

Daugavpils, 15 February 2017

Decisions of the extraordinary shareholders' meeting

Today, on the 15 February 2017 the extraordinary meeting of the shareholders of JSC Ditton pievadķēžu rūpnīca took place with the agenda as follows:

1. On participation of the company in action of the Latgale special economic zone;
2. Election (re-election) of the Council of the Company.

The following decisions were made:

On the first issue of the agenda

On participation of the company in action of the Latgale special economic zone

Resolution:

Having reviewed the notice of the Management Board, Law on Latgale special economic zone, Guide on award of status of the capital company of Latgale special economic zone, the extraordinary meeting of shareholders has decided:

1.1. To accept the proposal of the Management Board on participation of the Company in action of Latgale special economic zone.

1.2. To assign the Management Board to execute all the necessary procedures to obtain the status of the capital company of Latgale special economic zone.

1.3. In case the proposal of the Company will be accepted and the status of the capital company of Latgale special economic zone will be granted:

1.3.1. To approve a change of the Company name to Joint Stock Company of Latgale special economic zone Ditton pievadķēžu rūpnīca.

1.3.2. To approve the corresponding change of the Company name in the Articles of the Association of the Company (Section 1, "Enterprise name", Point 1.1 "Firm name of the enterprise: Joint Stock Company of Latgale special economic zone Ditton pievadķēžu rūpnīca).

1.3.3. To entitle the Management Board and the Council to proceed all the necessary amendments of the name of the Company in the Articles of Association of the Company and registration documents, as well as in the relevant management documents, executing by legal provisions required procedures and duties in the Enterprise Register of the Republic of Latvia, as well as in the State Revenue Office of the Republic of Latvia, as well as in other institutions of state and municipality power and administration institutions, incl. registration and statistics system.

1.3.4. To execute all the necessary procedures and formalities in the state and municipality authorities mentioned above after termination of the awarded to the Company status of the capital company of Latgale special economic zone, incl. amendments in the Articles of Association of the Company and registration documents, and in the corresponding management documents.

1.4. To entitle the Management Board to sign all the necessary agreements/contracts, which regulate the participation of the company in action of Latgale special economic zone, as well as to terminate this participation, if such participation won't be effective for the interests of the Company.

1.5. To issue a special notification according to the Regulation (EU) No.596/2014 on the European Parliament and of the Council and Financial instruments Market Law of the Republic of Latvia on granting the status of the capital company of Latgale special economic zone and on conclusion of the agreement/contract on participation of the Company in action of Latgale special economic zone.

On the second issue of the agenda

Election (re-election) of the Council of the Company.

Resolution:

On the basis of the Article 296, 297 and 300 of the Commercial Law of the Republic of Latvia, point 6.2.11. and 6.3. of the Association Articles of the Company, Resolution of the ordinary meeting of shareholders from 28.05.2012. (Protocol No.1) the extraordinary meeting of shareholders has decided.

2.1. To accept a resignation of the Council of the Company in view of expiry of term of powers.

2.2. Subject to the written acceptance submitted to the Company to hold the position of member of the Council of the Company and to perform duties provided by the Commercial Law of the Republic of Latvia, Financial instruments Market Law of the Republic of Latvia and Articles of association of the Company, as well as subject to the announcement on non-existence of encumbrances to hold these positions, to elect the Council of the Company for the period of 5 years according to the Article 296 of the Commercial Law of the Republic of Latvia and of the Statute of the Company in the following composition:

_____, _____, _____,
_____, _____.

2.3. To state that the newly elected Council has to elect from its composition the Chairman of the Council and Deputy Chairman of the Council until 22.02.2017.

2.4. To define the remuneration to the members of the Council according to the remuneration policy of the Council and Management Board members.

2.5. To assign the Management Board of the Company to submit the application to the Commercial Register of the Register of Enterprises of the Republic of Latvia for registration of changes of the Council composition and its term of powers.

2.6. The Resolution on expiry of the term of powers of the previous Council and on start of the term of powers of the re-elected and/or elected Council is valid from the date of this Resolution of the shareholders' meeting.

Chairman of the Management Board

R. Zarāns