ERBUD S.A. CAPITAL GROUP
UL. PUŁAWSKA 300 A
02-819 WARSZAWA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014, INCLUDING OPINION OF THE INDEPENDENT STATUTORY AUDITOR AND REPORT SUPPLEMENTING THE AUDIT

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OPINION OF THE INDEPENDENT STATUTORY AUDITOR

To the Shareholders and the Supervisory Board of Erbud S.A

We have audited the attached Consolidated Financial Statements of the Erbud S.A. Capital Group (the "Group"), whose dominant entity is ERBUD S.A with its registered office in Warsaw at ul. 300A Puławska, which statements comprise:

- a consolidated statement of financial position as at 31 December 2014 showing a total of the assets and liabilities amounted to PLN 1,051,445 thousand;
- a consolidated statement of comprehensive income for the period from 1 January 2014 to 31 December 2014 showing a fall in revenues of PLN 27,188 thousand;
- a statement of changes in consolidated equity for the period from 1 January 2014 to 31 December 2014 showing an decrease in equity of PLN 20,565 thousand;
- a consolidated cash flow statement for the period from 1 January 2014 to 31 December 2014, showing a net increase in cash amounted of PLN 20.565 thousand;
- together with explanatory notes showing information concerning the accounting policies which have been applied.

The Management Board of the Parent Company is responsible for drawing up the Group's Consolidated Financial Statements and the Report on its operations in accordance with the prevailing regulations.

The Management Board of the Parent Company and members of the Supervisory Board responsible for ensuring that the Consolidated Financial Statements and the Report on the Group's operations satisfy the requirements imposed by the Accountancy Act of 29 September 1994 (Journal of Laws of 2009, No. 152, item. 1223 as amended), hereinafter referred to as the " Accounting Law. "

Our task was to audit the Consolidated Financial Statements and express an opinion on their compliance with the accounting policy applied by the Capital Group and whether they present fair, true and clear view of financial position and assets as well as financial result of the Capital Group in all material respects.

The audit of the Consolidated Financial Statements was scheduled and conducted by us pursuant to the provisions of:

- Section 7 of the Accounting Act;
- Auditing standards for performing the function of an auditor, as issued by the National Council Certified Auditors in Poland.

We planned and conducted the audit of the Consolidated Financial Statements in such a manner as to gain reasonable assurance for expressing an opinion regarding the statements. In particular, the audit covered verifying the correctness of the accounting principles (policy) applied by the Parent Company and its subsidisers and examining, largely at random, accounting evidence and records confirming the amounts and disclosures included in the Consolidated Financial Statements together with an overall assessment of the Consolidated Financial Statements.

We believe that the audit provided sufficient grounds to express a reliable opinion.

We are of the opinion that the audited Consolidated Financial Statements, in all material respects,

- present a fair and clear view of all information needed to evaluate the financial position and assets of the Capital Group as at 31 December 2014, as well as results of its operations for the financial year from 1 January 2014 to 31 December 2014;

- have been prepared in line with the International Accounting Standards, International Financial Reporting Standards and related interpretations published as regulations by the European Commission ("IAS"), and to the extend not covered by IAS, pursuant to the requirements of the Accounting Act and implementing provisions issued under it;
- comply with the regulations regarding the content of the Consolidated Financial Statements which the Group is obliged to observe.

At the same time, we would like to draw attention to an issue presented by the Parent's Management Board in Note 44 of the explanatory notes to these Consolidated Financial Statements.

According to the detailed information provided in the Note, Erbud SA is a party to two court disputes relating to the Agreement of 14 September 2010 executed for the Mazowiecki Port Lotniczy - Modlin Sp. z o.o. (the "Ordering Party"), under which Erbud SA performed the responsibilities of a general contractor for the construction of the airport runway at the Warsaw-Modlin Airport.

On 12 May 2014, the Company was served with a lawsuit, in which the Employer requested the payment of PLN 34,3m as compensation for losses and lost profits following the allegedly improper execution by the Company of an agreement for the construction of the Warsaw-Modlin Airport runway.On 11 October 2014, Erbud SA filed for rejecting the claim, and also brought a counterclaim in the amount of PLN 19.9m, which comprises costs of the runway pavement repair at Warsaw-Modlin Airport.

