

Information on ALTA group

ALTA (the „Company“) is a business and industrial group operating in Eastern and Central European markets, recently expanding its activity to other countries. In its export area, ALTA specializes in deliveries of investment units, machine equipment, technologies used for mining and processing of ore and other raw materials, equipment for manufacturing of construction materials and metallurgy, as well as trading of other engineering products. In its import area, the company focuses on power engineering.

The ALTA group consists of the ALTA Invest, a.s. parent company and its Czech and foreign subsidiaries offering a wide range of business, engineering, manufacturing and financial services in various industrial areas. The business activities of the ALTA group are mainly realized by ALTA, a.s.

Together with its usual business activities, the Company has commenced to play rather a significant role of a general contractor for investment units - when implementing new manufacturing technologies as well as when reconstructing and modernizing existing manufacturing capacities. By means of its own potential and specialized project partner organizations, the Company provides assistance with processing of project documentation and essential technical assistance. Together with delivery of equipment, the Company also provides extensive engineering assistance in implementation of new manufacturing technologies. This area may be considered an area with great expansion opportunities.

ALTA is an active member of the Chamber of Trade and Industry for CIS countries, the Brno Regional Chamber of Commerce, the Association of Engineering Technology, the Mining Union, the Czech Power Industry Alliance, the Czech Nuclear Power Society and one of the founding members of the INDUSTRY CLUSTER 4.0.

Foreword by the Chairman of the Board of Directors

Dear business partners and friends,

It is with pride that I announce the ALTA group continues to reach good results and keeps its strong position in export markets, mainly due to its significant experience and systematic development of relationships with business partners.

Every year, ALTA meets its goals that are set by its annual plan. These results are contributed to by all its business entities, mainly driven by the Power Engineering, Machining Equipment and Mining Equipment. From the geographical point of view, we have managed to handle the difficult situations in the markets that are core for our business - such as the Russian Federation, Ukraine and Belarus - and to break into new territories. One of the greatest

accomplishments of 2018 was the completion of the stage I of conveyor belts overhaul for KEK company in Kosovo.

The key products for the areas noted above are machine units, technological manufacturing lines and mining equipment for underground and surface mining with the aim of wide use of our own engineering for deliveries of complex manufacturing lines. The key project for the upcoming period will be the completion of Stage II of delivery of surface conveyor belt systems in Kosovo. Expansion of cooperation between sister companies ZTSU and SE-MI Technology will also be a priority. Further, we consider the trading of wood pellets and export of wood pellet manufacturing lines another area with potential to be realized later on.

My great thanks belong to all the employees of ALTA for their high-quality and professional work, as well as to our business partners for their trust, mutual successful cooperation and interest in developing the ALTA group.

Vladimír Plašil

Chairman of Board of Directors of ALTA Invest, a.s.

Vladimír Plašil

Born in 1960. He graduated from Kiev State University, with a degree in Foreign Trade Economics. Between 1984 and 1990 he worked for PZO PRAGOINVEST. In 1991 he founded ALTA, where he remains the CEO and Chairman of the Board of Directors to this day. He is also the Chairman of the Board of Directors of ALTA Invest. Moreover, Vladimír Plašil is actively engaged in the industry outside of his role at the Company. He holds the position of the Vice-chairman of the Board of Directors of the Chamber of Trade and Industry for the Commonwealth of Independent States and is a member of the Board of Directors of the Brno Regional Chamber of Commerce.

Group Structure

ALTA Invest, a.s.

BUSINESS

ALTA, a.s. / Brno

ALTA-RUS s.r.o. / Moscow

MACHINE EQUIPMENT
ZTSU s.r.o./ Ulyanovsk

MINING EQUIPMENT
SE-MI Technology, a.s. / Ostrava

POWER ENGINEERING
DMS s.r.o. / Dukovany

Group Management

ALTA Invest, a.s.

Vladimír Plašil – Chairman of the Board of Directors

ALTA, a.s.

Jozef Abrahám – Chief Financial Officer of the ALTA group

Jiří Bartuněk – Manager of the Machine Equipment Division

Pavel Kamarýt – Manager of the Mining Technologies Division

Karel Laš – Chief Purchase and Implementation Officer

Jiří Schalk – Manager of Business Development Division

Petr Tuček – Chief Economic Officer

Petr Vágner – Manager of Nuclear Fuel Cycle and Head of the Legal Department of ALTA group

SE-MI Technology, a.s.

Gabriel Sirotnák – Chief Executive Officer

DMS s.r.o.

Lukáš Hurdálek – Chief Executive Officer

ALTA-RUS s.r.o.

