

**REPORT ON THE ACTIVITIES OF
THE AUDIT COMMITTEE OF FEERUM S.A.
IN THE YEAR 2019**

The report of the Audit Committee of FEERUM S.A. (the “Company”) covers period from 1 January 2019 to 31 December 2019.

1. Composition of the Audit Committee

In year 2019 the Audit Committee composed of:

1. Henryk Chojnacki – the Chairman of the Audit Committee
2. Maciej Kowalski – the Deputy Chairman of the Audit Committee
3. Jakub Marcinowski – the Secretary of the Audit Committee

The composition of the Audit Committee has not changed until the preparation of this report.

2. Information on the meeting of the independence criteria by the Committee’s members

The Audit Committee operated in accordance with the Act of 11 May 2017 on statutory auditors, audit firms and public supervision.

3. Information of the Audit Committee’s activities

The main task of the Audit Committee in 2019, as in the previous year, was to supervise an ongoing basis the activities of the Company and the Management Board, in particular in the areas of monitoring the financial reporting process.

The members of the Audit Committee participated in meetings with the Management Board of the Company, discussing the financial situation of Feerum S.A. and Feerum S.A. Capital Group.

The Audit Committee informs that all financial statements for 2019 have been properly prepared on the basis of properly kept books of account, are consistent in form and content with the applicable laws and present fairly all information for the assessment of asset efficiency, profitability and financial result.

The Audit Committee, after consideration of the auditor’s opinion and report on the audit of the standalone financial statements of Feerum S.A., the consolidated financial statements of the Feerum S.A. Capital Group and the Management Board’s report on the activities of Feerum S.A. and the Feerum Capital Group for 2019, proposed the Supervisory Board an approval of the above statements and report and the manner of profit distribution, and then presenting such recommendation to the General Shareholders’ Meeting by the Supervisory Board.

The Audit Committee positively assesses the work of auditor - ECDDP Audyt sp. z o.o. with its registered seat in Kraków during audit of the financial statements for 2019.