Moreover, on 18 March 2015 the Issuer filed a lawsuit against Cemex Polska sp. z o.o, and Lafarge Kruszywa i Beton sp. z o.o. for the payment of a total of PLN 18.7m as a compensation for damage suffered by Erbud SA due to improper performance of the contract.

The Management Board of Erbud S.A. does not take responsibility for the defective condition of the runway as independent technical evaluations indicate that the causes of defects were not attributable to the Company. Therefore, the Management Board of Erbud S.A. and its legal advisors believe that the expenditures of PLN 20.1 million incurred to replace the runway surface, posted as at the reporting date under the Company's assets, as well as any claims associated with this matter made against the Erbud SA finaly will not be charged to Erbud S.A.

Given the early stages of the dispute relating to the assigning of responsibility for the inappropriate condition of the runway, the complexity of the case and possible prolonged litigation, the final financial consequences of the said issues for the Company may differ from the current estimations by the Management Board of Erbud S.A. made for the purpose of these Consolidated Financial Statements.

The Report on operations of the Capital Group for the FY 2014 is complete within the meaning of Article 49 clause 2 of the Accountancy Act and the Decree of the Minister of Finance dated 19 February 2009 regarding current and periodic information submitted by the issuers of securities and the conditions for recognition as equivalent information required under the law of a non-member state (Journal of Laws of 2009, No. 33, item 259), and disclosures contained therein, derived from the audited financial statements, are consistent therewith.

For and on behalf of:

TPA Horwath Horodko Audit Sp. z o.o.
ul. Murawa 12-18, 61-655 Poznan
Registration No. 3082

Krzysztof Dziekoński

Leading certified auditor conducting the audit
Reg. No. 10089

Warsaw, April 24, 2015

REPORT ON THE AUDIT OF CONSOLIDATED FINANCIAL STATEMENTS OF THE ERBUD S.A. CAPITAL GROUP FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014

I. GENERAL INFORMATION

1. Identification of the audited Capital Group

Erbud S.A. is the Parent Company (the "Company" or the "Parent") of the Capital Group (the "Group" or the "Capital Group").

Erbud S.A. operates as a joint stock company that has been established on 15 November 2006 as a result of legal form conversion of Erbud Spółka z ograniczoną odpowiedzialnością [Erbud Limited Liability Company]. The headquarters of the Company is in Warsaw at 300 A Puławska Street.

On 29 November 2006, the Parent Company has been registered by the District Court for the Capital City of Warsaw in Warsaw, XIII Economic Department of the National Court Register under the registration number KRS 0000268667.

The Parent Company has a tax identification number - NIP 879-017-22-53 and an identification number granted by the Central Statistical Office - REGON 005728373.

The Parent operates on the basis of the Commercial Companies Code and the Articles of Association established by a deed of incorporation of 15 November 2006, Index A No. 13165/2006, drawn up by the Notary Dorota Kałowska with later amendments. The consolidated text of the Articles of Association was adopted by the Management Board on 11 September 2014.

The field of the Company's business as listed in the Articles of Association includes, but is not limited to, the following activities:

- demolition of buildings; earthworks;
- civil construction works connected with erection of buildings;
- construction of bridges;
- building and structure electrical systems;
- electrical signalling systems;
- construction, urban and technological design;
- other finishing and fit out works.

The scope of business activities of subsidiaries, associates and jointly controlled entities is associated with the Parent's operations.

During the audited reporting period there were movements in the Company's share capital. The capital increase was related to the Management Share Option Scheme. Granted were 47,379 shares of Series "I" with total par value of PLN 4,737.90. The overall increase in equity in connection with the issuance amounted to PLN 521,169.00.

As at 31 December 2014, the Company's registered share capital amounted to PLN 1,276,192.50and was divided into 12,761,925 shares with a nominal value of PLN 0.10 each one.
According to information received from the Parent Company, the ownership of share capital as of the balance sheet date was as follows:

