

ADDITIONAL EXPLAINING NOTES

1. Information on financial instruments.

1.1. Financial instruments divided into categories and groups.

Content	Financial liabilities meant for trading	Financial assets maintained until the maturity date.	Assets available for sale
1. Opening position	17,288	200	110
2. End of period position	0	7,035	110
including:			
2.1 in balance records with consideration to balance sheet position			
- long-term liabilities			
- loans			
- short-term liabilities			
- loans			
- long-term financial assets			110
- short-term financial assets			
- other cash		7,035	

1.2. Characteristics of financial instruments of the entity

The entity possesses the following financial instruments: shares and stock in other entities, financial investments, overdrafts and other loans. The principles of their valuation were discussed in item k) of the *Introduction*.

2. Data concerning the balance sheet position, in particular contingent liabilities including guarantees and securities granted by the issuer, with separation of the ones granted for affiliates.

Contingent liabilities in the Company relate to contractual guarantees. In comparison to the position as of 31.12.2007, the state of contingent liabilities increased in value by PLN 4,982 thousand and reached the level of PLN 61,961 thousand as of 31.12.2008.

During the reporting period, the existing warranties issued in foreign currency were updated and new liabilities were created with the value of PLN 34,200 thousand due to.

- tendering guarantees and performance bonds granted by Bank Pekao S.A. for Foster Wheeler Europe BV, Foster Wheeler Energia Polska Sp. z o.o., Fabryka Kotłów Rafako S.A., Fabryka Elektrofiltrów ELWO S.A., AE&E.Inova GmbH Koln, Ansaldo Caldaie SPA, SNC Lavalin Polska Sp. z o.o., TMF Bulgaria EOOD, Baumgarte Boiler System GmbH, Austrian Energy & Environment AG&Co. KG and the differences in exchange rates from the assessments of previously issued guarantees amounting to PLN 25,631 thousand.
- bid bond guarantees granted by PZU S.A. in the amount of PLN 100 thousand.
- Performance bonds granted by Bank Gospodarki Żywnościowej S.A. for Alstom Power System GmbH, Hitachi Power Europe GmbH, Alstom Power Sp. z o.o. and Fabryka Kotłów Rafako S.A. altogether amounting to PLN 5,193 thousand.
- tendering guarantees and performance bonds granted by ING BSK S.A for the total amount of PLN 496 thousand.

- issuing blank promissory notes for securing the received guarantees for Polimex-Mostostal S.A. and Fabryka Kotłów SEFAKO SA altogether amounting to PLN 2,780 thousand.

Due to the expiration of the guarantee period and the balance sheet assessment in 2008, guarantees expired or decreased their value to the amount of PLN 29,218 thousand.

Contingent liabilities as of 31.12.2008 decreased in relation to 31.12.2007 by PLN 1,660 thousand and amounts to PLN 23,052 thousand. They include the following:

- securities submitted to the issuer by members of the consortiums created in the purpose of executing the tasks for performing the sewerage system in Opole and the area of Opole in the total amount of PLN 20,400 thousand.
- performance bond and promissory notes received from the contracting parties in the total amount of PLN 2,652 thousand.

No contingent liabilities were reported towards affiliated entities.

3. Liabilities towards the state budget or units of territorial self-government due to obtaining the rights of ownership for buildings and premises.

The company does not have liabilities towards the state budget or units of territorial self-government due to obtaining the rights of ownership for buildings and premises.

4. Ceased activity.

In the reporting period the Company did not cease any important business activity.

In the coming period, ceasing of any substantial activity is also not forecasted.

5. Cost of producing fixed assets under construction and fixed assets for own needs.

In 2008 the Company produced, using its own resources, fixed assets for its own needs in the amount of 41 thousand PLN.

6. Incurred and planned investment expenditures, including non-financial fixed assets and incurred and planned expenditures for environmental protection.

In the reporting period the Company incurred investment expenditures in the amount of 3,255 thousand PLN including:

- tangible fixed assets amounting to PLN 2,982 thousand
- intangible fixed assets amounting to PLN 273 thousand

The Company does not incur investment expenditures for environmental protection.

Within the coming 12 months the Company is planning investment expenditures in the amount of PLN 5,463 thousand and is not planning expenditures for environmental protection.

7.1. Information on the issuer's transactions with affiliated entities, related to the transfer of rights or liabilities.

In 2008 the Company did not conclude or execute significant transactions with affiliated entities.

7.2. Figures related to entities affiliated with the issuer.

As for the balance sheet date, an entity affiliated to the issuer is Mostostal Warszawa SA – a dominant entity.

a) mutual liabilities and obligations

As for the balance sheet day, no liabilities or obligations towards an affiliated entity occur.

b) costs and income from mutual transactions

In 2008 no transactions with an affiliated entity were carried out.

8. Joint enterprises not being subject to consolidation.

In the reporting period no joint undertakings occurred which are not subject to consolidation.

