

"APPROVED"

"REGISTERED"

By the decision of the general shareholders' meeting of
"KOKANDSPIRT" Joint-Stock Company
June 13 2015

By Center for Coordination and Development of the
Securities Market of the Republic of Uzbekistan

Chairman of the Supervisory Board

General Director

_____ Djafarova Z.N.

_____ Atakhanov B.

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Signature

October 28, 2015 № P0306-7

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**DECISION
ON THE NEW ISSUE OF SHARES
Of "KOKANDSPIRT" Joint-Stock Company**

Assigned identification
number:

<i>R</i>	<i>U</i>	<i>1</i>	<i>0</i>	<i>7</i>	<i>P</i>	<i>0</i>	<i>3</i>	<i>0</i>	<i>6</i>	<i>T</i>	<i>2</i>
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**26 939 660 720 ordinary registered non-documentary shares with
a nominal value of 1 soum each share.**

Shares of this issue are placed among the shareholders of the company by closed subscription by converting into them previously issued and placed shares of higher nominal value into shares of the new issue of lower nominal value, without changing the company's charter capital (splitting).

This issue of shares is seventh issue.

Approved By the decision of the general meeting of shareholders, June 13 2015 Minutes №1

Location of the issuer, postal address, email address and contact phone numbers: Republic of Uzbekistan, Fergana region, Kokand city, Mukumiy town.

Postal Code: 150700, kokandspirit@vinsanoat.uz, fax: (0373) 551-06-59, phone: (0373) 551-06-59

Head of the issuer: _____ **Samigov Habibullo Abdullaevich**

Chief Accountant: _____ **Zaynetdinov Madazim Zinatovich**

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June 13, 2015

Name of the investment consultant, provided the service for the preparation of documents on the issue of securities:
"Ishonch Ltd" Limited Liability Company

Number and date of the contract concluded with the investment consultant: contract № ___ 20.07.2015. for providing consulting services

Director "Ishonch Ltd" LLC: _____ **Koraboev O.**

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June 13, 2015

1. Type of registered shares of this issue (ordinary or preferred): **ordinary registered shares**;
2. The form of this shares' issue: **non-documentary**;
3. Nominal value of shares of this issue (soum): **1 (one) soum**;
4. The number of shares of this issue (pieces): **26 939 660 720 (twenty six billion nine hundred thirty nine million six hundred sixty thousand seven hundred twenty) pieces**;
5. The total volume of this issue (soum): **26 939 660 720 (twenty six billion nine hundred thirty nine million six hundred sixty thousand seven hundred twenty) soum**;

6. Rights of holders of shares of this issue:

Shareholders:

- **to get included into the shareholders' register of the company;**
- **receive the extracts related to themselves from the deposit account;**
- **receive a part of the profit gained by the Company in form of dividends;**
- **receive a part of the property in case of liquidation of the Company in accordance with a share belonging to them;**
- **participate in managing of the Company;**
- **receive in the established order by the charter the full and trustworthy information on the results of financial and business activity of the Company;**
- **dispose freely the received dividends;**
- **get protection of their rights at a state body authorised for the securities' market regulation as well as a court;**
- **demand, in the established order, the compensation of the losses suffered by them;**
- **get united into associations and other non-governmental noncommercial organizations with the aim of representation and protection of their interests;**
- **get insurance of the risks connected with possible losses, including missed profit at acquisition of securities**

Shareholders may possess also other rights in accordance with the Legislation and the Charter of the Company.

7. Any restrictions on the purchase of shares of this issue in the company's charter and / or in the decision on the issue:

In the charter of the company there are no restrictions on this issue.

According to the decision on the issue of shares, the company splits previously placed shares.

Shares of this issue are placed by closed subscription among the Company's shareholders by converting previously issued and placed shares of the Company of higher nominal value into shares of lower nominal value.

