

**Financial Statement**  
**Jagiellonian University**  
**31-007 Krakow, 24 Golebia Street**  
**Tel. (0-12) 422-10-33**  
**REGON 000001270**  
**PKD (EKD) 80.30.A**

**Introduction**  
**to the financial statement**

1. The name and location, the primary object of the unit and the designation of the competent court or other authority conducting the register.

The Jagiellonian University based in Krakow being a state school of higher education (foundation charter in 1364), subordinated to the edicts and legislation of the Ministry of Education and Science, as well as the Ministry of Health in that part of its undertakings that pertain to Collegium Medicum (The University's Medical College) is a legal entity. The seat of the University authorities being at Gołębia Street 24, 31-007, Krakow, Poland.

The University's legal basis and operative status is based upon:

1) The act passed on 27 July 2005; the Act on Higher Education (–Official Legal Gazette No. 164, item 1365, with later amendments),

2) The statute of the Jagiellonian university passed by the Senate of the Jagiellonian University on 7 June 2006, with amendments.

3) The Jagiellonian University's organizational regulations.

The University is not subject to registration in a separate register.

The subject of the University's activities is:

1) a fundamental form of activity encompassing the conducting of academic research, student and academic staff instruction, education and tuition, the development and propagation of Polish culture, as well as the broadening of knowledge within society at large.

2) an auxiliary function experimental, economic or service in nature,

3) administrative activities of the University subordinate to its fundamental activities,

2. The duration of the unit, if limited in scope. Not applicable.

3. The period covered by the financial statement: The annual financial statement was prepared for the period 01 January 2010 to 31 December 2010.

4. Indication as to whether the financial statement incorporates combined data, whether the university comprises internal organizational units which conduct independent accounts and financial statements.

The financial statement incorporates combined data. The following independent subsidiary undertakings conducting independent accounts and financial statements operate within the framework of the Jagiellonian University:

1) Collegium Medicum, the Jagiellonian University's medical college in Krakow,

2) The Łazy Agricultural Research Institute in Rzezawa,

3) The 'Pod Berłami' Conference Centre in Zakopane.

5. Indication as to whether the accounts and financial statement have been prepared with a view to the continuation of economic activities on the part of the undertaking in the foreseeable future as well as indication as to whether there are any risks pertaining to the continuation of activities by the said.

The financial statement was drawn up upon the assumption that activities would be continued within the foreseeable future. The financial situation of the Jagiellonian University is stable with no known circumstances that could endanger the said continuation of activities.

6. In the case of a financial statement covering a period during which a merger took place indication should be made that the statement was drawn up following such a merger, as well as indication of the methods employed under which the merger was accounted (i.e., acquisition, merger shares). Not applicable.

7. An overview of accounting method policies adopted, including valuation of assets and liabilities, measurement of financial results and the means by which the financial statements were drawn up, in as far as the law enables the undertaking the right to choose.

Methods of asset and liability valuation and the determination of financial results:

Assets and liabilities are valued according to the principles of the Act on Accounting, however:

7a) Fixed assets and intangible and legal assets - at cost of purchase, decreased by accumulated depreciation and remission as well as charge-offs related to the fixed loss of value.

7b) Fixed assets under construction: according to the purchase price and the remaining production costs remaining in direct relation to their acquisition or production, decreased by charge-offs resulting from a fixed loss of value.

7c) Purchases related to both taxable and tax exempt sales incorporated a 15% rate of VAT,

7d) Shares and stocks according to the acquisition prices, decreased by charge-offs in fixed value.

7e) Product reserves according to the purchase prices (actual), material outgoings on the basis of the 'first in, first out' method.

7f) Production in progress to the amount of direct production costs as well as of valid indirect costs.

7g) End products according to production costs not exceeding the net sale price.

7h) monies, capital (funds), other assets and liabilities based on nominal value.

