

**JOINT STOCK COMPANY**  
**‘KURZEMES ATSLEGA 1’**  
**LV40003044007**

**Non-audited**  
**FINANCIAL REPORT**  
**31 March 2018**

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## 1.Information on enterprise

<b>Name</b>	<b>” KURZEMES ATSLĒGA 1”</b>
<b>Legal status</b>	<b>Joint stock company</b>
<b>Registration number, place and date</b>	<b>40003044007,Riga, 29.11.1991</b>
<b>Register</b>	<b>Registration in the Commercial on 11 June 2004</b>
<b>Legal address</b>	<b>27 Kalvenes str.,Aizpute,LV3456</b>
<b>Main activities: NACE 2.red</b>	<b>2572-door locks,ironware,furniture fittings</b>
<b>Shareholders an their shares %</b>	<b>JSC”Kurzemes atslega”- 48.36% Olivers Wiederholds – 17.3% SIA”Aizputes atslegas” – 8.5 % SIA”Gutta” - 6.8% Others 19% Council and board members do not own shares.</b>
<b>Members of Supervisory Council</b>	<b>Guntars Stekjānis – Chairman of Supervisory Council Voldemārs Magone - Member of Supervisory Council Rolands Livmanis - Member of Supervisory Council Jānis Karkliņš - Member of Supervisory Council Irēna Burve - - Member of Supervisory Council</b>
<b>Members of Board</b>	<b>Pēteris Frīdenbergs - Chairman of Board Aldis Ozols - Member of Boad Aiga Ozola - Member of Board</b>
<b>Cief account</b>	<b>Irēna Burve</b>
<b>Reporting period</b>	<b>01.01.2018 – 31.03.2018</b>
<b>Previous reporting period</b>	<b>01.01.2017 – 31.03.2017</b>
<b>Auditors</b>	<b>SIA”Nexia Audit Advice (License no 134) Certified auditor Marija Jansone (Certificate Nr.25)</b>

May 31 2018 Aizpute

**Statement of responsibility of direction.**

Non-audited report of first quarter 2018 and a report of board are prepared being guided by the kindest conscience and good accounting practice. The accounting period is estimated being based on all information known to us at the moment of preparation of the financial report. Financial report gives a real and clear idea about assets, liabilities, financial situation and profits .

Responsibility for non-audited report of first quarter 2018 bears the Board of joint stock company "KURZEMES ATSLEGA 1".

The Board of AS "KURZEMES ATSLEGA 1":

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Chairman of the Board	Pēteris Frīdenbergs
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Member of the Board	Aldis Ozols
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Member of the Board	Aiga Ozola
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## BALANCE SHEET on 31 March 2018

ASSETS	31.03.2018	31.03.2017
1	EUR	EUR
<b>1.LONG TERM INVESTMENT</b>		
1.Development costs	0	0
2.Concesions, patents, licences	363	0
<b>Total</b>	<b>363</b>	<b>0</b>
<b>I. Intangible fixed assets</b>		
<b>II. Fixed assets</b>		
1. Land, building.	506636	521662
2.Equipment and machinery	61283	76141
3.Other fixed assets	9008	9132
4.Fixed assets development costs	5822	5822
II Total fixed assets	<b>582749</b>	<b>612757</b>
1.Total LONG TERM INVESTMENT	<b>583112</b>	<b>612757</b>
<b>2.CURRENT ASSETS</b>		
1.Inventories		
1.Raw materials	353672	397700
2.Work in progress	284589	281578
3.Finished goods and goods for sale	113420	107332
5.Advance payment for goods	67658	14184
I. Total inventories	<b>819339</b>	<b>800794</b>
II. Debtors		
1.Trade debtors	195696	149017
4.Other debtors	53794	23675
7.Deferred expenses	0	0
II. Total debtors	<b>249490</b>	<b>172692</b>
III. Securities and capital participation		
IV . Cash	3466	79882
2.Total current assets	<b>1072295</b>	<b>1053368</b>
Total assets	<b>1655407</b>	<b>1666125</b>

LIABILITIES	31.03.2018	31.03.2017
1	EUR	EUR
<b>1.CAPITAL</b>		
1.Share capital	1285401	1285401
2.Revaluation reserve	0	22193
3.Share capital reserve	21000	21000
4.Total		
5.Retained profit	94515	72895
a) previous years retained profit	181	(53350)
current year profit		
<b>1Total Capital and reserves</b>	<b>1401097</b>	<b>1348139</b>
<b>2.CREDITORS</b>		
<b>1.Long term creditors</b>		
1.Other loans	0	0
2.Amounts payable to associated companies	0	0
3.Deferred tax	0	57148
4.Deferred income	0	0
<b>Total long term creditors</b>	<b>0</b>	<b>57148</b>
<b>Short-term creditors</b>		
1. Other loans		
2.Bank loan	39818	47183
3.Advances received from customers	4110	9807
4.Trade creditors	78061	101196
5.Amounts payable to associated companies	34686	5166
6.Taxes and social security payments	27568	26698
7.Other creditors	29248	30430
10.Accrued liabilities	40819	40358
<b>Total short-term creditors</b>	<b>254310</b>	<b>260838</b>
<b>Total creditors</b>	<b>254310</b>	<b>317986</b>
<b>Total liabilities</b>	<b>1655407</b>	<b>1666125</b>

