoing, as at 02/18/2014, the records show 44,882 bonds of series E left. The change in the records occurred as a result of the redemption of 5218 bonds in the framework of the mutual settlements by way of offset of claims between the Issuer and the Bondholders. The Company informed of this occurrence in the Current Report No. 3/2014 of 18 February 2014.

Early redemption of the Series E Bonds

On 05 March 2014, the Issuer conducted an early repurchase of 200 bonds and on 14 April 2014 of 300 bonds of series E. The transaction was carried out in accordance with section 4.15 of terms of purchase Series E bonds.

Changes to the terms of issue of Series G Bonds

On 29/04/2014, the Management Board adopted the Resolution No. 5/2014 to amend the terms of issue of Series G Bonds in connection with the agreement with the holders of G-series bonds. The change of the conditions involved provision of additional collateral for obligations with respect to the issue dated 28/08/2014 of 7600 bonds with the nominal value of PLN 1,000.00 (one thousand) each, and with a total nominal value of PLN 7,600,000.00. Additional collateral was provided in the form of a registered pledge on the Issuer's paper production

Additional notes for Q3 2014

line MP 1 (with the inventory no. 5/0098/546 awarded 31 December 2009) representing a set of movable property or rights constituting an economic unit within the meaning of Article 7 paragraph 2 item 3 of the Act on Registered Pledge; with the inventory value of PLN 46,624,600.16 up to the highest amount of PLN 11,400,000.00 and by registration of mortgage in favour of the Collateral Administrator, acting on behalf of the Bondholders, being a joint mortgage of up to PLN 11,400,000.00 on real property with a total area of 8.6502 hectares (eight hectares six thousand five hundred and two square meters), located in the village of Orchówek, Municipality of Włodawa, District of Włodawa, Lubelskie Province, consisting of parcels no. 880/13, no. 880/15, no. 880/16, no. 880/18, no. 880/22, 880/23, no. 880/24, 880/25, no. 880/27, 880/28, no. 880/29, 880/30, 880/31, and no. 880/32.

For the above-mentioned land property and the buildings situated thereon, the District Court in Włodawa, 4th Division of the land and mortgage registers maintains the land and mortgage registers no. KW LU1W/00038351/0, no. KW LU1W/00032082/1, no. KW LU1W/00037444/2, no. KW LU1W/00037447/3, no. KW LU1W/00038863/2 with the inventory value of PLN 8,037,865. Accordingly, on 04/29/2014, the Issuer established collateral by registering mortgage in favour of the Collateral Administrator - Wojnar, Smołuch i Wspólnicy. Adwokaci i Radcowie Prawni, a partnership with its registered office in Warsaw at ul. Sienna 39, 00-121 Warsaw, acting on behalf of the Bondholders, being a joint mortgage of up to PLN 11,400,000.00 on real property with a total area of 8.6502 hectares (eight hectares six thousand five hundred and two square meters), located in the village of Orchówek, Municipality of Włodawa, District of Włodawa, Lubelskie Province, consisting of parcels no. 880/13, no. 880/15, no. 880/16, no. 880/18, no. 880/22, 880/23, no. 880/24, 880/25, no. 880/27, 880/28, no. 880/29, 880/30, 880/31, and no. 880/32. For the above-mentioned land property and the buildings situated thereon, the District Court in Włodawa, 4th Division of the land and mortgage registers maintains the land and mortgage registers no. KW LU1W/00038351/0, no. KW LU1W/00032082/1, no. KW LU1W/00037444/2, no. KW LU1W/00037447/3, no. KW LU1W/00038863/2 with the inventory value of PLN 8.037.865,00.

Furthermore, on 29/04/2014, the Issuer and the Collateral Administrator - Wojnar, Smołuch i Wspólnicy. Adwokaci i Radcowie Prawni, a partnership with its registered office in Warsaw at ul. Sienna 39, 00-121 Warsaw, acting on behalf of the holders of series G bonds, the agreement on the registered pledge on the Issuer's paper production line MP 1 (with the inventory no. 5/0098/546 awarded 31 December 2009) representing a set of movable property or rights constituting an economic unit within the meaning of Article 7 paragraph 2 item 3 of the Act on Registered Pledge; with the inventory value of PLN 46,624,600.16 up to the highest amount of PLN 11,400,000.00.

According to the Company's knowledge, there are relationships between the Company and the Pledge Administrator, arising under the agreement concluded between the parties to the agreement on administration of collateral for Series F Bonds. The Company informed of this occurrence in the Current Report No. 4/2014 of 29 April 2014.

Liquidity Support Programme

On 05/19/2014 the Company declared its accession to the Liquidity Support Programme to the Management Board of the Warsaw Stock Exchange. In the above-mentioned declaration, the Company announced the fulfilment of the conditions set forth in the Resolution No. 502/2008 of 23 June 2008 (as amended) of the Management Board of the Warsaw Stock Exchange, on Liquidity Support Programme i.e. - conclusion of the agreement with the animator: TRIGON Brokerage House, maintenance of the Investor Relations section on its website in Polish language and commitment to comply fully with the requirements specified by the Warsaw Stock Exchange and to launch the English version of the RI section. The Company informed of this occurrence in the Current Report No. 5/2014 of 20 May 2014.

Appointment of the Supervisory Board Members

Pursuant to the resolutions No. 15/06/2014, 16/06/2014, 17/06/2014, 18/06/2014 and 19/06/2014 of the Extraordinary General Meeting of the Company of 27 June 2014, the following persons were appointed as members of the Supervisory Board for next term: Stefan Kołakowski, Tadeusz Michał Pleskot, Aneta Bernadetta Kazieczko, Ewa Pleskot and Marian Olszak. Biographies of the members of the Supervisory Board have been made public. The Company informed of this occurrence in the Current Report No. 10/2014 of 28 June 2014.

Appointment of the Independent Auditor

On 10 July 2014, the Supervisory Board, acting pursuant to § 31 paragraph 1 item 4 of the Issuer's Articles of Association, appointed Mistery Auditor Adviser Sp. z o.o. to audit the Company's financial statements for the period from 01 January 2014 to 31 December 2014 and to review the semi-annual report for the first half of 2014. At the same time, the Supervisory Board authorized the Issuer's Management Board to enter into a contract with Mistery Auditor Adviser Sp. z o.o.

Mistery Auditor Adviser Sp. z o.o. is entered in the list of entities authorized to audit financial statements kept by the National Chamber of Statutory Auditors under the number 3704. The Company informed of this occurrence in the Current Report No. 11/2014 of 11 July 2014.

Appointment of the Company's Management Board

On 10/07/2014, in connection with expiry of the Management Board's mandate, the Supervisory Board adopted the resolutions, whereby the Management Board was appointed for a new joint second term. The following members of the Management Board were appointed: Mr Grzegorz Pleskot – President of the Management Board, Mr Maciej Pleskot – Vice-President of the Management Board and Mr Michał Kończak – Vice-President of the Management Board.

Additional notes for Q3 2014

Information concerning members of the Management Board and the new term of office has been made public. The Company informed of this occurrence in the Current Report No. 12/2014 of 11 July 2014.

Extraordinary General Meeting of SCO-PAK SA

On 01 October 2014 the Company announced convening of the Extraordinary General Meeting of SCO-PAK SA to be held on 31 October 2014 at 12:00 at the Notary Office of Katarzyna Borawska and Krzysztof Borawski in Warsaw at ul. Nowy Świat 41A, apt. 89-91.

The text of the notice on convening the Extraordinary General Meeting and draft resolutions have been attached to the Current Report No. 13/2014 of 01 October 2014.