7i) Determination of rates of depreciation:

- Buildings and structures in accordance with the Act on Higher Education are only amortized within the obligation of the primary fund

- Fixed assets from groups 3-8:

- Newly purchased and adopted from construction – straight-line depreciation,
- Used – individual method,
- The law on perpetual land use – individual method
- Licences for computer programs and copy right – 24 months,

- Fixed assets purchased for project realisation – individual method in accordance with the agreement duration, in as far as the agreement is not worded differently,

- Academic-research apparatus and equipment is included in fixed assets and amortized once which is charged in the month of purchase the costs of academic-research activities

7j) The value of realised receivables creating a charge-off actualising impairment charges and interest rate risk.

7k) The value of liabilities is shown in the amount requiring payment.

7l) The Jagiellonian University has prepared a statement of profits and losses in a comparative form, and a statement of indirect monetary flow.

Assistant Bursar  
Teresa Kaptcia M.A.

Bursar  
Dr. Maria Hulicka

Rector  
Professor Karol Musiol

Krakow, 09 May 2011

**Consolidated Income and Expenditure Account of Entities**  
**Excluding banks and insurers**  
For the year ended 31 December 2010  
(All figures given in Polish Zloty (PLN) to two decimal points)

The Jagiellonian University, The Jagiellonian University's medical college 'Collegium Medicum', the Lazy Agricultural Research Institute, the "Pod Berlami" Conference Centre

ASSETS	Beginning of working year	End of working year
1	2	3
A. Fixed assets	1 688 605 496.27	2 058 895 991.35
I. Intangible fixed assets	1 109 309.68	1 286 670.04
1. Research and development expenditure	0.00	0.00
2. Goodwill	0.00	0.00
3. Other intangible fixed assets	1 109 309.68	1 286 670.04
4. Advances payments for intangible and legal assets	0.00	0.00
II. Tangible fixed assets	1 487 180 731.47	1 631 982 945.67
1. Tangible fixed assets in use	1 407 595 201.62	1 473 680 980.47
a) land, (including the right to perpetual usufruct)	583 904 969.01	600 679 596.52
b) buildings, premises, engineering objects water and land	748 025 144.18	734 951 919.91
c) technical equipment, machines including:	49 500 596.15	83 059 633.51
- computer units (item KST no. 491)	8 212 492.33	10 961 654.78
d) means of transportation	1 061 825.05	1 495 359.49
e) other fixed assets	25 102 667.23	53 494 471.04
- electronic control-measurement apparatus for laboratory research (item KST no. 801)	17 080 232.46	44 006 216.24
2. Fixed assets under construction	79 585 529.85	158 072 273.54
3. Advance payments for fixed assets under construction	0.00	229 691.66
III. Long term accounts receivable	195 258 298.52	420 567 219.04
1. From related entities	0.00	0.00
2. From other entities	195 258 298.52	420 567 219.04
IV. Long term investments	5 057 156.60	5 059 156.60
1. Real estate	0.00	0.00
2. Intangible and legal assets	0.00	0.00
3. Long-term financial assets	5 057 156.60	5 059 156.60
a) in related entities	4 600 000.00	4 600 000.00
--shares or stocks	4 600 000.00	4 600 000.00
--other securities	0.00	0.00
--loans granted	0.00	0.00
--other long term financial assets	0.00	0.00
b) in other entities	457 156.60	459 156.60
--shares or stocks	457 156.60	459 156.60
--other securities	0.00	0.00
--loans granted	0.00	0.00
--other long term financial assets	0.00	0.00
4. Other long term investments	0.00	0.00
V. Long term settlements in the midterm	0.00	0.00
1. Assets from deferred income tax	0.00	0.00
2. Other midterm settlements	0.00	0.00
B. Current assets	501 590 468.54	584 371 068.17
I. Stocks held	5 575 439.24	4 720 254.79
1. Materials (supplies)	255 559.83	210 988.79
2. Semi-finished products and products under realisation	1 274 578.18	1 164 755.07
3. Finished products	2 837 894.64	3 090 545.28
4. Goods	0.00	555.03
5. Advances on delivery	1 207 406.59	253 410.62
II. Short term accounts receivable	182 890 534.06	251 575 981.30
1. Receivables from related entities	0.00	2 388.33
a) receivables for deliveries, services, terms of repayment:	0.00	2 388.33
--up to 12 months	0.00	2 388.33
--over 12 months	0.00	0.00
b) others	0.00	0.00
2. Receivables from other entities	182 890 534.06	251 573 592.97
a) receivables for deliveries, services, terms of repayment:	18 305 501.38	14 829 350.91
--up to 12 months	16 121 775.87	10 060 204.86
--over 12 months	2 183 725.51	4 769 146.05
b) receivables for taxes, donations, social security payments, health insurance and other benefits	139 605 440.77	209 451 815.85
c) others	24 979 591.91	27 292 426.21
d) court claims	0.00	0.00
III. Short-term investments	311 006 142.38	325 991 401.73
1. Short-term financial assets	311 006 142.38	325 991 401.73
a) in related entities	6 562 154.52	6 654 073.15
--shares or stocks	0.00	0.00
--other securities	0.00	0.00
--loans granted	6 562 154.52	6 654 073.15
--other short-term financial assets	0.00	0.00
b) in other entities	1 338 983.55	166 983.09
--shares or stocks	0.00	0.00
--other securities	0.00	0.00
--loans granted	150 000.00	166 983.09
--other short-term financial assets	1 188 983.55	0.00
c) monies and other monetary assets	303 105 004.31	319 170 345.49
--pecuniary assets held in accounts	131 350 646.47	154 152 543.58
--other monies	171 754 357.84	165 017 801.91
--other monetary assets	0.00	0.00
2. Other short-term investments	0.00	0.00
IV. Short-term prepayments and accruals	2 118 352.86	2 083 430.35
<b>Total assets</b>	<b>2 190 195 964.81</b>	<b>2 643 267 059.52</b>

