

PATENTUS S.A.
headquartered in Pszczyna, Górniośląska Street 11

**REPORT ON THE OPERATIONS
OF THE SUPERVISORY BOARD
OF PATENTUS S.A.
FOR THE PERIOD FROM 1ST OF JANUARY 2020
TO 31ST OF DECEMBER 2020.**

Pszczyna, 19th of March, 2021

REPORT ON THE OPERATIONS OF THE SUPERVISORY BOARD OF PATENTUS S.A.
 FOR THE PERIOD FROM 1ST OF JANUARY 2020 TO 31ST OF DECEMBER 2020.

1. Legal grounds for the report.

Persuant to § 16 sec. 3 point 6) of the Company's Articles of Association, Supervisory Board annually prepares and presents an assessment of its operations to the Annual General Meeting.

2. Information on the term of office of the Supervisory Board in 2020, composition of the Supervisory Board, functions performed in the Supervisory Board, changes in the composition of the Supervisory Board during the fiscal year.

Supervisory Board, as the Company's body, acts on the basis of:

- Commercial Companies Code,
- Company's Articles of Association,
- Regulations of the Supervisory Board of the Company,
- other legal acts regulating the functioning of public / listed companies.

As at 31st of December, 2020, the composition of the Supervisory Board was as follows:

- | | | |
|--------------------------|---|--|
| 1) WIESŁAW WASZKIELEWICZ | - | Chairman of the Supervisory Board |
| 2) ŁUKASZ DUDA | - | Deputy Chairman of the Supervisory Board |
| 3) JAKUB SZYMCZAK | - | Secretary of the Supervisory Board |
| 4) ANNA GOTZ | - | Member of the Supervisory Board |
| 5) EDYTA GŁOMBEK | - | Member of the Supervisory Board |

3. Information on the number of the Supervisory Board meetings conveyed and the number of resolutions adopted.

In the reporting period, the Supervisory Board conveyed 4 meetings on (19th of March, 2020, 6th of July, 2020, 10th of September, 2020 and 12th of October, 2020) and adopted a total of 9 resolutions on matters arising from its obligations, imposed by the Company's Articles of Association, Regulations and applicable law provisions.

4. Information on the presence of the Supervisory Board members at meetings and adopted resolutions on absence justification.

All meetings of the Supervisory Board of the Company in 2020 were conveyed in full composition.

5. Summary of resolutions adopted by the Supervisory Board in the reporting period.

No	Date of the resolution	Content of adopted resolutions
1.	19 th of March 2020	Resolution no 1 – on adopting the recommendation of the Company's Audit Committee from the separate financial statements for 2019 and the Management Board's report on the Company's operations for the period from 1 st of January, 2019 to 31 st of December, 2019.
2.	19 th of March 2020	Resolution no 2 – on the opinion on the Management Board's proposal for the allocation of the net profit for 2019.
3.	19 th of March 2020	Resolution no 3 – on the assessment of the Management Board operations in 2019.

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4.	19 th of March 2020	Resolution no 4 – on the assessment of the annual consolidated financial statements for 2019 and the Management Board's report on the capital group's operations for the period 1 st of January, 2019 – 31 st of December, 2019.
5.	19 th of March 2020	Resolution no 5 – on the approval of the Supervisory Board's report for 2019.
6.	6 th of July 2020	Resolution no 1 – on establishing of annual bonus for performing the function of the President and Vice-President of the Management Board in the given fiscal year.
7.	10 th of September 2020	Resolution no 1 – on the functioning evaluation of the systems monitoring the situation of Patentus S.A..
8.	10 th of September 2020	Resolution no 2 – on unified text of Company's Articles of Association.
9.	12 th of October 2020	Resolution no 1 – on the selection of the auditing company.

6. Significant problems addressed by the Supervisory Board in the reporting period.

In the reporting period, the Supervisory Board exercised permanent supervision over the Company's operations in all areas of its business activity. The Supervisory Board, in accordance with its competences, analyzed the financial results of the Company and assessed the financial and economic situation of the Company.

In accordance with the Company's Articles of Association, the Supervisory Board conducted:

- assessment of the Company's financial statements and the Management Board's reports on operations in terms of their compliance with the books and documents, and assessment of the Management Board's motion regarding the distribution of profit,
- assessment of the financial statements of the capital group and the Management Board's report on the operations of the capital group in terms of their compliance with the books and documents,
- concise evaluation of the Company's situation and evaluation of Supervisory Board operations, and also submitted the Report on the Supervisory Board operations in 2020 to the Annual General Meeting.

Members of the Supervisory Board, in accordance with the Best Practice for GPW Listed Companies:

- have appropriate knowledge and experience and have devoted the necessary amount of time to perform their duties,
- were guided in their proceedings by the interests of the Company and the independence of opinions and judgments,
- are aware of the obligation to inform about the conflict of interest or the possibility of its emergence, and in this case of the obligation to refrain from participating in discussions and voting on a resolution on the issue in which the conflict of interest has arisen,
- did not have to resign from their function in their workplace due to the fact of negative impact on the ability of the Supervisory Board to act, including adopting resolutions.

As indicated above, the Supervisory Board functioned in the Company in a proper manner.

7. Information on the implementation of the Annual General Meeting resolutions related to the operations of the Supervisory Board.

In 2020, on 29th of June, 2020, the Annual General Meeting adopted Resolution No. 20 in which it authorized the Supervisory Board of the Company to prepare a unified text of the Company's Articles of Association, with reference to changes adopted by the Annual General Meeting.

8. Suspension of members of the Management Board in performance of their duties imposed by the Supervisory Board and delegation of the Supervisory Board members to perform duties of members of the Management Board.

In the 2020 fiscal year, the Supervisory Board did not suspend members of the Management Board from performing their duties, and did not delegate members of the Supervisory Board to perform the duties of members of the Management Board.

9. Information on the supervisory board decisions regarding the appointment of a statutory auditor.

Supervisory Board, acting pursuant to § 16 point 3.8 of the Company's Articles of Association, selected the audit company: REWIT Księgowi i Biegli rewidenci Sp. z o.o. with its registered office in Gdańsk, branch: REWIT Południe Sp. z o.o. with its registered office in Bielsko-Biała as the company to conduct:

- audit of the separate financial statements for 2021 and 2022;
- audit of the consolidated financial statements for 2021 and 2022;
- review of the separate financial statements for the first half of 2021 and for the first half of 2022;
- review of the consolidated financial statements for the first half of 2021 and for the first half of 2022.

Signatures of Members of the Supervisory Board.

Chairman of the Supervisory Board

Deputy Chairman of the Supervisory Board

Member of the Supervisory Board

Member of the Supervisory Board

Secretary of the Supervisory Board