

**ADDITIONAL INFORMATION ANNEXED TO THE ABRIDGED INTERIM
CONSOLIDATED FINANCIAL REPORT
FOR THE 3RD QUARTER OF 2012.**

I. Introductory Information

1. The Stalprodukt S.A. Capital Group embraces, apart from the parent company, 10 associated entities acting as subsidiary companies. Stalprodukt holds 51% of shares in the company Cynk-Mal S.A. and 100 % in the remaining companies.

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, Radom and Stalprodukt-Warszawa 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. z o.o),
 - installation, alterations/repairs and maintenance of machines (Stalprodukt-Serwis sp.zo.o),
 - production of steel constructions (STP Elbud sp. z o.o, Stalprodukt-Wamech sp. zo.o),
 - galvanizing services (STP Elbud sp. z o.o, Cynk-Mal S.A),
 - construction and maintenance of roads and freeways (Stalprodukt MB sp. z o.o),
 - designing sources of renewable energy (Anew Institute sp. z o.o.)
 - personal and property security (Stalprodukt-Ochrona sp.z o.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.

In October 2012, the Stalprodukt company purchased 49 % of shares from Konsorcjum Stali S.A. [*Steel Consortium joint stock company*] and since 19.10.2012 has been the sole shareholder of the company Stalprodukt-Warszawa sp. z o.o.

3. The presented abridged consolidated financial report was prepared for the period from 1 July 2012 to 30 September 2012. The comparable data cover the period from 1 July to 30 September 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.

Numerous changes in the accounting standards and interpretations of existing standards have already been published and approved, but the same will be effective at a later time. The Management Board does not project that the introduction of the above standards and interpretations may have a significant impact on the accounting principles (policy) applied by the Group, its financial standing or financial results, but some additional or amended disclosures to this end may be required in the report.

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 3rd 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 81 thousand in connection with the reconciliation of negative transitory differences,
- the deferred income tax reserve was reduced by the amount of PLN 1,379 thousand in connection with the reconciliation of positive transitory differences,
- an allowance for doubtful receivables was made in the amount of PLN 387 thousand,
- revaluation write-offs were released for receivables amounting to PLN 197 thousand

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 3rd quarter of 2012 and the comparable period (3rd quarter of 2011) was estimated and presented in the following tables (in PLN thousand):

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Information on Operating Segments
3rd Quarter of 2011 (PLN thousand)

| Itemization | Segment of Electrical Sheets | Segment of Profiles | Segment of Goods | Other Activities | Total Consolidated Value |
|---|------------------------------|---------------------|------------------|------------------|--------------------------|
| Segment revenues | 180,656 | 266,025 | 28,696 | 42,843 | 518,220 |
| Segment costs | 136,532 | 259,371 | 27,360 | 35,529 | 458,792 |
| Segment results | 44,124 | 6,654 | 1,336 | 7,314 | 59,428 |
| Other operating and financial revenues not attributed to the segments | | | | | 4,778 |
| Other general, operating and financial costs not attributed to the segments | | | | | 19,498 |
| Gross profit | | | | | 44,708 |
| Income tax | | | | | 9,324 |
| Net profit | | | | | 35,384 |
| Segment assets | 713,328 | 893,779 | 31,547 | 193,013 | 1 831,667 |
| Assets not attributed to the segments | | | | | 18,341 |
| Total consolidated assets | | | | | 1,850,008 |
| | | | | | |
| Total liabilities | 95,233 | 199,671 | 10,320 | 52,995 | 358,219 |
| Capital expenditure | 2,862 | 735 | - | 9,403 | 13,000 |
| Depreciation | 5,535 | 5,114 | 230 | 2,325 | 13,204 |

Information on Operating Segments
3rd Quarter of 2012 (PLN thousand)

| Itemization | Segment of Electrical Sheets | Segment of Profiles | Segment of Goods | Other Activities | Total Consolidated Value |
|---|------------------------------|---------------------|------------------|------------------|--------------------------|
| Segment revenues | 124,417 | 280,159 | 28,276 | 26,828 | 459,680 |
| Segment costs | 107,431 | 275,584 | 27,462 | 22,840 | 433,317 |
| Segment result | 16,986 | 4,575 | 814 | 3,988 | 26,363 |
| Other operating and financial revenues not attributed to the segments | | | | | 4,105 |
| Other general, operating and financial costs not attributed to the segments | | | | | 20,846 |
| Gross profit | | | | | 9,622 |
| Income tax | | | | | 2,428 |
| Net profit | | | | | 7,194 |
| Segment assets | 741,153 | 898,837 | 35,421 | 191,889 | 1,867,300 |
| Assets not attributed to the segments | | | | | 16,051 |
| Total consolidated assets | | | | | 1,883,351 |
| | | | | | |
| Total liabilities | 41,802 | 195,061 | 6,360 | 53,654 | 296,877 |
| Capital expenditure | 14,590 | 3,924 | - | 1,810 | 20,324 |
| Depreciation | 5,748 | 5,246 | 197 | 2,425 | 13,616 |

V. Assessment of Achieved Financial Results

Considering the achieved results, the 3rd quarter 2012 was much poorer for the Stalprodukt Capital Group both than the previous year quarters and the comparable reporting period, i.e. 3rd quarter of 2011.