On 31 October 2014, the Extraordinary General Meeting adopted the Regulation No. 5 on consolidation of the Company's shares at the ratio of 8:1. Pursuant to the adopted Regulation No. 5, the par value of each share of the Company was increased from the amount of PLN 0.25 to the amount of PLN 2.00. The shares have been consolidated upon proportionate reduction of the total number of the Company's shares from 5,918,750 47,350,000 to 5,918,750 i.e. by merger of every eight shares with a par value of PLN 0.25 per share into a new shares with the new par value of PLN 2.00 (exchange ratio of 8:1). The consolidation of shares has been conducted while maintaining the same value of the share capital of PLN 11,837,500. The aim of the consolidation of the Company's shares was to satisfy the requirements set forth by the Management Board of the Warsaw Stock Exchange. All the rights attached to the shares remained unaffected.

On 13 November, the Company published the information that on 13 November 2014, they obtained the information that the District Court for the Capital City of Warsaw, 12th Commercial Division, registered the amendments to the Articles of Association in connection with the Resolution No. 4/2014 on the consolidation (merger) of the Company's shares and amendments to the Articles of Association, as adopted on 31 October 2014 by the Extraordinary General Meeting.

As a result of registration of the amendments, the par value of the Issuer's shares has been increased from PLN 0.25 (twenty-five groszes) to the amount of PLN 2.00 (two) with a proportional reduction in the number of shares from 47,350,000 to 5,918,750, while maintaining the same value of the share capital and unchanged rights attached to the shares (consolidation of shares).

After registration of the consolidation of shares, the Series "A" comprising 10,426,000 shares will now encompass 1,303,250 registered preference shares, each share being entitled to 2 votes. The Series "B" comprising 32,374,000 shares will now encompass 4,046,750 ordinary bearer shares. The Series "C" comprising 4,550,000 shares will now encompass 568,750 ordinary bearer shares.

At the same time, the Company informs that §6 par. 1 of the Articles of Association has been amended as follows:

Additional notes for Q3 2014

The Company's share capital shall amount to PLN 11,837,500.00 (eleven million eight hundred thirty-seven thousand and five hundred) and shall be divided into:

- 1) 1,303,250 (one million three hundred and three thousand two hundred and fifty) series "A" preference registered shares with a par value of PLN 2.00 (two),
- 2) 4,046,750 (four million forty-six thousand seven hundred and fifty) series "B" ordinary bearer shares with a par value of PLN 2.00 (two),
- 3) 568,750 (five hundred sixty-eight thousand seven hundred and fifty) series "C" ordinary bearer shares with a par value of PLN 2.00 (two),

In connection with the registration of the consolidation of the Company's shares, the total number of votes resulting from all the issued shares is 7,222,000 votes.

On 31 October 2014, the Extraordinary General Meeting adopted the Regulation No. 6. Pursuant thereto, the Company's share capital has been increased by way of public offering to the amount not exceeding PLN 20,715,626 i.e by not more than PLN 8,878,126. The increase shall be effected through the issue of not more than 4,439,063 series "D" ordinary bearer shares with a par value of PLN 2.00 each.

The issue of series "D" shares shall take the form of a closed subscription carried out in a public offering within the meaning of the Act of 29 July 2005 on public offering, conditions governing the introduction of financial instruments to organised trading and on public companies ("Public Offering Act).

The Company's shareholders shall be entitled to share warrants with respect to the newly issued shares in proportion to the number of shares held by the Company, whereas for every 4 (four) shares held by a shareholder at the end of the subscription record date, a shareholder shall be entitled to 3 (three) series "D" shares. Taking into consideration the number of series "D" shares issued, 4 (four) share warrants shall entitle to subscribe for three (3) series D shares. The record date has been set as at 15 January 2015. The Management Board has been authorized to take any and all factual and legal actions related to the increase of the share capital of the Company and the public offering of series "D" shares, in particular, to determine the detailed terms of the issue, including:

- a) the issue price or the method of determining the issue price of the newly issued series "D" shares;
- b) the dates of opening and closing the subscription of series "D" shares;
- c) the dates on which share warrants with respect to series "D" shares shall be exercised;
- d) the detailed rules for payment for the series "D" shares;
- e) the underwriting agreements, if necessary;
- f) the detailed rules for allocation of shares, taking into consideration the Article 436 §4 of the Code of Commercial Companies.

On 02 November 2014, the Company published the resolutions adopted by the Extraordinary General Meeting of 31 October 2014. The Company informed of this occurrence in the Current Report No. 16/2014 of 02 November 2014.

Dismissal of a Member of the Management Board

On 23 October 2014, the Company announced that on 22 October 2014, the Supervisory Board has adopted the resolution on dismissal of a Member of the Management Board, Vice-President of the Management Board, Mr Michał Kończak as of the date of the resolution.

In support of its decision, the Supervisory Board held that:

By appointing Mr Michał Kończak as a member of the Management Board and entrusting him with the responsibilities of a Vice-President of the Management Board, the Supervisory Board expected him to develop a funding model for the Company and take measures targeting at restructuring of funding and acquisition of financial resources for the Company's on-going operations. The Supervisory Board found the presented information on the Company's current debt and the funding model to be the description of the facts and not the solution for the Company's current financial activities. Additionally, the Supervisory Board noticed that the Vice-President failed to take effective actions or organize meetings to raise the funds for the Company. By entrusting Mr Michał Kończak with the function of a Vice-President of the Management Board, the Supervisory Board expected him to use innovative financing tools, which he was supposed to be aware of based on his professional experience. Furthermore, the Management Board has negatively evaluated his engagement in the Company's activities in the light of the Company's needs and his responsibilities.

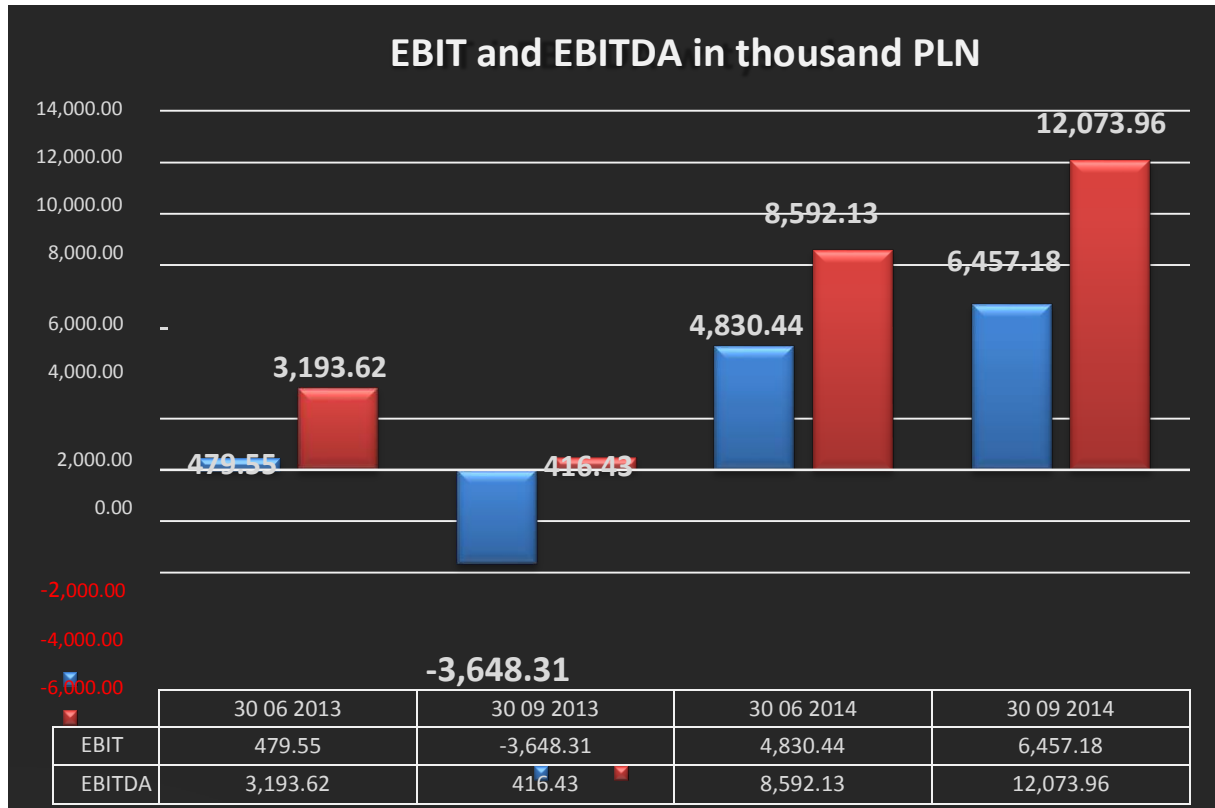
In the opinion of the Supervisory Board, Mr Michał Kończak failed to meet the Company's expectations regarding acquisition of funding. The presented analytical information and the lack of effective actions aimed at obtaining financing will not facilitate improvement of the Company's financial position in the short term, and as such they cannot be deemed to account for fulfilment of the objectives determined by the Supervisory Board for Mr Michał Kończak, Vice-President, upon his appointment to the Management Board.

