

**POLISH TELEVISION HOLDING B.V.**

**Unaudited Interim Condensed Separate Financial Statements  
For the three month period ended 31 March 2011**

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**Company Information**

**1. Principal activity**

Polish Television Holding B.V. (the "Company") is a holding company whose main investment is its majority holding in TVN S.A. ("TVN"), Warsaw. TVN (and collectively with all of TVN's subsidiaries, referred to as "TVN Group") is Poland's leading integrated media group operating in four major business segments – television broadcasting and production, digital satellite pay television, online and teleshopping.

Television broadcasting and production – TVN currently owns and operates nine television channels: TVN, TVN 7, TVN 24, TVN CNBC Business, TVN Meteo, TVN Turbo, IIVN, TVN Style and NTL Radomsko. The TVN Group's channels broadcast a wide range of news, information and entertainment shows, serials and movies.

Digital satellite pay television – TVN owns "n" DTH platform a new generation digital satellite platform launched in October 2006, which offers pay television services in Poland.

Online – TVN owns Grupa Onet.pl S.A. ("Onet.pl"), which operates the largest and the most popular internet portal in Poland. [www.onet.pl](http://www.onet.pl). Onet.pl in addition operates multiple thematic services: news, life-style, sport, business, finance, media, culture and entertainment.

Teleshopping – TVN owns Telezakupy Mango 24, which is the only all-day teleshopping channel in Poland.

On 24 November 2010 the Company changed its name from Strateurop International B.V. to Polish Television Holding B.V.

The Company is a wholly owned subsidiary of the ITI Group, which comprises companies whose principal activities are television broadcasting and production, online, DTH pay TV, entertainment and investment holding. The ITI Group's parent company is International Trading and Investments Holdings S.A., Luxembourg ("ITI Holdings S.A.") which prepares its consolidated financial statements in accordance with International Financial Reporting Standards ("IFRS") as adopted by the European Union.

**2. Registered Office**

POLISH TELEVISION HOLDING B.V.  
De Boelelaan 7  
1083 HJ Amsterdam  
The Netherlands

**4. Bankers**

ABN – Amro Bank (Nederland) N.V.  
P.O. Box 941  
1000 AX Amsterdam  
The Netherlands

The Bank of New York Mellon, London Branch  
One Canada Square  
E14 5AL London, UK

**3. Auditors**

PricewaterhouseCoopers Sp. z o.o.  
Al. Armii Ludowej 14  
00-638 Warsaw  
Poland

ING Bank Śląski S.A.  
Pl. Trzech Krzyży 10/14  
00-499 Warsaw  
Poland

**5. Subsidiaries**

TVN S.A.  
ul. Wiertnicza 166  
02-952 Warsaw

**6. Subsidiaries of TVN S.A.**

**Television Broadcasting and Production**

- Tivien Sp. z o.o.  
ul. Augustówka 3  
02-981 Warsaw
- Thema Film Sp. z o.o.  
ul. Powsińska 4  
02-920 Warsaw
- El-Trade Sp. z o.o.  
ul. Wiertnicza 166  
02-952 Warsaw
- NTL Radomsko Sp. z o.o.  
ul. 11 Listopada 2  
97-500 Radomsko

**DTH pay TV**

- ITI Neovision Sp. z o.o.  
ul. Kłobucka 23  
02-699 Warsaw
- Neovision UK Ltd.  
5 New Street Square  
London EC4A 3TW, UK
- Cyfrowy Dom Sp. z o.o.  
ul. Kłobucka 23  
02-699 Warsaw

**Online**

- Grupa Onet.pl S.A.  
ul. G. Zapolskiej 44  
30-126 Cracow
- Media Entertainment Ventures  
International Limited  
Palazzo Pietro Stiges 90, Strait Street  
Valetta VLT 05, Malta
- DreamLab Onet.pl Sp. z o.o.  
ul. G. Zapolskiej 44  
30-126 Cracow
- Sun Web Sp. z o.o.  
ul. G. Zapolskiej 44  
30-126 Cracow

