



LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY

CONSOLIDATED INTERIM REPORT FOR THE 9 MONTHS OF 2008

**PREPARED IN ACCORDANCE WITH INTERNATIONAL FINANCIAL REPORTING
STANDARDS**

(Translation of the Latvian original)

**ORIGINAL OF CONSOLIDATED ANNUAL REPORT IN LVL EXPRESSED IN EUR. EXCHANGE RATE
0,702804 EUR/LVL.**

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
TABLE OF CONTENTS

	PAGE
INFORMATION ABOUT PARENT COMPANY	3
COUNCIL AND BOARD OF THE GROUP	4
MANAGEMENT REPORT	5
DECLARATION OF MANAGEMENT RESPONSIBILITY	6
FINANCIAL STATEMENTS	7 - 11
CONSOLIDATED BALANCE SHEET	7 -8
CONSOLIDATED STATEMENT OF INCOME	9
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	10
CONSOLIDATED STATEMENT OF CASH FLOWS	11
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS	12 - 20

**LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
INFORMATION ABOUT PARENT COMPANY**

COMPANY NAME: LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY

LEGAL STATUS: STOCK COMPANY

REGISTRATION: Registered in Latvian Register of Enterprises at 27.08.2004.
Registration Number: 40003306807

LEGAL ADDRESS: 23, PATVERSMES STREET, RIGA, LV - 1005, LATVIA

SHARES 800 000 shares with face value 1,00 LVL, int. al.:
798 800 public registered shares. ISIN code:LV0000100741
1 200 registered shares listed in the register of the Board

MAJOR SHAREHOLDERS: JANIS BIRKS 38,9%
ILZE AIZSILNIECE 10,1%
AGRIS SHVARCBERGS 10,4%
STATE SOCIAL INSURANCE AGENCY 5%

CEO: MARTA AIZSILNIECE

REPORTING PERIOD: 1 JANUARY 2008 - 30 SEPTEMBER 2008

**LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
COUNCIL AND BOARD OF THE GROUP**

Council of the Group

**Number of shares owned at
30.09.08**

From November 22, 2006 till April 23, 2008

<u>Name</u>	<u>Position</u>	
Agris Shvarcbergs	Chairman of the Council	80 917 died 23.11.07
Antons Vjaters	Member of the Council	-
Vladislavs Skrebelis	Member of the Council	-
Austris Adumans	Vice-Chairman of the Council	-
Martins Birks	Member of the Council	-

From April 23, 2008 till the consolidated financial statements signing day

<u>Name</u>	<u>Position</u>	
Martins Birks	Chairman of the Council	-
Antons Vjaters	Member of the Council	-
Vladislavs Skrebelis	Member of the Council	-
Austris Adumans	Vice-Chairman of the Council	-
Viesturs Shilinsh	Member of the Council	3 038

Board of the Group

From April 28, 2005 till the consolidated financial statements signing day

<u>Name</u>	<u>Position</u>	
Marta Aizsilniece	Chairperson of the Board	1 066
Marika Baumgarte	Member of the Board	12 071
Andris Vigants	Member of the Board	-

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY

MANAGEMENT REPORT

In accordance with the paragraph 1 of Section 4 of the law "On Consolidated Annual Reports" the joint stock company is under an obligation to prepare the consolidated annual report.

The consolidated financial report contains information concerning the current situation and future development of parent company JSC "Latvijas Juras medicinas centrs" (hereinafter referred to as LJMC) and its subsidiary company SIA "Juras medicina" (hereinafter referred to as JM).

This not audited consolidated financial report is prepared in accordance with International Financial Reporting Standards (IFRS) and is based on business continuation principle. The financial statements were drawn up in Latvian lats (LVL) and euros (EUR). The applied currency exchange rate is EUR/LVL 0.702804.

The share of the parent company constitutes the dominant part of the group's assets, turnover and profits.

The profit before taxes of the parent company was 91 165 EUR.

The profit before taxes of subsidiary company was 30 044 EUR.

Important events that affected results of the Group's activities in reporting period

On the base of increased government funding, employees' salaries have been raised on 1 January 2008 as required by the relevant regulation by the Cabinet of Ministers and stipulated in the agreement with HCISA.

