APPROVED by the General Meeting of Members of the Horse Breeding Development Association, Minutes No. 4 dated 10 February 2019.

REGULATIONS ON INFORMATION DISCLOSURE BY THE HORSE BREEDING DEVELOPMENT ASSOCIATION

[The Russian original bears the Association's emblem, a round seal and a handwritten signature.]

Moscow, 2019

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1. General Provisions

1.1. These Regulations on Information Disclosure by the Horse Breeding Development Association (hereinafter, respectively, the Regulations and ARK) have been developed in accordance with Federal Law No. 315-ФЗ of 1 December 2007, 'On Self-Regulatory Organizations' (hereinafter, Law No. 315-ФЗ), the Requirements for Self-Regulatory Organizations to Provide Access to Documents and Information Subject to Mandatory Publication on Their Official Websites, and the Requirements for Technological, Software and Linguistic Means of Enabling Use of Such Websites, approved by Order No. 803 of the Ministry of Economic Development of Russia dated 31 December 2013 (hereinafter, the Access Requirements), and ARK's Charter.

1.2. These Regulations prescribe the procedure for ensuring transparency of ARK's activities and those of its members.

2. ARK's Provision of Access to Information. Disclosure Deadlines

2.1. To provide access to information, ARK shall create and maintain a website on the Internet information and telecommunications network whose electronic address includes a domain name to which ARK owns the rights (hereinafter, the official website).

2.2. The official website's electronic address on the Internet information and telecommunications network is www.ark-rf.ru.

2.3. ARK shall publish on the official website:

1) information contained in ARK's register of members, in accordance with Article 7.1 of Law No. 315-ФЗ, no later than within 10 (ten) working days of ARK acquiring self-regulatory organization status in accordance with that Law;

2) information on persons whose ARK membership has ended, in accordance with Article 7.1 of Law No. 315-ФЗ, within 5 (five) working days from the day following termination of that membership;

3) electronic copies of ARK standards and rules, no later than within 10 (ten) working days of ARK acquiring self-regulatory organization status in accordance with Law No. 315-ФЗ;

4) electronic copies of amendments to ARK standards and rules, within 5 (five) working days from the day following approval of the amendments;

5) copies of ARK's internal documents specified in item 2 of part 2 of Article 7 of Law No. 315-ФЗ (hereinafter, ARK's internal documents), no later than within 10 (ten) working days of ARK acquiring self-regulatory organization status in accordance with that Law.
ARK's internal documents include:
а) the Regulations on ARK's Control Commission;
б) the Regulations on Monitoring ARK Members' Activities with Regard to Compliance with ARK Standards and Rules and ARK Membership Conditions;
в) the Regulations on ARK's Disciplinary Committee;

г) the Regulations on ARK's Disciplinary Measures;

д) these Regulations;
е) the Regulations on ARK's Compensation Fund;
ж) the Regulations on Placing ARK Compensation Fund Resources for Their Preservation and Growth and on the Directions of Their Placement (Investment Declaration);
з) the Regulations on Maintaining ARK's Register of Members;
и) the Regulations on ARK's Analysis of Members' Activities Based on Information Submitted by Them in Reports;

6) information on the structure and competence of ARK's governing and specialized bodies (ARK's Control Commission and Disciplinary Committee), the number and individual membership of ARK's Supervisory Council, stating members' staff positions at their main places of employment, including independent members, and information on ARK's Director, no later than within 10 (ten) working days of ARK acquiring self-regulatory organization status in accordance with Law No. 315-ФЗ;

7) changes to information on the structure and competence of ARK's governing and specialized bodies (Control Commission and Disciplinary Committee), changes to the number and individual membership of the Supervisory Council, including changes to the staff positions of its members and/or independent members at their main places of employment, and a change of ARK's Director, within 5 (five) working days from the day following approval of those changes;

8) decisions taken by ARK's General Meeting of Members and Supervisory Council, within 5 (five) working days from the day following the decision;

9) information on claims and applications filed by ARK with courts, within 5 (five) working days from the day following filing;

10) information on the means and procedure for securing ARK members' pecuniary liability to consumers of the goods, works and services they produce and to other persons, no later than within 10 (ten) working days of ARK acquiring self-regulatory organization status in accordance with Law No. 315-ФЗ;

11) changes concerning the means and procedure for securing ARK members' pecuniary liability to consumers of the goods, works and services they produce and to other persons, within 5 (five) working days from the day following approval of the changes;

12) information on the management company with which ARK has concluded an agreement (its name, location, licence information and contact telephone numbers), on the specialized depository with which ARK has concluded an agreement (its name, location, licence information and contact telephone numbers), and changes to that information, within 5 (five) working days from the day following conclusion of the relevant agreement or the information change;

13) information on the composition and value of ARK's compensation fund assets, on payments made from that fund to secure members' pecuniary liability to consumers of the goods, works and services they produce and to other persons, and on the grounds for those payments, if any have been made, and information on the current size of

ARK's compensation fund, no later than within 10 (ten) working days of ARK acquiring self-regulatory organization status in accordance with Law No. 315-ФЗ, and thereafter quarterly, no later than within 5 (five) working days of the start of each succeeding quarter;

14) an electronic copy of the ARK member inspection plan and general information on inspections of members conducted during the 2 (two) preceding years, no later than within 10 (ten) working days of ARK acquiring self-regulatory organization status in accordance with Law No. 315-ФЗ, and thereafter annually, no later than 1 February of the year following the 2 (two) years in which the inspections were conducted;

15) an electronic copy of amendments to the ARK member inspection plan or to general information on inspections of members during the 2 (two) preceding years, within 5 (five) working days from the day following approval of the amendments;