The Company informed of this occurrence in the Current Report No. 14/2014 of 23 October 2014.

2. Description of the factors and events

description of the factors and events, especially of an unusual nature, which have a significant impact on the financial results - § 87 paragraph 4 item 2

In the three quarters of 2014, the Company earned the operating profit (EBIT) of PLN 6.5 million and EBITDA of PLN 12.1 million.

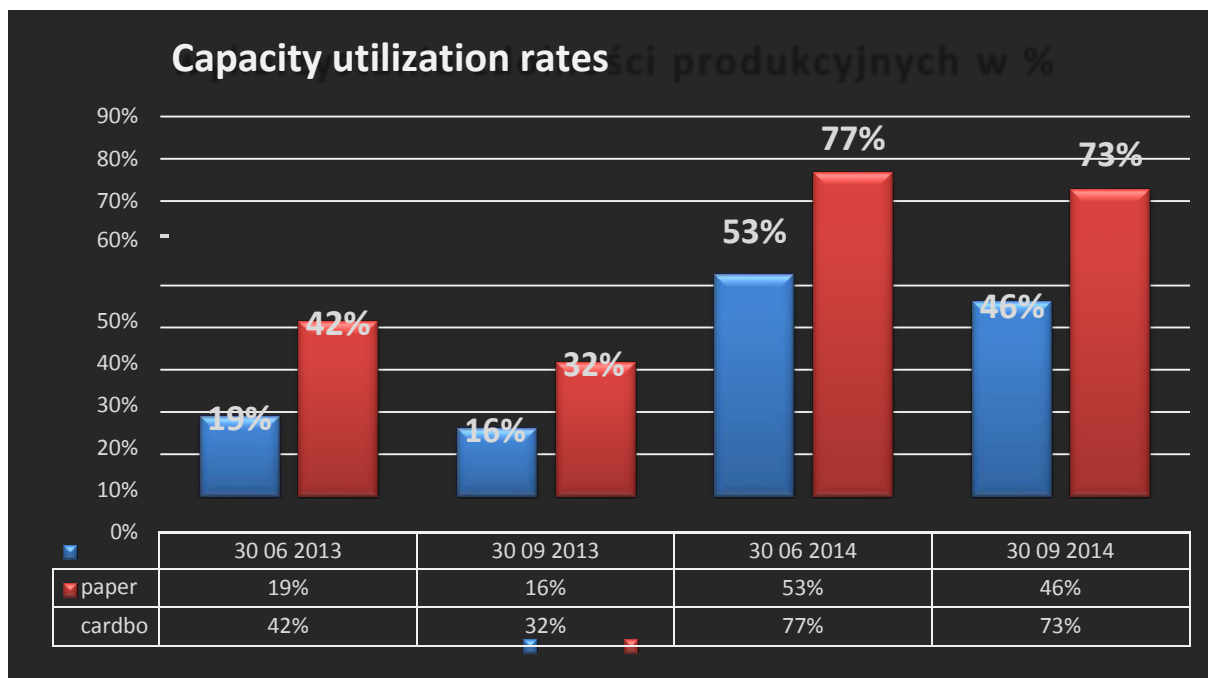


EBIT EBITDA

Obtaining working capital financing in the fourth quarter of 2013 allowed the Company to restore its core activities to the desired level. The utilization of capacity increased. Production output at both plants of the Company and the sales revenue grew. At the end of 2013, the combined heat-and-power plant project at the paper mill in Orchówek was completed.

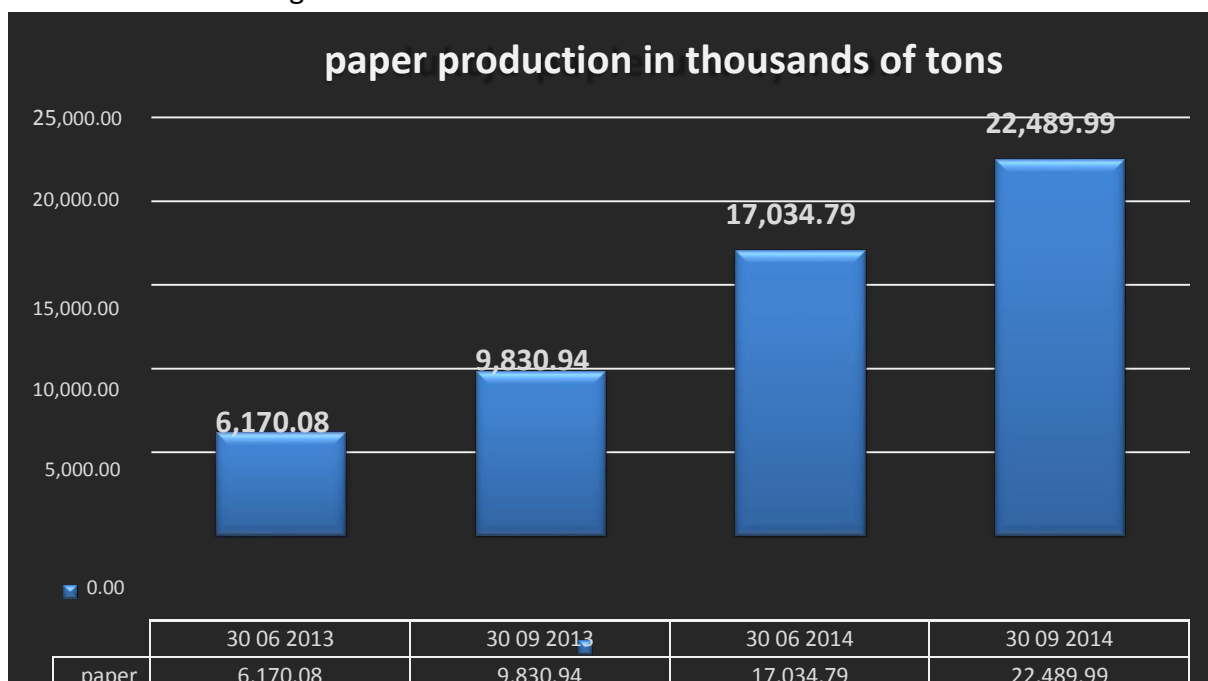
The positive trends of the first half of 2014 continued in the third quarter of 2014.

