



## German Corporate Governance Code (GCGC)

### Declaration by the Executive Board and the Supervisory Board of DEAG Deutsche Entertainment Aktiengesellschaft in accordance with § 161 AktG (German Stock Corporation Act) on the German Corporate Governance Code

The recommendations for conduct of the German Corporate Governance Code (GCGC) in the version amended on May 5, 2015 were and are complied with, except for the following deviations:

1. The D&O insurance for the Supervisory Board does not provide for a deductible, since this does not appear to be appropriate or necessary in view of the moderate amount of the Supervisory Board compensation for behavior control. (3.8 GCGC).
2. No Committees are set up by the Supervisory Board. For a Supervisory Board, which is only composed of four members, every factual question which requires a contribution of the Supervisory Board can be dealt with through the direct involvement of all Supervisory Board members. An increase in efficiency of the Supervisory Board activities is not to be expected through the setting up of Committees against this backdrop. (5.3.1 to 5.3.3 GCGC)
3. The consolidated financial statements are not made available publicly within 90 days, the interim reports not within 45 days of the end of the reporting period. The publication is made within the framework of the statutory periods and the periods under stock exchange law in each case. An earlier publication would involve a significantly higher personnel and organizational expenditure and hence considerable extra costs, also in view of several non-listed subsidiaries and investees outside Germany. (7.1.2 GCGC)

Berlin, December 13, 2016

For the Supervisory Board

Wolf-D. Gramatke

For the Executive Board

Professor Peter L.H. Schwenkow