

„Accord’ab” Biegli Rewidenci Spółka z o.o.

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District Court for Wrocław-Fabryczna, VI Economic Department KRS 0000087656

Initial capital 111.000,00 PLN, fully paid up



**CERTIFIED AUDITOR’S
OPINION AND REPORT
ON THE FINANCIAL REPORT AUDIT
OF STALPRODUKT SPÓŁKA AKCYJNA
BASED IN BOCHNIA
FOR THE FREPORTING YEAR
FROM 1 JANUARY 2012 TO 31 DECEMBER 2012**

WROCLAW – APRIL 2013

Entity authorized to audit financial reports No 262

INDEPENDENT CERTIFIED AUDITOR'S OPINION ON THE FINANCIAL REPORT AUDIT CARRIED OUT FOR STALPRODUKT SPÓŁKA AKCYJNA BASED IN BOCHNIA FOR THE REPORTING YEAR FROM 1 JANUARY 2012 TO 31 DECEMBER 2012

CERTIFIED AUDITOR'S OPINION

For the General Meeting of Shareholders of Stalprodukt S.A.

We have audited the enclosed stand-alone Financial Report of the Stalprodukt S.A. company based in Bochnia, ul. Wygoda 69 („Company”), including the stand-alone balance sheet drawn up as of December 31, 2012, stand-alone profit and loss account and stand-alone report on total comprehensive income, changes in the Company's stand-alone equity and cash flow statement for the reporting year, ending on the day concerned and notes appended to the Company's stand-alone Financial Report.

Management Board and Supervisory Board's Responsibility

The Company's Management Board is responsible for the correctness of the accounting books as well as preparation and accurate presentation of the Company's stand-alone Financial Report in compliance with the International Financial Reporting Standards, which have been approved by the European Union, and other applicable regulations, and for the preparation of the Report on the Company's Activities. The Company's Management Board is also responsible for the internal audit, which is considered indispensable, for the financial reports prepared to be free from irregularities, resulting from intentional actions or errors.

In compliance with the Accountancy Act as of September 29, 1994 (Journal of Laws as of 2009, No 152, item 1223, with subsequent amendments) („Accountancy Act”), the Company's Management Board and the members of the Supervisory Board are obligated to ensure that the Financial Report and the Report on the Company's Activities shall fulfill the requirements bound by the Act.

Certified Auditor's Responsibility

Our task is to express our opinion on the Company's Financial Report and on correctness of the accounting books on which it was based. The audit of the Financial Report was carried out pursuant to the provisions of Chapter 7 of the Accountancy Act, national audit standards issued by the Polish Council of Certified Auditors and International Standards on Auditing. The regulations concerned obligate us to act in compliance with the rules of ethics as well as plan and carry out the audit in a way ensuring that the Financial Report and underlying accounting books are free from essential irregularities.

The audit consists in applying procedures aimed at the acquisition of evidence relating to the amounts and information items disclosed in the Financial Report. The choice of the audit procedures remains within our discretion, including the assessment of the risk concerned with the occurrence, in the audited Financial Report, of any essential irregularities resulting from intentional actions or errors.

In assessing the risk concerned, we take into consideration the internal audit related to the preparation and accurate presentation of the Financial Report in order to plan the adequate audit procedures and not to express our opinion on the effectiveness of the Company's internal audit. Our audit also contains an assessment of the adequacy of the accounting policy applied, justifiability of the estimates made by the Management Board and assessment of the Financial Report general presentation.

We believe that the acquired evidence makes a sufficient and adequate basis for us to express an opinion on the audit.

Opinion

In our opinion the enclosed stand-alone Financial Report of Stalprodukt S.A. presents accurately and clearly the Company's assets and financial status as of December 31, 2012, its financial result and cash flow in respect of the reporting year ending on the day concerned, it was prepared, in all essential aspects, in compliance with the International Financial Reporting Standards approved by the European Union, and it stands in accordance with all the legal provisions applicable thereto and the Company's Articles of Association and that it was prepared on the basis of accounting books run correctly in all the essential aspects.

Other Issues

Moreover, in compliance with the Accountancy Act requirements, we ascertain that the Report on the Company's Activities includes, in all essential aspects, information items, referred to in Art. 49 of the Accountancy Act and Regulation of the Minister of Finance dated February 19, 2009, regarding current and periodic information disclosed by issuers of securities and equivalence conditions for information disclosures required by the legal provisions of non-member states (Journal of Laws as of 2009, No 33, item 259 with subsequent amendments) and stand in accordance with the information contained in the Company's stand-alone Financial Report.

