

Minutes No.1/14
of the extraordinary meeting of
JSC “VEF RADIOTEHNIKA RRR”

3 Kurzemes prospekts, Riga
July 18, 2014, 4 pm.

Based on the decision of the Board of JSC “VEF Radiotehnika RRR” about holding the meeting of shareholders which has been published in newspaper “Diena” on June 16 in writing let known to shareholders registered in the shareholders’ register E.Malejevs, I.Spruga, J.Malejeva, J.Malejevs, V.Mihailovins the meeting is declared open

Member of the Board – E.Ertmanis opens the meeting.

Member of the Board – E.Ertmanis informs that according to the registration data at the meeting are present shareholders or their authorized persons of 1796629 shares with a right of voting and it is 70.48% of paid statute capital. Registration of shareholders has been done in accordance with list approved by Central Latvian Depository and listings of closed share emissions. Registration documents with signatures of representatives of shareholders and their authorized persons have been attached to the copy of minutes kept in the JSC. Paid statute capital of JSC is LVL 2 549 084.

The meeting is legitimate and can start discussing the subjects included in the agenda.

Member of the Board – E.Ertmanis announces the list of shareholders present at the meeting: E.Malejevs, authorized representative of I.Spruga E.Malejevs, authorized representative of J.Malejeva J.Malejevs, G.Hotejevs. J.Malejevs, M.Paegle; Members of the Council: J.Malejevs, Members of the Board: Chairman of the Board - E.Malejevs, Member of the Board – E.Ertmanis Chairman of the Revision Committee - L.Rjabaja.

With 100% of the votes of shareholders present the decision has been taken:

- to elect **Genādijs Hotejevs** as the vote counter.

With 100% of the votes of shareholders present the decision has been taken:

- to elect **Ēriks Ertmanis** as the speaker of the meeting.

With 100% of the votes of shareholders present the decision has been taken:

- to **Jurijs Malejevs** as the secretary of the meeting.

With 100% of the votes of shareholders present the decision has been taken:

- to elect shareholders **Eduards Malejevs** and **Genādijs Hotejevs** as authorized signatures of the minutes of the meeting.

Chairman of the meeting announces the agenda of the meeting:

1. Report of the Board of JSC „VEF Radiotehnika RRR” on the results of activities in year 2013.
2. Report of the Council of JSC „VEF Radiotehnika RRR” on the results of activities in year 2013.
3. Report of the Revision committee of JSC „VEF Radiotehnika RRR” on the results of activities in year 2013.
4. Report of the sworn auditor of JSC „VEF Radiotehnika RRR”.
5. Confirmation of the report of JSC „VEF Radiotehnika RRR” on the results of activities in year 2013.
6. Distribution of profit of JSC „VEF Radiotehnika RRR” in year 2013.
7. Approval of the budget of JSC „VEF Radiotehnika RRR” and the plan of activities in year 2014.
8. Approval of the sworn auditor of JSC „VEF Radiotehnika RRR”.

1. Report of the Board on the results of 2013

With 100% of the votes of shareholders present the decision has been taken:

Accept the report of the Board on the results of 2013

2. Council report on the results of 2013

With 100% of the votes of shareholders present the decision has been taken:

Accept Council report on the results of 2013

3. Revision committee report on the 2013 results

With 100% of the votes of shareholders present the decision has been taken:

To take into consideration report of revision committee on the 2013 results of operations.

4. Report of the sworn auditor.

With 100% of the votes of shareholders present the decision has been taken:

To take into consideration the report of the sworn auditor.

5. Acceptance of the balance of 2013

With 100% of the votes of shareholders present the decision has been taken:

Accept the balance of 2013 with the total amount 5793655 Ls.

6. Sharing of profit of 2013

With 100% of the votes of shareholders present the decision has been taken:

Year 2013 losses of 408161 LVL is expected to cover with future taxable profits received from the production and the income from non-profile assets sales.

7. Acceptance of JSC budget and plan of activities for 2014.

With 100% of the votes of shareholders present the decision has been taken:

To accept the JSC budget and plan of activities for 2014.

1 Income	1000000
1.1. Income from selling produced goods	300000
1.2. Income from rent and public services	700000
2. Industrial expenses	982500
2.1. Depreciation	325000
2.2. Solary wix tax	17500
2.3. Public services	390000
2.3. Industrial materials and services	250000
3. Gross profit	17500
4. Selling costs	9500
5. Indirect costs	125000
6. Profit from other commercial activity	300000
7. Interest payment	84000
8. Profit before property interest	99000
9. Immovable property interest	72370
10. Profit after interest	26630

8. Election of sworn auditor

With 100% of the votes of shareholders present the decision has been taken:

To elect as JSC sworn auditor for 2014 sworn auditor **SIA Potapoviča un Andersone (licence Nr.99)** .

Due to the fact that the council members withdrew their applications before the meeting there is no reason to consider the matter.

Consequently, the current shareholders ordinary meeting agenda issues are considered and the host of the online meeting is invited to make comments or suggestions about the meeting. 2014 July 18 at 18.00 the meeting will be notified closed.

Speaker of the meeting: Ē.Ertmanis (signature)

Secretary J.Maļejevs (signature)

Meeting minutes correctly declare:

E. Maļejevs(signature)

G.Hotejevs(signature)

“Minutes are adequate”

Chairman of the Board

JSC “VEF Radiotehnika RRR”

E.Ertmanis

Riga, July 18, 2014