

I.5. Financial auditor appointment and determining the duration of the audit contract

The auditing of the financial statements of the Antibiotice SA Iasi Company is performed from the financial year 2001 by the company BDO Audit SRL Bucuresti based upon contractual relations concluded between the two parties.

The BDO Audit SRL Bucuresti Company was founded in 1991 and is one of the top consulting companies with Romanian private capital. Its offices with legal personality are in Bucuresti, Cluj and Timisoara.

BDO Audit is a company member of BDO. BDO Global is an international company network of accounting companies called BDO Member Companies providing services to international clients. Each company member of BDO is an independent legal entity in its own country. The whole network comprises 585 offices in over 100 countries and approximately 23.200 partners and employees of the Member Companies that provide consulting services worldwide.

Due to their professional status, the members of the BDO Audit are recognized in various national and international professional organizations:

- The Chamber of Financial Auditors of Romania (CAFR)
- The Body of Licensed Accounting experts and Accountants Experts (CECCAR)
- The Association of Certified Accounting Experts - London (ACCA)
- The National Union of Insolvency Practitioners of Romania (UNPIR)
- The National Association of Assessors of Romania (ANEVAR)
- The European Association of Insolvency Practitioners (Insol Europe)
- The Association of Management Consultants of Romania (AMCOR) affiliated to the European Association of Management Consultants (FEACO)
- The Graduates of the Master of Business Administration (MBA)
- The Romanian Council of Small and Medium Enterprises (CRIMM)
- Lawyers - members of the Bucharest Bar Association
- Expert valuers of movable property certified by the Ministry of Justice
- The Institute of Internal Auditors - USA (IIA)
- The Audit and Control Association on Information Systems (ISACA)

BDO Audit is certified by the National Securities Commission (CNVM) as auditor for companies acting on the capital market in Romania.

BDO Audit is registered with the Central Register of Consultants PHARE/TACIS, is certified by the National Securities Commission (CNVM) as independent external auditor for the companies listed on the stock market and is authorized by the Ministry of Justice as an expert assessor.

The quality standards and the work procedures utilized by BDO Audit are entirely consistent with those applied internationally by BDO.

Given that the outcome of the audit work so far on the financial statements resulted in the Auditor's report represented for all users credible databases, we ask all shareholders for the approval to extend the contracts for the financial years 2015 and 2016.

The value of the contract for the financial years 2015-2016 is worth 12.500 euros /year without VAT and the travel and accommodation expenses will be incurred by Antibiotice SA.

CEO,
ec. Ioan NANI

FINANCIAL DIRECTOR,
ec. Paula COMAN