

SC MCO CONTAB CONSULT S.R.L

Auditing and accounting company

Member of the Chamber of Financial Auditors in Romania

Registered with the Chamber of Financial Auditors in Romania with no. 1105/2012

Registered office: Botosani, No.11 Aleea Curcubeului Street , sc. B, ap.11. County of Botosani

Nr. Reg. R.C.:J 07/488/2006, C.U.I. 18997162, CS 500 lei

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Independent Report of Limited Assurance on the information included in the current reports issued by the Company in accordance with the requirements of Law no. 24/2017 (Article 82) and Regulation no. 5/2018

To the management of the Company "CONTED" S.A. Dorohoi

1. We have been employed by CONTED S.A., (hereinafter referred to as "the Company"), to perform certain procedures in accordance with Regulation no. 5/2018 of the Financial Supervisory Authority ("ASF"). With all subsequent amendments and modifications and to report on the information included in the attached current reports (dated 24.04.2020 and 17.07.2020) (Current Reports), which were prepared by the Company in accordance with the requirements of Law no. 24/2017 (article 82) ("criteria") to report to the Financial Supervisory Authority ("ASF") and the Bucharest Stock Exchange for the period January 2020 - June 30, 2020. Current reports dated 24.04.2020 and 17.07. 2020, were prepared by the Company based on the legal documents concluded by the Company with its significant administrators, staff and shareholders, as well as with the persons involved with them. The responsibility for preparing the current reports lies with the Company's management. Our procedures were performed exclusively on the current Reports dated 24.04.2020 and 17.07.2020, which refer to the conclusion of some legal acts with the shareholders who hold the control of the company according to art. 82 of Law 24/2017 in the first semester of 2020.

The specific purpose

2. This report is prepared exclusively as specified in the first paragraph above, as well as for your information, and must not be used for other purposes. The Report refers exclusively to the Current Reports dated 24.04.2020 and 17.07.2020 and should not be associated with the financial statements of the Company, taken as a whole. Our procedures were performed exclusively on the contracts / additional documents / annexes concluded in the first semester of 2020 as presented in the current Reports dated 24.04.2020 and 17.07.2020 respectively.

Responsibilities of the company's management

3. The management of the Company has the responsibility of drawing up the current Reports in accordance with the requirements of Law no. 24/2017 (Article 82) ("criteria"). In particular, the Company's management has the responsibility to design and implement internal controls that allow the preparation of current Reports so as to be free of significant misstatements.

The Company's management is also responsible for ensuring that the documents provided to the auditor are complete and correct. The Company's management is responsible for maintaining an internal control system that reasonably ensures that the documents described above do not contain significant errors due to fraud or error

Auditor's responsibility

4. Our insurance mission was performed in accordance with the International Standards for Insurance Missions - ISAE 3000 (revised), "Insurance missions, other than auditing or reviewing historical financial information", adopted by the Romanian Chamber of Financial Auditors. These regulations require that we comply with ethical standards, including independence, and plan and conduct the assurance engagement to obtain limited assurance regarding current Reports.

5. The procedures selected depend on the professional reasoning of the auditor. The procedures include, in particular, interviews with the staff responsible for financial reporting and risk management, as well as additional procedures aimed at obtaining evidence on current reports.

6. The insurance commitment made is a limited insurance commitment. The nature, term and extent of the procedures performed within a limited assurance mission are limited compared to those required within a reasonable assurance mission. Consequently, the level of insurance obtained under a limited insurance commitment is lower.

7. Regarding the current Report of the Company, we performed the following procedures:

→ We have obtained from the Company the attached Current Reports and we have verified that the signatures included in it are those of the Company's representatives and we have compared the details that are necessary to be included in this report, according to Law 24/2017 (article 82). were included in this report by the Company.