**Consolidated Income and Expenditure Account of Entities**  
**Excluding banks and insurers**  
For the year ended 31 December 2010  
(All figures given in Polish Zloty (PLN) to two decimal points)

The Jagiellonian University, The Jagiellonian University's medical college 'Collegium Medicum', the Lazy Agricultural Research Institute, the "Pod Berłami" Conference Centre

LIABILITIES	Beginning of the working year	End of the working year
1	2	3
A. Own capital (funds)	1 298 742 742.76	1 329 994 116.76
I. Primary (fundamental) funds	1 264 476 242.97	1 305 927 467.82
II. Called up share capital (negative value)	0.00	0.00
III. Own shares (negative value)	0.00	0.00
IV. Supplementary capital	0.00	0.00
V. Revaluation reserve	0.00	0.00
VI. Other reserve capitals (funds)	0.00	0.00
VII. Profit (loss) from previous years	3 706 632.30	0.00
VIII. Net profit (loss)	30 559 867.49	24 066 648.94
IX. Write-off on net profit during the financial year (negative value)	0.00	0.00
B. Liabilities and provisions for liabilities	891 453 222.05	1 313 272 942.76
I. Provisions for liabilities	41 351 893.71	42 284 703.18
1. Provision for deferred income tax	0.00	0.00
2. Provision set aside for retirement pensions and other benefits	41 351 893.71	27 844 202.66
--long-term	0.00	0.00
--short-term	41 351 893.71	27 844 202.66
3. Other provisions	0.00	14 440 500.52
--long-term	0.00	0.00
--short-term	0.00	14 440 500.52
II. Long-term liabilities	0.00	0.00
1. To related entities	0.00	0.00
2. Towards other entities	0.00	0.00
a) credits and loans	0.00	0.00
b) issue of indebted securities	0.00	0.00
c) other financial liabilities	0.00	0.00
d) others	0.00	0.00
III. Short-term liabilities	100 344 164.81	118 137 142.09
1. To related entities	0.00	210 968.34
a) for deliveries and services, in a due time of	0.00	210 968.34
--up to 12 months	0.00	210 968.34
--over 12 months	0.00	0.00
b) others	0.00	0.00
2. To other entities	50 867 605.32	71 628 760.17
a) credit and loans	0.00	0.00
b) issue of debt securities	0.00	0.00
c) other financial liabilities	0.00	0.00
d) for deliveries and services, in a due time of	17 560 217.81	22 097 969.82
--up to 12 months	17 560 217.81	22 097 969.82
--over 12 months	0.00	0.00
e) received advances on deliveries	0.00	0.00
f) promissory notes	0.00	0.00
g) from taxes, duty, insurance and other benefits	15 492 259.71	13 611 742.92
h) for remuneration (pay)	1 603 763.29	2 204 519.32
i) others	16 211 364.51	33 714 528.11
3. Special Funds	49 476 559.49	46 297 413.58
a) University welfare benefit fund	38 650 184.42	38 387 943.93
b) Student financial assistance	9 797 300.92	6 615 036.17
c) The University's scholarship fund	1 029 074.15	1 294 433.48
d) Implementation fund	0.00	0.00
e) other special funds	0.00	0.00
IV. Prepayments and accruals	749 757 163.53	1 152 851 097.49
1. Negative goodwill	0.00	0.00
2. Other accruals	749 757 163.53	1 152 851 097.49
--long-term	408 435 630.76	727 105 916.10
--short-term	341 321 532.77	425 745 181.39
<b>Total Liabilities</b>	<b>2 190 195 964.81</b>	<b>2 643 267 059.52</b>

