

Name of the company:

JSC “Olaines kūdra”

Legal address

Rīgas 21, Olaine, edge of Olaine LV-2114

Unified registration number

40003006999

PERIODIC REPORT

(reporting period: 01.01.2011.-30.06.2011.)

Date of producing of the document

The document drawn up by (first name, surname, position)

Confirmed by (first name, surname, position)

Currency of the Report:

LVL/EUR

Name of the Company **JSC “Olaines kūdra”**

Contents

	Page
Information about the Company	3.-4.
Management Report	.5
Declaration on the responsibility of management	.6
Profit and Loss Statement	.7
Balance sheet	.8-9
Own capital	.10
Cash flow	.11
Report on movement of long-term investments	.12
Appendices	.13-17

INFORMATION ABOUT THE COMPANY

1 The full name of the Company:	JSC "Olaines kūdra"		
2 Legal status of the Company:	Joint Stock Company		
3 Registration No. In the CR, place and date:	40003006999	Rīga, 02.07.2004	
4 Tax payer's registration number.:	40003006999	Rīga, 03.08.2004	
VAT registration number:	LV	40003006999	
5 The Company's legal address and telephone:	Rīgas 21, Olaine, edge of Olaine LV-2114		
	Tel.:	67964254	Fax: 67964203
6 Office address and telephone:	Rīgas 21, Olaine, LV-2114		
	Tel.:	67964254	Fax: 67964203
7 Type of business:	Extraction and processing of peat		
8 Reporting year:	January 1, 2011 – Jun 30, 2011		
9 Members of Board			
Chairman of Board	Sergejs Šakuns Director		
Members of Board	Brigita Kraule economical director		
	Mihails Zeņkovs engineer-mechanic		
10 Council	Biomins Kajems		
	Oļegs Krasīņņikovs		
	Sergejs Lukašins		
	Andžs Krastiņš		
	Vilnis Nollendorfs		
11 the Chief accountant:	Jeļena Luseviča		
12 Auditor, licence no., address, telephone:	LLC "FINANSIST", Address: Rīga, Kurzemes prosp.3-412, Latvija, LV-1067		
	40002046180	Licence no. 102	
13 Average number of employees:	84		

14 The owners/shareholders of the Company

Total share capital Ls 1 800 000

LLC "MONO"

Address Katlakalna 1, Rīga

The proportion of shares (%) 30% 40003004625

Eurotrans Baltic Limited

The proportion of shares (%) 38%

Interstore Logistik Limited

The proportion of shares (%) 10%

15 Information about the related companies:

LLC "MONO"

Address Katlakalna 1, Rīga

The proportion of shares (%) 30% 40003004625

LLC "LEMF"

Address: Katlakalna 10, Rīga

The proportion of shares (%) 4% 40003004235

16 Quantity of actions belonging to board and council

Sergey Shaukoun -rule chairman

3,00% 60000 pc.

17 Structural units of the Company

"Gaismas" - unit of peat extraction

Address, tel.: "Gaismas", Olaine civil parish, Riga region

Tel.27931228

MANAGEMENT REPORT OF JSC "OLAINES KŪDRA" ABOUT WORK DURING 6 MONTHS OF 2011

The principal activity of JSC "Olaines kūdra" in 6 months of 2011 is the following:

1. Output of milled peat
2. Production of moss peat, neutralized peat and peat substrates
3. Peat packing
4. Selling of peat production in Latvia and outside Latvia

The season of peat output in 2011 was commenced timely in May. The weather conditions in May and June were favorable for peat output; 36% of the planned amount of peat output was obtained during these two months. Frequent incessant rain in July 2011 decreased the speed of peat output. The net turnover in the 1st half-year in 2011, if comparing with the same period in the previous year, has decreased by 31.3%, but the losses after taxes have grown by 10660 LVL.

