

CURRENT REPORT

HOOP S.A.

January 2nd 2008

Current Report No. 2/2008

REPORT ON COMPLIANCE WITH CORPORATE GOVERNANCE PRINCIPLES

The Management Board of HOOP S.A. hereby reports that as at January 1st 2008 HOOP S.A. does not comply with Rule No. 7 of Best Practices in Companies Listed on the Warsaw Stock Exchange for 2008, which stipulates that as one of its committees the Supervisory Board should comprise at least an audit committee. HOOP S.A.'s Supervisory Board is composed of the minimum number of persons required by law (i.e. 5 members), and consequently HOOP S.A.'s Supervisory Board only partially fulfils the tasks of an audit committee specified in Appendix 1 to Commission Recommendation of February 15th 2007 on the role of non-executive or supervisory directors of listed companies and on the committees of the supervisory board ("Annex I").

In accordance with the Articles of Association of HOOP S.A., the powers of the Supervisory Board of HOOP S.A. which cover the audit committee tasks specified in Annex I include:

- a) reviewing financial statements of the Company and the Directors' Report on the Company's operations in terms of their conformity with the accounting books and documents, the actual state of affairs and the Management Board's recommendations concerning the distribution of profit or coverage of loss, as well as submitting annual written reports on the findings of the review to the General Shareholders Meeting,
- b) reviewing the financial statements of the HOOP Group and the Directors' Report on the HOOP Group's operations, as well as submitting annual written reports on the findings of the review,
- c) selecting a chartered auditor to audit the financial statement of the Company and the HOOP Group.

Legal basis: other regulations.