

## Auditor's Report

# Deloitte & Touche

### Auditor's Report for the Shareholders of Metrostav a.s.

Based on our audit we have issued the following Report on the financial statements on 16 March 2001:

"We have audited the attached financial statements of Metrostav a.s. as at 31 December 2000. The company's Board of Directors is responsible for compiling the financial statements. Our responsibility is to express an opinion on these financial statements as a whole, based on our audit.

Our audit was carried out in compliance with the Act on Auditors and with the auditing guidelines issued by the Chamber of Auditors. These guidelines require that we plan and perform the audit to obtain reasonable assurance that the financial statements are free of material misstatements. The audit also includes examining, on a test basis, whether the amounts and information in the financial statements are complete and supportable. It also includes assessment of the accounting principles used and significant estimates made by the company, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.


In our opinion, the company's financial statements present fairly, in all material respects, the assets, liabilities and shareholders' equity of Metrostav a.s. as at 31 December 2000 and its results for the year 2000, in accordance with the Act on Accounting and relevant accounting regulations."


Metrostav's financial statements which form part of this Annual Report contain certain information which was not included in the financial statements audited by us and the opinion formulated above does not apply to it. It concerns the information on:

- the amount of shareholders' equity and profit & loss as stated in Chapter 1.4. Companies in which Metrostav has a higher than 20% holding;
- data for 1998 contained in Chapter 1.5. Employees, the management and statutory bodies;
- Chapter 3.1. Receivables for subscribed capital;
- Chapter 3.2.5. Significant investments;
- data for 1998 in Chapter 3.3. Financial investments;
- data for 1998 in Chapter 3.3.2. Substantial shareholdings and ownership interests;
- data for 2000 in Chapter 3.6.3. Intercompany receivables;
- Chapter 3.7.4. After-tax profit on current activities per share and dividend per share;
- Chapter 3.7.6. Breakdown of shares (by number and type of share) comprising the Company's registered capital;
- Chapter 3.7.7. Other information on the registered capital;
- data for 2000 contained in Chapter 3.8.3. Intercompany payables;
- Chapter 3.10. Bank loans;
- data for 1998 contained in Chapter 3.11. Breakdown of revenues from current main activities;
- Chapter 3.12. Total expenditures on R&D.

We have also audited the other financial information contained in this Annual Report and its conformity with the audited financial statements. In our opinion, this information conforms in all material respects to the audited financial statements.

Prague, 30 April 2001

  
Auditing firm  
Deloitte & Touche spol. s r.o.  
Licence No. 79

  
Auditor responsible  
Stanislav Staněk  
Certificate No. 1674

## Financial Statements - Metrostav a.s.

### Balance Sheet as at 31 December

in CZK 000	2000	1999	1998
<b>Total assets</b>	<b>4,043,263</b>	<b>3,573,239</b>	<b>3,157,677</b>
<b>A. Receivables for subscriptions</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>B. Fixed assets</b>	<b>1,426,432</b>	<b>1,124,276</b>	<b>1,198,818</b>
B.I. Intangible fixed assets	34,434	32,745	3,134
B.I.1. Incorporation expenses	-	-	-
B.I.2. Research and development	-	-	-
B.I.3. Software	31,404	2,651	540
B.I.4. Valuable rights	-	-	-
B.I.5. Other intangible fixed assets	2,966	4,393	1,694
B.I.6. Intangible fixed assets under construction	-	21,129	900
B.I.7. Advance payments for intangible fixed assets	64	4,572	-
B.II. Tangible fixed assets	1,218,176	1,024,698	1,123,221
B.II.1. Land	117,017	86,323	51,671
B.II.2. Buildings, halls and structures	688,341	418,061	697,914
B.II.3. Movable fixed assets	349,275	316,802	276,737
B.II.4. Perennial crops	-	-	-
B.II.5. Breeding and draught animals	-	-	-
B.II.6. Other tangible fixed assets	17,205	23,097	20,942
B.II.7. Tangible fixed assets under construction	23,955	174,604	60,991
B.II.8. Advance payments for tangible fixed assets	22,383	5,811	14,966
B.II.9. Adjustments to acquired assets	-	-	-
B.III. Financial investments	173,822	66,833	72,463
B.III.1. Shares and ownership interests with controlling influence in enterprises	142,762	39,803	45,433
B.III.2. Shares and ownership interests with substantial influence in enterprises	25,560	27,030	27,030
B.III.3. Other securities and ownership interests	5,500	-	-
B.III.4. Intercompany loans	-	-	-
B.III.5. Other financial investments	-	-	-
<b>C. Current assets</b>	<b>2,556,276</b>	<b>2,386,789</b>	<b>1,921,481</b>
C.I. Inventory	319,546	917,128	905,656
C.I.1. Materials	80,233	67,608	77,013
C.I.2. Work-in-progress and semi-finished products	232,978	845,043	816,389
C.I.3. Finished products	-	-	-
C.I.4. Animals	-	-	-
C.I.5. Goods	-	-	-
C.I.6. Advance payments for inventory	6,335	4,477	12,254
C.II. Long-term receivables	177,259	5,434	35,172
C.II.1. Trade receivables	161,059	2,434	34,572
C.II.2. Receivables from partners and associates	-	-	-
C.II.3. Receivables from companies with controlling influence	6,600	-	-
C.II.4. Receivables from companies with substantial influence	-	-	-
C.II.5. Other receivables	9,600	3,000	600
C.III. Short-term receivables	1,303,883	1,145,613	678,474
C.III.1. Receivables from trade	1,233,244	1,093,916	633,691
C.III.2. Receivables from partners and participants in association	-	-	-
C.III.3. Social security	-	-	-
C.III.4. Due from state - tax receivables	45,707	19,310	18,424
C.III.5. Due from state - deferred taxes	-	-	-
C.III.6. Receivables from companies with controlling influence	6,982	4,198	2,600
C.III.7. Receivables from companies with substantial influence	-	-	-
C.III.8. Other receivables	17,950	28,189	23,759
C.IV. Financial assets	755,588	318,614	302,179
C.IV.1. Cash	787	756	972
C.IV.2. Bank accounts	227,201	10,158	300,139
C.IV.3. Short-term financial assets	527,600	307,700	1,068
<b>D. Other assets - temporary accounts of assets</b>	<b>60,555</b>	<b>62,174</b>	<b>37,378</b>
D.I. Accruals	49,266	62,149	29,346
D.I.1. Deferred expenses	19,955	10,106	16,898
D.I.2. Accrued revenue	28,381	51,738	12,414
D.I.3. Foreign currency exchange losses	930	305	34
D.II. Estimated receivables	11,289	25	8,032

in CZK 000		2000	1999	1998
<b>Total liabilities</b>		<b>4,043,263</b>	<b>3,573,239</b>	<b>3,157,677</b>
<b>A.</b>	<b>Equity</b>	<b>1,339,077</b>	<b>1,240,980</b>	<b>1,191,815</b>
A.I.	Registered capital	790,667	781,585	790,667
A.I.1.	Registered capital	790,667	790,667	790,667
A.I.2.	Own shares	–	-9,082	–
A.II.	Capital funds	–	–	–
A.II.1.	Share premium	–	–	–
A.II.2.	Other capital funds	–	–	–
A.II.3.	Gains or losses from valuation of assets	–	–	–
A.II.4.	Gains or losses from investments	–	–	–
A.III.	Funds created from net profit	85,451	79,423	71,581
A.III.1.	Legal reserve fund	85,451	79,423	71,581
A.III.2.	Indivisible fund	–	–	–
A.III.3.	Statutory and other funds	–	–	–
A.IV.	Profit (loss) of previous years	312,351	259,432	172,725
A.IV.1.	Retained earnings from previous years	312,351	259,432	172,725
A.IV.2.	Accumulated losses from previous years	–	–	–
A.V.	Profit (loss) of current accounting period	150,608	120,540	156,842
<b>B.</b>	<b>External liabilities</b>	<b>2,168,726</b>	<b>1,925,907</b>	<b>1,690,351</b>
B.I.	Reserves	162,730	130,286	100,761
B.I.1.	Legal reserves	22,397	29,816	48,960
B.I.2.	Reserve for foreign exchange losses	908	–	34
B.I.3.	Other reserves	139,425	100,470	51,767
B.II.	Long-term payables	141,233	–	–
B.II.1.	Payables to companies with controlling influence	–	–	–
B.II.2.	Payables to companies with substantial influence	–	–	–
B.II.3.	Long-term advances received	–	–	–
B.II.4.	Bonds issued	–	–	–
B.II.5.	Long-term bills of exchange to be paid	–	–	–
B.II.6.	Other long-term payables	141,233	–	–
B.III.	Short-term payables	1,864,763	1,795,602	1,589,590
B.III.1.	Payables from trade	1,594,986	1,598,062	1,468,517
B.III.2.	Payables to partners and participants in association	137,346	82,516	45,691
B.III.3.	Payables to employees	45,891	41,736	897
B.III.4.	Payables to social security	27,270	25,542	24,224
B.III.5.	Due to state - taxes and subsidies	9,488	8,409	23,355
B.III.6.	Due to state - deferred taxes	48,185	39,005	25,252
B.III.7.	Payables to companies with controlling influence	–	–	–
B.III.8.	Payables to companies with substantial influence	–	–	–
B.III.9.	Other payables	1,597	332	1,654
B.IV.	Bank loans and assistance	–	19	–
B.IV.1.	Long-term bank loans	–	–	–
B.IV.2.	Current bank loans	–	19	–
B.IV.3.	Short-term financial assistance	–	–	–
<b>C.</b>	<b>Other liabilities - temporary accounts of liabilities</b>	<b>535,460</b>	<b>406,352</b>	<b>275,511</b>
C.I.	Accruals	85,895	89,297	56,407
C.I.1.	Accrued expenses	59,817	43,959	52,703
C.I.2.	Deferred revenues	25,551	45,313	3,603
C.I.3.	Foreign currency exchange gains	527	25	101
C.II.	Estimated payables	449,565	317,055	219,104

