

DOM DEVELOPMENT S.A.

ASSESSMENT BY THE SUPERVISORY BOARD OF DOM DEVELOPMENT S.A.

**OF THE COMPANY'S COMPLIANCE WITH THE DUTY OF DISCLOSURE
IN RESPECT OF APPLYING THE PRINCIPLES OF CORPORATE
GOVERNANCE AS SPECIFIED IN THE STOCK EXCHANGE RULES, AND
THE REGULATIONS CONCERNING CURRENT AND PERIODIC
SUBMISSIONS BY SECURITY ISSUERS**

AND

**THE SOUNDNESS OF THE SPONSORSHIP, CHARITY AND OTHER
SIMILAR POLICIES IN PLACE AT THE COMPANY**

**PURSUANT TO RULE II.Z.10.3. AND RULE II.Z.10.4. OF THE BEST
PRACTICE FOR WARSAW STOCK EXCHANGE LISTED COMPANIES 2016**

Warsaw, 8 April 2021



1. ASSESMENT OF THE COMPANY'S COMPLIANCE WITH THE DUTY OF DISCLOSURE IN RESPECT OF APPLYING THE PRINCIPLES OF CORPORATE GOVERNANCE AS SPECIFIED IN THE STOCK EXCHANGE RULES, AND THE REGULATIONS CONCERNING CURRENT AND PERIODIC SUBMISSIONS BY SECURITY ISSUERS

The duty of disclosure in respect of corporate governance are defined in the Warsaw Stock Exchange Rules and the Regulation by the Minister of Finance dated 29 March 2018 on the current and periodic submissions by securities issuers and the terms of confirming equivalence of information required under the regulations of a non-Member State (Journal of Laws of 2018 item 757, as amended). Rules for the submission of corporate governance reports are set out in Resolution No. 1309/2015 by the WSE Management Board dated 17 December 2015.

According to § 29.3 of the Stock Exchange Rules, if a specific detailed corporate governance rule is not applied on a permanent basis or is breached accidentally, the issuer shall publish a report in this respect. The report should be published on the issuer's official website and through an Electronic Information Database (EBI).

The Regulation by the Minister of Finance dated 29 March 2018 specifies what information should be contained in the corporate governance statement that forms a separate part of the activities report of the issuer in the annual report of the company.

Dom Development S.A. (the "Company") published its 2020 Annual Report on 12 March 2021, including the report of the Management Board on the activities of Dom Development S.A. and its Capital Group in 2020, within which the Company's statement on the application of corporate governance stated in the "Best Practices for WSE Listed Companies 2016" has been incorporated as a separate part of said report. The Supervisory Board in its assessment states that the corporate governance statement was submitted on that date as required. The content of these statements corresponds to the provisions of § 70.6.5 of the above mentioned Regulation by the Minister of Finance.

Moreover, the Company publishes current information on the status of its application of recommendations and rules set out in the Best Practice for WSE Listed Companies 2016 on its website (<https://inwestor.domd.pl/en/corporate-governance>), including information that the Company does not apply principle VI.Z.2.

Having considered the above, the Supervisory Board in its assessment states that the Company properly fulfils its duty in respect of the corporate governance as set out in the Stock Exchange Rules and the regulations concerning current and periodic submissions by securities issuers. The Supervisory Board evaluates that the published explanations regarding the Company's scope in fulfilling its corporate governance duties present to shareholders, investors and other interested parties a transparent, accurate and exhaustive picture of the way in which the Company functions.

2. ASSESMENT OF THE SOUNDNESS OF THE SPONSORSHIP, CHARITY AND OTHER SIMILAR POLICIES IN PLACE AT THE COMPANY

The Supervisory Board believes that the Company's charity policy is carried out in a sound manner. The beneficiaries have been selected based on them having high ethical standards in place and with particular regard for their work having a positive effect in the areas where the property development projects of the Company are located. The amounts donated to charity are not significant in relation to the scale of the Company operations, while the beneficiaries of this activity are stakeholders in the field of education, promotion of sport, science, culture, art, development of local communities and care for those in need, which is not questioned by the Supervisory Board.