

SIGNET ASSET MANAGEMENT LATVIA IPS

Antonijas iela 3-1, Rīga, LV-1010, Latvia

Open-end investment fund
“Signet Baltic Bond Fund”
MANAGEMENT REGULATIONS

Registered: in Latvia, with the Bank of Latvia
Date of registration: 16 April 2025
Registration number: FL334

Amendments to the Regulations:
Approved on 13.01.2026, effective as of 22.02.2026.

Custodian Bank: Signet Bank AS
Auditor: SIA “BDO ASSURANCE”

The Prospectus of the Fund, the Fund Management Regulations, the Key information intended for Investors of the Fund, the annual and semi-annual reports of the Fund, the current remuneration policy of the Company, as well as information on the value of the Fund and on the sale and redemption price of Investment Certificates may be received free of charge on the premises of Signet Asset Management Latvia IPS at the address:

Antonijas iela 3-1, Rīga,
LV-1010, Latvia
on Business Days from 9.00 to 17.30,
or on the website www.signetbank.com

Distributor of the Investment Certificates:

Signet Bank AS
Antonijas iela 3, Rīga,
LV-1010, Latvia

These Regulations may also be distributed in other languages, but the text in the Latvian language shall have superior legal force.

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1. General information

Before making investments in the Fund, in order for the Investor to be able to take an informed decision on the investment offered in the Fund and on the potential risk related to such investment, the Investor must familiarise themselves with the information included in the Regulations, in the Prospectus and in the legal acts of the RL which apply to the Fund, the Company and the Custodian Bank.

1.1. Information on the Fund

Name of the Fund: Open-end investment fund "Signet Baltic Bond Fund"

1.2. Information on the Company managing the Fund

Business name / Name: Signet Asset Management Latvia IPS

Legal address: Antonijas iela 3-1, Riga, LV-1010

Telephone: +371 67 081 031

E-mail: info@signetam.com

Date of registration: 30.12.2010.

Unified registration number: 40103362872

Licence: No. 06.03.07.439/317 for the provision of investment management services.

1.3. Information on the Custodian Bank

Business name / Name: Signet Bank AS

Legal address: Antonijas iela 3, Riga, LV-1010

Telephone: +371 67 080 000

E-mail: info@signetbank.com

Date of registration: 06.12.1991.

Unified registration number: 40003043232

Licence: No. 06.01.05.010/546 for the operation of a credit institution.

2. TERMS AND ABBREVIATIONS

The terms used in the Regulations correspond to the terms used in the Prospectus of the Fund, unless otherwise laid down in the Regulations.

3. LEGAL STATUS OF THE FUND

In accordance with the Law on Investment Management Companies of the RL, the Fund is an investment fund and operates in accordance with Directive 2009/65/EC, as well as with other binding legal acts of the EU.

The founder of the Fund is the investment management company "Signet Asset Management Latvia," licensed by LB.

The Fund is an aggregation of assets constituted by the capital raised in exchange for Investment Certificates and by the FI acquired as a result of the use of the property, or capital, of the Fund.

An open-end investment fund is a fund whose manager has the obligation, if the Investors of the Fund so request, to carry out the redemption of the investment certificates. The Fund is not a legal person.

4. MANAGEMENT OF THE FUND

4.1. General principles and procedure of management

The Company, in its own name, for the account of the Investors and solely in the interests of the Investors, deals with the property of the Fund and with the rights arising therefrom in accordance with the Law on Investment Management Companies of the RL, other legal acts of the RL, its own articles of association, the Prospectus and the Regulations.

In carrying out the activities related to the management of the Fund, including in exercising the voting rights of the financial instruments belonging to the property of the Fund, the Company does not require the consent of the Investors.

The Company is not entitled to invest its own funds in another IPS, nor to acquire the Investment Certificates of a fund managed by the Company.

