



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)

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
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**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 Aizsiliece	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 64 071 LVL.

The profit before taxes of subsidiary company was 21 115 LVL.

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	LVL	LVL		LVL
Current assets:				
Stocks				
Raw materials	75 575	63 996	4	52 786
Total stocks	75 575	63 996		52 786
Debtors:				
Trade debtors	141 781	180 134	5	136 331
Other debtors	90 080	9 160	6	45 166
Accruals	2 638	13 876	7	3 806
Total debtors	234 499	203 170		185 303
Cash funds	954 181	1 231 659	8	788 058
Total current assets	1 264 255	1 498 825		1 026 147
Long-term investments:				
Intangible assets:				
Other intangible (fixed) assets	4 097	2 370	2	2 935
Goodwill	-	-		1 832
Total intangible assets	4 097	2 370		4 767
Fixed assets:				
Land and buildings	3 642 327	3 627 622		3 850 553
Technological equipment and machines	697 198	384 538		356 904
Other fixed assets and inventory	92 974	76 854		74 377
Long term investments in rented fixed assets	-	14 367		11 395
Unfinished building objects	175 842	175 842		177 907
Advance payments for fixed assets	-	-		8 983
Total fixed assets:	4 608 341	4 279 223	2	4 480 119
Long-term financial assets:				
Investment assets	-	132 590	2	132 590
Participating interests in associated enterprises	125 557	125 517	3	123 939
Total financial assets:	125 557	258 107		256 529
Total long-term investments:	4 737 995	4 539 700		4 741 415
TOTAL ASSETS	6 002 250	6 038 525		5 767 562

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	LVL	LVL		LVL
Liabilities:				
Liabilities:				
Received advance payments	12	372 502	10	481
Due to customers and suppliers	429 137	49 822	11	181 815
Taxes and social security payments	111 418	138 470	12	92 689
Other payables	146 317	160 499	13	113 953
Recognized deferred tax liabilities	436 646	461 127	22	484 807
Total liabilities	1 123 530	1 182 420		873 745
Provisions for liabilities and charges:				
Provisions for vacations	127 195	127 195		144 988
Total provisions	127 195	127 195		144 988
Total liabilities	1 250 725	1 309 615		1 018 733
Equity capital:				
Share equity	800 000	800 000	9	800 000
Reserves:				
c) reserves provided by the Articles of Association	31 993	31 993		31 993
d) fixed asset's revaluation reserve	2 757 088	2 920 297		3 105 267
Retained earnings:				
a) brought forward from previous years	1 051 253	748 339		530 708
b) current year profit or loss	109 519	226 847		279 298
Total shareholders' equity	4 749 853	4 727 476		4 747 266
Minority interest	1 672	1 434		1 563
Total equity capital	4 751 525	4 728 910		4 748 829
TOTAL EQUITY, PROVISIONS AND LIABILITIES	6 002 250	6 038 525		5 767 562
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 LVL	2008, 12 month period LVL	Note	2007, 9 month period LVL
Net sales	4 352 310	5 242 809	14	3 764 951
Cost of goods sold	(4 062 909)	(4 654 610)	15	(3 264 701)
Gross profit or loss	289 401	588 199		500 250
				0
Administrative expenses	(372 156)	(394 334)	16	(285 227)
Other operating income	151 970	110 033	17	55 583
Other operating expenses	(6 408)	(17 534)	18	(8 509)
Gain from the change of fair value of investment property	6 667	-		
Income from investment in associates	-	1 578	19	-
Interest income and similar income	15 712	26 494	20	17 220
Interest expense and similar expense	-	-	21	-
Profit before taxes	85 186	314 436		279 317
Corporate income tax	-	(87 680)	22	-
Minority interest	(147)	91		(19)
NET PROFIT OR LOSS	85 039	226 847		279 298
Number of shares	800 000	800 000		800 000
Earnings per Share (EPS) (LVL)	0,11	0,28		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 (LVL)
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	800 000	31 993	3 105 267	340 233	222 494	1 525	4 501 512
Transfers to reserves	-	-	-	222 494	(222 494)	-	-
Dividends paid	-	-	-	(32 000)	-	-	(32 000)
Profit for the year	-	-	-	-	226 847	-	226 847
Depreciation of revaluation surplus	-	-	(217 612)	217 612	-	-	-
Minority interest changes	-	-	32 642	-	-	(91)	32 551
At 31 December 2007	800 000	31 993	2 920 297	748 339	226 847	1 434	4 728 910
Previous years retained earnings	-	-	-	226 847	(226 847)	-	-
Dividends paid	-	-	-	(40 000)	-	-	(40 000)
Depreciation of revaluation surplus	-	-	(163 209)	163 209	24 480	-	24 480
Deffered tax on revaluation surplus	-	-	-	-	-	-	-
Profit for the year	-	-	-	(47 051)	85 039	-	37 988
Minority interest changes	-	-	-	(91)	-	238	147
At 30 September 2008	800 000	31 993	2 757 088	1 051 253	109 519	1 672	4 751 525