Teresa Sadowska, Certified Auditor No 9358

Key certified auditor carrying out the audit on behalf of
„Accord'ab” Biegli Rewidenci Spółka z o.o./ *Certified Auditors - limited liability company*
ul. Grabiszyńska 241, 53-234 Wrocław
Entity authorized to audit financial reports No 262.

Wrocław, April 23, 2013

COMPLEMENTARY REPORT TO OPINION
ON THE FINANCIAL REPORT AUDIT OF
STALPRODUKT SPÓŁKA AKCYJNA
IN BOCHNIA
FOR THE FISCAL YEAR
FROM 1 JANUARY 2012 TO 31 DECEMBER 2012

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I. REPORT GENERAL PART**1. Audited Company Identification data****1.1 Company's Name**

Stalprodukt Spółka Akcyjna

Company's Seat

32-700 Bochnia, ul. Wygoda 69

1.2 Record in the National Court RegisterRegistration Court: District Court of Krakow for Krakow-Śródmieście, 12th Economic
Department of the Court Register

Date: 25 October 2001

Record No: KRS 0000055209

VAT No: 868-000-07-75

National Statistical Number REGON: 850008147

1.3 Object of Company's Activities

The principal object of the audited Company's activities is manufacture of flat cold-rolled products according to the Polish Classification of Activities PKD PKD 2432Z.

1.4 Ownership Structure and Associated Companies

As of 31.12.2011 the ownership structure of the Parent Company's initial capital of PLN 13, 450.0 thousand presents itself as follows:

Shareholder's name	Number of shares (items)	Nominal Value	Structure
Mittal Steel Poland S.A.	2 270 800	PLN 4 541.6 thou.	33.77%
STP Investment S.A.	1 959 725	PLN 3 919.4 thou.	29.14%
Stalprodukt Profil S.A.	629 095	PLN 1 258.2 thou.	9.35%
Other	1 865 380	PLN 3 730.8 thou.	27.74%
Total	6 725 000	PLN 13 450.0 thou	100.00%

As of the end of the reporting period, the audited Company is a parent company for:

- Stalprodukt-MB Sp. z o.o.,
- Stalprodukt-Wamech Sp. z o.o.,
- Stalprodukt Centostal- Kraków Sp. z o.o.,
- Stalprodukt- Serwis Sp. z o.o.,
- Stalprodukt-Zamość Sp. z o.o.,
- Stalprodukt- Warszawa Sp. z o.o.,
- Stalprodukt-Ochrona Sp. z o.o.,
- STP Elbud Sp. z o.o.,

- Cynk-Mal S.A.,
- ZGH "Bolesław" S.A.

1.5. Company's Governing Body

The Company's governing body is the Management Board.

As of 31 December 2012, the Management Board consisted of:

- Mr. Piotr Janeczek – President of the Board,
- Mr. Antoni Noszkowski – Member of the Board,
- Mr. Józef Ryszka – Member of the Board.

1.6 Employment

In 2012, the average employment reached the level of 1639 employees and 1655 employees in 2011 as well.

2. Identification Data of the Key Certified Auditor and Company Authorized to Auditing Financial Reports

2.1 Key Certified Auditor's Identification Data

Name and surname: Teresa Sadowska

Register No: 9358

2.2 Identification Data of the Company Authorized to Audit the Financial Report

Company: „Accord”ab Biegli Rewidenci Spółka z ograniczoną odpowiedzialnością
[Accord ab Certified Auditors Limited Liability Company]

Seat: 53-234 Wrocław, ul. Grabiszyńska 241

Register No: 0000087656

District Court: for Wrocław Fabryczna 6th Economic Department of National Court Register

VAT No: 899-000-70-79

Initial Capital 120,000.00

„Accord”ab Biegli Rewidenci Spółka z o.o. is registered as a company No 262 - authorized to carry out financial report audits.

The financial report audit was carried out on the basis of the contract as of August 8, 2011, concluded pursuant to the Resolution of the Supervisory Board as of August 4, 2011 concerning selection of the company authorized to carry out the financial report audit.

The financial report audit was carried out during the months: January, March, April 2013.

Both the authorized auditing company and its key certified auditor fulfill the requirement of independence from the audited Company as construed in Art. 56 par. 3 and 4 of the Act as of May 7, 2009 on Certified Auditors, their Self-Government, Entities Authorized to Audit Financial Reports and on Public Supervision (Journal of Laws No 77, item 649).

