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**Centrum Nowoczesnych Technologii S.A.
41-200 Sosnowiec, ul. Partyzantów 11**

**Audit Report
on the year-end financial statements
for the period from 1 January 2017 to 31 December 2017**

BDO Sp. z o.o. Sąd Rejonowy dla M. St. Warszawy, XIII Wydział Gospodarczy, KRS: 0000293339, Kapitał zakładowy: 1.000.000 PLN, NIP: 108-000-42-12. Biura regionalne BDO: Katowice 40-007, ul. Uniwersytecka 13, tel.: +48 32 661 06 00, katowice@bdo.pl; Kraków 31-548, al. Pokoju 1, tel.: +48 12 378 69 00, krakow@bdo.pl; Poznań 60-650, ul. Piątkowska 165, tel.: +48 61 622 57 00, poznan@bdo.pl; Wrocław 53-332, ul. Powstańców Śląskich 7a, tel.: +48 71 734 28 00, wroclaw@bdo.pl

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INDEPENDENT AUDITOR'S REPORT
ON THE YEAR-END FINANCIAL STATEMENTS
for the Shareholders Meeting and Supervisory Board of
Centrum Nowoczesnych Technologii S.A.

We have audited the accompanying year-end separate financial statements of Centrum Nowoczesnych Technologii S.A. ("the Company") with its registered office in Sosnowiec, consisting of: the separate statement of financial position prepared as at 31 December 2017, the separate statement of comprehensive income, the separate statement of cash flows and the separate statement of changes in equity for the period from 1 January to 31 December 2017, as well as additional information on significant accounting policies and notes to the financial statements ("the separate financial statements").

Responsibilities of the Company's Management Board and Supervisory Board for the Financial Statements

The Company's Management Board is responsible for the preparation of the financial statements on the basis of properly kept books of account and for their fair presentation in accordance with International Accounting Standards, International Financial Reporting Standards and the related interpretations announced in the form of European Commission regulations, as well as other binding legal regulations and the Company's Statute. The Company's Management Board is also responsible for such internal controls as it considers necessary to ensure that the financial statements are free from material misstatements resulting from fraud or error.

In accordance with the provisions of the Accounting Act (2017 Journal of Laws, item 2342 with subsequent amendments) ("the Accounting Act"), the Company's Management Board and members of its Supervisory Board are required to ensure that the separate financial statements meet the requirements of the Accounting Act.

Responsibilities of the Auditor

Our responsibility was to express an opinion whether the separate financial statements present truly and fairly the Company's financial position and financial result in accordance with the applicable International Accounting Standards, International Financial Reporting Standards and the related interpretations announced in the form of European Commission regulations, as well as with the adopted accounting methods (policies).

We performed the audit of the financial statements in accordance with the provisions of:

- 1) the Act of 11 May 2017 on certified auditors, audit firms and on public supervision (2017 Journal of Laws, item 1089) ("the Certified Auditors Act"),
- 2) National Standards on Auditing in the wording of International Standards on Auditing, adopted in Resolution No. 2783/52/2015 passed by the National Council of Certified Auditors on 10 February 2015 with subsequent amendments, further to Resolution No. 2041/37a/2018 of 5 March 2018 on the national professional standards,
- 3) Regulation (EU) No. 537/2014 of the European Parliament and of the Council of 16 April 2014 on specific requirements regarding statutory audit of public-interest entities and repealing Commission Decision 2005/909/EC (Official Journal of the EU L 158 of 27 May 2014, page 77 and Official Journal of the EU L 170 of 11 June 2014, page 66) ("Regulation 537/2014").



These regulations require us to comply with ethical requirements and to plan and perform the audit in a manner that allows us to obtain sufficient assurance that the separate financial statements are free from material misstatements.

