

A schedule to the resolution of the Supervisory Board of LPP S.A.  
on the approval of the annual report of the  
Supervisory Board on operations in FY08.

Gdańsk, 29<sup>th</sup> April 2009.

THE REPORT OF THE SUPERVISORY BOARD OF  
LPP S.A. with its registered office in Gdańsk [Company] on operations in FY08

As at 31<sup>st</sup> December 2008 the Supervisory Board consisted of the following members:

- Jerzy Lubianiec – the Chairman of the Supervisory Board
- Krzysztof Fąferek,
- Wojciech Olejniczak
- Krzysztof Olszewski
- Maciej Matusiak
- Antoni Tymiński

In FY08 the Supervisory Board, performed its statutory obligations of permanent supervision over the Company's operations, and in particular:

1. It performed ongoing assessment of all operations of the Management Board related to the capital market and especially to the relations between the Company and the investors and the Warsaw Stock Exchange as well.
2. It performed ongoing assessment of the development of retail outlet network of such brands as Reserved, CroppTown and Esotiq.
3. It performed ongoing assessment and analysis Company's and LPP S.A. Capital Group's standing.
4. It had the following documentation audited by a statutory auditor: the financial statements (including the balance sheet and the profit and loss account) of LPP S.A. for FY07, the proposal of the Management Board to distribute the profit generated by the Company, and other Company documentation, both in terms of the conformity of the above documentation with the accounting books and the actual state.
5. It got acquainted with the Company development plans prepared by the Management Board.
6. It got acquainted with the standing and development of LPP S.A. subsidiaries which operate abroad (in countries other than Poland).
7. It passed the resolution on the comprehensive assessment of the Company's standing in FY07.
8. It approved remuneration for the members of the Management Board in relation to their function.
9. It analysed the plans of the Company related to mergers and acquisitions as well as Company's operations in the area of taking control over Artman S.A. and the merger of Artman S.A and LPP S.A.
10. It passed a uniform text of the Company's Articles of Association.
11. It approved the Company's purchase of a built-up property located at ul. Reduta Żbik 5 in Gdańsk, consisting of lot no. 168/4 with a surface area of 0.5254 hectares [Land Register no. GD1G/00074147/4] and lot no. 168/1 with a surface area of 0.0016 hectares [Land Register no. GD1G/00074146/7] for the total price of PLN 16,500,000.
12. It approved the acquisition of LPP S.A. treasury shares by the Management Board on behalf of LPP S.A. in the amount not exceeding 10% of the total number of shares which are to be

transferred to shareholders of the companies, with which LPP S.A. will merge in the future by taking them.

13. It approved a special bonus for the Management Board which under the resolution of the Supervisory Board of 7 March 2007 was paid out as 1,485 LPP S.A. Series I Shares distributed among the members of the LPP S.A. Management Board, which constituted the first implementation stage of the incentive scheme for LPP S.A. management.
14. It authorised the Management Board to distribute the total amount of 1082 Series I Shares among the employees and collaborators of LPP S.A. under the first implementation stage of the incentive scheme for LPP S.A. Management Board.
15. It amended the principles of the recognition and incentive scheme for LPP S.A. Management Board approved by the Supervisory Board's resolution of 29 June 2007.
16. It authorised the Management Board to deprive the current shareholders of subscription rights to Series I Shares which shall be issued on the basis of the Management's Board resolution on the increase in Company's share capital by the amount of PLN 5,134 by way of private subscription of 2,567 Series I Shares.
17. It issued an opinion on the matters to be discussed by the General Meeting of Shareholders of LPP S.A. on 16 June , 30 June and 15 December of 2008.
18. It elected the Management Board for the next five-year term of office.
19. It appointed Mr Jerzy Lubianiec a Chairman of the Supervisory Board.

The Supervisory Board applies to the General Meeting of Shareholders to approve the Supervisory Board's report on operations in FY08 and to discharge the following Members of the Supervisory Board:

- Jerzy Lubianiec – the Chairman of the Supervisory Board
- Krzysztof Fąferek,
- Wojciech Olejniczak
- Krzysztof Olszewski
- Maciej Matusiak
- Andrzej Puślecki,
- Antoni Tymiński

from liability as members of the Supervisory Board in FY08.

1. Krzysztof Olszewski .....
2. Maciej Matusiak .....
3. Wojciech Olejniczak .....
4. Krzysztof Fąferek.....
5. Antoni Tymiński .....