

Nupharo Holding, a.s.

registered office: Prague 1, Václavskénáměstí 813/57, zip code 110 00,
Company ID No.: 294 16 809

entered in the Commercial Register administrated by the Municipal Court in Prague, section
B, entry 18909

(hereinafter referred to as „the Company“)

REPORT OF THE BOARD OF DIRECTORS ON THE BUSINESS ACTIVITIES AND STATE OF THE COMPANY'S PROPERTY IN 2014

In the year 2014 the Board of Directors duly engaged in the business management of the Company and made sure the Company's bookkeeping was duly performed. The Board of Directors provided for the drawing up financial statements and the draft of the settlement of the economic performance. Pursuant to the legal regulations the Board of Directors will convene the annual general meeting in order to endorse the financial statements for the accounting period of 2014.

The economic performance of the Company in 2014 resulted in a loss of CZK 101 264,45 (read: one hundred one thousand two hundred and sixty four point forty five Czech Crowns). The Board of Directors expects the Company to be profitable in the accounting periods to come.

The managers of the Company have been carefully monitoring all circumstances, which have had impact on the economic performance of the Company including cash flow and development of the accounts receivable and payable. The Board of Directors had arrived at the conclusion that the financial standing of the Company is stable.

Praque, April 24, 2015



Milan Ganik
Chairman of the BoD
Nupharo Holding, a.s.