→ For the contracts / additional documents / individual annexes that we analyzed, as defined in this report, we determined whether their details correspond in all significant aspects with the information included in the contracts and additional documents signed by the Company's representatives, in accordance with the list of authorized signatures provided to us. Where applicable, we compared whether the details included in the current report correspond to the documentation related to the additional documents / annexes related to the processing and sale-purchase contract no. 03 / 04.05.2011, from the period 01.01.2020 - 30.06.2020, as well as their total realized or estimated value.

→ We compared if the details presented in the attached current report correspond to the information we obtained following the discussions with the Company's management as well as to the documentation of the respective additional documents / annexes at the level of detail indicated regarding the basis and nature of the additional documents. annexes concluded by the Company with the respective entity.

→ Based on the discussions with the Company's management as well as following the examination of the Company's policies and procedures made available to us, we have analyzed how the Company's transactions with its significant directors, staff and shareholders, as well as the persons involved, comply with Company policies and procedures.

8. Our procedures were applied only on the processing and sale contract no. 03 / 04.05.2011 as well as on the additional documents / annexes concluded after January 1, 2020 until the date of the current report on July 17, 2020 which have estimated value. greater than 50,000 euros. We have not performed any procedure to verify whether the current reports include all transactions and details that the Company must report in accordance with Article 82 of Law no. 24/2017 for this period.

Conclusion

9. Based on the procedures performed and the evidence obtained described above regarding the legal documents included in the current Reports, we did not notice anything that could lead us to consider that: i. The details indicated in the attached current reports are not in accordance with the contract and the additional documents / annexes to the contract no. 03 / 04.05.2011. made available to us by the Company. ii. The details indicated in the attached reports do not comply, in all significant respects, with the legal requirements. iii. The additional documents / Annexes to the contract made available to us have not been duly authorized by the Company's representatives. iv. The prices agreed between the parties were not accepted by mutual agreement based on the type of products / services and other terms and conditions stipulated in the contract between the parties. v. The terms and conditions of the transactions included in the reported contract, respectively the additional documents / annexes to the contract, by the Company, made with its significant shareholder, as well as with persons involved with it, were not established based on the contracts signed by the Company. with the nature of the services and other terms and conditions stipulated by the parties.

Other aspects

10. Raportul nostru este emis doar in scopul stabilit in primul paragraf al prezentului Raport si pentru informarea dumneavoastra si nu trebuie folosit in alte scopuri.

Raportul se refera doar la Raportul curent mentionat anterior si nu trebuie extins si asupra altor rapoarte ale societatii, luate in considerare la nivel individual sau in ansamblu.

In the name

SC MCO CONTAB CONSULT S.R.L.

registered in the Electronic Public Register of financial auditors and audit firms with no. FA1105

The name of the signatory,

MERGHIDAN CONSTANTIN OVIDIU

registered in the Electronic Public Register of financial auditors and audit firms with no. AF1809

Dorohoi July 31, 2020



S.C. CONTED S.A.

Confecții textile

Str. 1 Decembrie 1918 nr. 8, Dorohoi, jud. Botoșani, Cod poștal: 715200, România
C.I.F.: RO 622445, Nr. ORC: J07/107/1991, TEL/FAX: 0231610064/0231610026
www.conted.ro, e-mail: secretariat@conted.ro

By
Financial Supervisory Authority
Bucharest Stock Exchange

Current report

pursuant to Article 82 of Law 24/2017 on the conclusion of certain legal acts with shareholders holding control of the company

Date of report 24.04.2020

Name of the issuing entity: S.C. CONTED S.A.

