ADDITIONAL INFORMATION ANNEXED TO THE ABRIDGED INTERIM CONSOLIDATED FINANCIAL REPORT FOR THE 1ST QUARTER OF 2012.

I. Introductory Information

1. The Stalprodukt S.A. Capital Group embraces, apart from the parent company, 11 associated entities acting as subsidiary companies, in which Stalprodukt holds 51% of shares in the companies: Stalprodukt -Warszawa sp. z o.o. and Cynk-Mal S.A. Legnica and 100 % in the remaining companies.

   Moreover, the Issuer holds 50 % shares in the Anew Institute sp. z o.o. company, based in Krakow, involved in designing sources of renewable energy. Due to the lack of updated financial data and divergent shareholders' opinions, the parent company did not include this entity in the consolidation, and for one half of the shares held therein (PLN 1 000 thousand) created a revaluation adjustment (write-off).

Stalprodukt S.A., being the parent company in the Group, provides operating and development guidelines for the associated entities, formed within the framework of the Company's restructuring and expansion of its production capacity, trade and services and organization of its own sales network.

The basic objects of operation of the capital group companies are::

- Production of electrical and transformer sheets, cold formed profiles, road safety barriers and cut-to-length cold rolled and hot rolled sheets and strips – parent company Stalprodukt S.A / *cf. joint stock company*,
- Trade activity - the companies: Stalprodukt-Centrostal sp. z o.o./ *cf. limited liability company*, the company which manages the nationwide sales network with the sales departments in Krakow, Bochnia, Tarnów, Gliwice, Włocławek, Wrocław, Poznań, Gdynia, Koszalin, Szczecin and Radom, Stalprodukt-Warszawa sp. z o.o. and Stalprodukt -Zamość sp. z o.o.,
- Other production and services:

- production of lightning protection hoop iron systems, galvanized wire and steel strips (Cynk-Mal S.A.)
- production and regeneration of spare parts (Stalprodukt-Wamech sp.zo.o),
- installation, alteraions/repairs and maintenance of machines (Stalprodukt-Serwis sp.zo.o),
- production of steel constructions (STP Elbud sp. zo.o, Stalprodukt-Wamech sp. zo.o),
- galvanizing services (STP Elbud sp. zo.o, Ocynkownia Stalprodukt-Bolesław sp. zo.o i Cynk-Mal S.A),
- construction and maintenance of roads and freeways (Stalprodukt MB sp.zo.o),
- personal and property security (Stalprodukt-Ochrona sp.zo.o).

2. All the Capital Group entities are subject to consolidation with the complete method in compliance with IAS requirements.
In the reporting period no essential changes occurred in the shareholding structure of the Issuing Entity and its capital group, including: merger, take-over or sale of capital group entities, long-term investments, division, restructuring, winding-up of activities.

Whereas, as of 2nd April 2012, by a ruling of the District Court for Krakow-Śródmieście [cf. Cracow Centre], 11th Economic Division of the National Court Register, registration of changes took place, which consisted in recording the merger of the Issuer’s subsidiary companies:
- STP Elbud Spółka z o.o. – bidding company,
- Ocynkownia Stalprodukt-Bolesław Spółka z o.o. – target company,
- Stalprodukt-Konstalbud Spółka z o.o. – target company.

The merger was effected under Art.. 492 § 1 of the Code of Commercial Companies – merger by takeover. It was effected through the transfer of all the assets of the target companies to the bidding company in exchange for the shares that the bidding company shall issue to Stalprodukt S.A. - as the sole shareholder of the companies concerned. As the result of the merger the share capital of the bidding company - STP Elbud Spółka z o.o. – was increased from PLN 7 298 000.00 to PLN 20 613 000.00.

The above actions resulted from the document adopted by the Stalprodukt S.A. Management Board and approved by the Company’s Supervisory Board entitled: „Capital Group Development Guidelines for the Years 2011-2015 (Current Report No 4/2011). As it can be seen from the above document, the merger of the above entities is desirable both from the strategic and operating point of view. The goal of the merger is simplifying the Stalprodukt S.A. group’s capital structure and improving the effectiveness of its activities. The companies’ merger will allow for the reduction of their operating costs, and thereby, for the maximization of the merging companies’ profits. Moreover, the merger will contribute to the more effective utilization of potential, better allocation of cash resources, more effective use of human resources and assets of the merged companies.

3. The presented abridged consolidated financial report was prepared for the period from 1 January 2012 to 31 March 2012. The comparable data cover the period from 1 January to 31 March 2011 in respect of the profit and loss account and cash flow statement, whereas the balance sheet data (assets and liabilities) are provided as of 31 December 2011.

