INTER CARS GROUP

Extended
Consolidated Quarterly Report
Q3 2009

TABLE OF CONTENTS

inter cars
części do samochodów

JC AUTO

PART I

CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST THREE QUARTERS OF 2009

1. The Inter Cars Group

Business Profile

The core business of the Inter Cars Group ("the Group" or "the Inter Cars Group") comprises import and distribution of spare parts for cars and other motor vehicles.

Registered Office of the Parent Undertaking

Inter Cars S.A.
ul. Powsińska 64
02-903 Warsaw
Poland

Central Warehouse:
ul. Gdańska 15
05-152 Czosnów near Warsaw
Poland

Contact Data

Phone No. (+48-22) 714 19 16
Fax No. (+49-22) 714 19 18
bzarzadu@intercars.com.pl
relacje.inwestorskie@intercars.com.pl
www.intercars.com.pl

Supervisory Board

Andrzej Oliszewski, Chairman of Supervisory Board
Jolanta Oleksowicz-Bugajewska
Maciej Oleksowicz
Michał Marczak
Jacek Klimczak

Management Board

Krzysztof Oleksowicz, President of the Management Board
Robert Kierzek, Vice-President of the Management Board
Krzysztof Soszyński, Vice-President of the Management Board
Wojciech Milewski
Piotr Kraska

Auditor

KPMG Audyt Sp. z o.o.
ul. Chłodna 51
00-867 Warsaw
Poland

Inter Cars' Subsidiary Undertakings Included in Consolidation as at September 30th 2009

Inter Cars Ukraine
29009 Khmelnytsky, Tolstogo 1/1
Ukraine

Feber Sp. z o.o.
ul. Powsińska 64, 02-903 Warsaw
Poland

Inter Cars Česká Republika s.r.o.
Novodvorská 1010/14, Prague 4
The Czech Republic

Q-Service Sp. z o.o.
ul. Gdańska 15, 05-152 Cząstków Mazowiecki
Poland

Lauber Sp. z o.o.
ul. Braci Staniuków 40, 76-200 Słupsk
Poland

Inter Cars Slovenská Republika s.r.o.
Ivánska cesta 2, Bratislava
Slovakia

Inter Cars Lietuva UAB
J. Kubiliaus g. 18, Vilnius
Lithuania

IC Development & Finance Sp. z o.o.
(formerly R-J Sp. z o.o.)
ul. Dorodna 33 03-195 Warsaw
Poland

JC Auto s.r.l.
Viale A. Doria 48/A, 20124 Milan
Italy

Armatus Sp. z o.o.
ul. Burakowska 60, 01-794 Warsaw
Poland

Inter Cars d.o.o.
Radnička cesta 27, 1000 Zagreb
Croatia

Inter Cars Hungária Kft
Klapka Utca 4
H-1134 Budapest, Hungary

JC Auto S.A.
Rue du Parc Industriel 3D 1440 Brain-le-Chateau,
Belgium

JC Auto s.r.o.
Lazensky park 10, c.p. 329,
735 03 Karvina-Darkom
The Czech Republic

5 Sterne Fahrwerkstechnik GmbH
Storkower Str. 175, 10369 Berlin
Germany

Inter Cars Romania s.r.l.
Calea Baciului 87, 400230 Cluj-Napoca
Romania

SMiOC FRENOPLAST Bułhak i Cieślawski S.A.
Korpele 75, 12-100 Szczytno
Poland

Listing

Shares of Inter Cars S.A. (the Parent Undertaking) are listed in the continuous trading system at the Warsaw Stock Exchange (Giełda Papierów Wartościowych w Warszawie S.A.)

2. Financial and Operational Highlights of the Inter Cars Group

	9 months ended		*9 months ended*	
	Sep 30 2009	Sep 30 2008	Sep 30 2009	Sep 30 2008
(PLN '000)	*PLN*	PLN	*EUR*	*EUR*
Data on growth and profit				
Sales margin	35.2%	30.4%		
EBITDA	125,280	82,387	28,477	24,057
EBITDA as % of sales	8.23%	6.37%		
EBITDA (cumulative for 12 months)	145,971			
Net debt/EBITDA	3.10			
Basic earnings per share	4.37	2.53	1.04	0.74
Diluted earnings per share	4.31	2.50	1.02	0.73
Operating profit (loss)	101,989	63,187	23,183	18,450
Net profit (loss)	60,217	34,174	13,688	9,979
Cash flows				
Net cash provided by (used in) operating activities	102,615	3,092	23,325	903
Net cash provided by (used in) investing activities	(23,714)	(36,260)	(5,390)	(10,588)
Net cash provided by (used in) financing activities	(64,729)	36,749	(14,713)	10,731

Employment and number of branches as at	**Sep 30 2009**	**Sep 30 2008**
Number of employees		
Parent undertaking	1,272	1,240
Subsidiary undertakings	751	775
Branches		
Parent undertaking	123	116
Subsidiary undertakings	61	44

Statement of financial position *(as at)*	**Sep 30 2009**	**Dec 31 2008**	**Sep 30 2009**	**Dec 31 2008**
Balance-sheet total	1,308,977	1,227,722	309,993	294,248
Loans, borrowings, finance lease liabilities	492,414	538,586	116,614	129,083
Equity attributable to owners of the parent	483,953	418,125	114,610	100,212

The following exchange rates were applied to translate the figures presented under the financial highlights into the euro:

- for the items of the statement of financial position – the exchange rate quoted by the National Bank of Poland for September 30th 2009: EUR 1 = PLN 4.2226, the exchange rate quoted for September 30th 2008: EUR 1 = PLN 3.4083, and the exchange rate quoted for December 31st 2008: EUR 1 = PLN 4.1724.
- for the items of the statement of comprehensive income and statement of cash flows – the average of the exchange rates quoted by the National Bank of Poland for the last day of each month in the first three quarters of 2009 and 2008: EUR 1 = PLN 4.3993 and EUR 1 = PLN 3.4227, respectively.

3. Statement of Financial Position

(PLN '000)	Sep 30 2009	Dec 31 2008 (restated)	Sep 30 2008 (restated)
ASSETS			
Non-current assets			
Property, plant and equipment	197,481	181,295	176,384
Investment property	53,360	57,328	46,870
Intangible assets	149,170	152,321	158,500
Investments in related undertakings	4,070	3,770	94
Investments available for sale	43	,43	43
Receivables	6,685	6,027	4,945
Deferred tax asset	592	282	197
	411,401	**401,066**	**387,033**
Current assets			
Inventories	603,345	587,900	591,176
Trade and other receivables	254,999	213,477	199,726
Income tax receivable	138	357	-
Cash and cash equivalents	39,094	24,922	26,460
	897,576	**826,656**	**817,362**
TOTAL ASSETS	**1,308,977**	**1,227,722**	**1,204,395**
EQUITY AND LIABILITIES			
Share capital	27,767	27,472	27,472
Share premium account	252,439	247,785	247,785
Statutory reserve funds	131,091	104,595	104,589
Other capital reserves	5,935	5,935	5,788
Currency translation differences	1,888	1,226	(1,948)
Retained earnings and current year profit	64,833	31,112	38,225
Equity attributable to owners of the parent	**483,953**	**418,125**	**421,911**
Minority interests	**-**	**-**	**1,644**
Total equity	**483,953**	**418,125**	**423,555**
Non-current liabilities			
Loans, borrowings and finance lease liabilities	428,529	113,462	35,551
Deferred tax liability	1,667	5,182	8,435
Other non-current liabilities	223	155	36
	430,419	**118,799**	**44,022**
Current liabilities			
Trade and other payables	319,403	262,122	197,885
Loans, borrowings and finance lease liabilities	63,885	425,124	530,485
Employee benefits	4,749	2,573	4,655
Income tax expense	6,568	979	3,793
	394,605	**690,798**	**736,818**
TOTAL EQUITY AND LIABILITIES	**1,308,977**	**1,227,722**	**1,204,395**