**Profit and Loss Account for the year ended 31 December**

in CZK 000		2000	1999	1998
I.	Revenues from merchandise	4,014	527	874
A.	Cost of goods sold	3,905	466	846
<b>+</b>	<b>Sale margin</b>	<b>109</b>	<b>61</b>	<b>28</b>
II.	Production	7,470,157	7,113,490	5,586,155
II.1.	Revenues from own products or services	7,917,348	6,906,758	5,406,106
II.2.	Change in inventory of own production	-612,065	28,654	-193,102
II.3.	Capitalisation	164,874	178,078	215,149
B.	Production consumption	6,070,393	5,948,636	4,254,974
B.1.	Materials and energy consumption	5,318,621	5,315,341	3,654,305
B.2.	Services	751,772	633,295	600,669
<b>+</b>	<b>Added value</b>	<b>1,399,873</b>	<b>1,164,915</b>	<b>1,331,209</b>
C.	Personnel expenses	952,947	894,152	882,619
C.1.	Wages and salaries	687,001	644,459	634,403
C.2.	Remuneration of board members	4,860	4,470	4,800
C.3.	Social security expenses	239,919	223,986	220,935
C.4.	Social expenses	21,167	21,237	22,481
D.	Taxes and fees	27,294	40,366	13,080
E.	Depreciation of intangible and tangible fixed assets	138,905	119,547	94,519
III.	Revenues from disposals of fixed assets and material	88,835	518,644	54,638
F.	Net book value of fixed assets and material sold	67,116	347,534	55,315
IV.	Accounting for reserves and accruals to operating revenues	42,894	50,745	34,256
G.	Additions to reserves and accruals to operating expenses	74,430	80,304	26,556
V.	Accounting for adjustments to operating revenues	24,641	43,033	9,128
H.	Accounting for adjustments to operating expenses	56,412	25,614	28,468
VI.	Other operating revenues	43,404	20,469	13,510
I.	Other operating expenses	81,885	63,873	38,985
VII.	Transfer of operating revenues	-	-	-
J.	Transfer of operating expenses	-	-	-
<b>*</b>	<b>Operating profit (loss)</b>	<b>200,658</b>	<b>226,416</b>	<b>303,199</b>

in CZK 000		2000	1999	1998
VIII.	Revenues from sale of securities	74,345	2,842	12,082
K.	Securities and ownership interests sold	66,994	7,725	13,320
IX.	Revenues from financial investments	–	–	–
IX.1.	Revenues from intercompany securities and ownership interests	–	–	–
IX.2.	Revenues from other securities and ownership interests	–	–	–
IX.3.	Revenues from other financial investments	–	–	–
X.	Revenues from short-term financial assets	–	–	–
XI.	Accounting for reserves to financial revenues	–	34	–
L.	Additions to reserves	908	–	34
XII.	Accounting for adjustments to financial revenues	34,900	6,522	3,675
M.	Accounting for adjustments to financial expenses	–	9,900	31,522
XIII.	Interests received	5,254	5,583	4,498
N.	Interests paid	6,296	14,229	60,652
XIV.	Other financial revenues	5,300	20,161	50,608
O.	Other financial expenses	29,580	28,237	25,365
XV.	Transfer of financial revenues	–	–	–
P.	Transfer of financial expenses	–	–	–
<b>*</b>	<b>Profit (loss) from financial operations</b>	<b>16,021</b>	<b>-24,949</b>	<b>-60,030</b>
R.	Income tax on ordinary income	76,442	84,398	94,822
R.1.	Due	67,262	70,542	81,624
R.2.	Deferred	9,180	13,856	13,198
<b>**</b>	<b>Ordinary income</b>	<b>140,237</b>	<b>117,069</b>	<b>148,347</b>
XVI.	Extraordinary revenues	15,254	7,636	12,660
S.	Extraordinary expenses	476	1,903	1,270
T.	Income tax on extraordinary income	4,407	2,262	2,895
T.1.	Due	4,407	2,365	2,904
T.2.	Deferred	–	-103	-9
<b>*</b>	<b>Extraordinary income</b>	<b>10,371</b>	<b>3,471</b>	<b>8,495</b>
U.	Transfer of profit or loss to partners	–	–	–
<b>***</b>	<b>Profit (loss) of current accounting period</b>	<b>150,608</b>	<b>120,540</b>	<b>156,842</b>
	Profit (loss) before tax	231,457	207,200	254,559

**Cash Flow Statement as at 31 December 2000**

in CZK 000		
<b>P.</b>	<b>Cash and cash equivalents<sup>1)</sup> at beginning of accounting period</b>	<b>327,696</b>
<b>Z.</b>	<b>Accounting profit (loss) from ordinary activities before taxes</b>	<b>216,679</b>
A.1	Non-cash transactions	280,734
A.1.1	Depreciation of fixed assets (+), excl. fixed assets sold, write-off of receivables (+) and redemption of adjustment for acquired assets (+/-)	142,925
A.1.2	Change in adjustments, reserves and balances on temporary assets and liabilities accounts (+/-)	160,023
A.1.3	Profit (loss) on sale of fixed assets (-/+), incl. gains or losses from valuation of capital holdings	-23,256
A.1.4	Dividends and shares in profit (-)	-
A.1.5	Interest paid (+), excl. capitalized interest and interest received (-)	1,042
<b>A*</b>	<b>Net cash flow from operating activity before taxes changes in working capital and extraordinary items</b>	<b>497,413</b>
A.2	Change in working capital	433,391
A.2.1	Change in operating receivables (+/-)	-360,090
A.2.2	Change in operating payables (+/-)	201,214
A.2.2.1	Change in operating short-term payables	59,981
A.2.2.2	Change in operating long-term payables	141,233
A.2.3	Change in inventory (+/-)	592,267
<b>A**</b>	<b>Net cash flow from operating activity before taxes and extraordinary items</b>	<b>930,804</b>
A.3	Interest paid, excl. capitalized interest (-)	-6,296
A.4	Interest received (+)	5,254
A.5	Income tax paid on ordinary income and additional taxation of prior periods (-)	-67,262
A.6	Revenues and expenses from extraordinary accounting transactions, including extraordinary income tax paid	10,371
<b>A***</b>	<b>Net cash flow from operating activity</b>	<b>872,871</b>
B.1	Acquisition of fixed assets	-507,479
B.2	Proceeds from sale of fixed assets	124,114
B.3	Loans and credits to related persons	-
<b>B***</b>	<b>Net cash flow from investment activity</b>	<b>-383,365</b>
C.1	Change in long-term, or short-term liabilities	-19
C.2	Impact of change in equity on cash	-61,595
C.2.1	Increase in cash and cash equivalents, related to an increase in registered capital, or in reserve fund, including advances paid (+)	-
C.2.2	Shares in shareholders' equity paid to partners (-)	-
C.2.3	Donations and subsidies to shareholders' equity and other financial deposits of partners and shareholders (+)	-
C.2.4	Compensation of losses by partners (+)	-
C.2.5	Direct payments debited to funds (-)	-
C.2.6	Dividends and profit shares paid, incl. withholding tax (-)	-61,595
C.3	Dividends and profit shares received (+)	-
<b>C***</b>	<b>Net cash flow from financial activity</b>	<b>-61,614</b>
<b>F</b>	<b>Net increase or decrease in cash</b>	<b>427,892</b>
<b>R</b>	<b>Cash and cash equivalents<sup>1)</sup>, end of accounting period</b>	<b>755,588</b>

<sup>1)</sup> Cash equivalents consist of own shares and short-term financial assets.

## **Notes to the Financial Statements** **extended in compliance with Act No. 591/1992 Coll. on Securities**

### **1. GENERAL INFORMATION**

#### **1.1. Foundation and description of the Company**

The information is given on page 79 of this Annual Report.

**The principal activities included in Article 4 of the Company's Articles of Association in effect on 31 December 2000 are as follows:**

1. construction of buildings, including alterations and demolition
2. design and planning work
3. activities carried out by mining techniques
4. mining
5. engineering in capital construction
6. consulting services in capital construction
7. licensed surveying
8. main mining measurer activity
9. geodetic surveying
10. geological surveys
11. geological sketching (with the exception of underground work)
12. design and evaluation of geological work
13. blasting and fireworks
14. dangerous waste disposal
15. manufacture and assembly of steel structures
16. inert material storage
17. assembly, repair, maintenance and inspection of specified electrical appliances and production of low-voltage control panels
18. installation and repair of electrical machinery and appliances
19. assembly, repair, inspection and testing of specified gas appliances, filling gas to pressure tanks
20. assembly, general overhauls, rebuilding, inspection and operational testing of specified lifting equipment
21. assembly, repair, rebuilding, revision and testing of specified pressure equipment, boilers and pressure tanks, periodical testing of pressure tanks
22. manufacture, installation and repair of ventilating equipment
23. plumbing, heating systems
24. insulation work
25. installation and repair of electronic equipment
26. road passenger transport
27. road haulage
28. repair of machinery and gears
29. repair of motor vehicles
30. bodywork repair
31. repair of other vehicles
32. purchase of goods for re-sale and sale
33. lease of industrial goods
34. real estate services
35. accommodation
36. catering services
37. road cleaning
38. operation of watched car park
39. lease of motor vehicles
40. lease of building machinery
41. waste disposal, except for dangerous waste
42. lease of residential and non-residential premises
43. property development
44. administration of buildings
45. services of business, financial, organisational or economic consultants

## 1.2. Amendments to the entry in the Commercial Register during the past accounting period

Change in the Company's registered office to Koželužská 2246, Prague 8

Changes in the composition of the Board of Directors and the Supervisory Board:

Jan Kříž, František Vencel, Miroslav Stehlík, Miroslav Vaněk, Petr Bratský and Jan Pokorný ended their work in the Company bodies. Jiří Bělohav and Pavel Meyer resigned from the Supervisory Board.

New members of the Board of Directors are: Ivan Šesták, František Klepetko, Ján Dudáš, Dušan Mráz and Jiří Bělohav. Daniel Janisch, Daniel Knotek, Viktor Karel and Pavel Pilát were elected to the Supervisory Board.

## 1.3. The Company's organisational structure

Metrostav consists of a Head Office and ten divisions: seven construction and production divisions, property development, administrative and leasing divisions.

During the year, the organisational structure has changed. The Business Strategy Director's Section was closed down. A new Division 8, focused on the preparation and construction of the Prague Metro, was established. At the end of 2000, the Head Office comprised the General Director's Section, Financial, Production and Technology, Commercial, Production Economics and Personnel Sections.

### Names and surnames of members of statutory and supervisory bodies

are given on pages 42-43 of this Annual Report.

