

JOTUL FRANCE, S.A.S.

**STATUTORY AUDITOR REPORT
ON THE FINANCIAL STATEMENTS**

For the year ended 31 December 2016

JOTUL FRANCE, S.A.S.

STATUTORY AUDITOR REPORT ON THE FINANCIAL STATEMENTS

For the year ended 31 December 2016

To the Shareholders,

In compliance with the assignment entrusted to us by your annual general meeting, we hereby report to you, for the year ended 31 December 2016, on:

- the audit of the accompanying financial statements of JOTUL FRANCE Company;
- the justification of our assessments;
- the specific verification and information required by law.

These financial statements have been approved by the President of the company. Our role is to express an opinion on these financial statements based on our audit.

I. Opinion on the financial statements

We conducted our audit in accordance with professional standards applicable in France; those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit involves performing procedures, using sampling techniques or other methods of selection, to obtain audit evidence about the amounts and disclosures in the financial statements. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made, as well as the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

In our opinion, the financial statements give a true and fair view of the assets and liabilities and of the financial position of the Company as at 31 December 2016 and of the results of its operations for the year then ended in accordance with French accounting principles.

II. Justification of our assessments

In accordance with the requirements of article L. 823-9 of the French Commercial Code (code de commerce) relating to the justification of our assessments, we bring to your attention the following matter:

As part of our assessment of the significant estimates used to prepare the financial statements, we examined the relevance and correct application of the valuation and inventory impairment methods defined in the "Accounting rules and methods" note.

These assessments were made as part of our audit of the financial statements taken as a whole, and therefore contributed to the opinion we formed which is expressed in the first part of this report.

III. Specific verifications and information

We have also performed, in accordance with professional standards applicable in France, the specific verifications required by French law.

We have no matters to report as to the fair presentation and the consistency with the financial statements of the information given in the management report of the President and in the documents addressed to shareholders with respect to the financial position and the financial statements.

The statutory auditors:

Cap Office

Lyon, on 15 June 2017

Christophe Reymond