Verification Statements

KPMG CERTIFICATION OF EXPENDITURE

Independent Accountants' Report on Applying Agreed-Upon Procedures

To the Management of VinylPlus

We have performed the procedures agreed with you and enumerated below with respect to the costs of the supported charges for the different projects of VinylPlus, as included in the VinylPlus Progress Report for the period from January 1, 2013 to December 31, 2013 prepared by the management of VinylPlus.

SCOPE OF WORK

Our engagement was carried out in accordance with:

- International Standard on Related Services ('ISRS') 4400 *Engagements to perform Agreed-upon Procedures regarding Financial Information* as promulgated by the International Federation of Accountants ('IFAC');
- the *Code of Ethics for Professional Accountants* issued by the IFAC. Although ISRS 4400 provides that independence is not a requirement for agreed-upon procedures engagements, you have asked that we also comply with the independence requirements of the *Code of Ethics for Professional Accountants*.

We confirm that we belong to an internationally-recognised supervisory body for statutory auditing.

VinylPlus' management is responsible for the overview, analytical accounting and supporting documents. The scope of these agreed upon procedures has been determined solely by the management of VinylPlus. We are not responsible for the suitability and appropriateness of these procedures.

Because the procedures performed do not constitute either an audit or a review made in accordance with International Standards on Auditing or International Standards on Review Engagements, we do not express any assurance on the cost statement.

Had we performed additional procedures or had we performed an audit or review of the financial statements in accordance with International Standards on Auditing or International Standards on Review Engagements other matters might have come to our attention that would have been reported to you.

SOURCES OF INFORMATION

This report sets out information provided to us by the management of VinylPlus in response to specific questions or as obtained and extracted from VinylPlus information and accounting systems.

PROCEDURES AND FACTUAL FINDINGS

a. Obtain the breakdown of costs declared in the table presenting the supported charges for the different projects of VinylPlus, as included in the VinylPlus Progress Report related to the activities of the year 2013 and verify of the mathematical accuracy of this.

The total expenses amount to KEUR 6.285.

We found no exceptions as a result of applying this procedure.

b. Verify that these costs are recorded in the financial statements 2013 of VinylPlus AISBL.

We found no exceptions as a result of applying this procedure.

c. For projects EPFLOOR and ESWA, for all individual expenses greater than EUR 100, agree these expenses to the supporting document and verify that they were incurred between January 1, 2013 and December 31, 2013.

We found no exceptions as a result of applying this procedure.

d. For projects EPFLOOR and ESWA, for all individual expenses greater than EUR 100, verify that these expenses are recorded in the accounts of the contractor no later than December 31, 2013.

We found no exceptions as a result of applying this procedure.

e. For project Recovinyl, reconcile costs declared in the table presenting the supported charges for the different projects of VinylPlus with the income recognized in financial statements of Recovinyl AISBL.

We found no exceptions as a result of applying this procedure.

f. For project not covered by the above procedures, obtain confirmation of costs from legal entity managing or contributing to the project.

We found no exceptions as a result of applying this procedure, which represents 12,31% of total expenses.

Note that financial statements of VinylPlus AISBL, TEPPFA AISBL, Recovinyl AISBL and EuPC AISLB of which EPFLOOR is a sector group are certified by KPMG.

USE OF THIS REPORT

This report is intended solely for the information and use of the management of VinylPlus board, and is not intended to be and should not be used by anyone other than these specified parties.

KPMG Réviseurs d'Entreprises SCRL civile

Represented by

DOMINIC ROUSSELLE,

Réviseur d'Entreprises

Louvain-la-Neuve, 28 March 2014