Statement of compliance with corporate governance rules



Rzeszów, 21 March 2017

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Since January 2016, the Company applies new Corporate Governance Rules entitled "The Best Practice for GPW Listed Companies 2016".

Corporate Governance

Statement of compliance with corporate governance rules

In 2016, the Company applied "The Best Practice for GPW Listed Companies". A document comprising the Best Practice rules is available on the website of Giełda Papierów Wartościowych w Warszawie SA [Warsaw Stock Exchange] at: http://corp-gov.gpw.pl.

In the reporting year 2016, Makarony Polskie SA provided the following explanations with regard to the application of specific rules of "The Best Practice for GPW Listed Companies 2016".

Information policy and communication with investors

- *I.Z.1.16. The Company maintains a corporate website where in a separate section it publishes in a reader-friendly form not only the information required by law but also the information about the planned transmission of the General Meeting – 7 days prior to the date of the General Meeting at the latest.*
  Corporate commentary regarding the use of the above principle: The Company does not record the course of the General Meeting. If the Company decides to transmit the General Meeting online, the relevant information will be shown on the corporate website at 7 days prior to the date of the General Meeting at the latest.
- *I.Z.1.20. The Company maintains a corporate website where in a separate section it publishes in a reader-friendly form not only the information required by law but also the information an audio or video recording of the General Meeting.*
  The Company does not apply the above principle. The Company does not make any audio or video recordings of the course of the General Meeting.
- *I.Z.2. A company whose shares are qualified to WIG20 or mWIG40 stock exchange indexes shall ensure that its website is available also in English, at least within the scope specified in the principle I.Z.1. This principle shall also be applied by companies that are not qualified to the said indexes, if their shareholding structure or the nature and scope of their business so require.*
  Corporate commentary regarding the use of the above principle: In 2016 that principle was not applied. The shares of the Company are qualified neither to WIG20 nor to mWIG40 stock exchange indexes.
  Considering the shareholding changes of Q.4, 2016, the Company has been gradually extending the website contents available in English.

Management Board and Supervisory Board

- *II.Z.8. A Chairman of the Audit Committee meets the independence criteria specified in the principle II.Z.4.*

  Corporate commentary regarding the use of the above principle: Currently, no separate Audit Committee is operating within the Supervisory Board of the Company. The Supervisory Board members fulfil these duties jointly. Should an Audit Committee be appointed within the Supervisory Board, the Company will do its best to ensure that the Chairman of the Audit Committee meets the independence criteria specified in the principles II.Z.4.

Internal systems and functions

- *III.Z.3. As regards a person managing the internal audit function and other persons responsible for execution of the function, the independence principles specified in the commonly acknowledged international standards of internal audit professional practice apply.*

  The Company does not apply the above principle. A person in charge of internal audit reports directly to the Management Board, however he/she does not meet the criterion of organisational independence specified in the commonly acknowledged international standards of internal audit professional practice, namely that in functional terms a person in charge of internal audit shall report to the Supervisory Board (this means that Supervisory Board does not sign off a decision on appointing or recalling the internal audit manager or does not approve the remuneration of the internal audit manager).

General Meeting and relations with shareholders

- *IV.Z.2. If it is justified by the structure of the Company's shareholding, the Company shall transmit the General Meeting sessions for general public in real time.*

  This principle is not applied. The Management Board of Makarony Polskie SA assessed that as at the present moment incurring such costs would not be justified by the structure of the Company's shareholding. Moreover, the Articles of Association of Makarony Polskie SA do not provide for the possibility of participation in a General Meeting with the use of electronic communication means, as stipulated in Article 406^5 of the Code of Commercial Companies.
- *IV.Z.3. Mass media representatives may be present at General Meeting sessions.*

  The Company does not apply the above principle. The Management Board of Makarony Polskie SA assessed that currently the presence of the representatives of mass media would not be justified by the structure of the Company's shareholding.

Conflict of interest and transactions with related companies

- *V.Z.6. The Company specifies in its internal regulations the criteria and circumstances giving rise to a conflict of interest within the Company, as well as he principles of conduct in case of a conflict of interest or a possibility of such conflict existence. The internal regulations of the Company take into account, among other things, the ways of prevention, identification and solving of conflicts of interest, as well as the principles of excluding a member of the Management Board or a member of the Supervisory Board from participation in considering a case, in case of a conflict of interest or a threatened conflict of interest.*

  The Company does not apply the above principle. The current internal regulations of the Company do not meet all the requirements of that principle. The Company will do its best to implement adequate internal regulations that would meet all those requirements.

Internal control and risk management system in the process of financial statements preparation

Being a parent company, Makarony Polskie SA prepares individual and consolidated financial statements based on the commonly applicable legal and internal regulations. The books of account are kept based on the principles adopted and approved for application by the Management Board of the Company. This includes the Accounting Policy and the Chart of Accounts in conformity with IFRS, which are updated from time to time. The subsidiaries are obligated to implement and use internal documents coherent with the documents of the parent company. The books of account of the Group companies are kept in an ERP class system, whereas access to the IT resources is restricted by the rights granted to a specific group of employees.

On a current basis the Company monitors significant factors of legal, tax, economic, operational and similar risks which set the general directions of the operations of the Makarony Polskie Group.

The Management Board of the Company is responsible for the internal control system at the Company and its effectiveness in the process of preparation of financial statements and interim reports which need to be prepared and published in conformity with the principles of the Regulation of 19 February 2009 on the current and interim information disclosed by the issuers of securities.

The basic assumption of Company's internal control system applicable to financial reporting is ensuring adequacy and correctness of financial information disclosed in the financial statements and interim reports.

The Accounting Office is responsible for preparation of the financial statements and interim financial reports, while the Financial Office is responsible for current management reporting of the Company and of the Group. Presenting the financial data in the financial statements, interim financial reports and other reports disclosed to the investors, the Company applies coherent accounting rules.

The financial data used as a basis of the financial statements and interim reports come from the monthly financial statements and operational reporting applied by the Company. Upon accounting closure of each calendar month, the Financial Office and the Management Board analyse the financial results of the Company comparing them to assumptions for the particular business segments. The identified errors are corrected on a current basis in the Company's books of account, in compliance with the adopted accounting policy.

Preparation of financial statements and interim reports starts after verification and acceptance of the results of the month/period ended by the Management Board. Interim reports of the Company are prepared by the financial and accounting services under the supervision of the Chief Accountant (based on the financial data presented in the interim financial statements) and are subject to verification by the Director of the Financial Office and Management Board of the Company.

The annual individual and consolidated financial statements of the Group companies are audited by a statutory auditor. The semi-annual individual and consolidated financial statements of the Group companies are reviewed by a statutory auditor.

At the final stage, having obtained an opinion of the statutory auditor, the final assessment of the financial statements is made by the Supervisory Board of Makarony Polskie SA, which – due to its 5-person composition – also acts as the Audit Committee.