inter cars częsci do samochodów

4. Consolidated Statement of Comprehensive Income

(PLN '000)	*3 months ended*		*9 months ended*	
	Sep 30 2009	**Sep 30 2008** *(restated)*	**Sep 30 2009**	**Sep 30 2008** *(restated)*
Sales revenue	539,904	476,840	1,522,414	1,292,963
Cost of sales	(365,202)	(341,501)	(986,147)	(899,598)
Gross profit on sales	**174,702**	**135,339**	**536,267**	**393,365**
Other operating income	2,160	5,755	4,049	18,826
Selling costs, general and administrative expenses	(76,613)	(71,550)	(243,263)	(189,971)
Cost of distribution services	(68,108)	(49,002)	(184,961)	(138,731)
Cost of management stock option plan	-	(147)	-	(596)
Other operating expenses	(648)	(6,367)	(10,103)	(19,706)
Operating profit	**31,493**	**14,028**	**101,989**	**63,187**
Financial income	318	1,163	1,239	1,975
Foreign exchange gains/(losses)	(1,072)	(106)	(5,241)	(1,419)
Financial expenses	(8,424)	(10,608)	(23,544)	(22,708)
Profit/(loss) on interests in associated undertakings	-	-	300	-
Profit before tax	**22,315**	**4,477**	**74,743**	**41,035**
Corporate income tax	(4,276)	695	(14,526)	(6,861)
Net profit	**18,039**	**5,172**	**60,217**	**34,174**
OTHER COMPREHENSIVE INCOME				
Currency translation differences	738	(160)	662	(28)
Management stock option plan	-	147	-	596
Total other comprehensive income, net	**738**	**(13)**	**662**	**568**
COMPREHENSIVE INCOME	**18,777**	**5,159**	**60,879**	**34,742**
Net profit attributable to:				
- owners of the parent	18,039	4,949	60,217	33,681
- minority interests	-	223		493
	18,039	**5,172**	**60,217**	**34,174**
Comprehensive income attributable to:				
- owners of the parent	18,777	4,936	60,879	34,249
- minority interests	-	223	-	493
	18,777	**5,159**	**60,879**	**34,742**
Net profit	**18,039**	**4,949**	**60,217**	**33,681**
Weighted-average number of ordinary shares	**13,789,288**	**13,736,100**	**13,768,840**	**13,288,222**
Earnings per ordinary share (PLN)	**1,31**	**0,36**	**4,37**	**2,53**
Weighted-average diluted number of ordinary shares	**13,978,253**	**13,363,293**	**13,957,806**	**13,496,050**
Diluted earnings per ordinary share (PLN)	**1,29**	**0,37**	**4,31**	**2,50**

5. Statement of Changes in Consolidated Equity

For the period from January 1st to September 30th 2009

(PLN '000)	Share capital	Share premium account	Statutory reserve funds	Currency translation differences	Other capital reserves	Retained earnings and current year profit	**Equity attributable to owners of the parent**	Minority interests	**Total equity**
As at January 1st 2009	**27,472**	**247,785**	**104,595**	**1,226**	**5,935**	**31,112**	**418,125**	**-**	**418,125**
Statement of comprehensive income									
Profit for period	-	-	-	-	-	60,217	**60,217**	-	**60,217**
Other comprehensive income									
Currency translation differences	-	-	-	662	-	-	**662**	-	**662**
Transactions with owners									
Share issue in connection with exercise of management stock options	295	4,654	-	-	-	-	**4,949**	-	**4,949**
Distribution of retained earnings – transfer to statutory reserve funds	-	-	26,496	-	-	(,26,496)	**-**	-	**-**
As at September 30th 2009	**27,767**	**252,439**	**131,091**	**1,888**	**5,935**	**64,833**	**483,953**	**-**	**483,953**

For the period from January 1st to September 30th 2008

(PLN '000)	Share capital	Share premium account	Statutory reserve funds	Currency translation differences	Other capital reserves	Retained earnings and current year profit	**Equity attributable to owners of the parent**	Minority interests	**Total equity**
As at January 1st 2008	**23,642**	**21,415**	**65,975**	**(1,920)**	**5,192**	**52,608**	**166,912**	**1,151**	**168,063**
Statement of comprehensive income									
Profit for period	-	-	-	-	-	33,681	**33,681**	493	**34,174**
Other comprehensive income									
Currency translation differences	-	-	-	(28)	-	-	**(28)**	-	**(28)**
Transactions with owners									
Share issue in connection with merger with JC Auto	3,750	225,000	-	-	-	-	**228,750**	-	**228,750**
Share issue in connection with exercise of management stock options	80	1,370	-	-	-	-	**1,450**	-	**1,450**
Capital reserve created in connection with implementation of management stock option plan	-	-	-	-	596	-	**596**	-	**596**
Distribution of retained earnings – transfer to statutory reserve funds	-	-	38,614	-	-	(38,614)	**-**	-	**-**
Distribution of retained earnings – dividend	-	-	-	-	-	(9,450)	**(9,450)**	-	**(9,450)**
As at September 30th 2008	**27,472**	**247,785**	**104,589**	**(1,948)**	**5,788**	**38,225**	**421,911**	**1,644**	**423,555**

inter cars
części do samochodów

JC AUTO

6. Consolidated Statement of Cash Flows

(PLN '000)	**Jan 1 2009 – Sep 30 2009**	**Jan 1 2008 – Sep 30 2008**
Cash flows from operating activities		
Profit before tax	74,743	41,035
Total adjustments, including:		
Depreciation and amortisation	23,291	19,200
Foreign exchange (gains)/losses	(5,243)	-
(Gain)/loss on disposal of property, plant and equipment	496	(4,698)
Net interest	20,191	19,125
(Profit)/loss on revaluation of investment property	-	-
Other adjustments, net	286	577
Operating profit before changes in working capital	**113,764**	**75,239**
Change in inventories	(15,445)	(94,369)
Change in receivables	(42,180)	(23,834)
Change in current liabilities	59,457	59,974
Cash generated by operating activities	**115,596**	**17,010**
Corporate income tax paid	(12,981)	(13,918)
Net cash provided by/(used in) operating activities	**102,615**	**3,092**
Cash flows from investing activities		
Sale of intangible assets and property, plant and equipment	12,930	16,344
Acquisition of intangible assets and property, plant and equipment	(37,140)	(54,506)
Acquisition of equity interests in associated undertakings	-	-
Repayment of loans advanced	349	3,042
Loans advanced	(154)	(4,533)
Interest received	601	593
Cash taken over from JC Auto S.A. less cost of share purchase	-	2,800
Other spending	(300)	-
Net cash provided by/(used in) investing activities	**(23,714)**	**(36,260)**
Cash flows from financing activities		
Proceeds from share issue	4,949	1,450
Increase in loans, borrowings and debt securities	25,000	78,509
Decrease in loans and borrowings, redemption of debt securities	(66,031)	(6,632)
Interest paid	(20,722)	(19,820)
Decrease in finance lease liabilities	(7,925)	(7,308)
Dividends	-	(9,450)
Net cash provided by/(used in) financing activities	**(64,729)**	**36,749**
Change in cash resulting from foreign exchange gains/(losses)	-	-
Net change in cash and cash equivalents...	**14,172**	**3,581**
Cash and cash equivalents at beginning of period................................	**24,922**	**22,879**
Cash and cash equivalents at end of period...	**39,094**	**26,460**

7. Reporting Entity

Inter Cars S.A., the parent company ("the Company"), is registered in Poland. These interim financial statements for the period ended September 30th 2009 contain the data of the Company and of the subsidiaries, which are together referred to as the Inter Cars Group („the Group"), as well as the Group's interest in associated undertakings.