The Company is liable for the losses incurred by the Investors through the fault of the officials authorised in the Company, by infringing the legal acts of the RL, the provisions of the Prospectus or of the Regulations, as a result of the abuse of the trust obtained and of the negligent performance of their duties, in the event that the fact of the infringement and of the losses has been recognised by the relevant court.

The Company is responsible for keeping the accounting records of the Fund and for the preparation of the annual and semi-annual reports. The Company is entitled to delegate the keeping of the accounting records of the Fund to an authorised person, for whose activities the Company is responsible.

The Company keeps the accounting records of the Fund separately from the records of the property of the Company and of the other investment funds managed by the Company.

4.2. Procedure for taking investment decisions

Decisions on dealing with the property of the Fund are taken by the Fund Managers, who manage the Fund in the procedure laid down by the Regulations, the Prospectus, the Law and other relevant legal acts of the RL.

The Fund Managers are responsible for the observance of the investment policy and the investment strategy of the Fund.

Matters concerning the strategic structure of the investments of the Fund and the allocation of funds between different geographical regions, sectors and currencies are examined by the Fund Managers, and decisions are taken as necessary on the principle of unanimity. If unanimity is not reached, the disputed activities are not carried out.

In the selection of Investment objects, the Fund Managers observe the previously determined strategic structure of the investments. Any Fund Manager is entitled to give orders to the Custodian Bank on transactions with the property of the Fund individually.

The Management Board and the Supervisory Board of the Company are entitled to request a detailed explanation from the Fund Managers on the decisions taken in respect of the property of the Fund.

4.3. Procedure for dealing with the property of the Fund

The property of the Fund must be recorded and managed separately from the property of the Company, of the other funds under its management, as well as of the Custodian Bank. The property of the Fund may not be included in the property of the Company or of the Custodian Bank as a debtor if the Company or the Custodian Bank is declared insolvent or is being liquidated.

In order to carry out transactions with the property of the Fund, an order of the Fund Manager to the Custodian Bank is required, submitted in accordance with the Custodian Bank agreement and observing the procedure for the submission of orders agreed with the Custodian Bank. If the order is in conflict with the Law, the regulations of LB, the Prospectus, the Regulations or the Custodian Bank agreement, or if the execution thereof is not possible, the Custodian Bank does not execute the order.

5. INVESTMENT RESTRICTIONS

5.1. General investment restrictions

The Fund may not invest funds in precious metals.

The Company may not take out loans for the account of the Fund.

The investments of the Fund in the transferable debt securities or Money Market Instruments of one issuer, except for the investments referred to in Sub-clauses 3.2.3 and 3.2.4 of the Prospectus, may not exceed 5% of the assets of the Fund. This restriction may be increased up to 10% of the assets of the Fund, but in such case the total value of the investments exceeding 5% may not exceed 40% of the assets of the Fund.

If, in the cases referred to in Sub-clause 3.2.4 of the Prospectus, the value of the investments of the Fund in the debt securities of one issuer exceeds 5% of the assets of the Fund, the total value of the investments of the Fund which exceeds 5% may not exceed 80% of the assets of the Fund.

The deposits of the Fund with one credit institution may not exceed 20% of the assets of the Fund. The said restriction does not apply to claims on demand against the Custodian Bank.

The investments of the Fund in the investment certificates (shares) of one bond investment fund or of an equivalent collective investment undertaking may not exceed 10% of the assets of the Fund.

Notwithstanding the investment restrictions laid down separately in Sub-clauses 3.2.2 and 3.2.6 of the Prospectus, the total investments of the Fund in transferable debt securities and Money Market Instruments and the deposits of the Fund whose issuer or guarantor, deposit taker or counterparty is one and the same person may not exceed 20% of the assets of the Fund. In applying the investment restrictions laid down in this Sub-clause, commercial companies belonging to one group are regarded as one person.

