

**REPORT OF THE SUPERVISORY BOARD OF LC CORP  
JOINT STOCK COMPANY WITH ITS REGISTERED OFFICE IN WROCLAW  
FROM THE SUPERVISION OF ACTIVITY OF THE COMPANY DURING THE  
PERIOD FROM 01.01.2014 TO 31.12.2014**

The composition of the Supervisory Board as at 1 January 2014 was as follows:

- Leszek Czarnecki – Chairman,
- Andrzej Błażejowski – Vice-Chairman,
- Remigiusz Baliński – Member,
- Zbigniew Dorenda – Member,
- Jakub Malski – Member.

Within the fiscal year the composition of the Supervisory Board did not change.

The Supervisory Board of LC Corp S.A. in the course of execution of its duties during fiscal year 2014, held 6 (six) meetings, at which it adopted 9 (nine) resolutions and adopted 8 (eight) resolutions pursuant to § 19 section 6 of Company's Charter, i.e. under circulatory procedure. The minutes were drawn up from the meetings of the Supervisory Board, which are kept together with the other documentation at Company's registered office.

The Supervisory Board was performing constant supervision of Company's activity in all areas of its activity.

The supervisory-control activities included specifically:

- analysis of present financial results of the Company and their assessment,
- analysis of periodical financial statements,
- familiarization with the periodical information presented by the Management Board regarding the present and planned activity of the Company,
- analysis of the materials received from the Management Board
- approving and granting the consents to contracting the liabilities by the Company and financing the Group's companies,
- granting the consent to the establishment of the guarantees and sureties for Group's companies.
- granting the consent to acquisition and disposal of the real estate.

Within the scope of performance of its duties, the Supervisory Board:

- was issuing opinions on draft resolutions prior to their presentation to the General Meeting,
- was assessing the report from the activity of Company's Management Board and the financial statements for fiscal year 2013,
- prepared and accepted the report from the activity of the Supervisory Board for fiscal year 2013,
- prepared and assessed the Company,
- approved Company's budget for 2014,
- was granting the consent to the Company's Management Board to issue bonds and draw a bank loan by the Company,

- was granting the consent to the Company's Management Board to establish collateral and guarantees for the Company's subsidiaries due to drawing bank loans by them,
- was granting the consent to the Company's Management Board to purchase and sell real estate by the Company and acquire and take up shares of other entities (including companies within the Group),
- appointed the certified auditor of the Company to audit the unit and consolidated financial statements of the Company for 2014 and the mid-year audit.

The Supervisory Board was also monitoring the situation of the Company and was issuing opinions on the present and planned activities. The Supervisory Board in the course of execution of its duties was obtaining information necessary for their execution from the documents, information, presentations and explanations provided by the Management Board.

The Supervisory Board concludes that the cooperation with Company's Management Board during the reporting period was correct and that the Management Board was presenting in reliable and exhausting manner information regarding all aspects related to the activity of the Company and the companies comprising LC Corp capital group and was informing the Supervisory Board on on-going basis about the issues covered by its competences.

The list of detailed activities undertaken by the Supervisory Board is contained in the minutes from the meetings of the Supervisory Board, which together with the resolutions adopted by the Supervisory Board in 2014, are archived at Company's registered office.

Wroclaw, 25 March 2015