

Joint-Stock Company
"Liepājas Metalurģs "
Reg.Nr. 40003014197

Quarterly Report
(non-audited)

For 9 months of the year 2013

CONTENT

Information About the Company _____	page 3
Management Statement _____	4
Statements of balance sheet _____	5
Statements of profit or loss statement _____	7
Cash Flow Statement _____	8
Statement of Changes in Shareholders' Equity _____	9
Enclosures to the Quarterly Report:	
Enclosures to Statements of financial position _____	11
Enclosures to Statements of comprehensive income _____	17

INFORMATION ON THE COMPANY

1. Full name of the Company: Joint-Stock Company "Liepājas Metalurģs"
2. Legal status of the Company: Public Joint-Stock Company
3. Registration number of the State: 40003014197
Registration, place, date: The Republic of Latvia Commercial Register,
August 7, 2003
4. Taxpayer registration number: LV40003014197
5. Legal address of the Company: Brīvības street 93, Liepāja, LV-3401, LATVIA
6. Office address and phone number: Brīvības street 93, Liepāja, LV-3401, LATVIA
Phone: +371 634 55921
7. Type of business activity: Steel production
8. Accounting period: 2013, 9 months
9. Director: Leons Ptičkins
Position:
Managing Director and a Member of the Board
10. Information on the major stockholders: The biggest stockholders are:
Sergejs Zaharjins
Proportion (%) of stocks (shares) 49%
Ilja Segals
Proportion (%) of stocks (shares) 21%
Kirovs Lipmans
Proportion (%) of stocks (shares) 23%
11. Council by July 29, 2013: Sergejs Zaharjins
Aleksejs Zaharjins
Kirovs Lipmans
Māris Pomerancis
Guntis Vilnītis
Andris Deniņš
- 11a. Council since July 29, 2013: Guntis Vilnītis
Ainars Kreics
Egils Kupšis
Benita Imbovica
Genadijs Atujevs
12. Board by July 29, 2013: Valērijs Terentjevs
Ilja Segals
Leons Ptičkins
- 12a. Board since July 29, 2013: Valērijs Terentjevs
Antra Čirkše
Leons Ptičkins
13. The name of the bank, code, operating account number: AS SEB banka, UNLALV2X
LV96UNLA 0012002467028
14. Chief Accountant: Ligita Bērzupe
15. Average number of employees: 2194

**JOINT-STOCK COMPANY "LIEPĀJAS METALURĢS"
MANAGEMENT STATEMENT REGARDING
THE FINANCIAL STATEMENTS FOR 9 MONTHS OF 2013.**

Operating activity of the JSC Liepājas Metalurģs in the 9 months of 2013 produced LVL 27.3 million (EUR 38.85 million) losses. Operating activity of the JSC Liepājas Metalurģs in the corresponding period in 2012 generated profit of LVL 0.13 million (EUR 0.19 million).

The reporting period net turnover was LVL 93.4 million (EUR 132.9 million), which was LVL 147.7 million (EUR 210.2 million) less than during the corresponding period of last year.

Losses appeared in the reporting period are explained by the overall crisis in the steel industry in Europe as well as worldwide, as well as by the shortage of working capital facilities available to the JSC Liepājas Metalurģs. As a result, the first half of 2013 production was performed at 44.6% capacity level, in the second quarter only 14.3% of capacity was utilized, while in the third quarter the production was stopped completely.

The Balance Sheet amount was reduced by LVL 51.9 million (EUR 73.8 million).

The associated company JSC "Sātiņi Enerģo LM" was sold on September 9, 2013, the amount for this transaction accounted for LVL 350 000,-.

On May 24, 2013, the JSC Liepājas Metalurģs applied to Liepājas Court to begin the legal protection process. With the decision Nr. C20261213 dated May 27, 2013, the Liepājas Court decided to accept the JSC Liepājas Metalurģs legal protection process (LPP, Latvian "TAP") case.