**Teleshopping**

- Mango Media Sp. z o.o.  
ul. Hutnicza 59  
81-061 Gdynia

**Corporate**

- Grupa Onet Poland Holding B.V.  
De Boelelaan 7  
NL-1083 Amsterdam  
The Netherlands
- DTH Poland Holding Coöperatief U.A.  
(formerly Neovision Holding B.V.)  
De Boelelaan 7  
NL-1083 Amsterdam  
The Netherlands

- TVN Finance Corporation III AB  
Stureplan 4 c 4 tr  
114 35 Stockholm, Sweden
- TVN Finance Corporation II AB  
Stureplan 4 c 4 tr  
114 35 Stockholm, Sweden
- TVN Finance Corporation plc  
in member's voluntary liquidation  
One London Wall  
London EC2Y 5EB, UK

**7. Joint ventures**

- MGM Channel Poland Ltd.  
72 New Cavendish Street  
London W1G 8AU, UK
- Polski Operator Telewizyjny Sp. z o.o.  
ul. Huculska 6  
00-730 Warsaw

**8. Associates**

- Polskie Badania Internetu Sp. z o.o.  
Al. Jerozolimskie 65/79  
00-697 Warsaw
- Film Miasto Sp. z o.o.  
ul. Puławska 182  
02-670 Warsaw

**9. Management Board**

Duma Corporate Services B.V.  
De Boelelaan 7  
1083 HJ Amsterdam  
The Netherlands

**Management's discussion and analysis of financial condition and results of operations**

**Overview**

The Company is a holding company whose principal investment is the investment in 180,355,430 registered shares in TVN S.A. ("TVN"), representing approximately 52.62% of TVN's outstanding shares as of 31 March 2011. On 19 November 2010 the Company issued 260,000 Secured Notes ("Secured Notes") with an annual interest rate of 11.25%. Further to provisions of the governing indenture ("Indenture"), from 15 November 2014 it will be increased by 2% until maturity date. The Secured Notes were issued at a purchase price of 97.5% for a total consideration of 253,500, pay interest semi-annually (on 15 May and 15 November) beginning 15 May 2011 and mature on 15 May 2017. The Secured Notes are collateralised with registered shares representing a 51.60% controlling stake in TVN S.A. (not in thousands: 176,855,430 registered shares), which are not admitted to trading on the Warsaw Stock Exchange and cash held in a cash collateral account.

The Company applies in its statements the fair market value approach by referring to the traded share price of TVN shares on the Warsaw Stock Exchange. Given the different nature of the collateral shares (registered) and the package being a controlling stake in TVN, the fair market value may not reflect the full value of the collateral.

**Results of operations**

***Three months ended 31 March 2011 compared to three months ended 31 March 2010***

The Company's results are driven by the changes in fair value of TVN shares, which are listed on the Warsaw Stock Exchange and the dividends received thereon. During the three months ended 31 March 2011 the fair value of the Company's holding in TVN shares increased by 36,738 from 778,748 as of 31 December 2010 to 815,486 as of 31 March 2011. The increase arose solely from the change in market value of TVN shares. The dividend income from TVN amounted to 1,809 and nil during the three months ended 31 March 2011 and 31 March 2010 respectively. Recognition of the dividend income in the three months ended 31 March 2011 is due to earlier declaration of the dividend distribution by TVN (30 March 2011 compared to 14 May in the previous year). TVN has a dividend policy to pay between 30% to 50% of its annual net profit as dividend, depending on TVN's cash availability, debt covenants and statutory distributable reserves.

