

## I. LETTER TO SHAREHOLDERS



Dear Shareholders, Business Partners, Friends

It is my great pleasure to announce to you that 2008 was the period of further development and dynamic growth of the PBG Capital Group. Despite the world financial crisis, we have realized the forecast published at the beginning of the year and increased in the fourth quarter. We achieved better results, virtually at every level of the profit and loss account, in comparison with 2007. In 2008 revenue on sales reached the record level of PLN 2.091 billion, which constitutes the increase by nearly 50%. Operational revenue was at the level of PLN 225 million, increasing by 62%. Net profit reached the value of PLN 158 million and this is the increase by 52% compared to 2007.

2009 was opened with the biggest order portfolio in the PBG Group history. Its value amounted to over PLN 6 billion, so over twice more than at the beginning of 2007. Therefore, we forecast further dynamic growth of the Capital Group. Due to our efforts concerning the diversification of activity areas in construction branch segments, we are very well prepared for the realization of the strategy assumed by us in the face of current economic situation.

In 2008 we won 2 contracts, in the area of natural gas and crude oil, strategic for our Capital Group. The first one is the construction of LMG crude oil and natural gas mine, the other one is the construction of the underground gas storage in Wierchowice. These are the biggest in the PBG Capital Group history contracts of the total value of PLN 2.5 billion.

Winning the contract for the construction and modernization of the city stadium in Poznań and signing the contract for the construction of the football stadium in Gdańsk, within the framework of the preparations for the organization of the European Football Championships in 2012 in Poland are definite success. We are also very close to concluding the prestigious contract concerning the construction of the National Stadium

in Warsaw, in the place of the historic Stadion Dziesięciolecia. As it can be observed, our Capital Group will realize the projects of the three stadiums, which will be the arena of EURO 2012, and the construction of which will significantly influence the improvement in the financial results reached by us.

As the PBG Capital group we have entered new areas of activity in industrial construction this year. We managed to win the contract for the construction of waste disposal plant in Gdańsk. For the next few years this will be one of the most perspective and developmental sectors in construction branch as similar plants will be built in many Polish cities.

Road sector will be a significant sector of the PBG Group activity. We want to focus particularly on the local market on which we already reach satisfactory profit margins. We actively exert ourselves for the contracts in this segments, taking part in the tenders of the total value of billions PLN. We hope that we will create backlog of orders, allowing us to dynamically increase revenues in the road construction sector.

The development of the PBG Capital Group in the next years will be based on investments in the crude oil and natural gas area, projects financed with the EU funds and planned investments connected with the organization of European Football Championships EURO 2012 in Poland and Ukraine. Increasing activity on foreign markets is also planned.

I would like to thank you for your trust. I try to realize the assumed strategy consequently, create the Company which is transparent and open to the Shareholders. I am glad that in the atmosphere of the global devaluation of companies on the capital market, the stock price distinguished itself among the industrial averages.

I am convinced that the continuation of further development of the PBG Capital Group will contribute to further increase in the value for Shareholders.

I wish to particularly thank all employees of the PBG Capital Group, for their great engagement and hard everyday work. Without them this success would be impossible.

Jerzy Wiśniewski  
the President of the Management Board

A handwritten signature in blue ink, reading "Jerzy Wiśniewski", on a light-colored rectangular background.

Wysogotowo, April 2009