In the 6 months of 2011 JSC "Olaines kūdra" worked with losses of 28456 LVL; the amount of the losses in 6 months of the previous year was 17796 LVL; the profitability of the company was affected by the realization of the rest of peat obtained during the previous year and its high prime cost.

The company uses only its own capital for provision of its financial activity, without attraction of borrowed funds, including, bank credits.

The company has ensured timely payment of wage to the employees; the company has no tax and other payment arrears to the state and self-government budgets.

The losses per one share in 6 months of 2011 is 0,0156 LVL; the losses in 6 months of 2010 per one share constituted 0,01 LVL.

Board Chairman

S.ŠAKUNS

Board Member

B. KRAULE

Board Member

M.ZEŅKOVŠ

JSC “OLAINES KŪDRA”

DECLARATION

on the responsibility of Management

JSC “Olaines kūdra” is responsible for the preparation of the financial report of the company.

The Interim financial report of 2011 of JSC “Olaines kūdra” is prepared, basing on the source documents and provides clear and true view on the financial standing of the Company as of June 30, 2011, its financial results and the cash flow in 2011 .

The Financial Report has been prepared in accordance with the Laws being in force and with the book-keeping standards of the Republic of Latvia, basing upon the principle of continuation of entrepreneurship. During the reporting year the appropriate accounting methods have been consequently applied.

JSC “Olaines kūdra” is responsible for the provision of appropriate accounting, preservation of company’s assets, as well as for detection and averting of violations.

Chairman of Board

S.ŠAKUNS

Member of Board

B.KRAULE

Member of Board

M.ZEŅKOVŠ

Name of the Company **JSC "Olaines kūdra"** by UUK

Registration No.

Address Rīgas 21, Olaine, edge of Olaine LV-2114 by ATK

Telephone 67964254 Fax 67964203

Management institution by VPIIK
SRS Riga regional institution, Riga district department

Type of business Extraction and processing of peat by ISIC

Measurement unit LVL/EUR

PROFIT OR LOSS STATEMENT
(ACCORDING TO THE TURN-OVER METHOD)
(reporting period: 01.01.2011.-30.06.2011.)

Name of indices	Number of Notes	For 01.01.	2011 -30.06	For 01.01.	2010 -30.06
1	10	452397	643707	658689	937235
Net turn-over	11	-391619	-557227	-569029	-809660
Cost of production of sold products		60778	86480	89660	127575
Gross profit or losses	12	-39628	-56386	-71493	-101726
Sales costs	13	-47116	-67040	-46338	-65933
Administrative costs	14	12732	18116	11574	16468
Other income from economic activity	14	-4507	-6413	-3675	-5229
Other expenses of economic activity	15	75	107	9821	13974
Other interest income and similar income		-17666	-25137	-10451	-14871
Profit or loss before extraordinary items and taxes		-17666	-25137	-10451	-14871
Profit or loss before taxes				-2433	-3462
Other taxes		-10790	-15353	-4912	-6989
Profit or loss of the reporting year	16	-28456	-40489	-17796	-25322

Name of the Company	JSC "Olaines kūdra"		
Registration No. In Commercial Register	40003006999		
Tax payer's registration number	40003006999		
Address	Rīgas 21, Olaine, edge of Olaine LV-2114		
Telephone	67964254	Fakss	67964203
Management institution			
Tax authority			
the main type of business	Extraction and processing of peat		
Measurement unit	LVL/EUR		

BALANCE SHEET

On 30.06.2011

(reporting period: 01.01.2011.-30.06.2011.)