Subsidiaries

SE-MI Technology, a.s.

The manufacturing company SE-MI Technology, a.s. provides mechanical engineering products and technological systems for underground and surface mining of raw materials, preparation plants, surface transport systems and equipment designed for other industries based on its proprietary technical, manufacturing and logistic know-how.

DMS s.r.o.

DMS company has many years of experience in transporting hazardous and radioactive materials, including nuclear materials and oversize loads. Specialized transport services in the area of nuclear fuel cycle are provided in the Czech Republic and abroad. Over its twenty years of operation, DMS s.r.o. has become a synonym for safe and reliable transport in the global context.

ALTA-RUS s.r.o.

Limited liability company ALTA-RUS was founded by the ALTA group (Czech Republic) in 2010. The Company offices are located in Yekaterinburg, Moscow and St Petersburg in Russia. The only owner is ALTA Invest, a.s., Brno, Czech Republic (a company of ALTA group).

ALTA-RUS:

- supplies machines, machining units, hydraulic presses and technological units in the area of mechanical engineering and machining
- supplies equipment for the metallurgical industry
- supplies systems for mining industry and manufacturing of construction materials
- provides services in the area of repairs and modernization of heavy machinery and hydraulic presses
- supplies non-destructive defectoscopy equipment, provides training in NDT

- arranges for other equipment (galvanic lines, varnishing equipment, galvanizing lines, inc coating lines, pickling lines, waste water treatment plants, control and visualization systems, equipment for chemical and food-processing industry)
- provides services in the area of installations, implementation into operation, maintenance, warranty and post-warranty repairs of the equipment
- provides services of a general contractor for turnkey construction projects

ALTA-RUS operates in the entire territory of Russia. The Company closely cooperates with manufacturing companies in the Czech Republic and the EU, and it implements joint projects in various industries.

ALTA-RUS is the official and exclusive representative of the following companies:

ATG s.r.o. – non-destructive defectoscopy

TOS KUŘIM-OS, a.s. – machine equipment

ČKD BLANSKO-OS, a.s. – machine equipment

Furthermore, ALTA-RUS is the official representative of the following companies:

ŠKODA MACHINE TOOL, a.s. – machine equipment

SUB, a.s. – Závod 08 TOS – TOS Čelákovice – machine equipment

TS Plzeň a.s. – Škoda Heavy Machinery in the past - hydraulic presses, vulcanization presses, rolling mill equipment, modernization of presses

ZTSU s.r.o.

Limited liability company of Heavy Machinery Plant Ulyanovsk /Závod těžkých strojů Uljanovsk/ (further as "ZTSU"), a subsidiary of ALTA-RUS s.r.o., joined the ALTA group (Czech Republic) in 2019.

The manufacturing hall of the plant was built in the 1950s for the Ulyanov Plant of Heavy and Unique Machines („UZTS“ or „Plant“). The total manufacturing and assembly area of ZTSU

is 29,000 square metres (including 7,700 square metres consisting of an assembly area) and is fully equipped for light and heavy machinery, including cranes with maximum load capacity of up to 150 tonnes. The total number of employees is 110 people. ZTSU specializes in designing, manufacturing, repairing and modernization of heavy machine equipment and in engineering maintenance. It also has its own design and technological office.

The Plant features a unique fleet of machines and provides services in the area of mechanical machining of large-sized parts of high complexity. The fleet of machines of the Plant is equipped with specialized equipment including a longitudinal grinding machine Fritz Heckert, a longitudinal milling machine UF0747, a planing machine 7A288, a vertical lathe 1550, heavy horizontal boring machines 2B660F2 and Škoda W250N, a horizontal milling machine and a boring machine with CNC - model 66K25F4, as well as a wide range of turning, boring, grinding, tooth cutting, milling, planing machines and equipment. In the nearest future, ZTSU has been planning to restore development and manufacturing of new machining equipment and multifunctional machining centers for the engineering industry, power engineering, metallurgy and other industries.

ZTSU:

- performs overhauls of machining equipment
- modernizes heavy machining equipment
- provides cooperation services (mechanical machining and heat treatment)
- manufactures switchboards and electric cases



Significant Milestones

1991

- ALTA, spol. s r.o. founded

1992

- First deliveries of 8PA4 engines for surface mining companies in countries of the Commonwealth of Independent States

1994

- Transformation of limited liability company ALTA, spol. s r.o. into joint-stock company ALTA, a.s.