## 1.4. Companies in which Metrostav has a higher than 20% holding

Name of company	Registered office	Holding (CZK 000)	Holding %	Shareholders' equity (CZK 000)	2000 profit/loss (CZK 000)
METROS, s.r.o.	Praha 9 Bystrá 2243	14,000	100	3,533	127
METROSTAV Slovakia a.s.	Bratislava Košícká 52	1,000 Sk	100	149,446 Sk	-934 Sk
SQZ, s.r.o.	Praha 7 Dělnická 12	3,803	100	4,291	169
M - D recyklace, a.s.	Praha 8 Rohanský ostrov	570	57	514	-338
METROSTAV INTERTRADE, a.s.	Praha 7 Dělnická 12	510	51	-19,708 *	-12,622 *
GAMA - METROSTAV a.s.	Praha 7 Dělnická 12	510	51	54,779	-90
TBG METROSTAV s.r.o.	Praha 8 Rohanský ostrov	35,000	50	80,248	1,583
Společnost Západního města, akciová společnost	Praha 13 Lýskova 1593	352	35.09	1,027 *	1
ČKD - MTS uzavřená a.s. **	Moskva Vavilova 81	6,970 Rbl	34	20,500 Rbl	
EKOTUNEL Praha, s.r.o.	Praha 7 Dělnická 12	40	28.57	122	-5

\* preliminary results

\*\* does not currently engage in any business activities

In 2000, the General Meeting of Metrostav Slovakia a.s. decided to increase the Company's registered capital to Sk 151,000,000. This increase was not incorporated in the Commercial Register yet.

## 1.5. Employees, the management and statutory bodies

### Personnel costs and number of employees

Average number of employees, the management and personnel costs for 2000, 1999 and 1998 were as follows:

#### 2000

(CZK 000)	Number of staff	Wage costs	Social security and health insurance	Other costs	Total personnel costs
Employees	2,886	656,545	229,564	21,167	907,276
Senior managers	16	30,456	10,355		40,811
<b>Total</b>	<b>2,902</b>	<b>687,001</b>	<b>239,919</b>	<b>21,167</b>	<b>948,087</b>

#### 1999

(CZK 000)	Number of staff	Wage costs	Social security and health insurance	Other costs	Total personnel costs
Employees	3,032	616,949	214,633	21,237	852,818
Senior managers	16	27,510	9,353		36,863
<b>Total</b>	<b>3,048</b>	<b>644,459</b>	<b>223,986</b>	<b>21,237</b>	<b>889,682</b>

#### 1998

(CZK 000)	Number of staff	Wage costs	Social security and health insurance	Other costs	Total personnel costs
Employees	3,221	610,230	212,716	22,481	845,427
Senior managers	16	24,173	8,219		32,392
<b>Total</b>	<b>3,237</b>	<b>634,403</b>	<b>220,935</b>	<b>22,481</b>	<b>877,819</b>

In the Notes to Financial Statements for 1998, wage costs included also bonuses to members of Company bodies.

The number of employees is the average number employed. Management includes senior managers and divisional directors.

All income in money, kind and emoluments received by the statutory bodies and their members and by members of the Supervisory Board from the Company and controlled companies last year, and also information on significant deals, loans, loan guarantees and other pecuniary relations between the Company and the persons specified above:

(CZK 000)	Gross income	Income in kind
Board of Directors	4,440	-
Supervisory Board	3,080	-
Directors	19,002	1,027

Supply of a car - yearly income in kind.

## 2. ACCOUNTING METHODS AND GENERAL ACCOUNTING POLICIES

The Company has kept its accounts and prepared these financial statements in compliance with Act No. 563/1991 Coll. on Accounting, the Ministry of Finance Measure stipulating the chart of accounts and accounting procedures for entrepreneurs, and the Ministry of Finance Measure stipulating the contents of financial statements.

The accounting respects general accounting principles, in particular the method of valuing assets at historic prices, accounting based on a material and accrual concept, the principle of prudence and the assumption that the Company is able to continue in its activities.

## 2.1. Valuation methods and depreciation

### 2.1.1. Tangible and intangible fixed assets

Tangible and/or intangible fixed assets are understood as assets whose acquisition cost exceeds CZK 40,000, or CZK 60,000, in each individual case and whose useful economic life is longer than one year.

Tangible and intangible fixed assets are valued at acquisition cost.

Valuation of tangible and intangible fixed assets created by own activities includes direct cost, indirect cost incurred in connection with the creation of assets, or indirect costs of administrative nature if the period of creating the assets exceeds one year.

Donated tangible and intangible fixed assets, internally produced intangible assets whose replacement cost is lower than own costs, tangible fixed assets obtained free-of-charge on the basis of a Contract for the Purchase of a Leased Thing (accounted for in the relevant "Accumulated cost" account), assets newly recorded in the accounting (accounted for in the relevant "Accumulated cost" account) and investments of tangible and intangible fixed assets are valued at replacement cost.

Tangible fixed assets with a useful economic life of more than one year valued at an acquisition cost of CZK 40,000, or lower and more than CZK 5,000, and intangible assets with a useful economic life of more than one year valued at an acquisition cost of CZK 60,000 or lower and more than CZK 10,000, except for software, are treated as low-value tangible and intangible fixed assets and depreciated as non-recurring charges.

If technical appreciation of a single tangible, or intangible, asset exceeded a total of CZK 40,000 (or CZK 60,000) in the tax period, then the acquisition cost of the asset is increased.

### 2.1.2. Depreciation of assets

Fixed assets are depreciated using the straight-line method and the period of depreciation is based on the useful economic life of the asset in question.

### 2.1.3. Financial investment

Securities and capital holdings are valued at acquisition cost. If sold or disposed of in any other way, they are valued on a "first-in, first-out" basis (FIFO).

If the market value of publicly tradeable securities is lower than their purchase price at the date of the financial statements, then they are valued at the market price and the difference is recorded as a provision.

Securities denominated in a foreign currency are valued at the Czech National Bank exchange rate valid on the date the accounts were closed and the exchange rate balance is accounted for under "Exchange rate gains" or "Exchange rate losses".

### 2.1.4. Stocks

Stocks purchased were valued at acquisition cost. The acquisition cost includes the purchase price and related costs (customs duties, freight and fees for storage during transport).

Internally produced stocks are valued at own costs, which include direct costs incurred in production or other activities, or other indirect costs of an administrative nature related to their production or other activities.

Ex-warehouse stocks are accounted for at prices calculated on the basis of a weighted arithmetic average.

The costs of property development are recorded during construction as part of work-in-progress.

### 2.1.5. Loans

Loans are recorded at nominal value. The part of long-term loans which is payable within one year of the date of the financial statements is treated as a short-term loan.

## 2.2. Provisions for assets and reserves

Provisions are created on the basis of stocktaking if it is found that the valuation of assets does not correspond to the actual state. Reserves are created for risks and future losses known as at the date of financial statements.

### 2.2.1. Provisions

#### *Tangible and intangible fixed assets*

No provisions for tangible and intangible fixed assets were created in 2000.

#### *Receivables*

In 2000, the Company created provisions for receivables on the basis of an individual assessment of each receivable and the age structure of the receivables as a whole.

#### *Stocks*

On the basis of individual assessment, no provisions for stocks were created in 2000.

#### *Financial investment*

Provisions for tradeable securities were created as at the day the Balance Sheet was compiled according to the last price in the RM-System or on the Prague Stock Exchange if this price was lower than the purchase price. Provisions for untradeable securities were created by comparing their purchase price with their estimated market price.

In calculating provisions for short-term financial assets, actual prices valid as at the date of financial statements compilation were taken into account.

### 2.2.2. Reserves

In 2000, the Company created tax-deductible reserves for repair of tangible fixed assets. It also created reserves for closing down construction site facilities, for warranty repairs and risk involved.

## 2.3. Conversion of entries in foreign currency to Czech currency

Accounting operations carried out during the year in foreign currencies are converted at the Czech National Bank exchange rates. Assets and liabilities denominated in foreign currencies are converted to Czech currency at the exchange rate valid as at the day of entry in the accounts.

Receivables, liabilities, loans, financial assistance and investment denominated in foreign currencies are converted according to the exchange rate published by the Czech National Bank as at the date of closure of the financial statements. The exchange rate balance is accounted for as exchange rate gains or losses. After consideration of the risk involved, provisions are created for exchange rate losses.

## 2.4. Financial lease with subsequent purchase of the leased thing

The total value of financial leases with subsequent purchase of the leased thing is accounted for on the accrual basis and expensed over the entire period of lease.

## 2.5. Taxes

#### *Tax depreciation of fixed assets*

The straight-line-method was used to calculate tax depreciation for assets recorded in the accounts up to the end of 1992, while the accelerated method has been used for assets recorded since 1992.

#### *Deferred tax*

Deferred tax is calculated on the basis of the difference between tax and book value of the fixed assets, using the income tax rate applicable for the following year.

## 2.6. Changes in valuation, depreciation methods and accounting procedures against the previous period

There were no changes in the above in the previous period.

## 2.7. Accounting for property development

The Company has recorded entries concerning current assets in property development - under "Work-in-progress" during construction and after its completion under products. Land which is part of development activities, are part of fixed assets. The results of property development sold are accounted for as revenues from the sale of own products, except for land which is accounted for as sale of fixed assets.

## 2.8. Other

The Company secures itself against the following risks:

- financial derivatives (as at 31 December 2000 the Company has had none)
- insolvency of business partners:
  - letters of credit
  - bank guarantees

## 3. ADDITIONAL INFORMATION ON THE BALANCE SHEET AND THE PROFIT AND LOSS ACCOUNT

### 3.1. Receivables for subscribed capital

The Company has no receivables for subscribed capital.

