

**Independent Auditor's Report
on review of interim condensed consolidated financial statements**

To the General Shareholders Meeting and Supervisory Board of RAFAKO S.A.

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of the RAFAKO S.A. Capital Group ('the Group'), which the holding company is company RAFAKO S.A. („Company”) located in Racibórz, 47-400, 33 Łąkowa Street, including the interim condensed consolidated statement of comprehensive income for the 6 months ended 30 June 2016, the interim condensed consolidated statement of financial position as at 30 June 2016, interim condensed consolidated statement of cash flows, the interim condensed consolidated statement of changes in equity for the 6 months ended 30 June 2016 and other explanatory notes ('the interim condensed consolidated financial statements').

For the preparation and fair presentation interim condensed consolidated financial statement in accordance with the International Financial Reporting Standard IAS 34 *Interim financial reporting* as adopted by the European Union ("IAS 34"), is responsible the Management Board of the Company. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of the review

We conducted our review in accordance with the National Auditing Standards 2410 as amended by International Standard on Review Engagements 2410 *Review of Interim Financial Performed by the Independent Auditor of the Entity*, issued by the International Standards on Auditing and Assurance (IAASB) ("standard"). The review of interim financial statements consists of target queries, mainly of persons responsible for financial and accounting matters, and performing analytical procedures and other review procedures. The scope¹ of a review differs significantly from an audit of financial statements conducted in accordance with the National Auditing Standards. Consequently, the review does not enable us to obtain sufficient assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion on accompanying interim condensed consolidated financial statements.

Conclusion

The consolidated financial statements for the year ended 31 December 2015 were audited by us and on March 21, 2016 we issued a qualified opinion on these consolidated financial statements. Qualification concern the lack of sufficient documentation confirming the correctness of valuation of receivables from related party in arrangement bankruptcy.

¹ Translation of the following expression in Polish language: "zakres i metoda"

As of the balance sheet date, in the interim condensed statement of financial position the Group presents receivables in the total amount of PLN 36 million from a related party, for which detailed information on the status of the bankruptcy proceedings, conclusion of agreement and its realization are presented in Note 24 of the additional explanatory notes to the attached interim condensed consolidated financial statements. During our review the Company's Management Board was unable to provide us with the sufficient evidence supporting the realization probability of these receivables', consequently we were not able to assess the impact of this issue on the attached interim condensed consolidated financial statements, including interim condensed consolidated statement of financial position and the interim condensed consolidated statement of comprehensive income.

Based on our review, except for the potential effects of the matters described in preceding paragraph, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not in accordance in all material respects, with IAS 34.

on behalf of
Ernst & Young Audyt Polska
spółka z ograniczoną odpowiedzialnością sp. k.
Rondo ONZ 1
00-124 Warsaw
Reg. No 130

Key certified auditor

Marcin Ficek
Certified auditor no. 12393

Warsaw, 31 August 2016