Shareholder	Number of shares	Number of votes	Shares par value	Percentage of equity held
Wolff & Muller Baubeteiligungen Gmbh & Co.KG, incl. Wolff & Muller Holding Gmbh & Co.KG	4,152,865	4,152,865	415,286.50	32.54%
DGI Fundusz Inwestycyjny Zamkniety Aktywów Niepublicznych	2,136,260	2,136,260	213,626.00	16.74%
ING Otwarty Fundusz Emerytalny	1,266,900	1,266,900	126,690.00	9.93%
AVIVA Otwarty Fundusz Emerytalny BZ WBK	1,183,146	1,183,146	118,314.60	9.27%
Dariusz Grzeszczak	773,900	773,900	77,390.00	6.06%
Adler Properties Sp z o.o.	681,914	681,914	68,191.40	5.34%
Józef Adam Zubelewicz	259,500	259,500	25,950.00	2.03%
Juladal Investment Ltd	30,173	30,173	3,017.30	0.24%
Free Float	2,277,267	2,277,267	227,726.70	17.85%
Total	**12,761,925**	**12,761,925**	**1,276,192.50**	**100.00%**

Significant changes in the ownership of the Parent's share capital during the audited period are described in Note 17.1 of explanatory notes to the Consolidated Financial Statements.

A 12-month period ending 31 December 2014 is the Capital Group's FY.

As at 31 December 2014, the Erbud S.A. Capital Group consisted of the following subsidiaries:

Subsidiary name	Percentage of equity	Consolidation method
Erbud International Sp. z o.o.	100%	full consolidation
GWI GmbH	85%	full consolidation
Przedsiębiorstwo Budownictwa Drogowo-Inżynieryjnego S.A.	94.27%	full consolidation
Grupa Budlex S.A.	89.96%	full consolidation
Erbud Industry Sp. z o.o. (dawne Ersteel Sp. z o. o)	100%	full consolidation
Erbud Rzeszów Sp. z o.o.	79%	full consolidation
Delta Sp. z o.o.	100%	full consolidation
Erbud Industry Centrum Sp. z o.o. (formerly Engorem)	98.66%	full consolidation
Energoserv Pomorze Sp. z o.o	100%	full consolidation
Erbud Industry Pomorze Sp. z o.o. (formerly NGK Ojrzyński)	100%	full consolidation
Toruńska Sportowa S.A. w likwidacji	39%	not consolidated
Erbud Construction Sp. z o.o.	100%	not consolidated

Some companies have been excluded from consolidation due to the immateriality of their financial data.

The Executive Board is a body authorized to represent the Parent Company. As at 31 December 2014 and at the date of realising the opinion on the audit, the Executive Board consisted of:

- Dariusz Grzeszczak - Management Board Member;
- Józef Adam Zubelewicz - Management Board Member.

There were no changes in the composition of the Executive Board during the audited period.

The Executive Board is a body authorized to represent the Parent Company. As at 31 December 2014 and at the date of realising the opinion on the audit, the Executive Board consisted of:

- Udo Berner - President of the Supervisory Board;
- Józef Olszyński - Vice-President of the Supervisory Board;
- Albert Dürr - Member of the Supervisory Board;
- Gabriel Główka - Member of the Supervisory Board;
- Zofia Dzik - Member of the Supervisory Board;
- Michał Otto - Member of the Supervisory Board;
- Janusz Lewandowski - Member of the Supervisory Board.

On 3 December 2013, in connection with the death, expired the mandate of Mr Lech Wysokiński, a Member of the Supervisory Board. He was deleted from the National Court Register on 16 January 2014.
In the audited period, Mr. Janusz Lewandowski was appointed by Resolution of 25 June 2014 as a Member of the Supervisory Board.

2. Information on the Consolidated Financial Statements for the previous financial year

In 2013, the Capital Group showed a net profit in the Consolidated Financial Statements amounting to PLN 18,079 thousand and a comprehensive income of PLN 18,037 thousand. The Consolidated Financial Statements of the Capital Group for the year ended 31 December 2013 have been audited by TPA Horwath Horodko Audit Sp. z o.o., with its registered office in Poznań at 16-18 Murawa St., entered on the list of entities licensed to audit the financial statements under No. 3082. On 28 April 2014, the auditor issued an unqualified opinion on those Consolidated Financial Statements, including an explanation related to the following:

“At the same time, we would like to draw attention to an issue presented by the Parent’s Management Board in note 44 of the notes and explanations to these Consolidated Financial Statements.