To put into effect the decision of the current shareholders meeting in the year 2007 "Latvijas Juras medicinas centrs stock company" purchased from its daughter company "SIA Juras medicina" 6164/13134 supposed parts of the whole real estate (buildings and land) and has right to use the 2-stairs building and land. The price based on valuation of the real estate company "Eiroexpert" is LVL 183,000. "Latvijas Juras medicinas centrs stock company" was the tenant of 75% of this building since year 2000 and there is dislocated the medical diagnostic center.

In reporting period LVL 4000000 was invested in medical equipment and LVL 25000 in IT. In september were purchased new GE 16 layer CT and Vivid 7 sonograf.

The share price at the 03.01.08 was LVL 2,80; at 31.03.2008 - LVL 3,45; at 30.06.08 - LVL 3,90; at 30.09.08 - LVL 2,80

Important Events after the Balance Sheet Date

The renovation of the premises of therapy department and primary health care center is finished. That will result in providing better environment for patients and better work places for personal.

The share price at the 24.11.2008 was LVL 2,38.

Future Development of the Group

The project development for a new surgery hospital at Patversmes street 23 started in the year 2007. The further development of primary health care including e-medicine will start in 2008.

Risk Management

The company has good debtor ageing ratio and current ratio. Health Compulsory Insurance State Agency that is the biggest debtor (government procurement) usually settles its payments in due time. In cooperation with SIA "Marsh" the identification and evaluation of the main company's risks was done. Now the risk management politic is being developed.

On behalf of the Group:

Chairperson of the Board

Marta Aizsilniece

Member of the Board

Andris Vigants

Member of the Board

Marika Baumgarte

Riga, 26 November, 2008.

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
DECLARATION OF MANAGEMENT RESPONSIBILITY

Consolidated financial statements are prepared to the best on our knowledge in accordance with International Financial Reporting Standards as adopted by EU. These financial statements gives a true and fair view of the state of activities of the Group and of the results of the Group for the period ended 30 September 2008 in all essential aspects. In preparing those financial statements, management:

- selected suitable accounting policies and then apply them consistently;
- made judgments and estimates that are reasonable and prudent;
- prepared the financial statements on the going concern basis to presume that the Group will continue in business.

The Management Board is responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Group and enable them to ensure that financial statements drawn up from them comply with International Financial Reporting Standards as adopted by EU. They are also responsible for safeguarding the assets of the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Chairperson of the Board

Marta Aizsilniece

Member of the Board

Andris Vigants

Member of the Board

Marika Baumgarte

Riga, 26 November, 2008.

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
CONSOLIDATED BALANCE SHEET
AS OF 30 SEPTEMBER 2008 AND 31 DECEMBER 2007

	September 30, 2008	December 31, 2007	Note	September 30, 2007
ASSETS	EUR	EUR		EUR
Current assets:				
Stocks				
Raw materials	107 534	91 058	4	75 108
Total stocks	107 534	91 058		75 108
Debtors:				
Trade debtors	201 736	256 308	5	193 982
Other debtors	128 172	13 034	6	64 265
Accruals	3 754	19 744	7	5 415
Total debtors	333 662	289 085		263 662
Cash funds	1 357 677	1 752 493	8	1 121 306
Total current assets	1 798 873	2 132 636		1 460 076
Long-term investments:				
Intangible assets:				
Other intangible (fixed) assets	5 830	3 372	2	4 176
Goodwill	-	-		2 607
Total intangible assets	5 830	3 372		6 783
Fixed assets:				
Land and buildings	5 182 564	5 161 641		5 478 843
Technological equipment and machines	992 023	547 148		507 829
Other fixed assets and inventory	132 290	109 353		105 829
Long term investments in rented fixed assets	-	20 442		16 214
Unfinished building objects	250 201	250 201		253 139
Advance payments for fixed assets	-	-		12 782
Total fixed assets:	6 557 079	6 088 786	2	6 374 635
Long-term financial assets:				
Investment assets	-	188 659	2	188 659
Participating interests in associated enterprises	178 652	178 595	3	176 349
Total financial assets:	178 652	367 253		365 008
Total long-term investments:	6 741 560	6 459 411		6 746 426
TOTAL ASSETS	8 540 432	8 592 047		8 206 501

The notes on pages 12-20 form an integral part of these financial statements.