3. Information on the Financial Report for the Previous Reporting Year

The Financial Report for 2011 was audited by the company: "Accord"ab Biegli Rewidenci Spółka z o.o. based in Wrocław, and approved without any reservations.

The Financial Report was approved on 21 June 2012 by the General Meeting of Shareholders, which, by means of the Resolution No XXVIII/11/2012, took a decision on the distribution of profit for the reporting year 2011, as follows:

- bonus for the Board in the amount of PLN 979.6 thousand,
- bonus for the Supervisory Board in the amount of PLN 857.2 thousand,
- reserve capital in the amount of PLN 120.614.1 thousand.

The Financial Report for 2011 was submitted with the Registration Court on June 28, 2012.

The Financial Report for the reporting year 2011 was published in the official gazette "Monitor Polski" B No 2293, item 12648 as of September 28, 2012.

4. Scope of Work and Liability

The present report has been prepared for the General Meeting of Shareholders of Stalprodukt S.A. – company based in Bochnia, 69 Wygoda Street [*ul. Wygoda 69*]. Pursuant to the decision of the General Meeting of Shareholders as of June 30, 2005, the audited company prepares its financial reports in compliance with the International Financial Reporting Standards, approved by the European Union.

We have carried out the audit of the Financial Report pursuant to Chapter 7 of the Accountancy Act, national accounting standards issued by the Polish Council of Certified Auditors and International Standards on Auditing.

The Company's Management Board is responsible for the correctness of the accounting books as well as preparation and accurate presentation of the Company's stand-alone Financial Report in compliance with the International Financial Reporting Standards, approved by the European Union, and other regulations applicable to issuers of securities admitted to public trading and official stock exchange quotations as well as other applicable regulations, and for the preparation of the Report on the Company's Activities.

Our task was to express our opinion on the Financial Report on the basis of the carried out audit and prepare a complementary report in reference to the Financial Report concerned and the correctness of the accounting books underlying it.

On the day this report was issued, the Company's Management Board made a statement on the accuracy and clarity of the audited Financial Report and on non-occurrence of events that might have significantly affected the data disclosed in the Financial Report for the audited year.

During the Financial Report audit, the Company's Management Board submitted all the requested statements, explanations and information and furnished us with all the documents and information necessary for us to express our opinion and prepare the report. The scope of the work planned and performed has not been limited in any way.

The scope of the work planned and performed has not been limited in any way. The scope of the audit carried out has resulted from the working documentation compiled and filed at the seat of our company „Accord'ab" Biegli Rewidenci Spółka z o.o.

The basis for the opening balance as of January 1, 2012, was the closing balance drawn up as of December 31, 2011.

II. REPORT ANALYTICAL PART

The Company's assets and financial standing are presented in the enclosed tables, featuring:: abridged balance sheet, profit and loss account and selected synthetic economic ratios for the years 2010 – 2012.

1. Assets and their Financing Sources

- In 2012, the Company's Balance Sheet Total was increased by PLN 248,850 thousand, i.e. by 14.5 %, which resulted from the increase of fixed assets by PLN 306,202 thousand and current assets by PLN 57,352.0 thousand.

In 2012 current assets decreased by 8.4%, in relation to 2011, however, it should be pointed out that this was mostly caused by the decrease of receivables by 18.7%, and increase of short-term financial assets by 24.2%.

- The debt rate increased by 7.5% in relation to the previous year, the fixed assets share in the fixed assets financing sources decreased from 141.2% in 2011 to 113.8% in 2012.

2. Sales and Costs

- Our sales decreased by PLN 141,210 thousand over the previous year, whereas the costs of products, goods and materials were also higher by PLN 73,599 thousand, so the gross profit on sales reached the level of PLN 168,420 thousand, i.e. by 28.6 % lower compared to the previous year.
- The Company sustained a loss on the remaining operating activities amounting to PLN 2,146 thousand, whereas derived a profit from its financial activities amounting to PLN 4,840 thousand, which consequently yielded the gross profit at the level of PLN 83,372 thousand.

3. Efficiency and Financial Liquidity

- The quick ratio increased by 13 days compared to the previous year, while the receivables turnover decreased by 12 days. The inventory turnover increased by 3 days.
- The liquidity ratios are maintained at an optimal level and do not pose any threats to the Company's financial liquidity .

4. Continued Activities

As a result of the carried out audit, including the financial analysis, no threats were detected for the continuation of economic activities in the year to follow the audited year, the same likely to be caused by an intended or compulsory abandonment, or substantial limitation of the Company's present activities.