Information about the principles of changing the entity authorised to audit the financial statements

In accordance with § 19.c of the Articles of Association of Makarony Polskie SA, selection of a statutory auditor to audit the Company's financial statements falls within the powers of the Supervisory Board. The rules concerning a change of the entity authorised to audit the financial statements are provided for in § 4 of the By-law of the Supervisory Board of the Company.

An entity that is to perform the function of the statutory auditor in the Company is selected such as to ensure independence while performing the tasks entrusted to it. At least every five years, a new statutory auditor is selected.

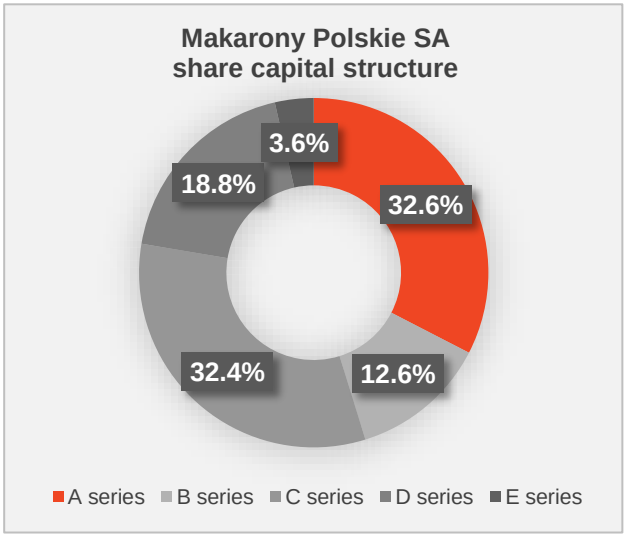
Share capital

Share capital of Makarony Polskie SA:

- share capital value PLN 27,750,213;
- total number of shares 9,250,071 shares;
- total number of votes in General Meeting 9,250,071 votes.

Structure of the share capital of the Company:

- 3,013,250 ordinary bearer shares, A series;
- 1,169,750 ordinary bearer shares, B series;
- 3,000,000 ordinary bearer shares, C series;
- 1,735,821 ordinary bearer shares, D series;
- 331,250 ordinary bearer shares, E series.



The shares of the Company are ordinary bearer shares quoted on regulated market maintained by Giełda Papierów Wartościowych w Warszawie SA [Warsaw Stock Exchange]. The Company did not issue any securities granting any special control rights to any of its shareholders.

There are no limitations at the Company with regard to exercising the right of vote. Moreover, there are no limitations regarding the transfer of ownership rights to the securities issued by the Company.

Shares held by the main shareholders (above 5% of the capital)

Structure of the Company's shareholding as at the date of the financial statements publication:

Shareholder	Shares in the share capital		Votes in the General Meeting	
	number	% share	number	% share
The Group of Praska Giełda Spożywcza SA, of which:	**1,911,594**	**20.66%**	**1,911,594**	**20.65%**
Praska Giełda Spożywcza SA (formerly: Agro-Technika SA)	*1,650,000*	*17.84%*	*1,650,000*	*17.83%*
Zenon Daniłowski	*140,000*	*1.51%*	*140,000*	*1.51%*
Polskie Smaki Sp. z o.o.	*121,594*	*1.31%*	*121,594*	*1.31%*
Raya Holding for Technology & Communications S.A.E., of which:	**1,793,406**	**19.39%**	**1,793,406**	**19.39%**
Madova Sp. z o.o.	*1,793,406*	*19.39%*	*1,793,406*	*19.39%*
Elżbieta and Grzegorz Słomkowski, of which:	**1,183,040**	**12.79%**	**1,183,040**	**12.79%**
Z.P.H. „ELPAST" Elżbieta i Grzegorz Słomkowscy s.c.	*1,169,750*	*12.65%*	*1,169,750*	*12.65%*
Grzegorz Słomkowski	*13,290*	*0.14%*	*13,290*	*0.14%*
Krzysztof Moska	**931,284**	**10.07%**	**931,284**	**10.07%**
Leszek Sobik	**509,541**	**5.51%**	**509,541**	**5.51%**
Other shareholders	**2,921,206**	**31.59%**	**2,921,206**	**31.59%**
TOTAL	**9,250,071**	**100.00%**	**9,250,071**	**100.00%**

Changes in the shareholding in 2016

In 2016 the Company received notifications regarding changes in the possession of shares of Makarony Polskie SA:

- Mr Krzysztof Moska informed that on 18 March 2016, as a result of acquisition of 7,819 shares of Makarony Polskie SA within a session transaction at the Warsaw Stock Exchange, he exceeded the threshold of 10% share in the total number of votes at the General Meeting of the Company. Before the transaction Mr Krzysztof Moska held 932,465 shares of the Company, representing 9.98% share in the share capital of the Company and 9.98% of the total number of votes in the General Meeting of the

Company, i.e shares of the Company entitling him to exercise 932,465 votes. After the transaction Mr Krzysztof Moska holds 931,284 shares of the Company, representing 10.07% share in the share capital of the Company and 10.07% of the total number of votes at the General Meeting of the Company, i.e shares of the Company entitling him to exercise 931,284 votes. At the same time Mr Krzysztof Moska informed that he had no subsidiaries that would hold the shares of the Company and there were no people referred to in Article 87.1. 3.c of the Act on Public Offering. He also declared that within the period of 12 moths of filing this notification he did not exclude any acquisition or disposal transactions with regard to the Company shares.

– Bewa Sp. z o.o. and Madova Sp. z o.o. sent a notification concerning a change in number of shares held by Bewa in the share capital and in the total number of votes at the General Meeting ("GM") of Makarony Polskie SA in Rzeszów as well as a change resulting in exceeding by Madova a 15% share in the share capital and in the total number of votes at the General Meeting of the Company. The change resulted from the disposal on 7 September 2016 of 630,000 ordinary bearer shares of Makarony Polskie SA held directly by Bewa that represented 6.81% in the share capital and the total number of votes at the General Meeting in favour of Madova (a subsidiary of Bewa, in which Bewa holds 100% of the share capital and votes at the General Meeting); on 8 September 2016 of 629,000 ordinary bearer shares of Makarony Polskie SA held directly by Bewa that represented 6.80% in the share capital and the total number of votes at the General Meeting in favour of Madova; on 12 September 2016 of 534,406 ordinary bearer shares of Makarony Polskie SA held directly by Bewa that represented 5.78% in the share capital and the total number of votes at the General Meeting in favour of Madova. As a result of the transactions, Bewa does not hold any ordinary bearer shares of Makarony Polskie SA directly but indirectly (through its Madova subsidiary) it holds 1,793,406 ordinary bearer shares of Makarony Polskie SA entitling to the same number of votes, representing 19.39% in the share capital and in the total number of votes at the General Meeting. The transactions of the said shares disposal by Bewa in favour of Madova (a subsidiary of Bewa) mean that at the same time Bewa acquired the said shares indirectly in accordance with applicable regulations of the Act on Public Offering. Before the aforementioned transactions, Bewa did not hold indirectly any shares of Makarony Polskie SA, but it held directly 1,793,406 ordinary bearer shares of Makarony Polskie SA entitling to the same number of votes, representing 19.39% in the share capital and in the total number of votes at the General Meeting. Before the aforementioned transactions, Madova did not hold either directly or indirectly any shares of Makarony Polskie SA, whereas after the transactions it holds directly 1,793,406 ordinary bearer shares of Makarony Polskie SA entitling to the same

number of votes, representing 19.39% in the share capital and in the total number of votes at the General Meeting.