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
CONSOLIDATED BALANCE SHEET
AS OF 30 SEPTEMBER 2008 AND 31 DECEMBER 2007

	September 30, 2008	December 31, 2007	Note	September 30, 2007
LIABILITIES	EUR	EUR		EUR
Liabilities:				
Liabilities:				
Received advance payments	17	530 023	10	684
Due to customers and suppliers	610 607	70 890	11	258 699
Taxes and social security payments	158 534	197 025	12	131 885
Other payables	208 190	228 370	13	162 141
Recognized deferred tax liabilities	621 291	656 125	22	689 818
Total liabilities	1 598 639	1 682 432		1 243 227
Provisions for liabilities and charges:				
Provisions for vacations	180 982	180 982		206 299
Total provisions	180 982	180 982		206 299
Total liabilities	1 779 621	1 863 414		1 449 526
Equity capital:				
Share equity	1 138 297	1 138 297	9	1 138 297
Reserves:				
c) reserves provided by the Articles of Association	45 522	45 522		45 522
d) fixed asset's revaluation reserve	3 922 983	4 155 208		4 418 397
Retained earnings:				
a) brought forward from previous years	1 495 798	1 064 790		755 129
b) current year profit or loss	155 831	322 774		397 405
Total shareholders' equity	6 758 432	6 726 592		6 754 751
Minority interest	2 379	2 040		2 224
Total equity capital	6 760 811	6 728 633		6 756 975
TOTAL EQUITY, PROVISIONS AND LIABILITIES	8 540 432	8 592 047		8 206 501
Current Ratio	1,13	1,27		1,17
Debt Ratio	0,21	0,22		0,18

The notes on pages 12-20 form an integral part of these financial statements.

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
CONSOLIDATED STATEMENT OF INCOME
FOR THE PERIODS ENDED 30 SEPTEMBER 2008 AND 31 DECEMBER 2007

	2007, 9 month period EUR	2008, 12 month period EUR	Note	2007, 9 month period EUR
Net sales	6 192 779	7 459 845	14	5 357 043
Cost of goods sold	(5 780 999)	(6 622 913)	15	(4 645 251)
Gross profit or loss	411 781	836 932		711 792
				0
Administrative expenses	(529 530)	(561 087)	16	(405 841)
Other operating income	216 234	156 563	17	79 087
Other operating expenses	(9 118)	(24 949)	18	(12 107)
Gain from the change of fair value of investment property	9 486	-		
Income from investment in associates	-	2 245	19	-
Interest income and similar income	22 356	37 698	20	24 502
Interest expense and similar expense	-	-	21	-
Profit before taxes	121 209	447 402		397 432
Corporate income tax	-	(124 757)	22	-
Minority interest	(209)	129		(27)
NET PROFIT OR LOSS	121 000	322 774		397 405
Number of shares	800 000	800 000		800 000
Earnings per Share (EPS) (EUR)	0,15	0,40		0,35

The notes on pages 12-20 form an integral part of these financial statements.

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (EUR)
FOR THE PERIODS ENDED 30 SEPTEMBER 2008 AND 31 DECEMBER 2007

	Share capital	Reserves provided by the Articles of Association	Investment evaluation reserve	Previous years retained earnings	Current year profit	Minority interest	Total
At 31 December 2006	1 138 297	45 522	4 418 397	484 108	316 580	2 170	6 405 075
Transfers to reserves	-	-	-	316 580	(316 580)	-	-
Dividends paid	-	-	-	(45 532)	-	-	(45 532)
Profit for the year	-	-	-	-	322 774	-	322 774
Depreciation of revaluation surplus	-	-	(309 634)	309 634	-	-	-
Minority interest changes	-	-	46 445	-	-	(129)	46 316
At 31 December 2007	1 138 297	45 522	4 155 208	1 064 790	322 774	2 040	6 728 633
Previous years retained earnings	-	-	-	322 774	(322 774)	-	-
Dividends paid	-	-	-	(56 915)	-	-	(56 915)
Depreciation of revaluation surplus	-	-	(232 225)	232 225	34 832	-	34 832
Deffered tax on revaluation surplus	-	-	-	-	-	-	-
Profit for the year	-	-	-	(66 948)	121 000	-	54 052
Minority interest changes	-	-	-	(129)	-	339	209
At 30 September 2008	1 138 297	45 522	3 922 983	1 495 798	155 831	2 379	6 760 811

The notes on pages 12-20 form an integral part of these financial statements.

