

In accordance with principle I.Z.1.11 of the 'Best Practice for WSE Listed Companies 2016', we inform you that, pursuant to the Rules of Procedure for the Supervisory Board, the Rules of Procedure for the Audit Committee of the Supervisory Board and the Articles of Association of RAFAKO S.A., a qualified auditor of RAFAKO S.A.'s financial statements is selected by the Supervisory Board based on a prior recommendation from the Audit Committee of the Supervisory Board; whenever selecting a qualified auditor the Supervisory Board determines the duration of the relevant agreement with the auditor taking into account the applicable laws, including in particular the provisions of the Act on Qualified Auditors which stipulate that the lead auditor's total uninterrupted audit engagement may not be longer than five years.