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General Information

Name of the company	Tosmares kuģubūvētava
Legal status of the company	Joint stock company
Number, place and date of registration	Register of the companies Nr. 210302283 Liepāja, 03 January 2000 Commercial register Nr. 42103022837 Liepāja, 12 May 2004
Address	42/44 Ģ. Baloža Street Liepāja, LV-3402 Latvia
Type of operations	NACE 3315: Construction and repair of technological equipment, ships, yachts, catamarans, containers, roltrailers; Port services
Names and positions of the Board members	
Aleksandrs Vaļums	Chairman of the Board
Vladislavs Blūms	Member of the Board
Aleksandrs Murugovs	Member of the Board
Names and positions of the Council	
Vasilijš Meļņiks	Chairman of the Council
Aleksandrs Čerņavskis	Vice-chairman of the Council
Jānis Skvarnovičs	Member of the Council
Rolands Klincis	Member of the Council
Henrik Kasesalu	Member of the Council
Viktors Ivanovs	Member of the Council
Financial period	1 January, 2015 - 31 March, 2015
Auditor's name and address	Natalija Zaiceva Certified auditor (LZRA Certificate. No. 138) "Orients Audit & Finance" Ltd LZRA Licence No. 28 Gunara Astras Street 8b Riga, LV-1082 Latvia

Statement of the Management Responsibility

The Management is responsible for the preparation of the financial statements in accordance with the Laws of the Latvian Republic On Accounting and On the Annual Reports. The financial statements give a true and fair view of the financial position of the Company at the end of the reporting period and the results of its operations and cash flow for the reporting period.

The Management certifies that proper accounting methods were applied to preparation of these financial statements on page 4 to page 17 and decisions and assessments were made with proper discretion and prudence. The accounting policies applied have been consistent with the previous period. The Management confirms that the financial statements have been prepared on going concern basis.

The Management is responsible for accounting records and for safeguarding the Company's assets and preventing and detecting of fraud and other irregularities in the Company. It is also responsible for operating in the Company in compliance with the legislation of the Republic of Latvia.

Chairman of the Board

A.Vaļums

Member of the Board

V.Blūms

Member of the Board

A.Murugovs

29 May, 2015

PROFIT OR LOSS STATEMENT
for 3 month of years 2015 and 2014

	Notes	3 month 2015 EUR	(Adjusted*) 3 month 2014 EUR
Net sales	(1)	1 121 549	1 289 729
Cost of sales	(2)	(1 075 250)	(1 515 774)
Gross profit or losses		46 299	(226 045)
Distribution expenses	(3)	(402)	(1 348)
Administrative expenses	(4)	(78 686)	(60 016)
Other operating income	(5)	49 624	35 265
Other operating expenses	(6)	(31 665)	(21 190)
Interest payments and similar costs	(7)	(31 096)	(21 573)
Profit or losses before taxes		(45 926)	(294 907)
Corporate income tax	(8)		
Other taxes	(8)	(9 438)	(9 438)
Net profit or losses		(55 364)	(304 345)
*View the No. 34			
Loss per share		-0,017	-0,095

Notes from 9. up to 17. page are an integral part of these financial statements.

Chairman of the Board

A.Vaļums

Member of the Board

V.Blūms

Member of the Board

A.Murugovs

29 May, 2015

BALANCE SHEET

on 31.March 2015 and 2014

	Notes	31.03.2015 EUR	(Adjusted*) 31.03.2014 EUR
ASSETS			
Non-current assets			
Intangible assets			
Other intangible assets	(9)	374	1 009
Total intangible assets		374	1 009
Fixed assets			
Land and buildings	(9)	2 523 018	2 629 161
Equipment and machinery	(9)	3 551 557	3 264 539
Other fixed assets	(9)	25 325	25 952
Fixed assets under construction	(9)	13 393	536 016
Total fixed assets		6 113 293	6 455 668
Total non-current assets		6 113 667	6 456 677
Current assets			
Inventories			
Raw materials and consumables	(10)	671 006	785 344
Finished goods and work in progress	(11)	1 409 853	885 806
Advances paid for materials		609	86
Total inventories		2 081 468	1 671 236
Account receivables			
Trade receivables	(12)	1 167 104	1 648 698
Other receivables	(13)	87 123	30 908
Related company's debt	(14)	93 184	
Expenses of future periods	(15)	14 020	15 008
Accrued income	(16)	330 358	420 775
Total receivables		1 691 789	2 115 389
Cash and bank	(17)	72 581	16 823
Total current assets:		3 845 838	3 803 448
Total assets		9 959 505	10 260 125

Notes from 9. up to 17. page are an integral part of these financial statements.