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 LVL	2008, 12 month period LVL	Note	2007, 9 month period
Cash flows used in operating activities				
Net income before tax	85 186	314 436		279 317
Adjustments:				
a) depreciation of tangibles	320 315	402 008	2	139 610
b) depreciation of goodwill	-	1 832		-
c) provisions	-	(18 134)		-
d) loss (gain) on sale of tangibles	1 230	9 512	18	5 414
e) interest expenses	-	-		-
f) gain (loss) from investments in associates	-	(1 578)	20	-
g) gain from the change of fair value of investment pproperty	-	-		-
2. Gain (loss) before changes in current assets and liabilities	406 731	708 076		424 341
Changes in operating assets and liabilities:				
a) receivables.	(31 329)	(89 488)		36 341
b) inventory.	(11 579)	(3 867)		7 343
c) current liabilities.	51 262	314 534		(23 407)
3. Gross operating cash flow	415 085	929 255		444 618
4. Paid interest.	-	-		-
5. Paid corporate income tax.	(104 692)	(24 275)	12	(19 894)
6. Net cash used in operating activities	310 393	904 980		424 724
II. Cash flow used in investment activities				
1. Purchase of shares of associates	-	-		-
2. Purchase of fixed assets	(670 836)	(251 181)	2	(214 194)
3. Selling of fixed assets	122 965	332		-
4. Net cash from investment activities	(547 871)	(250 849)		(214 194)
III. Cash flows used in financing activities				
1. Settlement of loans	(40 000)	(32 000)		-
2. Paid dividends	-	-		(32 000)
3. Net cash from financing activities	(40 000)	(32 000)		(32 000)
IV. Net increase (decrease) in cash	(277 478)	622 131		178 530
V. Cash at the beginning of the period	1 231 659	609 528		609 528
VI. Cash at the end of the period	954 181	1 231 659		788 058

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 arising 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: (LVL)

LVL	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	12 675	4 196 628	132 590	1 735 399	318 252	35 672	6 135	175 842	6 613 193
Additions	966	-	-	205 409	44 806	-	-	-	251 181
Transfers	-	-	-	-	2 247	-	(2 247)	-	-
Disposals	-	-	-	(58 410)	(16 491)	-	(3 888)	-	(78 789)
At 31 December 2007	13 641	4 196 628	132 590	1 882 398	348 814	35 672	-	175 842	6 785 585
Additions	3 393	206 284	-	419 501	41 658	-	-	-	670 836
Transfers	-	-	-	-	-	-	-	-	-
Pārvērtēšana	-	-	-	-	-	-	-	-	-
Disposals or change of classif	(311)	(10 530)	(132 590)	(14 077)	(6 088)	(35 672)	-	-	(199 268)
At 30 September 2008	16 723	4 392 382	-	2 287 822	384 384	-	-	175 842	7 257 153
Accumulated depreciation									
At 31 December 2006	8 849	330 119	-	1 430 581	259 376	9 414	-	-	2 038 339
Charge for the year	2 422	21 275	-	120 381	28 427	11 891	-	-	184 396
Charge for the period for revaluationed fixed assets	-	217 612	-	-	-	-	-	-	217 612
Disposals	-	-	-	(53 102)	(15 843)	-	-	-	(68 945)
At 31 December 2007	11 271	569 006	-	1 497 860	271 960	21 305	-	-	2 371 402
Charge for the period	1 582	18 067	-	106 268	25 243	5 946	-	-	157 106
Charge for the period for revaluationed fixed assets	-	163 209	-	-	-	-	-	-	163 209
Disposals or change of classif	(227)	(227)	-	(13 504)	(5 793)	(27 251)	-	-	(47 002)
At 30 September 2008	12 626	750 055	-	1 590 624	291 410	-	-	-	2 644 715
Net book value									
At 31 December 2006	3 826	3 866 509	132 590	304 818	58 876	26 258	6 135	175 842	4 574 854
At 31 December 2007	2 370	3 627 622	132 590	384 538	76 854	14 367	-	175 842	4 414 183
At 30 September 2008	4 097	3 642 327	-	697 198	92 974	-	-	175 842	4 612 438