The plan of measures was worked out and concerted by the creditors within the frames of LPP to restore the company's production. The Court approved it on September 10, 2013 and the plan of measures of LPP foresaw the following:

- The property existence of which is not necessary for business activities is expected to be sold – this includes several real estates, also movable property and capital shares in several daughter companies.

- Business activity resumption in September.

- Attraction of investor and first cash injection of LVL 10 mil. by September 30, 2013 for the sake of working capital to restart of the business activity of the company.

- 50% of unsecured creditors claims against the Company will be satisfied in the 24th month of LPP, and the remaining 50% is possible to exchange for shares of the JSC Liepājas Metalurģs.

- Optimization of the number of employees.

Due to the fact that the conditions planned on September 2013 in accordance with the LPP plan of measures was not fulfilled, the 30-day period starts on 01.10.2013 during which the JSC Liepājas Metalurģs had a possibility to fulfill the measures that had been planned for September of this year.

Circumstances and events following closing of Balance-Sheet:

- The JSC Liepājas Metalurģs didn't realize the conditions regarding the LPP plan of measures until October 30, 2013;

- Administrator of company's Legal Protection Procedure (LPP) Mr. Haralds Velmers submitted in Court the requirement for LPP discontinuation and insolvency proceedings inception on November 4, 2013;

- By the November 12, 2013 judgment of Liepāja Court on the civil case No C20261213, has proclaimed the insolvency process of the JSC Liepājas Metalurģs.

In the name of the JSC "Liepājas Metalurģs"

Administrator

H.Velmers

BALANCE SHEET

for 9 months of the year 2013

ASSETS	Enclosure Number	As of 30.09.2013.		As of 30.09.2012.	
		LVL	EUR	LVL	EUR
1.LONG-TERM INVESTMENTS					
I. Intangible investments					
1. Other intangible investments		29125	41441	42096	59897
2. Advance payments for intangible investments		0	0	0	0
I. TOTAL:		29125	41441	42096	59897
II. Fixed assets					
1. Land, buildings and constructions and long-term sites					
		61483108	87482581	63917942	90947038
2. Long-term investments in rent fixed assets		0	0	445702	634177
3. Technological equipment and machinery		83641926	119011739	86922455	123679511
4. Other fixed assets and inventory		960531	1366712	1093983	1556598
5. Fixed assets formation and costs of unfinished construction sites		658365	936769	2589511	3684542
6. Advance payments for fixed assets		980	1394	81889	116518
II. TOTAL:		146744910	208799196	155051482	220618383
III. Investment properties					
1. Investment properties		4902142	6975120	5024000	7148508
IV. Long-term financial investments					
1. Share in the related companies (subsidiaries)		9087083	12929754	9086858	12929434
2. Loans to the related companies (subsidiaries)		8432	11998	8432	11998
3. Share in the capital of associated companies		1143551	1627126	1593551	2267419
4. Loans to the associated companies		85168	121183	81500	115964
IV. TOTAL:	1	10324234	14690062	10770341	15324815
Section 1 total amount:		162000411	230505818	170887919	243151603
2. CURRENT ASSETS					
I. Stock (Inventories)					
1. Raw materials, basic and auxiliary materials		9405587	13382945	18418712	26207466
2. Unfinished products, Work-in-Process		179793	255822	2642822	3760397
3. Finished products and goods for sales		103459	147209	22912354	32601343
4. Incompleted orders		95647	136093	171364	243829
5. Advance payments for goods		441721	628512	635186	903788
I. TOTAL:		10226207	14550582	44780438	63716823
II. Accounts receivable (Debtors)					
1. Trade accounts receivable		913313	1299527	7004993	9967207
2. Debt of related companies (subsidiaries)		287891	409632	740643	1053840
3. Debt of associated enterprises		465027	661674	782711	1113697
4. Other debtors (accounts receivable)		261882	372625	1449872	2062982
5. Prepaid expenses		80412	114416	43433	61800
II. TOTAL:	2	2008525	2857874	10021652	14259526
III. Short-term financial investments					
III. TOTAL:		0	0	0	0
IV. Cash		462279	657764	898525	1278486
IV. TOTAL:		462279	657764	898525	1278486
Section 2 total amount		12697011	18066219	55700615	79254835
TOTAL ASSETS		174697422	248572037	226588534	322406438