In the reporting period, our sales were reduced by 11% compared to the analogical period of the previous year, whereas the operating performance and net profit account for slightly over 20 % of the results achieved in the 3rd quarter of the previous year, which was the best quarter in the last two years.

The results achieved reflect the unfavorable tendencies in the finished steel products sector, both in respect of the sales volumes and the prices achieved. This specifically concerns the electrical sheets segment. Compared to the 3rd quarter of 2011, the Company's sales of transformer sheets were reduced by 26%, and the average prices achieved in this product group dropped by over 6 %. In the profiles segment the sales volume recorded a slight increase, whereas the average prices were successfully maintained at a similar level, which altogether resulted in a 5 % increase of the sales proceeds in the segment concerned.

In spite of poorer economic results, 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, mostly, natural hedging applied against the risk concerned.

In the period of 3 quarters 2012, due to the changes in the assets structure and their sources of financing, the equity was increased by 4.4 %, which contributed to the growth of the book value per share from PLN 225.90 to PLN 235.91.

VI. Other Information

1. In the 3rd quarter of 2012 none seasonality effects occurred in the Capital Group. In the reporting period no other items, of untypical type, size or frequency, were recorded that would significantly affect the assets, liabilities, equity, net profit and cash flow.
2. In connection with the planned purchase of the ZGH Bolesław company, the Issuer withdrew from the dividend disbursement to the Shareholders in respect of 2011.
3. As of 7 November 2012, the Company concluded a contract with the State Treasury, whereby Stalprodukt S.A. acquired 10 961 600 registered shares of the mining and metallurgical processing plant - Zakłady Górniczo-Hutnicze „Bolesław” S.A. (ZGH „Bolesław” S.A.) based in Bukowno, accounting for 86.92 per cent of the its initial capital. The transaction value amounts to PLN 219,232 thousand, i.e. PLN 20 per share.
4. The most important provisions of the Contract were disclosed to the public in the Current Report No 13 as of 7 November 2012.

5. 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 30 September 2012 the applicable guarantees totaled PLN 23,963 thousand.
6. The Issuer does not publish any result forecasts.
7. 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 votes, accounting for 38.20% of the total number of votes at the General Meeting of Shareholders,
 - STP Investment S.A., holding 1,959,725 shares, accounting for 29.14% of capital and 5,899,941 votes, accounting for 32.92% of the total number of votes at the General Meeting of Shareholders,
 - Stalprodukt Profil S.A., holding 629,095 shares, accounting for 9.35% of capital and 943,499 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 1st half of 2012, the Issuer has not received any information about any changes in the shareholding status of the shareholders in relation to the Company shares.

6. 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 7,012 shares of nominal value PLN 14,024,
- Janusz Bodek 62,640 shares of nominal value PLN 125,280.

Since the submission of the consolidated report for the 1st half of 2012, 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.

7. 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.

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8. 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.

| Associated entity | PLN thousand | | | |
|------------------------|-----------------|-----------------|------------------|-----------------|
| | Sale | | Purchase | |
| | 1.01-30.09.2011 | 1.01-30.09.2012 | 1.01.-30.09.2011 | 1.01-30.09.2012 |
| Stalprodukt-Centrostal | 434,060 | 357,782 | 758 | 135 |
| Stalprodukt-Zamość | 12,225 | 547 | 1,948 | 2,494 |
| Stalprodukt-Warszawa | 18,233 | 13,474 | - | - |
| Stalprodukt-Ocynkownia | 2 | - | 13,773 | 6,130 |
| Cyn-kMal Legnica | 19,238 | 15,042 | 2,407 | 533 |
| STP Elbud | 1,261 | 889 | 10,609 | 29,462 |
| Stalprodukt-Wamech | 831 | 1,006 | 7,186 | 7,727 |
| Stalprodukt-Serwis | 316 | 444 | 7,265 | 8,501 |
| Stalprodukt-MB | 435 | 197 | 2,116 | 4,215 |
| Stalprodukt-Ochrona | 151 | 164 | 1,955 | 2,078 |
| Anew Institute | - | - | - | - |

9. In the reporting period, neither the Parent Company, nor its subsidiary entities granted any loans, credits, guarantees or warranties.
10. In the reporting period the Group made investment outlays for the purchase and generation of tangible fixed assets in the amount of PLN 23,124 thousand, and since the beginning of the year investment outlays amounted to PLN 59,899 thousand.
In the reporting period no significant fixed assets item was transferred.
11. Neither the Issuer, nor the other Capital Group entities, engaged in the issuance, redemption or repayment of debentures and equity securities.
12. 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.

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13. In the reporting period and after 30 September 2012, by the completion of the 3rd 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.
14. 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”.
15. No „Additional Information” was annexed to the „Quarterly Financial Information” for the 3rd quarter of 2012 as, during the reporting period, no other events took place in connection with the separate parent company report, apart from the ones described in this “Additional Information” annexed to the consolidated financial report.
16. This abridged consolidated report for the 3rd quarter of 2012 has been approved for publication by the Management Board of the parent entity on 12 November 2012.

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Antoni Noszkowski
Member of the Board –Financial Director

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Józef Ryszka
Member of the Board – Marketing Director

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Piotr Janeczek
President of the Board – Chief Executive Officer