

DECLARATION

from the company management of M+S Hydraulic PLC, Kazanlak

The company management, in the person of the Procurator, officially issues the Quality Policy, making it public, thus enabling the staff of M+S Hydraulic PLC to acquaint itself with it and make concerted efforts towards its successful application and improvement.

QUALITY POLICY OF THE COMPANY MANAGEMENT

The policy agenda is aimed at preserving the company's leadership position on the market by maintaining high quality execution in the respective fields: development, manufacture and sale of hydraulic motors, hydrostatic steering units and accessories, which conform to the specific customer requirements and are in accordance with the respective regulations for safety and quality of the products. This is achieved by continuous improvement of the Quality Management System, developed in accordance with ISO 9001:2015.

In order to satisfy the requirements of its Customers and Partners, as well as the requirements, stipulated in the respective regulations, the company management of M+S Hydraulic PLC applies and adheres to the principles for quality management (laid out in the current quality policy), while taking into consideration the Context of the organization and its development opportunities, as well as its steady commitment to continuous process improvement, customer satisfaction, milestone completion and preservation of its leadership position on the market.

The long-term success and compliance with customer requirements (regarding the respective products and services) is ensured by strict adherence to the outlined quality stipulations and regulations.

The company management is well aware that the good professional results are directly related to the motivation, knowledge and competency levels of the company managers and the employees alike, as well as their level of commitment to the quality management processes and the fulfillment of the outlined company goals.

The company management recognizes the importance of corporate awareness, regarding matters, concerning the fulfillment of customer requirements, adherence to quality specifications or compliance with applicable regulations. For that reason, the Upper executive management of M+S Hydraulic PLC is fully committed to the active monitoring of the process approach application as a means of improvement of both the company's internal communication and its external communication (communication with different customers, suppliers, state authorities and institutions).

Each decision, concerning M+S Hydraulic PLC's business activity, is preceded by thorough information gathering. The gathered information is later subjected to a careful analysis. Based on the analysis results, the company management takes all necessary measures in order to strengthen the company's positions.

The establishment of healthy business relationships with the suppliers is a staple company principle. The management of M+S Hydraulic PLC clearly understands the importance of these business relationships. That is why it has successfully implemented a system for evaluation and selection of its main product, process and service suppliers.

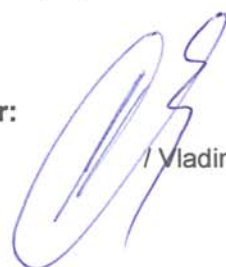
In my capacity as a Procurator of M+S Hydraulic PLC

I DECLARE:

my personal involvement and responsibility in spreading out and applying the issued Quality Policy. I hereby oblige the company staff to fulfill its duties and responsibilities in accordance with the regulations, specified in the Quality Management System, which was developed in accordance with the international standard ISO 9001:2015. As a Procurator, I take on the responsibility to provide the necessary material, financial, human and informational resources, required in the course of the Quality System implementation.

Date: 25.01.2017 r.

Procurator:



/ Vladimir Spasov /