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIODS ENDED 30 SEPTEMBER 2008 AND 31 DECEMBER 2007

	2007, 9 month period EUR	2008, 12 month period EUR	Note	2007, 9 month period
Cash flows used in operating activities				
Net income before tax	121 209	447 402		397 432
Adjustments:				
a) depreciation of tangibles	455 767	572 006	2	198 647
b) depreciation of goodwill	-	2 607		-
c) provisions	-	(25 802)		-
d) loss (gain) on sale of tangibles	1 750	13 534	18	7 703
e) interest expenses	-	-		-
f) gain (loss) from investments in associates	-	(2 245)	20	-
g) gain from the change of fair value of investment pproperty	-	-		-
2. Gain (loss) before changes in current assets and liabilities	578 726	1 007 501		603 783
Changes in operating assets and liabilities:				
a) receivables.	(44 577)	(127 330)		51 709
b) inventory.	(16 475)	(5 502)		10 448
c) current liabilities.	72 939	447 542		(33 305)
3. Gross operating cash flow	590 613	1 322 211		632 634
4. Paid interest.	-	-		-
5. Paid corporate income tax.	(148 963)	(34 540)	12	(28 307)
6. Net cash used in operating activities	441 649	1 287 671		604 328
II. Cash flow used in investment activities				
1. Purchase of shares of associates	-	-		-
2. Purchase of fixed assets	(954 514)	(357 398)	2	(304 771)
3. Selling of fixed assets	174 963	472		-
4. Net cash from investment activities	(779 550)	(356 926)		(304 771)
III. Cash flows used in financing activities				
1. Settlement of loans	(56 915)	(45 532)		-
2. Paid dividends	-	-		(45 532)
3. Net cash from financing activities	(56 915)	(45 532)		(45 532)
IV. Net increase (decrease) in cash	(394 816)	885 213		254 025
V. Cash at the beginning of the period	1 752 493	867 280		867 280
VI. Cash at the end of the period	1 357 677	1 752 493		1 121 306

The notes on pages 12-20 form an integral part of these financial statements.

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIODS ENDED 30 SEPTEMBER 2008 AND 31 DECEMBER 2007

GENERAL INFORMATION

“Latvijas Juras Medicinas Centrs” is a joint-stock company (the Company) incorporated in the Republic of Latvia on 27 August 1996. The consolidated financial statements incorporate the financial statements of the Company and its subsidiary - "Juras medicina" Ltd. (the Group).

The Company's main activity is health care services.

1. ACCOUNTING PRINCIPLES

Basis of consolidation

The consolidated financial statements have been prepared in accordance with the International Financial reporting Standards. Enclosed financial statements are reflected in the national currency of Latvia, the lats (LVL).

There is no difference in balance sheet dates of the Company and its subsidiary.

The interest of minority shareholders is stated at the minority proportion of the assets and liabilities recognized.

All significant intercompany transactions and balances among Group companies are eliminated on consolidation.

The portion attributed to the parent company of the net assets are offset with the investment and have been eliminated. The portion attributed to the parent company of the retained earnings earned after the acquisition date of shares are included in the consolidated retained earnings.

Foreign currency

Transactions denominated in foreign currencies are converted into Lats at the official exchange rate of the Bank of Latvia at the date of transaction. Monetary assets and liabilities are converted at the Bank of Latvia rate at the balance sheet date.

The applicable rate used for the principal currencies were the follows:

	September 30, 2008	December 31, 2007
EUR	0,702804	0,702804
USD	0,486	0,484

Gains or losses on converted are posted to the profit or loss account at the Bank of Latvia official exchange rate as of the balance sheet date and recognized in the period when they incurred.