Pursuant to the Agreement of 14 September 2010 executed for the Mazowiecki Port Lotniczy - Modlin Sp. z o.o. (the “Ordering Party”), Erbud S.A. performed the responsibilities of a general contractor for the construction of the runway at the Warsaw-Modlin Airport. By a decision dated 28 December 2012, the Wojewódzki Mazowiecki Inspektor Nadzoru Budownictwa (Masovian Regional Inspector of Construction Supervision) prohibited to use a section of the runway at the Warsaw-Modlin Airport.
The Company, having regard to the public interest, replaced the concrete surface of the runway (as a substitute contractor), without waiting for the final explanation of the causes of damages and without a confirmation of the obligation to conduct the said repair within the warranty obligation. The said works were completed in June 2013 and on 3 July 2013 the airport was approved to handle passenger traffic.
In accordance with the position of the Management Board,Erbud S.A. does not take responsibility for the faulty condition of the runway and independent technical evaluations suggest that the causes of defects were not attributable to the Company. Therefore, the Management Board of Erbud S.A. and its legal advisors believe that the expenditures of PLN 20.1 million incurred to replace the runway surface, posted as at the reporting date under the Company’s assets, will not be charged to Erbud S.A. As at the date of the attached Consolidated Financial Statements, the Company has made a claim against responsible entities named in independent technical evaluations and its insurers or damages equal to the total expenditures mentioned above. At the same time, in case those entities or their insurers decline to pay damages, the Company is preparing action for damages against them to recover expenditures incurred.

Additionally, in accordance with information presented in note 44 of the Consolidated Financial Statements, the Ordering Party and other entities issued requests for payment addressed to the Company, demanding the payment of “damages” totalling PLN 23.6 million. Erbud S.A. refused the claim as unsubstantiated.
At the same time, the Ordering Party received from the Company a set of information, including technical evaluations, indicating entities responsible for the situation.
Given the early stages of the dispute relating to the assigning of responsibility for the inappropriate condition of the Airport runway, the complexity of the case and, possibly, a prolonged litigation, the final financial consequences of the said issues for the Company may differ from the current estimations by the Management Board of Erbud S.A. made for the purpose of these Consolidated Financial Statements.”

The Consolidated Financial Statements for the year ended 31 December 2013 were approved by the Annual General Meeting of Shareholders by Resolution No. 4/2014 of 25 June 2014.

The Consolidated Financial Statements for the year ended 31 December 2014 were submitted to the National Court Register on 30 June 2014.

3. Identification of the entity certified and the auditor conducting the audit on its behalf

The audit of the Consolidated Financial Statements has been conducted under the agreement of 1 July 2014, signed by and between Erbud S.A. and TPA Horwath Audit Horodko Sp. z o.o. based in Poznań, 16-18 Murawa St., entered on the list of entities licensed to audit the financial statements under No. 3082. The Consolidated Financial Statements have been audited on behalf of the entity authorised under the supervision of the auditor Krzysztof Dziekoński (Reg. No. 10089) during the period from 23 March 2105 to 24 April 2015, of which on-site bookkeeping of the Parent over the period from 23 March 2015 to 2 April 2015.

The certified entity was chosen by the Company's Supervisory Board by Resolution No. 15/2014 dated 25 June 2014.

TPA Horwath Horodko Audit Sp. z o.o. and the leading statutory auditor Krzysztof Dziekoński confirm that they are entitled to audit the financial statements and meet the requirements set out in Article 56 item 3 and 4 of the Act on statutory auditors and their self-governing body, entities authorized to audit financial statements and public oversight (Journal of Laws of 2009, No. 77 item 649) to issue an impartial and independent opinion on the Consolidated Financial Statements of the Erbud S.A. Capital Group.

4. Disclosures availability and the statements by the Parent's Management

The scope of the audit has not been limited in any way. During the audit, the company provided to the entitled entity and the auditor all required documents, data, information and explanations what i.a. has been confirmed by written statement issued by the Management Board of the Parent Company on 24 April 2015.

5. Audit of the financial statements of consolidated companies

Separate financial statements of companies forming the ERBUD S.A. Capital Group, drawn up pursuant the Accounting Act as of 31 December 2014, were the basis for preparing the Consolidated Financial Statements covering the period from 1 January 2014 to 31 December 2014 in line with the International Accounting Standards and International Financial Reporting Standards. These statements have been restated to conform to the principles arising from IAS.

