

**JOINT STOCK COMPANY**

**‘KURZEMES ATSLEGA 1’  
LV40003044007**

**FINANCIAL REPORT FOR FIRST 9MONTHS  
OF THE YEAR 2016  
(NON-AUDITED)**

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## 1.Information on enterprise.

|                                     |   |
|-------------------------------------|---|
| Name                                | ” KURZEMES ATSLEGA 1”   |
| Legal status                        | Joint stock company   |
| Registration number, place and date | 40003044007,Riga,<br>29.11.1991   |
| Register                            | Registration in the Commercial<br>on 11 June 2004   |
| Legal address                       | 27 Kalvenes str.,Aizpute,LV3456   |
| Shareholders an their shares %      | JSC”Kurzemes atslega” - 48.36%<br>Olivers Wiederholds – 24.88%<br>SIA”Aizputes atslegas” – 5.3 %<br>Others 21.46%<br>Council and board members do not<br>own shares.  |
| Members of Supervisory Council      | Guntars Stekjanis – Chairman of<br>Supervisory Council<br><br>Voldemars Magone - Member of<br>Supervisory Council<br><br>Rolands Livmanis - Member of<br>Supervisory Council<br><br>Janis Karklins - Member of<br>Supervisory Council<br><br>Irena Burve - - Member of<br>Supervisory Council |
| Members of Board                    | Agris Karklins - Chairman of Board<br><br>Aldis Ozols - Member of Board<br><br>Ieva Niedolina - Member of Board   |
| Reporting period                    | 01.01.2016 – 30.09.2016   |
| Previous reporting period           | 01.01.2015 – 30.09.2015   |
| Auditors                            | Aivars Rutkis<br>Certified Auditor<br>Certificate Nr.18   |

## Management report

JSC "KURZEMES ATLEGA 1" produces door locks, ironware, furniture fittings, forged products, production tools etc.

The fixed capital of the JSC "KURZEMES ATLEGA 1" is 1285401 EUR, net turnover - 1157134 EUR which is down by 15.1% or 205036 EUR in comparison with 9 months of 2015.

The 9 months of the 2016 has finalized with losses in amount of 125458 EUR.

Loss per stock on 30.09.2016 - 0.14EUR

Volume of sold production divides as follows:

- sold in local market (Latvia) – 56.9% ;
- EU deliveries – 37.5 %
- export – 5.6 %

| State      | 9 months of the 2016 |      | 9 months of the 2015 |      |
|------------|----------------------|------|----------------------|------|
|            | EUR                  | %    | EUR                  | %    |
| Latvia     | 658291               | 58.1 | 791389               | 47.5 |
| Lithuania  | 256382               | 18.6 | 253924               | 16.2 |
| Uzbekistan | 58859                | 10.6 | 144643               | 12.9 |
| Estonia    | 141741               | 9.1  | 123209               | 7.2  |
| Russia     | 6436                 | 1.7  | 22992                | 1.8  |
| Other      | 35425                | 1.9  | 26013                | 3.1  |
| Total      | 1157134              | 100  | 1362170              | 100  |

Volume of sold production divided as follows:

9 months of the 2015

- sold in local market (Latvia) – 58.1%,
- EU deliveries – 29.6%
- export – 12.3 %

Number of employees in 9 months of the 2016 is 79, average wage 506.4 EUR. Number of employees in 9 months of 2015 was 90, average wage 474 EUR. Average salary is up by 6.8% in comparison with corresponding period of previous year.

The Company has no tax and other arrears due to state and municipal budget.

Financial activity of the Company has provided mainly with its own assets, the loan facility in amount of 70000 EUR has been linked.

The market research continues with the aim to diversify the range of production.

The cooperation with the leading Latvian construction companies will be continued, in order to acquire the production of new building structures.

During the period of the last day of the accounting year till signing these financial statements, there have been no events that could substantially affect the information reflected in these financial reports and that may result in further adjustments or should be clarified.

**Statement of responsibility of direction.**

Non-audited report of the first 9 months 2016 and a report of board are prepared being guided by the kindest conscience and good accounting practice. The accounting period is estimated being based on all information known to us at the moment of preparation of the financial report. Financial report gives a real and clear idea about assets, liabilities, financial situation and profits.

Responsibility for non-audited report of the first 9 months 2016 bears the Board of joint stock company "KURZEMES ATSLEGA 1".

