

APPROVED BY
Resolution of the Supervisory Board of
Bekabacement JSC
dated 30 November 2016

REGULAITONS
of Requirements to Form and Content of Reports of Management and
Control Bodies of Bekabacement JSC

I. GENERAL PROVISIONS

1. These Regulations in accordance with the Civil Code of the Republic of Uzbekistan, the Law of Joint-Stock Companies and Protection of the Rights of Shareholders, the Regulations of Internal Audit Service at the Enterprises approved by the Decree of the Cabinet of Ministers No. 215 dated 16.10.2006 and the Code of Corporate Management approved by the Minutes of Meeting of the Commission for increasing the efficiency of activity of joint-stock companies and improvement of corporate management system No. 9 dated 31.12.2015, determine the requirements to form and content of reports of management and control bodies.

II. REQUIREMENTS TO FORM AND CONTENT OF REPORTS OF MANAGEMENT AND CONTROL BODIES

2. Reports of management bodies (Supervisory Board and the executive body) and controlling bodies (auditing commission, internal audit service) should be clear and neat.

3. Reports of management and control bodies should contain:
comparison of key indicators (in form of plan vs. actual);
principal reasons of failure;
found shortcomings in the Company business and sanctions to the persons who admitted such shortcomings;
progress of performance of the development strategy, etc.

III. REPORTS OF MANAGEMENT BODIES

4. The management bodies of the Company are the general meeting of shareholders, the Supervisory Board and the executive body.

5. In accordance with the articles 58 and 59 of the Law of Joint-Stock Companies and Protection of the Rights of Shareholders of the Republic of Uzbekistan, the Supervisory Board shall report to the general meeting of shareholders on the following issues:

actions taken for achieving the Company development strategy;
issues in the competence of the Supervisory Board, including observance of statutory requirements on Company management.

6. In accordance with the articles 58, 59, 75 and 79 of the Law of Joint-Stock Companies and Protection of the Rights of Shareholders of the Republic of Uzbekistan, the executive body shall report to the general meeting of shareholders on the following issues:

realization of annual business plan of the Company;

actions taken for achieving the Company development strategy;
results of key performance indicators, etc.

IV. REPORTS OF CONTROL BODIES

7. In accordance with the requirements of the Regulations of Internal Audit Service at Enterprises approved by the Decree of the Cabinet of Ministers No. 215 dated 16.10.2006, Internal Audit Service shall report on a quarterly basis to the Supervisory Board.

8. In accordance with the article 107 of the Law of Joint-Stock Companies and Protection of the Rights of Shareholders of the Republic of Uzbekistan, the Auditing Committee (Auditor) shall present on a quarterly basis at meeting of the Supervisory Board the opinion (finding) of presence of deals with affiliated persons or large deals in the Company, as well as observance of the legislation and internal documents of the Company to such deals.

9. At annual general meeting of shareholders, the opinion of the auditing committee shall be heard, which should contain:

assessment of reliability of data contained in the reports and other financial documents of the Company;

information of facts of violation of procedure of accounting and submission of financial statements as well as the legislation during conducting financial and business activities.

V. FINAL PROVISIONS

10. Persons responsible for violation of the requirements of these Regulations shall bear responsibility in the manner provided by the law.

Introduction

Performance of indicators

analysis

Found out shortcomings

Actions taken for elimination

Proposals