Financial Statements of the Parent Company for the year ended 31 December 2014 were audited

by TPA Horwath Horodko Audit Sp. z o.o., the entity licensed to audit financial statements with reg. No.3082, and received an unqualified opinion along with the following explanation:

"At the same time, we would like to draw attention to an issue presented by the Parent's Management Board in note 44 of the notes and explanations to these Consolidated Financial Statements.
Pursuant to the Agreement of 14 September 2010 executed for the Mazowiecki Port Lotniczy - Modlin Sp. z o.o. (the "Ordering Party"), Erbud S.A. performed the responsibilities of a general contractor for the construction of the runway at the Warsaw-Modlin Airport. By a decision dated 28 December 2012, the Wojewódzki Mazowiecki Inspektor Nadzoru Budownictwa (Masovian Regional Inspector of Construction Supervision) prohibited to use a section of the runway at the Warsaw-Modlin Airport.
The Company, having regard to the public interest, replaced the concrete surface of the runway (as a substitute contractor), without waiting for the final explanation of the causes of damages and without a confirmation of the obligation to conduct the said repair within the warranty obligation. The said works were completed in June 2013 and on 3 July 2013 the airport was approved to handle passenger traffic.
In accordance with the position of the Management Board,Erbud S.A. does not take responsibility for the faulty condition of the runway and independent technical evaluations suggest that the causes of defects were not attributable to the Company. Therefore, the Management Board of Erbud S.A. and its legal advisors believe that the expenditures of PLN 20.1 million incurred to replace the runway surface, posted as at the reporting date under the Company's assets, will not be charged to Erbud S.A. As at the date of the attached Consolidated Financial Statements, the Company has made a claim against responsible entities named in independent technical evaluations and its insurers or damages equal to the total expenditures mentioned above. At the same time, in case those entities or their insurers decline to pay damages, the Company is preparing action for damages against them to recover expenditures incurred.
Additionally, in accordance with information presented in note 44 of the Consolidated Financial Statements, the Ordering Party and other entities issued requests for payment addressed to the Company, demanding the payment of "damages" totalling PLN 23.6 million. Erbud S.A. refused the claim as unsubstantiated.
At the same time, the Ordering Party received from the Company a set of information, including technical evaluations, indicating entities responsible for the situation.
Given the early stages of the dispute relating to the assigning of responsibility for the inappropriate condition of the Airport runway, the complexity of the case and, possibly, a prolonged litigation, the final financial consequences of the said issues for the Company may differ from the current estimations by the Management Board of Erbud S.A. made for the purpose of these Consolidated Financial Statements."

Financial figures of the consolidated companies were audited or reviewed for the purpose of consolidation by TPA Horwath Audit Horodko Sp. z o.o.

Financial statements of Budlex S.A., Erbud International Sp. z o.o., Erbud Industry Sp. z o.o., Erbud Industry Centrum Sp. z o.o., Przedsiębiorstwa Budownictwa Drogowo-Inżynieryjnego S.A and the consolidated financial statements of Budlex S.A. Capital Group were audited by TPA Horwath Horodko Audit Sp. z o.o. and received an unqualified opinion.

Other companies from the Group are not subject to the audit and publication of financial statements.

6. Financial position and assets of the Capital Group

Below are presented the basic figures from the consolidated statement of comprehensive income and financial ratios describing the Group's profits, financial position and assets as compared to the corresponding data for the previous year.

Basic figures from the consolidated statement of comprehensive income (in PLN thousands)	2014	2013
Revenues from sales of products and services and of goods and materials excluding the participation of consortium members	1,577,830	1,216,483
Cost of sold products and services and of goods and materials excluding the participation of consortium members and overheads costs	1,540,104	1,183,565
Other operating income	6,876	7,401
Other operating expenses	8,356	7,530
Share of net profit (loss) of subsidiaries valued by equity method	6,882	(89)
Financial income	3,980	3,580
Financial expenses	11,054	11,186
Income tax	8,162	7,015
Net profit (loss)	27,892	18,079
Total income	27,188	18,037

Profitability	2014	2013
ROA	3.02%	2.24%
ROE	10.06%	6.97%
Gross margin on sales	6.29%	7.47%
Net margin	1.77%	1.49%