Capacity utilization is shown in the diagram below:



paper cardboard

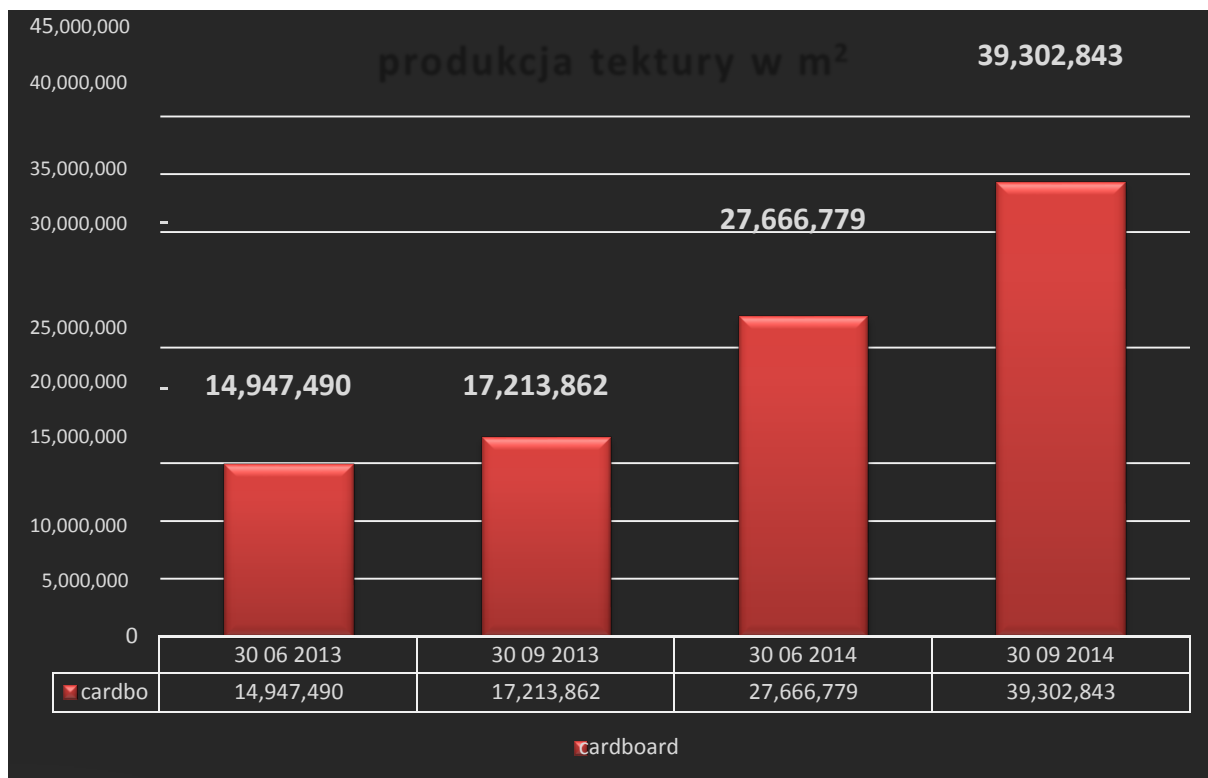
With the increase in capacity utilization, the paper and cardboard production surged as shown in the following charts:



paper

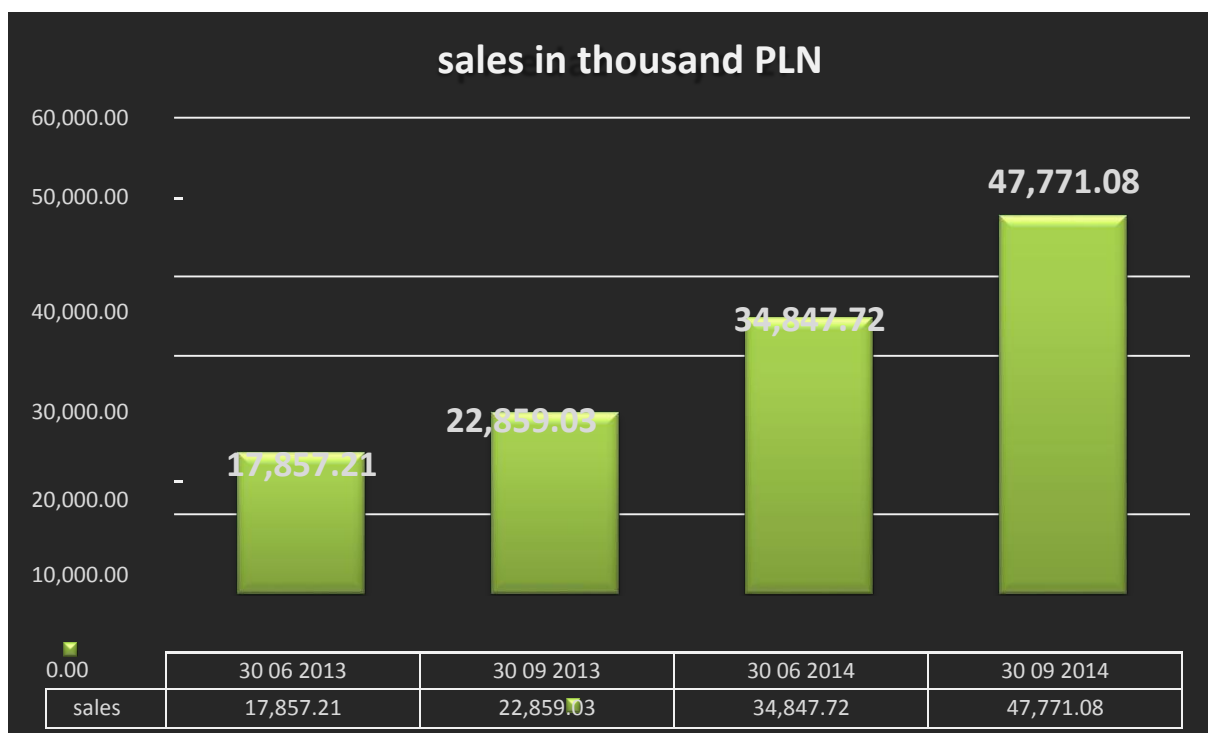
Compared to the three quarters of 2013, paper production increased from 9.8 thousand tons to 22.5 thousand tons for the three quarters of 2014. Paper production increased by 129 %.

cardboard production in sqm



Compared to the three quarters of 2013, cardboard production increased from 17.2 million sqm to 39.3 million sqm for the three quarters of 2014. Cardboard production increased by 128 %.

The increase in the basic production parameters translated into an increase in sales revenue, which is illustrated by the chart below:



Additional notes for Q3 2014

sales

Compared to the three quarters of 2013, product sales increased from PLN 22.9 million to PLN 47.8 million for the three quarters of 2014. Product sales increased by 109 %.

3. Explanatory notes regarding the seasonality

explanatory notes regarding the seasonality or cyclicity of the issuer's activities in the presented period - § 87 para. 4 item 3

The Company does not perform any seasonal or cyclical operations.

4. Information on write-downs of inventories

information on write-downs of inventories to net realizable and reversed impairment losses - § 87 para. 4 item 4

As at 30 September 2014, the value of Company's materials and products held in stock amounts to PLN 8,864,000. The Company regularly assesses whether their stocks do not depreciate. The main items of inventory include paper and recovered paper, which are used in the production process. Inventory comes from current purchases and satisfies the Company's normal production needs covering 1.5 monthly consumption. Inventory is measured at the net purchase prices. At the date of the condensed financial statements, the Company holds a full-fledged inventory of finished products intended for sale to their contractors under specific purchase orders. Goods are valued at the cost of manufacture i.e. record prices are adjusted for deviations from their production. Company has recognized no write-downs on the full-fledged inventory of materials and products.