- Bewa sent a notification on a change in holdings exceeding 15% of the total number of votes by at least 15% of the total number of votes in Makarony Polskie SA. The change resulted from the transaction of 13 October 2016 concerning the disposal of 100% of the share capital and votes at the General Meeting of Madova Sp. z o.o. with its registered office in Warsaw, which holds directly 19.39% in the share capital and in the total number of votes at the General Meeting of Makarony Polskie SA. As a result of that transaction, Bewa does not hold either directly or indireclty any ordinary bearer shares of Makarony Polskie SA. Before the aforementioned change, Bewa did not hold directly any shares of Makarony Polskie SA but held indirectly – through its Madova subsidiary – 1,793,406 ordinary bearer shares of Makarony Polskie SA entitling to the same number of votes, representing 19.39% in the share capital and in the total number of votes at the General Meeting. There are no other subsidiaries of Bewa holding the shares of Makarony Polskie SA.
- Raya Holding for Technology & Telecommunications S.A.E. with its registered office in Giza (Egypt), a company registered in Egypt under the number 127574 (hereinafter referred to as "Raya") sent a notification about an indirect acquisition by Raya, through Madova Sp. z o.o. with its registered office in Warsaw, of 1,793,406 ordinary bearer shares of Makarony Polskie SA entitling to the same number of votes at the General Meeting of the Company (hereinafter referred to as the "General Meeting"), representing 19.39% shares in the share capital of the Company and 19.39% of the total number of votes at the General Meeting. The said indirect acquisition of shares was a result of acquiring by Raya, on 14 October 2016 – as a result of conclusion of the shares disposal agreement on 11 October 2016 – of 100% shares in Madova being a shareholder of Makarony Polskie SA holding the number of shares referred to above (hereinafter referred to as the "Acquisition"). In connection therewith, Raya became the parent company of Madova within the meaning of Article 87.5.1 of the Act, in connection with Article 4.14 of the Act. Prior to the acquisition, Raya had no shares of Makarony Polskie SA, either directly or indirectly As a result of the acquisition, Raya holds directly 1,793,406 ordinary bearer shares of Makarony Polskie SA entitling to the same number of votes at the General Meeting, representing 19.39% shares in the share capital of the Company and 19.39% of the total number of votes at the General Meeting. Apart from Madova, there are no other subsidiaries of Raya that would hold the shares of Makarony Polskie SA and there are no such subsidiaries of Madova.

The Company has no other information which would reflect any changes in the number of shares possessed by major shareholders (holding stakes of more than 5%) in 2016.

Changes in the shareholding after the end of 2016

On 20 February 2017, the Company received a notification from Praska Giełda Spożywcza SA with its registered office in Ząbki (hereinafter referred to as "PGS") concerning a decrease in the shareholding of Makarony Polskie SA.

As a result of a disposal transaction on the OTC market mace through a brokerage office on 17 February 2017, PGS disposed of a stake of 350,000 shares of Makarony Polskie SA entitling to the same number of votes at the General Shareholders Meeting (hereinafter referred to as the "General Meeting"). Prior to a change in shareholding, PGS held directly and indirectly with its subsidiaries (Polskie Smaki Sp. z o.o.) 2,121,594 shares of the Company, or 22.93% of the share capital of the Company, entitling to 2,121,594 votes at the General Meeting (22.93% of the total number of votes), of which PGS held: directly – 2,000,000 shares representing 21.62% in the share capital of the Company and entitling to 2,000,000 votes at the General Meeting (21.62% of the total number of votes); indirectly (through Polskie Smaki Sp. z o.o.) – 121,594 shares representing 1.31% in the share capital of the Company, entitling to 121,594 votes at the General Meeting (1.31% of the total number of votes). At the present moment, PGS holds directly and indirectly 1,771,594 shares representing 20.66% of the share capital of the Company, authorising to 1,771,594 votes at the General Meeting and being 19.15% of the total number of votes, of which PGS holds: directly – 1,650,000 shares, which represents the share of 17.83% in the share capital of the Company, entitling to 1,650,000 votes at the General Meeting (17.83% of the total number of shares); indirectly (through Polskie Smaki Sp. z o.o.) – 121,594 shares representing 1.31% in the share capital of the Company, entitling to 121,594 votes at the General Meeting (1.31% of the total number of votes).

The Company has no other information which would reflect any changes in the number of shares possessed by major shareholders (holding stakes of more than 5%) after the end of the financial year 2016.

The Company has no knowledge about any other agreements (inclusive of ones concluded post the balance-sheet date) that may lead to future changes in the structure of shareholding held by the current shareholders.

Shares held by the Members of the Management Board

Number and nominal value of the shares of the Company held by the Management Board Members as at the end of the reporting period:

Management Board Member	2016		2015	
	Number of shares	Nominal value	Number of shares	Nominal value
Zenon Daniłowski*	140,000	420,000	140,000	420,000

* President of the Management Board Zenon Daniłowski is related to Praska Giełda Spożywcza SA (formerly: Agro-Technika SA) and Polskie Smaki Sp. z o.o. that also hold shares of the Company. The total shareholding as at the publication date of this report is 1,911,594 shares worth PLN 5,734,782.

In accordance with the information possessed by the Company no changes in the status of shares held by the President of the Management Board occurred during 2016 and by the publication date of this report.

Shares held by the Members of the Supervisory Board

Number and nominal value of the shares of the Company held by the Members of the Supervisory Board as at the end of the reporting period:

Member of the Supervisory Board	2016		2015	
	Number of shares	Nominal value	Number of shares	Nominal value
Michał Słomkowski*	0	0	–	–
Wiesław Wasilewski	5,000	15,000	5,000	15,000
Marek Rocki	0	0	0	0
Roman Sobiecki	0	0	0	0
Samer El Waziri*	0	0	–	–

* Messrs Michał Słomkowski and Samer El Waziri were appointed Members of the Supervisory Board of the Company in the course of the reporting year 2016.

In accordance with the information possessed by the Company no changes in the status of shares held by the Members of the Supervisory Board occurred during 2016 and by the publication date of this report.

