

**Audit Committee 2020 Annual Actions Report of the listed company
"LOULIS MILLS S.A." (henceforth "Company")
General Commercial Registry Number: 50675444000**

Dear shareholders,

In accordance with article 44 paragraph 1 (i) of Law 4449/2017, which stipulates that:

'The Audit Committee shall submit an annual report of its activities to the general meeting of the audited entity or, in the case of entities without shareholders, to the equivalent body. This report shall include a description of the sustainable development policy pursued by the audited entity',

we submit to you the report on the activities of the Audit Committee about fiscal year 2020. The Chairman of the Audit Committee is Mr. Andreas Koutoupis, independent non-executive member of the Board of Directors, and members of the Audit Committee are Mr. Georgios Mourelatos, independent non-executive member of the board of directors and Konstantinos Kontochristopoulos, independent third party (non-member of the board of directors).

All the members of the Audit Committee were present at the meetings of the Audit Committee below and all decisions were taken unanimously. Minutes are held about each meeting and all got signed by all members of the Audit Committee. The members of the Audit Committee meet frequently with each other, the Certified auditor of the Company, the internal auditor of the Company and generally with Company's management, in the context of the performance of their duties in accordance with Regulation (EU) 537/2014, Article 44 of Law 4449/2017, Decision 1302/2017 of the Hellenic Capital Market Commission and in general the applicable legislation.

In 2020, 9 meetings of the Audit Committee were held, where the following took place:

Meeting of 07.01.2020: Annual Internal Audit Planning about 2020.

The Audit Committee reviewed and approved the internal audit plan for the year 2020.

Subsequently, the Audit Committee forwarded the 2020 approved internal audit plan to the Company's Board of Directors meeting for its information.

Meeting of 17.02.2020: Audit Committee briefing on internal audits within 2020 first quarter.

Mr. Georgios Karpouzas, Company's Internal Auditor presented to the members of the Audit Committee the "2018 Follow Up Report" along with its results, held within 2020 first quarter.

Meeting of 04.05.2020: Audit Committee briefing by the Certified Auditor of the Company on the progress of the audit as well as the issues that have risen.

The Certified Auditor of the Company, Mr. Dimitrios Spyrikis, informed the Audit Committee about the progress of 2019 fiscal year regular audit, as well as its audit report (Key Audit Matters) and the company's financial results for the same fiscal year.

Meeting of 11.05.2020: Audit Committee briefing and decision to recommend to the Board of Directors approval of the Annual Financial Statements 2019 (31-12-2019) and selection of a new Certified Auditor.

1. The Head of Accounting of the Company presents to the Audit Committee the draft annual financial statements for the financial year from 1-1-2019 to 31-12-2019.
2. Selection of new Certified Auditor. The Audit Committee, under the responsibility of its President Mr. Andreas Koutoupis, conducted a market investigation to find an audit firm, which will audit the Company's next year Financial Statements.

Meeting of 15.05.2020: Audit Committee briefing and presentation by the Company's Certified Auditor of the supplementary audit report of the annual financial statements for the financial year 2019 and update of the Audit Committee on internal audits of 2020 second quarter.

1. The meeting of the Audit Committee was also attended by the Certified Auditor of the company, Mr. Dimitrios Spyraakis, who presented the supplementary audit report for the annual financial statements of the financial year that ended on 31/12/2019, as well as presented the audit report of the financial year which ended on 31/12/2019.
2. Audit Committee briefing on internal audits of the second 2020 quarter. Mr. Georgios Karpouzas, Internal Auditor, presented to the members of the Audit Committee the "2019 Follow Up Report" and internal audit results of 2020 second quarter.

Meeting of 24.09.2020: Audit Committee briefing and decision to recommend to the Board of Directors the approval of the interim financial statements 2020 (30-06-2020).

The Head of Accounting of the Company presents to the Audit Committee the preliminary draft of the Interim Financial Statements for the first half of 2020.

Meeting of 28.09.2020: Audit Committee briefing by the Certified Auditor of the Company on the results of the audit of the interim financial statements of 30/6/2020 and update of the Audit Committee on internal audits within the third quarter of 2020.

1. The meeting of the Audit Committee was attended by the Certified Auditor of the Company, Mr. Dimitrios Spyraakis, who informed about the results of the half-yearly financial statements of 30/06/2020.
2. Mr. Georgios Karpouzas, Internal Auditor presented to the members of the Audit Committee the "Audit Report of the Financial Department" for the third quarter of 2020 along with the results of the Internal Audit.

Meeting of 13. 11.2020: Board of Directors Proposal and eligibility check about the appointment of a new Internal Audit Officer.

The Audit Committee unanimously decided and proposed to the Board of Directors the appointment of Mr. Zakinos Koen to the position of Internal Audit Officer in replacement of Mr. Georgios Karpouzas.

Meeting of 11. 12.2020: Audit Committee briefing on internal audits about 2020 fourth quarter.

Mr. Zakinos Koen, Internal Auditor presented to the members of the Audit Committee the "Audit Report of the Corporate Responsibility Department" within the fourth 2020 quarter along with the results of the Internal Audit.

It should be noted, as regards to the sustainable development policy, as this is provided for in Article 14 (3) (c) of the Law 4706/2020 about corporate governance, and in accordance with Article 92 (2) of the same Law, this provision shall enter into force 12 months after the publication of the law at the Government's official newspaper. That provision provides for the existence of such a policy, as part of the listed company's operating regulation, 'where necessary'. It is noted that to date, given its operations and size, the Company has not yet considered it appropriate to adopt such a distinct policy.

However, the Company places great emphasis, both in its activity and in its products, on environmental and sustainability issues.

26/4/2021

The Company's Audit Committee