The investment restrictions laid down separately in Sub-clauses 3.2.2 to 3.2.6 of the Prospectus may not be combined, and thus the total investments of the Fund in transferable debt securities and Money Market Instruments, the deposits of the Fund and the transactions in derivative financial instruments whose issuer or guarantor, deposit taker or counterparty is one and the same person may not exceed 35% of the assets of the Fund.

Notwithstanding the restrictions laid down in Sub-clauses 3.1.1 and 3.1.2 of the Prospectus on the investments of the Fund in transferable securities and Money Market Instruments, up to 10% of the assets of the Fund may be invested in transferable securities and Money Market Instruments which do not comply with the requirements laid down in Sub-clauses 3.1.1 and 3.1.2 of the Prospectus.

5.2. Investment restrictions in relation to one issuer

The investments of the Fund in individual Investment objects may not exceed the following indicators:

- 10% of the total volume of the debt securities issued by one issuer;
- 25% of the value of one fund or collective investment undertaking;
- 10% of the total value of the Money Market Instruments issued by one issuer.

Neither the investments of the funds of all the funds under the management of the Company together, nor the investments of each fund separately may, directly or indirectly, exceed 10% of any of the following indicators:

- the share capital of one issuer;
- the total volume of the voting rights of one issuer.

6. PROCEDURE FOR SERVICING THE INVESTORS OF THE FUND

6.1. Availability of the Prospectus and of the Key information intended for the Investors of the Fund

The Prospectus, as well as the subsequent amendments thereto, come into force on the day when they are registered with LB.

If amendments are made to the Prospectus, the Company, after the coming into force thereof, immediately ensures that the full text of the Prospectus, with an indication of the amendments made and of the dates of the coming into force thereof, is available to the Investors.

The Company updates the Key information intended for the Investors of the Fund at least once a year.

The Regulations, the Prospectus and the Key information intended for the Investors of the Fund may be examined and received free of charge at the office of the Company or of the Investment Certificate Distributor – Signet Bank AS, the addresses of which are indicated both in the Regulations and in the Prospectus, on Business Days from 9.00 to 17.30, or on its website on the internet <https://signetbank.com>. Likewise, the Investor of the Fund is entitled to receive the reports of the Fund upon request in accordance with the provisions of Chapter 18 of the Prospectus.

6.2. Procedure for providing information on the distribution of the income of the Fund

Investors may examine information on changes in the distribution of the income obtained from transactions with the property of the Fund which affect the operation of the Fund, as well as information on other events related to the property of the Fund, on the website of the Distributor on the internet <https://signetbank.com>.

The Company is entitled to make changes to the procedure for the distribution of the income obtained from the property of the Fund only after the registration of the relevant amendments to the Prospectus with LB.

6.3. Issue of Investment Certificates

The Company carries out the issue of Investment Certificates in the procedure laid down by the Law, the regulations of LB and the Regulations.

The Investment Certificates are issued in dematerialised form. The initial issue price of the issue is EUR 100.00.

The volume and the term of the issue of the Investment Certificates of the Fund are unlimited. The Company commences the issue of the Investment Certificates of the Fund after the registration of the Fund with LB.

The Investment Certificates of the Fund are regarded as securities in public circulation also if they have not been admitted to a Regulated Market.

6.4. Procedure for the acceptance and registration of Orders for the acquisition of Investment Certificates

An application for the acquisition of the Investment Certificates of the Fund may be made by submitting an Order for the acquisition of the Investment Certificates of the Fund to the Distributor or to the Account Holder with whom the Investor has an FI account opened.

An Order may be submitted in person at the office of the Distributor on any Business Day during the working hours of the office or by using the means of communication accepted by the Distributor, for example, internet banking. At the moment of the approval of the Prospectus, the Distributor of the Investment Certificates of the Fund is Signet Bank AS, Antonijas iela 3, Riga, LV-1010, Republic of Latvia, telephone number +371 67 080 000.

