

## **Acquisition of significant value assets**

Current report no 14/2007 dated 20 February 2007

The Management Board of Multimedia Polska S.A. announces that yesterday Multimedia Polska S.A. (the "Acquirer" or "MMP") entered into a share purchase agreement with Mr Miroslaw Knocinski (the "Seller") to acquire 7,424 shares of Automatic Serwis Sp. z o.o. with registered office in Brodnica (the "Company") (the "Agreement") registered with the register of entrepreneurs kept by the District Court of Torun VII Economic Department of the National Court Register, entry no. 0000086484 (the "Shares").

The Shares acquired by Multimedia Polska S.A. with a nominal value of PLN 500 each and an aggregate nominal value of PLN 3,712,000.00 are equal and indivisible shares constituting 100% of the share capital of Automatic Serwis Sp. z o.o. The Shares were acquired for the total consideration of PLN 56,452,085.49.

The amount quoted above is the equivalent of the Price of Shares (PLN 52,000,000) plus (i) the net of cash in hand and at bank held by Automatic Serwis Sp. z o.o. and its liabilities, and (ii) the equivalent of an additional liability of PLN 2,400,000 potentially payable by the Company under tax liabilities in case of an unfavourable judgement of tax authorities against the Company (the "Additional Liabilities").

The transactions was financed with the Issuer's existing cash.

The transaction did not require a permit from the Office of Competition and Consumer Protection (OCCP) – based on the decision issued by the President of OCCP no RBG 2/2007 on 8.02.2007 regarding discontinuance of antimonopoly proceedings with respect to concentration of operations in connection with the acquisition of control over Automatic Serwis Sp. z o.o. with registered office in Brodnica by Multimedia Polska S.A. with registered office in Gdynia.

The acquisition of Automatic Serwis Sp. z o.o. is a realisation of one of the purposes of the public offering and an important element of the Company's strategy set forth in the prospectus, which include active participation in the consolidation of cable television operators through mergers and acquisitions.

The cable networks acquired in the transaction with Automatic Serwis Sp. z o.o. cover approximately 40,000 homes passed, 31,000 cable television subscribers and 7,300 internet subscribers.

The networks have been largely upgraded to provide internet services and will not require any significant capital expenditure. As the acquired networks are in the proximity of the Company's locations, their integration with the networks of Multimedia Polska S.A. may be completed in under a year.

There are no existing links between the Seller and MMP and directors or supervisors of MMP.

The financial assets purchased in the transaction were deemed significant value assets as their value exceeds 10% of MMP's equity and the shares acquired constitute over 20% of the shares of Automatic Serwis Sp. z o.o.

On 29 December 2006, the Management Board of Multimedia Polska S.A. filed a report to the Polish Financial Supervision Authority regarding negotiations of the Agreement being in progress, together with a motion to postpone announcing this confidential information to the public.

Legal basis:

Regulation of the Minister of Finance on current and periodical information provided by issuers of securities § 5.1.1.