Chairman of Board:

Pēteris Frīdenbergs

Members of Board :

Aldis Ozols

Members of Board :

Aiga Ozola

Chief accountant

Irēna Burve

**Profit and loss account.**

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N.	Item	31.03.2018	31.03.2017
		EUR	EUR
1	Net sales	436870	439049
2	Cost of sales	(412095)	(455031)
3	Gross profit	24775	(15982)
4	Distribution expenses	(10397)	(15948)
5	Administration expenses	(21432)	(17272)
6	Other operating income	13777	5591
7	Other operating expenses	(6104)	(9484)
8	Income from participation in subsidiary capital	619	(53095)
9	Interest paid and similar expense	(438)	(255)
10	Operating profit	181	(53350)
11	Extraordinary income	0	0
12	Extraordinary expenses	0	0
13	Profit before taxes	181	(53350)
14	Corporate income tax	0	0
16	Net profit for the year	<b>181</b>	<b>(53350)</b>

Loses per stock 31.03.2017 -0.06 EUR

Chairman of Board:

Pēteris Frīdenbergs

Members of Board :

Aldis Ozols

Members of Board :

Aiga Ozola

Chief accountant

Irēna Burve

**2.3.Cash flow statement.**  
(Cash flow statement, prepared using indirect method)

Indices	Appendices	31.03.2018.	31.03.2017.
		EUR	EUR
<b>I. Operation activities</b>			
1. Profit or loss before extraordinary items and taxes.		181	(53350)
Correction s:			
a) Wear and tear of fixed assets;		8000	8951
b) Value cancellation if long-term investments;		0	0
c) Formation of reserves (except the reserves for unreliable debt);		0	0
d) Profit or loss from fluctuation of foreign currency exchange rate;		1418	775
e) Interest payments and similar expenses		438	254
2. Profit or loss before corrections of effects of changes of current assets and short-term liabilities		10037	(43370)
Adjustments:			
a) Increase or decrease of residues of debts of debtors;		2157	(10917)
b) Increase or decrease of residues of resources;		(39368)	65127
c) Increase or decrease of remains of debts to be paid to suppliers, contractors and other creditors.		5168	41390
3. The gross cash flow of basic activity.		(22006)	52230
4. Expenses for payments of enterprise income tax		0	0
<b>6. The net cash flow of basic activity</b>		<b>(22006)</b>	<b>52230</b>
<b>II. Investing activities</b>			
1. Purchase of shares or parts of related or associated enterprises.		(1265)	(832)
<b>9. Net cash flow used in investing activities</b>		<b>0</b>	<b>0</b>
<b>III. Financing activities</b>			
2. Loans received		(15004)	12954
3. Financial aids, pump-priming, presents or donations received			
4. Expenses for repayment of loans		(438)	(254)
<b>7. Net cash flow of financing activity</b>		<b>(15442)</b>	<b>12700</b>
<b>IV. The result of exchange rate fluctuations of foreign currency.</b>		<b>(1418)</b>	<b>(775)</b>
<b>V. The net cash flow of year of account</b>		<b>(40131)</b>	<b>63323</b>
<b>VI. The reminder of currency and its equivalents at the beginning of year of account.</b>		43597	16559
<b>VII. The reminder of currency and its equivalents at the end of year of account.</b>		3466	79882



## STATEMENT OF CHANGES IN EQUITY

	31.03.2018	31.12.2017
	EUR	EUR
<b><u>Share capital</u></b>		
Amount indicated in the balance sheet of the previous year	1285401	1285401
Amount indicated at the end balance sheet of the balance sheet of the financial year	1285401	1285401
<b><u>Reserves</u></b>		
Amount indicated in the balance sheet of the previous year	21000	43193
Reserves decrease trough the share capital	0	(22193)
Amount indicated at the end of the period in the balance sheet of the financial year	21000	21000
<b><u>Retained earnings</u></b>		
Amount indicated in the balance sheet of the previous year	94515	72895
Increase/decrease in retained earnings	181	21620
Amount indicated at the end of the period in the balance sheet of the financial year	21000	21000
<b><u>Equity</u></b>		
Amount indicated in the balance sheet of the previous year	1400916	1401489
Amount indicated at the end of the period in the balance sheet of the financial year	1401097	1400916