In order to apply for Investment Certificates through the intermediation of an Account Holder, the Investor must have an FI account opened with such Account Holders that are members of Nasdaq CSD or that, by using interbank or central depository correspondent relations, are able to ensure the holding of the Investment Certificates of the Fund in Nasdaq CSD.

The Investor of the Fund must indicate the following data in the Order:

- 1) their identification data (name of the undertaking and registration number, or given name, surname and personal identity number / if there is none, then the date of birth);
- 2) the number of the FI account;
- 3) the identification data of the Fund (name and ISIN code);
- 4) the sum of money in the currency corresponding to the Base Currency of the Investment Fund for which the Investment Certificates are to be acquired.

By submitting an Order, the Investor confirms that they have familiarised themselves with the information provided in the Prospectus and in the Regulations, agrees to the conditions thereof and recognises these documents as binding upon themselves.

If the Investor submits an Order for the acquisition of Investment Certificates through the intermediation of an Account Holder, this Account Holder must ensure and is responsible for the identification of the Investor, including for the assessment of the legal capacity and capacity to act of the representative, for the examination of the source of origin of the funds to be invested in accordance with its own procedures; likewise, the Account Holder is responsible for determining the suitability and/or appropriateness for the potential Investor of the Fund in accordance with the requirements of the legal acts of the state of residence of the Investor, of the RL or of the relevant foreign state in which the Investment Certificates are sold. The Account Holder transmits the Orders to the Distributor.

When accepting an Order for the acquisition of Investment Certificates from an Account Holder that is a licensed financial institution, the Distributor requests and receives from the Account Holder a confirmation of the performance of the due diligence of Investors in accordance with the applicable regulatory enactments and of the readiness to submit, at the request of the Distributor, information on the results of the due diligence of the Investor performed, and, where necessary, requests and receives the said information from the Account Holder.

The Distributor transmits all the Orders received to the Company, which accepts the Orders for the acquisition of Investment Certificates, recording the time and date of receipt.

The Company requests and receives from the Distributor a confirmation of the performance of the due diligence of Investors in accordance with the applicable regulatory enactments and information on the results of the due diligence of the Investor performed (this also applies to those Investors who have submitted an Order through the intermediation of an Account Holder).

The Company has the obligation to execute only those Orders in which all the required information listed in this Clause is correctly indicated, and if a confirmation of the performance of the due diligence of Investors in accordance with the applicable regulatory enactments has been received from the Distributor. The Investor is responsible for the truthfulness and completeness of the information provided. The Company or the Distributor is not liable for the losses of the Investor if they have arisen as a result of the malicious use of the name and account number of the Investor by unauthorised persons.

The Investment Certificates are issued only in exchange for the payment of the full value thereof in cash.

The Investment Certificates are recorded in the FI account of the owner of the Investment Certificates of the Fund.

6.5. Confirmation of the title to Investment Certificates

The confirmation of the title to the Investment Certificates is a statement from the FI account of the Investor of the Fund. The statement is issued by the Account Holder of the Investment Certificates with whom the FI of the Investor are held. The mutual relations between the Investor and the Account Holder of the Investment Certificates belonging to them are governed in accordance with the provisions of the agreement on the servicing of a financial instrument account and the performance of transactions in financial instruments, which is concluded between the Investor and the Account Holder of the Investment Certificates. The purpose of the FI records kept by the account holder of the Investment Certificates is to ensure proof of the title of the owners of the FI and to ensure the recording of the FI held by the Investors.

6.6. Procedure for the acceptance and registration of Orders for the redemption of Investment Certificates

The Investor is entitled to request that the Company redeem their Investment Certificates. The Investment Certificates are redeemed in the order of submission of the redemption Orders, after the receipt and registration thereof.

An Order for the redemption of Investment Certificates may be submitted to the Distributor or to the Account Holder with whom the Investor has an FI account opened in which the Investment Certificates are held.