The Group's reporting year is the calendar year.
This interim abridged consolidated financial report was prepared in accordance with the International Standards of Financial Reporting approved of by the European Union and, in particular, with in accordance with the International Accounting Standard No 34 “Interim Financial Reporting” and with the assumption that the Group's companies will continue their economic activities in the predictable future. As of the day this financial report is approved, the Management Board of the Issuing Entity does not find any circumstances threatening the continuation of activities by the Capital Group's entities.
The interim abridged consolidated financial report does not include all the information or disclosures required in the annual consolidated financial report, and this information sheet mainly contains the explanations of the events and changes, significant for the

understanding of the changes in the Group's financial standing and results, which have taken place since the end of the last reporting year.
The additional information sheet contains selected explanatory data, required by IAS 34 and the Regulation of the Minister of Finance dated 19 February 2009 on current and periodic information provided by issuers of securities and on conditions under which such information may be recognized as being equivalent to information required by the legal regulations of a non-member state (Journal of Laws No 33 item 259)
If some of the events, required by the above mentioned provisions, have not been described herein, it means that such events have not taken place in the reporting period.

II. Accounting Principles (Policy)

1. In the quarterly abridged consolidated financial report the same accounting principles (policy), including assets and liabilities as well as revenues and costs valuation and calculation methods, were observed as the ones presented in detail in the published 2011 consolidated report.

   In the reporting period no essential changes or adjustments due to fundamental errors or assumed estimated values, were introduced into the accounting principles (policy), that would have a significant impact on the Group’s property status, financial standing and financial result.

   The amendments to the standards and interpretations issued by the International Accounting Standards Board or International Financial Reporting Interpretations Committee, applicable since 1 January 2012, precisely described in the Additional and Explanatory Information annexed to the annual consolidated financial report, either have no application for the Stalprodukt Group, or do not exert a significant influence, not only on the property status and financial standing, but also on the presentation mode of the financial report components.

   Many changes in the accounting standards and changes in the interpretations of the existing standards have already been adopted by the International Accounting Standards Board, but not yet approved by the EU so, accordingly, the same shall take effect at a later time. The Management Board does not predict that the introduction of the above standards and interpretations shall have a significant impact on the accounting principles (policy) applied by the Group, financial standing and result, but the same may require the inclusion of additional or amended disclosures in the financial report.
   The above mentioned changes have been described in detail in the Additional and Explanatory Information appended to the Consolidated Annual Financial Report for 2011.

2. The information contained in the consolidated financial report was compiled in compliance with the assets and liabilities valuation methods and net financial result measurement methods, defined as of the balance sheet day, in accordance with the IFRS adopted by the European Union and with the interpretations related thereto, announced by way of European Committee regulations, with the observance of the materiality principle.

   Also the Parent Entity's report, incorporated herein as the “Quarterly Financial Information Sheet”, was prepared in accordance with the above principles.

III. Estimated Values

1. In the 1st quarter of 2012 the Group made the following adjustments in respect of reserves, revaluations and revaluation write-offs on specific asset items:

- assets were increased because of the deferred income tax, by the amount of PLN 131 thousand in connection with the reconciliation of negative transitory differences,
- the deferred income tax reserve was reduced by the amount of PLN 1,363 thousand in connection with the reconciliation of positive transitory differences,
- an allowance for doubtful receivables was made in the amount of PLN 4 thousand,
- allowances for receivables in the amount of PLN 509 thousand were canceled due to being settled
- revaluation write-off on ready-made products down to the net sales value in the amount PLN 168 thousand was canceled.

2. In addition to the items presented in par. 1, there was no necessity to make any other adjustments in respect of the reserves, revaluations and write offs, updating the value of assets as well as other estimated values.

IV. Activity Segments

Segment reporting was presented on the basis of IFRS 8 “Operating Segments”. The principles governing the division of Stalprodukt Group’s activities into operating segments and the accounting principles applied for this kind of reporting were detailed in the last published annual consolidated financial report for 2011.

The required information concerning the operating segments for the 1st quarter of 2012 and the comparable period (1st quarter of 2011) was estimated and presented in the following tables (in PLN thousand)

Information on Operating Segments
1st Quarter of 2011 (PLN thousand)

Itemization	Segment of Electrical Sheets	Segment of Profiles	Segment of Goods	Other Activities	Total Consolidated Value
Segment revenues	152,040	274,672	27,217	28,290	482,219
Segment costs	134,104	241,014	25,699	24,772	425,589
Segment results	**17,936**	**33,658**	**1,518**	**3,518**	**56,630**
Other operating and financial revenues not attributed to the segments					2,858
Other general, operating and financial costs not attributed to the segments					19,920
Gross profit					**39,568**
Income tax					8,225
Net profit					**31,343**
Segment assets	674,799	952,818	35,857	185,128	1,848,602
Assets not attributed to the segments					10,189
Total consolidated assets					1,858,791
Total liabilities	88,812	238,770	12,340	57,515	397,437
Capital expenditure	1,769	4,510	-	1,715	7,994
Depreciation	5,357	4,780	230	1,698	12,065