Shares in subsidiaries

The managing and supervising staff of Makarony Polskie SA have no shares in the subsidiaries of the Makarony Polskie Group.

The right to make decisions on shares issue or redemption

In accordance with § 9 of the Articles of Association of the Company, the share capital may be increased and decreased pursuant to the procedure specified in the Code of Commercial Companies, or by way of a public offering on the terms and conditions specified in th Act of 29 July 2005 on Public Offering and Conditions Governing Introduction of Financial Instruments to Organised Trading, and on Public Companies.

Principles of amending the Articles of Association of Makarony Polskie SA

The Articles of Association of Makarony Polskie SA in the currently binding wording do not include any stipulations regarding the Articles amendment otherwise than in accordance with the provisions of the Code of Commercial Companies.

In accordance with Article 430 of the Code of Commercial Companies, any amendment of the Articles of Association requires a resolution passed by the General Meeting and an entry in the register. A resolution of the General Meeting concerning amendments to the Articles of Association must be passed with majority of ¾ of the votes cast – Article 415 of the Code of commercial companies.

In accordance with § 9a.6 of the Articles of Association, the resolution of the Management Board regarding share capital increase within the authorised capital replaces the resolution of the General Meeting and must be made in the form of a deed certified by a notary public.

The Articles of Association of Makarony Polskie SA are available on the website of the Company at: www.makarony.pl.

The General Meeting

The principal rights of the General Meeting

The competencies of the General Meeting include taking decisions on matters concerning organisation and operation of the Company, except for the cases specified in the Code of Commercial Companies and the Articles of Association of the Company.

Operation of the General Meeting

The General Meeting operates in accordance with the Code of Commercial Companies, the Articles of Association of the Company and the By-law of the General Meeting of Makarony Polskie SA adopted by virtue of Resolution No. 24 of the Annual General Meeting of Makarony Polskie SA on 28 June 2016.

An Annual General Meeting is convened by the Management Board annually and takes place within 6 months from the end of each financial year. An Extraordinary General Meeting is convened by the Management Board on their own initiative, by the Supervisory Board if the Board members deem it advisable, or by shareholders representing at least half of the share capital or at least half of the total votes in the Company.

The General Meeting shall be held at the registered office of the Company or at another place within the territory of the Republic of Poland. The venue and date of the General Meeting are determined such as to enable participation of the possibly largest number of shareholders.

The General Meeting is convened in the way specified for disclosure of current information by public companies along with announcement publication on the website of the Company at: www.makarony.pl.

The General Meeting shall be capable of adopting resolutions irrespective of the number of shares represented therein, unless the Code of Commercial Companies provides otherwise. Without prejudice to the provisions of Article 404 of the Code of Commercial Companies, the General Meeting may adopt resolutions only concerning the affairs stipulated in the Code of Commercial Companies and in the Articles of Association, which are covered by the agenda of a given Meeting.

The resolutions of the General Meeting shall be adopted by absolute majority of the votes cast, unless the binding laws or the Articles of Association provide otherwise.

Voting is open. Secret balloting is ordered by the chairperson of the General Meeting for personal matters and at the request of a shareholder. The right to demand secret balloting does not apply to resolutions concerning organisational matters. The General Meeting may rescind secrecy of voting in cases concerning selection of commissions to be established by Meeting.

Shareholders' rights

The rights of the shareholders and the method of executing them at the General Meeting are defined in the Code of Commercial Companies, the Articles of Association and the By-law of the General Meeting.

The shareholders representing at least half of the Company's share capital or at least half of the votes in the Company are entitled to convene an Extraordinary General Meeting.

Only those who are the shareholders of the Company 16 days prior to the date of the General Meeting (record date) may participate in the General Meeting. The shareholders may participate in the General Meeting in person or by a proxy. All shareholders may express their opinions about the matters covered with the agenda.

Description of the procedures of participation in the General Meeting and execution of the rights to vote is each time published in an announcement about the General Meeting.

2016 General Meeting

In the reporting year 2016, the Annual General Meeting of Makarony Polskie SA took place on 28 June. The agenda of the General Meeting included:

- consideration and approval of the financial statements of the Company for 2015 and Management Report on Operations of the Company in 2015;
- consideration and approval of the consolidated financial statements of the Group for 2015 and Management Report on the Operations of the Group in 2015;
- net profit distribution for the reporting year 2015;
- consideration of the report of the Supervisory Board of Makarony Polskie SA for the reporting year 2015;
- giving the vote of approval with regard to the fulfilment of duties by the Members of the Management Board of the Company in the reporting year 2015;
- giving the vote of approval with regard to the fulfilment of duties by the Members of the Supervisory Board of the Company in the reporting year 2015;
- appointment of the Supervisory Board for the seventh term;
- determination of principles and amounts of remuneration to be paid to the Members of the Supervisory Board;
- amendments to the Articles of Association of the Company by way of inclusion of the provisions regarding committees establishment within the Supervisory Board;
- amendments to the By-law of the General Meeting;
- approval of amendments to the By-law of the Supervisory Board.

The resolutions of the Extraordinary General Meeting were published in the current report No. 12/2016 of 29 June 2016. Moreover, they are available on the website of the Company at: www.makarony.pl.

On 28 September 2016, the Company received a request of its shareholder MADOVA Sp. z o.o. with its registered office in Warsaw, that was entitled to 1,973,406 shares in the share capital of the Company, representing 19.39% in the share capital of the Company, to convene an Extraordinary General Meeting of the Company based on Article 400.1 of the Code of Commercial Companies.

Following the above request, the Management Board of the Company convened the Extraordinary General Meeting of the Company on 3 November 2016. As requested by the shareholder, the agenda of the General Meeting included:

- opening of the General Meeting and election of its chairperson;
- acknowledgement that the General Meeting was convened correctly and is able to pass resolutions;
- passing a resolution on the agenda acceptance;
- passing a resolution recalling Mr Tomasz Jankowski from a position of a Member of the Supervisory Board of the Company;
- passing a resolution appointing a new Member of the Supervisory Board of the Company;
- closing of the General Meeting.

The resolutions of the Extraordinary General Meeting were published in the current report No. 31/2016 of 4 November 2016. Moreover, they are available on the website of the Company at: www.makarony.pl.

The Management Board did not convene any other Extraordinary General Meetings. Neither the shareholders of the Company nor the Members of the Supervisory Board submitted any other requests for convening of the General Meeting.

The Members of the Management Board and of the Supervisory Board participated in the sessions of the General Meetings and were able to provide subject-related answers to any questions raised by the shareholders at the General Meetings.

Supervisory Board

The Supervisory Board of Makarony Polskie SA operates based on the Code of Commercial Companies, the Articles of Association of the Company and the By-law of the Supervisory Board adopted by virtue of Resolution No. 25 of the Annual General Meeting of Makarony Polskie SA of 28 June 2016.