### 3.2. Fixed assets

#### 3.2.1. Intangible fixed assets

##### Acquisition cost

(CZK 000)	As at 31/12/98	Turnover in the period	As at 31/12/99	Turnover in the period	As at 31/12/00
Software	22,347	2,536	24,883	34,330	59,213
Valuable rights	1,461		1,461		1,461
Other intangible assets	4,494	4,076	8,570	218	8,788
Intangible assets in progress	900	20,229	21,129	-21,129	
Advances for intangible assets		4,572	4,572	-4,508	64
<b>Total</b>	<b>29,202</b>	<b>31,413</b>	<b>60,615</b>	<b>8,911</b>	<b>69,526</b>

##### Accumulated depreciation

(CZK 000)	As at 31/12/98	Turnover in the period	As at 31/12/99	Turnover in the period	As at 31/12/00
Software	21,807	425	22,232	5,577	27,809
Valuable rights	1,461		1,461		1,461
Other intangible assets	2,800	1,377	4,177	1,645	5,822
<b>Total</b>	<b>26,068</b>	<b>1,802</b>	<b>27,870</b>	<b>7,222</b>	<b>35,092</b>

##### Net book value

(CZK 000)	As at 31/12/98	As at 31/12/99	As at 31/12/00
Software	540	2,651	31,404
Valuable rights			
Other intangible assets	1,694	4,393	2,966
Intangible assets in progress	900	21,129	
Advances for intangible assets		4,572	64
<b>Total</b>	<b>3,134</b>	<b>32,745</b>	<b>34,434</b>

##### Depreciation of intangible fixed assets accounted for as expenses

(CZK 000)	As at 31/12/99	As at 31/12/00
Depreciation of intangible fixed assets	1,221	7,030

**3.2.2. Tangible fixed assets***Acquisition cost*

(CZK 000)	As at 31/12/98	Turnover in the period	As at 31/12/99	Turnover in the period	As at 31/12/00
Land	51,671	34,652	86,323	30,694	117,017
Buildings, halls and permanent structures	818,087	-271,798	546,289	284,762	831,051
Buildings, halls and provisional structures	359,581	-15,186	344,395	-37,645	306,750
Buildings, halls and structures	1,177,668	-286,984	890,684	247,117	1,137,801
Plant and equipment	400,465	81,757	482,222	51,969	534,191
Vehicles	259,425	5,564	264,989	5,125	270,114
Stocks	124,348	5,407	129,755	9,821	139,576
Individual movables	784,238	92,728	876,966	66,915	943,881
Low-value tangible assets	58,626	4,803	63,429	3,258	66,687
The other tangible assets	70,829	11,045	81,874	3,483	85,357
Other tangible assets	129,455	15,848	145,303	6,471	152,044
Work-in-progress	60,991	113,613	174,604	-150,649	23,955
Advances for tangible assets	14,966	-9,155	5,811	16,572	22,383
<b>Total</b>	<b>2,218,989</b>	<b>-39,298</b>	<b>2,179,691</b>	<b>217,390</b>	<b>2,397,081</b>

*Accumulated depreciation*

(CZK 000)	As at 31/12/98	Turnover in the period	As at 31/12/99	Turnover in the period	As at 31/12/00
Buildings, halls and permanent structures	157,695	2,877	160,572	11,145	171,717
Buildings, halls and provisional structures	322,059	-10,007	312,051	-34,308	277,743
Buildings, halls and structures	479,754	-7,131	472,623	-23,163	449,460
Plant and equipment	225,476	31,532	257,008	44,183	301,191
Vehicles	184,732	16,912	201,644	-15,458	186,186
Stocks	97,293	4,219	101,512	5,717	107,229
Individual movables	507,501	52,663	560,164	34,442	594,606
Low-value tangible assets	58,273	5,129	63,402	3,279	66,681
The other tangible assets	50,240	8,564	58,804	9,354	68,158
Other tangible assets	108,513	13,693	122,206	12,633	134,839
<b>Total</b>	<b>1,095,768</b>	<b>59,225</b>	<b>1,154,993</b>	<b>23,912</b>	<b>1,178,905</b>

*Net book value*

(CZK 000)	As at 31/12/98	As at 31/12/99	As at 31/12/00
Land	51,671	86,323	117,017
Buildings, halls and permanent structures	660,392	385,717	659,334
Buildings, halls and provisional structures	37,522	32,342	29,007
Buildings, halls and structures	697,914	418,061	688,341
Plant and equipment	174,989	225,214	233,000
Vehicles	74,693	63,345	83,928
Stocks	27,055	28,243	32,347
Individual movables	276,737	316,802	349,275
Low-value tangible assets	353	27	6
The other tangible assets	20,589	23,070	17,199
Other tangible assets	20,942	23,097	17,205
Work in progress	60,991	174,604	23,955
Advances for tangible assets	14,966	5,811	22,383
<b>Total</b>	<b>1,123,221</b>	<b>1,024,698</b>	<b>1,218,176</b>

The acquisition of the administrative building at Koželužská St. worth CZK 275,415,000 significantly influenced the Company's tangible fixed assets in 2000.

*Amortisation of intangible fixed assets accounted for as expenses*

(CZK 000)	As at 31/12/99	As at 31/12/00
Amortisation of intangible fixed assets	118,327	130,409

*Low-value intangible assets not listed in the Balance Sheet - in aggregate sum*

Total low value intangible assets not listed in the Balance Sheet as at 31 December 2000 were worth CZK 5,800 thousand, while on 31 December 1999 it totalled 6,200 thousand.

**3.2.3. Leased assets**

2000

(CZK 000)	Beginning of lease	Total period of lease (months)	Actual lease value	Lease payments paid as at 31/12/99	Lease payments paid in 2000	Due in 2001	Due in future years
Financial leases with subsequent purchase of the leased thing							
Lorries and cars	1999	9-36	8,640	4,142	2,721	1,617	161
Machines	1999	36	3,385	1,148	1,061	1,067	108
<b>Total</b>			<b>12,025</b>	<b>5,290</b>	<b>3,782</b>	<b>2,684</b>	<b>269</b>

The above given data are stated without VAT if it can be deducted at the entry. The Company acquired all assets leased in the form of financial leasing by ceding of lease contracts in 1999. For this reason, the period of lease disagrees with the breakdown of individual instalments.

**3.2.4. Pledged assets**

The Company has no assets pledged.

**3.2.5. Significant investments***Investments completed*

(CZK 000)	Description	Year of purchase (completion)	Asset value
<b>Machines</b>			
Jumbo drilling car	BOOMER 352-BMH 6314	1998	15,802
Jumbo drilling car	H 282-1238	1998	12,851
Belt excavator	LIEBHERR R 932 LITRONIC	1999	11,144
Tower crane	LIEBHERR 140EC-H6	1999	12,838
Tower crane	LIEBHERR 140EC-H6	1999	13,010
Rotary tower crane	LIEBHERR 140 EC-H6 LITRONIC	1999	11,546
Jumbo drilling car	ROCKET BOOMER L2C	1999	23,936
Belt excavator	R932 LITRONIC-TUNNEL	2000	12,257
<b>Immovable assets</b>			
Administrative centre at Thámova	own investment - sold in 1999	1998	297,643
Administrative centre at Koželužská	own investment	2000	275,415
<b>Intangible assets</b>			
One world information system		2000	33,397

The investments were financed from own funds.

*Investments planned*

(CZK 000)	Description	Year of purchase (completion)	Asset value
<b>Machines</b>			
Belt excavator	LIEBHERR R 932 LITRONIC	2001	11,870
Jumbo drilling car	ROCKET BOOMER L2C	2001	23,602
Tunnelling machine	Schaeff	2001	22,668
Belt excavator	LIEBHERR R 954 demoliční	2001	16,269

### 3.3. Financial investments

#### Purchase price

(CZK 000)	As at 31/12/98	Additions	Reductions	As at 31/12/99	Additions	Reductions	As at 31/12/00
Controlling shareholdings and ownership interests	70,433	4,391	121	74,703	119,524	51,465	142,762
Substantial shareholdings and ownership interests (>20%)	27,030	-	-	27,030	5,000	6,470	25,560
Other securities and participating interests	-	-	-	-	5,500	-	5,500
<b>Total</b>	<b>97,463</b>	<b>4,391</b>	<b>121</b>	<b>101,733</b>	<b>130,024</b>	<b>57,935</b>	<b>173,822</b>

#### 3.3.1. Controlling shareholdings and ownership interests

##### 2000

(CZK 000)	Book value	Nominal value	Number of shares	Percentage	Provisions
METROS, s.r.o.	17,000			100	
METROSTAV Slovakia a.s.	120,351	10	15,100	100	
METROSTAV INTERTRADE, a.s.	510	10	51	51	
GAMA - METROSTAV a.s.	510	10	51	51	
SQZ, s.r.o.	3,821			100	
M - D recyklace, a.s.	570	10	57	57	
<b>Total</b>	<b>142,762</b>				

##### 1999

(CZK 000)	Book value	Nominal value	Number of shares	Percentage	Provisions
METROS, s.r.o.	17,000			100	
METROSTAV Slovakia a.s.	850	10	100	100	
STATUS stavební a.s.	16,542	1	27,294	67.6	
Dopravní stavby Olomouc, a.s. v likvidaci	34,900	1	109,920	53.9	34,900
METROSTAV INTERTRADE, a.s.	510	10	51	51	
GAMA - METROSTAV a.s.	510	10	51	51	
SQZ, s.r.o.	3,821			100	
M - D recyklace, a.s.	570	10	57	57	
<b>Total</b>	<b>74,703</b>				<b>34,900</b>

##### 1998

(CZK 000)	Book value	Nominal value	Number of shares	Percentage	Provisions
METROS, s.r.o.	17,000			100	
METROSTAV Slovakia a.s.	971	10	100	100	
STATUS stavební a.s.	16,542	1	27,294	67.6	
Dopravní stavby Olomouc, a.s. v likvidaci	34,900	1	109,920	53.9	25,000
METROSTAV INTERTRADE, a.s.	510	10	51	51	
GAMA - METROSTAV a.s.	510	10	51	51	
<b>Total</b>	<b>70,433</b>				<b>25,000</b>

**3.3.2. Substantial shareholdings and ownership interests**

2000

(CZK 000)	Book value	Nominal value	Number of shares	Percentage
TBG METROSTAV s.r.o.	20,000			50
Společnost Západního města, akciová společnost	5,520	1	352	35.09
EKOTUNEL Praha, s.r.o.	40			28.57
<b>Total</b>	<b>25,560</b>			

1999

(CZK 000)	Book value	Nominal value	Number of shares	Percentage
TBG METROSTAV s.r.o.	15,000			50
TERRAMET, spol. s r.o.	6,470			49
Společnost Západního města, akciová společnost	5,520	1	352	35.09
EKOTUNEL Praha, s.r.o.	40			28.57
<b>Total</b>	<b>27,030</b>			

1998

(CZK 000)	Book value	Nominal value	Number of shares	Percentage
TBG METROSTAV s.r.o.	15,000			50
TERRAMET, spol. s r.o.	6,470			49
Společnost Západního města, akciová společnost	5,520	1	352	35.09
EKOTUNEL Praha, s.r.o.	40			28.57
<b>Total</b>	<b>27,030</b>			

**3.3.3. Other shares and ownership interests**

(CZK 000)	Book value	Nominal value	Number of shares	Percentage
TBG PRAŽSKÉ BETONPUMPY s.r.o.	5,500			16.64
<b>Total</b>	<b>5,500</b>			

**3.4. Stocks**

At the end of the year, the work done by Metrostav on two major projects - Metro IV.B and Mrázovka - was invoiced and this resulted in a decline in Work-in-progress.