BALANCE SHEET

For the years ending 31st of December 2014 and 31st of December 2013

	Notes	31.03.2015 EUR	(Adjusted*) 31.03.2014 EUR
<u>EQUITY, PROVISIONS AND LIABILITIES</u>			
Equity			
Share capital	(18)	4 484 756	4 558 023
Non-current investments revaluation reserve	(19)	1 338 520	1 574 729
Reserves:			
other reserves	(20)	73 267	
Retained earnings:		(116 662)	82 540
previous year's retained earnings		(61 298)	386 885
current year's profit or losses		(55 364)	(304 345)
Total equity		5 779 881	6 215 292
Provisions			
Other provision	(21)	52 927	48 299
Total provisions		52 927	48 299
Liabilities			
Non-current liabilities			
Other borrowings	(22)	1 566 000	
Leasing liabilities	(23)	488 090	
Deferred income tax liabilities	(24)	505 983	287 540
			6
Next period income	(25)	304 666	
Total non-current liabilities		2 864 739	287 546
Current liabilities			
Loans from banks	(26)		1 808 528
Other borrowings	(27)	22 674	
Leasing liabilities	(28)	82 510	
Advances from customers	(29)	4 802	242 505
Trade payables	(30)	927 125	1 135 186
Payables to related companies	(31)	1 609	126 494
Taxes and social insurance payments	(32)	106 322	246 246
Other liabilities	(33)	81 756	150 029
Deferred income		35 154	
Dividends unpaid		6	
Accrued liabilities			
Total current liabilities:		1 261 958	3 708 988
Total liabilities:		4 126 697	3 996 534
<u>Total equity, provisions and liabilities</u>		9 959 505	10 260 125

0

Notes from 9. up to 17. page are an integral part of these financial statements.

Chairman of the Board

A.Vaļums

Member of the Board

V.Blūms

Member of the Board

A.Murugovs

29 May, 2015

CASH FLOW STATEMENT

for 3 month of years 2015 and 2014 (according to direct method)

	3 month of 2015 EUR	3 month of 2014 EUR
Cash flow from operating activities		
Sales and service income	1 107 462	912 732
Cash to suppliers, personnel and others primary activity costs	(1 134 077)	(866 394)
Gross cash flow generated from operating activities	(26 615)	27 726
Interest paid	(31 562)	(15 927)
Corporate income tax paid	(5 000)	
Cash flow before extraordinary items	(63 177)	11 799
Net cash flow generated from operating activities	(63 177)	11 799
Cash flow from investment activity		
Acquisition of fixed and intangible assets	(29 900)	(13 721)
Proceeds from sales of fixed assets and intangible assets	6 100	
Net cash flow generated from investing activities	(23 800)	(13 721)
Cash flow from financing activities		
Loans received		
Expenses on repayment of loan		(47 437)
Leased assets redemption expenses	(18 580)	
Net cash flow generated from financing activities	(18 580)	(47 437)
Net foreign exchange gains/losses		
Net increase / (decrease) in cash and cash equivalents	(105 557)	(49 359)
Cash and cash equivalents at the beginning of the financial year	178 138	66 182
Cash and Cash equivalents at the end of the financial year	72 581	16 823

Notes from 9. up to 17. page are an integral part of these financial statements.