The consolidated financial statements of the Inter Cars Group for the periods ended September 30th 2008 and December 31st 2008 are available at www.intercars.com.pl.

The consolidated financial statements comprised the accounts of the following undertakings (together: "the Group"):

- Parent Undertaking: Inter Cars S.A. of Warsaw,
- subsidiary undertakings: Inter Cars Ukraine, incorporated under the Ukrainian law, with registered office in Khmelnytsky, Ukraine (with Inter Cars S.A.'s 70% share in the undertaking's share capital), Lauber Sp. z o.o. of Słupsk (100%), Q-Service Sp. z o.o. of Warsaw (100%), Inter Cars Česká Republika of Prague (100%), Feber Sp. z o.o. of Warsaw (100%), Inter Cars Slovenska Republika of Bratislava (100%), Inter Cars Lietuva UAB of Vilnius (100%), IC Development & Finance Sp. z o.o. of Warsaw (100%), Armatus Sp. z o.o. of Warsaw (100%), JC Auto s.r.o. of Karvina-Darkom (100%), JC Auto Kereskedelmi Kft. of Budapest (100%), JC Auto S.A. of Brain-le-Chateau (100%), JC Auto d.o.o. of Zagreb (100%), JC Auto s.r.l. of Milan (99%; 1% stake is held by JC Auto s.r.o.), 5 Sterne Fahrwerkstechnik GmbH of Berlin (100%) and Inter Cars Romania s.r.l. of Cluj-Napoca (100%).

8. Compliance with the International Financial Reporting Standards („IRFS")

These consolidated interim financial statements of the Inter Cars Group cover the period of nine months ended September 30th 2009.

These condensed consolidated interim financial statements for the first three quarters of 2009 comply with the International Accounting Standard IAS 34 *Interim Financial Reporting*, which applies to interim financial statements.

These condensed consolidated interim financial statements are made available to the public along with the condensed non-consolidated interim financial statements. The condensed non-consolidated interim financial statements should be read together with these condensed consolidated interim financial statements in order to fully understand the Company's financial situation and performance.

When preparing the condensed interim financial statements for the first three quarters of 2009, the Group applied the amended IAS 1 *Presentation of Financial Statements,* effective as of January 1st 2009. This standard was applied to all reporting periods presented in these financial statements.

The preparation of financial statements in conformity with IFRS requires the use of certain accounting estimates. It also requires the management to exercise its judgment in the process of applying the Group's accounting policies. The areas involving a higher degree of judgment or complexity, or the areas where assumptions and estimates are significant to the financial statements, are presented in Note 15.

These condensed consolidated interim financial statements and condensed non-consolidated interim financial statements were approved for publication by the Management Board on November 5th 2009.

9. Basis of Accounting

With the exception of changes presented in „Changes in the Accounting Policies" below and changes in presentation described in Note 12, these condensed consolidated interim financial statements for the Inter Cars Group have been prepared following the same policies which were applied in the consolidated financial statements for the period ended June 30th 2009.

These condensed consolidated interim financial statements were prepared on a going concern basis, i.e. assuming that the Group would continue as a going concern in the foreseeable future and that there are no circumstances indicating any threat to the Group continuing as a going concern.

All amounts presented in these condensed interim financial statements are expressed in thousands of Polish złoty, unless stated otherwise.

10. Changes in the Accounting Policies

Borrowing Costs

The borrowing costs which are directly attributable to the acquisition, construction or production of an asset are disclosed under the production or acquisition cost of such asset. Such borrowing costs are capitalised under the production or acquisition cost of the asset if they are expected to result in the flow of economic benefits to the Group and if a reliable estimate of the acquisition or the production cost can be provided.

Other borrowing costs are expensed.

Changes in the Identification and Presentation of Operating Segments

As at September 1st 2009, the Group identified and presented its operating segments on the basis of internal information, which is reviewed by the Management Board and which serves as the basis for decisions made within the Group. This change in the accounting policies resulted from the application of IFRS 8 *Operating Segments*. An operating segment is a component part of an entity for which separate financial information is available and reviewed regularly by the persons making key decisions on the allocation of resources and assessment of current performance. The operating segments are identified and described in Note 17.

Comparable data for the operating segments was restated in accordance with the transitional provisions of IFRS 8. As this change in the accounting policies pertains solely to the presentation of the segments and disclosures, it does not affect the earnings per share.

Operating segments are component parts of the Group, which are used in its business and therefore can generate revenues and expenses. Information concerning the segments' performance is regularly reviewed by competent persons in order to allocate resources to the segments and assess their performance.

Operating segments comprise assets and liabilities allocated to these segments. Capital expenditure relating to an operating segment is the expenditure incurred in the reporting period on the acquisition of property, plant and equipment or intangible assets other than goodwill.

Presentation of Financial Statements

The Group has applied IAS 1 *Presentation of Financial Statements*, effective as of January 1st 2009. As a result, these statements include a statement of comprehensive income.

11. Foreign Exchange Rates Used to Translate the Financial Figures for the First Three Quarters of 2009

All figures presented in these financial statements in EUR were translated at the following exchange rates:

	2009	2008
Exchange rate prevailing on September 30	4.2226	3.4083
Average exchange rate in the period January 1st – September 30th	4.3993	3.4227

The following rules were followed when translating the figures presented under the financial highlights in EUR '000:

- for the items of the statement of comprehensive income – the average rate was used, defined as the arithmetic mean of the rates prevailing on the last day of each month within the reporting period, as quoted by the National Bank of Poland;
- for the items of the statement of financial position – the rate prevailing on September 30th was used, that is the mid exchange rate for the euro prevailing on that date, as quoted by the National Bank of Poland;
- for the translation of the share capital – the mid exchange rates for the euro were used, as prevailing on the dates on which share capital increases following issues of consecutive share series were registered.

12. Changes in the Presentation of Financial Data

In these condensed consolidated interim financial statements prepared as at September 30th 2009 the presentation of provisions, accruals and deferrals, and prepayments changed. The restatements are presented in the table below.

Statement of financial position	Approved report	Change	Restated
	Dec 31 2008		**Dec 31 2008**
ASSETS			
Receivables (non-current)	4,547	1,480	6,027
Prepayments and accrued income (non-current)	1,480	(1,480)	-
	6,027	**-**	**6,027**
Trade and other receivables	**210,405**	**3,072**	**213,477**
Prepayments	**3,072**	**(3,072)**	**-**
	213,477	**-**	**213,477**
EQUITY AND LIABILITIES	**Dec 31 2008**		**Dec 31 2008**
Provisions	148	(148)	-
Non-current accruals and deferred income	7	(7)	-
Other non-current liabilities	**-**	155	155
	155	**-**	**155**
Trade and other receivables	247,684	14,438	262,122
Provisions	1,621	(1,621)	-
Current accruals and deferred income	12,817	(12,817)	-
	262,122	**-**	**262,122**

Statement of financial position	Approved report	Change	Restated
	Sep 30 2008		**Sep 30 2008**
ASSETS			
Receivables (non-current)	3,472	1,473	4,945
Prepayments and accrued income (non-current)	1,473	(1,473)	-
	4,945	**-**	**4,945**
Trade and other receivables	195,380	4,346	199,726
Prepayments	4,346	(4,346)	-
	199,726	**-**	**199,726**

EQUITY AND LIABILITIES	Sep 30 2008		Sep 30 2008
Provisions	36	(36)	-
Other non-current liabilities	**-**	36	36
	36	**-**	**36**
Trade and other receivables	186,867	11,018	197,885
Provisions	577	(577)	-
Current accruals and deferred income	10,441	(10,441)	-
	197,885	**-**	**197,885**