The Board of AS "KURZEMES ATSLEGA 1":

**Chairman of the Board**

**Agris Karklins**

## BALANCE SHEET FOR 9 MONTHS OF 2016

| ASSETS<br>1                               | Row code | 30.09.2016.<br>EUR | 30.09.2015.<br>EUR |
|---|----------|--------------------|--------------------|
| <b>1.LONG TERM INVESTMENT</b>             |          |                    |                    |
| 1.Concessions, patents, licenses          |          | 0                  | 0                  |
| 2. Expenses of development                |          | 0                  | 0                  |
| <b>Total</b>                              |          | <b>0</b>           | <b>0</b>           |
| <b>I. Intangible fixed assets</b>         |          |                    |                    |
| <b>II. Fixed assets</b>                   |          |                    |                    |
| 1. Land, building.                        |          | 529191             | 544302             |
| 2.Equipment and machinery                 |          | 60717              | 105532             |
| 3.Other fixed assets                      |          | 8334               | 12526              |
| 4.Fixed assets development costs          |          | 21670              | 6732               |
| 5.Prepayment for fixed assets             |          | 0                  | 0                  |
| II Total fixed assets                     |          | <b>619912</b>      | <b>669092</b>      |
| 1.Total LONG TERM INVESTMENT              |          | <b>619912</b>      | <b>669092</b>      |
| <b>2.CURRENT ASSETS</b>                   |          |                    |                    |
| 1.Inventories                             |          |                    |                    |
| 1.Raw materials                           |          | 494852             | 513708             |
| 2.Work in progress                        |          | 284687             | 281306             |
| 3.Finished goods and goods for sale       |          | 122112             | 128307             |
| 5.Advance payment for goods               |          | 7476               | 22494              |
| I. Total inventories                      |          | <b>909127</b>      | <b>945815</b>      |
| II. Debtors                               |          |                    |                    |
| 1.Trade debtors                           | 1        | 152878             | 181274             |
| 4.Other debtors                           |          | 28494              | 20631              |
| 7.Deferred expenses                       |          | 0                  | 81                 |
| II. Total debtors                         |          | <b>181372</b>      | <b>201986</b>      |
| III. Securities and capital participation |          |                    |                    |
| IV . Cash                                 |          | 68705              | 61826              |
| 2.Total current assets                    |          | <b>1159204</b>     | <b>1209627</b>     |
|   |          |                    |                    |
| <b>Total assets</b>                       |          | <b>1779116</b>     | <b>1878719</b>     |
|   |          |                    |                    |
|   |          |                    |                    |

| LIABILITIES<br>1                           | Row code | 30.09.2016.<br>EUR | 30.09.2015.<br>EUR |
|--|----------|--------------------|--------------------|
| 1.CAPITAL                                  |          |                    |                    |
| 1.Share capital                            | 2        | 1285401            | 1285401            |
| 3.Revaluation reserve                      |          | 22193              | 22193              |
| 4.Reserves                                 |          |                    |                    |
| a)legal reserves                           |          | 21000              | 21000              |
| 4.Total reserves                           |          |                    |                    |
| 5.Retained profit                          |          |                    |                    |
| a) previous years retained profit          |          | 301360             | 300867             |
| current year profit                        |          | (125458)           | (20505)            |
| 1Total Capital and reserves                |          | <b>1504496</b>     | <b>1608956</b>     |
| 2.PROVISIONS                               |          | 22045              | 25256              |
| 3.CREDITORS                                |          |                    |                    |
| 1.Long term creditors                      |          |                    |                    |
| Deferred tax                               | 3        | 61025              | 62700              |
| 1.Total long term creditors                |          | <b>61025</b>       | <b>62700</b>       |
| 2.Short-term creditors                     |          |                    |                    |
| 3. Other loans                             |          | 0                  | 5754               |
| 4..Bank loan                               |          | 24600              | 0                  |
| 5.Advances received from customers         |          | 16717              | 9397               |
| 6.Trade creditors                          |          | 95297              | 105907             |
| 8.Accounts payable to associated companies | 4        | 0                  | 1646               |
| 10.Taxes and social security payments      | 5        | 21016              | 25840              |
| 11.Other creditors                         | 6        | 25797              | 25676              |
| Deferred income                            |          |                    |                    |
| Deferred liabilities                       |          | 8123               | 7587               |
| 2. Total short-term creditors              |          | 191550             | 181807             |
| Total creditors                            |          | <b>252575</b>      | <b>244507</b>      |
|  |          |                    |                    |
| Total liabilities                          |          | <b>1779116</b>     | <b>1878719</b>     |

The accompanying notes on pages 12.-19..are an integral part of these financial statements