Submission date

Receiving date:

ASSETS	Number of Note	At the end of the Reporting period		At the beginning of the year	
		LVL	EUR	LVL	EUR
1	2				
LONG-TERM INVESTMENTS					
Intangible assets					
Concessions, patents, licenses, trade marks and similar rights		407	579	257	366
I. TOTAL:		407	579	257	366
Fixed assets					
Land plots, buildings and structures and perennial plants		436369	620901	455043	647472
Equipment and machinery		164856	234570	180867	257352
Other fixed assets and inventory		4826	6867	5923	8428
Formation of fixed assets and costs of unaccomplished construction objects		8974	12769	8974	12769
II. TOTAL:		615025	875107	650807	926020
GRAND TOTAL OF THE FIRST SECTION		615432	875686	651064	926386
CURRENT ASSETS					
Stocks					
Raw material, basic materials and auxiliary materials	1	120029	170787	89611	127506
Unfinished produce		47891	68143	53	75
Finished produce and goods for sale		336677	479051	362676	516044
Advance payments for goods	2	17068	24286	17038	24243
I. TOTAL:		521665	742267	469378	667869
Debtors					
Debts of customers and clients	3	248872	354115	300045	426928
Other debtors	4	38696	55060	28988	41246
Deferred expenses	5	5456	7763	4983	7090
III. TOTAL:		293024	416938	334016	475264
Short-term financial investments					
Own shares		6000	8537	6000	8537
IV. TOTAL:		6000	8537	6000	8537
Cash (total)	6	505868	719789	492751	701126
GRAND TOTAL OF THE SECOND SECTION		1326557	1887531	1302145	1852796
BALANCE		1941989	2763217	1953209	2779182

LIABILITIES	Number of Note	At the end of the Reporting period		At the beginning of the year	
		LVL	EUR	LVL	EUR
1	2				
Shareholders' funds					
Share capital (equity capital)		1800000	2561184	1800000	2561184
Reserves:					
other reserves		37850	53856	37850	53856
I. TOTAL:		1837850	2615040	1837850	2615040
Retained earnings					
retained earnings from the previous years		-34942	-49718	10129	14412
retained earnings of the reporting year		-28456	-40489	-45071	-64131
GRAND TOTAL OF THE SECTION		1774452	2524832	1802908	2565321
ACCRUALS					
Other accruals		24255	34512	24255	34512
GRAND TOTAL OF THE SECOND SECTION		24255	34512	24255	34512
3. CREDITORS					
I. LONG-TERM CREDITORS					
Debts to suppliers and contractors	7	13131	18684	13131	18684
Deferred tax liabilities		44989	64014	44989	64014
I. TOTAL:		58120	82698	58120	82698
SHORT-TERM CREDITORS					
Advances from customers		15418	21938	13961	19866
Debts to suppliers and contractors	7	25641	36484	24847	35354
Taxes and state obligatory social insurance contributions	8	21670	30834	17303	24620
Other creditors	9	22433	31919	11815	16811
II. TOTAL:		85162	121175	67926	96652
GRAND TOTAL OF THIS SECTION		143282	203873	126046	179349
BALANCE		1941989	2763217	1953209	2779182

Name of the Company **JSC "Olaines kūdra"**

In accordance with the Latvian accounting standard No.2

STATEMENT OF OWN CAPITAL CHANGES FOR THE YEAR 2011

(reporting period: 01.01.2011.-30.06.2011.)

(WITH A HORIZONTAL METHOD)

	Equity capital		Other reserves		Retained earnings		Own capital (total)	
	LVL	EUR	LVL	EUR	LVL	EUR	LVL	EUR
Residual according to balance sheet as of the beginning of the previous reporting period 01.01.2010	1800000	2561184	37850	53856	10129	14 412	1847979	2629452
Retained earning of the reporting year					-45 071	-64 131	-45071	-64131
Residual according to the balance sheet as of the beginning of the reporting period 01.01.2011	1 800 000	2 561 184	37 850	53 856	-34 942	-49 718	1802908	2565321
Retained earnings of the reporting year					-28 456	-40 489	-28 456	-40 489
Residual according to the balance sheet as of the end of the reporting period 30.06.2011	1 800 000	2 561 184	37 850	53 856	-63 398	-86 901	1774452	2524832

Name of the company **JSC "Olaines kūdra"**

standard No.2 "Cash flow statement"

Registration No. In ER

Tax payer's reg.No.:

Address: Rīgas 21, Olaine, LV-2114

Tel. 7964254

Fax 7964203

SRS Riga regional institution, Riga District department

Measurement unit LVL/EUR

CASH FLOW STATEMENT
(reporting period: 01.01.2011.-30.06.2011.)