The principles of appointing and recalling the Supervisory Board Members

The Supervisory Board of the Company consists of 5 to 7 members appointed and recalled by the General Meeting.

The term of the Supervisory Board is two years. The mandates of the Supervisory Board Members expire on the day on which the Annual General Meeting approves the Company's financial statements for the last full reporting year of the term of the Supervisory Board. If during the term of office of the Company's Supervisory Board a supplementary or an extending election has been held, the mandate of the newly appointed member of the Supervisory Board shall expire simultaneously with the mandates of the remaining members of the Company's Supervisory Board.

The candidacies announced for the Supervisory Board Members shall be justified, such as to enable the General Meeting to make an educated choice. Members of the Supervisory Board are selected on the basis of their due educational background and life experience, which makes them competent to properly appraise the operation of the Company and to duly perform their functions in the Supervisory Board, and in such a way that at least two of the Supervisory Board Members would have no relationship with the Company, its shareholders or employees.

The Supervisory Board Members are entitled to remuneration according to the principles determined by the General Meeting.

The Supervisory Board Members select the Chairman out of themselves to manage the works of the Supervisory Board. The Supervisory Board may also appoint Deputy Chairmen and a Secretary.

Competencies of the Supervisory Board

The Supervisory Board exercises ongoing supervision of the Company's activities in all aspects. The competencies of the Supervisory include, among other things:

- assessment of the financial statements and Management Board report with regard to their conformity with the books and documents as well as with the actual state of affairs, evaluation of the Management Board proposals regarding profit distribution or loss coverage as well as submission to the General Meeting of annual reports on the results of such evaluation;
- approval of annual financial plans for the Company and supervision of their execution;
- appointment of a statutory auditor to audit the Company's financial statements;
- granting consent to purchase or sale of real estate, perpetual usufruct right or share in real estate of a value exceeding 10% of the Company's equity calculated based on the

last balance sheet of the Company approved by the General Meeting, unless it has been stipulated in the annual financial plan of the Company approved by the Supervisory Board;

- granting consent to a sale of the Company's assets, the value of which exceeds 10% (ten per cent) of the total value of the Company's equity calculated based on the last balance sheet of the Company approved by the General Meeting, unless it has been stipulated in the annual financial plan for the Company approved by the Supervisory Board;
- granting consent to assume an obligation or disposing of rights which – within one transaction or several related legal transactions – exceeds the amount of 10% of the Company's equity calculated based on the last balance sheet of the Company approved by the General Meeting, unless it has been stipulated in the annual financial plan for the Company approved by the Supervisory Board;
- granting consent to advanced payment to the shareholders on account of the expected dividend;
- appointing and dismissing the whole Management Board of the Company or its individual members;
- establishing the rules and the terms and conditions of remuneration for the Members of the Management Board as well as the amount of the remuneration;
- representing the Company in any contracts concluded between the Company and a Member of the Management Board, and in any dispute between the Company and such a person.

The Supervisory Board may examine any and all activities of the Company, request any reports, explanations and information from the Management Board and employees, check the books and documents (including the financial ones), request access to all premises of the Company (§ 10 of the By-law of the Supervisory Board), whereas the Members of the Supervisory Board are obliged to keep in mind the good and interest of the Company in their activities (§ 6.1 of the By-law of the Supervisory Board).

The Supervisory Board's work is carried out in the form of meetings, control activities and participation in the work of the Company's authorities.

Composition of the Supervisory Board

From 1 January 2016 to 28 June 2016, the Supervisory Board consisted of:

- Roman Sobiecki – Chairman of the Supervisory Board,
- Grzegorz Słomkowski – Deputy Chairman of the Supervisory Board,
- Tomasz Jankowski – Member of the Supervisory Board,
- Marek Rocki – Member of the Supervisory Board,
- Wiesław Wasilewski – Member of the Supervisory Board.

In connection with the end of the sixth term of the Supervisory Board, on 28 June 2016 the Annual General Meeting of the Company appointed the Supervisory Board of the seventh term in the following composition:

- Tomasz Jankowski,
- Marek Rocki,
- Michał Słomkowski,
- Roman Sobiecki,
- Wiesław Wasilewski.

On 11 October 2016, Mr Tomasz Jankowski submitted a declaration on his resignation from the function of a Member of the Supervisory Board of the Company, effective after 10 business days (understood as each day of a week except of Saturdays, Sundays and public holidays in Poland) of the date of submission of the said declaration.

On 3 November 2016, the Extraordinary General Meeting supplemented the composition of the Supervisory Board by appointing Mr Samer Abdelfatah Mohamed El Waziri a Member of the Supervisory Board.

As at this report publication date, the Supervisory Board of Makarony Polskie SA consisted of:

- Roman Sobiecki – Chairman of the Supervisory Board,
- Samer Abdelfatah Mohamed El Waziri – Member of the Supervisory Board,
- Marek Rocki – Member of the Supervisory Board,
- Michał Słomkowski – Member of the Supervisory Board,
- Wiesław Wasilewski – Member of the Supervisory Board.

Committees of the Supervisory Board

At present no committees are established within the Supervisory Board. It is so because of the current status of the Company, composition of shareholders, and due to organisational and economic reasons, as such committees required additional administrative and legal services.

The Members of the Supervisory Board of Makarony Polskie SA committed themselves to fulfil the tasks of the audit committee in line with the applicable legal regulations.

Supervisory Board Members Remuneration Policy

In accordance with the Articles of Association of the Company, Members of the Supervisory Board receive remuneration in the value determined by the General Meeting.

By 28 June 2016, the system of remuneration for the Supervisory Board of Makarony Polskie SA adopted with the Resolution No. 22 of the Annual General Meeting of 12 June 2014 was effective. Since 28 June 2016, a new system of remuneration for the Supervisory Board adopted with the Resolution No. 22 of the Annual General Meeting on 28 June 2016 has been binding. Members of the Supervisory Board receive remuneration for each Supervisory Board meeting in which they participate.

The information concerning remuneration paid to the Members of the Supervisory Board of the Company is presented in the below table, as well as in Note No. 37 to the financial statements.

Forename and surname	Function	01.01.2016–31.12.2016	01.01.2015–31.12.2015
Roman Sobiecki	Chairman of the Supervisory Board	17	17
Grzegorz Słomkowski (until 28 June 2016)	Deputy Chairman of the Supervisory Board	9	13
Wiesław Wasilewski	Member of the Supervisory Board	11	9
Marek Rocki	Member of the Supervisory Board	6	9
Tomasz Jankowski (since 26 October 2016)	Member of the Supervisory Board	11	19
Michał Słomkowski (until 28 June 2016)	Member of the Supervisory Board	4	0
Samer Abdelfatah Mohamed El Waziri (since 3 November 2016)	Member of the Supervisory Board	0	0
Total		**58**	**57**

Supervisory Boards of the subsidiaries

The Group subsidiaries have no Supervisory Boards. The governing bodies of the subsidiaries of Stoczek Natura Sp. z o.o. and MP Trade Sp. z o.o. are the General Meeting and the Management Board.

