

TRANSLATION FROM THE SWEDISH ORIGINAL

Auditor's report

To the annual meeting of the shareholders of Reinhold Polska AB (publ), corporate identity number 556706-3713

Report on the annual accounts and consolidated accounts

We have audited the annual accounts and consolidated accounts of Reinhold Polska AB (publ) for the year 2011.

Responsibilities of the Board of Directors and the Managing Director for the annual accounts and consolidated accounts

The Board of Directors and the Managing Director are responsible for the preparation and fair presentation, of the annual accounts and of the consolidated accounts in accordance with the Annual Accounts Act and, of the consolidated accounts in accordance with International Financial Reporting Standards, as adopted by the EU, and for such internal control as the Board of Directors and the Managing Director determine is necessary to enable the preparation of annual accounts and consolidated accounts that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on these annual accounts and consolidated accounts based on our audit. We conducted our audit in accordance with International Standards on Auditing and generally accepted auditing standards in Sweden. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the annual accounts and consolidated accounts are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the annual accounts and consolidated accounts. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the annual accounts and consolidated accounts, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the company's preparation and fair presentation of the annual accounts and consolidated accounts in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors and the Managing Director, as well as evaluating the overall presentation of the annual accounts and consolidated accounts.

Because of the circumstances described under the heading "Basis for disclaimer of opinion" we have not been able to collect enough audit evidence as a basis to express an audit opinion.

Basis for disclaimer of opinion

As may be seen in the statutory administration report on page 3 the annual accounts, and thereby the valuation of assets and liabilities, have been prepared based on the assumption of going concern. Going concern presumes financing is being provided to the company. During our audit we have not been able to collect enough audit evidence verifying that additional financing can be provided and that the annual accounts and consolidated accounts thereby can be prepared based on the assumption of going concern. Because of this there is a material uncertainty regarding the valuation of development property in the consolidated balance sheet and regarding the group company receivables.

Disclaimer of opinion

Because of the circumstances described under the heading "Basis for disclaimer of opinion" we have not been able to collect enough and appropriate audit evidence as a basis to express an audit opinion. Because of this we express a disclaimer of opinion.

Disclosure of particular importance

Without affecting our opinions expressed above we would like to draw attention to that the Board of Directors has prepared the annual accounts under the assumption of going concern. This assumes that the company's financing needs for business purposes for its development of ongoing projects can be met. If funding cannot be obtained, there is a material uncertainty which raises substantial doubt about the ability to continue operations.

Report on other legal and regulatory requirements

In addition to our audit of the annual accounts and consolidated accounts, we have examined the proposed appropriations of the company's profit or loss and the administration of the Board of Directors and the Managing Director of Reinhold Polska AB for the year 2011.

Responsibilities of the Board of Directors and the Managing Director

The Board of Directors is responsible for the proposal for appropriations of the company's profit or loss, and the Board of Directors and the Managing Director are responsible for administration under the Companies Act.

Auditor's responsibility

Our responsibility is to express an opinion with reasonable assurance on the proposed appropriations of the company's profit or loss and on the administration based on our audit. *Except for the exceptions mentioned below, we conducted the audit in accordance with generally accepted auditing standards in Sweden.*

As a basis for our opinion on the Board of Directors' proposed appropriations of the company's profit or loss, we examined whether the proposal is in accordance with the Companies Act. Because of the circumstances described below in the paragraph "Basis for disclaimer of opinion", we have not been able to collect enough and appropriate audit evidence as a basis to express an opinion on the Board of Directors' proposed appropriations of the company's profit or loss.

As a basis for our opinion concerning discharge from liability, in addition to our audit of the annual accounts and consolidated accounts, we examined significant decisions, actions taken and circumstances of the company in order to determine whether any member of the Board of Directors or the Managing Director is liable to the company. We also examined whether any member of the Board of Directors or the Managing Director has, in any other way, acted in contravention of the Companies Act, the Annual Accounts Act or the Articles of Association.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Basis of disclaimer of opinion

As may be seen in the statutory administration report on page 3 the annual accounts, and thereby the valuation of assets and liabilities, have been prepared based on the assumption of going concern. Going concern presumes financing is being provided to the company. During our audit we have not been able to collect enough audit evidence verifying that additional financing can be provided and that the annual accounts and consolidated accounts thereby can be prepared based on the assumption of going concern. Because of this there is a material uncertainty regarding the valuation of development property in the consolidated balance sheet and regarding the group company receivables.

Opinion and disclaimer of opinion

Following the circumstances described in the paragraph "Basis of disclaimer of opinion" we can neither recommend nor reject to the

annual meeting of shareholders that the profit be appropriated in accordance with the proposal in the statutory administration report.

We recommend that the members of the Board of Directors and the Managing Director be discharged from liability for the financial year.

Stockholm den

Ernst & Young AB

Öhrlings Pricewaterhouse Coopers AB

Mikael Ikonen

Authorized Public Accountant

Helena Ehrenborg

Authorized Public Accountant