(with a direct method)

	Annees	01.01.-30 .06.2011		01.01.-30 .06.2010	
		LVL	EUR	LVL	EUR
I. Cash flow from basic activity					
1	Income from sales of goods and provided services	521411	741905	701152	997655
2	Payments to suppliers, employees and other operating expenses	-495732	-705367	-598678	-851847
3	<i>Gross basic activity cash flow</i>	25679	36538	102474	145808
4	Expenses on interest payment	-478	-680	-589	-838
5	Expenses on company's income tax payments			-8042	-11443
6	<i>Cash flow before extraordinary items</i>	25201	35858	93843	133527
	I. Operation net cash flow	25201	35858	93843	133527
II. Investment operation cash flow					
1	Procurement of fixed assets and intangible assets	17	-15171	-21587	-7865
2	Income from selling of fixed assets and intangible assets		350	497	
3	Granted loans			-257645	-366598
4	Income from repaid loans			25000	35572
5	Income from interest payment		2716	3865	3027
	II. Investment operation net cash flow		-12105	-17225	-237483

SUMMARY OF CASH INCOME AND EXPENSES

I	Result of basic activity	25201	35858	93843	133527
II	Result of investment operation	-12105	-17225	-237483	-337910
III	Result of fluctuation of foreign currency rates	21	30	9821	13974
IV	Net increase or decrease of cash and its equivalents	13117	18663	-133819	-190408
V	Residual of cash and its equivalents at the beginning of the reporting period	492751	701126	377461	537082
VI	Residual of cash and its equivalents at the end of the reporting period	505868	719789	243642	346673

Name of the company

JSC "Olaines kūdra"

STATEMENT OF LONG-TERM INVESTMENT MOVEMENT FOR 2011

(reporting period: 01.01.2011.-30.06.2011.)

LVL

N.p.k.	Type of Long-Term investments	Initial value			Depreciation (write-off of value)			Residual value			
		On 01.01. 2011.g.	purchase and manufacturing (+)	movement and exemption from operation (+,-)	On 30.06. 2011.g.	On 01.01. 2011.g.	calculated in the reporting year (+,-)	excluded due to the exemption from operation (-)	On 30.06. 2011.g.	On 01.01. 2011.g.	On 30.06. 2011.g.
	I. Intangible investments total)	3 470	150	-	3 620	3 213	-	-	3 213	257	407
	incl.:										
1	Licences	1 477	150		1 627	1 220			1 220	257	407
2	Trademarks	143			143	143			143	-	-
3	Accounting software	1 850			1 850	1 850			1 850	-	-
	II. Fixed assets (total)	2 159 983	8 323	-5 780	2 162 526	1 509 176	44 105	-5 780	1 547 501	650 807	615 025
	incl.:										
1	Land plots, buildings, structures and perennial plants	1 025 770			1 025 770	570 727	18674		589 401	455 043	436 369
2	Equipment and machinery	1 081 575	8 166	-5780	1 083 961	900 708	24 177	-5780	919 105	180 867	164 856
3	Other fixed assets and inventory	43 664	157		43 821	37 741	1 254		38 995	5 923	4 826
4	Placement of fixed assets and costs of incomplete construction objects	8 974			8 974				-	8 974	8 974
	Total long-term investments	2 163 453	8 473	-5 780	2 166 146	1 512 389	44 105	-5 780	1 550 714	651 064	615 432