LIABILITIES AND SHAREHOLDERS' EQUITY	Enclosure Number	As of 30.09.2013.		As of 30.09.2012.	
		LVL	EUR	LVL	EUR
1. SHAREHOLDERS' EQUITY					
1. Share capital (fixed capital)		16981033	24161833	16981033	24161833
2. Long-term investments revaluation reserve		35930958	51125147	38110712	54226658
3. Reserves: a) reserves stipulated by law		0	0	0	0
3. Reserves: b) other reserves		44524829	63353124	44524829	63353124
TOTAL:		44524829	63353124	44524829	63353124
4. Retained earnings					
a) undistributed profit from the previous years		-27951068	-39770787	-16656865	-23700584
4. Retained earnings					
b) undistributed profit of the reporting year		-27267549	-38798227	134250	191021
section 1 total amount:		42218203	60071091	83093959	118232052
2. PROVISIONS					
1. Provisions for anticipated taxes		0	0	1295020	1842647
2. Other provisions		856000	1217978	831400	1182976
section 2 total amount:	3	856000	1217978	2126420	3025623
3. LIABILITIES (Accounts Payable)					
I. Long-term Creditors (Accounts Payable).					
1. Loans from credit institutions		22614678	32177788	51564847	73370167
2. Liabilities to Suppliers		2989023	4252997	3396813	4833229
3. Other loans		51977087	73956732	0	0
I. TOTAL:		77580788	110387516	54961660	78203397
II. Short-term Creditors (Accounts payable)					
1. Loans from credit institutions		0	0	23890276	33992800
2. Other loans		319128	454078	0	0
3. Advance payments received from customers		10016668	14252435	28133609	40030519
4. Suppliers and contractors trade account payable		36343980	51712825	30979104	44079294
5. Accrued liabilities (Payable bills of exchange)		2344282	3335613	2775	3948
6. Payable (debt) to related companies (subsidiaries)		1544090	2197042	945627	1345506
7. Payable (debt) to associated companies		2094817	2980656	885900	1260522
8. Taxes and state social insurance payments		1079376	1535814	796652	1133534
9. Other liabilities		300090	426990	772552	1099242
II. TOTAL:	4	54042431	76895452	86406495	122945366
Section 3 total amount:		131623219	187282968	141368155	201148763
TOTAL LIABILITIES AND EQUITY		174697422	248572037	226588534	322406438

In the name of the JSC "Liepājas Metalurģs"

Administrator _____ H.Velmers

PROFIT OR LOSS STATEMENT

for 9 months of the year 2013

No.	Parameter designation	Enclosure Number	As of 30.09.2013.		As of 30.09.2012.	
			LVL	EUR	LVL	EUR
1	Net turnover	5, 6	93395511	132889840	241138649	343109386
2	Production costs of goods sold	7	-101729726	-144748359	-228728105	-325450773
3	Gross profit or loss (from turnover)		-8334215	-11858520	12410544	17658613
4	Sales costs	8	-3998399	-5689209	-7724425	-10990867
5	Administration costs	9	-2695061	-3834726	-3576663	-5089133
6	Other operating income	10	3058924	4352457	5144441	7319880
7	Other operating costs	11	-13126239	-18676955	-4901954	-6974852
8	Interest income and other similar income	12	3812	5424	2122	3019
8	Income from capital of related and associated companies		75951	108069	0	0
9	Interest payments and similar expenses	13	-2039977	-2902626	-1008005	-1434262
10	Profit or loss before extraordinary items and taxes		-27055204	-38496086	346060	492400
11	Profit or loss before taxes		-27055204	-38496086	346060	492400
12	Other taxes		-212345	-302140	-211810	-301378
13	Reporting period profit or loss after taxes		-27267549	-38798227	134250	191021

The JSC "Liepājas metalurģs" demonstrated profit at the rate of -1.606 LVL (EUR -2.285) per share.

