

INDEPENDENT AUDITOR'S REPORT

To the Shareholders SARANTIS ROMANIA S.A.

Report for the audit of individual financial statements

Opinion

1. We have audited the accompanying financial statements of **SARANTIS ROMANIA S.A** (hereinafter refer to as "the Company"), with the headquarter in Bucharest, identified by the fiscal code 8601391, which comprise the balance sheet as at December 31, 2018, the income statement, the cash flow statement, the statement of changes in shareholders' equity for the year then ended and a summary of significant accounting policies and other explanatory notes.

The above mentioned individual financial statements are identified by:

<input checked="" type="checkbox"/> Net turnover:	RON 323,406,095
<input checked="" type="checkbox"/> Net result of the period:	RON 25,391,714, profit
<input checked="" type="checkbox"/> Net assets/Total equity:	RON 74,257,913

2. In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at December 31, 2018, and its financial performance and its cash flows for the year then ended in accordance with the Order of the Minister of Public Finance no. 1802/2014 for the approval of Accounting regulations for individual and consolidated financial statements, with subsequent amendments ("OMFP 1802/2014").

Basis for Opinion

3. We conducted our audit in accordance with International Standards on Auditing (ISAs) and Law no. 162/2017 („The law”). Our responsibilities under those standards are further described in the Auditor's responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company, in accordance with the International Ethic Standards of the Accounting Professionals issued by International Council of Ethic Standards for Accountants (IESBA code), according to ethical requirements that are relevant to our audit of the financial statements in Romania, including The Law, and we have fulfilled our other ethical responsibilities in accordance with these requirements and according to IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information – Administrator's Report

4. The administrators are responsible for preparation and presentation of other information. The other information comprises the Administrator's Report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and except for the cases where there is explicit mentioned in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements as at December 31, 2018, our responsibility is to read the Administrators' Report and, in doing so, consider whether the Administrator's Report is materially inconsistent with the financial statements, or with the information gathered during the audit, of if those appear to be significantly misstated.

In relation with the Administrator's Report, we have read and we report if it was prepared, in all material aspects, in accordance with the MoPF Order no. 1802/2014, articles 489-492 of the Accounting regulations regarding the preparation of individual and consolidated financial statements.

Based on our activity, we report as follow:

- a) In the Administrators' Report we have not identified any financial information which is not in accordance, in all material respects, with information presented in the accompanying financial statements;
 - b) The Administrators' Report identified above, includes in all material respects, the information required by the MoPF Order no. 1802/2014, articles 489-492 of the Accounting regulations regarding individual financial statements and consolidated financial statements.
5. In addition, based on our knowledge and understanding of the company gained during the audit of financial statements ended at December 31, 2018 we have not identified any information included into Administrators' Report that is material misstated. We do not have anything to report in relation with this aspect.

Responsibilities of Management and Those charged with Governance for the Financial Statements

6. Management is responsible for the preparation of the financial statements in accordance with MoPF Order no. 1802/2014, 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.
7. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management intends to liquidate the Company's or to cease operations, or has no realistic alternative but to do so.
8. Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

9. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decision of users taken on the basis of these financial statements.
10. As part of an audit in accordance with ISA, we exercise professional judgment and maintain professional scepticism throughout the audit.
 - Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
 - Obtain an understanding of internal control relevant to the audit 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;
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's

report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion.

Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern;

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

11. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Other matters

12. This report is made solely to the Company's shareholders, as a body. Our audit 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 this report, or for the opinion we have formed.

BDO Audit SRL

Owner of the Temporary Authorization

Code FA no. 19 Temp. 14

Recorded into the Public Electronic Register No. 18

Issued by Authority of Public Supervision of Financial Audit Activity

At the date of February 4, 2019

Refer to original signed version in Romanian language

The name of signing party

Cristian Iliescu

Owner of the Temporary Authorization

Code AF Nr. 19 Temp. 96

Recorded into the Public Electronic Register No. 1530

Issued by Authority of Public Supervision of Financial Audit Activity

At the date of February 4, 2019

Bucharest, Romania

February 28, 2019