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**J.W. Construction Holding
Spółka Akcyjna (a joint-stock company)
ul. Radzymińska 326
05-091 Ząbki**

**Report supplementing the audit opinion
on the financial statements
for the period
from 1 January 2009 to 31 December 2009**

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I. GENERAL INFORMATION

1. Identification particulars of the Company

1.1 Name and legal form

J.W. Construction Holding Spółka Akcyjna (a joint-stock company)

1.2 Domicile

The Company is domiciled in Ząbki, at ul. Radzywińska 326.

1.3 Business

In accordance with the entry into the National Court Register the business of the Company covers 87 different types of activity. In the accounting year 2009 the business of J.W. Construction Holding SA consisted mainly of:

- building, designing and supporting production,
- trade in domestic and foreign property, plant and equipment and perishable assets used in particular for developing and equipping housing buildings and other constructions,
- trade and management of real estate,
- hotel and catering activities.

During the audited period the core business of the Company comprised building and sale of housing and commercial real estate. J.W Construction Holding S.A. implemented developer projects on its own and through special purpose vehicles.

The real business is compliant with the one disclosed in the National Court Register.

1.4 Legal basis

J.W. Construction Holding S.A. operates under:

- the Articles of Association of the Company, drawn up as a notarial deed on 28 December 2000 (Register A 16595/2000), as amended,
- the Code of Commercial Companies of 15 September 2000 (Journal of Laws No. 94, Item 1037, as amended).

1.5 Registration with the Business Court

On 16 July 2001 the Company was registered with the National Court Register at the District Court for Warsaw, under number KRS 0000028142.

1.6 Registration with the Revenue Office and the Provincial Statistical Office

tax number NIP: 125-00-28-307
statistical number REGON: 010621332

1.7 Equity and changes in equity of the Company during the reporting period

As at 31 December 2009 the share capital of the Company amounted to PLN 10,939,656 and was divided into 54,698,280 ordinary bearer shares with a par value of PLN 0.20 each.

Under the authorisation of the General Meeting, given under Resolution No. 26 of 19 June 2008, drawn up as a notarial deed (Register A No. 10655/2008), the Management Board of the Company commenced the purchase of own shares of the Company for the purpose of their redemption. In the period from 19 June 2008 to 30 June 2009 the Company purchased 625,000 own shares for funds under supplementary capital created from previous-year profits. After the completion of the process of

buying own shares, the Management Board of the Company will convene the Extraordinary General Meeting to pass resolutions on redemption of own shares and reduction of share capital. Until the date of publishing the opinion and audit report on the financial statements of the Company, the General Meeting has not passed a resolution on redemption of accumulated own shares and reduction of share capital.

With reference to the above, both during the audited period and in the year following the audited period the value of share capital did not change, which was confirmed with the latest excerpt from the National Court Register.

Shareholders holding directly, or indirectly through subsidiaries, at least 5% of the total number of votes in the General Meeting as at the end of 2008 and 2009:

As at 31 December 2008

Shareholder	Shares		% of share capital
	Number	Value	
EHT SA	25,448,300	5,089,660.00	46.53%
Mr. Józef Wojciechowski	19,385,213	3,877,042.60	35.44%
Own shares	312,304	62,460.80	0.57%
Other shareholders	9,552,463	1,910,492.60	17.46%
TOTAL	54,698,280	10,939,656.00	100.00%

As at 31 December 2009

Shareholder	Shares		% of share capital
	Number	Value	
EHT SA	24,448,300	4,889,660.00	44.70%
Mr. Józef Wojciechowski	15,413,713	3,082,742.60	28.18%
Own shares	625,000	125,000.00	1.14%
Other shareholders	14,211,267	2,842,253.40	25.98%
TOTAL	54,698,280	10,939,656.00	100.00%

The shareholding structure of the Company from the balance sheet date until the date of this audit report on the financial statements was further changed and as at the date of the financial statements of the Company for the accounting year 2009 it was as follows:

Shareholder	Shares		% of share capital
	Number	Value	
EHT SA	20,568,300	4,113,660.00	37.60%
Mr. Józef Wojciechowski	15,413,713	3,082,742.60	28.18%
Own shares	625,000	125,000.00	1.14%
Other shareholders	18,091,267	3,618,253.40	33.07%
TOTAL	54,698,280	10,939,656.00	100.00%

As at 31 December 2009 the equity of the company consists of the following items:

• share capital	PLN 10,939,656.00
• revaluation reserve	PLN 7,471,818.19
• own shares	PLN (4,429,867.11)
• other capital	PLN 586,502,062.10
• retained earnings	PLN (284,231,365.01)
• net profit for the current year	PLN 77,142,021.56

As at 1 January 2009 the equity of
J.W. Construction Holding S.A. amounted to PLN 321,253,440.03

Changes in equity during the audited period:

Basic error correction	PLN (370,528.00)
Purchase of own shares	PLN (1,953,240.80)
Change in the principles of accounting	PLN (84,894,137.90)
Increase from profit distribution	PLN 85,264,665.90
Net profit for the accounting year	PLN 77,142,021.56
Other changes - corrections	PLN (3,047,895.06)

As at 31 December 2009 the equity of
J.W. Construction Holding S.A. amounted to PLN 398,394,325.73

From the balance sheet date until the end of the audit of the financial statements there were no changes in equity of the Company, other than described above.

1.8 Management Board of the Company

As at 1 January 2009 the Management Board of the Company was composed of:

• Ms. Barbara Czyż	Vice-President of the Management Board
• Mr. Robert Wójcik	Vice-President of the Management Board
• Ms. Grażyna Maria Szafarowska	Member of the Management Board
• Ms. Bożena Regina Malinowska	Member of the Management Board
• Ms. Irmina Łopuszyńska	Member of the Management Board
• Mr. Wojciech Rajchert	Member of the Management Board

During the audited period the composition of the Management Board of the Company was changed as follows:

- on 9 July 2009 Ms. Bożena Malinowska and Ms. Irmina Łopuszyńska were recalled from membership in the Management Board;
- on 9 July 2009 Mr. Piotr Ciszewski and Mr. Tomasz Panabażys were appointed in their place;

As at 31 December 2009 the Management Board of the Company was composed of:

• Ms. Barbara Czyż	Vice-President of the Management Board
• Mr. Robert Wójcik	Vice-President of the Management Board
• Ms. Grażyna Maria Szafarowska	Member of the Management Board
• Mr. Piotr Ciszewski	Member of the Management Board
• Mr. Tomasz Panabażys	Member of the Management Board
• Mr. Wojciech Rajchert	Member of the Management Board

In the period from the balance sheet date until the end of the audit the composition of the Management Board of the Company was changed as follows:

- on 25 January 2010 Mr. Marek Samarcew was appointed as a Member of the Management Board.

As at the date of stand-alone annual financial statements of the Company the Management Board of the Company was composed of:

- Ms. Barbara Czyż Vice-President of the Management Board
- Mr. Robert Wójcik Vice-President of the Management Board
- Ms. Grażyna Maria Szafarowska Member of the Management Board
- Mr. Piotr Ciszewski Member of the Management Board
- Mr. Tomasz Panabażys Member of the Management Board
- Mr. Wojciech Rajchert Member of the Management Board
- Mr. Marek Samarcew Member of the Management Board

Both in the previous and in the audited period Ms. Irmina Łopuszyńska performed the function of Chief Accountant in the Company.

1.9 Supervisory Board

As at 1 January 2009 the Supervisory Board of the Company was composed of:

- Mr. Józef Kazimierz Wojciechowski Chairman of the Supervisory Board
- Mr. Henryk Pietraszkiewicz Deputy Chairman of the Supervisory Board
- Mr. Roman Kobyliński Member of the Supervisory Board
- Mr. Jacek Obłękowski Member of the Supervisory Board
- Mr. Józef Oleksy Member of the Supervisory Board

On 31 December 2009 Mr. Roman Kobyliński was recalled from membership in the Supervisory Board pursuant to the shareholder's personal rights.

As at the balance sheet date, i.e. 31 December 2009, the Supervisory Board of the audited Company was composed of:

- Mr. Józef Kazimierz Wojciechowski Chairman of the Supervisory Board
- Mr. Henryk Pietraszkiewicz Deputy Chairman of the Supervisory Board
- Mr. Jacek Obłękowski Member of the Supervisory Board
- Mr. Józef Oleksy Member of the Supervisory Board

In the period from the balance sheet date until the end of the audit, Mr. Marek Maruszyński was appointed as a Member of the Supervisory Board on 21 January 2010 pursuant to the shareholder's personal right.