**Chairman of the Board**

**Agris Karklins**



#### 4. Profit and loss account

| N. | Item  | line No | 30.09.2016.     | 30.09.2015.    |
|----|---|---------|-----------------|----------------|
|    |   |         | EUR             | EUR            |
| 1  | Net sales   | 1       | 1157134         | 1362170        |
| 2  | Cost of sales   | 2       | (1183653)       | (1283271)      |
| 3  | Gross profit  |         | (26519)         | 78899          |
| 4  | Distribution expenses                                   | 3       | (36077)         | (30022)        |
| 5  | Administration expenses                                 | 4       | (62548)         | (67383)        |
| 6  | Other operating income                                  | 5       | 25714           | 17523          |
| 7  | Other operating expenses                                | 6       | (21234)         | (14559)        |
| 8  | Income from participation in subsidiary capital         |         |                 |                |
|    |   |         |                 |                |
| 10 | Income from other interest and similar incomes          |         |                 |                |
| 11 | Long term investments and<br>short-terms bond write-off |         |                 |                |
| 12 | Interest paid and similar expense                       |         | (733)           | (1061)         |
| 13 | Operating profit  |         | (121397)        | (16603)        |
| 14 | Extraordinary income                                    |         |                 |                |
| 15 | Extraordinary expenses                                  |         |                 |                |
| 16 | Profit before taxes                                     |         | (121397)        | (16603)        |
| 16 | Corporate income tax                                    |         |                 |                |
| 17 | Other taxes   |         | (4061)          | (3902)         |
| 18 | <b>Net profit for the year</b>                          |         | <b>(125458)</b> | <b>(20505)</b> |
|    |   |         |                 |                |

The accompanying notes on pages 12.-19..are an integral part of these financial statements

**Chairman of the Board**

**Agris Karklins**

### 2.3.Cash flow statement.

(Cash flow statement, prepared using indirect method)

| Indices   | Appendices | 30.09.2016.    | 30.09.2015.    |
|---|------------|----------------|----------------|
|   |            | EUR            | EUR            |
| <b>I. Operation activities</b>  |            |                |                |
| 1. Profit or loss before extraordinary items and taxes.   |            | (121397)       | (16603)        |
| Corrections:  |            |                |                |
| a) Wear and tear of fixed assets;   |            | 42287          | 39372          |
| b) Value cancellation if long-term investments;   |            |                | 0              |
| c) Formation of reserves (except the reserves for unreliable debt);                                     |            |                |                |
| d) Profit or loss from fluctuation of foreign currency exchange rate;                                   |            | 1248           | (6469)         |
| e) Interest received  |            | 733            | 1061           |
| f) Proceeds from partnership in capital of subsidiary company and associated enterprises                |            |                |                |
| g) Proceeds from no securities and loans, that have been made long-term investment                      |            |                |                |
| 2. Profit or loss before corrections of effects of changes of current assets and short-term liabilities |            | (77129)        | 17361          |
| Adjustments:  |            |                |                |
| a) Increase or decrease of residues of debts of debtors;  |            | 59262          | (13933)        |
| b) Increase or decrease of residues of resources;   |            | (3911)         | 55586          |
| c) Increase or decrease of remains of debts to be paid to suppliers, contractors and other creditors.   |            | 31634          | 6383           |
| 3. The gross cash flow of basic activity.   |            | 9856           | 65897          |
| 4. Expenses for payments of enterprise income tax   |            | (2680)         | (330)          |
| 5. Expenses for fixed asset tax payments  |            | (4061)         | (3902)         |
| <b>6. The net cash flow of basic activity</b>   |            | <b>3115</b>    | <b>61665</b>   |
| <b>II. Investing activities</b>   |            |                |                |
| 1 Purchase of fixed assets and nonmaterial investments  |            | (5164)         | (5700)         |
| <b>9. Net cash flow used in investing activities</b>  |            | <b>(5164)</b>  | <b>(5700)</b>  |
| <b>III. Financing activities</b>  |            |                |                |
| 2. Loans received   |            | (14724)        | 5754           |
| 3. Financial aids, pump-priming, presents or donations received   |            |                |                |
| 4. Expenses for repayment of loans  |            | (733)          | (21928)        |
| <b>7. Net cash flow of financing activity</b>   |            | <b>(15457)</b> | <b>(16174)</b> |
| <b>IV. The result of exchange rate fluctuations of foreign currency.</b>                                |            | <b>(1248)</b>  | <b>6469</b>    |
| <b>V. The net cash flow of year of account</b>  |            | <b>(18754)</b> | <b>46260</b>   |
| <b>VI. The reminder of currency and its equivalents at the beginning of year of account.</b>            |            | 87459          | 15566          |
| <b>VII. The reminder of currency and its equivalents at the end of year of account.</b>                 |            | 68705          | 61826          |