Assistant Bursar  
Teresa Kaptcia M.A.

Bursar  
Dr. Maria Hulicka

Rector  
Professor Karol Musioł

Krakow, 09 May 2011

**Consolidated Statement of Total Recognised Gains and Losses**  
for the period from 01 January to 31 December 2010  
(All figures given in Polish Zloty (PLN) to two decimal points)

The Jagiellonian University, The Jagiellonian University's medical college 'Collegium Medicum', the Lazy Agricultural Research Institute, the "Pod Berlam" Conference Centre

Inventory 1	Previous year 2	Current year 3
A. Net revenues from sales of products, goods and materials, including:	683 994 742.09	743 995 404.36
--from related entities	0.00	0.00
I. Net revenues from sales of products	687 853 470.82	734 447 215.43
State budget grants for statutory activities	328 497 266.88	333 238 900.24
II. Change in product state (increase-positive value, decrease-negative value)	-4 662 686.34	8 656 790.48
III. Product production cost for an entity's own requirements	741 929.13	849 415.97
IV. Net revenue from product and material sales	62 028.48	41 982.48
B. Operational activity costs	679 999 032.05	725 950 210.07
I. Depreciation including:	42 452 242.74	46 173 171.58
the value of 100% depreciation write-offs	11 094 304.73	6 456 542.82
II. Material and energy usage	52 967 624.63	59 876 063.99
III. External services including:	67 018 703.94	77 730 252.27
repair and maintenance services	12 353 129.79	19 756 219.59
IV. Taxes and payments, including:	525 029.03	599 515.08
--excise (duty) tax	1 147.71	1 437.00
--VAT	58 047.87	82 539.96
V. Remuneration	384 615 068.71	405 545 453.00
VI. Social security payments and other benefits	77 702 901.82	79 956 238.07
VII. Other costs including:	54 656 863.59	56 027 533.60
--the purchase of research and scientific equipment	18 955 955.15	13 518 707.48
--travel and related costs	14 739 531.14	15 833 415.12
VIII. The value of sold products and materials	60 597.59	41 982.48
C. Gross profit (loss) on sales (A-B)	3 995 710.04	18 045 194.29
D. Other operating revenues	23 569 380.58	11 837 769.11
I. Profit on non-financial fixed asset disposal	108 875.05	2 520 472.30
II. Subsidies	136 672.26	53 722.75
III. Other operating revenues	23 323 833.27	9 263 574.06
E. Other operational expenses	8 358 981.11	15 735 060.43
I. Loss on non-financial fixed asset disposal	0.00	0.00
II. Updating of fixed asset values	2 080 488.78	1 800 358.11
III. Other operational expenses	6 278 492.33	13 934 702.32
F. Profit (loss) from operational activity (C+D-E)	19 206 109.51	14 147 902.97
G. Financial revenue	11 611 929.64	10 415 295.03
I. Dividends and shares in profits, including:	231 488.88	1 023 663.87
-- from related entities	0.00	0.00
II. Interest, including:	10 508 775.81	9 390 637.50
-- from related units	157 753.34	365 301.77
III. Profit from investment sales	0.00	0.00
IV. Updating investments' value	0.00	0.00
V. Others including:	871 664.95	993.66
--exchange value differences	663 657.85	0.00
H. Financial costs	138 185.29	381 567.06
I. Interest, including:	7 093.29	73 385.28
-- from related entities	0.00	0.00
II. Losses from investment sales	0.00	0.00
III. Updating investment values	131 000.00	0.00
IV. Others including:	92.00	308 181.78
--exchange value differences	0.00	308 104.68
I. Profit (loss) on business activities (F+G+H)	30 679 853.86	24 181 630.94
J. Result of extraordinary events (J.I-J.II)	0.00	0.00
I. Extraordinary profits	0.00	0.00
II. Extraordinary losses	0.00	0.00
K. Gross profit (loss) (I+/-J)	30 679 853.86	24 181 630.94
L. Income Tax	119 986.37	114 982.00
M. Other statutory reductions in profit (increases in loss)	0.00	0.00
N. Net gain (loss) (K-L-M)	30 559 867.49	24 066 648.94