16) ARK's annual accounting (financial) statements and the auditor's report on those statements, if any, within 5 (five) working days from the day following approval or signing of the relevant document or amendments to it;

17) ARK's full and abbreviated names, location, contact telephone numbers and email address, and the full and, where applicable, abbreviated names, locations, contact telephone numbers and email addresses of non-profit organizations to which ARK belongs, no later than within 10 (ten) working days of ARK acquiring self-regulatory organization status in accordance with Law No. 315-ФЗ;

18) changes to ARK's full and/or abbreviated names, location, contact telephone numbers and email addresses, and changes to the full and/or, where applicable, abbreviated names, locations, contact telephone numbers and email addresses of non-profit organizations to which ARK belongs, within 5 (five) working days from the day following the event giving rise to the changes;

19) other information prescribed by federal laws and/or ARK, within the periods specified in ARK's internal documents or, if no period is specified, within 5 (five) working days from the day following the emergence of that information.

3. Information Disclosure Procedure

3.1. ARK shall disclose information in accordance with the Access Requirements.

3.2. ARK shall provide information to federal executive authorities in accordance with the procedure established by Russian Federation legislation.

3.3. In addition to the information specified in clause 2.3 of these Regulations, ARK may disclose other information about its own and its members' activities in accordance with these Regulations and ARK's internal documents, provided that disclosure does not violate members' procedures and conditions for access to trade-secret information or cause

a conflict between ARK's interests and those of its members, and ARK considers disclosure a justified means of improving the quality of self-regulation and the transparency of ARK's and its members' activities.

3.4. Documents and information subject to mandatory publication under clause 2.3 shall be available to users around the clock for downloading, viewing or other use, without fees or other restrictions.

3.5. The official website shall be accessible using commonly used web browsers, without special software whose installation on the user's devices requires a licence or other agreement with the software rights holder providing for a fee charged to the user.

3.6. Access to documents and information subject to mandatory publication under clause 2.3 may not be conditional on users registering or providing personal data.

3.7. Information subject to mandatory publication under clause 2.3 shall not be encrypted or protected by other access restrictions that prevent users from viewing it without software or technological means other than a web browser. It shall be published in a format permitting users to search for and copy text fragments using their own tools, without software specially created to access the information.

3.8. Documents subject to mandatory publication under clause 2.3 shall not be encrypted or protected by other access restrictions preventing users from viewing their content. They shall be published as files in one of the following formats:
а) documents containing text and images: Microsoft Word (doc, docx, rtf), Adobe Acrobat with recognized text (pdf), plain text (txt);
б) documents containing graphic images: Adobe Acrobat (pdf), TIFF, JPEG (tif, jpg), at a resolution of at least 200 dpi;
в) documents containing spreadsheets: Microsoft Excel (xls, xlsx).

3.9. ARK's annual accounting (financial) statements and the auditor's report on them, if any, shall be published on the official website in a graphic format.

3.10. A separate webpage of the official website shall be created for information contained in ARK's register of members. Access to that information on the website shall not be conditional on a user entering information enabling an ARK member to be identified.

3.11. Documents and information shall be published on the official website in Russian. Names of foreign legal entities and individuals and foreign official designations may be written using the letters of the relevant foreign alphabet.

3.12. If scheduled technical work will prevent access to documents and information subject to mandatory publication, a notice shall be posted on the official website's homepage at least twenty-four hours before work begins. Total website downtime due to technical work may not exceed 4 (four) hours per month, excluding interruptions due to force majeure.

3.13. If technical faults, software faults or other problems prevent access to the official website or individual pages, an announcement shall be posted on the website within no more than 6 (six) hours after access is restored, stating the reason for the interruption, its date and time, and the date and time when access to documents and information was restored.

4. Information Protection and ARK's Liability

4.1. To protect information published on the official website, the following shall be ensured:
а) use of electronic signatures or other equivalents of handwritten signatures, including codes, passwords and other means confirming that a document or information change originates from an authorized person when information is posted, amended or removed;
б) electronic logs of operations performed using website software and technological tools, recording all posting, amendment and removal of information, the exact time, the changes made and information on the authorized person making them;
в) monthly copying of all published information and electronic operation logs to a backup physical medium in a manner permitting restoration;
г) retention of backup physical media containing monthly copies of all published information for at least 3 (three) years.

4.2. Information specified in clause 2.3 shall be disclosed by posting it on the official website by a person responsible for disclosure, selected from ARK Supervisory Council members by a simple majority of that Council's members' votes.

4.3. The person referred to in clause 4.2 is responsible for non-performance or improper performance of the duties to disclose ARK information specified in clause 2.3, including ensuring the confidentiality of ARK information, and for providing inaccurate or incomplete data.

4.4. ARK's Director is responsible for compliance with these Regulations.

4.5. ARK shall establish methods for obtaining, using, processing, storing and protecting information whose unlawful use could cause non-pecuniary harm and/or pecuniary damage to ARK members or create conditions for such harm and/or damage.

4.6. ARK shall be liable to its members for actions of its officials and other employees involving unlawful use of the information referred to in clause 4.5 of these Regulations.

4.7. ARK shall be liable for non-performance and/or improper performance of information disclosure duties in accordance with Russian Federation legislation.

5. Final Provisions

5.1. These Regulations shall enter into force on the date of their approval, but not before information concerning ARK is entered in the state register of self-regulatory organizations in accordance with the requirements of Law No. 315-ФЗ.

5.2. Amendments to these Regulations shall be made in accordance with Russian Federation legislation and ARK's Charter by a decision of the Association's General Meeting of Members or ARK's Supervisory Council.
Such amendments shall enter into force on the date of their approval, unless the amendments specify different effective dates, but not before information concerning ARK is entered in the state register of self-regulatory organizations in accordance with Law No. 315-ФЗ.