1995

- Signed a contract for exclusive representation of TVEL, the Russian manufacturer of fuel cells, in the Czech Republic

1996

- Deliveries for investment projects in the area of technologies for mining and processing of ore and aggregate

1998

- Business representation in Minsk (Belarus) established

1999

- Business representation in Kiev (Ukraine) established
- Commencement of modernization project in PO BELAZ (Belarus)

2001

- For the first time, ALTA, a.s. ranks in the top 100 Czech companies compiled by CZECH TOP 100

2002

- Business representation in Yekaterinburg (Russian Federation) established

2005

- Signed a general contract for a modernization project in FGUP PO Uralvagonzavod (Russian Federation)
- Acquired ownership interest in companies TOS KUŘIM - OS, a.s., KULIČKOVÉ ŠROUBY KUŘIM, a.s. (*BALL SCREWS*) and SLÉVÁRNA KUŘIM, a.s. (*FOUNDRY*)

2006

- Commencement of a modernization project in FGUP PO Uralvagonzavod (Russian Federation)
- Signed a contract for a complex mechanization of a mine shaft for VINACOMIN (Vietnam)
- Acquired ownership interest in company TRANSPORT – 21 VEK (Russian Federation)
- Signed a contract with company OOO Kuzminetskiy kirpichniy zavod (Ukraine) for delivery of a complete technological line for brickworks

- Signed and launched a project for delivery of galvanization lines and a varnishing line for Irkut Corporation (Russian Federation)

2007

- Establishment of subsidiary ALTA URAL providing servicing of machine equipment in the Russian Federation

2008

- Acquired capital interest in company SE-MI Technology, a.s. (Czech Republic)
- Signed a general contract with company OAO Magnitogorskiy metallurgicheskiy combinat (MMK) for delivery of equipment for preparation of capping and processing of soil burden
- Business representation in Donetsk (Ukraine) established

2009

- Business representation in Magnitogorsk (Russian Federation) established
- Modernization of a rolling mill in OAO MMK by delivering equipment and construction part for a rolling mill of 5000
- Signed a contract with OAO MMK for technological and construction deliveries of peripheral equipment of a system of a vacuum furnace, continuous casting and project of a rolling mill of 2500
- Signed a contract for delivery of mining equipment for ZAO Donetskstal
- Signed a contract for delivery of a mining transport system and a mechanized system for VINACOMIN

2010

- Aquisition of company ČKD BLANSKO-OS, a.s. and keeping the tradition of manufacturing of turning and boring lathes
- Completion of the project of the largest varnishing line of freight wagons in the world, for OAO NPK Uralvagonzavod

2011

- Aquisition of Czech manufacturer of heavy milling machines and lathes - ŠKODA MACHINE TOOL a.s.
- Company ALVEL, a.s. established

2012

- Signed a significant contract with OAO Ashinskiy metallurgicheskiy zavod (AMET) for the reconstruction and complete modernization of a rolling line
- Signed a contract on "turnkey" delivery of a complete technological brickworks line in OOO KKI, Klinty (Ceramic Products Plant, Bryanskaya oblast, Russian Federation)
- Aquisition of company DMS s.r.o. (special transport company)

2013

- Delivery of biggest conveyor belts for underground mining on the territory of CIS for OAO SUEK in Krasnoyarsk (Russian Federation)
- Construction of coal preparation plant for Silesia PG Czechowice (Poland)

- Contract for delivery of a coal mining system for OAO Vorkutaugol (Russian Federation)

2014

- Stage I of modernization of the rolling mill was successfully handed over for operation in Asha - Ashinskiy metallurgicheskiy zavod

2015

- Delivery of technology of slag processing for company Zaporozhstal (Ukraine)
- Delivery to VSMPO-AVISMA (Russian Federation), the world's leader in manufacturing of titanium forgings and workpieces: 12 vertical lathes were gradually delivered and put into operation from 2014 to 2015 with the total value exceeding 10 million EUR
- Sale of share in subsidiary ŠKODA MACHINE TOOL a.s., sale of activities relating to trade in iron ore raw materials

2016

- Delivery to company R.W.S. Wheelset (Kazakhstan) from 2014 to 2016: an automated line for railway wheelsets manufacturing according to its own project with the value exceeding 20 million EUR
- In cooperation with ALTA-RUS, delivery to company ZVEZDA-REDUKTOR (Russian Federation): a set of machines from four renowned European manufacturers with the total value of 6 million EUR
- Delivery of mining equipment for OAO Severniy Kuzbass, mine Berezovskaya (Russian Federation)
- Sale of shares in subsidiaries TOS KUŘIM-OS, a.s., ČKD BLANSKO-OS, a.s. and ENERGETIKA KUŘIM, a.s.