The objective of an audit is to obtain sufficient assurance about whether the separate financial statements as a whole are free from material misstatements due to fraud or error, and to issue an independent auditor's report that includes our opinion. Sufficient assurance is a high level of assurance, but it is not a guarantee that an audit performed in accordance with the above standards will always detect an existing material misstatement. Misstatements can arise from fraud or error and are considered material if it could be reasonably expected that they, individually or in aggregate, could influence the economic decisions of users made on the basis of these financial statements. The risk of not detecting a material misstatement resulting from fraud is higher than the risk of not detecting a material misstatement resulting from error, because fraud may involve collusion, forgery, deliberate omission, misrepresentation or circumvention of internal controls, and may pertain to every area of law and regulations, not just those that have a direct impact on the financial statements.

The audit consisted of performing procedures aimed at obtaining audit evidence on the amounts and information disclosed in the separate financial statements. We choose the procedures based on our judgement, including an assessment of the risk of material misstatements in the financial statements due to fraud or error. In assessing this risk we consider the internal controls related to the preparation and fair presentation of the financial statements in order to plan our audit procedures, and not to express an opinion on the effectiveness of the entity's internal controls. An audit also includes assessing the appropriateness of the accounting policies used and the reasonableness of the estimates made by the entity's management, as well as evaluating the overall presentation of the financial statements.

The scope of the audit does not include an assurance regarding the Company's future profitability, or regarding the Management's effectiveness in the handling of the Company's affairs now or in the future.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion. Our opinion is consistent with the additional report for the Audit Committee issued on the date of the present audit report.

Independence

During the audit, the auditor in charge and the audit firm remained independent of the audited entity in accordance with the provisions of the Certified Auditors Act, Regulation 537/2014 and the ethical standards adopted by the National Council of Certified Auditors.

To the best of our knowledge and belief we declare that we have provided no non-audit services forbidden by the provisions of Article 136 of the Certified Auditors Act and Article 5 point 1 of Regulation 537/2014.

Selection of Auditor

We were selected as the auditor of the financial statements in Resolution No. 6 passed by the Company's Supervisory Board on 12 May 2017. We have audited the Company's separate financial statements since the financial year ended 31 December 2017.



Most Significant Types of Risk (Key Audit Matters)

In the course of the audit we identified the below described most significant types of risk of material misstatement, including from fraud, and have designed audit procedures appropriate for those types of risk. We are communicating the key audit matters in the context of our audit of the separate financial statements as a whole and in formulating our opinion on the financial statements, and do not express a separate opinion on those matters.

RISK OF MATERIAL MISSTATEMENT	AUDIT PROCEDURES PERFORMED IN RESPONSE TO THE RISK
<p>1 Risk of material misstatement in the revenue recognition process</p> <p>In its separate financial statements the Company shows 47.956 thousand PLN in revenue from construction services.</p> <p>The Company's accounting policies on the recognition of revenue are presented in detail in Note 11 to the separate financial statements.</p> <hr/> <p>The matter was classified as a risk of material misstatement of the separate financial statements due to the potential overstatement of sales revenue resulting from the fact that the revenue is based on a budget projection made for each contract, subject to the variables relating to the current reporting period. The estimates used in the preparation of the budget may contain errors, which in effect may have a significant impact on determining the stage of contract completion, and thus on the reported value of sales revenue.</p>	<p>Our audit procedures included in particular:</p> <ul style="list-style-type: none"> • obtaining an understanding of the sales process, including the Company's internal controls and accounting methods relating to the recognition of revenue, in order to determine whether they point to a risk of material misstatement in this area, • with regard to the main contract, performing an on-site verification of the progress of work, • performing an analysis of the correctness and validity of the revenue recognition method chosen by the Company, • performing an analysis of the key terms of construction contracts with regard to revenue recognition, in accordance with the applicable accounting methods, • for a selected sample of long-term contracts, performing detailed substantive tests consisting of verifying contract settlements with the relevant agreements (with subcontractors and customers), work completion reports and accounting records, • verifying the accuracy of the settlement and recognition of consortium agreements, including the correct exclusion of the revenue and costs of a consortium member, • for selected receivables, obtaining an independent confirmation of balances and verification of differences.

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RISK OF MATERIAL MISSTATEMENT**AUDIT PROCEDURES PERFORMED IN RESPONSE TO THE RISK****2 Recognition of the effects of ongoing court proceedings**

The Company is a party to the court proceedings described in Note 37 to the separate financial statements.