Exchange differences rising on the settlement of monetary items are recognised in the period in which they arise.

Cash and cash equivalents

Cash includes cash on hand and demand deposits within credit institutions. The statement on cash flow is prepared using indirect method, making adjustments affecting the net profit reconciling with the changes in cash during the year.

Trade receivables

Trade receivables are stated at their net realizable value. Trade receivables represent the gross balance due from customers less provision, if any, for doubtful accounts receivable. Provision for doubtful accounts receivable at the balance sheet date represents the estimated amounts of probable losses that might have been incurred at the balance sheet date based on individual evaluation of each debtor.

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIODS ENDED 30 SEPTEMBER 2008 AND 31 DECEMBER 2007

Inventory

Inventories are stated at the lower of cost or market, using FIFO method.

Fixed assets

Fixed assets excluding real estate are stated at historical cost, less accumulated depreciation. The cost of the item comprises its purchase price, including import duties and any directly attributable costs of bringing the asset to working condition for intended use. The cost of self-constructed asset is determined using the same principles as for an acquired asset. Only assets with its useful life more than one year are capitalized. Depreciation is calculated based on the historical cost.

Repair and maintenance costs are expensed when incurred. Capital expenditures such as refurbishment of buildings and improvements to structural elements are recognized as an asset if the expenditures improve the condition of the asset beyond its original estimated life.

Land and buildings (real estate) are accounted according to the revaluation model, recognized at the fair value determined from market-based evidence, appraised by professionally qualified valuers as of 31 December, 2006. Accumulated depreciation at the date of the revaluation is eliminated against the gross carrying amount of the asset and the net amount restated to the revalued amount of the asset. Depreciation is calculated based on the revalued amount. The depreciation charge for each period is recognised in the statement of income.

Depreciation is provided on all fixed assets based on historical cost. Depreciation on fixed assets are computed using the straight-line method over the estimated average useful lives:

Buildings:	20 years
Revaluated part of the buildings	15 years
Machinery and equipment:	3 years
Other fixed assets:	5 years

For tax purposes, depreciation on tangible fixed assets is calculated under the double declining balance method over the period established in accordance with prevailing tax legislation.

Investments in associates

Investments in associates are initially recognized at the cost and then accounted under the equity method.

Revenue recognition

Sales of goods are recognized when goods are delivered and title has passed.

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIODS ENDED 30 SEPTEMBER 2008 AND 31 DECEMBER 2007

Dividends

Dividends are recognized as liabilities in the Group financial statements after the Group shareholders made a decision to pay.

Property revaluation surplus

The revaluation surplus is included in equity under the heading "Investment revaluation reserve". According to IASs 16, p.41, the revaluation surplus included in equity is transferred directly to retained earnings. The surplus transferred is the difference between depreciation based on the revalued carrying amount of the asset and depreciation based on the asset's original cost. Transfers from revaluation surplus to retained earnings are not made through profit or loss.

Taxation

Deferred taxes are provided on the liability method whereby deferred tax assets are recognized for deductible temporary differences and deferred tax liabilities are recognized for taxable temporary differences. Temporary differences are the differences between the reported amounts of assets and liabilities and their tax basis. Deferred tax assets are reduced by a valuation allowance when, in opinion of management, it is more likely than not that some proportion or all deferred tax assets will not be realized.

Deferred tax on revaluation surplus is charged or credited directly to equity in the same or a different period according to IAS 12 p.61.

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIODS ENDED 30 SEPTEMBER 2008 AND 31 DECEMBER 2007

2 TOTAL FIXED ASSETS: AND OTHER INTANGIBLE (FIXED) ASSETS

As of 30 September 2008 and 31 December 2007
fixed assets are composed as follows: (EUR)

