

Independent Auditors' Report

To the shareholders,
Vrancart S.A.

Report on the Financial Statements

- 1 We have audited the accompanying financial statements of Vrancart S.A. ("the Company"), which comprise the statement of financial position at 31 December 2014, statements of comprehensive income, changes in equity and cash flow for the year then ended, and notes, containing a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

- 2 Management of the Company is responsible for the preparation and fair presentation of these financial statements in accordance with the Order of the Minister of Public Finance no. 1286/2012 for the approval of Accounting Regulations in accordance with International Financial Reporting Standards, applicable to companies whose securities are admitted to trading on a regulated market, with the subsequent changes, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

- 3 Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing as adopted by the Romanian Chamber of Financial Auditors. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.
- 4 An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the preparation and fair presentation of the Company's financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.
- 5 We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis for Qualified Opinion

- 6 Since we were appointed auditors of the Company on 27 May 2013, we could not attend the physical inventory for the financial exercise ended 31 December 2012 and we could not get satisfactory audit evidence about the amounts of stock at 31 December 2012 by performing alternative audit procedures. Our opinion on the financial statements for the financial exercise ended 31 December 2013 included a qualification because the initial stocks affect the operating result, and we haven't been able to determine if adjustments are needed on the comprehensive income for the financial exercise ended on 31 December 2013 and on the result carried forward. Our opinion on the financial statements for the financial exercise ended 31 December 2014 also includes a qualification, due to the possible effects of the above-mentioned aspect on comparability of current period figures with the corresponding figures.
- 7 On 31 December 2012, the Company proceeded to the revaluation of land, buildings and equipment found in patrimony based on the revaluation report issued by an independent evaluator. Our opinion on the financial statements for the financial exercise ended 31 December 2013 included a qualification because there was not enough information to determine if the revalued value of assets is their fair value at 31 December 2012 and we have not been able to determine whether it was necessary adjustments on depreciation and impairment of tangible assets, on income/expense with income tax and on the result for the financial exercises ended on 31 December 2013. On 31 December 2013 the Company has proceeded to the revaluation of assets and properly recorded its results in the financial statements for the financial exercise ended on 31 December 2013. Our opinion on the financial statements for the financial exercise ended 31 December 2014 also includes a qualification, due to the possible effects of the above-mentioned aspect on comparability of current period figures with the corresponding figures.

Qualified Opinion

- 8 In our opinion, except for the possible effects on corresponding figures of the matters described in paragraphs 6 and 7, the financial statements give a true and fair view of the financial position of the Company as at 31 December 2014 and of its financial performance and its cash flows for the year then ended in accordance with the Order of the Minister of Public Finance no. 1286/2012 for the approval of Accounting Regulations in accordance with International Financial Reporting Standards, applicable to companies whose securities are admitted to trading on a regulated market with the subsequent changes.

Other Matters

- 9 This independent auditors' report is made solely to the Company's shareholders, as a body. Our audit work has been undertaken so that we might state to the Company's shareholders those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's shareholders as a body, for our audit work, for the report on financial statements and the report on conformity or for the opinion we have formed.

Report on conformity of the Board Report with the financial statements

- 10 In accordance with the Order of the Minister of Public Finance no. 1286/2012 and related amendments, article no. 16 paragraph 1 of Accounting Regulations in accordance with International Financial Reporting Standards, applicable to companies whose securities are admitted to trading on a regulated market, we have read the Board Report attached to the financial statements and numbered from page 1 to page 22. The Board of administrators Report is not a part of the financial statements. In the Board of administrators Report, we have not identified any financial information which is not in accordance, in all material respects, with the information presented in the accompanying financial statements.

For and on behalf of KPMG Audit SRL:

Greco Tudor Alexandru
registered with the Chamber of Financial
Auditors of Romania under no. 2368/2008

KPMG AUDIT SRL
registered with the Chamber of Financial
Auditors of Romania under no. 9/2001

Bucharest, 11 March 2015