

H.E Ban Ki-moon Secretary-General United Nations New York, NY 10017

Dear Mr. Secretary-General,

I am pleased to recap once more, for the fourth consecutive year that PADICO HOLDING continues to support and adhere to the ten principles of the UN Global Compact with respect to human rights, labor, environment and anticorruption. Although these principles are already embedded within the value system of our founders and our corporate culture, we have further integrated them into our operations and business practices.

PADICO HOLDING continues to promote these principles within our expanded community and sphere of influence. It is essential for us that these values be adopted by other companies in Palestine especially with the current precarious situation. PADICO HOLDING took a leading role in implementing these principals and it continues to encourage others in the community to partake in this compact and create a UNGC Chapter in Palestine.

PADICO HOLDING makes a clear statement of this commitment to the stakeholders and the general public in all our publications and communications channels. Therefore we would like to submit the Communication on Progress (COP) for the period between September 2013 and September 2014. The report provides an update on our company's efforts to implement the ten principles, and presents new milestone achievements in response to the needs of our community and our various stakeholders.

Sincerely yours,

Samir O. Hulileh

Chief Executive Officer