

Name of the company **AS "LATVIJAS TILTI"**
United registration No: **50003030441**
Address: **15 Jana Dalina Street, Riga, LV-1013**
Phone: **(+371) 67251822**
Managing Authority: **SRS Large Taxpayer Departament**
Type of primary activity: **Construction**
Unit of measurement: **EUR**

NON - AUDITED FINANCIAL REPORT
for the period ended December 31, 2015



TABLE OF CONTENTS

	Page
GENERAL INFORMATION	3
THE COUNCIL AND THE BOARD	4
MANAGEMENT REPORT	5
FINANCIAL STATEMENTS:	
PROFIT AND LOSS STATEMENT	6
NON-AUDITED BALANCE SHEET:	
ASSETS	7
LIABILITIES	8
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY	9
CASH FLOW STATEMENT	10
NOTES TO THE FINANCIAL STATEMENTS	11-19

GENERAL INFORMATION

Name of the Company	AS "LATVIJAS TILTI"
Legal status of the Company	Joint Stock Company
Main shareholder	Ltd "LNK (Latvijas Novitātes Komplekss)", unified reg. No 40003000252 - 89.96%
Unified registration number and date of the registration of the company	50003030441 October 7, 1991
Re-registration date in the Commercial Register	June 29, 2004
Type of activity	Construction
Address	15 Jana Dalina Street, Riga, LV-1013, Latvia, phone (+371) 67251372
Banks	Danske Bank A/S Latvia branch LV14MARA2041000027840 (EUR) LV30MARA2041000027843 (EUR) LV84MARA2041000027841 (USD) LV57MARA2041000027842 (RUB) LV15MARA2041000030247 (EUR) AS "DNB Banka" LV02RIKO0002013111394 (EUR) LV67RIKO0002930060439 (EUR) AS "ABLV Bank" LV82AIZK0000010324565(EUR) AS "Swedbank" LV92HABA0551025126793 (multi currency)
Reporting period	January 1, 2015 - December 31, 2015
Participation in other companies	LT EHITUS OU -100 % Ltd "LT PILING" -51 % Joint Stock Company "Transport Systems", Latvia – 12.5 % Partnership "TLTB", Latvia – 25 % Partnership "LNK INDUSTRIES Partnership", Latvia – 33 % AS "Mostootrjad 17", Russia – 50 % Partnership "LT Celtniecība", Latvia – 50% Partnership "LNK INDUSTRIES GROUP", Latvia – 50% Partnership "LATVIJAS TILTI & SZMA RĪGA", Latvia – 70 % Partnership "LNK INDUSTRIES EKO", Latvia – 34,39%
Name and phone of bookkeeper	Iveta Jureviča, phone (+371) 67251822
Name of the auditor	Ēriks Bahirs, certified auditor, certificate No 136 Ltd "Baker Tilly Baltics", unified reg. No 40003444833, License No 80



THE COUNCIL AND THE BOARD

THE COUNCIL

THE COUNCIL OF THE COMPANY

as at December 31, 2015

Name and Surname	Position
Artjoms Milovs	Chairman of the Council
Vadims Milovs	Vice Chairman of the Council
Andrejs Subočs	Council Member
Jevgenijs Locovs	Council Member
Davids Lipkins	Council Member

THE BOARD

THE BOARD OF THE COMPANY

as at December 31, 2015

Name and Surname	Position
Genadijs Kamkalovs	Chairman of the Board
Valērijs Gorjuns	Board Member
Regīna Vitrjaka	Board Member
Igors Goļcovs	Board Member
Andrejs Bočkarjovs	Board Member
Romāns Maizenbergs	Board Member

MANAGEMENT REPORT

Types of activities

Principal activities of AS "LATVIJAS TILTI" are implementation of hydrotechnical projects, production of reinforced concrete structures, as well as design and construction of bridges and overpasses.

Company activity during the reporting period

The Company's net sales in 2015 amounted to 15 276 875 EUR.

In reporting period works are started at "Renovation of berths No 19, 20, 21, 22 and 23 in Free port of Ventspils".

