

**REPORT OF AN INDEPENDENT STATUTORY AUDITOR ON THE AUDIT OF THE
CONDENSED INTERIM FINANCIAL STATEMENT FOR THE PERIOD FROM
JANUARY 1ST, 2007 TO JUNE 30TH, 2007**

To the Shareholders, Supervisory Board of CIECH Spółka Akcyjna

We have audited the appended condensed interim financial statement of CIECH SA, with its registered office in Warsaw, at ulica Powązkowska 46/50, including:

- balance sheet as of June 30th, 2007, showing the total of PLN 1,554,970 thousand on the side of assets and liabilities,
- profit and loss account for the period from January 1st, 2007 to June 30th, 2007, showing a net profit of PLN 59,832 thousand,
- statement of changes in equity for the period from January 1st, 2007 to June 30th, 2007, showing a PLN 2,143 thousand increase in equity,
- cash flow statement, showing an increase in cash flow for the period from January 1st, 2007 to June 30th, 2007, in the amount of PLN 72,824 thousand,
- additional information and notes.

The Management Board of CIECH SA is responsible for the fairness, accuracy, and clarity of the information included in the financial statement. Our task was to audit the financial statement.

Since 2007, according to Resolution no. 4 of January 31st, 2007 adopted based on Article 45 of the Accounting Act by the Extraordinary General Meeting of Shareholders, the Company has generated individual financial statements in line with the principles resulting from the International Financial Reporting Standards in the scope approved by the European Union.

The audit was conducted according to the binding provisions of the Polish law and to professional standards for auditors issued by the Polish National Council of Statutory Auditors. The standards impose an obligation on us to plan and conduct the audit in such a way that it may be stated with reasonable certainty that the financial statement is free from significant irregularities. The audit was conducted mainly by means of analysis of the data included in the financial statement and inspection of accounting books, and the use of information obtained from the management and from the personnel responsible for finances and bookkeeping in the Company. The scope and method of conducting the audit of the financial statement are substantially different from the audit whose aim is to express an opinion on the financial statement. Therefore, we do not give such an opinion.

In our audit we did not identify any need to make substantial changes in the appended condensed interim financial statement in order to present the financial and property situation of the CIECH SA as at 30th June 2007, and its financial result for the period from 1st January 2007 to 30th June 2007 in an accurate and clear manner in accordance with the International Financial Reporting Standards in the form adopted by the European Union and applicable to the interim reporting standards.

Without reporting any necessity to make any amendments to the condensed financial statements we would like to point out the following:

- the court proceedings held against the Company, disclosed by the Management Board in item no. 17 of the condensed financial statements of CIECH SA for the first half of 2007. Certain proceedings are still pending, and their results and effects cannot be adequately assessed at the present time. The Management Board has estimated a provision against the potential claims at 19,040 thousand and recognised that provision in the condensed interim consolidated financial statement. No other provisions were raised for remaining part of potential claims, disclosed by the Management Board in the mentioned item that may arise in the event of unfavourable court judgments.

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Maria Rzepnikowska
Auditor
registration no. 3499/1028

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company representatives

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Entity authorised to audit
financial statements, entered
on the list of authorised entities
under register no. 73
National Council of Statutory Auditors

Warsaw, September 14th, 2007