

**Review by the Supervisory Board of ENERGA SA with explanation
of the financial statements for 2018
and reports on the activities of ENERGA SA and the ENERGA Group
for 2018**

The review of the standalone and consolidated financial statements for 2018 and the reports on activities of ENERGA SA and of the ENERGA Group for 2018 by the Supervisory Board of ENERGA SA, with this explanation, was prepared on the basis of art. 382 § 3 of the Code of Commercial Companies and in connection with § 70 (1) (14) and § 71 (1) (12) of Regulation of the Minister of Finance of 29 March 2018 on current and periodical information submitted by the issuers of securities and conditions for recognizing information required by the laws of a non-Member State as equivalent.

The Supervisory Board of ENERGA SA reviewed the following documents presented to it by the Management Board of ENERGA SA with a positive result:

- 1) Standalone financial statements prepared in accordance with the International Financial Reporting Standards as endorsed by the European Union, for the year ended on 31 December 2018,
- 2) ENERGA SA Management Board's report on the activities of ENERGA SA for the year ended on 31 December 2018,
- 3) Consolidated financial statements of the ENERGA SA Group prepared in accordance with the International Financial Reporting Standards as endorsed by the European Union, for the year ended on 31 December 2018,
- 4) The ENERGA SA Management Board's report on the activities of the Group for the year ended on 31 December 2018.

The review was based on the results presented in the reports prepared by an independent statutory auditor on the audit of standalone and consolidated financial statements of ENERGA SA and of the ENERGA Group. The audits were conducted by KPMG Audyt Spółka z ograniczoną odpowiedzialnością spółka komandytowa [limited liability company limited partnership] with its registered office in Warsaw, an entity entered into the list of entities authorised to perform audits under no. 3546.

The Supervisory Board reviewed the standalone financial statements of ENERGA SA prepared in compliance with the International Financial Reporting Standards as endorsed by the European Union for the year ended on 31 December 2018, comprising: a standalone statement of profit or loss, a standalone statement of comprehensive income, a standalone statement of financial position, a standalone statement of changes in equity and a standalone statement of cash flows, a summary of significant accounting policies and other explanatory information.

The Supervisory Board reviewed the consolidated financial statements of the ENERGA SA Group prepared in accordance with the International Financial Reporting Standards, as endorsed by the European Union, for the year ended on 31 December 2018, comprising: a consolidated statement of profit or loss, a consolidated statement of comprehensive income, a consolidated statement of financial position, a consolidated statement of changes in equity, a consolidated statement of cash flows, a summary of significant accounting policies and other explanatory information.

In accordance with reports of the independent statutory auditor on the audit of the aforementioned documents:

- 1) The financial statements of ENERGA SA and the ENERGA Group give a true and fair view of the property and financial position of the Entity and of the Group as at 31 December 2018, operating profit or loss and cash flows for the financial year then ended, in accordance with EU IFRS, as well as the adopted accounting policy,
- 2) The financial statements comply, as to the form and content, with governing provisions of the law and provisions of the By-Laws of ENERGA SA,
- 3) The standalone financial statements have been prepared on the basis of accounting books that have been properly kept.

The Supervisory Board also analysed the report on the activities of the Management Board regarding activities of ENERGA SA and of the ENERGA Group for the year ended on 31 December 2018. The Supervisory Board found that the reports were prepared in accordance with art. 49 and art. 55 of the Accounting Act and § 70 and § 71 of Regulation of the Minister of Finance of 29 March 2018 on current and periodical information submitted by the issuers of securities and conditions for recognizing information required by the laws of a non-Member State as equivalent and comply with information provided in the standalone and consolidated financial statements.

The Audit Committee of the Supervisory Board of Energa SA met with representatives of the auditing firm and read the audit reports of the independent statutory auditor. As a result, the Audit Committee recommended that the Supervisory Board positively reviews the documents submitted by the Management Board.

Following the works, the Supervisory Board concluded that:

- 1) The standalone financial statements of ENERGA SA for the year ended on 31 December 2018,
 - 2) The report of the Management Board ENERGA SA on the activities of ENERGA SA for the year ended on 31 December 2018,
 - 3) The consolidated financial statements of the ENERGA Group for the year ended on 31 December 2018,
 - 4) The report of the Management Board of ENERGA SA on the activities of the ENERGA Group for the year ended on 31 December 2018,
- comply with the accounting books, documents and the actual state of affairs.

Signatures of Members of the Supervisory Board of ENERGA SA:

1. Paula Ziemiecka-Księżak

2. Zbigniew Wtulich

3. Agnieszka Terlikowska-Kulesza

4. Andrzej Powalowski

5. Marek Szczepaniec

6. Maciej Żółtkiewicz