The Company recorded finance expense, net in the amount of 8,136 for the three months ended 31 March 2011 compared to finance expense, net in the amount of 650 for the year ended 31 March 2010. The increase in finance costs is mainly attributable to the growth in interest expense relating to Secured Notes as compared with interest costs borne on the 320,000 Facility. Despite lower nominal value of the Secured Notes, the applicable interest rate (11.25%) is substantially higher than that of the former debt instrument (4.50%). In addition to this, during the three months ended 31 March 2010 the finance expense, net was partly offset by 3,649 interest income on loans granted to related parties. During the three months ended 31 March 2011 the only offsetting item on the finance income side was a bank refund of 35.

**Liquidity and capital resources**

***Three months ended 31 March 2011 compared to three months ended 31 March 2010***

The Company does not conduct any operating activity of its own and therefore relies (i) on its own cash holdings and (ii) dividend income from TVN. During the three months ended 31 March 2011 the company held a cash balance of 55,875 in a restricted bank account, established to ensure debt service on the Secured Notes. During the

## Polish Television Holding B.V.

### Approval of Financial Statements

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(Expressed in EURO, all amounts in thousands unless stated otherwise)

corresponding period in 2010 the Company maintained a cash balance of 9,526 in restricted accounts for debt service on the 320,000 Facility. Accordingly, we set forth below a discussion of the stand-alone cash flows of the Company.

The table below summarizes our cash flows for each of the three month periods ended 31 March 2010 and 2011:

	Three months ended 31 March	
	2011	2010
Net cash (used in)/generated from operating activities	(795)	2,262
Net cash used in financing activities	-	(2,273)
Decrease in cash and cash equivalents	(795)	(11)

#### *Net cash (used in)/generated from operating activities*

Net cash used in operating activities includes cash used in operations and also reflects taxation paid. Net cash generated from operating activities primarily consists of receipts from loan receivables and unsettled payables towards related parties. During the three months ended 31 March 2011 795 cash was used in operating activities. During the three months ended 31 March 2010 2,262 net cash was generated, mainly as a result of changes in receivables from related parties.

#### *Net cash used in financing activities*

During the three months ended 31 March 2011 the amount of cash used in financing activities was nil, compared to 2,273 used during the three months ended 31 March 2010. The net cash used in financing activities during the three months ended 31 March 2010 reflects the settlement of bank charges relating to an amendment agreement to the 320,000 Facility.

#### **Liquidity position of the Company on a stand-alone basis**

The Company maintains sufficient cash to meet its interest payment obligations as they become due and its management regularly monitors expected cash flows. The Company believes that its cash balances, including restricted cash, and cash distributions from the TVN that it expects to obtain will be sufficient to fund these needs. However, if the operating cash flows of the TVN Group are negatively affected by a prolonged economic slow-down or financial difficulties of the TVN's customers, or if the TVN Group's net distributable profits are negatively affected by movement in foreign exchange rates, or if there is a change in TVN's dividend policy or ability to distribute dividends under the indentures relating to the TVN 2017 Notes or the TVN 2018 Notes, the Company may not have sufficient cash or, at a minimum, would need to review its cash needs to ensure that its existing obligations can be met for the foreseeable future.

As at 31 March 2011, on a stand-alone basis, the Company had cash and cash equivalents of 327 and restricted cash in the amount of 55,875 compared to 1,122 and 55,875 as at 31 December 2010. The restricted cash is held as a reserve for payment of interest and charges due on the Secured Notes.

#### **Financing activities**

##### *Three months ended 31 March 2011 compared to three months ended 31 March 2010*

The Company's sole debt is the Secured Notes. These notes had been issued on 19 November 2010 in the nominal amount of 260,000. They are collateralized with 176,855,430 (not in thousands) registered TVN shares. The interest rate on the notes is fixed and interest is paid semi annually.

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(Expressed in EURO, all amounts in thousands unless stated otherwise)

#### **Off-balance sheet arrangements**

As of 31 March 2011 the Company had no off-balance sheet liabilities.

#### **Contractual obligations and commercial commitments**

As of 31 March 2011 the Company had no contractual obligations and commercial commitments other than in connection with the Secured Notes and the related Indenture, which imposes certain restrictions on the Company's activities.