In the Financial Statements the LVL amounts were converted into EUR by applying the Bank of Latvia exchange rate at EUR 0.702804 (divide).

In the name of the JSC "Liepājas Metalurģs"

Administrator _____ H. Velmers

CASH FLOW STATEMENT (by direct method) for 9 months of the year 2013

	As of 30.09.2013.		As of 30.09.2012.	
	LVL	EUR	LVL	EUR
OPERATING CASH FLOW				
Cash received from buyers	76132294	108326495	244234708	347514681
Cash received from other business activities	62837	89409	28744	40899
VAT overpayment received	1420203	2020767	2149995	3059167
Bank interest received	27917	39722	1865	2654
Cash paid to suppliers and employees	-73231016	-104198348	-234753839	-334024620
Cash received from the core business activity	4412235	6278045	11661473	16592781
Interest payment	-2204287	-3136418	-1006149	-1431621
Corporate income tax payment		0	0	0
Other tax payments	-1569806	-2233633	-298066	-424110
Other costs related to operating activities	-10839	-15423	-105868	
Net cash flow from the core business activity	627303	892572	10251390	14586414
CASH FLOW FROM INVESTMENT ACTIVITIES				
Acquisition of fixed assets	-203078	-288954	-2887126	-4108010
Sale of fixed assets and intangible assets	0	0	3660	5208
Investments in related companies	0	0	-70592	-100443
Income from other deals (sale of shares)	350000	498005	0	0
Net cash flow from investment operations	146922	209051	-2954058	-4203246
CASH FLOW FROM FINANCING ACTIVITIES				
Short-term borrowings in net value (credit line)	40763	58001	-1695163	-2412000
Paid liabilities for financial leasing	-246307	-350463	-244304	-347613
Repayment of long-term loans	0	0	-4129206	-5875331
Repayment of long-term liabilities	-173737	-247205	-328048	-466770
Loans to associated companies	0	0	0	0
Repayment of loans and interests from related companies	92617	131782	349	497
Costs not associated with operating activities	-327164	-465512	-1169283	-1663740
Net cash flow from financial activities	-613828	-873399	-7565655	-10764957
Result of foreign currency exchange rate fluctuations	-83746	-119160	-134954	-192022
Net growth of cash and its equivalents	76651	109065	-403277	-573811
Cash and its equivalents at the beginning of accounting period	385628	548699	1301802	1852297
Cash and its equivalents at the end of accounting period	462279	657764	898525	1278486

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY, LVL

	Share capital	Revaluation reserve of long-term investments	Reserves stated by Statute	Other reserves	Retained Earnings of the reporting year	Retained Earnings of the previous year	Equity capital TOTAL
	LVL	LVL	LVL	LVL	LVL	LVL	LVL
As of 01.01.2012.	16981033	40402465	0	44524829	2466633	-19123498	85251462
Previous year profit put in reserves					-2466633	2466633	0
Undistributed profit of the reporting period					-11294203		-11294203
Reserves distribution							0
Increase of revaluation reserve							0
Written-off revaluation reserve		-3670456					-3670456
As of 31.12.2012.	16981033	36732009	0	44524829	-11294203	-16656865	70286803
Previous year profit put in reserves					11294203	-11294203	0
Undistributed profit of the review period					-27267549		-27267549
Increase of fixed capital							0
Increase of revaluation reserve							0
Written-off revaluation reserve		-801051					-801051
As of 30.09.2013.	16981033	35930958	0	44524829	-27267549	-27951068	42218203