Works are continuing in following construction units: "New construction of two-level crossroad over railways and Nemuno street, 24 Nemuno Street, Klaipeda" in Lithuania and "State main road No.2 Tallinn-Tartu-Veru- Lugana Mõigu Vaida from 5.5 to 20.8 km: Assaku motorway tunnel, Tankla motorway tunnel " in Estonia, the start of second part of this works – May, 2016. In construction units: "Design and construction of Nehatu bridges on Tallin-Narva road, Estonia" and "Renovation of Salu bridge" Latvia works are done.

Construction agreement for works of the "Reconstruction of quays No. 66 and No.67 with the extension of quays No. 66a-67a. 3rd construction stage – reconstruction of the quay No. 66 with local utility networks. 4th construction stage – improvement of the railway tracks on quays No. 66, 66a, 67a and 67" object in Klaipeda, Lithuania, was concluded in December 2015.

During reporting period the Company has actively performed in following directions:

- maintenance, construction and restoration works of bridges;
- manufacturing of concrete products and constructions;
- hydro construction - renovation of wharfs and piers.

Significant attention was paid to analysis of purchase price of materials, lease of construction equipment and machinery. The measures for work optimization and productivity improvement were taken. For this purpose, the construction of the mobile concrete unit at the territory of manufacturing base at 15 Granita Street, Rumbula, Stopinu district, was carried out.

In 2015 continues an active market research in Lithuania and other European Union countries. Parallel to the bridge works the focus was put on concrete structures workload for the project needs.

The Company's management pays attention to training of professionals, helping to get certificates to those building managers, who have appropriate expertise, education and work experience, and also seeks to keep skilled workers.

The management of AS "LATVIJAS TILTI" bears responsibility for provision of a respective accounting system, preservation of the assets of the company as well as for detection and elimination of fraudulence and other violations made within the Company. The management is also responsible for fulfilment of all requirements of Latvian legislation and provides full information on financial activity and financial results of the Company.

Financial result indicators	2015	2014
	December 31	December 31
Liquidity		
- <i>current assets / short-term liabilities</i>	1,20	1,38
Solvencies		
- <i>liabilities / the total of the balance</i>	0,58	0,77
- <i>liabilities / own capital</i>	1,40	3,27
Effectiveness		
- <i>net turnover / the total of assets</i>	1,09	1,26
Profitability		
- <i>(Net profit / net turnover)*100</i>	0,08	0,07
- <i>(Net profit / the total of assets)*100</i>	0,09	0,08



PROFIT AND LOSS STATEMENT

	December 31, 2015	December 31, 2014
	EUR	EUR
Net turnover	15 276 875	31 564 074
Manufacturing cost of products sold	(14 289 495)	(31 154 136)
Gross profit	987 380	409 938
Cost of sales	(9 318)	(55 277)
Administration costs	(843 294)	(749 901)
Other incomes from Company's business activity	1 095 519	1 447 023
Other expenses for Company's business activity	(850 393)	(788 148)
Other interest-bearing income, and similar incomes	24 046	24 998
Interest payments and similar expenses	(365 888)	(205 870)
Profit or loss before extraordinary items and taxes	38 052	82 763
Profit or loss before taxes	38 052	82 763
Other taxes	(25 805)	(20 831)
Profit or loss for reporting period after taxes	12 247	20 591
Rate "Earnings per share" (EPS)	0,013	0,022