As at the date of this audit report on the financial statements of the Company for the accounting year 2009, the full composition of the Supervisory Board of J.W. Construction Holding S.A. was as follows:

- Mr. Józef Kazimierz Wojciechowski Chairman of the Supervisory Board
- Mr. Henryk Pietraszkiewicz Deputy Chairman of the Supervisory Board
- Mr. Marek Maruszyński Member of the Supervisory Board
- Mr. Jacek Obłękowski Member of the Supervisory Board
- Mr. Józef Oleksy Member of the Supervisory Board

1.10 Headcount

As at the balance sheet date the headcount in the Company was 325 persons.

1.11 Related parties

Related parties of the Company are domestic and foreign entities according to the list of entities presented to the certified auditor on the initiation date of the audit of final financial statements..

J.W. Construction Holding S.A. is the parent company of the capital group. Related parties of the Company are domestic and foreign entities meeting the definition of a related party provided under the

Act on Accounting. The following entities were considered as related parties for the purpose of the financial statements:

- main shareholders of the Company i.e. EHT S.A. and Józef Wojciechowski (personal relation),
- subsidiaries of the capital group of J.W. Construction Holding S.A. i.e.:
 - Lokum Sp. z o.o.,
 - Interlokum Sp. z o.o.,
 - Projekt55 Sp. z o.o.,
 - TBS Marki Sp. z o.o.,
 - JCWH Produkcja Budowlana Sp. z o.o.,
 - JCWH Budownictwo Drogowe Sp. z o.o.,
 - JW Projekt Sp. z o.o.,
 - Deweloper Sp. z o.o.,
 - J.W. Construction International Sp. z o.o.,
 - Porta Transport Sp. z o.o. in liquidation,
 - Construction Invest Sp. z o.o.,
 - Business Financial Construction Sp. z o.o.,
 - KSP Polonia Warszawa SSA (since July 2008 Polonia SSA),
 - J.W. Construction 1 Sp. z o.o.,
 - Ośrodek Wypoczynkowy Ogoniok Sp z o.o. (presently YAKOR HOUSE Sp z o.o.),
 - J.W. Bułgaria Sp. z o.o.,
 - J.W. Construction S.A.

J.W. Construction Holding – as the parent company – presents the nature of relation and the method of consolidation of the aforesaid subsidiaries in notes to the financial statements. The audited company – J.W. Construction Holding SA prepares consolidated financial statements.

2. Particulars of the audited financial statements

The audit covered the financial statements of J.W. Construction Holding S.A. for the period from 1 January 2009 to 31 December 2009, comprised of:

- statement of financial position as at 31 December 2009 with total assets and total equity and liabilities of PLN 1,366,315,000,
- income statement for the period from 1 January 2009 to 31 December 2009 with net profit of PLN 77,142,000,
- statement of comprehensive income for the period from 1 January 2009 to 31 December 2009 with net profit of PLN 74,094,000
- statement of changes in equity for the accounting year from 1 January 2009 to 31 December 2009 with an increase in equity by PLN 72,141,000;
- cash flow statement for the period from 1 January 2009 to 31 December 2009 with a decrease in cash by PLN 5,785,000;
- additional information and notes presenting the applied principles of accounting, notes to the financial statements and notes to off-balance sheet items;

and the Management Commentary on the Company.

3. Particulars of the licensed auditing firm and the certified auditor conducting the audit

The audit of the financial statements of J.W. Construction Holding S.A. domiciled in Ząbki for the accounting year 2009 was conducted by BDO Sp. z o.o. (previously BDO Numerica International Auditors & Consultants Sp. z o.o.) domiciled in Warsaw, a licensed auditing firm registered with the National Board of Certified Auditors under number 3355.

The certified auditor was chosen by the Supervisory Board of the audited Company by virtue of its Resolution No. 17 of 9 June 2009.

The audit was conducted pursuant to the audit agreement concluded on 10 August 2009 in the period from 22 February 2010 until the date of issue of the opinion by the certified auditor Krystyna Sakson (reg. No. 7899).

We represent that the licensed auditing firm BDO Sp. z o.o. as well as the certified auditor auditing the above-mentioned statements meet the requirements for issuing an objective and independent opinion on the audited financial statements, in accordance with Article 56, 57 and 60 of the Act on certified auditors, their self-government and entities authorised to audit financial statements and on public supervision of 7 May 2009 (Journal of Laws of 2009, No. 77, item 649).

During the conducted audit its scope was not limited whatsoever. The Management Board of the Company and employees authorised by the Management Board made all the representations and explanations and provided all the information necessary to conduct the audit and requested by the certified auditor during the audit. The Management Board also informed that no significant events occurred in the period from the balance sheet date to the day of the representation.