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY, EUR

	Share capital	Revaluation reserve of long-term investments	Reserves stated by Statute	Other reserves	Retained Earnings of the reporting year	Retained Earnings of the previous years	Equity capital TOTAL
	EUR	EUR	EUR	EUR	EUR	EUR	EUR
As of 01.01.2012.	24161833	57487529	0	63353124	3509703	-27210286	121301902
Previous year profit put in reserves					-3509703	3509703	0
Undistributed profit of the reporting period					-16070203		-16070203
Reserves distribution							0
Increase of revaluation reserve							0
Written-off revaluation reserve		-5222588					-5222588
As at 31.12.2012.	24161833	52264940	0	63353124	-16070203	-23700584	100009111
Previous year profit put in reserves					16070203	-16070203	0
Undistributed profit of the review period					-38798227		-38798227
Increase of fixed capital							0
Increase of revaluation reserve							0
Written-off revaluation reserve		-1139793					-1139793
As of 30.09.2013.	24161833	51125147	0	63353124	-38798227	-39770787	60071091

ENCLOSURES TO THE 9 MONTH QUARTERLY REPORT ENCLOSURES TO BALANCE SHEET

1. Investment changes

Long-Term Financial Investment (LVL)

Company Name, Address, Registration Number	As of 30.09.2012.		
	Ownership in %	Ownership in LVL	The investment carrying value LVL
Related Companies (Subsidiaries)			
LSEZ JSC "Liepājas osta LM" (Liepāja's Port LM) Brīvostas iela 22, Liepāja; 40003154754	95.2	7749206	7749206
"Sports Club Liepājas metalurģs", Ltd. Brīvības iela 93, Liepāja; 40003348213	95	1900	1900
"Ice-Hockey Hall "Liepājas metalurģs"", Ltd. Brīvības iela 93, Liepāja; 40003421648	95	1900	1900
"Rūķis LM", Ltd. Vānes iela 25, Liepāja; 42103038147	100	1316000	1316000
"Liepājas naglas" Ltd. Brīvības iela 93, Liepāja; 42103032888	100	14056	14056
"LM Resurss", Ltd. Brīvības iela 93, Liepāja; 42103055448	100	2000	2000
"LM Ressurss", Ltd. Vilimsi, Tulbiaia iela 44, Igaunija, 12287567	100	1796	1796
OOO "Torgoviy dom "Liepajskij metalurģ"" 191479696	90	225	225
Total Investments in Related Companies, LVL		9087083	9087083
Associated Companies			
"Elme Messer Metalurģs", Ltd. Brīvības iela 93, Liepāja; 40003461570	11.3	1023551	1023551
"Metalurģs & Duna", Ltd. Spīķera iela 19/23, Liepāja; 42103019610	50	120000	120000
Total Investments in Associated Companies, LVL		1143551	1143551

All investments in related and associated companies are recorded in the balance sheet at their acquisition value.

Long-Term Financial Investment (EUR)

Company Name, Address, Registration Number	As of 30.09.2012.		
	Ownership in %	Ownership in EUR	The investment carrying value EUR
Related Companies (Subsidiaries)			
JSC "Liepājas osta LM" (Liepāja's Port LM) Sliežu iela 7/1, Liepāja; 40003154754	95.2	11026127	11026127
"Sports Club Liepājas metalurģs", Ltd. Brīvības iela 93, Liepāja; 40003348213	95	2703	2703
"Ice-Hockey Hall "Liepājas metalurģs"", Ltd. Brīvības iela 93, Liepāja; 40003421648	95	2703	2703
"Rūķis LM", Ltd. Vānes iela 25, Liepāja; 42103038147	100	1872499	1872499
"Liepājas naglas" Ltd. Brīvības iela 93, Liepāja; 42103032888	100	20000	20000
"LM Resurss", Ltd. Brīvības iela 93, Liepāja; 42103055448	100	2846	2846
"LM Ressurss", Ltd. Vilimsi, Tulbiaia iela 44, Igaunija, 12287567	100	2556	2556
OOO "Torgoviy dom "Liepajskij metalurģ"" 191479696	90	320	320
Total Investments in Related Companies, EUR		12929754	12929754
Associated Companies			
"Elme Messer Metalurģs", Ltd. Brīvības iela 93, Liepāja; 40003461570	11.3	1456382	1456382
"Metalurģs & Duna", Ltd. Spīķera iela 19/23, Liepāja; 42103019610	50	170745	170745
Total Investments in Associated Companies, EUR		1627127	1627127

