

AEROSTAR SA
Audit Committee

REPORT
on the selection and recommendation of the Statutory Auditor

In accordance with the provisions of Law No. 162/2017 on the statutory audit of the annual financial statements and the consolidated financial statements, the Audit Committee fulfils the legal duties provided under article 65, of Law No. 162/2017 regarding the statutory audit of the annual financial statements and consolidated financial statements, among which is found the statement on the selection of the statutory auditor:

"f) is responsible for the financial auditor or audit company selection procedure and recommends to the general meeting of shareholders/members of the administrative or supervisory body the audit firm/(s) to be designated in accordance with art. 16 of Regulation (UE) no. 537/2014, except when applying art. 16, paragraph (8) of the (EU) Regulation no. 537/2014."

The Audit Committee undertook this legal duty and found out as follows:

On 05.05.2022 was terminated by agreement of the parties the Services Agreement No. 675312021– as derived from the address to the Board of Administrators attached hereto, with BDO AUDIT SRL that audited the financial statements prepared for the financial year 2021.

AEROSTAR SA initiated a procedure for selecting the potential audit companies, requesting services offers in the field of audit from AUDITEVAL CONSULTING SRL, INTERCON SRL and AUDIT EXPERT CONT.

The services offers sent by the three audit companies contain the yearly fee for the services of auditing the individual financial statements at the end of the year and for revising the quarterly financial statements, as well as general information on the identification and presentation of the companies concerned.

The company AUDITEVAL CONSULTING has the registered office in the county of Bacău and is registered with the Public Electronic Registry under no. FA865. It is represented by Dacălu Maricel, a financial auditor, recorded in the Public Electronic Registry under no. AF2229.

The financial audit company AUDIT EXPERTCONT has the registered office in the town of Bârlad, the district of Vaslui and is registered with the Public Electronic Registry under no. FA174. It is represented by dr. ec. Ciprian Costel Munteanu, a financial auditor recorded in the Public Electronic Registry under no. AF4177.

The company INTERCON has the registered office in the district of Bacau and is registered with the Public Electronic Registry under no. FA490. It is represented by Calinciuc Mioara, a financial auditor, recorded in the Public Electronic Registry under no. AF1289.

The analysis carried out by the Audit Committee has revealed that all the three audit companies meet the legal conditions regarding the performance of the statutory audit activity, and the selection was made in a transparent manner and in compliance with the specific legal requirements for the statutory audit.

The Audit Committee declares that its options were not influenced by third parties and that no clause was imposed upon it and that there is no contractual clause between AEROSTAR and any third party restricting the general meeting of the shareholders' option to elect and designate the statutory auditor.

In light of these findings, the Audit Committee recommends the designation of the audit company AUDITEVAL CONSULTING SRL as a statutory auditor, for a period of 12 months, and the executive management of AEROSTAR SA will negotiate the statutory audit services agreement in accordance with the company's specific procedures.

Mihai DEJU _____

Daniel BOTEZ _____

Grigore HOROI _____