

The declaration on corporate management for 2018 of JSC "Storent Investments" (hereinafter – the Company) is prepared according to requirements of section 56(2)3) of the Law on the Financial Instruments Market.

Information on the key elements of the internal control and risk management system of JSC "Storent Investments", which are applied in preparation of financial statements.

The purpose of the internal control system is to provide reasonable confidence, that assets of the Company and the Group are secured against loss and unauthorised possession and use, operational risks are identified, monitored and managed on regular basis, the capital is sufficient for covering the inherent operational risks, transactions are concluded in accordance with the procedure specified in the Company and the Group and are accordingly accounted, and the Company and the Group operate in a reasonable, precautionary and efficient manner, fully observing requirements of laws and other regulatory enactments.

The management of the Company and the Group is responsible for development, introduction and implementation of the internal control system in respect of preparation and true, understandable and complete presentation of financial statements, as well as for ensuring efficient functioning of the internal control system. This responsibility is implemented, selecting and applying appropriate accounting methods, which are described in the internal regulatory documents.

The monitoring of the internal control system in the Company and the Group according to laws, professional standards of internal auditors and internal regulatory documents is carried out by the Supervisory Board of the Company, whereas the Supervisory Board controls, how the Management Board ensures development and efficient functioning of the internal control system. In the next General Shareholders' Meeting of the Company, it is planned to establish the Auditing Committee, which, among other duties, will monitor the operational efficiency of the internal control and risk management system. The Company and the Group have an accounting system in place, and have developed the Accounting Policy, the purpose of which is to determine the key principles for accounting of operations (transactions), financial assets, circulation and existence of financial liabilities, and economic transactions, and to present these aspects in a way, that the information provided by the accountancy is true, comparable, timely, significant, understandable,



appropriate and complete. Independent auditing of financial statements of the Company and the Group is carried out, during which independent auditors give a conclusion on whether, in their opinion, the financial statements give a clear and true idea about the financial condition, performance results and cash flow of the Company and the Group, and are prepared in accordance with the International Financial Reporting Standards, adopted in the European Union. Information on the elements of risk management system is available in the consolidated statement of the Group and the separate statement of the Company for 2018. The consolidated statement of the Group and the separate statement of the Company for 2018 are publicly available at the Company premises at Matrožu Street 15A, Riga, and electronically on the Company website www.storent.com. This declaration is publicly available at the Company premises at Matrožu Street 15A, Riga, and electronically on the Company website www.storent.com.

Andris Pavlovs

Board Member



Andris Bisnieks

Board Member