Assistant Bursar  
Teresa Kaptcia M.A.

Bursar  
Dr. Maria Hulicka

Rector  
Professor Karol Musioł

Krakow, 09 May 2011

**Consolidated Statement of Changes in Equity (funds)**  
for the period 01 January to 31 December 2010  
(All figures given in Polish Zloty (PLN))

The Jagiellonian University, The Jagiellonian University's medical college 'Collegium Medicum', the Lazy Agricultural Research Institute, the "Pod Berłami" Conference Centre

Inventory	Previous year	Current year
1	2	3
I. Opening balance of equity	1 168 458 829.16	1 298 742 742.76
-- adjustments of fundamental errors	3 706 632.30	0.00
I.a. Opening balance of equity after adjustments	1 172 165 461.46	1 298 742 742.76
1. Opening balance of equity	1 120 568 647.10	1 264 476 242.97
--adjustments of fundamental errors	0.00	0.00
1.a Opening balance of equity after adjustments	1 120 568 647.10	1 264 476 242.97
1.1 Changes in share capital (funds)	143 907 595.87	41 451 224.85
a) increase (due to)	166 504 320.03	64 774 912.88
--additional fixed assets construction funding (non-depreciatory)	109 843 312.34	0.00
--net profit from the previous year	48 074 955.66	34 266 499.79
--donations of fixed wealth from group II and I	6 020 000.00	0.00
--disclosing (of fixed wealth)	2 281 939.81	25 129 300.00
--acceptance of buildings and constructions	284 112.22	5 379 113.09
--others	0.00	0.00
b) decrease (due to)	22 596 724.16	23 323 688.03
--amortization of shares	0.00	0.00
--amortization of fixed assets	22 411 950.56	23 323 688.03
--covering the costs of previous year's losses	184 773.60	0.00
1.2 Closing balance of share capital (fund)	1 264 476 242.97	1 305 927 467.82
2. Opening balance of called up share capital	0.00	0.00
2.1 Changes in called up share capital	0.00	0.00
a) increases	0.00	0.00
b) decreases	0.00	0.00
2.2 Closing balance of called up share capital	0.00	0.00
3. Opening balance of own shares	0.00	0.00
a) increases	0.00	0.00
b) decreases	0.00	0.00
3.1 Closing balance of own shares	0.00	0.00
4. Opening balance of supplementary capital	0.00	0.00
4.1 Changes in supplementary capital	0.00	0.00
a) increases (due to)	0.00	0.00
-- share issue above nominal value	0.00	0.00
-- from profit distribution (statutory)	0.00	0.00
-- from profit distribution (over the statutory minimum value)	0.00	0.00
b) decreases (due to)	0.00	0.00
-- loss coverage	0.00	0.00
4.2 Closing balance of supplementary capital	0.00	0.00
5. Opening balance of revaluation reserve	0.00	0.00
5.1 Changes in revaluation reserve	0.00	0.00
a) increase (due to)	0.00	0.00
b) decrease (due to)	0.00	0.00
-- sales of tangible fixed assets	0.00	0.00
5.2 Closing balance of revaluation reserve	0.00	0.00
6. Opening balance of other reserve capitals	0.00	0.00
6.1 Changes in other reserve capitals	0.00	0.00
a) increase due to	0.00	0.00
b) decrease due to	0.00	0.00
6.2 Closing balance of other reserve capitals	0.00	0.00
7. Opening balance of profit (loss) from previous years	47 890 182.06	34 266 499.79
7.1 Opening balance of profit from previous years	47 890 182.06	34 266 499.79
-- adjustments of fundamental accounting errors	3 706 632.30	0.00
7.2 Opening balance of previous years' profit, after adjustments	51 596 814.36	34 266 499.79
a) increase due to	0.00	0.00
-- distribution of previous years' profit	0.00	0.00
b) decreases (due to)	47 890 182.06	34 266 499.79
-- distribution of previous years' profit (transfer to primary fund)	47 890 182.06	34 266 499.79
7.3 Closing balance of previous years' profit	3 706 632.30	0.00
7.4 Opening balance of previous years' loss	0.00	0.00
-- adjustments of fundamental errors	0.00	0.00
7.5 Opening balance of previous years' loss, after adjustments	0.00	0.00
a) increase (due to)	0.00	0.00
-- previous years' loss brought forward	0.00	0.00
b) decrease (due to)	0.00	0.00
7.6 Closing balance of previous years' loss	0.00	0.00
7.7 Closing balance of previous years' profit (loss)	3 706 632.30	0.00
8. Net result	30 559 867.49	24 066 648.94
a) net profit	30 559 867.49	24 066 648.94
b) net loss	0.00	0.00
c) write-offs on profit	0.00	0.00
II. Closing balance of equity	1 298 742 742.76	1 329 994 116.76
III. Equity including proposed profit distribution (loss coverage)	1 298 742 742.76	1 329 994 116.76