EUR	Intangible assets	Land & buildings	Investment assets	Machinery and equipment	Other fixed assets	Long-term investments in rented fixed assets	Advance payment s for fixed assets	Unfinishe d building objects	Total
Historical cost									
At 31 December 2006	18 035	5 971 264	188 659	2 469 250	452 832	50 757	8 729	250 201	9 409 726
Additions	1 374	-	-	292 271	63 753	-	-	-	357 398
Transfers	-	-	-	-	3 197	-	(3 197)	-	-
Disposals	-	-	-	(83 110)	(23 465)	-	(5 532)	-	(112 107)
At 31 December 2007	19 409	5 971 264	188 659	2 678 411	496 318	50 757	-	250 201	9 655 018
Additions	4 828	293 516	-	596 896	59 274	-	-	-	954 514
Transfers	-	-	-	-	-	-	-	-	-
Pārvērtēšana	-	-	-	-	-	-	-	-	-
Disposals or change of classif	(443)	(14 983)	(188 659)	(20 030)	(8 662)	(50 757)	-	-	(283 533)
At 30 September 2008	23 795	6 249 797	-	3 255 277	546 929	-	-	250 201	10 325 998
Accumulated depreciation									
At 31 December 2006	12 591	469 717	-	2 035 533	369 059	13 395	-	-	2 900 295
Charge for the year	3 446	30 272	-	171 287	40 448	16 919	-	-	262 372
Charge for the period for revaluationed fixed assets	-	309 634	-	-	-	-	-	-	309 634
Disposals	-	-	-	(75 557)	(22 543)	-	-	-	(98 100)
At 31 December 2007	16 037	809 623	-	2 131 263	386 964	30 314	-	-	3 374 201
Charge for the period	2 251	25 707	-	151 206	35 918	8 460	-	-	223 542
Charge for the period for revaluationed fixed assets	-	232 225	-	-	-	-	-	-	232 225
Disposals or change of classif	(323)	(323)	-	(19 214)	(8 243)	(38 775)	-	-	(66 878)
At 30 September 2008	17 965	1 067 232	-	2 263 254	414 639	-	-	-	3 763 090
Net book value									
At 31 December 2006	5 444	5 501 547	188 659	433 717	83 773	37 362	8 729	250 201	6 509 431
At 31 December 2007	3 372	5 161 641	188 659	547 148	109 353	20 442	-	250 201	6 280 817
At 30 September 2008	5 830	5 182 564	-	992 023	132 290	-	-	250 201	6 562 908

3 PARTICIPATING INTERESTS IN ASSOCIATED ENTERPRISES

	Capital share (%)	Amount of investment 2008 EUR	Capital share (%)	Amount of investment 2007 EUR
Participating interests in associated enterprises				
Participation in "Neirozu klinika" Ltd.	45	178 652	45	178 595
Total participating interests in associated enterprises		178 652		178 595

October 4, 2005 the company changed the name from SIA "Psihiskas veselības centrs "Dzintari" " to SIA "Neirozu klinika"

4 RAW MATERIALS

	2008 EUR	2007 EUR
Pharmaceutical	89 442	76 848
Stock in warehouse	7 955	4 774
Inventory	4 546	3 147
Products	2 066	2 008
Furniture	700	986
Other materials	2 193	2 827
Advance payments to supplier of goods	632	468
Total	107 534	91 058

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIODS ENDED 30 SEPTEMBER 2008 AND 31 DECEMBER 2007

5 DUE FROM CUSTOMERS

	2008	2007
	EUR	EUR
VOVAA Rigas department	39 167	76 704
Riga slimokase AAS	26 578	50 172
Ergo Latvija AAS	42 453	26 017
BTA AAS	30 868	21 818
Accrued income	-	21 717
LMRIH	13 554	19 704
NBS militaras medicinas centrs	5 230	6 682
IF Latvija AAS	2 813	2 975
Riga I.hospital	-	2 392
Balva AAS	1 628	1 746
BALTIKUMS DZIVIBA AAS	536	249
Total	<u>201 736</u>	<u>256 308</u>

6 OTHER RECEIVABLES

	2008	2007
	EUR	EUR
Parex bank	-	3 566
Riga Latvian association	2 348	2 348
Taxes overpayment (note No.13)	90 099	2 312
LBM GROUP AS	-	1 423
VAT for unpaid invoices	8 988	726
Other debtors	26 737	2 659
Total	<u>128 172</u>	<u>13 034</u>

7 DIFFERED EXPENSES

	2008	2007
	EUR	EUR
Assurance expense	3 754	3 281
Riga Stock Exchange, shares quotation		
Other expense		16 463
Total	<u>3 754</u>	<u>19 744</u>