NON-AUDITED BALANCE SHEET

	December 31, 2015	December 31, 2014
ASSETS		
LONG-TERM INVESTMENTS	EUR	EUR
INTANGIBLE INVESTMENTS		
Licenses and other intangible investments	17 445	14 732
Subtotal intangible investments	17 445	14 732
FIXED ASSETS		
Plots, buildings, constructions and perennial greenery	1 413 558	1 540 409
Equipment and machinery	3 884 273	4 429 054
Other fixed assets and inventory	1 495 673	1 862 941
Cost of fixed assets formation and unfinished construction objects	-	101 242
Advance for fixed assets	-	582
Subtotal fixed assets	6 793 504	7 934 228
INVESTMENT PROPERTY		
Buildings and constructions	1 063 239	955 864
Investment properties under construction	-	208 214
Subtotal investment property	1 063 239	1 164 078
LONG-TERM FINANCIAL INVESTMENTS		
Participation in related enterprises' capital	61 000	10 000
Participation in associated enterprises' capital	16 008	16 008
Own stock and shares	2 864	2 864
Subtotal long-terms financial investments	79 872	28 872
Total intangible investments	7 954 060	9 141 910
CURRENT ASSETS		
INVENTORIES		
Raw materials, basic materials and auxiliary materials	664 134	1 998 629
Finished products and goods for sale	350 132	318 680
Prepayments for goods	960	237 176
Subtotal inventories	1 015 226	2 554 485
DEBTORS		
Trade receivables	1 991 805	6 162 652
Other debtors	425 626	477 409
Deferred expenses	380 732	45 447
Accounts receivables from associated companies	-	10 672
Related companies debts	1 531 784	3 815 445
Accumulated debtors	688 065	2 157 575
Subtotal debtors	5 018 012	12 669 200
CASH	38 210	598 545
Total current investments	6 071 448	15 822 230
TOTAL ASSETS	14 025 508	24 964 140

NON-AUDITED BALANCE SHEET

	December 31, 2015	December 31, 2014
LIABILITIES		
	EUR	EUR
OWN CAPITAL		
Stock or share capital (equity capital)	939 400	954 747
Share premium	15 347	-
Reserves:		
a) statutory reserves	42 661	42 661
Undistributed profit:		
a) undistributed profit for preceding years	4 844 703	4 824 112
b) undistributed profit for reporting year	12 247	20 591
Subtotal own capital	5 854 358	5 842 111
LIABILITIES		
LONG-TERM LIABILITIES		
Borrowings from credit institutions	2 085 119	5 773 522
Other borrowings	774 070	1 641 356
Provisions for deferred taxes	270 489	270 489
Subtotal long-term liabilities	3 129 678	7 685 367
SHORT-TERM LIABILITIES		
Other borrowings	792 879	1 065 564
Prepayments received from purchasers	-	342 266
Debts to suppliers and contractors	2 905 049	7 904 379
Debts to related companies	299 171	473 231
Taxes and social insurance payments	92 263	169 042
Other creditors	97 461	263 825
Deferred revenues	-	2 818
Accumulated liabilities	854 649	1 215 537
Subtotal short-term liabilities	5 041 472	11 436 662
Total liabilities	8 171 150	19 122 029
TOTAL OWN CAPITAL AND LIABILITIES	14 025 508	24 964 140

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

	Equity capital	Share premium	Statutory reserves	Undistributed profit	Own capital total
	EUR	EUR	EUR	EUR	EUR
December 31, 2013	954 747	-	42 661	4 824 112	5 821 520
Profit for reporting period	-	-	-	20 591	20 591
Distribution of profit	-	-	-	-	-
December 31, 2014	954 747	-	42 661	4 844 703	5 842 111
December 31, 2014	954 747	-	42 661	4 844 703	5 842 111
Profit for reporting period	-	-	-	12 247	12 247
The share premium increase / decrease	(15 347)	15 347	-	-	-
Distribution of profit	-	-	-	-	-
December 31, 2015	939 400	15 347	42 661	4 856 950	5 854 358

