

Assessment of the Supervisory Board of Przedsiębiorstwo Przemysłu Spożywczego PEPEES S.A. on the report on issuer's activities and the financial statement in respect to their compliance with ledgers, documents and factual circumstances

(prepared in compliance of requirements § 70 sec. 1 item 14 of the Regulation of the Minister of Finance of 29 March 2018 on Current and Periodical Information Published by Security Issuers and Conditions to Consider such Information Equivalent to the Ones Required by Legal Provisions of a Country that is not a Member State)

The Supervisory Board of Przedsiębiorstwo Przemysłu Spożywczego PEPEES S.A. declares that acting in compliance with article 382 § 3 of the Code of Commercial Companies and article 20 sec. 2 point 1 and 2 of the Articles of Association of Przedsiębiorstwo Przemysłu Spożywczego PEPEES S.A. (the Company, the Issuer) assessed:

- the financial statements of the Company for year 2019 comprising:
 - a) statement of the financial conditions as at 31 December 2019 with the totals on the side of assets and on the side of equity and liabilities the amount of PLN 275 662 thousand (in words: two hundred seventy five million six hundred sixty two thousand złoty),
 - b) statement of comprehensive income with net comprehensive income as at 31 December 2019 in the amount of PLN 19 143 thousand (in words: nineteen million one hundred forty three thousand złoty) and net profit in the amount of PLN 19 182 thousand (in words: nineteen million one hundred eight two thousand złoty),
 - c) statement of changes in equity presenting increase of equity as at 31 December 2019 by an amount of PLN 7 743 thousand (in words: seven million seven hundred forty three thousand złoty),
 - d) cash flow statement showing increase of net cash as at 31 December 2019 by an amount of PLN 6 295 thousand (in words: six million two hundred ninety five thousand złoty)
 - report on the Issuer's activities in financial year 2019,
- in respect to their compliance with ledgers, documents and actual condition.

On the basis of analysis:

- a) of the contents of the statements presented by the Company's Management Board,
- b) documents and ledgers and information provided by the Company's Management Board,
- c) results of additional verification activities performed in selected financial and operational areas,
- d) report of the auditing company, WBS Audyt Sp. z o. o. with registered office in Warsaw on audit of the Issuer's financial statement for financial year 2019,
- e) additional report of the auditing company for the Audit Committee, as referred to in article 131 of the Act on Chartered Auditors, Auditing Companies and Public Supervision,
- f) results of meetings with representatives of the auditing company with the key chartered auditor,
- g) information from the Audit Committee on the proceeding, results and meaning of the audit for reliability of the Company's financial reporting and the role of the Committee in the process of audit of the financial statement,

it positively assessed the above mentioned statements.

On the basis of the knowledge about the Company and wide scope of activities undertaken in relation to preparation and examination of the above mentioned statements, the Company's Supervisory Board assesses that the Issuer's report on activities and financial statements for financial year 2019 were prepared in compliance with applicable legal provisions and comply with the ledgers, documents



and factual circumstances, and they contain the real image of development, achievements and condition of the issuer, and also they do not raise objections in respect to form and contents presented in

them. The Supervisory Board of "PEPEES" S.A.