Assistant Bursar  
Teresa Karcia M.A.

Bursar  
Dr. Maria Hulicka

Rector  
Professor Karol Musioł

Krakow, 09 May 2011

**Consolidated Cash Flow Statement**  
for the period from 01 January to 31 December 2010  
(All figures given in Polish Zloty (PLN))

The Jagiellonian University, The Jagiellonian University's medical college 'Collegium Medicum', the Lazy Agricultural Research Institute, the "Pod Berlami" Conference Centre

Inventory	Previous Year	Current year
1	2	3
A. Cash flows from operating activities	151 241 953.50	183 337 300.06
I. Net gain/net loss	30 559 867.49	24 066 648.94
II. Total adjustments	120 682 086.01	159 270 651.12
1. Depreciation	42 452 242.74	46 173 171.58
2. Currency exchange gains (losses)	446 642.99	-143 519.10
3. Interest and profit sharing (dividends)	-330 340.06	-1 405 948.73
4. Profit (loss) on investment activities	618 179.68	-2 566 215.02
5. Changes in provisions	5 684 814.96	932 809.47
6. Changes in stock	-304 482.31	855 184.45
7. Changes in receivables	-298 210 345.99	-293 956 762.76
8. Change in short-term liabilities excluding credits and loans	-59 704.36	880 232.41
9. Change in prepayments and accruals	370 170 888.61	408 501 816.33
10. Other adjustments	214 189.75	-117.51
III. Net cash flows from operating activities (I +/- II)	151 241 953.50	183 337 300.06
B. Cash flows from investment activities	-113 705 051.60	-167 415 477.98
I. Inflows	7 538 637.48	9 825 769.42
1. Disposal of intangible and tangible fixed assets	147 957.38	7 339 738.86
2. Disposal of investments in real estate and in intangible and legal assets	0.00	0.00
3. From financial assets, including:	1 440 680.10	2 486 030.56
a) in related parties	0.00	0.00
--sale of financial assets	0.00	0.00
--dividend and profit sharing	0.00	0.00
--repayment of granted long-term loans	0.00	0.00
--interest	0.00	0.00
--other inflows from financial assets	0.00	0.00
b) in other entities	1 440 680.10	2 486 030.56
--sale of financial assets	0.00	0.00
--dividend and profit sharing	231 488.88	1 023 663.87
--repayment of granted long-term loans	0.00	0.00
--interest	79 745.36	273 383.14
--other inflows from financial assets	1 129 445.86	1 188 983.55
4. Other inflows from investment activities	5 950 000.00	0.00
II. Outflows	121 243 689.08	177 241 247.40
1. Purchase of intangible assets and tangible fixed assets	113 396 942.38	177 239 247.40
2. Investments in real estate and intangible and legal assets	0.00	0.00
3. For financial assets, including:	1 188 983.55	2 000.00
a) in related entities	0.00	0.00
--purchase of financial assets	0.00	0.00
--long-term loans granted	0.00	0.00
b) in other entities	1 188 983.55	2 000.00
--purchase of financial assets	1 188 983.55	2 000.00
--long-term loans granted	0.00	0.00
4. Other outflows from investment activities	6 657 763.15	0.00
