**Attn: Supervisory Council of JSC “Olainfarm”**

**Management Board of JSC “Olainfarm”**

From: Agris Auce

Chairman of the Auditing Committee of JSC "Olainfarm"

Riga, March 30, 2021

No. 2021.03 / 30-1

**The results of the competition for the selection of sworn auditors for financial years 2021, 2022 and 2023 and the recommendation to the meeting of shareholders.**

Due to the fact that the contract of “Pricewaterhouse Cooper” Ltd. with JSC “Olainfarm” for the audit the annual statements expire with the audit of the annual statement for year 2020, the Audit Committee of JSC Olainfarm held a tender for the selection of sworn auditors for the financial years 2021, 2022 and 2023.

Three audit companies from the “Big Four” were invited to participate in the competition – “PriceWaterhouseCoopers” Ltd., “Deloitte Latvia” Ltd., JSC “KPMG Baltics”, “Ernst & Young Baltic” Ltd. Having evaluated the proposals both at the proposed price and according to non-financial criteria, “PriceWaterhouseCoopers” Ltd. was recognized as the best proposal. In second place after evaluation with a small gap is the proposal of “Ernst & Young Baltic” Ltd., which is more expensive, but was recognized as the best according to non-financial criteria.

**Recommendation to Meeting of shareholders of JSC “Olainfarm”:**

**According to the results of the competition, the Audit Committee recommends to the meeting of shareholders choose “PriceWaterhouseCoopers” Ltd. for the audit of financial years 2021, 2022 and 2023 in accordance with the submitted offer with the total price of EUR 383 400 + VAT. As a further option, the Audit Committee recommends “Ernst & Young Baltic” Ltd. with the total price of EUR 440 900 + VAT.**

The term of the proposal submitted by “PriceWaterhouseCoopers” Ltd. is valid until the meeting of shareholders, where the annual statement for year 2020 will be approved and auditor selected for the next term. The proposal of “Ernst & Young Baltic” Ltd. is valid until July 31, 2021.

Please include on the agenda of the next meeting of shareholders an item about selection of sworn auditors for financial years 2021, 2022 and 2023.

Attached:

Extract from the minutes of the Auditing Committee meeting on the results of the sworn auditor competition for financial years 2021, 2022 and 2023.

Proposal and letter about expiration date from “Ernst & Young Baltic” Ltd.

Proposal and letter about expiration date from “PriceWaterhouseCoopers” Ltd.

Sincerely,

Agris Auce

Chairman of the Auditing Committee.

Signed by secure electronic signature