EUR

N.p.k.	Type of Long-Term investments	Initial value			Depreciation (write-off of value)			Residual value			
		On 01.01. 2011.g.	purchase and manufacturing (+)	movement and exemption from operation (+,-)	On 30.06. 2011.g.	On 01.01. 2011.g.	calculated in the reporting year (+,-)	excluded due to the exemption from operation (-)	On 30.06. 2011.g.	On 01.01. 2011.g.	On 30.06. 2011.g.
	I. Intangible investments total)	4 937	213	-	5 151	4 572	-	-	4 572	366	579
	incl.:										
1	Licences	2 102	213		2 315	1 736			1 736	366	579
2	Trademarks	203			203	203			203	-	-
3	Accounting software	2 632			2 632	2 632			2 632	-	-
	II. Fixed assets (total)	3 073 396	11 843	-8 224	3 077 015	2 147 376	62 756	-8 224	2 201 908	926 020	875 107
	incl.:										
1	Land plots, buildings, structures and perennial plants	1 459 548		-8 224	1 451 323	812 076	26 571	-8 224	830 423	647 472	620 901
2	Equipment and machinery	1 538 951	11 619	-	1 550 571	1 281 599	34 401	-	1 316 000	257 352	234 570
3	Other fixed assets and inventory	62 129	223	-	62 352	53 701	1 784	-	55 485	8 428	6 867
4	objects	12 769			12 769	-	-		-	12 769	12 769
	Total long-term investments	3 078 334	12 056	-8 224	3 082 166	2 151 948	62 756	-8 224	2 206 480	926 386	875 686

Addition: including basic facilities without a remaining cost – amount is 312 th., initial cost – LVL 743649 / EUR 1058123

Annexes to the balance-sheet

1 Raw materials, basic materials and auxiliary materials

No	Name	Residual on 30.06.2011		Residual on 01.01.2011.	
		LVL	EUR	LVL	EUR
1	Materials	95015	135195	61371	87324
2	Spare parts	1310	1864	0	
3	Fuel	23355	33231	27849	39626
4	Low-value inventory	349	497	391	556
Residual value		120029	170787	89611	127506

2 Advance payments for goods

No	Name	Residual on 30.06.2011		Residual on 01.01.2011.	
		LVL	EUR	LVL	EUR
1	Advance payments for materials	34	48	4	6
2	Advance payments for services	17034	24237	17034	24237
Residual value		17068	24286	17038	24243

3 Debts of clients and customers

No.	Name	Residual on 30.06.2011		Residual on 01.01.2011.	
		LVL	EUR	LVL	EUR
1	Debts of Latvian companies	95668	136124	180782	257231
2	Debts of foreign companies	153204	217991	119263	169697
Residual value		248872	354115	300045	426928

4 Other debtors

No.	Name	Residual on 30.06.2011		Residual on 01.01.2011.	
		LVL	EUR	LVL	EUR
1	Overpayment of the company's income tax	7750	11027	5690	8096
2	Overpayment of VAT	9717	13826	2061	2933
3	Overpayment of real estate tax	191	272		
4	Other	21038	29935	21237	30218
Residual value		38696	55060	28988	41246

5 Expenses of next periods

No	Name	Residual on 30.06.2011		Residual on 01.01.2011.	
		LVL	EUR	LVL	EUR
1	Insurance costs	582	828	457	650
2	Services	4874	6935	4526	6440
Residual value		5456	7763	4983	7090

6 Cash funds (TOTAL)

No	Type of cash deposition	Cash unit	Residuals in currency	Rate of the Banl of Latvia	Residual at the end of the year	
					LVL	EUR
1	Latvian banks 01.01.11	LVL	133247	1	133247	189594
2	Latvian banks 30.06.11	LVL	58585	1	58585	83359
3	Latvian banks 01.01.11	EUR	509287	,7028	357926	509287
4	Latvian banks 30.06.11.	EUR	634428	,7028	445877	634428
5	The company's cash box 01.01.11	LVL	1496	1	1496	2128
6	The company's cash box 30.06.11	LVL	1324	1	1324	1885
7	The company's cash box 01.01.11	EUR	117	,7028	82	117
8	The company's cash box 30.06.11	EUR	117	,7028	82	117
			Total on 30.06.11		505868	719789
			Total on 01.01.11		492751	701126