III. Net cash flows from investment activities (I-II)	-113 705 051.60	-167 415 477.98
C. Cash flows from financial activities	0.00	0.00
I. Inflows	0.00	0.00
1. Net inflows from the issue of shares and other capital instruments and from capital contributions	0.00	0.00
2. Credits and loans	0.00	0.00
3. Issue of debt securities	0.00	0.00
4. Other inflows from financial activities	0.00	0.00
II. Outflows	0.00	0.00
1. Purchase of own shares	0.00	0.00
2. Dividend and other payments to shareholders	0.00	0.00
3. Profit distribution liabilities other than profit distribution payments to shareholders	0.00	0.00
4. Repayment of credits and loans	0.00	0.00
5. Redemption of debt securities	0.00	0.00
6. Payment of other financial liabilities	0.00	0.00
7. Payment of liabilities arising from financial leases	0.00	0.00
8. Interest	0.00	0.00
9. Other outflows from financial activities	0.00	0.00
III. Net cash flows from financial activities (I-II)	0.00	0.00
D. Total net cash flows (A.III. +/- B.III +/- C.III)	37 536 901.90	15 921 822.08
E. Balance sheet change in cash, including:	37 090 258.91	16 065 341.18
--change in cash due to currency exchange rate differences	-446 642.99	143 519.10
F. Opening cash balance	266 014 745.40	303 105 004.31
G. Closing cash balance (F+/-D), including:	303 551 647.30	319 026 826.39
--of limited disposability	29 491 232.72	11 202 245.39

Assistant Bursar  
Teresa Kapcia M.A.

Bursar  
Dr. Maria Hulicka

Rector  
Professor Karol Musioł

Krakow, 09 May 2011

**Independent auditors' report  
to the Senate of the Jagiellonian University in Krakow.**

We have audited the attached, consolidated financial statement of the Jagiellonian University, with its seat at Golebia Street 24 in Kraków 31-007, which consists of:

- 1) an introduction to the consolidated financial statement,
- 2) the consolidated balance sheet on the day of 31.12.2010, closing on the side of assets and liabilities to the amount of: 2,643,267,059.52 Polish Złoty (PLN)
- 3) the total account for profits and losses for the fiscal year from 01.01.2010 to 31.12.2010 displaying a net profit to the amount of 24,066,648.94 Polish Złoty (PLN),
- 4) the statement of changes in total equity (fund) for the fiscal year from 01.01.2010 to 31.12.2010 displaying an increase in equity to the amount of 31,251,374.00 Polish Złoty (PLN),
- 5) the consolidated cash flow statement for the fiscal year from 01.01.2010 to 31.12.2010 displaying an increase in monies to the amount 15,921,822.08 Polish Złoty (PLN)
- 6) additional information and explanations pertaining to the consolidated financial statement.

The preparation of a consolidated financial statement in accordance with the applicable provisions is the responsibility of the rector of the Jagiellonian University.