INVENTORY	in thousands PLN			
	30/09/2014	30/06/2014	31/12/2013	30/06/2013
materials	5,082	4,662	5,05	4,06
semi-finished products and work in progress	0	0	0	0
finished products	3,774	4,838	1,28	2,96
goods	8	8	8	10
advance payments towards supplies	0	0	0	0
Inventories, total	8,864	9,508	6,34	7,04

5. Information on impairment of assets

information on impairment of financial assets, property, plant and equipment, intangible assets, or other assets, and the reversed impairment losses - § 87 para. 4 item 5

Financial assets

The Management Board has also analysed the reliability of measurements of the SCO-PAK SA's long-term financial assets, which were valued at the purchase price. These include 347,185 shares of PRESCOTT SA held by the Company with the par value of PLN 10.00 per share,

Additional notes for Q3 2014

representing 17.65% of the Company's share capital. The carrying value amounts to PLN 3,472,000. The shares are not traded on the public market. Given the Company's financial performance and the equity held, the Management Board of SCO-PAK SA found no indications for recognizing impairment losses.

Property, plant and equipment

The company holds fixed assets, which at the balance sheet date are measured in accordance with the Accounting Act at the purchase price, less accumulated depreciation, whose net carrying amount is PLN 101,681,000. The main fixed assets include the paper production line at the facility in Orchówek, cardboard production line at the facility in in Chełm and the combined heat-and-power plant and the waste water treatment plant completed in 2013 in Orchówek. The equipment and the real property held are fully utilized in the production process. According to the Management Board, in 2014, there were no indications for recognizing impairment losses. The Management Board based its decision on the appraisals conducted in 2013 of the buildings, facilities and production lines held and operated by the Company, the value of which greatly exceed their book values.

Intangible assets

The carrying value of its intangible assets amounts to PLN 0.00. These include fully depreciated computer software used by accounting and sales departments, for which there were no indications for recognizing impairment losses.

Other assets

The Company's short-term receivables as at 30 September 2014 amount to PLN 17,482,000 and were measured at the amounts due payable, in observance of the prudence principle. With regard to the receivables from debtors in liquidation, overdue or under litigation, the Company has already created write-downs in the amount of PLN 667,000. By 2014, the Company continued its intensive debt collection activities to recover overdue receivables. The Company employed both external debt collection companies as well as its departments: sales, accounting and the legal counsel of the Company.

Additional notes for Q3 2014

CHANGES IN IMPAIRMENT LOSSES ON CURRENT RECEIVABLES	in thousands PLN			
	30/09/2014	30/06/2014	31/12/2013	30/09/2013
Opening balance	1,61	1,61	1,918	1,918
increase due to creation	0	0	822	0
decrease due to reversal	952	0	1,121	1,121
utilization			1,121	1,121
Closing balance of impairment losses on current	667	1,61	1,619	797

6. Provisions

information on creation, increase, use and reversal of provisions; - § 87 para. 4 item 6

CHANGE TO PROVISION FOR THE RETIREMENT BENEFITS AND SIMILAR BENEFITS (BY TITLE)	in thousands PLN			
	30/09/2014	30/06/2014	31/12/2013	30/09/2013
opening balance	168	168	162	162
increase due to creation	0	0	30	0
utilization due to	0	0	0	0
reversal due to payment of benefits	10	2	24	24
closing balance	158	166	168	138

As at 30 September 2014, the Company recognized long-term provisions for employee pension and retirement benefits in the amount of PLN 158,000, created on 31 December 2013. In the three quarters, the Company reversed the provision in the amount of PLN 10,000, including PLN 8,000 in the third quarter, as a result of payments made to employees.

CHANGES IN OTHER LONG-TERM RESERVES (BY TITLE)	in thousands PLN			
	30/09/2014	30/06/2014	31/12/2013	30/09/2013
opening balance	78	78	117	117
increase due to creation	0	0	0	0
utilization due to	0	0	0	0
reversal due to payment of benefits	29	26	39	22
closing balance	49	52	78	95

Short-term provisions in the amount of PLN 49,000 were created for the annual leave unused by the Company's employees as at 31 December 2013. In the three quarters of 2014, the Company reversed the provision in the amount of PLN 29,000 as a result of payments of the unused leave equivalents to the departing employees, including PLN 3,000 in the third quarter.

7. Deferred income tax provisions and assets

information on deferred income tax provisions and assets - § 87 para. 4 item 7

CHANGES IN THE PROVISION FOR DEFERRED INCOME TAX	in thousands PLN			
	30/09/2014	30/06/2014	31/12/2013	30/09/2013
Opening balance of the provision for deferred income tax, including:	3150	3,150	2,415	2,415
recognized under the financial result	3150	3,150	2,415	2,415
recognized under the equity capital	0	0	0	0
reflected in goodwill or negative goodwill	0	0	0	0
Increases	408	408	874	426
reflected in the financial result of the period in respect of taxable temporary differences (due to)	408	408	874	426
occurrence of temporary differences	408	408	874	426
reflected in the equity capital in connection with taxable temporary differences (due to)	0	0	0	0
reflected in goodwill or negative goodwill in respect of taxable temporary differences (due to)	0	0	0	0
Decreases	175	175	139	67
reflected in the financial result of the period in connection with taxable temporary differences (due to)	175	175	139	67
reversal of temporary differences	175	175	139	67
reflected in the equity capital in connection with taxable temporary differences (due to)	0	0	0	0
reflected in goodwill or negative goodwill in respect of taxable temporary differences (due to)	0	0	0	0
Total closing balance of the provision for deferred income tax, including:	3383	3,383	3,150	2,774
recognized under the financial result	3383	3,383	3,150	2,774
recognized under the equity capital	0	0	0	0
reflected in goodwill or negative goodwill	0	0	0	0

As at 30 September 2014, the Company recognized the provision for deferred income tax in the amount of PLN 3,383,000, of which the main item is the provision for the difference between the balance sheet depreciation and the tax depreciation of the paper production line in the amount of PLN 2,882,000. Other items correspond to the provision for depreciation of fixed assets under operating lease in the amount of PLN 466,000 and the accrued liquidated damages in the amount of PLN 35,000.

Additional notes for Q3 2014

CHANGES IN ASSETS FROM DEFERRED TAXES	in thousands PLN			
	30/09/2014	30/06/2014	31/12/2013	30/09/2013
Opening balance of assets from deferred taxes, including:	2,03	2,03	2,14	2,14
recognized under the financial result	2,03	2,03	2,14	2,14
recognized under the equity capital	0	0	0	0
reflected in goodwill or negative goodwill	0	0	0	0
Increases	356	356	428	1,59
reflected in the financial result of the period in connection with deductible temporary differences (due to) occurrence of temporary differences	356	356	428	524
reflected in the financial result of the period in connection with a tax loss (due to)	0	0	0	1,06
reflected in the equity capital in connection with deductible temporary differences (due to)	0	0	0	0
reflected in the equity capital in connection with a tax loss (due to)	0	0	0	0
reflected in goodwill or negative goodwill in connection with deductible temporary differences (due to)	0	0	0	0
Decreases	516	516	538	462
reflected in the financial result of the period in connection with deductible temporary differences (due to) reversal of temporary differences	516	516	538	462
reflected in the financial result of the period in connection with a tax loss (due to)	0	0	0	0
reflected in the equity capital in connection with deductible temporary differences (due to)	0	0	0	0
reflected in the equity capital in connection with a tax loss (due to)	0	0	0	0
reflected in goodwill or negative goodwill in connection with deductible temporary differences (due to)	0	0	0	0
Total closing balance of deferred tax assets, including:	1,87	1,87	2,03	3,27
recognized under the financial result	1,87	1,87	2,03	3,27
recognized under the equity capital	0	0	0	0
reflected in goodwill or negative goodwill	0	0	0	0

As at 30 September 2014, the Company recognizes a deferred tax asset in the amount of PLN 1,878,000, of which the main item is the provision for a tax loss in the amount of PLN 1,275,000 created for the years 2010 and 2012. Other items include the asset associated with the provisions for employee benefits and unpaid social security contributions in the amount of PLN 276,000 and the lease payments against fixed assets under operating leases in the amount of PLN 104,000.