**3.5. Short-term financial assets**

2000

(CZK 000)	Financial product	Nominal value	Date of issue	Due date
Komerční banka a.s.	deposit bills of exchange	361,000	12/2000	01/2001
Credit Lyonnais Bank Praha a.s.	deposit bills of exchange	27,600	12/2000	01/2001
Česká spořitelna a.s.	deposit bills of exchange	139,000	12/2000	01/2001
<b>Total</b>		<b>527,600</b>		

### 3.6. Receivables

#### 3.6.1. Trade receivables (gross)

(CZK 000)	As at 31/12/99	As at 31/12/00
Long-term		
- customers	2,434	161,059
- bills for collection		
- operating advances paid		
- other receivables		
Total long-term	2,434	161,059
Short-term		
- customers	969,240	1,089,442
- bills for collection		
- operating advances paid	189,306	241,767
- other receivables	26,254	27,735
Total short-term	1,184,800	1,358,944
Total receivables	1,187,234	1,520,003

Receivables due after 31 December 2000 worth CZK 163,384 thousand were included in short-term receivables in 1999, while a seller's lien accounted for major part of this amount. In 2000, receivables due after 31 December 2001 were classified as long-term.

#### 3.6.2. Trade receivables age structure

(CZK 000)	Category	Before maturity	Overdue for				Total
			0-30 days	31-90 days	91-365 days	365 days and more	
2000	Long-term	161,059					161,059
	Provisions						
	Short-term	771,948	235,669	83,787	114,165	153,375	1,358,944
	Provisions						125,700
1999	Long-term	2,434					2,434
	Provisions						
	Short-term	808,169	156,004	40,547	29,651	150,429	1,184,800
	Provisions						90,884

Standard maturity of receivables is 21 days.

#### 3.6.3. Intercompany receivables

##### Short-term receivables

(CZK 000)	As at 31/12/99	As at 31/12/00
METROS, s.r.o.	1,408	2,875
TERRAMET, spol. s r.o.	18	
STATUS stavební a.s.	5,065	
TBG METROSTAV s.r.o.	9,781	981
GAMA - METROSTAV a.s.	17,241	93
Dopravní stavby Olomouc, a.s. v likvidaci		
METROSTAV Slovakia a.s.	21,407	24,902
Společnost Západního města, akciová společnost		
METROSTAV INTERTRADE, a.s.	3,533	1,989
SQZ, s.r.o.	971	
M - D recyklace, a.s.		297
Total	59,424	31,137

**3.6.4. Intercompany loans**

METROSTAV INTERTRADE, a.s. received a loan of CZK 2 million due on 31 January 2001, SQZ received a loan of CZK 6.6 million due on 16 November 2006 and GAMA - METROSTAV a.s. received a loan of CZK 4.982 million due on 30 March 2001.

**3.7. Shareholders' equity****3.7.1. Changes in shareholders' equity**

No material changes occurred in 2000.

**3.7.2. Shareholders' equity***Movements in equity*

(CZK 000)	Registered capital	Legal reserve fund	Retained earnings	Profit/loss of current period	Own shares
Balance as at 31/12/98	790,667	71,581	172,725	156,842	
Reduction					134
Additions		7,842	86,707		9,216
Balance as at 31/12/99	790,667	79,423	259,432	120,540	9,082
Reduction					9,082
Additions		6,028	52,919		
Balance as at 31/12/00	790,667	85,451	312,351	150,608	

**3.7.3. Distribution of profit for the previous accounting period**

Distribution of 1999 profit		(CZK 000)
1.	Transfer to Retained earnings account	52,919
2.	Payment of dividends	58,617
3.	Allocation to Legal reserve fund	6,028
4.	Payment of emoluments	2,976
Total for distribution		120,540

**3.7.4. After-tax profit from current activities per share and dividend per share**

	1998	1999	2000
After-tax profit from current activities per share in CZK	18.76	14.81	19.01
Dividend per share in CZK	7.50	7.50	

**3.7.5. Share capital**

The Company's registered share capital as at 31 December 2000 comprised of 7,906,668 shares, each with a nominal value of CZK 100.

	Nominal value of one share (CZK)		Number of shares (units)		Total value (CZK)	
	31/12/99	31/12/00	31/12/99	31/12/00	31/12/99	31/12/00
Bearer share	100	100	7,677,144	7,677,144	766,714,400	766,714,400
Registered share	100	100	229,524	229,524	22,952,400	22,952,400
Total	100	100	7,906,668	7,906,668	790,666,800	790,666,800

The shares are book-entered and their transfer is not restricted.

The Company has voting shares (one vote per share), there are no preference shares.

The share in profit is determined by the General Meeting. A shareholder's share is determined as a ratio of the nominal value of his shares to the nominal value of all shareholders' shares.

Members of the Board of Directors, the Supervisory Board and Company directors owned no shares as at 31 December 2000.

**3.7.6. Breakdown of shares comprising the Company's registered capital**

Share issue	Share description	Nominal value CZK	Balance as at 1 Jan. 1998 units	Balance as at 8 Jan. 1998 units	Balance as at 27 March 1998 units	Balance as at 31 Dec. 2000 units
CS 0005006550	ordinary bearer shares, book entered, publicly tradeable	1,000	632,591			
CS 0005073063	ordinary registered shares, book entered, publicly tradeable	1,000	19,127			
770960000642	ordinary bearer shares, book entered, publicly non-tradeable	1,000	7,171			
CZ 0005006502	ordinary bearer shares, book entered, certificated	100		7,591,092	7,677,144	7,677,144
CZ 0005073049	ordinary registered shares, book entered, certificated	100		229,524	229,524	229,524
770970001457	ordinary bearer shares, book entered, uncertificated	100		86,052		

**3.7.7. Other information on the registered capital**

*Banking or financial institution through which shareholders carry out their rights*

Payment of dividends - Česká spořitelna a.s.

*The shares are traded on the following public markets*

The Prague Stock Exchange, RM-System.

*Rights from shares + a right to dividend and payment deadlines*

The General Meeting decides on dividend and payment deadlines. The shareholder's right to a dividend elapses if it was not claimed during the four-year limitation period since the due date.

*The employees possibility to acquire a holding in the registered capital*

As at 31 December 2000, no employee shares were issued.

The Company made no public offer to take over shares of other companies in the current or previous accounting period.

**3.8. Liabilities****3.8.1. Trade liabilities**

(CZK 000)	Balance as at 31 Dec. 1999	Balance as at 31 Dec. 2000
Long-term		
- suppliers (subcontractors)		138,983
Total long-term		138,983
Short-term		
- suppliers	720,249	874,200
- bills to be paid	0	
- advances received	877,795	721,654
- other liabilities	18	-868
Total short-term	1,598,062	1,594,986
Total liabilities	1,598,062	1,733,969

In 1999, liabilities due after 31 December 2000 worth CZK 57,497 thousand were included in Short-term assets, while a seller's lien accounted for major part of this amount. In 2000, receivables due after 31 December 2001 were classified as long-term.

**3.8.2. Trade liabilities age structure**

(CZK 000)	Category	Before maturity	Overdue for				Total
			0-30 days	31-90 days	91-365 days	and longer	
2000	Long-term	138,983					138,983
	Short-term	1,594,986					1,594,986
1999	Long-term						
	Short-term	1,598,062					1,598,062

**3.8.3. Intercompany liabilities***Short-term liabilities*

(CZK 000)	As at 31/12/99	As at 31/12/00
METROS, s.r.o.	16,279	29,802
TERRAMET, spol. s r.o.	20	
STATUS stavební a.s.	5,131	
TBG METROSTAV s.r.o.	9,781	27,919
GAMA - METROSTAV a.s.		
Dopravní stavby Olomouc, a.s. v likvidaci	569	
METROSTAV Slovakia a.s.	70	408
Společnost Západního města, akciová společnost	510	
METROSTAV INTERTRADE, a.s.		
SQZ, s.r.o.	66	123
M - D recyklace, a.s.	1,319	161
Total liabilities	33,745	58,413

**3.9. Reserves**

(CZK 000)	Legal reserves	Reserve for exchange rate losses	Other reserves	Total reserves
Balance as at 31/12/98	48,960	34	51,767	100,761
Additions to reserves	8,701		71,603	80,304
Drawing of reserves	27,845	34	22,900	50,779
Balance as at 31/12/99	29,816		100,470	130,286
Additions to reserves	11,833	908	62,597	75,338
Drawing of reserves	19,252		23,642	42,894
Balance as at 31/12/00	22,397	908	139,425	162,730

Reserves for repair of tangible fixed assets (tax deductible) were created for repair of immovable assets and key mechanisms.

Other reserves were created for liquidation of the construction site, warranty repairs and other risks.

**3.10. Bank loans**

There were no bank loans recorded in the Company's accounts as at 31 December 2000.

**3.11. Breakdown of revenues from current main activities**

(CZK 000)	As at 31/12/98 local	As at 31/12/99 local	As at 31/12/00 local
Construction work	5,042,719	6,623,171	7,018,982
Sale of concrete and reinforcements	12,539	8,576	48,160
Transportation	14,307	39,321	44,985
Own development projects	203,201	159,514	146,174
Other production	313,389	282,908	211,856
Total output	5,586,155	7,113,490	7,470,157

### 3.12. Total expense on research and development

The Company did not carry out any research, or development.

## 4. COMMITMENTS NOT RECORDED IN THE BOOKS

### 4.1. Guarantees provided by Metrostav as at 31 December 2000

Guaranteed for	Value in CZK 000	Period from	Form of guarantee	Creditor
METROS, s.r.o.	40,000	30 Sept. 1999	guarantor's declaration	ČSOB a.s.
Dopravní stavby Olomouc, a.s. v likvidaci	39,000	8 April 1998	guarantor's declaration	Konsolidační banka Praha s.p.ú.
<b>Total</b>	<b>79,000</b>			

Note: On 30 November 1999, the guarantor's declaration was ceded from Česká spořitelna to Konsolidační banka.

A reserve of CZK 27,000 thousand was created for the guarantor's declaration for Dopravní stavby Olomouc a.s. v likvidaci.

