

**Resolutions of extraordinary Shareholders meeting of
Joint-stock company
«Riga electric machine building works»
(Registration Nr.40003042006, Riga, 31 Ganību dambis, LV-1005)
14.12.2012.**

The agenda:

1. The reorganisation of the subsidiary company.
2. The increase of fixed capital of the JSC "Latvo".

(1) The reorganisation of the subsidiary company.

The made decision:

on the reorganization of SIA „LatTransKomplekt” (registration number: 40103287324, legal address: Rīga, Ganību dambis 31-318/319, Rīga, LV-1005, Latvia), which is to be performed by merging SIA „LatTransKomplekt” into Akciju sabiedrība „Rīgas elektromašīnbūves rūpnīca”.

(2) The increase of fixed capital of the JSC "Latvo".

The made decision:

Accounting to the accounting data, the debt of JSC "Latvo" Ltd owed to JSC "Riga electric machine building works" amounts to 3865000,00 LVL. Taking into consideration that JSC "Latvo" Ltd has no opportunity to settle accounts and pay off the debt, JSC "Latvo" Ltd capitalizes credit liabilities owed to JSC "Riga electric machine building works" by means of increase of its fixed capital. The amount was evaluated by the certified appraiser of "Biznesa Konsultantu Grupa" Ltd, and JSC "Latvo" Ltd launched actions of new issue, 3865000 issues in total, at the amount of 3865000,00 LVL hereupon.

It is proposed that JSC "Riga electric machine building works" subscribes for the shares of new issue as 3865000 in total at the amount of 3865000,00 LVL, fulfilling capitalization of liabilities to the fixed capital of JSC "Latvo" Ltd in that way.