4. Financial statements for the previous year

The opening balance was based on the financial statements prepared by J.W. Construction Holding S.A. for the period from 1 January 2008 to 31 December 2008, audited by BDO Numerica International Auditors & Consultants Sp. z o.o. (currently BDO Sp. z o.o.) and was given an opinion with an explanatory comment reading as follows:

“Having no reservations to fairness and accuracy of the audited financial statements we would like to emphasize the moment of recognition of revenues from implemented developer projects and their effect on earnings of the Company for the period from 1 January 2008 to 31 December 2008 and to interpretation of IFRIC 15 published by the International Financial Reporting Interpretation Committee (IFRIC) and described by the Company in the additional information to these financial statements.

The financial statements presented herein are of a stand-alone nature and therefore cannot serve as the only basis for the assessment of the economic and financial position of the Company, which is the Parent Company in the Capital Group. Apart from the stand-alone financial statements, the Company also prepares consolidated financial statements of the Capital Group, in which it holds the position of the Parent Company.”

The financial statements of the Company for the period from 1 January 2008 to 31 December 2008 and the Management Commentary on the Company for the accounting year 2008 were approved with Resolutions No. 3 and 4 of the Annual General Meeting of 24 June 2009 drawn up as a notarial deed Reg. A No.: 2085/2009.

According to Resolution No. 8 of 24 June 2009 of this General Meeting it was resolved to allot the entire net profit generated by the Company in 2008 of PLN 102,511,754.84 to the Company's supplementary capital, with PLN 252,964.00 thereof set aside for covering the accumulated losses disclosed in the financial statements for the accounting year 2008.

The financial statements for 2008 were submitted to the Tax Office of the proper venue and to the National Court Register.

The financial statements of the Company for 2008 were published in the *Monitor Polski B* official bulletin No. 100 on 15 January 2010.

II. FINANCIAL ANALYSIS OF THE COMPANY

Below are presented selected items of the income statement and balance sheet in thousands of zlotys as well as key financial ratios compared to the same items for the previous years. The following analysis is presented based on carrying values of the Company, without the effect of inflation.

1. Key items from the balance sheet

	31 Dec 2009	% of balance sheet total	31 Dec 2008	% of balance sheet total
ASSETS				
Non-current assets	317,537	23.2%	357,135	24.5%
Intangible assets	6,779	0.5%	10,987	0.8%
Tangible assets	180,707	13.2%	175,378	12.0%
Non-current receivables	13,770	1.0%	13,121	0.9%
Long-term investments	107,906	7.9%	147,573	10.1%
Non-current prepaid expenses	8,375	0.6%	10,075	0.7%
Current assets	1,048,777	76.8%	1,100,005	75.5%
Inventories	8,246	0.6%	6,285	0.4%
Current receivables	57,782	4.2%	72,921	5.0%
Short-term investments	81,160	5.9%	44,211	3.0%
Short-term prepaid expenses	11,502	0.8%	12,937	0.9%
Construction contracts	890,088	65.1%	963,650	66.1%
TOTAL ASSETS	1,366,315	100.0%	1,457,140	100.0%
EQUITY AND LIABILITIES				
Equity	393,394	28.8%	321,253	22.0%
Liabilities and provisions for liabilities	972,920	71.2%	1,135,886	78.0%
Provisions for liabilities	21,223	1.6%	24,314	1.7%
Non-current liabilities	73,482	5.4%	132,358	9.1%
Current liabilities	569,861	41.7%	544,509	37.4%
Accrued expenses	10,769	0.8%	9,457	0.6%
Accrued expenses	297,585	21.8%	425,249	29.2%
TOTAL EQUITY AND LIABILITIES	1,366,315	100.0%	1,457,140	100.0%

2. Key items from the income statement

Detailed list	2009	Dynamics 2009/2008	2008
Revenues from sales	548,048	142.67%	384,138
Costs of goods and products sold	407,468	134.98%	301,884
Profit on sales before tax	140,580	170.91%	82,255
Selling and overhead expenses	33,022	78.14%	42,259
Profit on sales	107,558	268.9%	39,996
Profit on other operating income and expenses	1,383	-17.19%	(8,043)
Profit on financial activity	(18,872)	232.64%	(8,112)
Profit/loss before tax	90,069	377.79%	23,841
Income tax	12,927	188.80%	6,847
Net profit/loss	77,142	453.93%	16,994