### 4.2. Bank guarantees provided for Metrostav as at 31 December 2000

(CZK 000)	Value
Bank guarantees for presentation at competitions	44,876
Bank guarantees for work properly carried out	903,040
Bank guarantees during guarantee period	220,065
Bank guarantees for customs	3,985
Bank guarantees for advance payments	19,958
Other bank guarantees	7,358
<b>Total bank guarantees</b>	<b>1,199,282</b>

### 4.3. Bank guarantees promised as at 31 December 2000

(CZK 000)	Amount promised	Ending on
Ministry of foreign affairs of the CR	2,000	16 April 2001
Povodí Labe a.s.	6,000	30 April 2001
Ministry of foreign affairs of the CR	4,000	16 April 2001
Povodí Labe a.s.	20,000	30 April 2001
<b>Total bank guarantees promised</b>	<b>32,000</b>	

### 4.4. Bank guarantees received by Metrostav (as beneficiary) as at 31 December 2000

(CZK 000)	Value
Bank guarantees for work properly carried out	55,036
Bank guarantees during guarantee period	52,106
Other bank guarantees	500
<b>Total bank guarantees received</b>	<b>107,642</b>

### 4.5. Letters of credit as at 31 December 2000

Beneficiary	Value	Due date	Note
Marie Tyllichová	CZK 62,500,000	31 Dec. 2001	Purchase of land
BEC FRERES S.A.	EUR 600,000	18 May 2001	Purchase of machinery
BEK Baustoffe s.r.o.	CZK 1,097,000	31 Jan. 2001	Panels

Orderer	Value	Due date	Note
Amanullah Weiss	300,000 USD	31 Dec. 2001	Partial security Tyllichová - L/C Purchase of land

**4.6. Bills of exchange drawn as at 31 December 2000**

(CZK 000)	Value	Drawn on	Due date
ČSOB a.s.	61,500	9 Nov. 2000	14 Feb. 2001
ČSOB a.s.	216,000	9 Nov. 2000	9 May 2001
Komerční banka a.s.	bianco	25 Oct. 2000	sight bill
HypoVereinsbank CZ a.s.	170,000	12 Oct. 2000	15 May 2002
Živnostenská banka a.s.	75,000	4 Oct. 2000	30 Oct. 2001
BNP-Dresdner Bank (ČR) a.s.	70,000	12 Nov. 1999	14 Oct. 2002
ING Bank A.V. pobočka Praha	bianco	20 May 1999	sight bill

The above bills of exchange were drawn by Metrostav for the purpose of securing the loans taken from financial houses.

**4.7. Bills of exchange accepted to secure receivables by Metrostav as creditor - as at 31 December 2000**

(CZK 000)	Value	Drawn on	Due date	Co-accepted by	Note
ELTODO a.s.	520	27/8/99	20/11/02	members of the Board of Directors	securing bill
Total bills of exchange accepted	520				

**4.8. Litigations**

The Company is not involved in any major litigations which might significantly influence the Company's results.

**4.9. Obligations to the environment**

As at 31 December 2000, the Company's ecological audit was not carried out. The Company's management is not aware of any significant obligations related to harm caused by previous activities.

**5. MATERIAL EVENTS AFTER THE CLOSING OF THE BOOKS**

No material events took place after the books were closed.

## **Auditor's Report on Consolidated Financial Statements**

**Deloitte  
& Touche**

### **Auditor's Report to the Shareholders of Metrostav a.s.**

We have audited the attached consolidated financial statements of Metrostav a.s. as at 31 December 2000. The company's Board of Directors is responsible for compiling the consolidated financial statements. Our responsibility is to express an opinion on these consolidated financial statements, based on our audit.

Our audit was carried out in compliance with the Act on Auditors and with the auditing guidelines issued by the Chamber of Auditors. These guidelines require that we plan and perform the audit to obtain reasonable assurance that the financial statements are free of material misstatements. The audit includes examining, on a test basis, whether the amounts and information in the financial statements are complete and supportable. It also includes evaluation of the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion on the consolidated financial statements.

In our opinion, the company's financial statements present fairly, in all material respects, the assets, liabilities and shareholders' equity of Metrostav a.s. as at 31 December 2000 and its results and financial situation for 2000, in accordance with the Act on Accounting and relevant accounting regulations.


Prague, 30 April 2001



Auditing firm

Deloitte & Touche spol. s r.o.

Licence No. 79



Auditor responsible

Stanislav Staněk

Certificate No. 1674

## **Consolidated Financial Statements**

The group consists of Metrostav, a.s. (the parent company), its subsidiaries (METROS, s.r.o., METROSTAV Slovakia a.s. and GAMA - Metrostav a.s.) and the affiliated company (TBG METROSTAV s.r.o.). The consolidated financial statements are governed by the general accounting principles, particularly by the principle of evaluating assets by historic prices, the accrual principle and the principle of prudence and the assumption that the company will be able to continue in its activities.

Metrostav's consolidated financial statements were compiled with the Czech Ministry of Finance Measure No. 281/73 570/93). According to this Measure:

- a) The full consolidation method was applied in the case of subsidiaries, i.e. companies in which Metrostav has a controlling interest.

In the balance sheet of the parent company, shares and ownership interests were excluded from assets, as well as the corresponding amounts of the subsidiaries' equity. Shareholders' equity and profit/loss of the subsidiaries were divided into proportionate parts and recorded under the parent company and as minority shares.

The accounting transactions which were carried out between individual members of the consolidation entity were also not included in the consolidated financial statements.

- b) The equity accounting method was used in case of affiliated companies, i.e. companies in which Metrostav has a substantial interest.

An affiliated company's shares and interests were excluded from the parent company's balance sheet and replaced with a separate account for shares and interests in equity, i.e. they were recorded according to their share in the equity of the affiliated company. Accumulated retained earnings of affiliated companies from previous years were included in the Consolidation reserve fund.

In agreement with the valid Measure, mutual relations between Metrostav and affiliated companies were not excluded. Consolidated profit/loss was shown as accounted for under the equity method.

Dopravní stavby Olomouc, a.s., STATUS stavební a.s. and the affiliated company TERRAMET, spol. s r.o. were not included in Metrostav's consolidated financial statements for 2000.

**Consolidated Balance Sheet as at 31 December**

in CZK 000		2000	1999
<b>TOTAL ASSETS</b>		<b>4,210,120</b>	<b>3,841,784</b>
<b>A.</b>	<b>Receivables for subscriptions</b>	<b>0</b>	<b>0</b>
<b>B.</b>	<b>Fixed assets</b>	<b>1,388,047</b>	<b>1,251,072</b>
B.I.	Intangible fixed assets	34,573	32,976
B.II.	Tangible fixed assets	1,297,351	1,136,570
B.III.	Financial investments	16,020	11,959
B.IV.	Active consolidated balance	0	0
B.V.	Securities by means of the equity method	40,103	69,567
<b>C.</b>	<b>Current assets</b>	<b>2,741,532</b>	<b>2,494,361</b>
C.I.	Inventory	367,391	985,034
C.II.	Long-term receivables	178,495	8,698
C.III.	Short-term receivables	1,381,898	1,169,428
C.IV.	Financial assets	813,748	331,201
<b>D.</b>	<b>Other assets</b>	<b>80,541</b>	<b>96,351</b>
<b>Total shareholders' equity &amp; liabilities</b>		<b>4,210,120</b>	<b>3,841,784</b>
<b>A.</b>	<b>Shareholders' equity</b>	<b>1,370,604</b>	<b>1,302,716</b>
A.I.	Registered capital	790,667	781,585
A.II.	Capital funds	0	0
A.III.	Funds created from net profit	56,395	58,909
A.IV.	Profit/loss of previous years	399,764	310,026
A.V.	Profit/loss of current accounting period (excl. minority interests)	119,447	121,606
A.V.I.	Profit/loss of current accounting period	118,676	123,644
A.V.II.	Share in profit/loss by means of the equity method	771	-2,038
A.VI.	Passive consolidated balance	0	0
A.VII.	Consolidated reserve fund	4,331	30,590
<b>B.</b>	<b>External liabilities</b>	<b>2,265,203</b>	<b>2,081,363</b>
B.I.	Reserves	162,730	130,286
B.II.	Long-term payables	141,233	0
B.III.	Short-term payables	1,915,056	1,899,709
B.IV.	Bank loans and assistance	46,184	51,368
<b>C.</b>	<b>Other liabilities</b>	<b>547,471</b>	<b>421,918</b>
<b>D.</b>	<b>Minority equity</b>	<b>26,842</b>	<b>35,787</b>
D.I.	Minority registered capital	490	13,576
D.II.	Minority capital funds	0	0
D.III.	Minority funds created from profit incl. undistributed retained earnings	26,396	19,180
D.IV.	Minority profit/loss of the accounting period	-44	3,031

**Consolidated Profit and Loss Account as at 31 December**

in CZK 000	2000	1999
Revenues from merchandise	137,105	80,596
Cost of goods sold	127,252	74,189
<b>Sale margin</b>	<b>9,853</b>	<b>6,407</b>
Production	7,485,876	7,217,109
Production consumption	6,069,561	6,002,685
<b>Added value</b>	<b>1,426,168</b>	<b>1,220,831</b>
Personnel expenses	970,127	949,104
Taxes and fees	27,583	43,307
Depreciation of intangible and tangible fixed assets	139,927	127,121
Accounting for reserves, adjustments and accruals to operating revenues	73,263	99,341
Additions to reserves, adjustments and accruals to operating expenses	138,572	118,565
Other operating revenues	145,783	1,085,469
Other operating expenses	164,418	920,329
<b>Consolidated operating profit/loss</b>	<b>204,587</b>	<b>247,215</b>
Financial revenues	119,990	35,883
Financial expenses	138,399	68,544
<b>Consolidated profit/loss from financial operations</b>	<b>-18,409</b>	<b>-32,661</b>
Income tax on ordinary income - due	67,803	82,518
Income tax on ordinary income - deferred	9,194	13,863
<b>Consolidated ordinary income</b>	<b>109,181</b>	<b>118,173</b>
Extraordinary revenues	17,393	8,741
Extraordinary expenses	3,535	4,375
Accounting for passive consolidated balance	0	6,398
Accounting for active consolidated balance	0	0
Extraordinary income tax - due	4,407	2,262
<b>Extraordinary profit/loss (consolidated)</b>	<b>9,451</b>	<b>8,502</b>
<b>Consolidated profit/loss for the accounting period excl. share derived by means of the equity method</b>	<b>118,632</b>	<b>126,675</b>
of this:		
- profit/loss of current accounting period	118,676	123,644
- minority profit/loss of current accounting period	-44	3,031
- share in the profit/loss derived by means of the equity method	771	-2,038
<b>Consolidated profit/loss for the accounting period</b>	<b>119,403</b>	<b>124,637</b>

## **Major Events after the Closing of Accounts**

### **January 2001**

30th anniversary of Metrostav's founding.