Information on Operating Segments
1st Quarter of 2012 (PLN thousand)

Itemization	Segment of Electrical Sheets	Segment of Profiles	Segment of Goods	Other Activities	Total Consolidated Value
Segment revenues	146 224	272 882	25 281	25 137	469 524
Segment costs	117 634	248 192	23 976	22 270	412 072
Segment result	**28 590**	**24 690**	**1 305**	**2 867**	**57 452**
Other operating and financial revenues not attributed to the segments					2 886
Other general, operating and financial costs not attributed to the segments					20 232
Gross profit					**40 106**
Income tax					8 259
Net profit					**31 847**
Segment assets	706 142	920 052	35 261	198 597	1 860 052
Assets not attributed to the segments					19 562
Total consolidated assets					1 879 614
Total liabilities	55 217	225 894	7 104	40 329	328 544
Capital expenditure	6 557	997	-	4 378	11 932
Depreciation	5 703	5 228	196	2 150	13 277

V. Assessment of Achieved Financial Results

In respect of the achieved financial results, the first quarter of 2012 was comparable for the Capital Group to the first quarter of 2011. In the reporting period only a slight decline in total sales was recorded (2.6%) accompanied by a minor improvement in the operating activities (3.8%) and the net result (1.6%) in relation to the analogical period of the previous year.

In the profiles segment both the volume- and value-based sales were maintained at a level similar to that of the first quarter of 2011. Whereas in the segment of electrical sheets a lower sales volume was achieved, but the increase of average prices allowed for the compensation in terms of the value-based sales.

The Group's financial standing is good. The Group is not affected by payment gridlocks, consistently implementing the adopted risk management policy. Both the Issuer and the Capital Group Companies enjoy financial liquidity and credit capacity, apart from Cynk-Mal based in Legnica which is undergoing a restructuring program. The Group is not threatened either by the fluctuating currency exchange rates thanks to the natural security measures applied against the risk concerned.
During the 1st quarter, due to the changes in the assets structure and their sources of financing, the equity was increased by 2.2%, which contributed to the growth of the book value per share from PLN 216.60 to PLN 221.38.

VI. Other Information

1. As of 31.01.2012, the Stalprodukt S.A. Management Board has placed a binding offer with the Ministry of the Treasury, defining terms of a contract for the purchase of a block of 10, 961, 600 registered shares, accounting for 86.92 % of the share capital of Zakłady Górniczo-Hutnicze „Bolesław" Spółka Akcyjna based in Bukowno.
   ZGH „Bolesław" S.A. is the largest producer and supplier of electrolytic zinc in Poland, occupying a leading position on the domestic market. The potential purchase of the ZGH „Bolesław" S.A. shares would contribute to the implementation of the Stalprodukt SA Capital Group's development strategy, announced on 13.05.2011 (current report No 4/2011), which envisaged further development through entering new areas of activity and take-overs in addition to the reinforcement of the existing areas of activity.
   The take-over of the ZGH „Bolesław" S.A company, and the entire capital group, through the interests held in its subsidiary companies, would allow the Stalprodukt Group to, nearly, double its sales and considerably diversify its activities, which would act as a significant stabilization factor for the Company's results during the recession period in steel industry.

2. In connection with the market conditions in the 1st quarter of 2011, the Capital Group seasonality effects are difficult to determine.

3. Considering the potential investment outlays, the Issuer's Management Board did not recommend to the General Meeting of Shareholders the dividend disbursement in respect of 2011.

4. As of the balance sheet day, the Stalprodukt S.A. Capital Group does not have any conditional liabilities, other than guarantees of good workmanship, relating to the

production and mounting of road barriers. As of 31 March 2012 the applicable guarantees totaled PLN 30,257 thousand.

5. The Issuer does not publish any result forecasts.
6. As of the day of submission of this report, the shareholders entitled to, at least, 5% of the total number of votes at the General Meeting of Shareholders are:
   - ArcelorMittal Poland S.A. holding 2,270,800 shares, accounting for 33.77% of capital and 6,846,800 shares, accounting for 38.20% of the total number of votes at the General Meeting of Shareholders,
   - STP Investment S.A., holding 1.929.725 shares, accounting for 28.69% of capital and 5,869,941 votes, accounting for 32.75% of the total number of votes at the General Meeting of Shareholders,
   - Stalprodukt Profil S.A., holding 632.225 shares, accounting for 9.40% of capital and 943,149 votes, accounting for 5.26% of the total number of votes at the General Meeting of Shareholders.