Analytical Balance Sheet of Stalprodukt S.A. based in Bochnia

PLN thou.

ASSETS		2012		2011		2010		DYNAMICS (%)	
		VALUE	%	VALUE	%	VALUE	%	12/11	11/10
I.	Fixed Assets	1 337 811	68,1	1 031 609	60,2	1 021 417	63,8	129,7	101,0
1.	Intangible assets, including:	18 355	0,9	18 281	1,1	18 214	1,1	100,4	100,4
	a) right of perpetual of land use	17 740	0,9	17 740	1,0	17 740	1,1	100,0	100,0
2.	Tangible fixe assets	822 323	41,9	817 731	47,7	802 581	50,2	100,6	101,9
3.	Long-term receivables	0	0,0	0	0,0	0	0,0	x	x
4.	Long-term investments	496 330	25,3	194 853	11,4	199 899	12,5	254,7	97,5
4.1	Real estate	116 434	5,9	75 490	4,4	77 016	4,8	154,2	98,0
4.2	Intangible assets	0	0,0	0	0,0	0	0,0	x	x
4.3	Long-term financial assets	379 896	19,3	119 363	7,0	122 883	7,7	318,3	97,1
4.4	Other long term investments	0	0,0	0	0,0	0	0,0	x	x
5	Long-term prepayments	802	0,0	744	0,0	724	0,0	107,8	102,8
5.1	Deferred income tax assets	802	0,0	744	0,0	724	0,0	107,8	102,8
5.2	Other prepayments	0	0,0	0	0,0	0	0,0	x	x
II.	Current assets	625 735	31,9	683 087	39,8	578 379	36,2	91,6	118,1
1.	Inventories	244 284	12,4	241 763	14,1	235 037	14,7	101,0	102,9
2.	Short-term receivables	315 594	16,1	387 965	22,6	313 880	19,6	81,3	123,6
3.	Short-term investments	59 926	3,1	48 240	2,8	24 919	1,6	124,2	193,6
3.1	Short-term financial assets	59 926	3,1	48 240	2,8	24 919	1,6	124,2	193,6
	a) loans	7 590	0,4	5 190	0,3	2 620	0,2	146,2	198,1
	b) short-term securities	0	0,0	0	0,0	0	0,0	x	x
	c) cash and cash equivalents	52 336	2,7	43 050	2,5	22 299	1,4	121,6	193,1
3.2	Other short-term investments	0	0,0	0	0,0	0	0,0	x	x
4.	Short-term prepayments	5 931	0,3	5 119	0,3	4 543	0,3	115,9	112,7
C.	Fixed assets held for sale	0	0,0	0	0,0	0	0,0	x	x
	TOTAL ASSETS	1 963 546	100,0	1 714 696	100,0	1 599 796	100,0	114,5	107,2

Analytical Balance Sheet of Stalprodukt S.A. based in Bochnia

PLN thou.

LIABILITIES		2012		2011		2010		DYNAMICS (%)	
		VALUE	%	VALUE	%	VALUE	%	12/11	11/10
I.	Shareholders' Equity	1 522 587	77,5	1 456 639	85,0	1 359 661	85,0	104,5	107,1
1.	Share capital	13 450	0,7	13 450	0,8	13 450	0,8	100,0	100,0
2.	Own shares (stakes) (negative value)	(139)	(0,0)	(139)	(0,0)	(139)	(0,0)	100,0	100,3
3.	Reserve capital	104 184	5,3	104 082	6,1	104 082	6,5	100,1	100,0
4.	Reserve capital from revaluation	3 167	0,2	3 268	0,2	3 268	0,2	96,9	100,0
5.	Other reserve capital	1 334 141	67,9	1 213 527	70,8	1 093 706	68,4	109,9	111,0
6.	Retained profit (loss)	0	0,0	0	0,0	0	0,0	x	x
7.	Net profit (loss)	67 785	3,5	122 451	7,1	145 294	9,1	55,4	84,3
II.	Liabilities and provisions for liabilities	440 959	22,5	258 058	15,0	240 135	15,0	170,9	107,5
1.	Provisions for liabilities	16 009	0,8	11 503	0,7	7 180	0,4	139,2	160,2
1.1	Provision for deferred income tax	11 501	0,6	6 782	0,4	2 179	0,1	169,6	311,3
1.2	Other provisions	4 508	0,2	4 721	0,3	5 001	0,3	95,5	94,4
	a) long-term	3 329	0,2	3 542	0,2	3 822	0,2	94,0	92,7
	b) short-term	1 179	0,1	1 179	0,1	1 179	0,1	100,0	100,0
2.	Long-term liabilities	120 000	6,1	0	0,0	0	0,0	x	x
2.1	Long-term loans and credits	40 000	2,0	0	0,0	0	0,0	x	x
2.2	Other long-term liabilities	80 000	4,1	0	0,0	0	0,0	x	x
3.	Short-term liabilities	0	0,0	0	0,0	0	0,0	x	x
3.1	Short-term loans and credits	304 872	15,5	246 481	14,4	232 952	14,6	123,7	105,8
3.2	Current part of long-term loans and credits	0	0,0	0	0,0	0	0,0	x	x
3.3	Trade liabilities	20 000	1,0	0	0,0	2 942	0,2	x	0,0
3.4	Income tax liabilities	264 532	13,5	223 745	13,0	208 020	13,0	118,2	x
3.5	Other short-term liabilities	0	0,0	0	0,0	0	0,0	x	x
4.	Accruals	20 340	1,0	22 735	1,3	21 990	1,4	89,5	103,4
C.	Liability connected with the fixed assets held for sale	79	0,0	74	0,0	3	0,0	106,6	2 464,7
	TOTAL LIABILITIES	0	0,0	0	0,0	0	0,0	x	x