Two Supervisory Board members elected by employees - Pavel Meyer and František Kočí.

### **February 2001**

CORSO Karlín project handed over - Division 9.

Division 4 (rail and road construction) established - Josef Neuwirth appointed its Director.

Metrostav acquired a BVQI Certificate for general contracting for another three years.

Metrostav awarded a "Learning Organisation" title from the European Commission's representative.

### **March 2001**

A new director of the Property Development Division appointed - Vladimír Meitner.

Metrostav acquired an industrial safety certificate from the Czech Republic's National Safety Office.

Tunnelling work completed at the western part of "Mrázovka" road tunnels, part of the Prague ring road.

### **May 2001**

A contract for reconstruction of the Pardubice ice-ring signed (for Junior World Ice-Hockey Championship).

Jindřich Hess, Metrostav's General Director re-elected Chairman of the ITA/AITES Czech Tunnelling Committee for another term in office.

Railway tunnel at Mlčechvosty on the Kralupy - Vraňany line bored.

An exhibition of Metrostav's successful architectural projects realized over the past 30 years

"Under ground / above ground" opened.

### **June 2001**

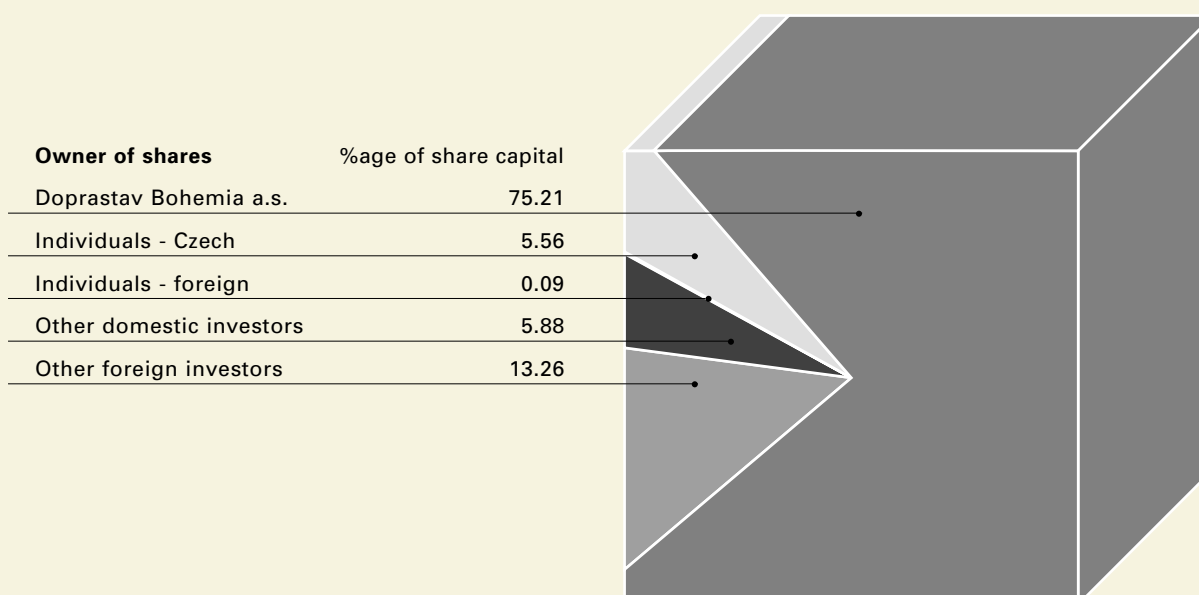
Ordinary General Meeting held.

## Information for Shareholders

### Shareholders with more than 5% shares as at 31 December 2000

Shareholder	Number of shares	%age of share capital
Doprastav Bohemia a.s.	5,946,093	75.21

### Structure of share ownership as at 31 December 2000



### Transactions with shares (by number and types) which form the share capital

For information on breakdown of the company's share capital see Notes to Financial Statements, p. 65 of this Annual Report.

### Own shares

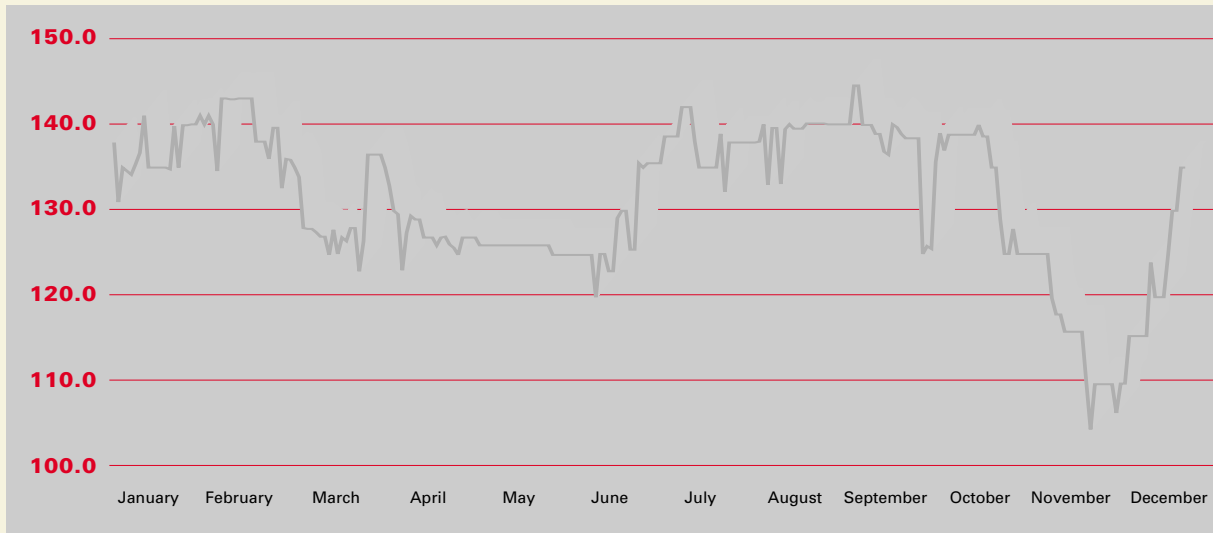
As at 31 December 2000 the company did not record any own shares in its account.

### Data per share

	1993	1994	1995	1996	1997	1998	1999	2000
Nominal value - CZK	1,000	1,000	1,000	1,000	1,000	100	100	100
Net profit - CZK	140	110	140	184	172	19.8	15.25	19.13
Dividend	30	50	70	90	7.5 *	7.5	7.5	10
Price on the PSE								
as at 31 December	-	2,040	2,300	3,040	2,100	125	138.9	135

\* relates to the share with a nominal value of CZK 100

### Share prices in 2000 (in CZK)



### Other information on company shares

Company shares are traded on the secondary market of the Prague Stock Exchange and in the RM-System. Transfer of shares is not restricted.

To shareholders-individuals dividends are paid through Česká spořitelna, a.s., while to companies (juristic persons) they are transferred by bank.

The company's General Meeting decides on the right to a dividend and the time of its payment.

A public offer to buy company shares was submitted by Doprastav Bohemia a.s. in October 2000 with a limit of acceptance of 31 December 2000. Further details are given in the Notes to the Financial Statements.

### Structure of shares issued by the company

Information on shares issued by the company is given in the chapter "Purchase and Sale of Own Shares" on p. 30 and in Notes to the Financial Statements, p. 65 of this Annual Report.

### Shareholder information contact

Company Secretary

Vladimír Veverka

Koželužská 2246, 180 00 Praha 8

tel.: 00420-2-66709459, fax: 00420-2-66709183, e-mail: [veverka@metrostav.cz](mailto:veverka@metrostav.cz)

## **Information from the Ordinary General Meeting**

The Ordinary General Meeting, which took place on 6 June 2001

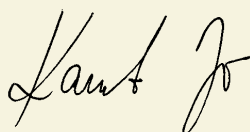
- a) Approved the financial statements for 2000
- b) Decided on the use of profit generated in 2000 as follows:
 

- Payment of dividends	CZK 71,161,700.00
i.e. CZK 10 before tax on each share with a nominal value of CZK 100	
- Allocation to the reserve fund	CZK 7,530,411.00
- Transfer to Retained earnings account	CZK 71,916,107.05
- Total amount distributed	CZK 150,608,218.05
- c) Decided that the dividend for 2000 can be claimed from 6 June 2001 to 6 September 2001.
- d) Decided that the payment of dividend will be carried out in compliance with §80c, par.1 of the Act on Securities in the latest version on the basis of a contract through Všeobecná úverová banka a.s. Prague branch, Celetná 31, Prague 1 as follows: To individual shareholders the bank will send the dividend at the Company's expense in due time to their addresses, as recorded in the register of book-entered securities as at the decisive date. In the case of corporate shareholders the Company will transfer the dividends in due time to their bank accounts on the basis of an application sent to the bank, signed by the shareholders' authorized representatives. The application must be accompanied by a verified document of entry in the Commercial Register and the relevant banking information. In the case of foreign shareholders, the application must contain information about their tax domicile and the submitted documents, including signatures of persons signed, must be verified in accordance with international law, translated into Czech and stamped by a forensic interpreter. In the case of applications lodged by representatives of corporate shareholders, the application must be accompanied by full powers with officially verified signatures; foreign full powers must be officially verified in accordance with international law, translated into Czech and stamped by a forensic interpreter. The full powers must explicitly state that the representative is authorized to act on behalf of the shareholder in the payment of dividends for 2000. Should the application of a corporate shareholder's statutory body be delivered to the bank after the due date for dividend payout, however within four years after the due date, the bank will transfer the amount within 30 days after receiving the application.
- e) Amended the Company's Articles of Association as follows: in addition to unifying the terminology used in the Articles of Association with that used in the amended Commercial Code and removing the existing differences, it included in the Articles of Association the option of acquiring Company shares by its employees at favourable terms (apart from "employee" shares which could be issued before the amendment to the Commercial Code). The Articles of Association also adapted the nominal value of shares of shareholders present at the General Meeting necessary for the General Meeting to establish a quorum from 30% to 50% of the Company's capital stock. The provision concerning the Company's scope of business was expanded to include supplementary activities intended for the future by the Company.
- f) Re-elected Jindřich Hess to the Board of Directors for another term.
- g) Re-elected Zdeněk Šinovský to the Board of Directors for another term.
- h) Decided on bonuses for members of the Company bodies.