3. Key financial ratios

Liquidity ratios	2009	2008
Liquidity I (current)		
<u>total current assets</u> current liabilities	1.8	2.0
Liquidity II (quick)		
<u>total current assets – inventories</u> current liabilities	1.8	2.0
Activity ratios		
Receivables turnover in days		
<u>average trade receivables *) x 365</u> revenues from sales	32	71
Inventories turnover		
<u>average inventories *) x 365</u> cost of products, goods and services sold	7	18
Return ratios		
Net profit margin on sales		
<u>net profit/loss</u> revenues from sales	14.1%	4.4%
Return on sales		
<u>operating income</u> revenues from sales	25.7%	21.4%
ROA		
<u>net profit/loss</u> total assets	5.6%	1.2%
ROE		
<u>net profit/loss</u> equity	19.6%	5.3%
Debt ratios		
Payables turnover in days		
<u>average trade payables *) x 365 days</u> cost of products, services and goods sold	104	121
Debt ratio		
<u>liabilities and provisions for liabilities</u> total equity and liabilities	70.4%	77.3%

**Efficiency of shares
BVPS in PLN**

<u>equity</u>	0.01	0.01
number of shares		

**) average receivables, inventories and payables are calculated as arithmetic mean of the value of the items in the opening balance sheet and in the closing one.*

4. Interpretation of ratios and overall economic situation of the Company

During the audited period the business activity of J.W. Construction Holding S.A. generated profit of PLN 77,142,000 owing to the conducted activity. The following results added to net profit for the period from 1 January 2009 to 31 December 2009:

• net sales generating the profit of	PLN 107,558,000
• other operating profit of	PLN 1,383,000
• financial loss of	PLN 18,872,000
• income tax of	PLN 12,927,000

The main source of profit generated by the Company were revenues from sales under developer activity. The other part of revenues from sales was generated on hotel activity, real estate management and sale of construction services.

As at 31 December 2009 the majority of assets (77%) were current assets most of which, due to the nature of the core business of the Company, were inventories connected with construction contracts (66% of the total value of the assets of the Company). Tangible assets of the Company constituted only 13% of the total value of assets.

An analysis of the structure of equity and liabilities proved that in the audited period the business activity of the Company was financed in 29% with equity and in 71% with external capital. Fixed assets of the audited Company were covered entirely with equity.

During the analysed accounting year ROA went up compared to the previous year and amounted to 5.6%, which means that each PLN 100 worth of employed fixed assets generated over PLN 6 worth of net profit. In the audited period ROE went up as well – to 19.6%. Both aforesaid ratios increased mainly due to a significant growth in the value of assets of the Company and the value of equity, chiefly as a consequence of increasing the value of supplementary capital of the Company by the value of profit generated by the same in the previous year, retained in the Company.

In 2009, compared to the previous year, the liquidity of the Company deteriorated, which was connected, above all, with the consistent growth in the value of current liabilities. The debt ratio of the Company, compared to the previous year, went down by almost 7 percentage points.

The receivables turnover ratio and payables turnover ratio decreased compared to 2009 and their values indicate that the Company regulated its payables on average by 72 days later than it collected its receivables.

The average period of keeping inventories went down to 11 days in the audited accounting year. However, it should be noted that calculations of that ratio did not account for construction contracts which for the purpose of transparency are presented under a separate item in the balance sheet. Qualification of that item for the purpose of the calculation formula of the ratio of inventories turnover in days would extend the period of keeping inventories by the Company, which is characteristic for its core business (developer industry).

Neither the results achieved nor the overall financial condition of J.W. Construction Holding S.A. indicate that there is any threat to the Company's continuation as a going concern in the year following the audited one according to the provisions of the Act on Accounting.

III. SPECIFIC INFORMATION

1. Accounting and internal control system

Accounting of J.W. Construction Holding S.A. is maintained in accordance with the principles (policy) of accounting under the International Accounting Standards, International Financial Reporting Standards and related interpretations published in the form of European Community regulations and to the extent not provided thereunder – in accordance with the Act on Accounting (Journal of Laws of 2009, No. 152, Item 1223, as amended) and supporting regulations issued under the same, as well as based on correct books of accounts.

The Company holds documents describing the principles (policy) of accounting accepted by the same, satisfying – in all material aspects – the requirements of Article 10 of the Act on Accounting of 29 September 1994 (Journal of Laws of 2009, No. 152, Item 1223, as amended).

The principles of measuring balance sheet assets, equity and liabilities and establishing earnings accepted by the Company were additionally described in the introduction to the financial statements of the Company.

In the audited reporting period business operations were recorded in the general ledger with the use of the integrated SAP management system.

Accounting records were kept on a chronological and systematic basis.