An Order for redemption is irrevocable. In an Order for redemption the Investor must indicate the following data:

- 1) their identification data (name of the undertaking and registration number, or given name, surname and personal identity number / if there is none, then the date of birth);
- 2) the number of the FI account;
- 3) the identification data of the Fund (name and ISIN code);
- 4) the number of Investment Certificates intended for redemption.

Information on the redemption prices of the Investment Certificates of the Fund is available in the places and in the procedure indicated in Sub-clause 12.2 of the Prospectus.

An Order for redemption may be submitted in person at the Distributor's office on any Business Day during the working hours of the office or by using the means of communication accepted by the Distributor, for example, internet banking.

If the Investor submits an Order for the redemption of Investment Certificates through the intermediation of an Account Holder that is not a Distributor within the meaning of the Prospectus, the Account Holder transmits the Order to the Distributor.

The Distributor transmits all the Orders received to the Company, which accepts the Orders for redemption, recording the time and date of receipt.

The Company has the obligation to execute only those Orders for redemption in which all the information indicated in this Sub-clause is correctly indicated. Orders for redemption in which the Investor has indicated the sum of money to be received for the Investment Certificates to be redeemed are regarded as incorrectly drawn up, and the Company does not execute such Orders.

The Investor is responsible for the truthfulness and completeness of the information provided. The Company or the Distributor is not liable for the losses of the Investor caused by the incorrect or incomplete drawing up of an Order. The Company or the Distributor is not liable for the losses of the Investor if they have arisen as a result of the malicious use of the name and account number of the Investor by unauthorised persons.

The Company calculates the sum of money corresponding to the number of Investment Certificates indicated in the Order for redemption and gives instructions to the Custodian Bank to cancel the Investment Certificates. Following the instruction of the Company, the Custodian Bank, not later than within 2 Business Days, cancels the Investment Certificates, which are written off from the Investor's FI account, and at the same time credits to the Investor's investment account a sum of money corresponding to the number of Investment Certificates to be redeemed, transferring it from the investment account of the Fund. The Investment Certificates are withdrawn from circulation only after the receipt of an Order for redemption and the crediting of the Investment Certificates to the issue account of the Fund with the Custodian Bank.

In extraordinary cases, the Company reserves the right to extend the settlement term for the redemption of Investment Certificates up to 20 Business Days. Extraordinary cases are regarded as cases where an Investor or a group of Investors submits, within 3 Business Days, Orders for redemption for an amount exceeding 20% of the net asset

value of the Fund and the execution thereof may substantially affect the interests of the other Investors, or where the operation of the financial markets in which the investments of the Fund exceed 10% of the assets of the Fund is closed or suspended, or where any Other risk, or force majeure risk, has occurred.

The Investor bears all the expenses related to the redemption of the Investment Certificates (for example, the commission fees of the Custodian Bank for servicing, brokers' commissions or other commissions in accordance with the price list of the Custodian Bank).

After the withdrawal of the Investment Certificates from circulation, all the rights arising from the Investment Certificates terminate for the Investor, except for the right of claim in the amount of the redemption price of the Investment Certificates.

6.7. Procedure for the repurchase of Investment Certificates

The Company carries out the repurchase of Investment Certificates if the Company is held liable for the losses incurred by the Investors due to the fact that the information provided in the Prospectus which is of material importance in the assessment of the Investment Certificates is incorrect or incomplete. The repurchase of Investment Certificates is carried out in accordance with the Law and Sub-clause 11.3 of the Prospectus.

6.8. Circumstances due to which the redemption and repurchase of Investment Certificates may be suspended

In the event of an emergency situation in the financial markets, which, among other things, includes such cases where stock exchanges, banks or brokerage firms are temporarily closed or where, for any other reason, it is not possible to carry out transactions in securities, or due to the occurrence of any other force majeure circumstances, the Company may suspend the redemption of the Investment Certificates of the Fund for the duration of the existence of these circumstances. The Company immediately informs each Investor personally or publishes an appropriate announcement on the internet website of the Distributor www.signetbank.com.