3 PARTICIPATING INTERESTS IN ASSOCIATED ENTERPRISES

	Capital share (%)	Amount of investment 2008 LVL	Capital share (%)	Amount of investment 2007 LVL
Participating interests in associated enterprises				
Participation in "Neirozu klinika" Ltd.	45	125 557	45	125 517
Total participating interests in associated enterprises		125 557		125 517

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

4 RAW MATERIALS

	2008 LVL	2007 LVL
Pharmaceutical	62 860	54 009
Stock in warehouse	5 591	3 355
Inventory	3 195	2 212
Products	1 452	1 411
Furniture	492	693
Other materials	1 541	1 987
Advance payments to supplier of goods	444	329
Total	75 575	63 996

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
	LVL	LVL
VOVAA Rigas department	27 527	53 908
Riga slimokase AAS	18 679	35 261
Ergo Latvija AAS	29 836	18 285
BTA AAS	21 694	15 334
Accrued income	-	15 263
LMRIH	9 526	13 848
NBS militaras medicinas centrs	3 676	4 696
IF Latvija AAS	1 977	2 091
Riga I.hospital	-	1 681
Balva AAS	1 144	1 227
BALTIKUMS DZIVIBA AAS	377	175
Total	<u>141 781</u>	<u>180 134</u>

6 OTHER RECEIVABLES

	2008	2007
	LVL	LVL
Parex bank	-	2 506
Riga Latvian association	1 650	1 650
Taxes overpayment (note No.13)	63 322	1 625
LBM GROUP AS	-	1 000
VAT for unpaid invoices	6 317	510
Other debtors	18 791	1 869
Total	<u>90 080</u>	<u>9 160</u>

7 DIFFERED EXPENSES

	2008	2007
	LVL	LVL
Assurance expense	2 638	2 306
Riga Stock Exchange, shares quotation		11 570
Other expense		-
Total	<u>2 638</u>	<u>13 876</u>

8 CASH

	2008	2007
	LVL	LVL
Cash in banks	922 023	1 204 331
Deposit	27 702	24 200
Cash on hands	4 456	3 128
Total	<u>954 181</u>	<u>1 231 659</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
	LVL	LVL
VOAVA advance payment for 2008		372 453
Other advances	12	49
Total	<u>12</u>	<u>372 502</u>

11 DUE TO SUPPLIERS AND CONTRACTORS

	2008	2007
	LVL	LVL
Veselības centrs-4	-	11 843
Amerilat MD	16 993	11 034
Latvijas Gaze	3 906	6 636
Other suppliers	64 542	5 389
Sistēmu Audits SIA	-	4 130
Latvenergo Rīgas elektrotikls	4 505	3 763
Hemis SIA	-	1 890
VPVD national diagnostic center	434	1 492
Rīgas Stradiņu Universitāte	-	1 487
Rīgas Ūdens	1 483	1 275
Lattelekom	1 495	806
AB Medical Group Riga	5 670	77
Invitros SIA	3 976	-
B.Braun Medical SIA	15 283	-
Recipe Plus SIA	17 000	-
Tradintek SIA	293 850	-
Total	<u>429 137</u>	<u>49 822</u>

12 TAXES

	As of 31-12- 2007	Calculated	Paid	As of 30-09- 2008
Value added tax	1 248	21 632	(28 680)	(5 800)
Social insurance	56 968	674 262	(662 658)	68 572
Personal income tax	38 856	410 675	(406 811)	42 720
Corporate income tax	41 228	-	(45 020)	(3 792)
Corporate income tax-adjustment	(9)	-	-	(9)
Unemployment duty	109	1 127	(1 110)	126
Natural resources tax	70	-	(70)	-
Real estate tax	(1 625)	367	(367)	(1 625)
Total, including	<u>136 845</u>	<u>1 108 063</u>	<u>(1 144 716)</u>	<u>100 192</u>
due to the budget	138 470			111 418
overpayment	(1 625)			(11 226)

13 DUE TO OTHER COMPANIES

	2008	2007
	LVL	LVL
Salaries	144 540	123 007
Accrued liabilities	-	35 740
Trade union	1 061	957
Deposited salary	716	795
Board remuneration	-	-
Total	<u>146 317</u>	<u>160 499</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
	LVL	LVL
Medical hospital services	2 229 953	2 737 313
Medical ambulant services	1 430 738	1 714 614
Insurance payments	243 957	261 921
Services - minimum fixed part	153 967	204 798
VS ZDC ambulant services	120 384	145 785
Residents training	83 640	91 094
Stomatology services	29 067	37 247
Family doctors	26 765	30 085
Other income	33 839	19 952
Total	<u>4 352 310</u>	<u>5 242 809</u>