CASH FLOW STATEMENT

	2015 12-month period EUR	2014 12-month period EUR
Cash flow from operating activities		
<i>Profit or losses before extra ordinary items and taxes</i>	38 052	82 763
<i>Adjustments:</i>		
- depreciation costs of capital assets	1 442 742	1 511 317
- write-off of purchase of capital assets and non-material investment value	6 153	21 135
- accumulation creation	(290 980)	(179 932)
- other interest receivable and similar income	(22 402)	(24 977)
- interest payable and similar expenses	153 327	200 260
- other taxes	25 805	(20 831)
<i>Profit or losses before current assets and short-term liabilities surplus change impact adjustments</i>	1 352 697	1 589 735
<i>Adjustments:</i>		
- debtor debt surplus increase (-) or decrease (+)	8 448 976	1 830 930
- accumulation surplus increase (-) or decrease (+)	1 303 043	485 352
- increase (+) or decrease (-) of debts to be paid to suppliers, contractors and other creditors	(5 831 525)	(5 099 562)
<i>Gross cash flow from operating activities</i>	5 273 191	(1 193 545)
Corporate income tax paid	-	(29 000)
<i>Cash flow before extraordinary items</i>	5 273 191	(1 222 545)
Cash flow from extraordinary items	-	-
<i>Net cash flow from operating activities</i>	5 273 191	(1 222 545)
Cash flow from investing activities		
Purchase of capital assets and non-material investments	(602 469)	(1 383 365)
Loans granted	(200 000)	-
Loans repaid	-	4 079
Interest receivable	1 644	32
Equity investments paid	(51 000)	(10 000)
Net cash flow used investing activities	(851 825)	(1 389 254)
Cash flow from financing activities		
Borrowings received	250 000	500 000
Borrowings repaid	(250 000)	(500 000)
Interest paid	(153 327)	(203 940)
Proceeds on borrowings	(3 688 403)	2 089 269
Paid on financial lease contracts	(1 139 971)	(1 179 098)
Net cash flow from financing activities	(4 981 701)	706 231
Reporting period net cash flow	(560 335)	(1 905 568)
Cash and its equivalent at the beginning of the reporting period	598 545	2 504 113
Cash and its equivalents at the end of the reporting period	38 210	598 545

NOTES TO THE FINANCIAL STATEMENTS

Accounting policy:

The fundamentals of preparation of the report

Financial reports is prepared in accordance with the Laws of the Latvian Republic On Accounting and On the Annual Reports.

The financial statements have been prepared according to the historical cost accounting principle. Profit and loss statement is prepared in accordance with the turnover method.

The cash flow statement has been prepared under indirect cash flow method.

General principles

The positions of the annual report have been evaluated in accordance with the following accounting principles:

- it is assumed that the company will operate also in the future;
- the same evaluation methods have been used as in the previous year;
- only the profit gained before the balance sheet day is included in the report;
- the income and expenses related to the reporting year have been taken into accounting regarding the irrespective of the date of payment or of the date of receipt or issue of the invoice;
- the expenses have been coordinated with the incomes within the reporting period;
- at the beginning of the reporting year the balance complies with the closing balance of the previous year;
- management transactions have been reflected, taking into account their economic content and nature, instead of the legal form.

Income recognition

Income includes the management benefits gained within usual operations that have been received or will be received by the company itself.

The result of a service provision transaction, the income associated with this transaction, is recognized by consideration of the type of execution of the service provision transaction on the day of the balance.

The result of a service provision transaction can be credibly estimated if all of the following conditions are observed:

- it is possible to credibly estimate the amount of income;
- it is possible that the company will receive the management benefits associated with the transaction;
- it is possible to credibly estimate the volume of execution of the service provision execution in percent as of the balance day;
- it is possible to credibly evaluate the existing expenses of the transaction and the expenses required for completion of the transaction.

Income from sales of products is recognized when all of the following conditions are observed:

- the company has transferred the ownership rights for the products to the customer;
- the company does not retain further management rights and real control over the products associated with the ownership rights;
- it is possible to credibly evaluate the amount of income;
- it is credible that the company will receive the management benefits associated with the transaction;
- it is possible to credibly evaluate the expenses that have risen or will rise in association with the transaction.

Recognition of income and expenses associated with long-term contracts

Income from long-term contracts is the income, which is equal to the volume of service provision in percent as of the date of the balance.

Expenses referred to the contract can be clearly identified and credibly estimated so that the expenses that have actually risen in association with the contract could be compared to the recognized income.

NOTES TO THE FINANCIAL STATEMENTS

Accounting policy:

Re-evaluation of foreign currencies into euro

Assets and liabilities in foreign currencies are evaluated into euro (eur) in accordance with the currency exchange rate defined by the European Central Bank at the last day of the reporting period. The profit or loss gained as the result of the fluctuations of the foreign currency exchange rates are charged to the profit or loss statement of the reporting period.