2017

- Successful completion of part of delivery to the mine Shakhtoupravlinnya Pokrovske (Ukraine) - contract on mining equipment for mining of coking coal with total value of 20 million EUR
- Delivery and installation for operation of machines and equipment for company LLP Prommashkomplekt

2018

- Kosovo Energy Corporation, Kosovo – Stage I with total value of 6.6 million EUR, overhaul of two lines of continuous coal transport from the mine to the power station with the total length of 3 km
- Delivery of the first mining system in the aggregate value of 3.4 million EUR for coal mining in shaft wells in Novogrodovskaya Mine, State Mine Company Selidovougol in Ukraine

Financing

The ALTA group has a stable position among major Czech exporters. Many contracts have been implemented by means of bank financing of our customers. Implementation of these projects is made possible thanks to our long-established close working relationships with banks and insurance institutions.

The range of cooperating banks is complex, both from the perspective of size and type of the services provided, as well as from the export financing perspective. By utilizing the strong experience of our bank partners and the skills of our employees, we offer innovative solutions in the area of export financing with favourable terms for successful implementation of business plans.

To our customers we offer standard export financing with a mid- or long-term credit with EGAP insurance. For long-term financing, we offer access to credit to the customer's local bank with increasing frequency, whose risk may be insured by EGAP or a commercial insurance company. For credits up to two or three years, we offer financing in the form of a confirmed letter of credit with deferred maturity without insurance by EGAP or a commercial insurance company. The forms of financing stated above may be used for the financing of a wide range of export supply contracts from a single-piece delivery up to deliveries of turnkey technological and construction systems. ALTA provides assistance to its customers with preparing all the necessary documents for a standard analysis of the project and the borrower for the relevant banking institution(s) and EGAP.

A condition to succeeding in the export market is a strong knowledge and experience in the of the concerned area, export and project financing. Our Company not only has such knowledge but it also shares it with its customers for mutual benefit in the upcoming business opportunities. We confirmed this last year when we managed to offer a complex range of financing options under competitive terms in spite of the very complicated geopolitical situation in the relevant region.

Machine Equipment Division

The Machine Division provides optimum technological solutions in the form of delivered investment systems as well as in the form of delivery of single machines.

Focus:

- manufacture, sale and distribution of machining equipment made by Czech manufacturers
- sale of machining equipment made by foreign manufacturers
- sale of surface treatment equipment
- sale of automated machining lines and operations
- material division equipment
- machining and forging machines

- machining lines and automated workshops
- machining and forging lines and automated workshops
- surface treatment lines (galvanizing and varnishing)
- technological delivery for iron metallurgy
- welding lines and automated workshops
- welding equipment, machines and auxiliary materials
- diagnostics equipment
- design of manufacturing lines and technological systems of engineering plants
- putting all the equipment supplied by us into operation and operation of the equipment

Mining Technologies Division

The Mining Technologies Division specializes in delivering technologies for raw material underground and surface mining, technologies for enrichment of minerals and raw materials (such as coal, gold, silver, iron ore, chromium, lead and platinum) and technologies for mining and treatment of materials for construction industry (i.e. gravel and sand).

Focus:

- design, delivery and assembly of mining mechanized systems for coal extraction
- design, delivery and assembly of technological lines for mining and treatment of ore (such as grinding, separation and enrichment) and aggregate and its further processing (concrete mixing plants, asphalt plants)
- design, delivery and overhauls of systems for continuous surface mining of ore and coal
- conveyor systems for underground and surface mining
- deliveries of mining equipment and its components for vertical transport
- implementation of investment systems in the area of raw material mining

Technological Projects Division

The Technological Projects Division specializes in delivery of equipment for construction materials, complex solutions in power engineering (energy sources) and food processing industry.

Focus:

- equipment for brick manufacturing
- equipment for wood pellet manufacturing
- complex delivery of services and equipment for microbreweries

- complex delivery of services and equipment for power engineering
- modernization of existing metallurgical plants

Nuclear Power Plant Fuel Cycle Division

The Nuclear Power Plant Fuel Cycle Division provides complex solutions in the area of nuclear power plant fuel cycle, namely deliveries of nuclear material and fresh nuclear fuel and optimization studies of its use in the reactor as well as after its irradiation.