Chairman of the Board

A.Vaļums

Member of the Board

V.Blūms

Member of the Board

A.Murugovs

29 May, 2015

STATEMENT OF CHANGES IN EQUITY
for 3 month of years 2015 and 2014

	Share capital	Revaluation reserve of Non-current investments	Retained earnings	Other reserves	Total
	EUR	EUR	EUR	EUR	EUR
Balance as at 31.03.2013.	4 558 023	1 574 729	386 885		6 519 637
Correction of the amount indicated in the balance sheet of a previous year			(304 345)		(304 345)
Profit or losses for the financial year					0
Balance as at 31.03.2014.	4 558 023	1 574 729	82 540		6 215 292
Reserves drawn up in the result of the denomination	(73 267)	(318 749)	(61 298)	73 267	(380 047)
Profit or losses for the financial year			(55 364)		(55 364)
Balance as at 31.03.2015.	4 484 756	1 255 980	(34 122)	73 267	5 779 881

Notes from 9. up to 17. page are an integral part of these financial statements.

Chairman of the Board

A.Vaļums

Member of the Board

V.Blūms

Member of the Board

A.Murugovs

29 May, 2015

NOTES

ACCOUNTING POLICIES

(1) General principles

Financial statements are prepared in accordance with the Laws of the Latvian Republic On Accounting and On the Annual reports and the Regulations of Cabinet of Ministers Nr. 488 "Provisions of Law enforcement on Annual report " and No. 481 "Regulations on the cash flow statement and statement of changes in equity contents and order of preparation". As the best practice are applied the Latvian accounting standards.

The income statement is prepared in accordance with the turnover method.

The Cash flow statement has been prepared under the direct cash flow method.

The financial statements are prepared based on going concept and according to the historical cost accounting principle.

In comparison with the previous financial year, the accounting and evaluation methods used by the Company has not been changed.

In connection with the Latvian official currency exchange from 1 January 2014, the Company's functional and reporting currency is the euro, which replaced the national currency Latvian lats. Prior period financial information that has been presented in Latvian lats, have been converted into euro using the official currency exchange rate of 0.702804 LVL against EUR 1. Since the Latvian lats had previously been pegged to the euro with the same exchange rate, the functional and reporting currency change had no effect on company's financial statement, financial results and cash flows.

The accompanying financial statements have been drawn up in the Latvian national currency - the euro (EUR).

(2) Income recognition and net sales

Net sales contain the total value of goods and services sold during the year excluding discounts value added tax and costs related to sales.

In accordance to the Regulations of Cabinet of Ministers, revenue from ship repair work is recognized when the customer has accepted the executed repair work.

Other income are recognized as following:

- rent income – in the moment of appearance;
- income from fines and penalties – in the moment of its receipt;
- dividends – at the moment when the legal rights on them arise.

(3) Long-term agreements

Agreement costs are recognized when incurred. When the outcome of an agreement cannot be estimated reliably, agreement revenue is recognized only to the extent of agreement costs incurred that are likely to be recoverable. When the outcome of an agreement can be estimated reliably and it is possible that the agreement will be profitable, agreement revenue is recognized over the period of the agreement. When it is probable that total costs will exceed total agreement revenue, the expected loss is recognized as an expense immediately.

The Company apply the percentage of completion method to determine the appropriate amount to recognize in a given period. The stage of completion is measured by reference to the agreement costs uncured up to balance sheet date as a percentage of total estimated costs for each agreement or carrying out surveys of work performed to date. Costs incurred in the year in connection with future activity on an agreement are excluded from agreement in determining the stage of completion. They are presented as inventories or other assets, depending on their nature.

(5) Nemateriālie ieguldījumi

Intangible assets are valued as per initial cost excluding accumulated amortization. Amortization is calculated on a straight-line method useful life is determined as 4 years.

(6) Fixed assets and low-grade material

Fixed assets are estimated according to their initial expense value or reestimated initial value, excluding accrued depreciation. Depreciation is calculated according to (linear) method, using the rates of fixed assets depreciation calculation, that are based on the evaluation of fixed assets useful service duration:

	<u>Years</u>	<u>%</u>
Buildings	33,3	3
Equipment and technical utilities	10	10
Rolling stock, seacraft transport, power plant	14,3	7
Furniture and office machines	10	10
Computers and facilities	4	25
Vehicles	5	20
Instruments and inventory	10	10

The depreciation of fixed assets is started to calculate with the first day of next month after its commissioning and is finished with the first day of next month after its exclusion from fixed assets.

