

Report of the Supervisory Board of Fabryka Farb i Lakierów ŚNIEŻKA SA in Lubzina on assessment of financial statements and Management Report on Company operations for 2012

In order to fulfil the obligation referred to in Art. 382 § 3 of the Code of Commercial Partnerships and Companies, the Supervisory Board **assessed** the financial statements for 2012 based on the opinion and report from audit of the financial statements prepared by the auditor of accounting company Ernst & Young Audit Sp. z o.o.

On the basis of results and assessment contained in the auditor's opinion and report as well as evaluation made throughout 2012, the Supervisory Board **considers** that the financial statements were prepared pursuant to applicable provisions of law and the information presented therein correctly reflect the financial condition of the Company in 2012.

1. The financial statements for 2012 comprises:
 - a) introduction to the financial statements
 - b) statement of financial position as at 31 December 2012, presenting the total balance of assets and liabilities of **PLN 307,974 thousand**,
 - c) statement of comprehensive income for the period from 1 January to 31 December 2012, presenting comprehensive income and net profit of **PLN 21,481 thousand**,
 - d) cash flow statement for the period from 1 January to 31 December 2012, presenting an increase in cash by **PLN 10,714 thousand**,
 - e) statement of changes in equity presenting a decrease in equity for the period from 1 January 2012 to 31 December 2012 by **PLN 24,472 thousand**,
 - f) accounting principles (policies) and additional notes.

The Supervisory Board expresses a positive opinion on the above-mentioned documents and ascertains that there are grounds for them being considered by the Annual General Meeting of Shareholders.

Moreover, the Supervisory Board analysed the Management Report on operations of Fabryka Farb i Lakierów ŚNIEŻKA SA in Lubzina for 2012 and ascertains that this report correctly reflects the property and financial situation of the Company for 2012 and sets further directions for its development.

Signatures:

1. Mikrut Stanisław	Chairman
2. Pater Jerzy	Deputy Chairman
3. Cymbor Stanisław	Secretary
4. Pater Anna	Member
5. Łapiński Zbigniew	Member
6. Orłowski Dariusz	Member