15 COST OF GOODS SOLD

	2008	2007
	LVL	LVL
Salaries and wages	1 828 031	2 028 811
Medical goods	554 359	675 622
Social tax	427 937	469 303
Fixed assets depreciation	320 315	401 995
Repair expenses	192 789	234 739
VAT - expenses	166 819	175 387
Rent of equipment	116 213	127 905
Public utilities	91 798	98 159
Medical researches	33 458	76 329
Current assets write-off	78 256	73 455
Feeding expenses	47 819	60 122
Household goods	46 707	55 243
Gifts to employees	16 617	26 267
Employees trainings	9 162	25 520
Office expenses	10 796	14 511
Transport expense	5 187	8 938
Allowances to employees	2 289	3 060
Advertising	849	2 585
Insurance expenses	4 081	2 104
Unemployment duty	1 127	1 511
Accruals for vacations	-	(17 089)
Received discounts	(14 411)	(21 578)
Saņemtās atlaides	122 711	131 711
Total	<u>4 062 909</u>	<u>4 654 610</u>

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

16 ADMINISTRATIVE EXPENSES

	2008	2007
	LVL	LVL
Salaries and wages	206 308	216 130
Social tax	46 833	47 148
Board chairperson remuneration	24 916	28 436
Office expenses	7 991	8 846
Board remuneration	23 083	27 581
Other administrative expenses	17 417	20 627
Presentation expenses	4 541	3 852
Chairperson of the Board social tax	5 125	4 966
Board members social tax	5 561	6 644
Council chairperson remuneration	5 367	8 899
Audit expenses	-	5 700
Council members remuneration	18 070	9 512
Bank expenses	824	1 114
Chairperson of the Council social tax	1 293	2 581
Council members social tax	4 117	2 198
Legal services	710	100
Total	<u>372 156</u>	<u>394 334</u>

17 OTHER OPERATING INCOME

	2008	2007
	LVL	LVL
Rent income	46 160	72 494
Feeding income	5 796	10 755
Received donations	-	10 285
Press goods	4 446	6 740
Solarium income	2 193	2 496
Laundry income	1 021	1 927
Other income	92 354	5 336
Total	<u>151 970</u>	<u>110 033</u>

18 OTHER OPERATING EXPENSES

	2008	2007
	LVL	LVL
Fixed assets disposals	1 230	9 512
Penalties	252	1 233
Currency exchange loss	2 446	2 833
Real estate tax	771	1 205
Other expenses	1 709	2 751
Total	<u>6 408</u>	<u>17 534</u>

19 INCOME FROM INVESTMENT IN ASSOCIATES

	2008	2007
	LVL	LVL
Psihiskas Veselibas centrs "Dzintari"	-	1 578
Total	<u>-</u>	<u>1 578</u>

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

	2008 LVL	2007 LVL
Interest income	15 712	26 494
Total	<u><u>15 712</u></u>	<u><u>26 494</u></u>

21 INTEREST EXPENSE AND SIMILAR EXPENSE

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

22 CORPORATE INCOME TAX

	2008 LVL	2007 LVL
Calculated Corporate income tax	-	78 718
Deferred Corporate income tax	-	8 962
Total	<u><u>-</u></u>	<u><u>87 680</u></u>

23 CORPORATE INCOME TAX (CONTINUED ...)

	2008 LVL	2007 LVL
Profit before tax	85 186	314 436
Theoretically calculated corporate income tax, rate 15%	12 778	47 165
Permanent differences	31 553	31 553
Calculated corporate income tax	<u><u>44 331</u></u>	<u><u>78 718</u></u>

Deferred tax

Temporary difference between financial statement depreciation and depreciation for tax purposes	(154 666)	(154 666)
Temporary difference of fixed assets revaluation	(2 883 358)	(3 046 567)
Accruals for vacations	127 050	127 050
Accrued liabilities	-	-
Total temporary differences	<u><u>(2 910 974)</u></u>	<u><u>(3 074 183)</u></u>
Tax rate applied	15%	15%
Deferred tax liabilities	<u><u>436 646</u></u>	<u><u>461 127</u></u>
Recognized deferred tax liabilities	<u><u>436 646</u></u>	<u><u>461 127</u></u>