7 Debts to suppliers and contractors

No	Name	Residual on 30.06.2011		Residual on 01.01.2011.	
		LVL	EUR	LVL	EUR
1	Debts to Latvian companies	15618	22223	9807	13954
2	Debts to foreign companies	23154	32945	28171	40084
	inc.long terms	13131	18684	13131	18684
Residual value		38772	55168	37978	54038

8 Taxes and social security payments

No	Name	Residual on 30.06.2011		Residual on 01.01.2011.	
		LVL	EUR	LVL	EUR
1	Residents'income tax	7372	10489	8644	12299
2	Nature resources' tax	2713	3860	74	105
3	State risk duty	24	34	19	27
4	State social insurance obligatory contributions	11561	16450	8566	12188
Residual value		21670	30834	17303	24620

9 Other creditors

No	Name	Residual on 30.06.2011		Residual on 01.01.2011.	
		LVL	EUR	LVL	EUR
1	Unpaid salary	21877	31128	11470	16320
2	Other	556	791	345	491
Residual value		22433	31919	11815	16811

Annexes to Profit and Loss Statement

10 Net turn-over

No	Name	Amount for 01.01.-30.06.11		Amount for 01.01.-30.06.10	
		LVL	EUR	LVL	EUR
1	Transactions with Latvian companies	193842	275814	316573	450445
2	Transactions with foreign companies.	258555	367893	342116	486790
Total		452397	643707	658689	937235

11 Production costs of sold products

No	Name	Amount for 01.01.-30.06.11		Amount for 01.01.-30.06.10	
		LVL	EUR	LVL	EUR
1	Material costs	176044	250489	166245	236547
2	Staff costs (salary and State obligatory social payments)	161644	230000	185855	264449
3	Depreciation of fixed assets	41792	59465	41095	58473
4	Other operational costs	33978	48347	32505	46251
5	Changes of tailings of the prepared products	-21839	-31074	143329	203940
Total		391619	557227	569029	809660

12 Sales costs

No	Name	Amount for 01.01.-30.06.11		Amount for 01.01.-30.06.10	
		LVL	EUR	LVL	EUR
1	Staff costs (salary and State obligatory social payments)	4442	6320	5971	8496
2	Depreciation of fixed assets	1306	1858	1307	1860
3	Transportation costs	29599	42116	59572	84763
4	Other expenses	4281	6091	4643	6607
Total		39628	56386	71493	101726

13 Administrative expenses

No	Name	Amount for 01.01.-30.06.11		Amount for 01.01.-30.06.10	
		LVL	EUR	LVL	EUR
1	Staff costs (salary and State obligatory social payments)	29660	42203	31 315	44557
2	Depreciation of fixed assets	527	750	1790	2547
3	Transportation and business trip costs	3927	5588	2045	2910
4	Other administrative expenses	13002	18500	11188	15919
Total		47116	67040	46 338	65933

14 Other operational income and expenses

No	Name	Income for 01.01.-30.06.11	Expenses for 01.01.-30.06.11	Income for 01.01.-30.06.10	Expenses for 01.01.-30.06.10
		LVL	LVL	LVL	LVL
1	Sales of purchased goods and services	6039		1045	
2	Lease of fixed assets	3743		5971	
3	Differences in currency rates				
4	Currency exchange	890		1576	
5	Other income /expenses		4029		3086
6	Paid percents		478		589
7	Sales of fixed assets	288			
8	Income from interest payment	1772		2982	
Total		12732	4507	11574	3675
		EUR	EUR	EUR	EUR
1	Sales of purchased goods and services	8593		1487	
2	Lease of fixed assets	5326		8496	
3	Differences in currency rates				
4	Currency exchange	1266		2242	
5	Other income /expenses		5733		4391
6	Paid percents		680		838
7	Sales of fixed assets	410			
8	Income from interest payment	2521		4243	
Total		18116	6413	16468	5229