All investments in related and associated companies are recorded in the balance sheet at their acquisition value.

Long-Term Financial Investments: 9 months 2013 Movement Report (LVL)

	capital of related companies (subsidiaries)	capital of associated companies	Long-Term Loans
Beginning value on 31.12.2012.	9087083	1593551	185939
Invested (loans provided)	0	0	0
Moved to another item (or written-off)	0	-450000	-92339
The balance on 30.09.2013.	9087083	1143551	93600

Long-Term Financial Investments: 9 months 2013 Movement Report (EUR)

	Share in the capital of related companies (subsidiaries)	Share in the capital of associated companies	Long-Term Loans
Beginning value on 31.12.2012.	12929754	2267419	264567
Invested (loans provided)	0	0	0
Moved to another item (or written-off)	0	-640292	-131387
The balance on 30.09.2013.	12929754	1627127	133180

2. Accounts receivable (debtors)

DEBTORS	As of 30.09.2013.		As of 30.09.2012.	
	LVL	EUR	LVL	EUR
Customers and affiliated companies debts	1666231	2370833	8528347	12134745
Incl. Debts of buyers and customers	721651	1026817	7004993	9967207
Incl. Debts of buyers with factoring activities	191662	272710	0	0
Incl. Debts of related companies (subsidiaries)	287891	409632	740643	1053840
Incl. Debts of associated enterprises (doubtful debtors debt)	465027	661674	782711	1113697
	/2407910/	/3426147/	/293326/	/417365/
Other debtors	261882	372625	1449872	2062982
Incl. Accrued and unpaid VAT	3764	5356	13247	18849
Incl. Advance payments	0	0	980	1394
Incl. VAT budget overpayments	98476	140119	1175334	1672350
Incl. Debt for caused damages to the enterprise	0	0	173	246
Incl. Various debtors	151458	215506	146525	208486
Incl. Overpaid salaries	290	413	4	6
Incl. Advance prepayment for services	5248	7467	8538	12148
Incl. Advance prepayment for Corporate income tax	0	0	0	0
Incl. Overpaid taxes	27	38	7	10
Incl. Security deposit	2619	3727	105065	149494
Future periods payments	80412	114416	43433	61800
Incl. Press expenses	1490	2120	3383	4814
Incl. Miscellaneous	42205	60052	1559	2218
Incl. Property insurance	36717	52244	38491	54768
Total Debtors:	2008525	2857874	10021652	14259527

3. PROVISIONS

	Provisions for anticipated vacations (4318)		Provisions for doubtful debtors (4319)		Tax provisions	
	LVL	EUR	LVL	EUR	LVL	EUR
On 31.12.2012.	856000	1217978	2407910	3426147	0	0
Written-off as bad debt	0	0	0	0	0	0
On 30.09.2013.	856000	1217978	2407910	3426147	0	0

*

*

Doubtful debtors and provisions for doubtful debtors balance each other in the balance statement.

