

INDEPENDENT AUDITORS' REPORT

To the shareholders of JSC „Rigas Autoelektroaparatu rupnica”

Report on Financial Statements

We have audited the financial statements on pages 6 to 20 included in the annual report of 2013 of JSC „Rigas Autoelektroaparatu rupnica”. The audited financial statements include the balance sheet as on 31 December 2013, profit or loss account of 2013, statement of exchanges in equity and statement of cash flows as well as the review of significant accounting principles and other explanatory information in notes.

Responsibility of the Management for the preparation of Financial Statements

The management is responsible for preparation of this report and fair presentation of provided information in accordance with the law of the Republic of Latvia “On the annual reports”. This responsibility includes maintaining of internal control, on consideration of management, relevant to the preparation of financial statements that are free from material misstatement, weather due to fraud or error.

Auditors' Responsibility

We are responsible for the resolution we express on these financial statements basing on our audit. We conducted our audit in accordance with International Standards on Auditing. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's professional judgement, including the assessment, of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the management as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the accompanying financial statements give a true and fair view of the financial position of JSC „Rigas Autoelektroaparatu rupnica” as on 31 December, 2013 as well as of its financial performance and its cash flows for the year 2013 in accordance with the “Law on the annual reports” of the Republic of Latvia.

Report on conformity of Management Report

We have read the Management Report on the Annual report of 2013 set out on pages 3 to 5 and have not identified material inconsistencies between the financial information revealed in the Management Report and that in the financial statements for 2013.

SIA AUDITORFIRMA „SARGUNS”
Certificate No. 18

Evalds Figurnovs
Certified auditor of LR
Certificate No 38

Evalds Figurnovs
Chairman of the Board

Riga, March 25, 2014