PART II

REPORT ON THE OPERATIONS OF THE INTER CARS GROUP

inter cars
części do samochodów

JC AUTO

13. The Group's Operations, Consolidated and Non-consolidated Financial Results for the First Three Quarters of 2009 – Summary

Financial Results of the Inter Cars Group

- In 2009, the Group saw record-breaking profits, including operating profit, profit before tax and net profit. After the first three quarters of 2009, the Group earned a net profit higher than the net profit for the full year 2006, which had been the highest net profit to that date.
- Operating profit increased by 124% relative to the corresponding period of the previous year.
- Gross profit on sales improved by 36% relative to the corresponding period of the previous year. Faster increase in the profit as compared with the increase in sales revenue can be explained by the rise in sales margin from 30.4% in 2008 to 35.2% in 2009.
- The Group recorded an increase of 18% in sales revenue compared with the corresponding period of 2008. Sales of the foreign distribution companies (stated in PLN, after consolidation eliminations) went up by 45% year on year. The export revenue growth was due to the substantial improvement in the revenues of the Slovakian and Czech companies and of the recently established subsidiary in Romania. At the same time the sales revenue of the Group was affected by a 61% drop in sales recorded by Feber.
- Inter Cars' sales revenue generated in Poland accounted for approximately 75% of the Group's total sales revenue (after consolidation eliminations). The Polish market remains the key sales market for the Group.
- Cash generated by operating activities was PLN 102.6m.

In Q3 2009, the sales margin was 32.34%, substantially in line with the margin for Q2 2009, when it was 32.23%.

Revenue went up in all geographical segments. The Company is consistent in its policy of geographical expansion in the area of Central and Eastern Europe. The CEE markets offer significant growth potential and higher net margins for the industry than the domestic market. The highest year-on-year growth in sales in the first three quarters of 2009 (restated in PLN, after consolidation eliminations) was reported by the following operations: Italy (93%), Lithuania (87%), Croatia (75%). The subsidiary undertakings which generated the highest revenue for the Group were: Slovakia (69%), the Czech Republic (40%), and Ukraine (2%).

The table below sets forth the financial highlights of the Inter Cars Group for Q3 2009:

	9 months ended		9 months ended	
	Sep 30 2009	**Sep 30 2008**	**Sep 30 2009**	**Sep 30 2008**
('000)	*PLN*	*PLN*	*EUR*	*EUR*
Statement of comprehensive income (for period)				
Sales revenue	1,522,414	1,292,963	346,058	377,541
Gross profit (loss) on sales	536,267	393,365	121,898	114,861
Cost of management stock option plan	-	(596)	-	(174)
Net financial income/(expenses)	(27,546)	(22,152)	(6,261)	(6,468)
Operating profit (loss)	101,989	63,187	23,183	18,450
Net profit (loss)	60,217	34,174	13,688	9,979
Other financial data				
Net cash provided by (used in) operating activities	102,615	3,092	23,325	903
Net cash provided by (used in) investing activities	(23,714)	(36,260)	(5,390)	(10,588)
Net cash provided by (used in) financing activities	(64,729)	36,749	(14,713)	10,731
Earnings per share	4.37	2.53	1.04	0.74

Sales margin (1)	35.2%	30.4%		
EBITDA margin (2)	8.2%	6.4%		
Statement of financial position (as at)	**Sep 30 2009**	**Dec 31 2008**	**Sep 30 2009**	**Dec 31 2008**
Cash and cash equivalents	39,094	24,922	9,258	5,973
Balance-sheet total	1,308,977	1,227,722	309,993	294,248
Loans, borrowings and finance lease liabilities	492,414	538,586	116,614	129,083
Equity attributable to owners of the parent	483,953	418,125	114,610	100,212
Minority interests	-	-	-	-

Financial Results of Inter Cars S.A., the Parent Undertaking

The table below sets forth the financial highlights of Inter Cars S.A.:

	9 months ended		9 months ended	
	Sep 30 2009	**Sep 30 2008**	**Sep 30 2009**	**Sep 30 2008**
('000)	*PLN*	*PLN*	*EUR*	*EUR*
Statement of comprehensive income (for period)				
Sales revenue	1,361,576	1,114,535	309,498	325,440
Gross profit/(loss) on sales	442,059	304,209	100,484	88,828
Cost of management stock option plan	-	(596)	-	(174)
Net financial income/expenses	(23,477)	(3,325)	(5,337)	(971)
Operating profit/(loss)	85,295	28,375	19,388	8,285
Net profit/(loss)	51,129	21,482	11,622	6,273
Other financial data				
Net cash provided by (used in) operating activities	102,150	6,306	23,219	1,841
Net cash provided by (used in) investing activities	(34,205)	(37,532)	(7,775)	(10,959)
Net cash provided by (used in) financing activities	(58,782)	30,539	(13,362)	8,917
Earnings per share	3.71	1.62	0.84	0.47
Sales margin (1)	32.5%	27.3%		
EBITDA margin (2)	7.7%	3.3%		
Statement of financial position (as at)	**Sep 30 2009**	**Dec 31 2008**	**Sep 30 2009**	**Dec 31 2008**
Cash and cash equivalents	21,942	12,780	5,196	3,063
Balance-sheet total	1,257,221	1,185,592	297,736	284,151
Loans, borrowings and finance lease liabilities	488,314	514,234	115,643	123,247
Equity	462,990	406,912	109,646	97,525

Sales revenue after the first three quarters of 2009 was 22% higher than in the corresponding period of 2008. The growth in Q3 increased relative to H1, when it was 21%.

Gross profit on sales was 45% higher compared with 2008. **Sales margin** went up to 32.5% in 2009, from 27.3% in 2008.

Cost of distribution services – share of an affiliate branch operator in the sales margin. The affiliate branch's sales margin is shared between the branch operator and Inter Cars on a 50/50 basis. The system of affiliate branches is based on the principle of entrusting the management of a distribution outlet (affiliate branch) to an external operator. Sales are effected on behalf of Inter Cars. The affiliate branches employ personnel and cover operating costs from their revenue which is their share in the margin on sales of goods. The share of particular branches in the margin is settled on a monthly basis. The Company provides its full range of goods with ensured availability, the IT system, organisational and logistics know-how and the brand's strong position. The branch operator contributes the knowledge of the local market and experienced personnel. The risk associated with the operations of a branch operator (affiliate branch) is borne by the operator, which – operating as a separate business – optimises its available resources.

Financial income and expenses include mainly interest income and expense. In particular in 2009, the Company's interest expense amounted to PLN 19,964 thousand. As at September 30th 2009, **liabilities under loans, borrowings, debt securities and finance leases** totalled PLN 488,314 thousand.

14. Factors and Events, Especially of a Non-Recurring Nature, with a Material Bearing on the Financial Performance; Description of the Company's Material Achievements and Failures Along with a List of Related Key Events

Major Events with a Bearing on Current and Future Operations

- The execution of a two-year syndicated credit facility agreement was definitely the most important event in Q3 2009. Transition from short-term bilateral loans to medium-term syndicated financing provides Inter Cars S.A. and other members of the Inter Cars Group with stability and constant access to financing for a period of two years. The amount of the financing is sufficient to enable continued rapid development of the Group. On July 29th 2009, the credit facility agreement for up to PLN 480m was signed by Inter Cars S.A. (the Borrower), Feber Sp. z o.o., IC Development & Finance Sp. z o.o., Inter Cars Ceska Republika s.r.o., Inter Cars Slovenska Republika s.r.o. (as Co-Borrowers) and the following banks: Bank Polska Kasa Opieki S.A., ABN AMRO Bank (Polska) S.A., ING Bank Śląski S.A., Bank Handlowy w Warszawie S.A. and BRE Bank S.A. The maturity date for the facility is July 29th 2011. Noteworthy is the fact that Bank Handlowy is involved in the syndicate, although it had not participated in the financing of the Group's operations prior to the execution of the agreement. As at September 30th 2009, PLN 423m was drawn down under the facility.
- The consolidated EBITDA for the period of 12 months ended September 30th 2009 was PLN 145,971 thousand (operating profit plus depreciation/amortisation).
- Q3 2009 gross profit on sales, in the amount of PLN 174,702 thousand, went down as a result of negative foreign exchange movements between the Polish złoty and the Czech crown and the Polish złoty and the Ukrainian hryvnia, which affected settlements between Inter Cars S.A. and, respectively, Inter Cars Ceska Republika and Inter Cars Ukraine. Foreign exchange losses relating to receivables and liabilities settled during Q3 2009 and foreign exchange differences on the valuation of mutual accounts receivable as at September 30th 2009 reduced the Q3 net profit by PLN 6.9m.
- In Q3 2009, trade receivables were broadly flat relative to the end of June 2009, having risen by 0.6%.

