

*Translation from Latvian*

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***Joint Stock Company ‘Siguldas  
ciltslietu un mākslīgās  
apsēklošanas stacija’***

**ARTICLES OF ASSOCIATION  
(NEW EDITION)**

The Articles of Association of new edition approved  
at the annual shareholders’ meeting  
on 24 April 2015  
Minutes No. 28

**Sigulda municipality, Sigulda parish  
2015**

## **1. The Firm.**

The firm of the company is joint stock company **‘SIGULDAS CILTSLIETU UN MĀKSLĪGĀS APSĒKĻOŠANAS STACIJA’**.

## **2. General Provisions.**

The Company was founded in a result of privatisation of the state joint stock company ‘Siguldas ciltslietu un mākslīgās apsēkļošanas stacija’ in compliance with the privatisation regulation of the state joint stock company ‘Siguldas ciltslietu un mākslīgās apsēkļošanas stacija’ confirmed on 24.04.1997 with resolution No.64/950 of the board of the non-profit organisation state joint company ‘Privatizācijas aģentūra’ by selling company’s shares by management privatisation method and sales method.

Under the privatisation regulations the Company is a legal successor of the rights and liabilities of the state joint stock company ‘Siguldas ciltslietu un mākslīgās apsēkļošanas stacija’.

The privatisation of the state joint stock company ‘Siguldas ciltslietu un mākslīgās apsēkļošanas stacija’ has been completed in compliance with resolution of the board of the Privatisation Agency No. 132/1151 ‘On completion of the privatisation of the state joint stock company ‘Siguldas ciltslietu un mākslīgās apsēkļošanas stacija’ (‘Kanabeites’, Sigulda parish, Riga district)’ dated 26 June 2003.

## **3. Types of commercial activities.**

The Company carries out following types of commercial activities:

- 1) Animal production (01.4),
- 2) Raising of dairy cattle (04.41) (production and sale of high-quality sire bio-product (sperm)),
- 3) Wholesale on a fee or contract basis (46.1),
- 4) Support activities for animal production (01.62), (providing of animal breeding work, carrying out pedigree-work, organizing of artificial insemination work),
- 5) Technical testing and analysis (71.2),
- 6) Data processing, hosting and related activities (63.11),
- 7) Web portal operation (63.12),
- 8) Veterinary services (75), (artificial insemination of animals),
- 9) Wholesale of agricultural raw materials and live animals (46.2),
- 10) Wholesale of live animals (46.23),
- 11) Agency in the sale of agricultural raw materials, live animals, textile raw materials and semi-finished goods (46.11),
- 12) Retail sale of other goods in specialized stores (47.7),
- 13) Freight transport by road (49.4),
- 14) Cargo handling (52.24),
- 15) Warehousing and storage (52.10),

- 16) Renting and operating of own or leased real estate (68.20),
- 17) Research and experimental development on natural sciences and engineering (72.1),
- 18) Research and experimental development on biotechnology (72.11),
- 19) Other research and experimental development on natural sciences and engineering (72.19),
- 20) Business and management consultancy (70.22),
- 21) Other business support service activities n.e.c. (82.99),
- 22) Other professional, scientific and technical services n.e.c. (74.90),
- 23) Other education n.e.c. (85.59),
- 24) Other business areas necessary for realization of the Company's goals.

#### **4. Share capital and categories of shares.**

The share capital of the Company is 591 416.00 EUR. The share capital of the Company consists of 422 440 shares. The nominal value of one share is 1.40 EUR.

421 440 shares are bearer shares that give equal rights to receive a dividend, liquidation quota and voting rights in a shareholders' meeting. 1 000 shares are personnel registered shares that may be obtained only by the members of the Management Board, and they provide equal rights limited to receiving of dividends and liquidation quotas.

All shares are dematerialized.

#### **5. The organizational structure of the Company.**

The Company is being governed by the shareholders' meeting, the Supervisory Board and the Management Board.

#### **6. The Supervisory Board**

The Supervisory Board is a supervisory institution of the Company which represents the interests of the shareholders in-between the meetings and supervises the actions of the Management Board within the limits of the mandate laid out in the Articles of Association. The Supervisory Board consists of five members of the Supervisory Board who from among themselves elect a Chairman of the Supervisory Board and his deputy.

For decision making on significant issues the Management Board needs the Supervisory Board's consent. By significant issues are to be understood:

- 1) obtaining partnership in other companies, expanding or diminution of it;
- 2) obtaining or dispossessing of an enterprise;
- 3) obtaining, dispossessing or encumbering of real estate with rights in things;
- 4) opening or closing of affiliates or representative offices;
- 5) conclusion of deals which exceed 70 000 EUR or the amounts specified in the Supervisory Board's resolutions;
- 6) providing of loans which are not related to the Company's usual business activities;
- 7) providing of credits to the employees of the Company;

- 8) undertaking of new types of activities and termination of the exiting types of activities;
- 9) defining of general principles of conduct.

## **7. The Management Board**

The Management Board is an executive body of the Company which manages and represents the Company.

The Management Board consists of three members of the Management Board. The members of the Management Board manage the Company no other way but jointly. The Chairman of the Management Board represents the Company respectively, but other members of the Management Board represent the Company no other way but jointly with each other.

The members of the Management Board are obliged to obtain 1 000 personnel registered shares within a period of one month from the day of the election, which are to be submitted for storing to the Management Board of the Company. These shares are to be bought back from the members of the Management Board after they have given up the office and have been released from responsibilities. If the member of the Management Board fails to submit the number of shares as prescribed for him it is to be assumed that he refuses the office of the member of the Management Board.

Chairman of the Management  
Board of JSC 'Siguldas  
ciltslietu un mākslīgās  
apsēklošanas stacija',  
Chairman of the annual  
shareholders' meeting on 24  
April 2015

Nils Ivars Feodorovs

18 May 2015  
Sigulda

Member of the Management  
Board of JSC 'Siguldas  
ciltslietu un mākslīgās  
apsēklošanas stacija'

Valda Mālniece

18 May 2015  
Sigulda

Member of the Management  
Board of JSC 'Siguldas  
ciltslietu un mākslīgās  
apsēklošanas stacija'

Sarmīte Arcimoviča

18 May 2015  
Sigulda

Minutes taker of the annual  
shareholders' meeting of JSC  
'Siguldas ciltslietu un mākslīgās  
apsēklošanas stacija' on 24  
April 2015

Inita Bedrīte

18 May 2015  
Sigulda

Verifier of the minutes of the  
annual shareholders' meeting of  
JSC 'Siguldas ciltslietu un  
mākslīgās apsēklošanas stacija'  
on 24 April 2015

Solvita Arcimoviča

18 May 2015  
Sigulda

Verifier of the minutes of the  
annual shareholders' meeting of  
JSC 'Siguldas ciltslietu un  
mākslīgās apsēklošanas stacija'  
on 24 April 2015

Jekaterina Kreise

18 May 2015  
Sigulda