The rector of the Jagiellonian University and members of the Senate or any other body overseeing the Jagiellonian University in Krakow, are obliged to ensure that the consolidated financial statement meets the requirements as stated under the Act of 29 September 1994 on Accounting (Official Legal Gazette of 2009, No. 152, item 1223 with subsequent amendments.), referred to as the "Law on Accounting".

Our responsibility was to research and express an opinion in compliance with applicable accounting principles (policy) of the consolidated financial statements as to whether it fairly and clearly presents, in all material respects, the financial position as well as the consolidated financial results of the Jagiellonian University and the accuracy of the accounts based on our audit.

The audit of the combined financial statement has been conducted in accordance with the provisions of:

- 1) Chapter 7 of the Accounting Act
- 2) national and auditing standards issued by the National Council of Chartered Accountants in Poland,
- 3) The Act on Higher Education of 27 July 2005 (Official Legal Gazette of 2005 No. 164, item 1365 with subsequent amendments)

The audit of the consolidated financial statement was planned and conducted in such a way as to obtain a reasonable basis for expressing an opinion thereon. In particular, the audit included a report on the accuracy of the Jagiellonian University's accounting principles (policies) and the significant estimates, checking – primarily on a random basis - the evidence and accounting



records supporting the amounts and disclosures in the consolidated financial statement and evaluating the overall consolidated financial statement.

We believe that our audit provides a reasonable basis for our opinion.

In our opinion the audited combined financial statement, in all relevant respects:

- a) gives true and fair information, essential for evaluating the financial position of the Jagiellonian University as of 31.12.2010, as well as its overall financial results for the fiscal year from 01.01.2010 to 31.12.2010
- b) has been prepared in accordance with the necessary application of principles (policy) on the basis of accounting and properly maintained accounting records,
- c) is in compliance with the laws and decisions of the Jagiellonian University which may affect the content of the financial statement.

Ireneusz Biernat

register number 10322 chief auditor conducting the audit on behalf of

BDI Audit Sp. z o.o.

31-444 Krakow

Śliczna Street 30, apt.47,

Authorized to audit

financial statements No. 3036

Krakow, 16 May 2011

**Resolution No. 31/V/2011**  
**of the Jagiellonian University Senate**  
**25 May 2011**

*On the matter of: the approval of the consolidated financial statement for the year 2010 at the Jagiellonian University and division of the combined financial result of the Jagiellonian University for the year 2010.*

Acting pursuant to § 133 of the Statute of the Jagiellonian University, the Senate adopted and approved in an open vote the combined financial statement of the Jagiellonian University for the year 2010, submitted by the Bursar of UJ, consisting of:

- 1) The aggregate balance sheet on 31.12.2010 closing on assets and liabilities to the amount of: 2,643,267,059.52 PLN
- 2) the consolidated income statement for the period 1.01.2010 - 31.12.2010, showing a net profit to the amount of 24,066,648.94 PLN
- 3) a summary of changes in shareholders' equity on the day of 31.12.2010, showing an increase in capital to the amount of: 31,251,374.00 PLN
- 4) the consolidated cash flow statement for the period from 1.01.2010 - 31.12.2010, showing an increase in cash to the amount of: 15,921,822.08 PLN

Net income to the amount of 24,066,648.94 PLN consists of:

- |  |                   |
|--|-------------------|
| 1) the University's net profit of                        | 10,953,771.21 PLN |
| 2) Net loss for the Łazy Agricultural Research Institute | - 152,312.72 PLN  |
| 3) Net loss for the "Pod Berłami" Conference Centre      | - 30,033.16 PLN   |
| 4) Net profit for the Medical College                    | 13,295,223.61 PLN |

Simultaneously the Senate of the Jagiellonian University approved the division of the financial results for the year 2010 proposed by the Bursar of the JU.

- 1) The Jagiellonian University's profit is to be allocated to the University's Primary Fund.
- 2) The Łazy Agricultural Research Institute's loss will be covered by the Agricultural Research Institute's Primary Fund.
- 3) The Conference Centre's loss will be covered by the Centre's Primary Fund.
- 4) The Medical College's profit will be allocated to enhance the Medical College's Primary Fund.