8. Purchase and sale of fixed assets
information on significant transactions of purchase and sale of property, plant and equipment - § 87 para. 4 item 8

CHANGES IN FIXED ASSETS (BY TYPE) in thousands PLN						
	Land (including usufruct of land)	buildings, premises and civil engineeri ng	plant, machinery and tools	means of transport	other property, plant and equipme	Total fixed assets
gross value of fixed assets at the beginning of period	420	26,47	95,99	779	183	123,85
increase due to	0	0	95	71	0	166
capital expenditures			95	22		117
lease				49		49
decrease due to	0	0	1,23	151	0	1,38
redemption of the lease/sale			1,23	151		1,38
gross value of fixed assets at the end of period	420	26,47	94,86	699	183	122,63
accumulated depreciation at the beginning of period	38	2,60	19,22	415	124	22,40
depreciation for the period (due to)	3	757	4,75	74	14	5,60
redemption of the lease/sale			-971	-77		-
accumulated depreciation at the end of period	41	3,36	23,00	412	138	26,95
impairment losses at the beginning of period						
increases						
decreases						
impairment losses at the end of period						
net value of fixed assets at the end of period	379	23,11	71,85	287	45	95,67

The above table shows the turnover of fixed assets for the third quarter of 2014. In this period, the Company acquired two forklift trucks under operating leases with a value of PLN 49,000 and purchased the switchgear, gluing machine, dispenser, forklift truck and three passenger cars used by the sales staff for the total amount of PLN 117,000 thousand pursuant to the expired lease agreements. In the period under review, no fixed assets were sold.

9. Material liabilities
information on material liabilities in respect of the purchase of property, plant and equipment - § 87 para. 4 item 9

The Company conducted its investments in the property, plant and equipment using its own funds as well as proceeds from the issue of the Company's bonds.

10. Significant settlements
information on significant litigation settlements - § 87 para. 4 item 10

Not occurred.

11. Prior period accounting errors
indication of corrections of prior period accounting errors - § 87 para. 4 items 11

Not occurred.

12. Change to the economic situation and business environment

information on changes in the economic situation and business environment, which have a significant impact on the fair value of financial assets and financial liabilities of the entity, regardless of whether those assets and liabilities are recognized at the adjusted price of acquisition (amortized cost) - § 87 para. 4 item 12

In the first half of 2014, the Company recorded no changes in the business environment that would have significant impact on the value of financial assets and financial liabilities of the entity.

13. Failure to repay loans or credits

information on failure to repay loans or credits or breach of the material provisions of loan or credit agreements, in respect of which no corrective actions were taken until the end of the reporting period - § 87 para. 4 item 13

In the first quarter of 2014, the Company used no financing in the form of credits or loans and has no liabilities in this regard.

14. Transactions with affiliates and subsidiaries

Information on the transaction or transactions entered into by the Issuer or its subsidiary with related parties, where such transactions, either individually or collectively, are of significance and were concluded on terms other than market terms, with indication of their value, whereas the information on particular transactions can be grouped by type, except where the information on individual transactions is required to understand how they affect the issuer's assets, financial standing and the financial result - § 87 para. 4 item 14

In the reporting period, the Company concluded significant transaction with a related party, as defined in § 2 of the Regulation of the Minister of Finance of 29 February 2009 on current and periodic information published by issuers of securities and conditions for recognition of information required by non-member states' regulations as equivalent (Journal of Laws of 28 February 2009).

All the transactions with the related party were carried out on the market terms.

15. Financial instruments

in the case of financial instruments measured at fair value - information about changing the way (method) for determination thereof - § 87 para. 4 item 15

Long-term financial assets

The Company holds 347,185 shares of PRESCOTT SA, a related party, with the par value of PLN 10.00 per share, representing 17.65% of the Company's share capital. The carrying value amounts to PLN 3,472,000. The shares are not traded on the public market. Given its financial performance and the equity held, the Company measures them at cost.

LONG-TERM FINANCIAL ASSETS	in thousands PLN			
	30/09/2014	30/06/2014	31/12/2013	30/09/2013
in subsidiaries				
in jointly controlled entities				
in associates				
in a significant investor				
in a shareholder of a jointly controlled entity				
in a parent company	3,472	3,47	3,47	3,47
shares or interests	3,472	3,47	3,47	3,47
debt securities				
other securities (by type)				
granted loans				
other long-term financial assets (by type)				
in other entities	0	0	0	0
Long-term financial assets, total	3,472	3,47	3,47	3,47

CHANGE IN LONG-TERM FINANCIAL ASSETS (BY TYPE)	in thousands PLN			
	30/09/2014	30/06/2014	31/12/2013	30/09/2013
opening balance	3,472	3,472	347	347
increase due to	0	0	0	0
decrease due to	0	0	0	0
closing balance	3,472	3,472	347	347

SECURITIES, SHARES AND OTHER LONG-TERM FINANCIAL ASSETS (CURRENCY STRUCTURE)	in thousands PLN			
	30/09/2014	30/06/2014	31/12/2013	30/09/2013
in Polish currency, in thousands PLN	3,472	3,472	3,472	3,472
in foreign currencies (by currency and after conversion to PLN, b1. in foreign currency)	0	0	0	0
after conversion into thousands PLN				
-				
other currencies in thousands PLN				
Total securities, shares and other long-term financial assets	3,472	3,472	3,472	3,472

Additional notes for Q3 2014

SECURITIES, SHARES AND OTHER LONG-TERM FINANCIAL ASSETS (BY MARKETABILITY)	in thousands PLN			
	30/09/2014	30/06/2014	31/12/2013	30/09/2013
Non-restricted securities, traded on stock exchange (carrying value)	0	0	0	0
Non-restricted securities, traded over-the-counter (carrying value)	0	0	0	0
Non-restricted securities, not traded on a regulated market (carrying value)	3472	3,47	3,472	3,472
shares (carrying value)	3472	3,47	3,472	3,472
revaluation adjustments (for the period)				
value at the beginning of period				
value at the purchase price				
bonds (carrying value):				
revaluation adjustments (for the period)				
value at the beginning of period				
value at the purchase price				
other - by type (carrying value):				
c1).....				
revaluation adjustments (for the period)	0	0	0	0
value at the beginning of period				
value at the purchase price				
c2).....				
Non-restricted securities (carrying value)	0	0	0	0
Total carrying value	3472	3,47	3,472	3,472

Short-term financial assets

As at 30 September 2014, short-term financial assets include cash on hand and in bank denominated in PLN, the value of which was measured at their nominal value and amounts to PLN 87,000.