Profit and Loss Account of Stalprodukt S.A. based in Bochnia

PLN thou.

CONTENT		PERFORMANCE FOR			DYNAMICS (%)	
		2012	2011	2010	12/11	11/10
I.	Net sales of products, foods and materials, including:	1 646 332	1 787 542	1 550 186	92,1	115,3
1.	Net sales of products	1 588 107	1 719 691	1 496 626	92,3	114,9
2.	Net sales of foods and materials	58 225	67 851	53 560	85,8	126,7
II.	Cost of products, goods and materials sold, including:	1 477 912	1 551 511	1 288 108	95,3	120,4
1.	Production costs of products sold	1 422 389	1 487 019	1 240 058	95,7	119,9
2.	Value of goods and materials sold	55 522	64 492	48 050	86,1	134,2
III.	Gross profit (loss) on sales	168 420	236 031	262 078	71,4	90,1
IV.	Selling costs	43 680	41 881	45 552	104,3	91,9
V.	General and administrative costs	44 063	43 118	36 539	102,2	118,0
VI.	Profit (loss) on sales	80 678	151 033	179 987	53,4	83,9
VII.	Other operating income	1 977	1 322	3 259	149,6	40,6
VIII.	Other operating costs	4 123	3 154	8 269	130,7	38,1
IX.	Profit (loss) on operating activities	78 532	149 200	174 977	52,6	85,3
X.	Financial income	8 353	5 467	6 120	152,8	89,3
XI.	Financial costs	3 513	3 113	1 565	112,8	198,9
XII.	Gross profit (loss)	83 372	151 553	179 532	55,0	84,4
XIII.	Income tax	15 587	29 102	34 238	53,6	85,0
XIV.	Minority interest	0	0	0	x	x
XV.	Net profit (loss)	67 785	122 451	145 294	55,4	84,3
XVI.	Net profit (loss) from discontinued operations	0	0	0	x	x
XVII.	Net profit (loss) from continued and discontinued operations	67 785	122 451	145 294	55,4	84,3

STATEMENT OF COMPREHENSIVE INCOME for the period from 1 January to 31 December 2012	PLN thou.		
	2012	2011	2010
Net result	67 785	122 451	145 294
Valuation differences	0	0	0
Total comprehensive income	67 785	122 451	145 294

