

The Supervisory Board's Assessment of the situation in the Company

Current report No. 22/2006 of April 20th 2006

Pursuant to Principle 18 of the "Best Practices in Public Companies in 2005", the Management Board of Impel SA hereby passes the Supervisory Board's opinion on the operations of the Company in 2005.

The Supervisory Board approves the activities of the Company and its Group. In 2005, the Group completed the formation of its corporate structure. Individual capital-related and Impel subsidiary companies, or groups of companies, run their operating activities oriented on specific products. Impel SA, the parent undertaking of the Group managed by the Corporate Management Board, has adopted a clear development strategy, and decides on financing methods and key investments. In addition, administrative units have been formed within the organization. This structure has improved clarity and quality of management, as well as optimization of expenses and cash flows.

The Impel Group has exceeded the forecast of the 2005 net result. EBIT net of subsidies has improved considerably compared with 2004. The Group's strategic priority is the policy of making its operations independent of subsidies, and consistently diminishing their share in sales revenue, especially given the uncertain legal regulations in this area. Nonetheless, subsidies have a significant impact on the Group's financial result at present.

The Supervisory Board finds the financial situation of the Company and the Group appropriate. Their operating activities generate positive cash flows.

The Impel Group maintains its leading position on the Polish market of outsourcing services, specifically in the areas of cleaning, security and catering services. It is a difficult market, bringing pressure on price reductions and improvement of quality, which results in intensified competition from both large and small companies. Impel SA wants to be among the leaders of the expected consolidation of that market through mergers or acquisitions.

The Group intends to pursue the policy of acquisition, organic growth, and consistently invest in new business areas to improve profitability. Sales increase is reported in other products and services of the Group, especially in temporary work services which appear to have growth potential, even though they have been a low-margin segment of the market so far.

In the opinion of the Supervisory Board, the Company and its Group have secured a good position on the market, and have organizational as well as financial potential enabling them to fulfil the 2006 forecasts.

Legal basis:

Par. 29 of Regulations of the Warsaw Stock Exchange