Management Board

Principles of appointment and dismissal of the Members of the Management Board

The Management Board of the Company consists of one to three members, including the President of the Management Board and Vice President of the Management Board who are appointed and recalled by the Supervisory Board.

The term of the Management Board Members is two years. The Management Board Members may be appointed for the consecutive two-year terms of office. The mandates of

the Management Board Members expire pursuant to Article 369.4 of the Code of Commercial Companies. If during the term of office of the Company's Management Board a supplementary or an extending election has been held, the mandate of the newly appointed member of the Management Board shall expire simultaneously with the mandates of the remaining members of the Company's Management Board.

Competencies of the Management Board

The Management Board represents the Company outside and makes decisions on all the issues which have not been reserved to the competencies of the remaining governing bodies of the Company in accordance with the Company's Articles of Association and the binding laws.

The declarations of will on behalf of the Management Board may be made by:

- one person in case of a Management Board consisting of one member;
- two Management Board Members acting jointly or one Management Board Member acting jointly with a Proxy in case of a Management Board with more than one member.

As at the date of publication of this report, the functions of the Company Proxies were fulfilled by:

- Grażyna Kozielec – since 31 May 2012,
- Beata Majewska-Karp – since 31 May 2012,
- Witold Żarek – since 4 March 2013,
- Piotr Wyszecki – since 13 February 2015,
- Dariusz Cylka – since 30 August 2016.

The rights of proxy granted are binding jointly – a Proxy may represent the Company only in liaison with another Proxy or a Member of the Management Board.

Composition of the Management Board

Since 1 January 2016 to the date of publication of this report, the Management Board has consisted of one person. The office of the President of the Management Board is held by Mr Zenon Daniłowski.

Division of duties among the Management Board Members

The Management Board of the Company consists of one person.

Management Board Members Remuneration Policy

In accordance with the Articles of Association of the Company, Members of the Management Board receive remuneration the value determined by the Supervisory Board. The

remuneration of the President of the Management Board is determined on fixed-value basis (basic salary and functional remuneration). The Supervisory Board performs an interim assessment of the operation and results of the Company and of the Group – the said assessment may result in awarding an additional discretionary bonus to the Management Board.

In the period covered with these financial statements, the Group companies concluded no contracts with the managing persons providing for a compensation should they resign from their position or should they be dismissed from the office held without important reason or should they be recalled or dismissed due to merger of the company by way of takeover.

In the financial year 2016, as well as in the period by the date of publication of these financial statements, Makarony Polskie SA did not have any employee shares schemes.

The information concerning remuneration paid to the Members of the Management Board of the Company was presented in the below table as well as in Note No. 37 to the financial statements.

Forename and surname	Function	01.01.2016–31.12.2016		01.01.2015–31.12.2015	
		Fixed	Variable	Fixed	Variable
Zenon Daniłowski	President of the Management Board	600	62	600	181
	Total	**662**		**781**	

Management Boards of the subsidiaries

As at 31 December 2016 and as at the date of publication of these financial statements, the composition of Management Boards of the subsidiaries was as follows:

- Stoczek Natura Sp. z o.o. Adam Ławnik – President of the Management Board;
- MP Trade Sp. z o.o. Piotr Wyszecki – President of the Management Board.

After the closure of the reporting year 2016, the composition of the Management Board of Stoczek Natura Sp. z o.o. has changed. On 17 Janary 2017 the Exraordinary General Meeting appointed a two-person Managemnet Board: Rafał Dziobko – President of the Management Board, Adam Ławnik – Vice President of the Management Board.

The Management Board of MP Trade Sp. z o.o. appointed no proxies. Alicja Hinz, Chief Accountant, is the Proxy of Stoczek Natura Sp. z o.o. (the rights of proxy granted are binding jointly – the Proxy may represent the Company only in liaison with another Proxy or a Member of the Management Board).

Other information

Information concerning cooperation with a statutory auditor

The Supervisory Board of Makarony Polskie SA appointed ReVision – Rzeszów Józef Król Sp. z o.o. with its registered office in Rzeszów as the statutory auditor to carry out a review of the financial statements for the first half of 2016 and to audit the financial statements of the companies of the Makarony Polskie Group for the reporting year 2016.

ReVision – Rzeszów Józef Król Sp. z o.o. is entered in the list of entities authorised to audit financial statements under the entry number 3510 and in the Register of Entrepreneurs of the National Court Register kept by the District Court in Rzeszów, 12th Commercial Division of the National Court Register, under the number 0000336012.

Makarony Polskie SA availed of the services of ReVision – Rzeszów Józef Król Sp. z o.o. Sp.k. with regard to review and audit of the financial statements for the reporting years 2010, 2012, 2013, 2014 and 2015.

An agreement with the auditor was concluded for the period of the review of the financial statements for the first half of 2016 and the audit of the financial statements of the companies of the Makarony Polskie Group for the reporting year 2016.

The remuneration of ReVision – Rzeszów Józef Król Sp. z o.o. from Makarony Polskie SA amounts to PLN 52,500 (PLN 18,000 for the review of individual and consolidated semi-annual financial statements; PLN 34,500 for the audit of the financial statements of Makarony Polskie SA and of the Makarony Polskie Group for 2016).

The remuneration of ReVision – Rzeszów Józef Król Sp. z o.o. from Stoczek Natura Sp. z o.o. amounts to PLN 16,000 (PLN 5,000 for the review of semi-annual financial statements; PLN 11,000 for the audit of the financial statements for 2016).

The remuneration of ReVision – Rzeszów Józef Król Sp. z o.o. from MP Trade Sp. z o.o. amounts to PLN 5,500 (PLN 1,500 for the review of semi-annual financial statements; PLN 4,000 for the audit of the financial statements for 2016).

The remuneration paid to ReVision – Rzeszów Józef Król Sp. z o.o. for the services related to a the review and audit of the financial statements of the Group companies in the reporting year 2015 amounted to:

- PLN 52,500 from Makarony Polskie SA (PLN 18,000 for the review of individual and consolidated semi-annual financial statements; PLN 34,500 for the audit of the financial statements of Makarony Polskie SA and the Makarony Polskie Group for 2015);
- PLN 16,000 from Stoczek Natura Sp. z o.o. (PLN 5,000 for the review of semi-annual financial statements; PLN 11,000 for the audit of the financial statements for 2015).

MP Trade Sp. z o.o. did not have its financial statements audited in 2015 because the first financial year of that company was extended and lasted from September 2015 to 31 December 2016.

The Group applies utmost effort to act in a sustainable and responsible way while pursuing its business activities.