#### **Share buyback program**

There has been no share buyback program launched by the Company during the three months ended 31 March 2011 and 31 March 2010.

#### **Critical accounting policies**

The Company prepares its separate financial statements in accordance with IFRS as adopted for use in the European Union. Critical accounting policies are described in detail in the notes to the annual separate and consolidated financial statements. These critical accounting policies are not intended to be a comprehensive list of all of the Company's accounting policies. In many cases, the accounting treatment of a particular transaction is specifically dictated by IFRS, with no need for management's judgment in their application. There are also areas in which the exercise of management's judgment in selecting an available alternative would not produce a materially different result.

#### **Consolidation**

As of 31 March 2011 the Company owns 52.62% of the issued and outstanding shares in TVN and consolidates this subsidiary in accordance with the International Financial Reporting Standards. This document relates to the standalone position and operations of the Company and therefore the consolidated financial statements are not discussed herein. It should be read in conjunction with the annual consolidated financial statements.

#### **Reclassification of intercompany loans**

On 30 September 2010, the Company signed amendments to its loan agreements with ITI Holdings S.A., ITI Media Group N.V. and N-Vision B.V. It was agreed that the repayment date of loan facilities will be extended until 31 December 2020 and the Borrowers, at their discretion, may accelerate or extend the repayment of both principal and interest for an additional term commencing upon the expiration of the original term. As a result of such amendment, these instruments are presented as equity instruments, which decrease the equity shown in the Company's financial statements as of 31 March 2011 and 31 December 2010. Following the reclassification of the above loans to equity, from 1 October 2010 interest income from these loans is no longer recognised.

#### **New accounting pronouncements**

New accounting pronouncements are described in detail in the notes to the financial statements.

#### **Quantitative and qualitative disclosure relating to market risks**

On a stand-alone basis, the Company is exposed to the foreign currency risk, in that depreciation of Polish zloty reduces the net income of the TVN Group and consequently the base for dividends distributable to the Company. This in turn affects the Company's ability to service the interest payments on the Secured Notes.

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**(Expressed in EURO, all amounts in thousands unless stated otherwise)**

**Management expectations**

The Company does not conduct any operating activity other than investment holding and debt servicing. It is expected that future dividends on investment held together with cash restricted for servicing interest will be sufficient to satisfy the Company's ongoing obligations.

**Ownership structure**

The Company is directly owned by ITI Media Group N.V. (55.06 %) and N-Vision B.V (44.94 %).

**Polish Television Holding B.V.**

**Approval of Financial Statements**

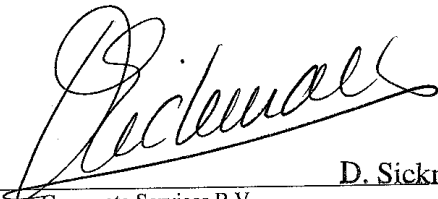
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**(Expressed in EURO, all amounts in thousands unless stated otherwise)**

Approval of the Unaudited Interim Condensed Separate Financial Statements

This Unaudited Interim Condensed Financial Statements as of and for the three month period ended 31 March 2011 comprising the interim condensed separate balance sheet, interim condensed separate income statement, interim condensed separate cash flow statement and accompanying notes has been prepared in accordance with IFRS as adopted by EU and is not audited.

On behalf of the Management Board of Polish Television Holding B.V.



**D. Sickman**

Duma Corporate Services B.V.  
Amsterdam, 25 May 2011

**Polish Television Holding B.V.****Unaudited Interim Condensed Separate Statement of Comprehensive Income**

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**(Expressed in EURO, all amounts in thousands unless stated otherwise)**

		<b>Three months ended 31 March 2011</b>	<b>Three months ended 31 March 2010</b>
	<b>Note</b>		
Fair value gains		36,738	225,417
Dividend income		1,809	-
<b>Total operating income</b>		<b>38,547</b>	<b>225,417</b>
Consulting fee		(136)	(148)
<b>Operating profit</b>		<b>38,411</b>	<b>225,269</b>
Finance income		35	3,649
Finance cost	3	(8,171)	(4,299)
<b>Profit before tax</b>		<b>30,275</b>	<b>224,619</b>
Tax		-	(1)
<b>Profit for the period</b>		<b>30,275</b>	<b>224,618</b>
Other comprehensive income for the period		-	-
<b>Total comprehensive income for the period</b>		<b>30,275</b>	<b>224,618</b>

The accompanying notes are an integral part of these financial statements.