The redemption and repurchase of Investment Certificates may be suspended if LB exercises its right to restrict the rights of the Company to deal with the accounts of the Fund, as well as in the event of the liquidation of the Fund.

The redemption and repurchase of Investment Certificates may not be carried out after the commencement of the liquidation of the Fund.

In the event of the liquidation of the Fund, the claims of the creditors and of the Investors of the Fund are satisfied in the procedure laid down in the legal acts of the RL.

7. PRINCIPLES FOR CALCULATING THE VALUE OF THE FUND, THE SALE AND REDEMPTION PRICE OF INVESTMENT CERTIFICATES AND THE INCOME OF THE FUND

7.1. Principles for calculating the value of the Fund

The Company keeps the accounting records of the Fund on the basis of the Law, other legal acts in force in the RL and the regulations of LB. The International Accounting Standards are applied for the valuation of the items of the financial statements.

The value of the Fund (also referred to as the net asset value of the Fund, or NAV) is the difference between the value of the assets and the value of the liabilities of the Fund. The value of an Investment Certificate is the value of the Fund divided by the number of Investment Certificates in circulation. The number of Investment Certificates in circulation is the difference between the number of Investment Certificates issued and the number of Investment Certificates cancelled, or redeemed.

The value of the assets of the Fund includes the FI, the cash and the derivative financial instruments concluded for the purposes of the management of the assets of the Fund. The value of the liabilities of the Fund includes the accrued remuneration to the Company, to the Custodian Bank and to the Auditor, as well as other accrued, regular and foreseeable expenses related to ensuring the operation of the Fund.

The Company determines the value of the Fund and the value of the Investment Certificates on each Business Day after the receipt of the notification on the status of the portfolio of the Fund from the Custodian Bank.

Information on the value of the Fund and on the values of the Investment Certificates determined for the previous Business Day is available at the office of the Company and of the Distributor. This information is also published on the website of the Distributor www.signetbank.com on each Business Day by 13.00 RL time.

7.2. Sale price of Investment Certificates

The sale price of an Investment Certificate is equal to the value of the Investment Certificates.

In calculating the sale price of the Investment Certificates, the Company uses the value of the unit of the Investment Certificates determined for the day of receipt of the Order, which is determined and published on the next Business Day.

The Investor must take into account that the Distributor or the Account Holder may apply commission fees related to the transaction and other costs which are not included in the sale price of the Investment Certificates.

The sale price of the Investment Certificates is variable and is determined on each Business Day simultaneously with the value of the unit of the Fund. The sale price of the Investment Certificates is paid in the Base Currency of the Investment Fund.

7.3. Redemption price of Investment Certificates

The redemption price of an Investment Certificate is equal to the value of the Investment Certificates determined for the day on which the Company has received and accepted the Order for the redemption of the Investment Certificates, and which is to be reduced by the redemption commission fee.

The redemption commission fee of an Investment Certificate is calculated as a percentage of the value of the unit of the Fund in the amount indicated in Sub-clause 8.1 of the Prospectus. The Investor must cover the commission fees and costs related to the transaction, including transaction fees, which are not included in the redemption price of the Investment Certificates.

The redemption price of the Investment Certificates is variable and is determined on each Business Day simultaneously with the value of the unit of the Fund. The redemption price of the Investment Certificates is paid in the Base Currency.

7.4. Distribution of the income of the Fund

The principles for calculating the income of the Fund are described in Clause 14 of the Prospectus.

All the income obtained in the course of the investment activity of the Fund is reinvested in accordance with the investment policy of the Fund provided for in the Prospectus.

The income of the Investor is reflected in the increase or decrease in the net value of the Investment Certificate.

The Investors participate in the distribution of the income obtained from the performance of the Fund in proportion to the number of Investment Certificates belonging to each Investor.

The Investor may receive income in the form of money from the operation of the Fund only by requesting the Company to redeem the Investment Certificates belonging to them.

