

**DISCLOSURE OF THE RULE FOLLOWED BY LARQ S.A.
REGARDING THE CHANGE OF ENTITY AUTHORISED TO AUDIT FINANCIAL STATEMENTS**

In accordance with Rule I.Z.1.11 of the Best Practices of WSE-Listed Companies 2016 (as set out in Annex to the Resolution no. 26/1413/2015 of the Exchange Council dated 13 October 2015), the Management Board of LARQ S.A. hereby informs that, pursuant to § 16.3.12) of the Articles of Association of LARQ S.A. (hereinafter: the **Company**), the Company's Supervisory Board is responsible for selection of certified auditor to audit financial statements of the Company. The Audit Committee provides the Supervisory Board of the Company with its recommendation regarding the selection of audit firm. The process of selecting the audit firm is based on internal regulations, namely the rules set forth in the *"Policy for selection of audit firm for LARQ S.A. to carry out statutory and non-mandatory audits of separate annual financial statements"* as well as in accordance with the *"Procedure for selection of audit firm for LARQ S.A. to carry out audits and to provide other services for LARQ S.A."* The internal regulations applicable to the selection of audit firm comply with the legal requirements defined in the Act of 11 May 2017 on Statutory Auditors, Audit Firms and Public Supervision, as well s related regulations.