8 CASH

	2008	2007
	EUR	EUR
Cash in banks	1 311 921	1 713 609
Deposit	39 416	34 433
Cash on hands	6 340	4 451
Total	<u>1 357 677</u>	<u>1 752 493</u>

9 SHARE CAPITAL

	2008	2008	2007	2007
	Number of shares	Share %	Number of shares	Share %
Shareholders:				
Janis Birks	311 583	38,9	309 509	38,7
Ilze Aizsilniece	80 766	10,1	80 766	10,1
Agris Shvarcbergs	82 917	10,4	80 917	10,1
State social insurance agency	40 000	5,0	40 000	5,0
Other shareholders (shares less than 5%)	284 734	35,6	288 808	36,1
Total	<u>800 000</u>	<u>100,0</u>	<u>800 000</u>	<u>100,0</u>

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIODS ENDED 30 SEPTEMBER 2008 AND 31 DECEMBER 2007

10 DUE TO RECEIVED ADVANCE PAYMENTS

	2008	2007
	EUR	EUR
VOAVA advance payment for 2008		529 953
Other advances	17	70
Total	<u>17</u>	<u>530 023</u>

11 DUE TO SUPPLIERS AND CONTRACTORS

	2008	2007
	EUR	EUR
Veselības centrs-4	-	16 851
Amerilat MD	24 179	15 700
Latvijas Gaze	5 558	9 442
Other suppliers	91 835	7 668
Sistēmu Audits SIA	-	5 876
Latvenergo Rīgas elektrotīkls	6 410	5 354
Hemis SIA	-	2 689
VPVD national diagnostic center	618	2 123
Rīgas Stradiņu Universitāte	-	2 116
Rīgas Ūdens	2 110	1 814
Lattelekom	2 127	1 147
AB Medical Group Riga	8 068	110
Invitros SIA	5 657	-
B.Braun Medical SIA	21 746	-
Recipe Plus SIA	24 189	-
Tradintek SIA	418 111	-
Total	<u>610 607</u>	<u>70 890</u>

12 TAXES

	As of 31-12- 2007	Calculated	Paid	As of 30-09- 2008
Value added tax	1 776	30 780	(40 808)	(8 253)
Social insurance	81 058	959 388	(942 877)	97 569
Personal income tax	55 287	584 338	(578 840)	60 785
Corporate income tax	58 662	-	(64 058)	(5 396)
Corporate income tax-adjustment	(13)	-	-	(13)
Unemployment duty	155	1 604	(1 579)	179
Natural resources tax	100	-	(100)	-
Real estate tax	(2 312)	522	(522)	(2 312)
Total, including	<u>194 713</u>	<u>1 576 632</u>	<u>(1 628 784)</u>	<u>142 560</u>
due to the budget	197 025			158 534
overpayment	(2 312)			(15 973)

13 DUE TO OTHER COMPANIES

	2008	2007
	EUR	EUR
Salaries	205 662	175 023
Accrued liabilities	-	50 853
Trade union	1 510	1 362
Deposited salary	1 019	1 131
Board remuneration	-	-
Total	<u>208 190</u>	<u>228 370</u>

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIODS ENDED 30 SEPTEMBER 2008 AND 31 DECEMBER 2007

14 NET SALES

	2008	2007
	EUR	EUR
Medical hospital services	3 172 937	3 894 846
Medical ambulant services	2 035 757	2 439 676
Insurance payments	347 120	372 680
Services - minimum fixed part	219 075	291 401
VS ZDC ambulant services	171 291	207 433
Residents training	119 009	129 615
Stomatology services	41 359	52 998
Family doctors	38 083	42 807
Other income	48 149	28 389
Total	<u>6 192 779</u>	<u>7 459 845</u>