8. LIQUIDATION OF THE FUND

8.1. General provisions on the liquidation of the Fund

The liquidation of the Fund is carried out in the procedure laid down in the Law. The liquidation of the Fund is carried out by a liquidator.

The Company carries out the liquidation of the Fund if:

- 1) on the day following the expiry of the Custodian Bank agreement, a new Custodian Bank agreement has not come into force;
- 2) within one year after the establishment of the Fund, no Investment Certificate has been put into circulation;
- 3) the Company has taken a decision on the liquidation of the Fund;
- 4) LB has taken a decision on the commencement of the liquidation of the Fund.

The Company may take a decision on the liquidation of the Fund in accordance with Section 35.¹ of the Law. In order to liquidate the Fund on the basis of a decision of the Company, the Company must receive the authorisation of LB before the commencement of the liquidation of the Fund.

8.2. Procedure for the liquidation of the Fund

The liquidator of the Fund is entitled to carry out only the activities related to the liquidation. In the course of the liquidation, the distribution of the income of the Fund among the Investors may not be carried out. The liquidator immediately notifies LB and the Investors of the commencement of the liquidation of the Fund and publishes an appropriate announcement in the official gazette "Latvijas Vēstnesis". The announcement of the liquidation must provide information on the liquidator and indicate the term and place for the submission of creditors' claims. The term for the submission of creditors' claims may not be shorter than 3 months from the day of publication of the announcement. After the commencement of the liquidation and the publication of the announcement, the liquidator organises and carries out the sale of the property of the Fund, except for the cash held in the Fund.

8.3. Distribution of the Liquidation proceeds

The liquidator distributes the proceeds obtained from the sale of the property of the Fund being liquidated and the cash held in the Fund (hereinafter jointly – the Liquidation proceeds) in the following order:

- 1) the claims of secured creditors;
- 2) the claims of those creditors who have submitted their claims within the term laid down in the announcement of the liquidation;
- 3) the claims of those creditors who have submitted their claims after the end of the term laid down in the announcement of the liquidation, but before the distribution of the Liquidation proceeds.

If the Liquidation proceeds are insufficient to satisfy the aforementioned claims, the unsatisfied claims are to be satisfied from the property of the Company, except for the claims which have arisen after the termination of the management rights of the Company. The remaining Liquidation proceeds are to be distributed to the investors of the Fund in proportion to the number of their Investment Certificates.

The Custodian Bank or the liquidator publishes in the official gazette "Latvijas Vēstnesis" an announcement on the distribution of the liquidation proceeds to the investors of the fund, indicating the amount payable per certificate, as well as the place and time of the making of the payments.

8.4. Expenses of the liquidation of the Fund

The liquidator is entitled, in the course of the liquidation, to cover the expenses of the liquidation of the Fund from the Liquidation proceeds. The liquidation expenses may not exceed 2% of the Liquidation proceeds.

9. PROCEDURE FOR THE TRANSFER OF THE MANAGEMENT RIGHTS AND THE PROPERTY OF THE FUND TO THE CUSTODIAN BANK OR TO OTHER PERSONS

9.1. Termination of the rights of the Company to manage the Fund

The rights of the Company to manage the Fund terminate:

- 1) upon the transfer of the management rights of the Fund to another company;
- 2) upon the annulment of the licence of the Company;
- 3) upon the completion of the liquidation of the Fund, if it is carried out by the Company;
- 4) from the moment when LB appoints a liquidator of the Fund in accordance with the provisions of the Law.

The management rights of the Fund may be transferred to another IPS only with the authorisation of LB.

9.2. Transfer of the management rights and the property of the Fund to the Custodian Bank

If the rights of the Company to manage the Fund terminate, the rights to manage the Fund pass to the Custodian Bank, except in the case where the rights of the Company to manage the Fund pass to another IPS. The Custodian Bank to which the management rights of the Fund have passed has all the rights of the Company, except for the right to issue the Investment Certificates of the Fund and to carry out the redemption of Investment Certificates.