Ratios Characterizing the Activities of Stalprodukt S.A. based in Bochnia

Lp.	Ratio	Content		2012	2011	2010
1	Return on Assets	net financial result	%	3,5	7,1	9,1
		total assets				
2	Return on Equity	net financial result	%	4,5	8,4	10,7
		equity				
3	Net Return on Sales	net financial result	%	4,1	6,9	9,4
		sales of products, goods and materials				
4	Gross Return on sales	sales result	%	4,9	8,4	11,6
		net sales of products, goods and materials				
5	Liquidity – Cash ratio I	total current assets	krotność pokrycia	2,1	2,8	2,5
		liabilities and short-term provisions				
6	Liquidity – Quick ratio II	current assets – inventory	krotność pokrycia	1,2	1,8	1,5
		liabilities and short-term provisions				
7	Liquidity –Current ratio III	short-term investments	krotność pokrycia	0,2	0,2	0,1
		liabilities and short-term provisions				
8	Receivables Turnover	trade receivables x 365	dni	61,1	73,6	62,2
		net sales of products, goods and materials				
9	Payables Turnover	trade payables x 365	dni	65,3	52,6	58,9
		value of sold goods and materials + production costs of sold products				
10	Inventory Turnover	inventory x 365	dni	60,3	56,9	66,6
		value of sold goods and materials+ production costs of sold products				
11	Equity to Fixed Assets	equity + liability and long-term provisions	%	113,8	141,2	133,1
		fixed assets				
12	Sustainability of Financing Structure	equity + long-term liabilities (payables) and provisions	krotność pokrycia	0,8	0,9	0,9
		total liabilities				
13	Net Current Assets	current assets minus short-term liabilities (payables) and provisions	tys. zł	319 684	435 428	344 248
14	Debt Ratio	liabilities (payables) and provisions for liabilities	%	22,5	15,0	15,0
		total liabilities				
15	Current Assets Financing	current liabilities (payables) + short-term provisions	%	48,9	36,3	40,5
		current assets				

III. REPORT DETAILED PART

1. Assessment of the Applied Accounting System Correctness

The Company is in possession of updated documentation related to the accounting principles (policy) applied thereby. The solutions adopted by the Company stand in accordance with the Accountancy Act, International Financial Reporting Standards and enable data gathering for the purpose of financial report preparation and tax settlements.

The accounting books are computer-recorded with the IFS data recording system.

During the audit of the Company's stand-alone Financial Report we performed a random inspection of the operating correctness of the applied accounting system.

During the conducted works we did not detect any major irregularities concerning the accounting system, which would not have been removed, and which might have been crucial for the audited stand-alone Financial Report. The goal of our audit was to express a comprehensive opinion on the operations of the applied accounting system.

The software applied ensures full verifiability of the procedures applied and the results processed with the accounting documents and requirements as construed in the Accounting Act provisions.

The accounting principles adopted by the Company are adequate to the character of the activities pursued and ensure a complete documentation of sales and costs, clearing processes and settlements and balances. The accounting books fulfill the requirements provided for in art. 13 of the Accountancy Act.

The economic operations are documented in a complete and lucid manner. The review of the accounting evidentiary documents allows for a statement that the same were correctly issued, sufficiently described and properly linked to the book entries as well as properly archived and secured. The ordinal numbers assigned to the documents concerned enable linking them to the accounting books entries.

The documents underlying the book entries were subject to formal, accounting and substantive inspection conducted by authorized authorities. The fact of the inspection concerned was officially confirmed on the documents. The audit results of the accounting books and underlying evidentiary documents allow for the recognition of the same as compliant with the requirements of accuracy and verifiability.

2. Inventory of Company's Assets

The Company performed the inventory of assets within the scope and at time stipulated in art. 26 of the Accountancy Act. The inventory-based differences were included and settled in the accounting books of the period concerned.

3. Introduction, Additional Information and Explanations to the Financial Report

The data included in the introduction, additional information and explanations have been presented correctly and completely in all essential aspects.

The introduction, additional information and explanations constitute an integral part of the Financial Report.

4. Notes Appended to the Stand-alone Financial Report

The data included in the notes appended to the stand-alone Financial Report, containing a description of essential accounting principles and other explanatory information, have been

presented correctly and completely in all essential aspects. These data constitute an integral part of the Company's stand-alone Financial Report.

5. Management Board's Report on Company's Activities

The Report on Company's Activities covers, in all essential aspects, information referred to in art. 49 par. 2 of the Accountancy Act and the Regulation of the Minister of Finance as of February 19, 2009 on current and periodic information disclosed by issuers of securities and equivalence conditions for information disclosures required by the legal provisions of non-member states (Journal of Laws as of 2009, No 33, item 259 with subsequent amendments) and stand in accordance with the information contained in the Company's stand-alone Financial Report.

6. Information on the Certified Auditor's Opinion

On the basis of the audit of the Company's stand-alone Financial Report, drawn up as of December 31, 2012 and in respect of the period closed on the day concerned we have issued an opinion without reservations.

Teresa Sadowska, Certified Auditor No 9358

Key certified auditor carrying out the audit on behalf of
„Accord'ab” Biegli Rewidenci Spółka z o.o./ *Certified Auditors - limited liability company*
ul. Grabiszyńska 241, 53-234 Wrocław
Entity authorized to audit financial reports No 262.

Wrocław, April 23, 2013