9. Average employment.

Average employment in the Company amounted to 756 positions,

	including:	home	exports
- white-collar workers -	156	124	32
- blue-collar workers	600	336	264

As of 31 December 2008 the total number of the employed people amounted to 839 people. 58 employees were on unpaid holiday.

10. Remuneration and awards for supervising and managing personnel

Total sum of remuneration and awards paid (and due) by the Company in 2008 amounted to:

a) for managing personnel

- for members of the Management Board:

Brejwo Marek	PLN 403 thousand
Aleksandra Kowalska	PLN 363 thousand
Adam Rogala	PLN 363 thousand
Zbigniew Cudek (for the period from 1 December 2008)	PLN 27 thousand

- for commercial representatives

Cebula Gabriela	PLN 111 thousand
Ciesielczuk Lesław	
PLN 122 thousand	
Mrzygłód Bogusław	PLN 186 thousand

b) for members of the Supervisory Board – pursuant to the 19 April 2007 resolution of AGM, members of the Supervisory Board do not obtain remuneration for performing their function in the Board.

Remunerations of managing and supervising personnel are concordant with contracts and resolutions of appropriate bodies of the Company.

Managing and supervising personnel did not obtain financial or in-kind awards resulting from the distribution of the profit.

11. Unpaid advances, loans, credits, guarantees and securities granted to supervising and managing personnel.

Managing personnel and members of the issuer's supervisory board do not have unpaid advances, loans, credits, guarantees, securities or other contracts obliging to perform services for the benefit of the issuer, as the Company has not granted to them or to their close people no advances, credits, guarantees and securities and has not concluded any other agreements binding to perform services for the benefit of the issuer.

12. Significant events concerning previous years included in the report for current reporting period.

In its financial statement for 2008, the event related to 2007 was included, which was not covered by the financial statement for 2007.

In accordance with the published current report No. 6/2008 this event related to the agreement with Ansaldo Caldaie SPA signed after the date of preparing the financial statement for 2007 concerning settlements of the contracts executed in Knapsack and Herdecke in Germany. Including the results of this event in the books for 2008 caused a drastic increase in net profit by PLN 1.26 million.

13. Significant events after the balance sheet date not included in the report.

Until the date of preparing the financial statement for 2008 no events relating to the previous years occurred which would have an impact on financial and economic position of the Company which are not included in the report.

14. Relations between a legal predecessor and the issuer.

No relations between the legal predecessor and the issuer occur.

15. Preparing financial statements with consideration to cumulated inflation rate above 100% in the period of last three years of the issuer's activity.

In relation to maintaining a cumulated mid-year inflation rate within the last three years of issuer's activity below 100%, no financial results were adjusted due to the inflation rate for the periods covered by this report.

16. List and explanation of differences between the data revealed in the financial statement and comparable financial data and the previously prepared and published financial statements.

Financial statement for 2008 and financial statement for 2007 are fully comparable.

17. Changes in applied accounting principles (policy) and the way of preparing financial statement, introduced in relation to the previous financial year, their causes, titles and the influence of consequential financial results on the economic and financial position of the company, its liquidity, financial result and profitability.

In 2008 no changes in the applied accounting principles (policy) or in the way of preparing financial statement were introduced.

18. Introduced adjustments of fundamental errors.

In 2008 no need of adjusting fundamental errors occurred, as there were no such errors.

19. The assessment of the uncertainty related to the chances of continuation of the Company's operations.

In the assessment of the Management Board of the Company, there are no uncertainties relating to the chance of continuing the activity in the coming periods. The aforementioned opinion is supported with the won contracts for significant orders considering current conditions on the labour market and the complete fill-out of the planned port-folio of orders. On the basis of its financial plan, the Management Board of the Company assesses obtaining a positive financial result at the end of 2009 as real.

20. Financial statement for the merger period.

As no merger of the Company with another entity took place, this financial report is not a report prepared after the merger of the companies.

21. In the situation when a method of property rights for valuation of shares and stock in subsidiary entities is not applied in the financial statement – presenting the results which would follow from its adoption and its impact on the financial result.

In the reporting period, the issuer did not possess any shares or stock in subsidiary entities over whose he would play a supervising or co-controlling role.

22. The consolidation obligation of the issuer.

The issuer does not have shares (stock) in subsidiary entities.

Remak SA is covered by a consolidated financial statement of Mostostal Warszawa SA with the seat in Warsaw.

23. In the additional information to the financial statement as for the balance sheet day, the entity reveals at least the following information concerning all executed construction contracts in total.

	PLN thousand				
	Income determined according to Standard principles	Costs determined according to Standard principles	Invoiced income	Incurring costs	Provision for losses
Construction contracts total	168,274	150,007	190,950	150,763	38
- including uncompleted contracts total	119,710	104,464	128,831	102,245	
- including incomplete contracts determined with zero-profit method					