Company capitalizes fixed assets whose value exceeds EUR 142,29 and the period of useful utilization exceeds 1 year.

Reestimating the fixed assets, their value increase is reflected in non-current investment reestimation reserve. To incomes in profit or loss statement is applied to fixed assets liquidation.

Net gains or losses from disposal of fixed assets is calculated, as the difference between the carrying amount of the fixed asset, write-off of related assets revaluation reserve (if any) and proceeds from sale, and recognized in the income statements during the period when disposal are incurred.

Low-grade stock booked at the purchase prices and costs was 100% written off after commissioning.

(7) Non-current investments in leased fixes assets

Expenses of leased fixed assets overhaul are written off according to linear method rate in time of the period.

(8) Rent with ransom (financial leasing)

In cases when fixed assets that are obtained in lease with ransom (financial leasing) in relation to what all risks and liabilities pass over to the company, that is characteristic to ownership, is considered as company's actives at such value as they could be acquired for spot cash. Leasing interest payments and similar payments are included in profit or loss statement of the period when they have arisen.

(9) Lease without rights of ransom (operative leasing)

In cases when fixed assets are leased on lease provisions without rights on ransom, lease payments and prepayments for lease are included in profit or loss statement according to linear method in the period of lease.

(10) Inventories

Inventories are stated at the lower of purchase or production cost and net realizable value. Purchase costs consists of purchase value and overheads, which have been acquired, by delivering inventories at their current position and value. The costs of materials and other expenses that are directly connected with the production of the appropriate item as well as a respective part of overhead expenses are included in the production cost of inventories. Selling expenses has not included in cost. Cost is stated on the weighted average method. When the net realizable value of inventories is lower than its costs, the difference is recognized as provisions for the decrease of value.

Inventories are reflected at the lowest market or purchase value, using the FIFO (weighted average) method. In case of necessity the value of obsolete, slow turnover or damaged stock is written off.

In prime costs of produces goods are included the costs of used raw materials and materials and other expenses that are directly connected with production of corresponding object.

(11) Accounts receivable

Account receivable in the balance sheet have been shown at the net value, obtained deducting provisions for doubtful debts from the total amount of Account receivable. Account receivable's actual sum complies with contracts and other accounting basic documents. The comparison of account's receivable debts has been performed and the bad debts has been written-off.

(12) Other investments

Non-current investments, excluding investments in subsidiaries and associates, are stated at purchased value, adjusted in cases of their permanent value increase or decrease.

(13) Cash and cash equivalents

In the report of cash flow consist of the money in cash-box, remnants of active bank cont and demand deposits in the credit institutions with term to 90 days.

(14) Accrued liabilities for unused annual leave

Amount of accumulated unused annual leave is determined by multiplying the average day rate og employees for the last six monts of the financial year by the amount of accrued but unused annual leave at the end of the reporting year.

(15) Corporate income tax

Corporate income tax was calculated according to Latvia Republic tax laws. Tax laws in 2014 and further fixed tax rate is 15%.

(16) Deffered tax

Deferred tax is calculated according to the liability method with respect to all temporary differences between the values of assets and liabilities in the financial statements and their tax basis. The deferred tax liability is calculated based on the tax rates that are expected to be applied when the temporary differences reverse. The temporary differences arise from different fixed asset depreciation rates, as well as from tax losses carried to the next taxation periods. In cases, when the total result of the deferred tax calculation is to be reflected as assets, it is recognized in the financial statement only if a future taxable profit will be available against which the temporary differences can be utilised.

(17) Grants

For fixed assets formation received grants are regarded as next periods incomes, that gradually includes the in incomes received of for grants acquired fixed assets in useful utilization time of period. Other grants are related to results of the year of account in the period of grant receipt.

(18) Use of calculations

Preparing the financial statements, company's management has to make calculations and assumptions that influence the actives and passives shown in statements and off-balance for the day of statement preparation, as well as shown incomes and expenses of accounting period. The actual results can differ from these calculations.