   Since the submission of the consolidated report for the 4th quarter of 2011, the Issuer has not received any information about any changes in the shareholding status of the shareholders in relation to the Company shares.

7. As of the day of report submission, the shareholding status of the managerial and supervisory officers in relation to the Issuer's shares, is as follows:

   a/ managerial officers:

   - Piotr Janeczek 114,865 shares of nominal value PLN 229,730,
   - Antoni Noszkowski 2,040 shares of nominal value PLN 4,080,
   - Józef Ryszka 504 shares of nominal value PLN 1,008,

   b/ supervising officers:

   - Stanisław Kurnik 2,900 shares of nominal value PLN 5,800,
   - Maria Sierpińska 11,880 shares of nominal value PLN 23,760,
   - Kazimierz Szydłowski 24,289 shares of nominal value PLN 48,578,
   - Janusz Bodek 62,640 shares of nominal value PLN 125,280.

   Since the submission of the consolidated report for the 4th quarter of 2011, the Issuer has not received any information about any changes in the shareholding status of the managerial and supervisory officers in relation to the Company shares.

8. In the reporting period no proceedings were instituted or pending before the court or public administration agency, concerning any debts or liabilities that might significantly affect the Group's future results and financial standing.
   However, the action brought to the arbitration Tribunal by Stalprodukt S.A. against the supplier of profiles production equipment – the Marcegaglia s.p.a company based in Mantova Italy, for the non-compliance of the supplied production line with the technical conditions stipulated in the contract, was definitely finalized. As of 16.02.2012 the Final

Decision was issued by the Vienna Arbitration Tribunal, ordering the reduction of the purchase price by 30%, i.e. by EUR 1 080 000 and awarding a contractual penalty in favor of Stalprodukt amounting to EUR 180 000.

9. Apart from typical and routine transactions concluded on market terms with associated entities within the capital group, whose character and terms resulted from ongoing operating activities, in the reporting period, neither the Stalprodukt Company, nor its subsidiary companies concluded any other transactions with associated entities.

   The total value of the Issuer’s transactions with the associated entities is presented in the table underneath.

PLN thousand

Associated entity	**Sale**		**Purchase**	
	1.01-31.03.2011	**1.01-31.03.2012**	**1.01.-31.032.2011**	**1.01-31.03.2012**
Stalprodukt-Centrostal	141,439	129 468	554	6
Stalprodukt-Zamość	5,636	180	536	1 002
Stalprodukt-Warszawa	6,100	4 704	-	-
Stalprodukt-Ocynkownia	-	-	4,485	6 130
Cyn-Mal Legnica	-	6 462	56	-
STP Elbud	261	258	3,840	5 124
Stalprodukt-Wamech	293	345	2,228	2 680
Stalprodukt-Serwis	116	142	2,502	2 199
Stalprodukt-MB	64	63	380	1 214
Stalprodukt-Ochrona	53	58	586	658

10. In the reporting period, neither the Parent Company, nor its subsidiary entities granted any loans, credits, guarantees or warranties.

11. In the reporting period the Group made investment outlays for tangible fixed assets in the amount of PLN 11,932 thousand.

12. Neither the Issuer, nor the other Capital Group entities, engaged in the issuance, redemption or repayment of debentures and equity securities.

13. In the Issuer’s assessment, the following factors which may affect the results to be achieved by the Group, in the perspective of, at least, the quarter to come, are:
    - fluctuations of raw material prices and demand for Company’s products

- fluctuations of currency exchange rates.

14. In the reporting period and after 31 March 2012, by the completion of the 1st quarter abridged consolidated report, no other important events had taken place, which might significantly affect the Group's position and its financial results. The Issuer does not possess any other information either, which would, in its opinion, be essential for the assessment and changes in the Group's staffing, property and financial status, or information essential for the assessment of its capacity to settle liabilities.

15. The Issuer, pursuant to par. 83 subpar.1 Regulation of the Minister of Finance as of 19 Feb. 2009 on current and periodic information provided by issuers of securities and on conditions under which such information may be recognized as being equivalent to information required by the legal regulations of a non-member state (Journal of Laws No 33 item 259), does not submit a separate parent company quarterly report. The report supplements the consolidated report in the form of „Quarterly Financial Information".

16. No „Additional Information" was annexed to the „Quarterly Financial Information" for the 1st quarter of 2012 as, during the reporting period, no other events took place in connection with the separate patent company report, apart from the ones described in this "Additional Information" annexed to the consolidated financial report.

17. This abridged consolidated report for the 1st quarter of 2012 has been approved for publication by the Management Board of the parent entity on 9 May 2012.

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Antoni Noszkowski	Józef Ryszka
Member of the Board –Financial Director	Member of the Board – Marketing Director

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Piotr Janeczek
President of the Board – Chief Executive Officer