Headquarters: Dorohoi, 1 Decembrie Street no. 8, Botosani County

Number Trade Register Office: J07/107/1991

Unique Registration Code: RO622445

Subscribed share capital: 2,284,360.06

Trading Market: B.V.B. - Standard

IMPORTANT REPORTING EVENTS

SC CONTED S.A. Dorohoi, informs shareholders and investors about the conclusion of a contract with a cumulative value of more than 50,000 euros with S.C. HMD S.A.R.L. France, legally represented by Mr Hamidi Haissam, the controlling shareholder. Details of the contract are listed in the following table:

Contract data	Contractual clauses stipulated in the contract
Contracting Parties	Buyer - S.C. HMD S.A.R.L. France Seller - S.C. Conted S.A. Dorohoi
Date of conclusion and nature of the contract	04.05.2011, Contract for Processing and Sale - Purchase
Subject of the contract	cooperation and cooperation in the commercial operations resulting from the processing of the raw materials, materials and accessories from the buyer-beneficiary, also in the commercial operations resulting from the processing of the possible raw materials, materials and accessories provided to the buyer - beneficiary of the producer - producer, upon request to the purchaser - beneficiary in accordance with the technical specifications and details provided by the buyer - beneficiary to the manufacturer - seller on the products included in the annexes to this contract.



S.C. CONTEDED S.A.

Confecții textile

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The value of the contract	619,448.87 Euro
Claims	650,481.50 Euro
Debt	51,618.87 Euro
Guarantees established	the value of the raw materials, materials and accessories accepted by the seller - manufacturer as collateral is quoted at 60% of the value stated on the invoices issued by the buyer - beneficiary and must always cover the value of the invoices that have not been paid
Terms and payment methods	the purchaser - beneficiary will pay the seller - manufacturer against invoice and transport documents the price of the products within 30 days from the delivery of the goods to the buyer - beneficiary, if at the manufacturer 's premises there are raw materials, materials and accessories brought by the purchaser - beneficiary for processing considered as pledge. Otherwise, payment will be made before delivery.

Chairman of the Board of Directors,
Eng. Hamidi Haissam



S.C. CONTED S.A.

Confecții textile

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By
Financial Supervisory Authority
Bucharest Stock Exchange

Current report

pursuant to Article 82 of Law 24/2017 on the conclusion of certain legal acts with shareholders holding control of the company

Date of report 17.07.2020

Name of the issuing entity: S.C. CONTED S.A.

Headquarters: Dorohoi, 1 Decembrie Street no. 8, Botosani County

Number Trade Register Office: J07/107/1991

Unique Registration Code: RO622445

Subscribed share capital: 2,284,360.06

Trading Market: B.V.B. - Standard

IMPORTANT REPORTING EVENTS

SC CONTED S.A. Dorohoi, informs shareholders and investors about the conclusion of a contract with a cumulative value of more than 50,000 euros with S.C. HMD S.A.R.L. France, legally represented by Mr Hamidi Haissam, the controlling shareholder. Details of the contract are listed in the following table:

Contract data	Contractual clauses stipulated in the contract
Contracting Parties	Buyer - S.C. HMD S.A.R.L. France Seller - S.C. Conted S.A. Dorohoi
Date of conclusion and nature of the contract	04.05.2011, Contract for Processing and Sale - Purchase
Subject of the contract	cooperation and cooperation in the commercial operations resulting from the processing of the raw materials, materials and accessories from the buyer-beneficiary, also in the commercial operations resulting from the processing of the possible raw materials, materials and accessories provided to the buyer - beneficiary of the producer - producer, upon request to the purchaser - beneficiary in accordance with the technical specifications and details provided by the buyer - beneficiary to the manufacturer - seller on the products included in the annexes to this contract.



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Confecții textile

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The value of the contract	383,445.09 Euro
Claims	620,653,80 Euro
Debt	43,463.02 Euro
Guarantees established	the value of the raw materials, materials and accessories accepted by the seller - manufacturer as collateral is quoted at 60% of the value stated on the invoices issued by the buyer - beneficiary and must always cover the value of the invoices that have not been paid
Terms and payment methods	the purchaser - beneficiary will pay the seller - manufacturer against invoice and transport documents the price of the products within 30 days from the delivery of the goods to the buyer - beneficiary, if at the manufacturer 's premises there are raw materials, materials and accessories brought by the purchaser - beneficiary for processing considered as pledge. Otherwise, payment will be made before delivery.

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