

Current report No. 19/2018

From: **Kino Polska TV S.A.**

Issued on: 3 August 2018

Subject: **Preliminary financial results of the Kino Polska TV Capital Group I half of 2018**

Legal basis: Article 17 para. 1 MAR - confidential information

The Management Board of Kino Polska TV S.A. ("Company", "Issuer"), hereby publishes preliminary unit and consolidated financial results of the Issuer and the Kino Polska TV Capital Group ("Group") for the period of 6 months ended 30 June 2018 (compared to the same period of the year 2017).

Separated financial data(in thousands):

- Revenues from the sale of products and services

6 months ended June 30, 2018 – PLN 68,939

6 months ended June 30, 2017 – PLN 64,116

- Profit on operating activity

6 months ended June 30, 2018 – PLN 8,330

6 months ended June 30, 2017 – PLN 5,311

- Net profit from continuing operations

6 months ended June 30, 2018 – PLN 6,101

6 months ended June 30, 2017 – PLN 3,301

- Net profit for the period

6 months ended June 30, 2018 – PLN 6,101

6 months ended June 30, 2017 – PLN 3,301

Consolidated financial data(in thousands):

- Revenues from the sale of products and services

6 months ended June 30, 2018 – PLN 64,309

6 months ended June 30, 2017 – PLN 59,030

- Profit on operating activity

6 months ended June 30, 2018 – PLN 38,469

6 months ended June 30, 2017 – PLN 8,244

- Net profit from continuing operations

6 months ended June 30, 2018 – PLN 36,061

6 months ended June 30, 2017 – PLN 6,230

- Net profit for the period

6 months ended June 30, 2018 – PLN 36,061

6 months ended June 30, 2017 – PLN 6,230

The above-mentioned Company's results for the six months ended 30 June 2018 are primarily affected by the increase in the results generated by the Zoom TV channel and the positive impact of exchange rate differences, which was partially offset by higher financing costs.

The consolidated results of the Kino Polska TV Group for the first half of 2018 were primarily affected by the revaluation of the previously held share in the subsidiary as at the balance sheet date. The Issuer's Management Board points out that the abovementioned the revaluation is a provisional valuation and may change at the end of the purchase price allocation process. Additional factors affecting the reported results were the increase in the operating result of Zoom TV and the positive impact of exchange rate differences.

The financial results indicated above are estimates and are subject to change.

The Issuer also informs that the final results (for the period of 6 months ended June 30, 2018) will be presented in the consolidated quarterly report of the Group for the first half of 2018, the publication of which is scheduled for August 23, 2018 (according to with the schedule for the publication of periodic reports published in the current report No. 1/2018).

In the event that before the publication of the aforementioned report is published, the amount of the results presented has significantly changed, the Company will publish the current report with their update without delay.

The Issuer's Management Board decided to publish this report due to significant deviations of the financial results of the Company and the Group in the first half of 2018 as compared to the analogous period of the 2017 financial year.

Signed by:

Bogusław Kisielewski, President of the Board

Marcin Kowalski, Member of the Board