Financial liquidity and efficiency	2014	2013
Liquidity index I	1.44	1.45
Quick liquidity index II	1.25	1.,21
Debtors days	75	87
Creditors days	95	100

Structure ratios	2014	2013
Equity-to-assets ratio	15.42%	14.79%
Current assets-to-assets ratio	84.58%	85.21%
Equity-to-liabilities ratio	27.35%	33.54%
Current assets-to-liabilities ratio	72.65%	66.46%

Analiza powyższych wielkości i wskaźników wskazuje na występowanie w roku 2014 następujących tendencji:

- The ROA increased from 2.24% for the year ended 31 December 2013 to 3.02% in the FY ended 31 December 2014. The RON rose from 6.97% for the year ended 31 December 2013 to 10.06% in the FY ended 31 December 2014. The gross ROS decreased from 7.47% for the FY ended 31 December 2013 to 6.29% in the audited reporting period. The net margin increased from 1.49% in 2013 to 1.77% in 2014.
- Liquidity ratios have changed slightly. The debtors days ratio over the audited FY decreased as compared with the previous year and amounted to 75 days. The creditors days ratio during the audited FY dropped in comparison to the previous year and amounted to 95 days.
- Assets structure ratios show a slight growth of tangible fixed assets in total assets as compared to the previous year. During the audited FY, the Group increased its financing

through borrowings.

II. DETAILED INFORMATION

1. Rules applied for the consolidation of the financial statements

The Consolidated Financial Statements of the Capital Group for the year 2014 were prepared in accordance with International Financial Reporting Standards, as adopted by the European Union.

The Consolidated Financial Statements as at 31 December 2014 have been prepared on the basis of financial reports of entities composing the Capital Group in such way as to present the financial position and assets of the Capital Group as if the Group were a single unit.

Separated financial statements of all entities of the Group have been prepared as at 31 December 2014 and include financial data for the reporting period from 1 January 2014 to 31 December 2014.

The Parent Company and its subsidiaries have been consolidated by full method.

For determining the scope and methods of consolidation as well as the relationship were used the criteria set out in the International Financial Reporting Standards.

In course of consolidation all necessary eliminations were made in the field of mutual claims and liabilities, revenues and expenses relating to the operations between the consolidated entities as well as gains and losses included in the assets subjected to consolidation. Moreover, the shares held by the Parent in the capital of subsidiaries, valued at purchase price, with the part of net assets of subsidiaries valued by fair value, which corresponds to the participation of the Parent Company in the equity of subsidiaries, were excluded from the consolidation.

The figures resulting from financial statements, which formed a basis for consolidation have been established and converted by application of accounting policies set out by the person managing the Parent Company, in order to significant standardize the accounting rules applied by the entities included in the Consolidated Financial Statements.

2. Consolidation records

Consolidation records have been drawn up on the basis of the Decree of Minister of Finance dated 25 September 2009 (Journal of Laws of 2009, No. 169 item 1327) on detailed principles of preparation of financial statements of the financial groups by the units other than banks and insurance companies.

Consolidation records include all documents necessary for the proper preparing the Consolidated Financial Statements and for sufficient evidence of the consolidation exclusions.

3. Principles and methods of valuation of assets and liabilities, and equity

Rules (policy) of accounting and presentation of the disclosures have been shown in the explanatory notes to the financial statements of the Group for the year ended 31 December 2014.

4. Characteristics of the Components of the Consolidated Financial Statements

The structure of assets, liabilities and equity of the Group was presented in the Consolidated Financial Statements for the year ended 31 December 2014.

Figures shown in the Consolidated Financial Statements are in accordance with the consolidation records.

The method of determining the consolidation value of the Company, the principles for the assessment of impairment and write-offs are presented in Note 10 in the explanatory notes n to the Consolidated Financial Statements.

Shareholders' equity, including non-controlling interests shown in the financial reports is in accordance with the consolidation records and relevant regulations. Minority interests as at 31 December 2014 amounted to PLN 13,192 thousand. The valuation of non-controlling interests was made on the basis of the percentage of minority interests in the equity of subsidiaries as at the balance sheet date. The data on shareholders' equity are presented in Note 17 in explanatory notes to the Consolidated Financial Statements.