SHORT-TERM FINANCIAL ASSETS	in thousands PLN			
	30/09/2014	30/06/2014	31/12/2013	30/09/2013
in subsidiaries	0	0	0	0
in jointly controlled entities	0	0	0	0
in associates	0	0	0	0
in a significant investor	0	0	0	0
in a shareholder of a jointly controlled entity	0	0	0	0
in a parent company	0	0	0	0
in other entities	87	245	2,577	2,105
shares or interests				
receivables from dividends and other profit sharing				
debt securities				
other securities (by type)				
granted loans	0	0	1,566	1,606
other short-term financial assets (by type)				
cash and other cash assets	87	245	1,011	499
cash on hand and at bank	87	245	1,011	499
Other cash				
Other monetary assets				
Short-term financial assets, total	87	245	2,577	2,105

Additional notes for Q3 2014

GRANTED SHORT-TERM LOANS (CURRENCY STRUCTURE)	in thousands PLN			
	30/09/2014	30/06/2014	31/12/2013	30/09/2013
in Polish currency, in thousands PLN	0	0	1,566	1,606
in foreign currencies (by currency and after conversion to PLN,	0	0	0	0
b1. in foreign currency				
after conversion into thousands PLN				
other currencies in thousands PLN				
Total short-term loans granted	0	0	1,566	1,606

CASH AND OTHER CASH ASSETS (CURRENCY STRUCTURE)	in thousands PLN			
	30/09/2014	30/06/2014	31/12/2013	30/09/2013
in Polish currency	87	245	1,011	499
in foreign currencies (by currency and after conversion to PLN)	0	0	0	0
b1. in foreign currency in thousands EUR				
after conversion into thousands PLN				
-				
other currencies in thousands PLN				
Total cash and other cash assets	87	245	1,011	499

In 2014, the Company changed the method for valuation of financial assets, compared to previous years.

16. Reclassification of assets

information reclassification of financial assets as a result of changes in the purpose or use of such assets - § 87 para. 4 item 16

In 2014, there were no changes in classification of financial assets, related to changes in the purpose or use of such assets.

17. Issue of securities

information on the issue, redemption and repayment of non-equity and equity securities - § 87 para. 4 item 17

On 18 February 2014, the Company was notified by the operator in charge of keeping the Register of Series E Bonds, the issues of which were disclosed in the reports no. 17/2013, 22/2013, 24/2013, 31/2013, and 38/2013 on the status of the Register of Series E Bonds. According to the foregoing, as at 18 February 2014, the records show 44,882 bonds of series E left. The change in the records occurred as a result of the redemption of 5,218 bonds, including 1,478 bonds in the 1st quarter of 2014, in the framework of the mutual settlements by way of offset of claims between the Issuer and the Bondholders. The Company informed of this occurrence in the Current Report No. 3/2014 of 18 February 2014.

Additional notes for Q3 2014

On 14 April 2014, the Issuer conducted an early repurchase of 300 Series E bonds. The transaction was carried out in accordance with section 4.15 of terms of purchase Series E bonds.

18. Dividend

information on the dividend paid (or declared), total and per share, with division into ordinary and preference shares - § 87 para. 4 item 18

In the reporting period, the Company authorities did not take any decisions regarding the declaration or payment of dividends.

19. Events after the reporting date

indication of the events that occurred after the date of the quarterly condensed financial statements, not included in this report, which could have a significant impact on the issuer's future financial performance - § 87 para. 4 item 19

Not occurred.

20. Contingent liabilities

information on changes in contingent liabilities or contingent assets since the end of the last financial year - § 87 para. 4 item 20

CONTINGENT LIABILITIES (DUE TO)	in thousands	in thousands		
	PLN	PLN	31/12/2013	30/09/2013
	30/09/2014	30/06/2014		
guarantees and sureties granted, including:	15,000	15,000	15,000	0
to subsidiaries	0	0	0	
to jointly controlled entities	0	0	0	
to associates	0	0	0	
to a significant investor	0	0	0	
to a shareholder of a jointly controlled entity	0	0	0	
to a parent company	0	0	0	
other due to	195,550	195,550	184,150	177,150
mortgage	96,400	96,400	85,000	78,000
registered pledge	99,150	99,150	99,150	99,150
including: to subsidiaries	0	0	0	0
including: to jointly controlled entities	0	0	0	0
including: to associates	0	0	0	0
including: to a significant investor	0	0	0	0
including: to a shareholder of a jointly controlled	0	0	0	0
including: to a parent company	0	0	0	0
	0			
Total contingent liabilities towards related parties	210,55	210,55	199,150	177,150

21. Selected financial data

selected financial data, including basic items of the condensed financial statements (also converted into EUR) showing the cumulative data for all full quarters of the present and previous financial year, and in the case of the balance sheet - at the end of the present quarter and the end of the previous financial year - § 87 para. 7 item 1

Additional notes for Q3 2014

SELECTED FINANCIAL DATA	in thousands	PLN	in thousands	EUR
	2014/01/01 - 2014/09/30	2013/01/01 - 2013/09/30	2014/01/01 - 2014/09/30	2013/01/01 - 2013/09/30
Net revenue from sales of products, goods and materials	47,771	22,859	11,428	5,413
Profit (loss) on operating activities	6,457	-3,648	1,545	-864
Gross profit (loss)	-119	-9,737	-28	-2,306
Net profit (loss)	-512	-8,967	-122	-2,123
Net cash flows from operating activities	11,887	-2,932	2,844	-694
Net cash flows from investment activities	-4,945	-9,145	-1,183	-2,166
Net cash flows from financial activities	-7,866	12,158	-1,882	2,879
Total net cash flows	-924	81	-221	19
Total assets (at the end of the present quarter and at the end of the previous financial year)	136,357	132,932	32,656	32,053
Liabilities and provisions for liabilities (at the end of the present quarter and at the end of the previous financial year)	111,744	107,807	26,762	25,995
Long-term liabilities (at the end of the present quarter and at the end of the previous financial year)	22,592	76,616	5,411	18,474
Short-term liabilities (at the end of the present quarter and at the end of the previous financial year)	80,393	21,588	19,253	5,205
Equity (at the end of the present quarter and at the end of the previous financial year)	24,613	25,125	5,895	6,058
Share capital (at the end of the present quarter and at the end of the previous financial year)	11,837	11,837	2,835	2,854
Number of shares (at the end of the present quarter and at the end of the previous financial year)	47,350,000	47,350,000	47,350,000	47,350,000
Profit (loss) per ordinary share (PLN / EUR)	-0.01	-0.19	0.00	-0.04
Diluted earnings (loss) per ordinary share (PLN / EUR)	-0.01	-0.19	0.00	-0.04
Book value per share (PLN / EUR) (at the end of the present quarter and at the end of the previous financial year)	0.52	0.53	0.12	0.13
Diluted book value per share (PLN / EUR) (at the end of the present quarter and at the end of the previous financial year)	0.52	0.53	0.12	0.13
Declared or paid dividend per share (PLN / EUR)	0.00	0.00	0.00	0.00

The above financial data for the third quarter of 2014 and 2013, and as at 31/12/2013 have been converted into EUR, according to the following principles:

- individual assets and liabilities: at the average exchange rate published as at 30 September 2014 - 4.1755 PLN / EUR and as at 31 December 2013 - 4.1472 PLN / EUR
- individual items of the profit and loss account and the cash flow statement at the exchange rate representing the arithmetic mean of average exchange rates published by the National Bank of Poland on the last day of each month in the accounting period (from January to September 2014 - 4.1803 PLN / EUR) and (from January to September 2013 - 4.2231 PLN / EUR).

22. Capital Group

description of the issuer's group organization with indication of the consolidated entities, and in the case of an issuer being the parent company, which under the applicable provisions is not required or able to prepare consolidated financial statements - also the reason and legal basis for non-consolidation - § 87 para. 7 item 2

The Company does not form a capital group.

23. Changes in the structure of the entity

indication of the effects of changes to the structure of the enterprise, including as a result of mergers, acquisitions or sales of the entities of the issuer's group, long-term investments, restructuring and discontinued operations - § 87 para. 7 item 3

Not occurred.