**Polish Television Holding B.V.**  
**Unaudited Interim Condensed Separate Statement of Financial Position**  
 (Expressed in EURO, all amounts in thousands unless otherwise stated)

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	Note	31 March 2011	31 December 2010
<b>ASSETS</b>			
<b>Non-current assets</b>			
Investment – financial assets at fair value through profit or loss	2	815,486	778,748
Restricted cash	4	26,950	26,950
		<b>842,436</b>	<b>805,698</b>
<b>Current assets</b>			
Tax receivable		785	785
Dividend receivable		1,799	-
Cash and cash equivalents	4	327	1,122
Restricted cash	4	28,925	28,925
		<b>31,836</b>	<b>30,832</b>
<b>TOTAL ASSETS</b>		<b>874,272</b>	<b>836,530</b>
<b>SHAREHOLDERS' EQUITY AND LIABILITIES</b>			
<b>Capital and reserves</b>			
Share capital		1,849	1,849
Share premium		533,707	533,707
Other equity instruments		(248,544)	(248,544)
Accumulated profits		334,458	304,183
		<b>621,470</b>	<b>591,195</b>
<b>Non-current liabilities</b>			
Borrowings due to related parties		6	6
Borrowings due to third parties		241,951	241,103
		<b>241,957</b>	<b>241,109</b>
<b>Current liabilities</b>			
Liabilities due to third parties		86	554
Accrued interest on borrowings		10,644	3,331
Other liabilities and accruals		115	341
		<b>10,845</b>	<b>4,226</b>
<b>TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES</b>		<b>874,272</b>	<b>836,530</b>

The accompanying notes are an integral part of these financial statements.

**Polish Television Holding B.V.**  
**Unaudited Interim Condensed Separate Statement of Changes in Shareholders' Equity**  
 (Expressed in EURO, all amounts in thousands unless otherwise stated)

	Number of shares issued (not in thousands)	Share capital	Share premium	Other equity instruments	Accumulated profits	Total
<b>Balance at 1 January 2010</b>	1,849,105	1,849	533,707	-	146,893	682,449
Total comprehensive income for the period	-	-	-	-	224,618	224,618
<b>Balance at 31 March 2010</b>	1,849,105	1,849	533,707	-	371,511	907,067
<b>Balance at 1 January 2011</b>	1,849,105	1,849	533,707	(248,544)	304,183	591,195
Total comprehensive income for the period	-	-	-	-	30,275	30,275
<b>Balance at 31 March 2011</b>	1,849,105	1,849	533,707	(248,544)	334,458	621,470

The accompanying notes are an integral part of these financial statements.

**Polish Television Holding B.V.**  
**Unaudited Interim Condensed Separate Statement of Cash Flows**  
(Expressed in EURO, all amounts in thousands unless otherwise stated)