4. Accounts payable (creditors)

CREDITORS	As of 30.09.2013.		As of 30.09.2012.	
	LVL	EUR	LVL	EUR
Long-term borrowings (Ministry of Finance)	51933939	73895338	51564847	73370167
Long-term liabilities to suppliers	2989023	4252997	3396813	4833229
Other secured long-term creditors	43148	61394	0	0
Long-term borrowing from credit institutions	22614678	32177788	23890276	33992800
Advance payments (residents)	30626	43577	62462	88875
Advance payments (non residents)	9986042	14208858	28071147	39941644
Other borrowing (factoring)	191662	272710	0	0
Other borrowings (individuals)	224	319	0	0
Other borrowings (interests for lending rate change)	127242	181049	0	0
Debts to suppliers and contractors	36343980	51712825	30979105	44079295
Incl. Materials and gas	7870641	11198913	16404816	23341950
Incl. Services	15620835	22226446	4988084	7097404
Incl. Scrap, various services related to scrap delivery, processing	12625751	17964825	8841620	12580492
Incl. Fixed assets	224820	319890	407753	580180
Incl. Medical department creditors	1933	2750	2384	3392
Incl. Other Creditors	0	0	334448	475877
Debts to related enterprises (subsidiaries)	1544090	2197042	945626	1345505
Debts to associated enterprises	2094817	2980656	885900	1260522
Accrued liabilities	2344282	3335613	2775	3948
Taxes and social insurance payments	1079376	1535814	796652	1133534
Incl. State tax	516	734	596	848
Incl. Residents' Income tax	437525	622542	279106	397132
Incl. Value Added tax	0	0	2586	3680
Incl. Social Security tax	637470	907038	502135	714474
Incl. Nature resources tax	1026	1460	12229	17400
Incl. Corporate Income tax from non-residents	2839	4040	0	0
Other creditors (liabilities)	300090	426990	772552	1099242
Incl. Payments for salaries	280160	398632	733424	1043568
Incl. Deductions from salaries	19894	28307	39128	55674
Incl. Settlement parties	36	51	0	0
Total Creditors:	131623219	187282968	141368155	201148763

ENCLOSURES TO PROFIT OR LOSS STATEMENT

5. Net turnover (revenue) by products

Product Description	As of 30.09.2013.		As of 30.09.2012.	
	LVL	EUR	LVL	EUR
Rolled steel	82811730	117830476	223689749	318281838
Billet	9677649	13770054	16286293	23173307
Castings	66128	94092	202313	287865
Wire	0	0	0	0
Crushed slag	6335	9014	22489	31999
Services	82967	118052	201938	287332
Sold steam, gCal	5478	7794	5365	7634
Compressed Air	1142	1625	216	307
Medical department	699227	994910	655427	932589
Transportation services	44855	63823	74859	106515
TOTAL	93395511	132889840	241138649	343109386

6. Net turnover by geographic markets

Market	As of 30.09.2013.		As of 30.09.2012.	
	LVL	EUR	LVL	EUR
Latvia	2487110	3538839	4379122	6230929
European Union countries	27107324	38570247	119330647	169792214
Other third countries	63801077	90780754	117428880	167086243
Total	93395511	132889840	241138649	343109386

7. Production costs of sold goods

Cost Description	As of 30.09.2013.		As of 30.09.2012.	
	LVL	EUR	LVL	EUR
Materials	79786297	113525673	189014253	268943052
Salaries and wages	6315925	8986752	10792038	15355687
Social benefits deductions	1494395	2126333	2558958	3641069
Depreciation	4848836	6899272	5452075	7757604
Other costs	9284273	13210330	20910781	29753361
Total	101729726	144748359	228728105	325450773

8. Sales costs

Cost Description	As of 30.09.2013.		As of 30.09.2012.	
	LVL	EUR	LVL	EUR
Packing materials	55285	78663	87200	124074
Transportation costs	539340	767411	2050025	2916923
Freight	2390745	3401724	3342946	4756584
Port handling charges	743030	1057236	1856963	2642220
Advertising and marketing costs	23820	33893	38659	55007
Other sales costs (insurance, storage/warehousing, depreciation, and other)	122134	173781	227934	324321
Costs related to factoring	29188	41531	30219	42998
Costs related to L/C	94858	134971	90479	128740
Total	3998399	5689210	7724425	10990867

