

## **Registration by the court of an increase of the share capital of a subsidiary**

Current report no 20/2006 dated 29.12.2006

The Management Board of Multimedia Polska S.A. announces that on 27.12.2006 the District Court for Gdańsk – Północ VIII Economic Division of the National Court Register registered an increase of the share capital of Multimedia Polska – Południe S.A. with its seat in Gdynia, a company wholly owned by Multimedia Polska S.A.

The share capital has been increased by PLN 145,405,190, from PLN 31,537,710 to PLN 176,942,900, and is divided into 176,942,900 shares with a nominal value of PLN 1,00 each. The total shares issued by Multimedia Polska – Południe S.A. carry a total of 176,942,900 votes. Both before and after the registration of the share capital increase, Multimedia Polska S.A. had 100% votes in Multimedia Polska – Południe S.A.

The share capital of Multimedia Polska – Południe S.A. was increased as a result of merger involving a transfer of all assets of the merged companies, wholly owned by Multimedia Polska S.A., to Multimedia Polska – Południe S.A. The merged companies were:

- Multimedia Polska – Brzesko S.A. with its seat in Gdynia,
- Multimedia Polska – Dębica S.A. with its seat in Gdynia,
- Multimedia Polska – Konin S.A. with its seat in Gdynia, and
- Multimedia Polska – Wschód S.A. with its seat in Gdynia.

The business combination is aimed at reducing operating costs of subsidiaries, streamlining the management structure and reporting within the Multimedia Group.

Legal basis:

Regulation of the Minister of Finance on current and periodical information provided by issuers of securities §5.1.9.