The principles of bookkeeping accepted by J.W. Construction Holding S.A. allowed for correct establishment of its assets and financial standing as well as evaluation of the profitability of the Company. The random examination of books of accounts and accounting documents being the basis for accounting records and connections between books of accounts and the audited financial statements, conducted for the purpose of the audit, proves that books of accounts can be considered as generally satisfying the condition of fairness and accuracy.

The methods of measuring balance sheet assets, equity and liabilities and establishing earnings in the audited and comparative period, except for the principles of calculating revenues from implemented developer projects, were applied continuously and are compliant with the currently prevailing laws. The methods of assets, equity and liabilities measurement were described in the introduction to the financial statements.

The Management Board of the audited company ensured comparability of financial data disclosed in the financial statements for all presented accounting years.

The opening balance for 2009 was correctly entered into books of accounts and it is compliant with the closing balance for 2008.

Keeping of accounting documents, books of accounts and financial statements as well as methods of securing access to computer data and the data processing system are compliant with the principles provided under Chapter 8 of the Act on Accounting and they secure books of accounts against unauthorised modifications, damage or destruction.

The audited Company made an inventory of assets and sources of their origin while observing the frequency, deadlines and principles provided under the Act on Accounting. The Company accounted for the conducted inventories and disclosed the results of the same in books of accounts for the audited period.

The audit of the internal control system of the Company was performed with reference to the financial statements. It was not intended to reveal all the possible irregularities of the system. Therefore, our review of the internal control system might not have disclosed all material weaknesses in the structure of the said system.

Revenues – changes to the accounting policy

As of 1 January 2009 the Company changed its principles of accounting, thus adapting them to requirements of IFRIC 15 *Agreements for the Construction of Real Estate*. The basic change referred to recognition of revenues from sales of apartments at a different moment than it had been made so far. Until the end of 2008 the Company recognised revenues from sales of real estate in accordance with IAS 11 "Construction Contracts", before transfer of the title to real estate to the buyer. In accordance with the said Interpretation from 1 January 2009 revenues from sales and selling expenses are recognised only when real estate (apartments, retail premises) are handed over to the buyer, after the certificate of occupancy is received, the buyer pays 100% of the value of premises and the premises are handed over under a delivery and acceptance act. Due to the aforesaid change in revenues recognition it was necessary to transform the financial data for the previous period. The change in the policy of accounting of J.W. Construction Holding S.A. did not alter the profitability of its projects. The transformation of data refers to a different presentation of the same, connected with the moment of revenues recognition i.e. later than so far. The Company describes that issue under item 2 of the Introduction to the financial statements.

2. Introduction to the financial statements and additional information

The Company prepared in the correct and exhaustive way the additional information covering the applied principles of accounting, notes to the financial statements, as well as additional information and notes in accordance with the International Financial Reporting Standards, and to the extent not regulated in these standards - in accordance with the requirements of the Act on Accounting (Journal of Laws of 2009, No. 152, Item 1223, as amended) and supporting regulations issued under the same.

3. Statement of changes in equity

The statement of changes in equity was prepared accurately and is compliant with the regulations of the Act on Accounting.

The data presented in this statement are correctly connected with the statement of financial position and income statement, and they present the changes in equity of the Company in a fair and correct manner.

4. Cash flow statement

The cash flow statement was prepared with a two-step method in accordance with the principles (policy) of accounting pursuant to the provisions of IAS 7 and is correctly connected with the financial statements, income statement and books of accounts.

5. Management Commentary

In accordance with Article 49 of the Act on Accounting, the Code of Commercial Companies and the Regulation of the Minister of Finance of 19 February 2009 on Current and Periodic Filings of Issuers of Securities and Conditions for Recognising Filings Required under Regulations of a Non-member State as Equivalent (Journal of Laws of 2009 No. 33, Item 259), the Management Board prepared the Management Commentary for the audited period.

Information presented in the Management Commentary complies with the information presented in the audited financial statements.

6. Statement of the Management Board of the Company

The Management Board of the Company made a written statement that all data were recognised in books of accounts, all contingent liabilities were disclosed and no significant events occurred after the balance sheet date apart from those which were disclosed in the financial statements.

Poznań, 17 March 2010

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Registration number 3355

Auditor

/-/

Krystyna Sakson
Member of the Management Board
Certified Auditor
Reg. No. 7899

Acting for BDO Sp. z o.o.

/-/

dr André Helin
President of the Management Board
Certified Auditor
Reg. No. 90004