  The structure of the key items comprising trade and other receivables as at September 30th 2009 and June 30th 2009 is presented in the table below:

	As at Sep 30 2009	As at Jun 30 2009	Change
Trade receivables	172,489	171,343	1,146
Tax receivables	61,994	51,162	10,832
Loans advanced	6,298	6,598	300
Prepayments and accrued income	12,465	3,542	8,923

  The rise in total trade receivables, which amounted to PLN 254,999 thousand in the statement of financial position as at September 30th 2009, relative to PLN 234,055 thousand as at June 30th 2009, was attributable to increased tax receivables and principally related to the paid VAT and an increased amount of prepayments and accrued income. Higher prepayments and accrued income were due to the accrued bank commission on the syndicate credit facility, and other prepayments and accrued income relating to purchased licences and the annual fair event.

- Selling costs and general and administrative expenses for Q3 2009 amounted to PLN 76.6m, which represents a significant decrease from Q2 2009, even factoring in the fact that in Q2 2009 the amount of PLN 7.1m should be transferred from general and administrative expenses to the cost of distribution services for the period.
- As at September 30th 2009, the inventories remained at a level similar to that as at June 30th 2009, with the inventory cycle for Q3 and Q2 2009 being 148 days and 147 days, respectively.
- In the sector of truck manufacturers, the declines of global manufacturers' sales reach 70%. A strong decrease (61%) in the revenue from sales of semi-trailers and trailers was recorded by Feber. We can see the first signs of an upturn, but this improvement will translate into higher demand for Feber products with a delay, due to a significant oversupply in the form of vehicles seized by lease companies.
- Export sales have for many years been stable at approx. 25% of the Group's total sales revenue. In the export sales structure, the share of Ukraine is diminishing in favour of mainly Slovakia and the Czech Republic.

15. Significant Judgments and Estimates

The preparation of the condensed consolidated interim financial statements in conformity with the EU IFRS requires the Company's Management Board to use judgments and estimates that affect the application of accounting policies and reported amounts of assets and liabilities, income and expenses. The judgments and estimates are reviewed on an ongoing basis. Revisions to estimates are recognised in the period in which the estimate is revised.

Information on particularly significant areas that are subject to judgment and estimates and that affect the interim financial statements did not change from the information presented in the annual financial statements as at December 31st 2008.

16. Seasonality

Sales revenue of the Inter Cars Group is characterised by limited seasonality.

The comparable data for the first nine months of 2008 is not directly comparable to the corresponding nine months of 2009 due to the merger with JC Auto, which was completed on February 29th 2008.

17. Business Segments

The Inter Cars Group's structure has been shaped by the strategy of geographical expansion adopted for distribution of spare parts (Inter Cars Ukraine, Inter Cars Ceska Republika, Inter Cars Slovenska Republika, Inter Cars Lietuva, JC Auto s.r.o., Inter Cars Hungaria Kft, Inter Cars d.o.o., JC Auto s.r.l., JC Auto S.A. and Inter Cars Romania s.r.l.) and development of projects supporting the Group's core business (Lauber Sp. z o.o., Feber Sp. z o.o., Q-Service Sp. z o.o., Armatus Sp. z o.o. and IC Development & Finance Sp. z o.o.).

As at September 30th 2009, the abovementioned undertakings were consolidated with the full method, excluding FRENOPLAST, which was consolidated with the equity method. Since June 30th 2009, the date of preparation of the most recently published Inter Cars Group's consolidated financial statements, i.e. the financial statements for the first half of 2009, no changes have occurred in the composition of the Group.

The Inter Cars Group's core business consists in the sale of spare parts. Additionally, Feber, Lauber and IC Development are active in other segments, including production of semi-trailers, recovery of spare parts and property development activities.

The Inter Cars Group applies uniform accounting policies to all its business segments. Transactions between segments are executed at arms' length, and were eliminated in these condensed consolidated interim financial statements.

Business Segments

	Sale of spare parts		Other		Eliminations		Total	
	Jan 1– Sep 30 2009	Jan 1– Sep 30 2008	Jan 1– Sep 30 2009	Jan 1– Sep 30 2008	Jan 1– Sep 30 2009	Jan 1– Sep 30 2008	Jan 1– Sep 30 2009	Jan 1– Sep 30 2008
Segment's revenue from external customers:	1,480,392	1,204,011	42,022	88,952	-	-	1,522,414	1,292,963
Inter-segment revenue	119,179	89,645	105,482	31,740	(224,661)	(121,238)	-	-
Profit before tax	**72,612**	**36,304**	**2,402**	**7,685**	**(271)**	**(2,954)**	**74,743**	**41,035**

	Sale of spare parts		Other		Exclusions		Total	
	Sep 30 2009	Sep 30 2008	Sep 30 2009	Sep 30 2008	Sep 30 2009	Sep 30 2008	Sep 30 2009	Sep 30 2008
Total assets	**1,428,663**	**1,307,763**	**164,337**	**151,280**	**(284,023)**	**(254,648)**	**1,308,977**	**1,204,395**

18. Dividend

In the reporting period, no dividend was distributed by Inter Cars S.A. or by any of its subsidiary undertakings. The profit for the financial year ended December 31st 2008 was contributed to reserve funds.

19. Liabilities under Loans, Borrowings and Other Debt Instruments

Syndicated Credit Facility Agreement

On July 29th 2009, a syndicated credit facility agreement for up to PLN 480m was signed by Inter Cars S.A. (the Borrower), Feber Sp. z o.o., IC Development & Finance Sp. z o.o., Inter Cars Ceska Republika s.r.o., Inter Cars Slovenska Republika s.r.o. (Co-Borrowers) and the following banks: Bank Polska Kasa Opieki S.A., ABN AMRO Bank (Polska) S.A., ING Bank Śląski S.A., Bank Handlowy w Warszawie S.A. and BRE Bank S.A.

The maturity date for the facility is July 29th 2011. The interest rate was agreed as a variable rate depending on WIBOR, EURIBOR and LIBOR rates, increased by bank margins (determined at arm's length) for each individual interest period.

Transition from short-term bilateral loans to medium-term syndicated financing provides Inter Cars S.A. and other members of the Inter Cars Group with stability and constant access to financing for a period of two years. The amount of the financing is sufficient to enable continued rapid development of the Group.

Bank loans	Amount as per agreement (limit)	Carrying amount as at Sep 30 2009		Repayment date
	PLN '000	PLN '000		
Banking syndicate	480,000	393,210	non-current portion	Jul 29 2011
		30,000	current portion	Sep 30 2010
		423,210		

The current portion comprises three instalments of PLN 10m each, payable on a quarterly basis until September 30th 2010.