Fixed and intangible assets

Intangible and fixed assets are initially recognized at the purchase cost. Purchase cost includes costs, directly related to the acquisition of intangible and fixed assets. In financial statements the intangible and fixed assets are recognized at purchase cost less depreciation.

Depreciation is calculated on a straight-line basis (except for sheet pilings, which are depreciated according to the intensity of use and the actual use in the relevant period) applying the following rates of depreciation set by the management, based on the estimated useful life of the fixed assets.

If sufficient evidence is acquired that the future economic benefit associated with subsequent costs will flow to the Company, which exceeds the return set previously, costs are capitalized as additional costs to the fixed asset. Capitalizing the cost of replaced parts, the carrying amount of the part replaced is derecognized and charged to the income statement. All other repair and maintenance costs are charged to the income statement during the financial period in which they are incurred.

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.

Investment property

Investment property is land, building or part of building held by the Company (like owner or by lessee under a finance lease) to earn rentals or for capital appreciation rather than use in the production or supply of goods or services or for administrative purposes or sale in the ordinary course of business. For the land with uncertain future use (if the Company has not determined that it will use the land as owner occupied or short term sale in the ordinary course of business, it is assumed that land is held for capital appreciation), it is classified as investment property.

Investment property initially recognized at costs. Subsequently investment properties are stated at cost less depreciation and impairment losses. Depreciation of buildings is calculated on a straight-line basis applying the following rates of depreciation, based on their estimated useful life.

Lease-to-buy (financial lease)

In cases when leased assets are received with lease-to-buy (financial lease) conditions, under which all risks and rewards of ownership are transferred to the Company, are recognized as Company's assets. Assets under the finance lease are recognized at the inception of lease at the lower of fair value of the leased assets or the present value of the minimum lease payments. Lease interest payments are included in income statement by method to produce a constant periodic rate of interest on the remaining balance of the liability.

Lease without redemption rights (operating lease)

In cases, when the material part of the risks and rewards of ownership of the leased assets are remained to the lessor, the transaction is classified as operating lease. Lease payments and prepayment for lease are included in income statement on a straight-line basis over the lease period.

NOTES TO THE FINANCIAL STATEMENTS

Accounting policy:

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 cost method. When the net realizable value of inventories is lower than its costs, the difference is recognized as provisions for the decrease of value.

The initial value of the assets obtained in construction process is determined by its estimated market value, with a corresponding reduction of cost of sales in the reporting year.

Accounts receivable

Receivables are recognized in the balance sheet at their net value, less provisions made for doubtful and bad debts. Provisions for doubtful receivables are established when the management of the Company considers that it is probable that the total amount of receivables will not be collected.

Investments in subsidiary company and associates

Long-term financial investments, including investments in subsidiaries and associates, are stated at cost less impairment losses.

Future period expenses

The position reflects the expenses made during the reporting year, but costs refer to the next year.

Vacation reserves

Reserves for unused vacations are defined by multiplying the average salary of each employee during the reporting year with the number of unused vacation days as of the end of the reporting year.

Accrued liabilities

The position reflects the expenses referring to the reporting year, but the invoices have been received in the next year.

Cash and cash equivalents

For the purposes of the cash flow statement, cash and cash equivalents comprise cash, the balances of the current bank account and other current liquid financial assets with maturities up to 90 days.

Related companies

Related companies are considered parent, subsidiaries of the parent and subsidiaries of subsidiaries, providing that the parent company has a control over its subsidiaries.

Associates

An associated company is an entity within a significant influence of the Company. The significant influence is provided by holding no less than 20% and no more than 50% of the share capital or voting rights.

