

In connection with §29 item 3 of Regulations of the Warsaw Stock Exchange S.A., the Board of Directors of Delko S.A. informs that the Company will not permanently comply with the following principles defined in the document entitled "Good Practices of the Companies Quoted on the Warsaw Stock Exchange":

In III part of "Good practices followed by members of Supervisory Boards"

Rule no. 6

"At least two members of the Supervisory Board should meet the criteria of independence from the Company and the entities remaining in close relation with the Company. With regard to the criteria of independence of the members of the Supervisory Board, Appendix II to the Recommendation of European Commission dated 15th of February 2005 concerning the role of non-executive directors or being members of the Supervisory Board of stock-quoted companies and the (supervisory) board's commission shall apply. Regardless of the provisions of item b) of the aforementioned Appendix, a person being the employee of the Company, its subsidiary or affiliate entity cannot be considered as meeting the criteria of independence mentioned in this Appendix. Furthermore, it is understood that a connection with the shareholder excluding the virtue of independence of the Supervisory Board member as defined by this principle is the actual and important connection with the shareholder having the right to exercise 5% and more of the general number of votes at the General Assembly"

Explanation:

In the Company's opinion, the above rule significantly violates the shareholders' incidents of ownership, one of the fundamental rights of which is a possibility of shareholders having defined share packages to independently decide about the choice of authorities. Significant shareholders have sufficient knowledge and experience in performing effective and proper owner supervision by their own representatives in whose knowledge and qualifications they have full confidence.

Members of the Supervisory Board of the Company according to the opinions of the Company's Board of Directors properly protect the interests of all shareholders groups.

Rule no. 7

“At least the Audit Committee should function within the frameworks of the Supervisory Board. This Committee should include at least one member independent from the Company and the entities remaining in the significant relation with the Company, with competence in the field of accounting and finance. In the companies where the Supervisory Board consists of the minimum number of members required by law, the tasks of the Committee may be exercised by the Supervisory Board.”

Explanation:

The adoption of this Rule is not possible due to the failure to adopt Rule no. 6.

Rule no. 8

“The Appendix I to the Recommendation of the European Commission dated 15th of February 2005 concerning the role of the non-executive directors (...) should be used in the scope of the tasks and functioning of the committees operating within the frameworks of the Supervisory Board.”

Explanation:

Due to the fact that the Company currently does not intend to apply Rule no. 7, it is not possible to adopt the full realization of Rule no. 8