8. The size of the charter capital of the company (soum): **26 939 660 720 (twenty six billion nine hundred thirty nine million six hundred sixty thousand seven hundred twenty) soum.**

9. The number of previously placed shares (by type):

10 127 692 (ten million one hundred twenty-seven thousand six hundred ninety-two) ordinary registered non-documentary shares with a nominal value of 2 660 (two thousand six hundred and sixty) soum each share were placed earlier.

10. The number of previously placed bonds (by type and kind): **Corporate bonds previously were not issued by the company and were not placed.**

11. Conditions and procedure for placement of shares of this issue.

11.1. Method of placement of shares of this issue (open or closed subscription):

(In the case of a closed subscription, the number of potential purchasers of shares is also indicated)

Shares of this issue are placed by closed subscription by converting previously issued and placed shares of the Company of higher nominal value into shares of new issue of lower nominal value.

11.2. The term of placement of shares of this issue:

(Should be indicated: start date and end date of the offering period or the procedure for determining the offering date.

If the period for placement of shares is determined by reference to the date of disclosure of any information on the issue of shares, the order of disclosure of such information needs to be indicated)

Start date of placement: Date of state registration of this shares' issue;

End date of placement: Date of the global depository transaction related to the conversion of previously issued and placed shares of the Company of higher nominal value into shares of a new issue of lower nominal value, but no later than 15 (fifteen) calendar days from the date of state registration of this issue of shares.

11.3. The order of placement of shares of this issue

(Should be indicated: the procedure and conditions for concluding civil transactions during the placement of shares; the markets through which the placement will be carried out.

In case of that the placement of shares is carried out by the issuer with the involvement of professional participants in the securities market who provide the issuer with services for the placement of shares (underwriters), for each such person the following shall be specified:

full and abbreviated company name, location;

number, date of issue and validity of the license for the implementation of professional activities, the body that issued the specified license;

the main functions of this entity, and if the contract between the issuer and the party providing services for the placement of shares, provides for the service that at his own expense shares that were not placed within the period established by such an agreement - also this term or procedure for determining it.)

Shares of this issue are placed among current shareholders of the Company by closed subscription, without concluding transactions in off-exchanges markets.

Splitting of previously issued and placed shares, as a result of which one ordinary registered share of "KOKANDSPIRT" joint-stock company with a nominal value of 2 660 soum is converted into 2 660 ordinary registered shares of "KOKANDSPIRT" joint-stock company with a nominal value of 1 soum.

Splitting ratio - 2660.

While placing shares underwriters are not involved.

11.4. The order of storage and keeping records of rights to shares, including the full company name, including legal form, location, postal address, telephone number of the central registrar, which forms the register of shareholders of the issuer's registered shares, and the depository, which records the rights to shares, also data on the license (number, date of issue, authority issuing the license, validity period) for the implementation of the relevant activity.

The storing and keeping records of rights to securities will be carried out by the Central Securities Depository.

The rights to non-documentary securities are accounted for by the Central Securities Depository and nominal holders by opening correspondent securities accounts in the Central Securities Depository in accordance with the procedure established by law.

Formation of the register of shareholders of the company is carried out by the State Enterprise "Central Securities Depository" in the manner prescribed by law.

1. Information about the Central Securities Depository:

Full company name: State Unitary Enterprise "Central Securities Depository"

Legal form: State Unitary Enterprise

Location: 100000, Tashkent city, Mirabad district, Bukhoro street, 10

Mailing address: 100000, Tashkent city, Mirabad district, Bukhoro street, 10

Telephone and fax: (0371) 236-14-34; 233-13-57

The Central Securities Depository does not have a license. It operates on the basis of the Law "On the Securities Market" and the Resolution of the Cabinet of Ministers of the Republic of Uzbekistan dated 21.05.1999 No. 263 "On the issues of organization and activities of the Central Securities Depository".

2. **Full company name: Limited Liability Company “FARG’ONA VAOT”.**

Legal form: Limited Liability Company

Location: Ferghana city, B. Margiloniy street, 35.