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	<u>Three months ended</u> <u>31 March 2011</u>	<u>Three months ended</u> <u>31 March 2010</u>
<b>Profit before tax</b>	<b>30,275</b>	<b>224,619</b>
Adjustments for:		
Fair value (gains) on equity investment	(36,738)	(225,417)
Finance costs, net	8,136	650
Dividend income	(1,809)	-
Taxation paid	-	(1)
Decrease in trade receivables	-	2,273
(Decrease)/increase in creditors	(659)	138
<b>Net cash flow (used in)/generated from operating activities</b>	<b>(795)</b>	<b>2,262</b>
<b>Net cash outflow before financing</b>	<b>(795)</b>	<b>2,262</b>
<b>Financing activities</b>		
Bank charges	-	(2,273)
Long-term loans repaid	-	(10,000)
Decrease in restricted cash	-	10,000
<b>Net cash flow used in financing activities</b>	<b>-</b>	<b>(2,273)</b>
<b>Decrease in cash and cash equivalents</b>	<b>(795)</b>	<b>(11)</b>
<b>Movement in cash and cash equivalents</b>		
At beginning of the period	1,122	192
Decrease	(795)	(11)
<b>At end of the period</b>	<b>327</b>	<b>181</b>

The accompanying notes are an integral part of these financial statements.

## **Polish Television Holding B.V.**

### **Notes to the Unaudited Interim Condensed Separate Financial Statements** **(Expressed in EURO, all amounts in thousands unless otherwise stated)**

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#### **1. Accounting policies**

##### **Basis of preparation**

This unaudited interim condensed separate financial statements of the Company are prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting". The accounting policies used in the preparation of the unaudited interim condensed consolidated financial statements as of and for the three months ended 31 March 2011 are consistent with those used in the annual separate financial statements for the year ended 31 December 2010 except for new accounting policies described below and interpretations which became effective as of 1 January 2011.

These unaudited interim condensed separate financial statements should be read in conjunction with the audited annual separate and consolidated financial statements for the year ended 31 December 2010.

##### **Comparatives**

Where necessary, comparative figures or figures presented in previously issued financial statements have been reclassified to conform to the changes in presentation in the current period. No amendments have resulted in changes to previously presented net results or shareholders' equity.

##### **New Accounting Standards and IFRIC pronouncements**

The following standards and IFRIC Interpretations are applicable in future and were discussed in the Company's separate financial statements for the year ended 31 December 2010:

- *Amendments to IFRS 7 Disclosures – Transfers of Financial Assets* - the amendments apply for annual periods beginning on or after 1 July 2011,
- *Amendments to IFRS 1 Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters* - the amendments apply for annual periods beginning on or after 1 July 2011,
- *Amendments to IAS 12 Deferred Tax: Recovery of Underlying Assets* - the amendments apply for annual periods beginning on or after 1 January 2012,
- *IFRS 9 Financial Instruments* - the standard is effective for annual periods beginning on or after 1 January 2013.

At the date of preparation of these financial statements the following standards, amendments to standards and IFRIC interpretations were not adopted by the EU:

- *Amendments to IFRS 7 Disclosures – Transfers of Financial Assets,*
- *Amendments to IFRS 1 Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters,*
- *Amendments to IAS 12 Deferred Tax: Recovery of Underlying Assets,*
- *IFRS 9 Financial Instruments.*

**Polish Television Holding B.V.****Notes to the Unaudited Interim Condensed Separate Financial Statements**

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**(Expressed in EURO, all amounts in thousands unless otherwise stated)****2. Investments in subsidiaries**

The Company had the following direct investments in subsidiaries, which are carried at fair value through profit or loss:

Name of Company	Country of incorporation	31 March 2011 Number of shares (not in thousands)	31 March 2011 % of ownership interest	31 December 2010 Number of shares (not in thousands)	31 December 2010 % of ownership interest
TVN S.A.	Poland	180,355,430	52.62%	180,355,430	52.68%

176,855,430 (not in thousands) of the ordinary registered shares in TVN are pledged under the Indenture, whereas 3,500,000 (not in thousands) registered shares in TVN are at the Company's disposal.

The change in % of ownership interest is entirely due to the stock option plan carried out by TVN S.A. When options granted by TVN S.A. are exercised, TVN S.A. issues ordinary shares and as a consequence the Company's ownership percentage in TVN S.A. becomes diluted.