9. Administration costs

Costs Description	As of 30.09.2013.		As of 30.09.2012.	
	LVL	EUR	LVL	EUR
Salaries and social costs	1681091	2391977	2149041	3057810
Communication costs	31713	45124	48019	68325
Office supplies and office maintenance costs	590144	839699	823081	1171139
Legal, auditing, translation fees	156476	222645	83576	118918
Presentation costs	54595	77681	168895	240316
Depreciation of fixed assets	124249	176790	174572	248394
Management traveling expenses	26587	37830	76506	108858
Management training	0	0	266	378
Costs for bank account services	18882	26867	38535	54830
Costs related to stockholders	11325	16114	14172	20165
Total	2695061	3834726	3576663	5089133

10. Other operating income

Income Description	As of 30.09.2013.		As of 30.09.2012.	
	LVL	EUR	LVL	EUR
Sale of current assets	1414546	2012718	1733192	2466110
Intermediary services	1274845	1813940	1296518	1844779
Sale of fixed assets	6771	9634	3041	4327
Liquidation of fixed assets	10343	14717	88184	125475
Rent of Fixed assets	56804	80825	8005	11390
Currency exchange gain	93208	132623	0	0
Received fines	16451	23408	361436	514277
Written-off revaluation reserve of liquidated fixed assets	1901	2705	28753	40912
Bad debt recovery	0	0	121234	172500
Other income from operating activity	184055	261887	1504078	2140110
Total	3058924	4352456	5144441	7319880

11. Other operating costs

Costs Description	As of 30.09.2013.		As of 30.09.2012.	
	LVL	EUR	LVL	EUR
Sales costs of current assets	1010112	1437260	1284508	1827690
Costs of intermediary services	1275749	1815227	1296287	1844450
Costs related to the sale and liquidation of fixed assets	6561 19042	9335 27094	9084 31107	12925 44261
Currency exchange loss	0	0	235931	335700
Paid compensations and other benefits	58925	83842	62407	88797
Other costs*	6792583	9664974	497064	707258
Paid fines**	171535	244072	20250	28813
Costs not associated with operating activities***	3747070	5331600	1375616	1957325
Costs of infrastructure maintenance	9074	12911	12578	17897
Training costs of the new staff	2249	3200	42838	60953
Costs of previous period	4432	6306	1133	1612
Costs of auto maintenance	28908	41132	33151	47170
Total	13126239	18676956	4901954	6974852

* - including 1523759 LVL as workshop maintaining cost

** 46401 LVL for delayed payments of the creditor obligations, 111985 LVL to State Treasury for the untimely repaid interest of the guarantee, late payment penalty for taxes 5545 LVL and other paid late payment penalties - 7604 LVL

*** - to EMM for unused gas 1795521 LVL, to Nordkalk for unused lime 511873 LVL, to Latvenergo for forward transaction related to electric power 908888 LVL

12. Interest income

Income	As of 30.09.2013.		As of 30.09.2012.	
	LVL	EUR	LVL	EUR
Income from loans to business persons	3434	4886	257	366
Income from bank accounts	0	0	846	1204
Income from deposit investments	378	538	1019	1450
Total Interest Income	3812	5424	2122	3019

13. Interest payments

Income	As of 30.09.2013.		As of 30.09.2012.	
	LVL	EUR	LVL	EUR
Interests for credit institutions	477318	679162	682823	971570
Interests for long-term loan	839676	1194751	0	0
Interests for State Guarantee	400207	569443	201282	286398
Interests for lending rate changes	322776	459269	0	0
Interests for business persons	0	0	123900	176294
Total Interest Income	2039977	2902626	1008005	1434262