

Nupharo Holding, a.s.

registered office: Prague 1, Václavské náměstí 813/57, zip code 110 00,

Company ID No.: 294 16 809

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

(hereinafter referred to as "**the Company**")

Supervisory Board report on monitoring conducted in 2014

Pursuant to relevant legal regulations and Articles of Association of the Company, the Supervisory Board conducted monitoring of management and other activities of the Company in 2014.

In 2014 the Supervisory Board was duly monitoring the performance of the Board of Directors and the realization of the business activities of the Company. The Supervisory Board did not find any fundamental malpractice in those activities. As regards the business activities of the Company carried out in the course of 2014, the Supervisory Board did not find out any discrepancies related to the generally binding legal regulations, the Articles of Association or the rules and instructions adopted by the general meetings.

The Supervisory Board arrived at the conclusion that the accounts of the Company had been administrated in line with the applicable legal regulations and the established accounting methodology. In the course of their monitoring the Supervisory Board did not come across any facts indicating the presence of incorrect or incomplete data contained in the financial statements of the Company for the year 2014.

Following the above stated findings, the Supervisory Board recommends to the General meeting to approve the financial statements of the Company for the year 2014.

The Supervisory Board accepts the proposal of the Board of Directors regarding the compensation of loss for the year 2014 in the amount of CZK 101.264,45, which pertains to the carryover of the loss to the following accounting period under the account of "accumulated loss from previous years". Subsequently, the Supervisory Board recommends that the general meeting adopt the proposal in question.

Nupharo Holding, a.s.

Karel Kovanda

Chairman of the Supervisory Board

Nupharo Holding, a.s.

Girish Nadkarni

Member of the Supervisory Board