Within 3 months from the day of the transfer of the management rights of the Fund, the Custodian Bank must transfer the management rights of the Fund to another IPS. LB may extend this term up to 6 months from the day of the transfer of the management rights.

If, within the terms laid down above, the Custodian Bank does not transfer the management rights of the Fund to another IPS, the Custodian Bank must carry out the liquidation of the Fund.

9.3. Transfer of the management rights and the property of the Fund to other persons

The Company may transfer the management rights of the Fund to another IPS on the basis of an agreement.

After receiving the authorisation of LB, the Company submits for publication in the official gazette "Latvijas Vēstnesis" and in one daily newspaper an announcement on the transfer of the management rights of the Fund to another IPS, indicating the name, registration number, legal address and location of the Management Board of this IPS.

An agreement on the transfer of the management rights of the Fund to another IPS comes into force not earlier than 1 month from the day on which the announcement on the transfer of the management rights of the Fund to another IPS has been published in the official gazette "Latvijas Vēstnesis". Upon the coming into force of the agreement, all the rights and obligations related to the Fund pass to the new IPS.

10. COOPERATION OF THE COMPANY WITH THE CUSTODIAN BANK IN THE MANAGEMENT OF THE FUND

In order to ensure the management of the property of the Fund, the Company concludes an agreement with the Custodian Bank under which the Custodian Bank undertakes to hold the property of the Fund and to service the accounts of the Fund, as well as to carry out other activities in accordance with the legal acts of the RL, the provisions of the Custodian Bank agreement and the orders of the Company. In performing the duties laid down in the legal acts of the RL, the Custodian Bank acts independently of the Company and solely in the interests of the Investors.

The Custodian Bank is entitled, on the basis of the orders of the Company, to make payments from the accounts of the Fund and to execute other orders of the Company if they are not in conflict with the legal acts of the RL (including the regulations of LB), the Prospectus, the Regulations and the Custodian Bank agreement.

11. PAYMENTS ATTRIBUTABLE TO THE FUND

The Company receives remuneration for the management of the Fund, which is calculated and paid out from the property of the Fund in accordance with the conditions laid down in Clause 8 of the Prospectus. The remuneration to the Custodian Bank is paid in accordance with the provisions of Clause 8 of the Prospectus.

The remuneration to the sworn auditor is covered from the property of the Fund and is accrued and paid out from the property of the Fund in accordance with the conditions of Clause 8 of the Prospectus.

Payments to third parties are made in accordance with the supporting documents, or the actual costs. Other payments include the payments referred to in Sub-clauses 8.6 and 8.7 of the Prospectus.

The fee for the processing of transactions is determined in accordance with the price list in force of the relevant service provider which processes the transaction.

12. PROCEDURE FOR MAKING PUBLIC ANNOUNCEMENTS AND PROVIDING PUBLICLY AVAILABLE INFORMATION

Any person may, at the office of the Company at Antonijas iela 3-1, Riga, or at the office of the Distributor at Antonijas iela 3, Riga, examine the Prospectus, the Regulations, the Key information intended for the Investors of the Fund, the annual and semi-annual reports of the Fund, and receive information on the time and place of the placement of the Investment Certificates, on the value of the Fund and the value of the Investment Certificates, and information about the Company and the Custodian Bank.

13. PROCEDURE FOR AMENDING THE REGULATIONS

The decision on the approval of amendments to the Regulations is taken by the Management Board of the Company and submitted for registration with LB. Amendments to the Regulations come into force not earlier than 10 days after the registration thereof with LB or within another term laid down by LB, which may not be longer than 3 months from the day of registration of the amendments. Amendments to the Regulations in respect of the business name, registration number, legal address and licence number of the Company are not subject to registration with LB and come into force after the approval thereof by the Management Board of the Company.