Corporate Social Responsibility

While executing the main business target for which enterprises are being established, namely profit generation, each enterprise must be aware of the fact that it has a significant effect on its neighbourhood (natural environment, people, other businesses).

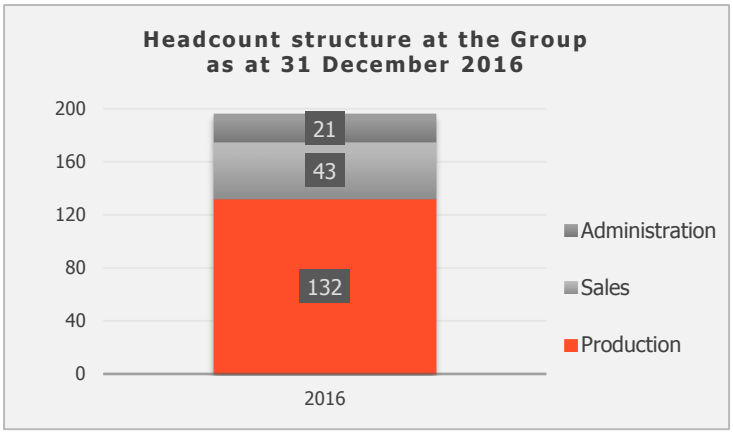


Pursuing its operating activities and realising its business goals, the Makarony Polskie Group does its best to act in conformity with the rules of Corporate Social Responsibility (CSR), which means a way that takes into account the needs and broadly understood social and ecological interests of the Company's stakeholders.

Employees

In 2016, the Group was consistently realising the program of headcount optimisation initiated in 2013, which assumes stabilisation of staff employed on permanent basis at the level of the necessary minimum and making the headcount of the production plants flexible by making it dependent on the size of production. The basis of the scheme was continuous care for the proper work organisation (including Lean Manufacturing implementation), as well as effective use of resources.

In accordance with the adopted policy, the Makarony Polskie Group maintained the total headcount at the level of the necessary minimum. The headcount of the Makarony Polskie Group as at 31 December 2016 was to 196 people (compared to 213 people at the end of 2015 and 216 people at the end of 2014).



The HR policy of the Makarony Polskie Group focuses on maintaining the best specialists and managers who, thanks to their knowledge, experience and involvement, ensure the top level of execution of the business goals of the Group entrusted to them, by which they guarantee continuing improvement of the organisation and quality of the offered products and provided services. Makarony Polskie SA did not develop any formalized policy of diversity concerning corporate authorities or its key managers.

HR planning and recruitment of employees

In order to ensure the optimum level of tasks and goals execution, keeping in mind the growingly stronger "employee market", the Makarony Polskie Group has undertaken actions aimed at effective HR planning, even before a real demand in this respect occurs. The Group has implemented and carried out systematic identification of future HR needs, in close cooperation with managers of organisational units.

When recruiting and selecting candidates the Group applies utmost effort to make the process transparent, employee friendly and effective for the Company. In the decision making process with regard to employing the candidates, the Group companies take into account their work history, number of years worked, education, adequately to the scope of the entrusted tasks. The Group employs women and men of various age alike, providing that they meet the subject- related criteria, and attempts to prevent any forms of discrimination.

Per age and sex	Structure of employment of the employees of the Group as at 31 December 2016		
	women	men	TOTAL
18-29	13	14	27
30-49	56	69	125
50+	23	21	44

For its staff, the Makarony Polskie Group is looking for people who have passion for new challenges, are ready to develop their talents on a continuing basis and willing to share their knowledge. At specialist and managerial positions, the Company prefers persons showing high professionalism, entrepreneurship, and involvement, who want to develop themselves professionally, enjoy their work and can cooperate with other people.

Taking care of its staff the Group, first of all, carries out internal recruitment due to the fact that internal promotions (both horizontal and vertical) make it possible to keep in the organisation those employees who are involved, have extensive experience and the required qualifications. Should no proper candidates be found in internal recruitment, the Group carries out recruitment processes addressed to external candidates, using for that the sources of recruitment adequate to the profile of a vacant position, including but not limited to, headhunters, career offices, student placements and apprenticeships, as well as Internet portals.

The recruitment process is carried out in accordance with the principles of confidentiality and based on the internal procedures binding at the Group.

Placements and apprenticeships

The Makarony Polskie Group appreciates the value and competencies of young people as well as their enthusiasm and creativity. Therefore, the Group gladly participates in various placement programmes addressed to students and graduates. The Group also enables secondary and higher education students to serve their apprenticeship.

For example, in 2016 the Group cooperated with the Technical University of Rzeszów and the Vocational Training Centre in Rzeszów in the field of arranging student placements.

Training

The Makarony Polskie Group attaches great importance to effective use of human resources. A significant element of that process is ensuring professional development to the employees and continuing improvement of their professional qualifications by way of providing them with specialist training and competencies improvement programmes. Performing such activities, the Group avails mostly of external specialist training and specially prepared, closed programmes for development of competencies that, in the opinion of the Group, are the best investment in the employees. In 2016 mostly training in the field of communication skills and competences of the employees was carried out.

It is important to implement the acquired skills at the work and share the knowledge with other team members and among the teams. Taking the above into account, designing various forms of training, the Group uses also the approach of periodically organised internal conferences at which the Group employees become trainers or co-trainers, thus improving their own competencies and sharing their knowledge with the others.

Remuneration system

The incentive remuneration system adopted by the Group assumes that the employees receive remuneration consisting of the fixed part (basic salary) and variable part (which includes bonuses and rewards) awarded depending on their work contribution, involvement and execution of goals/tasks set for the employees by their superiors.

The basic salary is determined depending on how a given position ranks, based on work contribution, scope of responsibilities, qualifications and experience. The Group assesses the specific positions, taking care of keeping the remuneration at a competitive level, which makes it possible to recruit persons of desirable qualifications and experience, based on the best market practices.

The variable part of the remuneration depends on the level of execution of individual goals/tasks set by the superiors, involvement of specific employees, their conscientiousness and care applied in the work performed, improvement of productivity and quality of work as well as special achievements related to execution of the tasks set by the superiors. The purpose is to motivate the employees to have very good work results compliant with the business interest of the Group.

The remuneration system implemented at the Group ensures effective support for business activities and execution of the strategy of development. The variable part of the remuneration system ensures its flexibility, ability to adjust to the needs of the organisation and to reflect the goals of the Group in the goals of the managers, and then delegating them downwards onto the employees.

In 2016 there were no significant changes in the remuneration system adopted at the Group.

OSH

Being a responsible employer, the Makarony Polskie Group takes also care to guarantee safe conditions of work to its employees. The particular companies of the Group have their own OSH policies implemented. In accordance with the regulations binding in this respect, in order to protect the health and life of the employees, the Group companies provide OSH training, ensure pre-employment and interim medical checks, hire employees of the required qualifications and equip them with personal protective equipment.