In the first three quarters of 2009, Inter Cars issued debt securities. On February 1st 2007 Inter Cars and ING Bank Śląski S.A. signed an agreement on a note issue programme. The notes are offered pursuant to Art. 9.3 of the Bond Act of June 29th 1995, without carrying out a public offering within the meaning of the Act on Public Offering, Conditions Governing the Introduction of Financial Instruments to Organised Trading, and Public Companies of July 29th 2005 (Dz.U. No. 184, item 1539, as amended) or any regulations that may replace it. Pursuant to the above agreement, the Company may issue short-term notes with maturities ranging from seven days to one year, and medium-term notes with maturities ranging from one to three years. The term of the programme is five years, and its maximum amount was set at PLN 150,000,000 (one hundred and fifty million złoty).

Table I presents information on notes issued until the balance-sheet date.

Table I

Tranche No.	Date of acquisition	Maturity date	Proceeds from the issue of notes
89	May 29 2009	Jul 17 2009	25,000
90	Jul 7 2009	Aug 7 2009	11,700
91	Jul 17 2009	Aug 31 2009	25,000

Table II presents information on notes issued and outstanding as at the balance-sheet date.

Table II

Tranche No.	Date of acquisition	Maturity date	Proceeds from the issue of notes
92	Aug 31 2009	May 31 2010	25,000

The purpose of the notes issue is to reduce the costs of financing of the Group's operations. The notes are denominated in the Polish złoty and are issued in the form of unsecured, discount (zero-coupon) bearer securities in entry-form. The notes will be redeemed at par value at the registered offices of the issue agent.

20. Contingent Liabilities and Sureties

Contingent liabilities, granted security and unrecognised liabilities did not change materially from those described in the financial statements as at December 31st 2008.

Sureties issued by Inter Cars S.A.:

(PLN '000)	valid until	as at	
For the benefit of		**Sep 30 2009**	**Mar 31 2009**
Inter Cars Hungaria Kft.	Feb 20 2016	4,186	4,073
Lauber Sp. z o.o.	Sep 26 2011	197	197
Lauber Sp. z o.o.	Jun 30 2009	-	3,991
Feber Sp. z o.o.	Jun 30 2009	-	14,282
Inter Cars d.o.o.	Jul 12 2009	-	55
Inter Cars Ukraine	Nov 17 2009	-	4,701
Inter Cars Ukraine	Dec 31 2009	-	1,645
Inter Cars Ukraine	indefinite term	-	94
Inter Cars Česká Republika, Inter Cars Slovenská Republika, Inter Cars Hungária, Inter Cars d.o.o, Inter Cars Romania	2010-12-31	4,222	-
Inter Cars Slovenská Republika	2010-06-24	4,518	
		13,123	**29,039**

21. The Management Board's Standpoint Regarding Possibility of Meeting the Previously Published Forecasts for 2009

The Inter Cars Group did not publish any financial forecasts.

22. List of Shareholders Holding 5% or More of the Total Vote as at the Date of Releasing the Report for Publication

Name	No. of shares	Aggregate par value (PLN)	Share capital held (%)	Total vote held (%)
Krzysztof Oleksowicz	4,972,271	9,944,542	35.81%	35.81%
Andrzej Oliszewski	1,544,370	3,088,740	11.12%	11.12%
AIG OFE (Open-Ended Pension Fund)	1,122,802	2,245,604	8.09%	8.09%
ING OFE (Open-Ended Pension Fund)	745,342	1,490,684	5.37%	5.37%
AVIVA OFE (Open-Ended Pension Fund)	696,107	1,392,214	5.01%	5.01%

There were no changes in the ownership of major holdings of the Company shares from the date of the previous quarterly report.

By the date on which these financial statements were released, the Company had not received any other shareholding notifications.

23. Overview of Changes in the Number of Shares and Rights to Shares (Options) in Inter Cars S.A. Held by the Company's Management and Supervisory Staff which Have Occurred since the Publication of the Previous Quarterly Report

The Company's supervisory and management staff hold in aggregate 7,060,913 shares, conferring the right to 50.85% of the total vote at the General Shareholders Meeting of Inter Cars S.A.

The management and supervisory staff hold no shares or other equity interests in any subsidiary undertakings of Inter Cars S.A.

Name	No. of shares	Aggregate par value *(PLN)*	Share capital held *(%)*	Total vote held *(%)*
Krzysztof Oleksowicz	4,972,271	9,944,542	35.81%	35.81%
Andrzej Oliszewski	1,544,370	3,088,740	11.12%	11.12%
Maciej Oleksowicz	20,000	40,000	0.14%	0.14%
Jolanta Oleksowicz - Bugajewska	524,272	1,048,544	3.78%	3.78%
Robert Kierzek	-	-	0.00%	0.00%
Krzysztof Soszyński	-	-	0.00%	0.00%
Wojciech Milewski	-	-	0.00%	0.00%
Piotr Kraska	-	-	0.00%	0.00%
Total	**7,060,913**	**14,121,826**	**50.85%**	**50.85%**

Changes in the ownership of the Company shares held by the management and supervisory staff after the release of the previous quarterly report:

Name	No. of shares as at Aug 21 2009	Increases in the exercise of management stock option	Decreases	No. of shares as at Nov 6 2009
Krzysztof Oleksowicz	4,972,271	-	-	4,972,271
Andrzej Oliszewski	1,544,370	-	-	1,544,370
Maciej Oleksowicz	20,000	-	-	20,000
Jolanta Oleksowicz – Bugajewska	524,272	-	-	524,272
Robert Kierzek	17,630	38,666	56,296	-
Krzysztof Soszyński	29,500	38,666	68,166	-
Wojciech Milewski	6,970	35,000	41,970	-
Piotr Kraska	30,000	35,000	65,000	-
Total	**7,145,013**	**147,332**	**231,432**	**7,060,913**

Management Stock Option Plan

On February 6th 2006, the Extraordinary General Shareholders Meeting of Inter Cars S.A. resolved to adopt an incentive scheme dedicated to members of its management bodies, other members of the management staff, and employees with a key role from the point of view of the Group's strategy. On December 8th 2006, the Extraordinary General Shareholders Meeting introduced changes to the incentive scheme, announced in Current Report No. 31/2006 of December 8th 2006.

In August 2009, as a result of eligible persons' subscription for Series F1 shares, 147,332 Series A1 subscription warrants expired.

147,332 Series F1 shares were subscribed for in exchange for the warrants. The basis for the change of rights was resolution of February 6th 2006 of the Extraordinary General Shareholders Meeting of Inter Cars S.A. concerning issue of Series A subscription warrants conferring the right to subscribe for Inter Cars S.A. shares and waiver of pre-emptive rights to Series A subscription warrants.

Moreover, the scheme participants will be entitled to purchase up to 284,668 shares in the period until December 31st 2009. According to the rules of the scheme, the right to exercise an option expires if as given scheme participant leaves the Company.

The exercise price of an option is tied to the initial exercise price specified in the rules of the incentive scheme (PLN 24.81), as well as to movements of the WIG index in relation to the reference value set forth in the rules (37,221.99 points). The exercise price is increased/decreased by a percentage growth/decline in the value of the WIG index up to the date of the options vesting (i.e. to January 1st 2007, 2008 and 2009, as appropriate).

The incentive scheme has four participants who are members of the Company's Management Board. The persons covered by the first tranche acquired the right to purchase the total of 157,333 shares in Inter Cars S.A. at the price of PLN 33.59 per share. Under the second tranche, they acquired the right to purchase further 157,333 shares at the price of PLN 37.13 per share. Under the third tranche, they acquired the right to acquire 157,334 shares at the price of PLN 18.15 per share.

