



Appendix to the Resolution of the Supervisory Board  
on the approval of the report on the performance  
by the Supervisory Board of LPP SA of the duties  
of the Audit Committee.  
Gdańsk, 27 May 2015

**REPORT**  
**on the performance by the Supervisory Board of the duties of the Audit Committee**

In the performance the duties of the Audit Committee in 2014, the Supervisory Board of LPP SA:

1. Examined the consolidated financial statements of LPP SA Capital Group and the separate financial statements of LPP SA, and analysed the risks identified by the auditor.
2. Adopted the report on the performance by the Supervisory Board of the duties of the Audit Committee in 2014.
3. Analysed the financial standing of LPP SA Capital Group based on half-yearly and annual financial statements and the interview with the auditor.
4. Reviewed and evaluated reports prepared by the internal auditor.
5. Examined the model of cooperation with entities to conduct franchise sales of LPP products in the Arabian Peninsula.
6. Examined the plan of development of logistical resources in the face of significant growth in the scale of operations.
7. Examined the Company's preparation for management of image crisis.
8. Examined the merits of launching operations in new markets - Germany and Croatia. In this regard, a discussion took place.
9. Examined the effectiveness of new solutions for the currencies used in internal settlements within the Capital Group (LPP - foreign companies).

The reports containing the results of the examination of the above-mentioned areas of focus were discussed and adopted at the Supervisory Board meetings.

Jerzy Lubianiec  
Chair of the Supervisory Board of LPP SA