

SUPERVISORY BOARD REPORT

Dear shareholders,

In the reporting year 2018, the Supervisory Board has paid close attention to the tasks entrusted to it in accordance with the law and by the Company's articles of association and internal rules of procedure. The Supervisory Board monitored the activities of the Management Board on an ongoing basis and provided support in an advisory capacity. This was based on written and oral reports provided by the Management Board, as well as information provided by the Management Board at Supervisory Board meetings, and on regular consultations between the Management Board and the Chairman of the Supervisory Board. The Chairman of the Supervisory Board was in regular contact with the Management Board between the dates of the regular Supervisory Board meetings in order to ensure a comprehensive exchange of information between these bodies. Within the Supervisory Board group, the Chairman of the Supervisory Board also exchanged information with the remaining members of the Supervisory Board regarding current Company issues on a regular basis.

As a result, the Supervisory Board was informed about the intended business policy, its strategy, corporate planning, risk situation, risk management, compliance, and the current developments concerning its business situation and significant business transactions, as well as the situation of the Company and the Group as a whole.

The Supervisory Board held six Supervisory Board meetings during the fiscal year 2018. The Management Board has provided comprehensive information to the Supervisory Board about the economic and financial development of the Company, including the risk situation, on a regular basis at the Supervisory Board meetings, and has provided additional information on request. With two exceptions, all members of the Supervisory Board were present at all meetings. Ms. Witschaß and Mr. Richtscheid were each unable to participate on one occasion. The Chairman of the Supervisory Board participated in all meetings. Accordingly, all members of the Supervisory Board have participated in more than half of the Supervisory Board meetings (Sec. 5.4.7 German Corporate Governance Code). The Supervisory Board has not formed committees.

In the period under review, the Supervisory Board has not been informed by any of its members of any matters that could give rise to a significant and not merely temporary conflict of interest.

FOCUS OF THE DISCUSSIONS IN THE SUPERVISORY BOARD

In addition to issues of general relevance, the Supervisory Board dealt with topics arising in individual areas and, when required, passed the necessary resolutions. The Supervisory Board meetings in the reporting year focused on the following topics:

- Questions concerning the remuneration of the Management Board of Vita 34 AG as well as the

management of Vita 34 Group subsidiaries.

- Proposed resolutions for the 2018 Annual General Meeting, including the proposal for the appropriation of profits.
- Audit of the efficiency of the work performed by the Supervisory Board.
- Merger of the Group's wholly owned subsidiary, Stellacure GmbH, into Vita 34 AG.
- Foreign activities (operations of subsidiaries and sales partners, cost reduction measures).
- The appointment of Falk Neukirch as Chief Financial Officer for a further three years.
- The effects of the legal challenges to Annual General Meeting resolutions as well as a related compulsory information disclosure procedure.
- Sale of the investment in the Group's former sales partner, Biosave d.o.o. (Serbia).
- Strategic further development in the core business, in particular product development, further development by inorganic growth, the status of research and development projects, and location strategy.
- Budget planning for 2019 and medium-term planning.

CORPORATE GOVERNANCE

The Supervisory Board has dealt with corporate governance standards applied in the Company and with the implementation of the recommendations and suggestions of the German Corporate Governance Code in the version dated February 7, 2017. In March 2019, the Management Board and the Supervisory Board issued a Declaration of Conformity, which is printed in the "Corporate Governance" section of the annual report on pages 24 and 25, and which is also published in the "Investor Relations" section of the Company's website.

ANNUAL AND CONSOLIDATED FINANCIAL STATEMENTS, AUDIT

The annual financial statements of Vita 34 AG have been prepared in accordance with the provisions of the German Commercial Code (Handelsgesetzbuch – HGB); the consolidated financial statements and the combined management report of Vita 34 AG have been prepared on the basis of sections 315 and 315a HGB in conjunction with the International Financial Reporting Standards (IFRS) as applicable in the European Union. The annual financial statements of Vita 34 AG, the consolidated financial statements, and the combined management report have been audited by PKF Deutschland GmbH Wirtschaftsprüfungsgesellschaft, Berlin. The audit mandate was issued in accordance with the resolution of the Annual General Meeting, legal provisions, and the provisions of the GCGC.

As a result, it should be noted that the financial statements have been prepared in accordance with HGB and IFRS. The annual financial statements and the consolidated financial statements each received an unqualified opinion. The financial statement documents were thoroughly discussed in the annual financial statements meeting of the Supervisory Board in the presence of the auditors, and


following a report from the auditors. During this meeting, the auditors' representatives reported on the significant findings of their audit, as well as on the control and risk management system with regard to accounting. They also dealt with the scope, emphasis, and costs of the audit. Furthermore, they noted that they have no conflicts of interest; PKF Deutschland GmbH Wirtschaftsprüfungsgesellschaft only provided audit services.

The Supervisory Board examined the annual financial statements, the consolidated financial statements, and the combined management report. On concluding our own review, we raised no objections against the annual financial statements of Vita 34 AG, the consolidated financial statements of Vita 34 AG, and the combined management report, as well as the corresponding audit reports of the auditors. The Supervisory Board agreed with the results of the audit after its own examination, approved the annual financial statements of Vita 34 AG prepared by the Management Board, and adopted the consolidated financial statements. The Supervisory Board agrees with the combined management report, in particular the evaluation concerning the further development of the Company.

The Supervisory Board would like to thank the Management Board as well as the staff for their work during this fiscal year.

Leipzig, March 27, 2019

For the Supervisory Board

A handwritten signature in black ink, appearing to read 'Frank Köhler', written in a cursive style.

Frank Köhler

Chairman of the Supervisory Board