The fair value of the management stock options is measured using a three-step binomial model. The model requires the following input data: the exercise price and the value of the WIG index (which the rules of the incentive scheme set at PLN 24.81 and 37,221.99 points, respectively) volatility of return on the shares and the WIG index (at the respective levels of 33.97% and

16.77%), and the interest rate for the period ending December 31st 2007, set at 4.43%. In 2006, the Company recognised the cost of the management stock option plan of PLN 1,862 thousand, assuming full exercise of the options by all eligible persons. In 2007, the Company recognised the cost of the management stock option plan of PLN 3,330 thousand, assuming full exercise of the options by all eligible persons. In 2008, the Company recognised the cost of the management stock option plan of PLN 743 thousand, assuming full exercise of the options by all eligible persons. The total cost of the stock option plan amounted to PLN 5,935 thousand.

24. Information on Court, Arbitration and Administrative Proceedings

In 2009, no proceedings had been brought before any court or administrative body with respect to any liabilities or claims of Inter Cars S.A. or its subsidiary undertakings whose aggregate value would represent 10% or more of the Company's equity.

Moreover, no proceedings are pending before any court or administrative body with respect to any liabilities or claims of Inter Cars S.A. or its subsidiary undertakings whose aggregate value would represent 10% or more of the Company's equity.

25. Related-Party Transactions

(PLN '000)	**Jan 1–Sep 30 2009**	**Jan 1–Sep 30 2008**
Remuneration of the members of the Supervisory and Management Boards		
Remuneration of the Supervisory Board members	161	115
Remuneration of the Management Board members	2,001	2,051
	2,162	**2,166**

	Jan 1–Sep 30 2009	**Jan 1–Sep 30 2008**
Related-party transactions		
Revenue on sales to related parties	1,342	956
Goods and services purchased from related parties	6,710	6,903

	Sep 30 2009	**Dec 31 2008**
Balance of settlements with related parties		
Receivables from related parties	301	328
Liabilities to related parties	352	376

26. Other Information Which the Company Deems Relevant for the Assessment of Its Personnel, Assets, Financial Position, and Its Net Profit (Loss), as Well as Their Changes, and for the Assessment of the Company's Ability to Perform Its Obligations

In 2009, no material factors occurred which could have a bearing on the assessment of the Company's personnel, assets and financial position and its net profit (loss).

27. Events Subsequent to the Balance-Sheet Date with a Potential Material Bearing on the Company's Future Financial Results

No such events occurred.

28. Factors Which in the Company's Opinion will Affect Its Results in a Period Covering at Least the Next Quarter

The most important factors which according to the Management Board will affect the financial results in Q1 2009 include:

- ✓ *trends in the foreign exchange markets,* related mainly to the exchange rates of EUR, USD and YEN against PLN, UAH, HUF, CZK, SKK, LTL, HRK and RON;
- ✓ *trends in the demand from export customers,* which is dependent mainly on the political and legal situation in Ukraine;
- ✓ *changes in the interest rates*, which will determine the amount of interest on contracted loans and thus will affect the amount of financial costs;
- ✓ planned *improvement in the inventory cycle,* which should reduce the amount of financial costs by lowering the requirement for inventory financing;
- ✓ *optimisation of logistics processes* related to cost reductions;
- ✓ *enhanced awareness of the Inter Cars brand and new customers*, which will contribute to the development of the operating activities.

PART III

Q1-Q3 2009 NON-CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS OF INTER CARS S.A.

29. Statement of Financial Position

(PLN '000)	Sep 30 2009	Dec 31 2008 (restated)	Sep 30 2008 (restated)
ASSETS			
Non-current assets			
Property, plant and equipment	148,685	138,571	137,318
Intangible assets	146,552	149,916	156,251
Investment property	2,768	2,768	2,660
Investments in subordinated undertakings	37,340	37,240	33,458
Investments available for sale	43	43	43
Receivables	81,283	65,522	58,283
Deferred tax asset	-	-	-
	416,571	**394,060**	**388,013**
Current assets			
Inventories	474,113	471,098	479,489
Trade and other receivables	344,595	307,440	261,008
Income tax receivable	-	214	-
Cash and cash equivalents	21,942	12,780	12,486
	840,650	**791,532**	**752,983**
TOTAL ASSETS	**1,257,221**	**1,185,592**	**1,140,996**
EQUITY AND LIABILITIES			
Equity			
Share capital	27,767	27,472	27,472
Share premium account	252,439	247,785	247,785
Statutory reserve funds	125,396	102,485	102,485
Other capital reserves	5,935	5,935	5,788
Retained earnings and current year profit	51,453	23,235	21,804
	462,990	**406,912**	**405,334**
Non-current liabilities			
Long-term loans, borrowings and finance lease liabilities	425,994	110,276	33,454
Deferred tax liability	1,692	3,692	8,011
	427,686	**113,968**	**41,465**
Current liabilities			
Trade and other payables	296,306	259,282	178,092
Short-tem loans, borrowings, debt securities and finance lease liabilities	62,320	403,958	510,397
Employee benefits	3,349	1,472	2,653
Income tax expense	4,570	-	3,055
	366,545	**664,712**	**694,197**
TOTAL EQUITY AND LIABILITIES	**1,257,221**	**1,185,592**	**1,140,996**

inter cars
części do samochodów

30. Statement of Comprehensive Income

(PLN '000)	3 months ended		9 months ended	
	Sep 30 2009	Sep 30 2008 (restated)	Sep 30 2009	Sep 30 2008 (restated)
Sales revenue	483,405	390,486	1,361,576	1,114,535
Cost of sales	(339,637)	(275,329)	(919,517)	(810,326)
Gross profit on sales	**143,768**	**115,157**	**442,059**	**304,209**
Other operating income	(356)	4,651	44	16,724
Selling costs, general and administrative expenses	(64,436)	(57,936)	(188,128)	(154,777)
Cost of distribution services	(52,457)	(45,048)	(160,780)	(125,227)
Cost of management stock option plan	-	(147)	-	(596)
Other operating expenses	(655)	(3,377)	(7,900)	(11,958)
Operating profit	**25,864**	**13,300**	**85,295**	**28,375**
Financial income	1,559	3,775	3,,795	3,266
Foreign exchange gains/(losses)	(1,043)	(2,579)	(5,182)	15,659
Financial expenses	(8,339)	(11,250)	(22,090)	(22,250)
Profit before tax	**18,041**	**3,246**	**61,818**	**25,050**
Corporate income tax	(3,260)	276	(10,689)	(3,568)
Net profit	**14,781**	**3,522**	**51,129**	**21,482**
OTHER COMPREHENSIVE INCOME	**-**			
Management stock option plan	-	147	-	596
Total other comprehensive income, net	**-**	**147**	**-**	**596**
COMPREHENSIVE INCOME	**14,781**	**3,669**	**51,129**	**22,078**
Net profit	**14,781**	**3,522**	**51,129**	**21,482**
Weighted average number of ordinary shares	**13,789,288**	**13,736,100**	**13,768,840**	**13,288,222**
Earnings per ordinary share (PLN)	**1,07**	**0,26**	**3,71**	**1,62**
Weighted average diluted number of ordinary shares	**13,978,253**	**13,363,293**	**13,957,806**	**13,496,050**
Diluted earnings per ordinary share (PLN)	**1,06**	**0,26**	**3,66**	**1,59**

31. Statement of Changes in Equity

For the period from January 1st to September 30th 2009

(PLN '000)	Share capital	Share premium account	Statutory reserve funds	Other capital reserves	Retained earnings and current year profit	**Total**
As at January 1st 2009	**27,472**	**247,785**	**102,485**	**5,935**	**23,235**	**406,912**
Statement of comprehensive income						
Profit for period	-	-	-	-	51,129	**51,129**
Transactions with owners						
Share issue in connection with exercise of management stock options	295	4,654	-	-	-	4,949
Distribution of retained earnings – transfer to statutory reserve funds	-	-	22,911	-	(22,911)	-
As at Sep 30 2009	**27,767**	**252,439**	**125,396**	**5,935**	**51,453**	**462,990**

