KOMISJA PAPIEROW WARTOSCIOWYCH I GIELD
(SECURITIES EXCHANGE COMMISSION)
00- 950 WARSZAWA PLAC POWSTANCOW WARSZAWY 1

Annual report SA-R 2004

(current year)

(according to § 57. 2 and § 58.3 Council of Ministers Decree dated 16 October 2001 - Journal of Law no 139, item 1569 and Journal of Law from 2002 no 31 item 280)

(manufacturing, contracting, trading and service industry issuers)

For current year from 01.01.2004 to 31.12.2004
and previous year from 01.01.2003 to 31.12.2003

6 May 2005
(date of submission)

POLSKI KONCERN NAFTOWY ORLEN SPOLKA AKCYJNA
(issuer full legal name)

PKN ORLEN S.A.
(abbreviated legal name)

CHEMICAL INDUSTRY
(industry classification according to Securities Exchange)

09-411
(postal code)

PLOCK
(location)

CHEMIKOW
(street)

7
(number)

48 24 365 28 95
(phone)

48 24 365 40 40
(fax)

media@orlen.pl
(e-mail)

774-00-01-454
(NIP)

610188201
(REGON)

www.orlen.pl
(www)

ERNST & YOUNG AUDIT SP. Z O.O.
(Auditor)

5 May 2005
(Date of opinion)

==========

Extended annual report contains:

- ☒ Auditor's opinion and report on the financial statement.
- ☒ Letter of the President of the Management Board
- ☒ Annual financial statement
  - ☒ Introductory notes
  - ☒ Balance sheet
  - ☒ Profit and loss account
  - ☒ Movements in shareholders equity
  - ☒ Cash flow statement
  - ☒ Explanatory notes
- ☒ Management's commentary (report on activities)

SELECTED FINANCIAL DATA	PLN thousand		EUR thousand	
	2004	2003	2004	2003
I. Net sales	28 996 289	24 629 963	6 417 664	5 451 278
II. Operating profit (loss)	2 604 940	1 172 163	576 544	259 431
III. Gross profit (loss)	2 825 920	1 148 241	625 453	254 137
IV. Net profit (loss)	2 275 645	947 265	503 662	209 655
V. Net cash flow from operating activities	2 883 077	1 237 747	638 103	273 947
VII. Net cash flow used in investing activities	(1 783 374)	(1 289 776)	(394 709)	(285 462)
VI. Net cash flow used in financial activities	(873 785)	53 229	(193 392)	11 781
VIII. Net cash flow	225 918	1 200	50 002	266
IX. Total assets	15 568 105	13 708 858	3 816 647	3 360 838
X. Liabilities and provisions for liabilities	5 151 666	5 298 409	1 262 973	1 298 948
XI. Long term liabilities	1 407 709	1 356 181	345 111	332 479
XII. Short term liabilities	2 804 768	3 193 285	687 612	782 860
XIII. Shareholders equity	10 416 439	8 410 449	2 553 675	2 061 890
XIV. Share capital	534 636	534 636	131 070	131 070
XV. Number of shares	427 709 061	427 709 061	427 709 061	427 709 061
XVI. Earnings per ordinary share (PLN/EUR) for 12 months period	5,32	2,25	1,18	0,50
XVII. Diluted earnings per ordinary share (PLN/EUR)	-	-	-	-
XVIII. Net book value per share (PLN/EUR)	24,35	19,66	5,97	4,82
XIX. Diluted net book value per share (PLN/EUR)	-	-	-	-
XX. Declared (current year) or paid (previous year) dividend per share (PLN/EUR)	1,60	0,65	0,35	0,14

Financial data presented above is recalculated into EURO according to the following rules:

- assets and liabilities items on the basis of average exchange rate published as at 31 December 2004 i.e. 4.0790 zloty/EUR;
- profit and loss account items and cash flow statement items on the basis of exchange rate calculated as arithmetic mean of average exchange rates determined by NBP as at the last day of each month of the twelve months period (1 January 2004 – 31 December 2004) i.e. 4.5182 zloty/EUR.