

Pursuant to Article 100, paragraph 8 of the Law on Capital Market ("Official Gazette of Montenegro" No. 01/18) - (hereinafter referred to as: the Law), the Capital Market Authority of Montenegro (hereinafter referred to as: the Authority) at its 40th session held on 18 December 2018 has issued

RULES

ON DETAILED CONTENT AND A MANNER OF FINANCIAL REPORTING

("Official Gazette of Montenegro", No. 083/18 of 25.12.2018)

Introductory provision

Article 1

These Rules shall govern the detailed content and manner of compiling and submitting financial reports of issuers.

Types of reports

Article 2

Financial reports: referred to in Article 1 of these Rules are as follows

- 1) annual financial report (for the period from 01.01 to 31.12),
- 2) semi-annual financial report (for the period from 01.01 to 30.06 of the current year),
- 3) quarterly financial reports:
 - a) Financial Report for the three-month period (for the period from 01.01 to 31.03), and
 - b) Financial Report for the nine-month period (for the period from 01.01 to 30.09).

Contents of the report

Article 3

Annual financial report referred to in item 1, paragraph 1 Article 2 of these Rules shall contain:

- 1) audited financial statements including:
 - a) Statement of financial position (balance sheet);
 - b) Statement of comprehensive income (income statement);
 - c) Cash flow statement;
 - d) Statement of changes in equity,
- 2) audit report,
- 3) management report and
- 4) statements of persons responsible within the issuer.

Semi-annual financial report referred to in item 2, paragraph 1 of this Article 2 of these Rules shall include:

- 1) semi-annual financial: statements including:
 - a) Statement of financial position (balance sheet);
 - b) Statement of comprehensive income (income statement);
 - c) Cash flow statement;
 - d) Statement of changes in equity,
- 2) semi-annual management report and
- 3) statements of persons responsible within the issuer.

Issuer's quarterly financial reports referred to in item 3, paragraph 1 of this Article 2 of these Rules shall include:

- 1) semi-annual financial: statements including:
- 2) quarterly financial reports including:

- a) Statement of financial position (balance sheet);
 - b) Statement of comprehensive income (income statement),
- 2) quarterly management report and
 - 3) statements of persons responsible within the issuer.

Compiling the report

Article 4

The issuer shall compile a financial report in electronic form in the xls format on a form published by the Authority as follows:

- 1) issuer's annual financial report form,
- 2) issuer's half-yearly financial report form and
- 3) issuer's quarterly financial report form.

Financial reports referred to in paragraph 1 of this Article must be signed by a qualified electronic signature of the person responsible.

Notwithstanding paragraph 1 of this Article, banks are required to compile financial statements in the chart of accounts prescribed by the Central Bank of Montenegro, and insurance companies in the chart of accounts prescribed by the Insurance Supervision Agency.

Manner of delivering the report

Article 5

Reports compiled in electronic form shall be submitted to the Authority to the address fie@scmn.me.

In the case of objective impossibility to deliver the report in the manner prescribed in paragraph 1 of this Article, the issuer shall, within the prescribed deadline, submit the same at the optical disc to the address of the Authority: Kralja Nikole 27a/III, Podgorica.

Publication of financial reports

Article 6

The reports shall be published on the Authority's website within the period of five (5) days following the day of delivery to the Authority.

Responsibility for information

Article 7

The Authority shall not be responsible for the accuracy and authenticity of the information contained in reports.

Article 8

These Rules shall enter into force on the eighth day of its publication in the "Official Gazette of Montenegro".

Number: 01/9-1998/2-18
Podgorica, 18.12.2018
Capital market Authority
President of the Authority,
Zoran Đikanović PhD, m.p.