

REPORT

on the proposal to appoint an external auditor

Considering the current mandate of the external auditor **Deloitte Audit SRL** is going to expire, the company has requested and received offers from Deloitte Audit SRL, EY Romania and TPA.

After analyzing the offers, the BoD proposes to the OGMS the appointment of Deloitte Audit SRL for a new two-year mandate, respectively for auditing the financial statements 2018 and 2019. The BoD is mandated to negotiate and sign the audit contract for the period 2018-2019.

Eugen Scheusan

BoD Chairman