Related parties

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

**NOTES TO THE FINANCIAL STATEMENTS****Notes to the particular posts of profit and loss statement:**

	2015	2014
	December 31	December 31
	EUR	EUR
Net turnover		
Incomes from construction	13 453 550	30 731 464
Incomes from sale of services and building constructions	1 823 325	832 610
TOTAL:	15 276 875	31 564 074
Production costs	EUR	EUR
Material costs (raw materials, materials, public services)	6 513 135	10 070 127
Wages	1 755 234	3 597 441
Social tax	426 328	878 830
Public services	3 769 060	13 768 722
Other costs	1 825 738	2 839 016
TOTAL:	14 289 495	31 154 136
Selling costs	EUR	EUR
Transport services	7 111	43 675
Media advertising expenses	2 207	11 602
TOTAL:	9 318	55 277
Administrative costs	EUR	EUR
Administration wages, social tax	115 300	221 270
Communications costs	27 842	33 754
Office expenses	66 141	54 141
Professional service costs	410 949	66 775
Banking services	1 173	13 235
Expenses related to the ESF project	3 653	89 964
Motor transport maintenance costs	33 979	83 356
Other administrative costs	184 257	187 406
TOTAL:	843 294	749 901
Other incomes from the enterprise economic activity	EUR	EUR
Incomes from selling materials	791 009	663 120
Incomes from selling current assets and fixed assets	13 152	9 913
Incomes from services	177 626	326 735
Receivable ESF project funding	-	47 230
Net income from exchange rate fluctuations	77 895	80 386
Other incomes	35 837	319 639
TOTAL:	1 095 519	1 447 023



NOTES TO THE FINANCIAL STATEMENTS

Notes to the particular posts of profit or loss statement:

	2015	2014
	December 31	December 31
	EUR	EUR
Other expenses from the Company economic activity		
Sponsorship	500	6 000
Costs of sale of current assets	730 371	613 511
Result of converting	-	6 322
Other costs	119 522	162 315
TOTAL:	850 393	788 148
Other interest-bearing income, and similar incomes	EUR	EUR
Interest receivable	23 961	24 983
Other income	85	15
TOTAL:	24 046	24 998
Interest payments and similar expenses	EUR	EUR
Interest expenses	153 327	200 260
Penalties paid	212 561	5 610
TOTAL:	365 888	205 870
Other taxes	EUR	EUR
Estimated land real estate tax	3 129	3 129
Estimated building and construction real estate tax	22 676	17 702
TOTAL:	25 805	20 831

NOTES TO THE FINANCIAL STATEMENTS

Notes to the particular posts of balance sheet:

Intangible investments and fixed assets

		Intangible investment	Land, buildings and facilities EUR	Equipment and machinery EUR	Other fixed assets EUR	Formation of fixed assets EUR
Acquisition value	31.12.2014.	28 420	2 229 831	9 298 087	3 256 204	101 242
Depreciation		13 688	689 422	4 869 033	1 393 263	-
Residual value	31.12.2014.	14 732	1 540 409	4 429 054	1 862 941	101 242
Acquisition value	31.12.2015.	37 286	2 229 831	9 552 488	3 030 220	-
Depreciation		19 841	816 273	5 668 215	1 534 547	-
Residual value	31.12.2015.	17 445	1 413 558	3 884 273	1 495 673	-

Investment property

		Buildings and constructions EUR	Costs of investment property foundation EUR
Acquisition value	31.12.2014.	1 353 613	208 214
Depreciation		397 749	-
Residual value	31.12.2014.	955 864	208 214
Acquisition value	31.12.2015.	1 563 784	-
Depreciation		500 545	-
Residual value	31.12.2015.	1 063 239	-

Long-term financial investments

Participation in related and associated enterprises capital

	Purchase price - share of participation	
	EUR	%
LT EHITUS OU	10000	100
Ltd "LT PILING"	51000	51
Joint Stock Company "Transport Systems", Latvia	8893	12,5
Partnership "TLTB", Latvia	7115	25
Partnership "LNK INDUSTRIES Partnership", Latvia	-	33
AS "Mostotrijad 17", Russia	2945	50
Partnership "LT Celtniecība", Latvia	-	50
Partnership "LNK INDUSTRIES GROUP", Latvia	-	50
Partnership "LATVIJAS TILTI & SZMA RĪGA", Latvia	-	70
Partnership "LNK INDUSTRIES EKO", Latvia	-	34,39

The Company is also a member in other general partnerships, but during the period they have not performed any activities.

Due to "Mostotrijad 17" negative equity at the end of the reporting year 2013 the Company has impaired the investment's value of EUR 2 945 till zero.