(19) Related parties

Related parties are considered Group companies, Board and Council members, their close family members and Companies, in which the previously mentioned persons/Group companies have significant influence or control.

Notes to Income Statement

(1) Net sales

	EUR	EUR
	3 month of 2015	3 month of 2014
Income from ship building	92 260	373 384
Income from ship repair services	1 029 289	808 266
Other income		108 079
Total	1 121 549	1 289 729
By location		
Income from sales of service in Latvia	22 100	3 700
Income from sales of service in		
Fareo Islands	97 760	373 384
Russia	528 926	274 622
Lithuania	26 774	26 938
Antiqua and Barbuda		
Beliza		
Cyprus		
Netherlands	383 241	252 977
Saint Vincent and the Grenadines		
Malta	5 208	
Germany		13 538
Gibraltar		
Sweden		
Poland	28 749	11 817
Cambodia		104 046
Marshall Islands		
Norway		228 707
Panama	28 791	
St.Kitts&Nevis		
	1 121 549	1 289 729

(2) Cost of sales

Material purchase costs	193 497	466 209
Employees salary	244 922	273 072
Social insurance costs	55 910	62 997
Electricity costs	134 570	125 139
Depreciation of fixed assets	107 634	129 395
Contagent's services	237 734	346 424
Services from outside	84 343	93 022
Lease payment	13 317	14 904
Other costs	3 323	4 612
Total	1 075 250	1 515 774

(3) Distribution expenses

Media advertising expenditures		
Business trips	402	1 348
Total	402	1 348

(4) Administrative expenses

Communication costs	497	369
Reward for the board and council	50 768	36 119
Social insurance costs	11 599	8 333
Office maintenance costs	1 443	300
Stock exchange costs	4 883	4 446
Lawyer's services	1 610	6 110
Expenses for the audit of 2014 financial statements		
Transport costs, business trips	2 335	2 022
Bank services	3 592	1 146
Representation expenses	1 959	1 171
Other costs		
Total	78 686	60 016

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report for 3 month of 2015

(5) Other operating income	EUR	
	3 month of 2015	3 month 2014
Income from realization of materials	2 496	8 026
Income from rent	9 267	14 795
Income from tugboat's services	8 759	7 138
Income from exchange rate fluctuations		
Other income	29 102	5 306
Total	49 624	35 265

(6) Other operating expenses	EUR	
	3 month of 2015	3 month 2014
Written off bad debtors		
Accrued liabilities (holiday reserves)		
Fixed assets exclusion expenses	587	
Material purchase expenses	2 014	7 521
Personnel expenses (material assistance)		320
Tugboat's services expenses	26 358	12 746
Losses from exchange rate fluctuations		120
Donations		
Gifts to employees		
Property maintenance	2 706	483
Other expenses		
Total	31 665	21 190

(7) Interest and similar expenses	EUR	
	3 month of 2015	3 month 2014
Interest charge	55 609	64 332
Penalties paid	54 138	21 567
Total	109 747	85 899

(8) Other taxes	EUR	
	3 month of 2015	3 month 2014
Real estate tax for land	3 623	3 623
Real estate tax for buildings	5 815	5 815
Total	9 438	9 438

(9) Intangible assets and fixed assets	Other intangible assets (software)	Lands and buildings	Equipment and machines	Other fixed assets	Fixed assets under construction	Total
	EUR	EUR	EUR	EUR	EUR	EUR
Cost/revaluation						
2014.12.31	10 465	3 940 137	5 514 494	133 124	16 163	9 614 383
Additions			39 742	1 983	4 664	46 389
Disposals			4 978	2 626	7 434	15 038
Revaluation						0
2015.03.31	10 465	3 940 137	5 549 258	132 481	13 393	9 645 734
Depreciation						
2014.12.31	9 971	1 382 805	1 931 916	106 760		3 431 452
Calculated	120	34 314	70 183	3 017		107 634
Disposals			4 398	2 621		7 019
2015.03.31	10 091	1 417 119	1 997 701	107 156		3 532 067
2014.12.31	494	2 557 332	3 582 578	26 364	16 163	6 182 931
2015.03.31	374	2 523 018	3 551 557	25 325	13 393	6 113 667

Cadastral value

Cadastral value of freehold land as at 31 March, 2015 is 966 006,00 EUR, cadastral value for the building is 1 550 784 EUR.