Focus:

- delivery of fresh nuclear fuel cells and related engineering services, including the transport thereof to nuclear power plants and research reactors in the Czech Republic and Slovakia
- facilitation of import and export licences for import and export of nuclear material and dual-use items
- licensing of transport packing/containers for road and air transport of nuclear material across the EU territory
- export of nuclear material and providing for its transport
- import and export of material and goods of dual use
- transport of radioactive and hazardous material and used nuclear fuel

Social Responsibility

Since its founding, ALTA has acted as a partner for organizations hosting public cultural and social events.

Since 2002, the Company has been the traditional partner of the project of Russian Culture in the Czech Republic. The festival, which is greatly successful every year, primarily focuses on theatre, ballet and musical performances. For many years, the Company has been a partner to the City Theatre of Brno. Financial help is also donated in support of the humanitarian efforts of our nation in partnership with the Ludvik Svoboda Society.

ALTA has always focused on creating good-quality working conditions with placing emphasis on environment and with the goal of facilitating continued personal development of its employees and respecting their individual capabilities. An essential part of this approach is the fostering of an environment encouraging professional growth of the employees in order to increase their qualifications. The Company also stresses the need for its employees to continually build on their respective foreign language skills by lessons given by native speakers. The application of the principle of equal opportunities is one of the greatest priorities in the Company. In addition to assisting employees with maintaining a balance

between personal and professional life and promoting women's career growth, we also provide space for self-realization within maintenance and innovation of existing processes and procedures of the Company. The Company prides itself on providing a continuously high level of health care and preventive activities in the area of health promotion to its employees. Special attention is paid to creating friendly and open relationships between our employees. In addition to the emphasis on maintaining a pleasant and inspiring working environment, we offer many all-year sporting, social and cultural events as well as a range of social benefits to our employees. Our most popular events are the annual Christmas party, the summer family day and periodic golf tournaments.

Basic Company Information

ALTA Invest, a.s.

Trade name: ALTA Invest, a.s.

Registered office: Brno, Štefánikova 41

Company ID No.: 607 35 244

Legal form: joint-stock company

Registration court: Regional Court in Brno

Identification in the Commercial Register: Section B, file No. 1497

Date of incorporation: 28 December 1994

Registered capital: CZK 200,000,000

Number of shares: 220,000 pcs of registered shares

Governance Bodies of the Company

Board of Directors

Chairman of the Board of Directors

Vladimír Plašil

Supervisory Board

Chairman of the Supervisory Board

Petr Vágner

Addresses and Contact Details

ALTA Invest, a.s.

Štefánikova 41
602 00 Brno
Czech Republic
T +420 541 550 111, F +420 541 550 555
e-mail: office@alta.cz
www.alta-invest.cz

ALTA, a.s.
Štefánikova 41
602 00 Brno
Czech Republic
T +420 541 550 111, F +420 541 550 555
e-mail: office@alta.cz
www.alta.cz

ALTA, a.s. – Prague office
Opletalova 37
110 00 Praha 1
Czech Republic
T +420 255 729 442/444, F +420 255 729 460
e-mail: praha@alta.cz

ALTA, a.s. – Přerov office
Žerotínovo náměstí 12
750 02 Přerov
Czech Republic
T +420 581 738 770, F +420 581 738 126
e-mail: prerov@alta.cz

ALTA, a.s. –Most office
Budovatelů 2830
434 01 Most
Czech Republic
T +420 541 550 625, F +420 595 224 192
e-mail: most@alta.cz

SE-MI Technology, a.s.
Matuškova 10
710 00 Ostrava
Czech Republic
T +420 595 224 100, F +420 595 224 105
e-mail: office@se-mi.cz
www.se-mi.cz

DMS s.r.o.
Dukovany Nuclear Power Plant
675 50 Dukovany
Czech Republic
T +420 561 103 484, F +420 568 866 496
e-mail: office@dms.cz

www.dms.cz

ALTA-RUS s.r.o.
Street Mamina-Sibiryaka 101, office 6118
620 075 Yekaterinburg
Russian Federation
T +007 (343) 253 05 66, F +007 (343) 253 05 67
e-mail: office@alta-rus.ru
www.alta-rus.cz

Postal office in St Petersburg:
Street Zakharyevskaya 31 A
196 084 St Petersburg
Russian Federation
T +007 (812) 611 11 79
e-mail: office@alta-rus.ru

Postal office in Moscow:
2nd Tverskaya-Yamskaya St 31/35, office 615
125 047 Moscow
Russian Federation
T +007 (495) 232 43 44
e-mail: office@alta-rus.ru

ZTSU s.r.o.
Gerasimova St 10K
432 042 Ulyanovsk
Russian Federation
T +007 (8422) 34 81 91
e-mail: office@ztsu.ru
www.ztsu.ru