5. Completeness and correctness of preparing explanatory notes and the Report on the Group's operations

Disclosures presented in explanatory notes to the Consolidated Financial Statements, including the important accounting policies and other information, are presented completely and correctly in all material respects. These data are an integral part of the Consolidated Financial Statements.

The Parent Company has compiled the explanatory notes and other information in tabular form for each item in the consolidated profit and loss statement and descriptions, in accordance with the principles of the IAS.

In the Consolidated Financial Statements, the Parent Company correctly presented the separate items of assets and liabilities as well as incomes and expenses in. The consolidated statement of financial position, consolidated statement of comprehensive income, statement of changes in consolidated equity and consolidated cash flow statement, together with explanatory notes, that are an integral part thereof, include all items, the disclosure of which in the Consolidated Financial Statements is required by IAS.

The Report on the operations of the Group for the year ended 31 December 2014 is complete within the meaning of Article 49 section 2 of the Accounting Act and Regulations of the Minister of Finance of 19 February 2009 on current and periodic information submitted by issuers of securities and the conditions for recognition as equivalent information required under the law of a non-member state (Journal of Laws of 2009, No. 33, item 259), and information included therein, derived directly from the audited Consolidated Financial Statements, are compatible with those statements.

Justification of the opinion issued

In our opinion, the audited Consolidated Financial Statements of the Erbud S.A. Capital Group for the year ended 31 December 2014 have been prepared - in all material respects - in accordance with the accounting rules (policy) under International Accounting Standards, International Financial Reporting Standards and related interpretations published in the form of regulations of the European Commission and, in the absence of IAS rules, in line with the requirements of the Accounting Act and implementing regulations issued under it and separate regulations for public companies, and it reflects accurately and fairly all information relevant to the assessment of assets and financial situation of the audited Capital Group as at 31 December 2014.

At the same time, we would like to draw attention to an issue presented by the Parent's Management

Board in Note 44 of the explanatory notes to these Consolidated Financial Statements.

According to the detailed information provided in the Note, Erbud SA is a party to two court disputes relating to the Agreement of 14 September 2010 executed for the Mazowiecki Port Lotniczy - Modlin Sp. z o.o. (the "Ordering Party"), under which Erbud SA performed the responsibilities of a general contractor for the construction of the airport runway at the Warsaw-Modlin Airport.

On 12 May 2014, the Company was served with a lawsuit, in which the Employer requested the payment of PLN 34,3m as compensation for losses and lost profits following the allegedly improper execution by the Company of an agreement for the construction of the Warsaw-Modlin Airport runway.On 11 October 2014, Erbud SA filed for rejecting the claim, and also brought a counterclaim in the amount of PLN 19.9m, which comprises costs of the runway pavement repair at Warsaw-Modlin Airport.

Moreover, on 18 March 2015 the Issuer filed a lawsuit against Cemex Polska sp. z o.o, and Lafarge Kruszywa i Beton sp. z o.o. for the payment of a total of PLN 18.7m as a compensation for damage suffered by Erbud SA due to improper performance of the contract.

The Management Board of Erbud S.A. does not take responsibility for the defective condition of the runway as independent technical evaluations indicate that the causes of defects were not attributable to the Company. Therefore, the Management Board of Erbud S.A. and its legal advisors believe that the expenditures of PLN 20.1 million incurred to replace the runway surface, posted as at the reporting date under the Company's assets, as well as any claims associated with this matter made against the Erbud SA finaly will not be charged to Erbud S.A.

Given the early stages of the dispute relating to the assigning of responsibility for the inappropriate condition of the runway, the complexity of the case and possible prolonged litigation, the final financial consequences of the said issues for the Company may differ from the current estimations by the Management Board of Erbud S.A. made for the purpose of these Consolidated Financial Statements.

6. Information and final statements

Statement of the Management Board

TPA Horwath Horodko Audit Sp. z o.o. and the statuary auditor received from the Company's Management Board a written statement in which the Board concluded that the Company has complied with provisions of law.

Auditor's statement

The audit of the Consolidated Financial Statements has been conducted in accordance with applicable provisions of law and auditing standards.

For and on behalf of:

TPA Horwath Horodko Audit Sp. z o.o.
ul. Murawa 12-18, 61-655 Poznan
Registration No. 3082

Krzysztof Dziekoński

Leading certified auditor conducting the audit
Reg. No. 10089

Warsaw, April 24, 2015