In November 2014 the Company has founded in Estonia subsidiary "LT Ehitus OU" with 100% investment capital. During financial year the subsidiary has not yet commenced substantial operating activities.



NOTES TO THE FINANCIAL STATEMENTS

Notes to the particular posts of balance sheet:

	2015	2014
	December 31	December 31
	EUR	EUR
Trade receivables		
Debts of purchasers and customers	1 041 587	3 080 456
Delayed payments	950 218	3 082 196
	1 991 805	6 162 652
Other debtors		
Other debtors	-	84 967
Prepayments for work and services	296 345	207 602
Short-term debts	632	632
Overpaid tax	128 649	184 208
	425 626	477 409
Deferred expenses		
Insurance premiums	40 252	36 875
Others	340 480	8 572
	380 732	45 447
Accumulated incomes		
Trade receivables	688 065	2 157 575
	688 065	2 157 575
Money		
Cash on hand	37 280	31 225
Cash in bank	930	567 320
Cash total:	38 210	598 545

**NOTES TO THE FINANCIAL STATEMENTS****Notes to the particular posts of balance sheet:**

	2015	2014
	December 31	December 31
	EUR	EUR
Liabilities		
Loans from banks		
Non-current		
AS Danske Bank overdraft balance	2 085 119	5 773 522
	2 085 119	5 773 522
Other borrowings		
Non-current	EUR	EUR
Liabilities according to the finance lease agreements, payable from 2 to 5 years	774 070	1 641 356
	774 070	1 641 356
Current		
Liabilities according to the finance lease agreements, payable within 1 year	792 879	1 065 564
	792 879	1 065 564
Liabilities to suppliers and contractors	EUR	EUR
Liabilities to suppliers and contractors	2 749 458	6 338 328
Delayed payments	155 591	1 566 051
	2 905 049	7 904 379
Taxes and social insurance payments	EUR	EUR
State social insurance obligatory premiums	34 927	95 938
Personal income tax	8 639	37 300
VAT	32 492	-
Other taxes	16 205	35 804
	92 263	169 042
Other liabilities to creditors	EUR	EUR
Settlements on wages	87 726	225 168
Other liabilities	9 735	38 657
	97 461	263 825

NOTES TO THE FINANCIAL STATEMENTS

Notes to the particular posts of balance sheet:

General notes

Average quantity of workers at the Company

Average quantity of workers at the Company

	2015	2014
	December 31	December 31
	255	334
	255	334

Remuneration for Management Board

Members of Council

- estimated wages and salaries

7 112 68 717

- wages and salaries paid

8 887 46 721

Members of Board

- estimated wages and salaries

115 397 136 825

- wages and salaries paid

82 962 95 982

Transactions with related parties

The parent shareholder of the Company, who owns 89,96% of shares, is Ltd "LNK (Latvijas Novitātes Komplekss)", which is registered in Latvia. In 12-month period of 2015 the Company had economic transactions with the companies that are directly or indirectly subsidiaries of Ltd "LNK (Latvijas Novitātes Komplekss)" as following - Ltd "TTS (Transportation Technology Systems)", Ltd "Transporta aģentūra IRBE LNK", Ltd "AVIATEST", AS "LNK Industries", Ltd "LT PILING", as well as with other parties related to Company.

a) claims and liabilities

	December 31, 2015		December 31, 2014	
	Receivables	Payables	Receivables	Payables
	EUR	EUR	EUR	EUR
Related companies				
AS "LNK Industries"	571 890	129 965	1 737 877	385 648
Ltd "TTS (Transportation Technology Systems)"	198 735	-	1 639 888	84 235
Ltd "LNK (Latvijas Novitātes Komplekss)"	-	1 601	-	-
Ltd "LT PILING"	413 737	152 365	-	-
Ltd "AVIATEST"	238 975	-	200	-
Ltd "ENFORT"	23 525	-	214 573	1 428
LNK Industries eesti filiaal AS	80 530	15 240	218 992	-
Other group companies	4 392	-	3 915	1 920
Total	1 531 784	299 171	3 815 445	473 231