For the period from January 1st 2008 to September 30th 2008

(PLN '000)	Share capital	Share premium account	Statutory reserve funds	Other capital reserves	Retained earnings and current year profit	Total
As at Jan 1 2008	**23,642**	**21,415**	**65,163**	**5,192**	**47,095**	**162,507**
Statement of comprehensive income						
Profit for period	-	-	-	-	21,482	**21,482**
Transactions with owners						
Share issue in connection with exercise of management stock options	80	1,370	-	-	-	**1,450**
Share issue in connection with merger with JC Auto	3,750	225,000	-	-	-	**228,750**
Distribution of retained earnings – dividend	-	-	-	-	(9,451)	**(9,451)**
Distribution of retained earnings – transfer to statutory reserve funds	-	-	37,322	-	(37,322)	**-**
Capital reserve created in connection with implementation of management stock option plan	-	-	-	596	-	**596**
As at Sep 30 2008	**27,472**	**247,785**	**102,485**	**5,788**	**21,804**	**405,334**

32. Statement of Cash Flows

(PLN '000)	Jan 1– Sep 30 2009	Jan 1– Sep 30 2008
Cash flows from operating activities		
Profit (loss) before tax	61,818	25,050
Adjustments, including:		
Depreciation and amortisation	19,306	16,797
Foreign exchange (gains)/losses	10,471	26
(Gain)/loss on disposal of property, plant and equipment	(44)	(4,657)
Net interest	16,610	15,994
(Gain)/loss on revaluation of investment property	-	-
Other adjustments, net	(618)	596
Operating profit before changes in working capital	**107,543**	**53,806**
Change in inventories	(3,016)	(65,270)
Change in receivables	(32,944)	(33,573)
Change in current liabilities	38,900	63,569
Cash generated by operating activities	**110,483**	**18,532**
Corporate income tax paid	(8,333)	(12,226)
Net cash provided by (used in) operating activities	**102,150**	**6,306**
Cash flows from investing activities		
Sale of intangible assets and property, plant and equipment	6,242	16,304
Acquisition of intangible assets and property, plant and equipment	(24,259)	(26,266)
Acquisition of shares in subordinated undertakings	-	(1,908)
Repayment of loans advanced	9,162	11,272
Loans advanced	(27,201)	(38,409)
Interest received	1,851	974
Cash taken over form JC Auto less acquisition cost	-	501
Net cash provided by (used in) investing activities	**(34,205)**	**(37,532)**
Cash flows from financing activities		
Increase in loans, borrowings and debt securities	25,000	73,564
Proceeds from issue of shares	4,949	1,450
Finance lease payments	(7,517)	(9,444)
Decrease in loans and borrowings, redemption of debt securities	(61,250)	(6,632)
Interest paid	(19,964)	(18,948)
Dividends paid	-	(9,451)
Net cash provided by (used in) financing activities	**(58,782)**	**30,539**
Net change in cash and cash equivalents	**9,163**	**(687)**
Cash and cash equivalents at beginning of period	**12,780**	**13,173**
Cash and cash equivalents at end of period	**21,943**	**12,486**

Accounting Policies

The accounting policies applied by Inter Cars S.A. are the same as those applied by the Group, except that shares in subsidiary undertakings are measured at historical cost less valuation allowances.

33. Related-Party Transactions in the Condensed Non-Consolidated Financial Statements

sales revenue	**Jan 1– Sep 30 2009**	**Jan 1– Sep 30 2008**
Inter Cars Ukraine	12,781	12,246
Q-Service Sp. z o.o.	-	2
Lauber Sp. z o.o.	2,688	1,456
Inter Cars Ceska Republika	23,924	16,616
Inter Cars Slovenska Republika	30,075	19,637
Feber Sp. z o.o.	47	1,032
Inter Cars Lietuva	12,442	6,621
IC Development & Finance Sp. z o.o.	-	-
JC Auto s.r.l.	4,806	1,254
Inter Cars d.o.o.	9,774	6,071
JC Auto S.A.	1,514	679
INTER CARS Hungária Kft.	7,048	3,239
JC AUTO s.r.o.	-	-
Inter Cars Romania s.r.l.	7,424	311
Armatus Sp. z o.o.	30	1
	112,553	**69,165**

purchase of goods and services	**Jan 1– Sep 30 2009**	**Jan 1– Sep 30 2008**
Inter Cars Ukraine	1	-
Q-Service Sp. z o.o.	37,804	24,675
Lauber Sp. z o.o.	9,729	6,327
Inter Cars Ceska Republika	512	16,354
Inter Cars Slovenska Republika	45	79
Feber Sp. z o.o.	0	1
Inter Cars Litwa	328	696
IC Development & Finance Sp. z o.o.	126	-
JC Auto s.r.l.	344	1,303
Inter Cars d.o.o.	-	14
JC Auto s.r.o.	-	26
	48,889	**49,475**

receivables	**Sep 30 2009**	**Sep 30 2008**
Inter Cars Ukraine	27,687	20,143
Lauber Sp. z o.o.	534	221
Inter Cars Ceska Republika	27,151	36,040
Inter Cars Slovenska Republika	7,385	8,596
Feber Sp. z o.o.	7,422	6,996
Inter Cars Litwa	6,945	7,312
IC Development & Finance Sp. z o.o.	213	208
JC Auto s.r.l.	7,622	3,065
Inter Cars d.o.o.	20,073	11,212
JC Auto S.A.	5,910	3771
INTER CARS Hungária Kft.	11,622	6,377
JC Auto s.r.o.	8,492	7,069
Inter Cars Romania s.r.l.	6,293	311
Armatus Sp. z o.o.	34	2
	137,383	**111,323**

Related-Party Transactions in the Condensed Non-Consolidated Financial Statements (continued)

liabilities	**Sep 30 2009**	**Sep 30 2008**
Inter Cars Ukraine	1	-
Q-Service Sp. z o.o.	18,583	8,032
Lauber Sp. z o.o.	1,091	53
Inter Cars Ceska Republika	326	19,317
Inter Cars Slovenska Republika	193	211
Inter Cars Litwa	6	696
IC Development & Finance Sp. z o.o.	10	34
JC Auto s.r.l.	35	61
Inter Cars d.o.o.	46	6
JC Auto S.A	422	894
INTER CARS Hungária Kft.	388	324
JC Auto s.r.o.	3,632	3,037
	24,733	**32,665**

34. Change in the Presentation of Financial Data in the Condensed Non-Consolidated Financial Statements

In the condensed non-consolidated interim financial statements prepared as at September 30th 2009, the presentation of provisions, accruals and deferrals, and prepayments for comparable periods was changed. The restatements are presented in the table below.

Selected data from the statement of financial position	Approved report	Change	Restated
	Dec 31 2008		**Dec 31 2008**
ASSETS			
Trade and other receivables	305,582	1,858	307,440
Prepayments	1,858	(1,858)	-
	307,440	**-**	**307,440**
EQUITY AND LIABILITIES			
Provisions (non-current)	35	(35)	-
Trade and other payables	246,307	12,975	259,282
Provisions	1,341	(1,341)	-
Current accruals and deferred income	11,599	(11,599)	-
	259,282	**-**	**259,282**

Selected data from the statement of financial position	Approved report	Change	Restated
	Sep 30 2008		**Sep 30 2008**
ASSETS			
Trade and other receivables	257,372	3636	261,008
Prepayments	3,636	(3,636)	-
	261,008	**-**	**281,008**
EQUITY AND LIABILITIES			
Trade and other payables	167,903	10,189	178,092
Provisions	76	(76)	-
Current accruals and deferred income	10,113	(10,113)	-
	178,092	**-**	**178,092**