15 COST OF GOODS SOLD

	2008	2007
	EUR	EUR
Salaries and wages	2 601 054	2 886 738
Medical goods	788 782	961 323
Social tax	608 899	667 758
Fixed assets depreciation	455 767	571 987
Repair expenses	274 314	334 004
VAT - expenses	237 362	249 553
Rent of equipment	165 356	181 992
Public utilities	130 617	139 668
Medical researches	47 606	108 606
Current assets write-off	111 348	104 517
Feeding expenses	68 040	85 546
Household goods	66 458	78 604
Gifts to employees	23 644	37 375
Employees trainings	13 036	36 312
Office expenses	15 361	20 647
Transport expense	7 380	12 718
Allowances to employees	3 257	4 354
Advertising	1 208	3 678
Insurance expenses	5 807	2 994
Unemployment duty	1 604	2 150
Accruals for vacations	-	(24 315)
Received discounts	(20 505)	(30 703)
Saņemtās atlaides	174 602	187 408
Total	<u>5 780 999</u>	<u>6 622 913</u>

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIODS ENDED 30 SEPTEMBER 2008 AND 31 DECEMBER 2007

16 ADMINISTRATIVE EXPENSES

	2008	2007
	EUR	EUR
Salaries and wages	293 550	307 525
Social tax	66 637	67 086
Board chairperson remuneration	35 452	40 461
Office expenses	11 370	12 587
Board remuneration	32 844	39 244
Other administrative expenses	24 782	29 350
Presentation expenses	6 461	5 481
Chairperson of the Board social tax	7 292	7 066
Board members social tax	7 913	9 454
Council chairperson remuneration	7 637	12 662
Audit expenses	-	8 110
Council members remuneration	25 711	13 534
Bank expenses	1 172	1 585
Chairperson of the Council social tax	1 840	3 672
Council members social tax	5 858	3 127
Legal services	1 010	142
Total	<u>529 530</u>	<u>561 087</u>

17 OTHER OPERATING INCOME

	2008	2007
	EUR	EUR
Rent income	65 680	103 150
Feeding income	8 247	15 303
Received donations	-	14 634
Press goods	6 326	9 590
Solarium income	3 120	3 551
Laundry income	1 453	2 742
Other income	131 408	7 592
Total	<u>216 234</u>	<u>156 563</u>

18 OTHER OPERATING EXPENSES

	2008	2007
	EUR	EUR
Fixed assets disposals	1 750	13 534
Penalties	359	1 754
Currency exchange loss	3 480	4 031
Real estate tax	1 097	1 715
Other expenses	2 432	3 914
Total	<u>9 118</u>	<u>24 949</u>

19 INCOME FROM INVESTMENT IN ASSOCIATES

	2008	2007
	EUR	EUR
Psihiskas Veselibas centrs "Dzintari"	-	2 245
Total	<u>-</u>	<u>2 245</u>

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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20 INTEREST INCOME AND SIMILAR INCOME

	2008	2007
	EUR	EUR
Interest income	22 356	37 698
Total	<u><u>22 356</u></u>	<u><u>37 698</u></u>

21 INTEREST EXPENSE AND SIMILAR EXPENSE

	2008	2007
	EUR	EUR
Loan interest expenses (VOAVAA)	-	-
Total	<u><u>-</u></u>	<u><u>-</u></u>

22 CORPORATE INCOME TAX

	2008	2007
	EUR	EUR
Calculated Corporate income tax	-	112 006
Deferred Corporate income tax	-	12 752
Total	<u><u>-</u></u>	<u><u>124 757</u></u>

23 CORPORATE INCOME TAX (CONTINUED ...)

	2008	2007
	EUR	EUR
Profit before tax	172 465	636 596
Theoretically calculated corporate income tax, rate 15%	25 869	95 489
Permanent differences	44 896	44 896
Calculated corporate income tax	<u><u>49 734</u></u>	<u><u>98 663</u></u>

Deferred tax

Temporary difference between financial statement depreciation and depreciation for tax purposes	(220 070)	(220 070)
Temporary difference of fixed assets revaluation	(4 102 649)	(4 334 874)
Accruals for vacations	180 776	180 776
Accrued liabilities	-	-
Total temporary differences	<u><u>(4 141 943)</u></u>	<u><u>(4 374 168)</u></u>
Tax rate applied	15%	15%
Deferred tax liabilities	<u><u>621 291</u></u>	<u><u>656 125</u></u>
Recognized deferred tax liabilities	<u><u>621 291</u></u>	<u><u>656 125</u></u>