## **Declaration on Responsibility for the Annual Report**

The persons responsible for the annual report honestly declare that the information contained in this annual report is true and real and that no material circumstances, that could influence an exact and correct evaluation of the issuer, were omitted.

### **Person responsible for accounting**



Jiří Karnet

Head of the Main Accounting Section

Praha 8, Frýdlantská 1319

Birth certificate No. 680719/0467

### **Person responsible for financial statements**



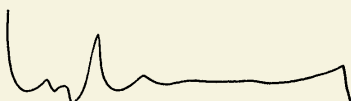
Jana Králíková

Head of Bookkeeping Unit

Praha 4, Botevova 3098

Birth certificate No. 485118/094

### **Person responsible for the annual report**



Vladimír Veverka

Company Secretary

Veltrusy, Maršála Rybalka 251

Birth certificate No. 330822/070

### **Auditing company**

Deloitte & Touche spol. s r.o.

Praha 1, Týn 641/4

Licence No. 79

Auditor responsible:

1998 Michal Petrman, Licence No. 1105

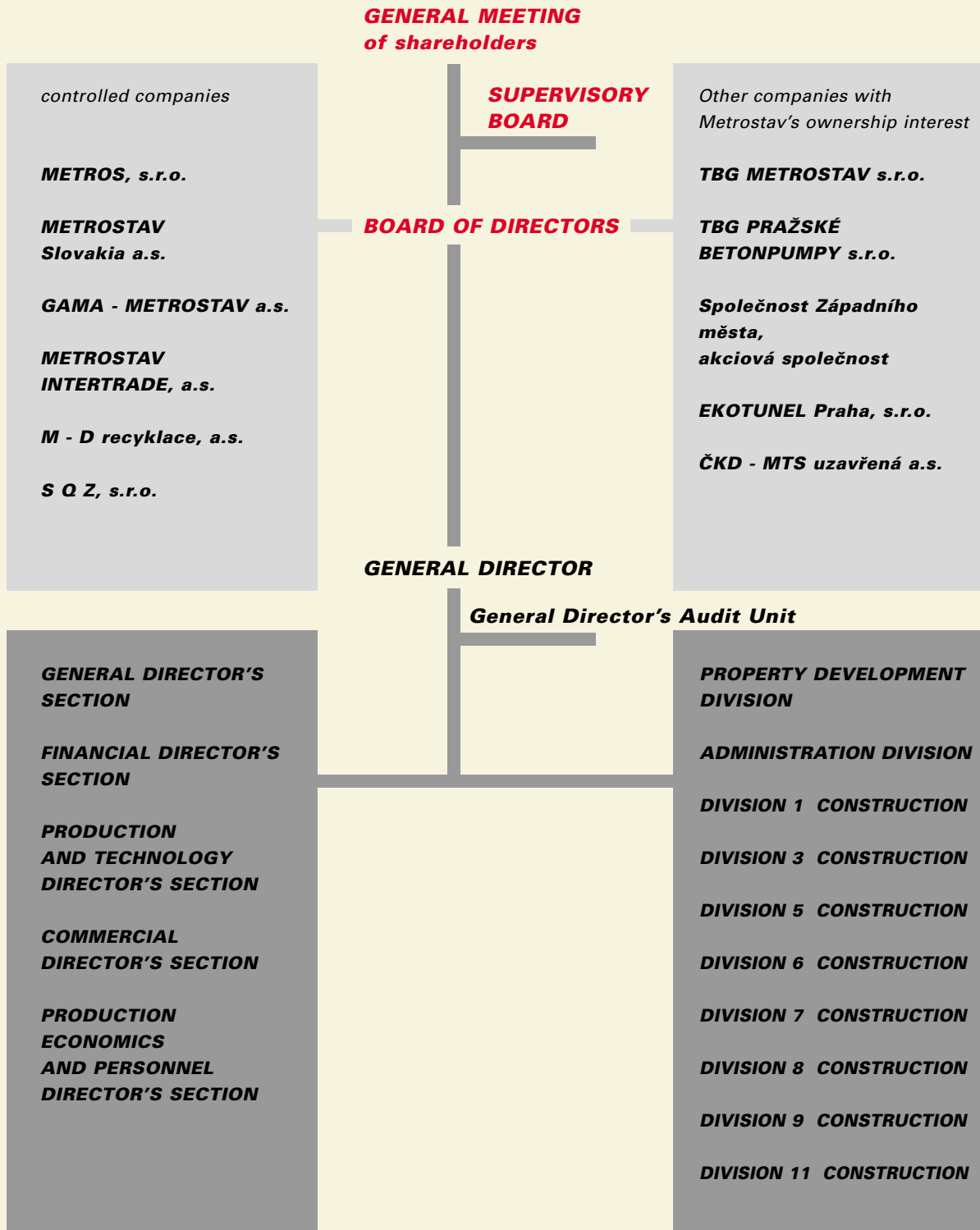
1999 Stanislav Staněk, Licence No. 1674

2000 Stanislav Staněk, Licence No. 1674

## METROSTAV's Organisational Structure as at 31 December 2000

including relations to companies in which Metrostav has ownership interest

Legend:  direct management  influence



## Identification Information and Directory

Business name:	Metrostav a.s.	
Registered office:	Koželužská 2246, Prague 8, 180 00	
Incorporated in:	the Commercial Register of the Prague Municipal Court, Part B, File 758	
Date of foundation:	31 December 1990	
Founded:	on the basis of the Ministry of Construction and Building Industries Founding Plan of 21 December 1990 according to §15 of Act No. 104/90 Coll. on Joint-stock Companies	
Date of incorporation:	23 May 1991	
Incorporated in:	the Commercial Register of the Prague 1 District Court, Part B, File 758	
Main business activities:	All kinds of construction, including alteration and complete reconstruction, specialisation in underground structures, production and assembly of steel structures, civil engineering and consultancy services in capital construction.	
Registration No. (IČO):	0000014915	
Tax Identification No. (DIČ):	008 00014915	
Telephone:	management	00420-2-667 09 179
	sales	00420-2-667 09 340
	spokesman	00420-2-667 09 294
Fax:	management	00420-2-667 09 183
	sales	00420-2-667 09 187
E-mail:	management	hess@metrostav.cz
	sales	cuc@metrostav.cz
Internet:	www.metrostav.cz	

## Group Directory

Name of Division	Registered office	
Division 1	Radlická 3, 150 00 Praha 5 - Smíchov	tel.:00420-2-573 18 226, fax: 00420-2-573 20 575
Division 3	Jablonského 2, 170 00 Praha 7 - Holešovice	tel.: 00420-2-840 02 103, fax: 00420-2-87 57 73
Division 4	Koželužská 2246, 180 00 Praha 8 - Libeň	tel.: 00420-2-667 09 246, fax: 00420-2-667 09 241
Division 5	Na Zatlance 1350/13, 150 00 Praha 5	tel.: 00420-2-510 15 516, fax: 00420-2-510 15 519
Division 6	Na Florenci 35, 110 00 Praha 1	tel.: 00420-2-232 35 09, fax: 00420-2-232 37 71
Division 7	Rohanský ostrov, 186 02 Praha 8 - Karlín	tel.: 00420-2-663 11 434, fax: 00420-2-683 27 17
Division 8	Koželužská 2246, 180 00 Praha 8 - Libeň Contact address: Povltavská 7, 170 00 Praha 7 - Trója	tel.: 00420-2-860 022 21, fax: 00420-2-838 524 20
Division 9	Jablonského 2, 170 00 Praha 7 - Holešovice	tel.: 00420-2-840 02 403, fax: 00420-2-667 12 575
Division 11	Bystrá 2243, 193 04 Praha 9 - Horní Počernice	tel.: 00420-2-819 22 550, fax: 00420-2-819 20 618
Property Development Division	Seydlerova 2451, 150 00 Praha 5	tel.: 00420-2-652 12 12, fax: 00420-2-652 08 07
Administration Division	Koželužská 2246, 180 00 Praha 8 - Libeň	tel.: 00420-2-667 09 209, fax: 00420-2-667 09 180

## Metrostav Group Directory

Name of company	Registered office
METROS, s.r.o.	Bystrá 2243, 193 00 Praha 9 - Horní Počernice tel.: 00420-2-81 92 37 89, fax: 00420-2-81 92 37 90
METROSTAV Slovakia a.s.	Košická 52, 821 08 Bratislava, Slovak Republic tel.: 00421/7/50 23 02 47, fax: 00421/7/55 96 87 35
SQZ, s.r.o.	Dělnická 12, 170 04 Praha 7 - Holešovice (Rohanský ostrov 1, 186 00 Praha 8) Kontaktní adresa: Rohanský ostrov, 186 00 Praha 8 tel.: 00420-2-248 12 153, fax: 00420-2-248 12 153
M - D recyklace, a.s.	Rohanský ostrov, 186 00 Praha 8 - Karlín tel.: 00420-2-248 12 943, fax: 00420-2-248 12 943
GAMA - METROSTAV a.s.	Dělnická 12, 170 04 Praha 7 - Holešovice (Seydlerova 2451, 150 00 Praha 5) Kontaktní adresa: Seydlerova 2451, 158 00 Praha 5 tel.: 00420-2-652 12 12, fax: 00420-2-652 08 07
METROSTAV INTERTRADE, a.s.	Dělnická 12, 170 04 Praha 7 - Holešovice (Seydlerova 2451, 155 00 Praha 5) Kontaktní adresa: Naskové 1, 150 00 Praha 5 tel.: 00420-2-572 10 732, fax: 00420-2-572 14 568
TBG METROSTAV s.r.o.	Rohanský ostrov, Rohanské nábřeží 68, 186 00 Praha 8 - Karlín tel.: 00420-2-248 12 191, fax: 00420-2-248 15 892
TBG PRAŽSKÉ BETONPUMPY s.r.o.	Rohanský ostrov, 186 00 Praha 8 - Karlín tel.: 00420-2-222 413 95, fax: 00420-2-222 413 96
Společnost Západního města, akciová společnost	Lýskova 1593, 155 00 Praha 5 tel.: 00420-2-651 53 39, fax: 00420-2-652 32 11
EKOTUNEL Praha, s.r.o.	Dělnická 12, 170 04 Praha 7 - Holešovice Kontaktní adresa: Koželužská 2264, 180 00 Praha 8 tel.: 00420-2-667 09 294, fax: 00420-2-667 09 184
ČKD - MTS uzavřená a.s.	Vavilova 81, 1170335 Moscow, Russian Federation

Note: Addresses given in brackets will become the Company's registered office after they are entered in the Commercial Register.