Other interest income and similar income

No	Name	Amount for 01.01.-30.06.11		Amount for 01.01.-30.06.10	
		LVL	EUR	LVL	EUR
1	Bank interest calculated for the residual of a current account	54	77	45	64
2	Differences in currency rates	21	30	9776	13910
Summa kopā		75	107	9821	13 974

Profit or Loss after taxes in the reporting period

No	Name	Amount for 01.01.-30.06.11		Amount for 01.01.-30.06.10	
		LVL	EUR	LVL	EUR
1	Profit after taxation in the reporting period	-28456	-40489	-17796	-25322
Summa kopā		-28456	-40 489	-17796	-25322

Annexes to Cash Flow Statement

Procurement of fixed assets and intangible investments

No	Name	Amount for 01.01.-30.06.11		Amount for 01.01.-30.06.10	
		LVL	EUR	LVL	EUR
1	Technical equipment	13565	19301	4800	6830
2	Land			2329	3314
3	Computers, computing equipment	191	272	472	672
4	Production inventory	1265	1800		
5	Peat recovery licences	150	213	264	376
Total		15171	21587	7865	11 191

General information

1. Taxes

Type of taxes	Residual on 01.01.11		Calculated		Paid or moved		On 30.06.11	
	LVL	EUR	LVL	EUR	LVL	EUR	LVL	EUR
Company's income tax*	-5690	-8096			2060	2931	-7750	-11027
State social obligatory contributions	8566	12188	54532	77592	51537	73331	11561	16450
VAT	-2061	-2933	-13163	-18729	-5507	-7836	-9717	-13826
Residents' income tax	8644	12299	29313	41709	30585	43519	7372	10489
Nature resource tax	74	105	2742	3902	103	147	2713	3860
Real Estate tax	0	0	10790	15353	10981	15625	-191	-272
Risk duty	19	27	126	179	121	172	24	34
Total	9552	13590	84340	120006	89880	127888	4012	5708

2. The average number of employees

	.01.01-30.06.2011	-30.06.2010
The average number of employees per year	84	96
Fund of labour payment LVL	195746	223141
(salary +SSO contributions) EUR	278523	317502

3. Information about the off-balance liabilities

There were no off-balance liabilities and mortgages, no guarantees and pledges issued.

4. Cadastre value

Name of the object	LVL	EUR
Buildings, Olaine, Rīgas ielā 21	529121	752876
Buiding and Land ,Olaine, Veselības 2a	3996	5686
Buildings and land in Olaine civil parish "Gaisma"	120499	171456
Total:	653616	930017

5. Significant lease agreements:

For facilitation of the company's operation the following lease agreements are significant and in force:

1. With LLC "Rīgas meži" dated Jun 10, 2011 on the lease of land and peat fields, No. SRM-11-103 lī for the lease of 1173,3 ha , the term of the agreement –25 years.
2. SJSC "Privatizācijas aģentūra", dated August 6, 2003, the agreement on land lease No.4759-Z about the lease of 24,4332 ha in Olaine, Rīgas ielā 21, the term of the agreement - 10 years,
3. WITH SJSC "Latvijas valsts meži" dated Juli 4, 2007, the land lease agreement No.5.7-9.1./0006/150/07.06/about the lease of 169,5 ha
The terms of the agreement-5 years.

6. Payment to members of advice and management.

Members of advice and board have not received a payment.

7. Famous revident did not check review between periods.

Chairman of Board

Sergejs Šakuns

Members of Board

Brigita Kraule

Mihails Zeņkovs

August 25, 2011