



**Ewald Kirschner**  
Chairman of the  
Supervisory Board

## Report of the Supervisory Board

### > Frequency of meetings and key issues

The Supervisory Board held five meetings in 2016. In addition, the Presidium and Personnel Committee held three meetings, the Audit Committee four meetings and the Construction Committee two meetings. The Strategy Committee had one meeting.

In particular, the Supervisory Board and its committees addressed the economic development of the company, its risk management measures, the introduction of opportunity management, the functionality of the internal control system and the reports of the auditor. Regarding traffic development, a particular subject of discussion was the rising seasonality of business, the decline in passengers due to international crises and strategies with which to counter these trends. In this context, the acquisition of new airline customers, the cooperation with the main existing customers and the changes due to the restructuring at NIKI and airberlin were also discussed. Other issues included the terror attacks in Europe and their possible impact on security checks at airports, the greater equity investment in Malta Airport and its reporting in the consolidated balance sheet, the takeover bid by Airports Group Europe S.a.r.l. and the issue of a statement on the advantages and disadvantages of the bid for shareholders. Furthermore, the terminal extension project and the modernisation of the terminal infrastructure, the development of Airport City and other quality campaign measures were reported on in detail. In addition, there were ongoing reports on the current situation of key airline customers, ongoing construction projects, material legal disputes, Internal Audit activities, the development of equity investments outside Austria, increasing productivity and the reduction of debt. The Management Board provided the Supervisory Board with regular information on the development of business and the position of the individual Group companies. Therefore, the Supervisory Board was able to monitor the performance of the company on a continuous basis and support the Management Board on decisions of fundamental importance.

Priorities in 2017 will be the further improvement of quality, with investment in the modernisation and expansion of the terminal infrastructure on the one hand and the further improvement of existing customer services and the development of new services on the other. Efforts will also continue to increase the number of airlines and destinations offered in order to strengthen Vienna's hub function and drive growth. From an economic perspective, opportunities to reduce costs and improve earnings shall be exploited, as well the reduction of debt and further improve productivity will be focused on.

› **Audit of the annual and consolidated financial statements**

The Audit Committee reviewed the following documents at its meetings in the presence and with the support of the auditor: the annual financial statements and consolidated financial statements, the company and Group management reports and the corporate governance report of Flughafen Wien AG for the 2016 financial year. The effectiveness of the internal control and risk management system was also discussed at these meetings. This analysis was based in part on the management letter and the auditor's report on the risk management system. The Audit Committee then informed the Supervisory Board of the results of its work, which formed the basis for the evaluation of the annual and consolidated financial statements by the Supervisory Board.

› **Adoption of the annual financial statements**

The Supervisory Board approved the annual financial statements and the management report of Flughafen Wien AG for the 2016 financial year in the presence of the auditor. The annual financial statements of Flughafen Wien AG for the 2016 financial year were thus adopted.

› **Recommendation for the distribution of profit**

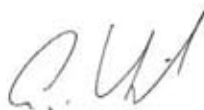
The Supervisory Board agrees with the recommendation of the Management Board to distribute a dividend of € 0.625 per share, for a total of € 52,500,000.00, from the distributable net profit of € 52,503,808.34 for the 2016 financial year, and to carry forward the remaining € 3,808.34.

› **Acknowledgement**

The Supervisory Board would like to express its thanks to the employees, key managers and the members of the Management Board for their commitment and performance in the 2016 financial year.

Schwechat, March 2017

**Chairman of the Supervisory Board**



**Ewald Kirschner**