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INDEPENDENT AUDITOR'S REPORT

To ANTIBIOTICE shareholders

Report on financial statements

[1] We audited the financial statements of SC Antibiotice SA (hereby referred to as the Company) which comprise the balance sheet as of 31 December 2010, the profit and loss account, statement of changes in equity and cash flow statement for the financial year ended on the above-mentioned date and a summary of the significant accounting policies and other explanatory notes numbered from page 1 to page 22. The mentioned financial statements refer to:

* Net assets / Total equity:	262,612 thousand lei
* Net result of financial year - profit:	12,539 thousand lei

Executive Team's Responsibility for the Financial Statements

[2] The company's executive team is responsible for the elaboration and fair presentation of these financial statements in accordance with the Order of the Minister of Public Finance no. 3055/2009 and for the internal control considered by the executive team as necessary for elaborating the set of financial statements without any significant misstatements due to errors or fraud.

Auditor's Responsibility

[3] Our responsibility is that, based on the audit conducted, to express an opinion on these financial statements. We conducted our audit in conformity with the International Auditing Standards. These standards require that we comply with ethical requirements, plan and conduct the audit so as to obtain reasonable assurance of whether the financial statements are free of significant misstatements.

An audit consists in conducting procedures to obtain the proofs justifying the amounts and information contained in the financial statements. The selection of procedures is based on the professional judgment of auditors, including the evaluation of risk relative to significant misstatements in the financial statements, regardless if they are caused by error or fraud. In conducting these risk evaluations, the auditor takes into account the internal control relevant for the elaboration and faithful presentation of the company's financial statements in order to set the relevant auditing procedures in the given circumstances, but not with the aim of presenting an opinion on the effectiveness of the internal control system of the company. Auditing the financial situations equally includes the assessment of the accounting principles used, reasonableness of accounting estimates made by the executive team and the evaluation of the overall financial statement presentation.

We consider that the audit evidence we obtained is sufficient and appropriate to provide a basis for our opinion.

Base of qualified opinion

[4] The company recorded during the month of December 2009 revenues from the sale of finished products and goods in amount of 5.3 million lei , with the corresponding costs amounting to 3 million lei for which the delivery of finished products was made during January 2010. Thus, the result of the current fiscal year is underestimated by the amount of 2.3 million lei.

Qualified opinion

[5] In our opinion, excepting the effects of the aspects described in paragraph [4], the enclosed financial statements of Antibiotice SA provides a fair image in all their significant aspects of the company's financial position on December 31, 2010, of its financial performance and cash flows in conformity with the Order of the Minister of Public Finance no. 3055/2009.

Highlighting some aspects

[6] Without further qualifying , we points out that the company made the reevaluation of the tangible assets in its patrimony using the company's experts. The coefficients for adjusting the reevaluated value contain some arguable elements in terms of determining the right value of the tangible assets.

Report on compliance between the financial statements and executive team's report

According to the Order of the Minister of Public Finance no. 3055/2009, Article 318, Section 2, we read the executive team's report attached to the financial statements and numbered from page 1 to page 37. The executive team's report is not a part of the financial statements. We did not identify in the executive team's report any significant discrepancies with the information presented in the accompanying financial statements.

In the name of:

BDO AUDIT

Registered with the Chamber of Financial Auditors of Romania
With no. 18/02.08.2001

Name of signatory:

Mircea Tudor

Registered with the Chamber of Financial Auditors of Romania
With no. 2566/25.06.2008

Bucharest, Romania
March 25th, 2011

Stamped and undersigned