24. Forecasts

The position of the Management Board concerning the possibility of meeting the previously published current year's profit forecasts in the light of results presented in the quarterly report in relation to forecast results - § 87 para. 7 item 4

The Company did not publish performance forecasts for 2014.

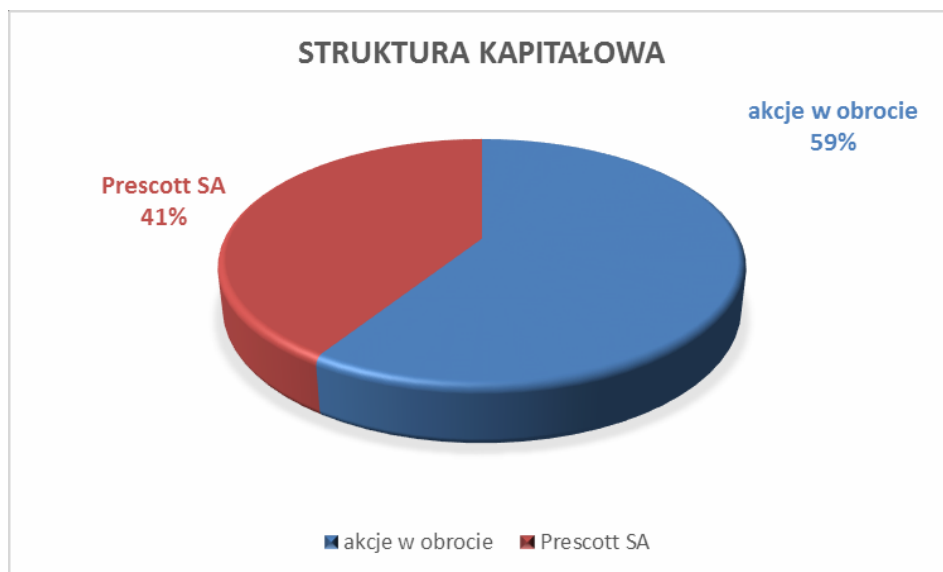
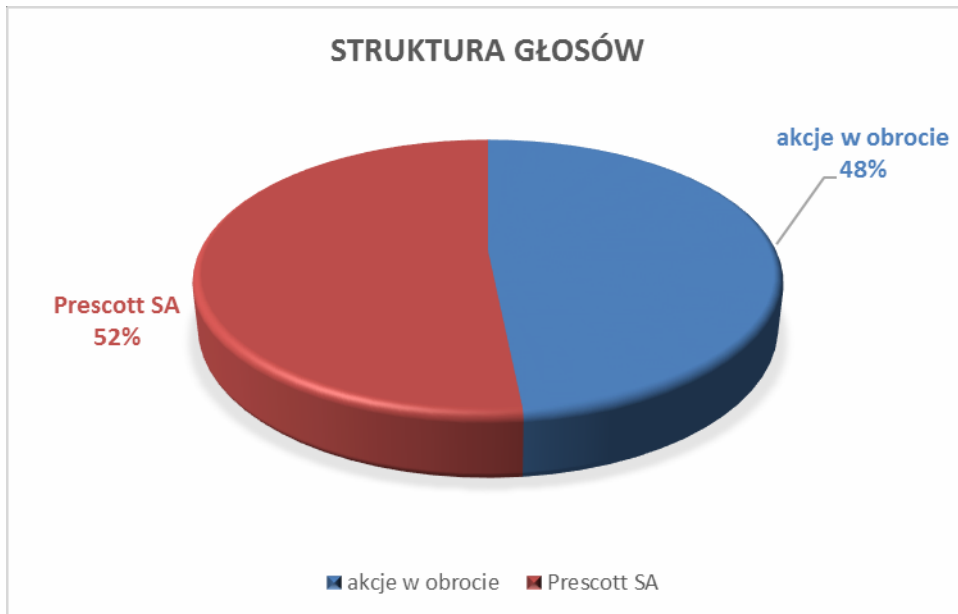
25. Shareholders

indication of the shareholders holding directly or indirectly through subsidiaries, at least 5 % of the total number of votes at the issuer's general meeting at the date of submitting the quarterly report, including the number of shares held by these entities, their percentage share in the share capital, the number of votes attached thereto and the percentage of the total number of votes at the general meeting as well as changes in the shareholding structure of large blocks of shares in the period from the previous quarterly report - § 87 para. 7 item 5

The shareholder holding at least 5% of the total number of votes at the general meeting of the Company is PRESCOTT SA with its registered office in Chełm, which as at 14 November 2014 holds 19,376,000 shares, including:

- 10,426,000 registered preference shares of series A,
- 8.950.000 ordinary bearer shares of series B,

which together account for 40.92% of the share capital of SCO-PAK SA and 51.58% of the total number of votes at the General Meeting.



26. Shareholding of members of the managerial and supervisory bodies

summary of the issuer's shares or rights thereto held by members of the managerial and supervisory bodies of the issuer as at the date of submitting the quarterly report, including changes in the shareholding structure in the period from the previous quarterly report, separately for each person - § 87 para. 7 item 6

The Chairman of the Supervisory Board, Stefan Kořakowski, on 27 June 2014 (the date of the Annual General Meeting of Shareholders of SCO-PAK SA) is the owner of 2,650,000 ordinary bearer shares of series B. The shares held give:

- 5.60% of the share capital,
- 4.59% of votes at the General Meeting

The Vice-Chairman of the Supervisory Board, Tadeusz Pleskot, on 27 June 2014 (the date of the Annual General Meeting of Shareholders of SCO-PAK SA) is the owner of 2,000 ordinary bearer shares of series B. The shares held give:

- 0.0042 % of the share capital,
- 0.0035 % of votes at the General Meeting

27. Proceedings

Indication of the legal proceedings pending before a court, authority competent for the arbitrage proceedings or a public administration authority, taking into consideration information required under - § 87 para. 7 item 7

In the reporting period there were no and at present there are no legal proceedings pending before a court, authority competent for the arbitrage proceedings or a public administration authority concerning liabilities or receivables of the Company, the sum of which constitutes at least 10% of the Company's equity, or whose total value constitutes at least 10% the Company's equity.

28. Sureties, loans, guarantees

information concerning a loan or credit surety or a guarantee issued by the Issuer or the Issuer's subsidiary - jointly to a single entity or its subsidiary, if the total value of the existing sureties or guarantees constitutes the equivalent of at least 10 % of the Issuer's equity - § 87 para. 7 item 9.

None in the reporting period.

29. Other relevant information

other information, which in the Issuer's opinion is relevant to assess its human resources, assets, financial standing, financial result and changes thereto as well as information, which is relevant in the assessment of the Issuer's ability to satisfy its obligations - § 87 para. 7 item 10

Except for the factors described in section 2 of this chapter, there are no other factors relevant to the assessment of its human resources, assets, financial standing and the ability to satisfy the Company's liabilities.

**30. Factors affecting the results of the next quarter
indication of factors, which in the Issuer's opinion will affect the results achieved by them in view
of the next quarter or longer - § 87 para. 7 item 11**

Undoubtedly, the key factor determining the performance is the macroeconomic environment. For years, the paper market has been subject to sudden and substantial fluctuations. This applies to both the basic raw materials (recovered paper, chemical products, energy, fine coal, gas) as well as the Company's primary products (paper, cardboard, packaging). Price increases in paper, cardboard and goods made from cardboard noticeable in the third quarter of 2014 can have a positive impact on the margin of the goods sold.

Warsaw, 14/11/2014

President of the Management Board	-	Grzegorz Pleskot
Vice-President of the Management Board	-	Maciej Pleskot