

Audit Committee

TeraPlast's Audit Committee reports to the Board of Directors and has a consultative function regarding the company's strategy and policy in terms of internal control, internal and external audit, as well as the way the significant risks are managed. Thus, the Audit Committee presents to the Board of Directors its conclusions regarding the supervision of the processes in its attribution.

The Committee is responsible for:

- monitoring the financial reporting process and making recommendations or proposals to ensure its integrity, as well as checking the management's estimates in the financial statements, to make sure they are adequate;
- monitoring the internal control system audit process and the way the management harnesses the internal audit results through specific measures;
- evaluating the efficiency of the internal control system and risk management system;
- evaluating and monitoring the independence, selection and remuneration of the financial auditors and the quality of the annual audit;
- making recommendations to the Board of Directors regarding the selection of the financial auditor;
- evaluating the potential conflicts of interest in subsidies transactions.

The members of the Audit Committee are:

- Vlad Nicolae Neacșu – Chairman*
- Nadir Geafer Ali
- Magda Eugenia Palfi
- Lucian Claudiu Anghel**

The term of the Audit Committee starts on April 29, 2020. Its duration is one year and its members can be reelected.

The members of the Audit Committee will not divulge to unauthorized individuals any confidential information they take note of during their activity. At the Board's request the Committee can carry out other internal consultancy and evaluation processes within the limits of its competences.

*In office following the Board of Directors' decision of January, 28, 2021, after the termination of office of Mr. Răzvan Ștefan Lefter.

**In office following the Board of Directors' decision of May 20, 2021.