Postal address: Ferghana city, B. Margiloniy street, 35.

Phone: (0 373) 244-46-62.

License number for investment intermediary activity: No. 1244, issued by the Center for the Coordination and Development of the Securities Market under the State Competition Committee on April 22, 2013. The license validity period is unlimited.

11.5. The procedure for the exercise of the preemptive right to purchase placing shares of this issue: (In the case of granting the preemptive right to purchase the shares being offered, the following needs to be indicated:
the date (the procedure for determining the date) of the list of persons having such a preemptive right;
the procedure for notification of the possibility of exercising the preemptive right to purchase the shares being placed;
the procedure for exercising the preemptive right to purchase the shares being placed.)

Shares of this issue are converted by a closed subscription without changing the composition of the owners of previously placed 10 127 692 (ten million one hundred twenty-seven thousand six hundred ninety-two) ordinary registered shares of the company, with a nominal value of 2 660 (two thousand six hundred sixty) soum each share, into 26 939 660 720 (twenty six billion nine hundred thirty nine million six hundred sixty thousand seven hundred twenty) pieces of ordinary registered shares of “KOKANDSPIRT” joint-stock company of new issue with a nominal value of 1 (soum) each share.

The placement of shares of this issue is done without any agreements.

Application of the preemptive right to the shares of this issue is not provided.

11.6. Price (s) or procedure for determining the offering price of shares of this issue:

(Indicates the price (prices) or the procedure for determining the price of placing shares. In case of that when placing a share, the preemptive right to purchase shares is given, the price or procedure for determining the price of offering shares to persons with such preemptive right is indicated

Shares of this issue are placed at par value, 1 soum.

11.7. Conditions and procedure for payment of shares:

(The conditions, procedure of payment for shares, including the form of settlements, full and abbreviated company names of credit institutions, their location, bank details of accounts to which funds received as payment for shares, addresses of payment points are specified (in the case of cash payment for shares).

In the case of non-cash payment of shares, the property is indicated that can be paid for shares, payment terms, including documents issued for such payment (property transfer and acceptance acts, etc.), as well as the following information about the appraiser (appraisers) involved for determine the market value of such property:

full and abbreviated company name, location of the appraiser;

number, date of issue and validity of the license for the assessment activity, the body that issued the specified license.)

This issue of shares is a new issue and is associated with the splitting of previously issued and placed shares of the Company without changing the charter capital of the Company.

In this regard, the payment of shares of this issue is not provided.

11.8. The portion, in which non-placement this issue of shares is considered as failed (such share cannot be determined in the amount of less than 60 percent of the total number of shares of this issue):

When placing shares of this issue in an amount of less than 100%, the issue of shares will be considered as failed.

11.9. The procedure for the return of funds received by the issuer as a payment for the shares, in case of declaring this shares’ issue failed:

This issue of shares is a new issue and is associated with the splitting of previously issued and placed shares of the Company without changing the charter capital of the Company.

In this regard, in the case of the issue being declared failed, a refund is not provided.

12. The procedure for disclosure by the issuer of information on the issue (additional issue) of securities in accordance with the legislation of the Republic of Uzbekistan:

Information related to this issue of shares is disclosed in accordance with the procedure and terms established by the legislation:

- **on the official website of the authorized state body for the regulation of the securities market: www.csm.gov.uz (<http://openinfo.csm.gov.uz>);**
- **on the corporate website of the company: www.kokandspirt.uz;**

➤ *on the official website of the stock exchange, if the company's securities are listed on the stock exchange: www.uzse.uz.*

Interested parties can familiarize themselves with the original decision on the issue of shares at the address of the company's location: the Republic of Uzbekistan, Fergana region, Kokand city, the town of Mukumiy, on working days from 10:00 to 16:00.

Interested parties upon written request may receive a copy of the decision on the issue of shares in the company.

13. Other information. *Other information is not provided.*