



# UNBUNDLING OF THE COMPANY

## Shareholder's Guide

Shareholders have to make their  
choice by September 2016!

# COMPANY REORGANISATION

In April 2017, the exclusivity period of operation of the company, which is provided for in Latvijas Gāze's privatization agreements, will expire. Therefore, based on the requirements of the European Union, the Saeima (Parliament) has adopted the amendments to the Energy Law, requiring separation of the transmission and storage company from the natural gas trading and distribution company.

On 22 March 2016, it was decided at the Shareholders' Meeting that the newly established company will be a sister company – a joint stock company – and all existing shareholders of Latvijas Gāze will be able to become its shareholders in accordance with the procedure established in the Commercial Law.

The newly established company will be:

**Joint Stock Company “Conexus Baltic Grid”**

# RIGHTS TO THE SHARES

Within the framework of the company division process, every shareholder of Latvijas Gāze is entitled to become a shareholder of the new company while retaining his shares of Latvijas Gāze.

The List of Shareholders of the new company will include those shareholders who have voted “for” the reorganization or expressed their wish to become shareholders in writing.

Shareholders who have voted “against” the reorganization or the Articles of Association will be entitled to request redemption of shares. Calculation of the redemption amount will be carried out in accordance with the Commercial Law. The calculation will be carried out by an independent financial expert involved by Latvijas Gāze.

## **Attention!**

Shareholders who have not applied for shares in writing or who have not voted “for” the reorganization at the Shareholders’ Meeting will lose the right to the shares of the newly established company. Shareholders who have not participated in the Shareholders’ Meeting will lose the opportunity to request the redemption of shares. Shares will be assigned to those application submitters who will be owners of shares of Latvijas Gāze at the end of the day of scheduled Shareholders' Meeting.

A shareholder's decision on participation in the new company

FOR

AGAINST

Confirms his wish to become a shareholder in writing

Votes for the reorganisation at the Shareholders' Meeting

Votes against the reorganisation at the Shareholders' Meeting

Votes against the Articles of Association of the newly established company

Has submitted a signed application by mail, in person or sent as an electronically signed document prior to the Shareholders' Meeting (scheduled for early September). Has to own shares at the end of Shareholders' Meeting day.

The Shareholders' Meeting is scheduled for September 2016 (to be announced in July – August)

The newly established company's first Shareholders' Meeting is scheduled for January 2017 at the latest

Receives the same number of shares in the newly established company as he owns in Latvijas Gāze

Has the right to request the redemption of shares within two months after the registration of the company in the Enterprise Register

I own shares

Perhaps I or my testators owned shares

Stored on a securities account in a bank

Stored in the Initial Register of the Latvian Central Depository

The owner does not have to submit any specific certificates; ID documents are sufficient. Authorised persons are required to produce in person or attach to the sent application the original copy of the power of attorney or its notarised copy.

Approximately 2 500 shareholders still store their shares in the Initial Register. Unfortunately, there are deceased people among these persons, as well as many of these shareholders have simply forgotten about their shares.

If there is reason to believe that you own shares, easiest way is to check your data at [Lursoft.lv](http://Lursoft.lv) or you can turn to the Latvian Central Depository; meanwhile in case of inheritance, you have to turn to a notary

In case of inheritance, only a notary is entitled to apply to the Latvian Central Depository in order to verify the ownership of the shares and then transfer them to the heir.  
Attention: Notary services are fee-based, therefore it is recommended to make certain of the ownership of the shares, for example, by checking whether there is any documentation remained, etc.

Owners of Latvijas Gāze may become shareholders of the new company by submitting the relevant share application or by voting “for” the reorganization at the Shareholders’ Meeting

# ADDITIONAL INFORMATION

In the section **Company Reorganization** on the website [www.lg.lv](http://www.lg.lv)

- Reorganization Prospectus
- Regulation on Application for Shares
- Share Application Forms
- Materials and news of the Shareholders' Meetings

**Report on owned shares from Initial Register of Latvian Central Depository** (report price 1,42 EUR):

[https://www.lursoft.lv/Latvian\\_central\\_depository.html](https://www.lursoft.lv/Latvian_central_depository.html)

## Contacts

Vinsents Makaris  
IR@lg.lv  
+(371) 67 369 144

## Submission of Share Application Forms

Electronically signed document: info@akcionari.lg.lv  
Registered mail or courier mail: Vagonu Street 20, Riga, LV-1009  
Application in person: Customer Service Centre in Riga, Vagonu Street 20