(10) Raw materials and consumables	EUR	
	3 month of 2015	3 month 2014
Metal	357 938	412 409
Abrasive	5 377	88
Pipes	126 914	164 226
Non-ferrous metals	42 888	46 758
Products of technical rubber	37 790	38 953
Other expenses	100 099	122 910
Total	671 006	785 344
(11) Finished goods		
Yacht's hull	890 000	885 806
Equipment for yacht	519 853	
Total	1 409 853	885 806
(12) Trade receivables		
Book value of trade receivables	1 167 104	1 648 698
Net worth of trade receivables	1 167 104	1 648 698
(13) Other receivables		
In budget advance paid and overpaid VAT tax	27 162	30 784
Corporate income tax advance payments	49 491	
Advance payments for services	110	124
Other receivables	10 360	
Total	87 123	30 908
(14)		
AS "Rīgas kuģu būvētava" debt for the loan	93 184	
Total	93 184	0
For the use of the loan is paid 6% per annum. Loan return deadline is 01 June 2015.		
(15) Expenses of future periods		
Press Subscription		988
Insurance expenses		
Other expenses	14 020	14 020
Total	14 020	15 008
(16) Accrued income		
	EUR	
	3 month of 2015	3 month 2014
Shipbuilding		
Ship repair	330 358	420 775
Total	330 358	420 775
(17) Cash and Bank		
Cash on hand		1 284
Cash at bank on current accounts	72 581	15 539
Total	72 581	16 823

(18) Information about company's own shares and total stock

AS "Tosmares kuģubūvētava" was established in 2000 with share capital 2 281 428 EUR that consist of 1 603 397 shares, nominal value of share was 1,42 EUR.

The join - stock company is public and its shares counts among the stock exchange. All shares give equal rights to receipt of dividends, receipt of liquidation quotas and right to vote in the shareholders meeting. One share gives the one vote in the shareholders meeting. The Company has no shares that are held by the Company itself or anyone else in its assignment.

Modifications in Statues:

- 1 In a year of 2001 an increase of share capital of the company to 3 704 300 EUR.
- 2 In a year of 2002 an increase of share capital of the company to 4 558 023 EUR.
- 3 In 2011 the 2 562 660 shares were determined as registered shares, and 640 737 shares as bearer shares; all shares are non-certificated shares / book-entry shares.
- 4 After denomination share capital is 4 484 756 EUR. JSC "Tosmares kuģubūvētava" has 3 203 397 stocks. Nominal value of one stock is 1.40 EUR.

(19) Non-current investments revaluation reserve	<u>EUR</u>	<u>EUR</u>
	<u>3 month of 2015</u>	<u>3 month 2014</u>
Investment revaluation of floating dock was on December, 2011	1 338 520	1 574 729
Total	<u>1 338 520</u>	<u>1 574 729</u>

The assessment of floating dock was carried out by certified technical expert SIA "Baltic Kontor".

(20) Other reserves

Reserves from resulting of the denomination of the share in accordance with the shareholders' decision.

	73 267	
Total	<u>73 267</u>	

(21) Other provisions

Provisions for annual leave

	52 927	48 299
Total	<u>52 927</u>	<u>48 299</u>

(22) Other borrowings

Total **1 566 000**

Loan is received from the legal person with 6 % annual rate with the deadline of return in 2019.

As security for the loan liabilities accomplishment the Company's fixed assets are pledged. The value of the pledged fixed assets is 833 471 EUR.

(23) Non-current leasing liabilities

Overhead cranes	414 937	
Automobile	73 153	
Total	<u>488 090</u>	

Liabilities under the finance leases are repayable within 2-5 years.

The company has purchased cargo cranes by financial lease from SIA "SEB līzings." Interest payments are set at 3,45% + 3 months EURIBOR.

