

**EVALUATION BY THE SUPERVISORY BOARD OF IZOSTAL S.A., INCLUDING JUSTIFICATION,  
CONCERNING THE ACTIVITY REPORT OF IZOSTAL S.A. AND THE FINANCIAL STATEMENTS  
WITH RESPECT TO THEIR CONSISTENCY WITH THE LEDGERS,  
DOCUMENTS AND FACTUAL CIRCUMSTANCES**

The Supervisory Board of Izostal S.A. has read and analysed the financial statements of Izostal S.A. for the year ended 31 December 2018 in accordance with the International Financial Reporting Standards approved by the European Union, including the following:

- introduction to the financial statement,
- report on the financial situation drawn up as at December 31, 2018, showing at the assets and liabilities the sum of PLN 533,156 thousand (in words: five hundred thirty-three million one hundred fifty six thousand Polish zlotys),
- statement of comprehensive income for the financial year from January 1 to December 31, 2018 showing total comprehensive income of PLN 14,462 thousand (in words: fourteen million four hundred sixty two thousand Polish zlotys),
- statement of changes in equity for the financial year from January 1 to December 31, 2018, showing an increase in equity by PLN 11,515 thousand (in words: eleven million five hundred fifteen thousand Polish zlotys),
- cash flow statement for the financial year from January 1 to December 31, 2018, showing a decrease of cash by PLN 26,772 thousand (in words: twenty six million seven hundred seventy two thousand Polish zlotys),
- notes to the financial statement.

The Supervisory Board, having reviewed the financial statements of Izostal S.A. for the year ended 31 December 2018 in accordance with the International Financial Reporting Standards approved by the European Union, and having read the auditor's report on the audit of the above financial statements, positively assesses the said financial statements with respect to their compliance with the ledgers and documents, as well as with the factual circumstances.

At the same time, the Supervisory Board states that the aforementioned financial statements have been prepared within the prescribed deadline and in accordance with the International Financial Reporting Standards approved by the European Union. The accuracy of the preparation of the said financial statements as to their consistency with the accounting ledgers, documents and factual circumstances does not raise any reservations and is confirmed by the information contained in the auditor's report on the audit of the Company's financial statements for the financial year 2018.

The Supervisory Board, having considered the Izostal S.A. Activity Report for the financial year 2018, positively assesses the said report with respect to its compliance with the ledgers and documents, as well as with the factual circumstances.

The report presents fairly and clearly the property, economic, financial and development situation of Izostal S.A., and its completeness and compliance with the information disclosed therein has been confirmed by a statutory auditor.

At the same time, the Supervisory Board states that the above mentioned report has been prepared in accordance with the applicable provisions of the Accounting Act of 29 September 1994 and the Regulation of the Minister of Finance of 29 March 2018 on current and periodic information provided by issuers of securities and conditions for recognizing as equivalent information required by the laws of a non-member state.

Kolonowskie, 28.03.2019

**Signatures of the Supervisory Board Members:**

Jerzy Bernhard	- Chairman of the Supervisory Board	.....
Andrzej Baranek	- Deputy Chairman of the Supervisory Board	.....
Grażyna Kowalewska	- Secretary of the Supervisory Board	.....
Jan Kruczak	- Member of the Supervisory Board	.....
Lech Majchrzak	- Member of the Supervisory Board	.....
Adam Matkowski	- Member of the Supervisory Board	.....