In 2016 one minor accident at work was reported at the Group that happened to a sales representative on his route to a customer.

Corporate Social Responsibility

Natural environment

The Group has consistently been trying to minimize its negative impact on the natural environment in each area of its operations by looking for environmentally friendly solutions. The activities of the Group focus on consistent limitation of water and energy consumption, minimization of sewage and waste by means of continuing improvement of the production processes, use of modern, energy-efficient and high-performance technological lines, taking care of good condition of machines and equipment and many other measures. Moreover, the Group provides training aimed at improvement of the employees' awareness.

In 2016 Makarony Polskie SA made investments in improvement of effectiveness of the pasta production processes, including but not limited to modernization of the production line at Częstochowa plant, purchase of the energy-efficient pump to moulds cleaning equipment at the plant in Rzeszów. At the end of 2016 and at beginning of 2017 Stoczek Natura Sp. z o.o. carried out a professional energy audit, the results of which will become basis for further investment projects planned to improve energy efficiency of the production plant in Stoczek Łukowski.

Among the environmental protection activities undertaken by the Group, we shall also emphasise systematic disposal of electric and electronic waste as well as segregation and recycling of production waste.

Market

The fact that our customers placed their trust in us means a lot to us. Thus, the Makarony Polskie Group continuously modernizes its plants, has modern production lines and a comprehensive production process control system. Moreover, we keep investing in acquisition and implementation of modern technologies.

Each production process taking place at the production plants of the Makarony Polskie Group is strictly supervised by the in-house Quality Control Teams that take care of products conformity with the requirements of the food standards and high quality standards of the Company. Both raw materials and finished products are scrutinized at the in-house laboratories and, periodically, they are also examined at independent accredited external laboratories.

Makarony Polskie SA and Stoczek Natura Sp. z o.o. implemented and certified the quality system that meets the requirements of IFS (International Food Standard) and BRC (British Retail Consortium) to be in compliance with legal requirements regarding food safety. Furthermore, the production plants of the Group meet the requirements of the PN-EN ISO 9001:2009 quality standard that ensures repeatability of the processes carried out and their continuous streamlining.



The Group systematically develops its cooperation with scientific institutes, R&D laboratories, and suppliers of raw materials, machines and packaging.

The achievements of the Group have been appreciated, which is expresses in a number of awards and special mentions granted to the Group and its products.

In September 2016, "Flaki po zamojsku" [Zamość style tripe] and "Gołąbki w sosie pomidorowym" [Stuffed cabbage in tomato sauce] offered by Stoczek Natura Sp. z o.o. were awarded the "Poznaj Dobrą Żywność" [Know Good Food] quality labels, as awarded by decision of the Minister of Agriculture and Rural Development to products that meet the strictest quality requirements specified within the programme, and also the "Jakość Tradycja" [Quality and Tradition] mark.





In November 2016, the product "Makarony Polskie razowe" [Wholemeal Polish Pasta] received a prestigious statuette of the Podkarpacka Nagroda Gospodarcza [Business Award of the Podkarpacie Province] in the Best Product category.

In December 2016 the products offered by Makarony Polskie SA ("small egg dumplings with curcuma" and "star-shaped pasta with curcuma") were awarded the "Poznaj Dobrą Żywność" [Know Good Food] quality label by decision of the Minister of Agriculture and Rural Development.





In February 2017 the products offered by Stoczek Natura Sp. z o.o. ("Chinese Style Chicken" and "Mexican TEX MEX") became prize-winners of the sixth edition of the "Best Product 2017 - Consumers' Choice Survey".

Community

The Makarony Polskie Group attempts to be present in the life of local communities in which it is present on a daily basis due to the location of its production plants and sales offices. The Group actively supports charity activities and initiatives as well as activities and initiatives concerning culture, education and sports.

Cooperation with schools and universities

The Group companies have established long-term relationships with universities. For instance, Makarony Polskie SA cooperates with the University of Rzeszów in the field of R&D and with the Poznań University of Life Sciences. Stoczek Natura Sp. z o.o. cooperates with the University of Life Sciences in Lublin.



Moreover, Makarony Polskie SA became a partner of the Second Nation-wide Scientific Conference of Students and PhD Students – Medical Aspects of Human Nutrition that took place in Rzeszów on the 3rd and 4th June 2016. The conference was addressed to young physicians, PhD students, dieticians, students and student research clubs dealing with nutrition, food, physiology and medical sciences.

Charity activities

For many years the Group has carried out charity activities of various kind at a local and national levels, providing support to children in need (Christmas campaigns and St. Nicholas' Day events, support of summer holidays), hospices (Rzeszów Hospice for Children), social aid centres (including, but not limited to,Caritas of the Rzeszów Diocese), foundations (for instance, the Foundation "Mimo Wszystko" [Despite Everything] of Anna Dymna, Fundacja Dziedzictwa Kresowego we Lwowie [Borderland Heritage Foundation in Lvov]) and schools.



For a few years, the Group companies have been actively involved in various initiatives of the Rzeszów Hospice for Children, such as, St. Nicholas' Day events, gifts for kids staying at the hospice and for their brothers and sisters on the Children's Day.



In 2016 the Group also cooperated with the Caritas Foundation of the Rzeszów Diocese, the Foundation "Mimo Wszystko" [Despite Everything] of Anna Dymna, and the Fundacja Dziedzictwa Kresowego we Lwowie [Borderland Heritage Foundation in Lvov].

The Group companies supported also summer holidays organised for children by the "Ruch Światło Życie" [Light-Life Movement] and Stowarzyszenie "Równać Szanse" [Equal Opportunities Association].

Patronage and sponsoring of cultural and sports events

The Group invests in the development of culture and art by way of sponsoring cultural events and initiatives, and also by providing support to development of sports.

In 2016 the Group participated, for instance, in such initiatives as:



Sponsoring of the Mother's Day and Children's Day taking place at the market square in Rzeszów and organised by the Caritas Foundation of the Rzeszów Diocese;



Sponsoring of the Drone Show Rzeszów 2016 – an event aimed at promotion of rational and secure use of unmanned aerial vehicles.

Sponsoring of the 3rd Festival of the New Theatre – the 55th Theatre Meetings in Rzeszów that took place from the 18th to 26th November 2016 at the Wanda Siemaszkowa Theatre in Rzeszów.





Sponsoring of the 7th Running Festival in Krynica Zdrój, inclusive of sponsoring the Pasta Party – an event preceding the longest distance runs.

Sponsoring of the 7th Spring Welcome in Chotomów, including but not limited to awards for the participants of the running competition.





Support provided to sports clubs: "Mam Talent" [I've Got Talent] Football Academy in Krzeszowice, Moto Jelcz Oława, and Polonez Mordy.

Zenon Daniłowski
President of the Management Board.

The source of data in these financial statements is,
the Makarony Polskie Group, unless otherwise specified.