The automobile has been purchased by financial lease from SIA "Citadele līzings un faktoringš". Interest payments are set at 5% + 6 months EURIBOR.

(24) Deferred tax liabilities	<u>EUR</u>	<u>EUR</u>
	<u>3 month of 2015</u>	<u>3 month 2014</u>
Deferred tax liabilities at the beginning of year	505 983	287 540
Deferred tax liability from revaluation reserve of floating dock		
Deferred tax liability increase in the financial year		
Liabilities in the end of a period	<u>505 983</u>	<u>287 540</u>

(25) Next period income (non-current part)

Atgriezīniskā līzīngā rezultāta gūtie ieņēmumi.	30 466	
Total	<u>30 466</u>	

JSC "Tosmares kuģubūvētava"
report for 3 month of 2015

(26) Loans from credit institutions

1 855 966

1 855 966

The Company had an opened credit facility in JSC "SEB bank" on December 31, 2013.

As security for the liabilities were pledged by the Company belonging property - equipment, floating dock and two dry docks. In 2014 the liabilities to the credit institution were paid off.

(27) Other borrowings

Interests unpaid

22 674

Total

22 674

(28) Current leasing liabilities

Automobile

17 660

Overhead cranes

64 850

Total

82 510

(29) Advances from customers

Ship building

177 650

Ship repair

60 000

Other

4 802

4 855

Total

4 802

242 505

(30) Trade payables

Debts for materials

126 630

350 265

Debts for services

153 993

263 905

Debts for ship building and ship repair

623 539

458 691

Debts for fixed assets

22 963

62 325

Total

927 125

1 135 186

(31) Payables to related companies

Debt to the AS "Rīgas kuģu būvētava" for the materials and services

1 609

126 494

Total

1 609

126 494

(32) Movement of tax liabilities for 3 months of 2015

	01.01.2015.	Calculated 2015.	Calculated penalty and delay fees	(Paid) / repaid	Transferred to other taxes	31.03.2015.
	EUR	EUR	EUR	EUR	EUR	EUR
Value added tax	(22 984)	(69 405)		18 867	46 360	(27 162)
Personal income tax	36 863	57 978	683	(45 000)	(177)	50 347
Social insurance payments	65 631	107 776	14	(75 500)	(55 117)	42 804
Corporate income tax	(44 491)			(5 000)		(49 491)
Real estate tax (land)	8 315	3 623	145	(7 677)		4 406
Real estate tax (building)	12 350	5 815	1 232	(12 323)		7 074
Natural resources tax	785	1 633		(787)		1 631
Risk duty	60	190		(190)		60
Total	56 529	107 610	2 074	(127 610)	(8 934)	29 669

Tax debt 79 513

106 322

Tax overpayment (22 984)

(76 653)

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report for 3 month of 2015

(33) Other liabilities	EUR	EUR
	<u>3 month of 2015</u>	<u>3 month 2014</u>
Salaries	80 762	147 765
Retention from salaries	766	770
Other liabilities	228	1 494
Total	<u>81 756</u>	<u>150 029</u>

* (34) Correction of errors of previous years

Evaluation of long-term contracts was not made according to the stage of completion on 31.03.2014. Corrections are made in the report retroactively and the impact on the comparative figures is following:

<u>Income statements items</u>	2014.03.31 Before corrections, EUR	Correction amount EUR	2014.03.31 After corrections, EUR
Net sales	868 954	420 775	1 289 729
Cost of sales	785 255	730 519	1 515 774
Gross profit	<u>83 699</u>	<u>(309 744)</u>	<u>(226 045)</u>
Net profit	<u>5 399</u>	<u>(309 744)</u>	<u>(304 345)</u>
 <u>Balance sheet items</u>			
<u>Assets</u>			
<u>Current assets</u>			
Work in progress	730 519	(73 519)	0
Accrued income	0	420 775	420 775
Total current assets	220 502	(101 151)	119 351

Chairman of the Board

A.Vaļums

Member of the Board

V.Blūms

Member of the Board

A.Murugovs

29 May, 2015