The matter was classified as a risk of material misstatement due to the uncertainty of the possible effects of the proceedings under way against the Company.

Assessment of the Company's exposure to the risk associated with the ongoing proceedings is based on the subjective judgement of the Management Board.

Our audit procedures included in particular:

- obtaining an understanding and evaluating the system of intern controls relating to assessing the effects of the ongoing disputes,
- obtaining independent confirmations from law offices on the ongoing proceedings with information about the stage of each proceeding,
- examining case records and the related source documents (contracts, accounting documents, correspondence between the parties) relating to the significant cases handled by the Company's legal representatives,
- obtaining a declaration from the Company's Management Board on the risk associated with the ongoing proceedings filed against the Company.

Opinion

In our opinion, the accompanying year-end separate financial statements:

- a) give a true and fair view of the Company's financial position as at 31 December 2017, as well as of its financial result for the period from 1 January to 31 December 2017, in accordance with International Accounting Standards, International Financial Reporting Standards and the related interpretations announced in the form of European Commission regulations, as well as the adopted accounting methods (policies),
- b) have been prepared on the basis of books of account properly kept in accordance with the provisions of Chapter 2 of the Accounting Act,
- c) are consistent, in content and in form, with the requirements of the Minister's of Finance Decree of 19 February 2009 on the current and periodic information provided by the issuers of securities and on the conditions for recognizing as equally valid the information required by the regulations of a state that is not a member state ("the Decree" - 2014 Journal of Laws, item 133 with subsequent amendments), as well as with other applicable laws and regulations and with the Company's Statute.

Report on Other Legal and Regulatory Requirements**Opinion on the Directors' Report on the Company's Activities**

Our opinion on the financial statements does not cover the Directors' Report on the Company's activities.

The Company's Management Board and members of its Supervisory Board are responsible for the preparation of the Directors' Report on the Company's activities in accordance with binding regulations.

Our responsibility under the Certified Auditors Act was to issue an opinion whether the Directors' Report on the Company's activities has been prepared in accordance with binding regulations, and whether it is consistent with the information presented in the year-end financial statements.

It was also our responsibility to report whether, based on our knowledge obtained during the audit about the entity and its environment, we have identified any material misstatements in the Directors' Report on the Company's activities, as well as to indicate the nature of each such misstatement.

In our opinion, the Directors' Report on the Company's activities has been prepared in accordance with the provisions of Article 49 of the Accounting Act and the Decree, and is consistent with the information presented in the year-end separate financial statements. Furthermore, based on our knowledge obtained during the audit about the Company and its environment we have identified no material misstatements in the Directors' Report on the Company's activities.

Opinion on the Declaration on the Application of Corporate Governance

The Company's Management Board and members of its Supervisory Board are responsible for the preparation of a declaration on the application of corporate governance in accordance with binding regulations.

In connection with our audit of the financial statements it was our responsibility under the Certified Auditors Act to express an opinion on whether an issuer required to file a declaration on the application of corporate governance, which constitutes a separate section of the Directors' Report on the Company's activities, included in this declaration the information required by legal regulations, and - with respect to certain information indicated in the regulations - to report on whether this information is consistent with the applicable regulations and with the information contained in the year-end financial statements.

In our opinion, the Company's declaration on the application of corporate governance contains the information specified in paragraph 91 section 5 point 4 letters a, b, g, j, k and l of the Minister's of Finance Decree of 19 February 2009 on the current and periodic information provided by the issuers of securities and on the conditions for recognizing as equally valid the information required by the regulations of a state that is not a member state (2014 Journal of Laws, item 133 with subsequent amendments). The information indicated in paragraph 91 section 5 point 4 letters c-f, h and i of the Decree contained in the declaration on the application of corporate governance is consistent with the applicable regulations and with the information contained in the separate financial statements.

Katowice, 6 April 2018

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entered on the list of audit firms in number 3355

Auditor in charge:


Grażyna Maślanka
Certified Auditor
No. 9375

On behalf of BDO Sp. z o.o.:


Dr. André Helin
Managing Partner
Certified Auditor No. 90004