The movements in the value in respect of these investments were as follows:

	<b>Three months ended 31 March 2011</b>	<b>Year ended 31 December 2010</b>
At the beginning of the year	778,748	627,349
Fair value gain	36,738	151,399
<b>Net book amount at the end of the year</b>	<b>815,486</b>	<b>778,748</b>

The bearer shares of TVN S.A. are quoted on the Warsaw Stock Exchange, whilst the ownership interest of 52.62% is in unquoted registered shares. For the purposes of the valuation in these financial statements, the value of investments in subsidiaries was based on quotations of TVN S.A. bearer shares on the Warsaw Stock Exchange as at 31 March 2011, and amounted to 815,486 (778,748 as at 31 December 2010) (level 1 under IFRS 7 – quoted prices in active markets).

The summarized financial information of subsidiaries comprise TVN Group's consolidated data:

	<b>31 March 2011</b>	<b>31 December 2010</b>
Assets	1,260,083	1,310,881
Liabilities	964,094	998,105
	<b>Three months ended 31 March 2011</b>	<b>Three months ended 31 March 2010</b>
Revenues	147,532	137,104
(Loss)/profit for the period	(10,249)	16,827

The PLN/EUR exchange rate as at 31 March 2011 amounted to 4.0119 (as at 31 December 2010: 3.9603). The average PLN/EUR exchange rate for the three months ended 31 March 2011 amounted to 3.9476 (for the three months ended 31 March 2010: 3.9869).

**Polish Television Holding B.V.****Notes to the Unaudited Interim Condensed Separate Financial Statements**

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(Expressed in EURO, all amounts in thousands unless otherwise stated)

**3. Finance cost**

	<b>Three months ended 31 March 2011</b>	<b>Three months ended 31 March 2010</b>
Foreign exchange losses	(11)	-
Bank charges	-	(8)
Interest on bank loans	-	(3,572)
Interest on Secured Notes	(7,312)	-
Amortisation and write-off of issuance costs related to bank loans and Secured Notes	(848)	(719)
	<b>(8,171)</b>	<b>(4,299)</b>

**4. Cash and cash equivalents**

	<b>31 March 2011</b>	<b>31 December 2010</b>
Cash and cash equivalents	327	1,122
Current portion of restricted cash	28,925	28,925
Non-current portion of restricted cash	26,950	26,950
	<b>56,202</b>	<b>56,997</b>

The restricted cash is held for interest payments relating to the Secured Notes issued by the Company on 19 November 2010. The level of restricted cash is defined in the Indenture governing the Secured Notes.

**5. Issuances, repurchases and repayments of debt and equity securities**

	<b>31 March 2011</b>	<b>31 December 2010</b>
Borrowings due to third parties	241,951	241,103
Accrued interest on borrowings	10,644	3,331
	<b>252,595</b>	<b>244,434</b>

During the three months ended 31 March 2011 no new debt or equity instruments have been issued.

**6. Significant events and transactions affecting the statement of comprehensive income, statement of financial position or statement of cash flows**

During the three months ended 31 March 2011 the only significant event was the announcement by the Company's subsidiary – TVN S.A. that a dividend for the year 2010 would be paid on 5 May 2011. The dividend was declared at PLN 0.04 (not in thousands) per share and resulted in 1,799 receivable and 1,809 income in the Company's financial statements.

**7. Changes in estimates**

Where required the Company has applied estimate methods consistently with those used in preparing the annual financial statements for the year ended 31 December 2010.

**Polish Television Holding B.V.**

**Notes to the Unaudited Interim Condensed Separate Financial Statements**

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**(Expressed in EURO, all amounts in thousands unless otherwise stated)**

**8. Segment information**

In these financial statements segment information is not provided because the Company is a holding company and does not perform operational activity.

**9. Seasonality and cyclicity of interim operations**

In these financial statements information on seasonality and cyclicity of operations is not provided because the Company is a holding company and does not perform operational activity.

**10. Post Balance Sheet events**

There have been no material events after balance sheet date which would require disclosure or adjustment to this Unaudited Interim Condensed Separate Financial Statements.