



The President's Statement

Ladies and Gentlemen, Dear Shareholders

It is my enormous pleasure to present you with this Annual Report summarising the activities undertaken in ANWIL SA in 2006. I feel compelled to pronounce the previous year a special one not only on account of excellent economic results or a better use of production assets, but also, in compliance with the Company's mission statement, because of strengthening our market position by way of developing the chemical segment within the PKN ORLEN S.A. Capital Group.

Concerning the financial results, 2006 saw the highest ever sales revenues exceeding 1,863 million PLN and an outstanding net profit of approximately 188 million PLN with the dynamics against 2005 of 126% and 144% respectively.

Record breaking results were also noted in the field of production with over 275 thousand tonnes of polyvinyl chloride and 170 thousand tonnes of sodium hydroxide, more than 920 thousand tonnes of nitrogenous fertilizers and over 70 thousand tonnes of processed polyvinyl chloride. Every product segment also brought record sales revenues.

2006 was a year to mark the 40th anniversary of ANWIL SA. Inevitably, it was the time to attempt to evaluate the past four decades of the Company's history, its erection, development, hard times and bright moments, all to prove the successful mission of transforming and adjusting it to the reality of the free market economy.

The acquisition of Spolana a.s. effected in November 2006, opens new perspectives before the chemical segment of PKN ORLEN S.A. Capital Group in the realm of executing the identified synergies, and of strengthening ANWIL SA market position particularly in the area of polyvinyl chloride. All this because the acquisition resulted in creating the biggest production and trade complex in Central Europe with the capacity of approximately 430 thousand tonnes of suspension grade polyvinyl chloride. One of the key objectives of ANWIL SA as a leader in the chemical segment will be to make the most of the potential of both companies in drive to maximise the benefits derived from a unified asset management. We aim at further development of the segment and will strive to achieve this goal in the years to come.

The primary objective of the Company is and will be to make relentless endeavours to increase its value for the sake of our Shareholders. Our activities are invariably put in the perspective of the customers' expectations concerning the quality of the products, the sustainable development of the organisation, care and process safety, as well as health and personal development of our employees. We wish to build the firm and safe future of ANWIL SA on the basis of our social awareness, at the same time respecting our bonds with the external and internal environment.

The Fifth Diamond to the Gold Statuette of Polish Business Leader awarded in 2006, is a clear indication of ANWIL SA position as market leader in Polish chemical industry, and of the upward trend of the Company's position and value.

Herewith I would like to emphasise the favourable approach of our Strategic Shareholder – PKN ORLEN S.A. – towards all activities undertaken by us. I would also like to thank our customers, business partners and all of you, who happened to co-operate, in business or not, with ANWIL SA. I am deeply convinced that our bonds and relations in the future shall be tightened for the mutual benefit.

My deepest respect and recognition goes to all employees of ANWIL SA for their involvement and engagement without which the company's success would not have been possible.

Herewith I present you with the Annual Report.

Yours faithfully

Benedykt Pichewicz