JSC "KURZEMES ATSLEGA 1"  
 reg.No.40003044007  
 Taxpayer No.LV40003044007  
 Address : Kalvenes str.27,Aizpute

## STATEMENT OF CHANGES IN EQUITY

FOR 9 MONTHS OF 2016

(EUR)

|                                | Share capital  | Revaluation reserve | Reserves     | Retained profit | Total          |
|--------------------------------|----------------|---------------------|--------------|-----------------|----------------|
| <b>As of 31.December 2014</b>  | 1285401        | 22193               | 21000        | 300867          | 1629461        |
| Current year profit            |                |                     |              | 493             | 493            |
| Reserve                        |                |                     |              |                 |                |
| dividend paid                  |                |                     |              |                 |                |
| <b>As of 31.December 2015</b>  | 1285401        | 22193               | 21000        | 301360          | 1629954        |
| dividend paid                  |                |                     |              |                 |                |
| Current year profit            |                |                     |              | (125458)        | (125458)       |
| Reserves                       |                |                     |              |                 |                |
| <b>As of 30 September 2016</b> | <b>1285401</b> | <b>22193</b>        | <b>21000</b> | <b>175902</b>   | <b>1504496</b> |

**Accounting policy**

The financial statements have been prepared in accordance with Latvian law "On Accounting" and the "Annual Accounts Law". Profit and losses are accounted in accordance with sales costs method. The cash flow statement is prepared using the indirect method

Annual report items are evaluated according to the following principles:

- 1) assuming the company will continue to function;
- 2) used the same evaluation methods as in the previous financial year;
- 3) evaluation was made with proper caution, taking into consideration the following conditions:
  - a) the report reflects only the profit by the balance day
  - b) all foreseeable risk amounts and losses, incurred during the financial year or in previous years, are taken into account, even if they became known in the period between the day of balance sheet and the annual report preparation date.
  - c) calculated and taken into account all the write-down adjustments and depreciation amounts, irrespective of whether the financial year is closed with a profit or loss;
- 4) receipts and expenditures related to financial year are included into profit and loss account, irrespective of payment date and date of issue or receipt of the invoice. the costs are consistent with receipts during corresponding reporting period;
- 5) item components of the assets and liabilities were valued separately;
- 6) the opening balance of the financial year is consistent with closing balance of the prior year;
- 7) indicated all items that have a significant impact on user rating of the annual report or decision making;
- 8) economic activities of the company are recorded and reflected in the annual report, taking into account their economic content and entity, not only the legal form.
- 9) accounting in the company is done in EUR. All dealings in foreign currencies are converted into EUR, using the currency rates officially determined by the Bank of Latvia at the day of corresponding deal.

Compared to the previous reporting period, accounting and valuation methods used by the Company have not been changed

|     |            |
|-----|------------|
|     | 30.09.2016 |
| USD | 1.1161     |

### **Usage of estimates**

During preparation of financial statements Company's board has made a number of estimates and assumptions that affect residuals of separate items, included into balance and receipt and expenditure of the financial statement as well as possible amount of liabilities. Future events may affect mentioned estimates and assumptions. Any change of such estimates and assumptions impact on Company's performance is presented in financial statements when determinable.

### **Long-term and short-term items**

Long-term items include amounts with the receipt, payment or write-off terms due more than one year after the end of the accounting year. The amounts received, paid or written-off during the year are shown in short-term items

### **Earning recognition and net turnover**

Net turnover is the total value of finished production and goods for sale as well as services provided without discounts and VAT during the year.

Other earnings are recognized at the moment of their origin or at the moment when legal rights on such earnings arise.

Other interest receivable and similar income is income that is not directly from the economic activity.

### **Fixed assets**

All fixed assets originally estimated at the purchase value, excluding depreciation

Depreciation are calculated linear, accordingly confirmed parameters, using the following rates determined by administration:

|                          | (% year) |
|--------------------------|----------|
| Building, construction   | 2        |
| Transmission equipment   | 5        |
| Non industrial buildings | 2        |
| Technological equipment  | 10       |
| The power equipment      | 14.3     |
| Computers                | 20       |
| Transport                | 14.3     |
| Instrument               | 20       |
| Inventory                | 10       |

### **Debts of debtors**

The debts of debtors in the balance presented in net value, deducting special reserve for debts of doubtful and hopeless debtors from the initial cost. Special reserves for debts of doubtful and hopeless debtors are made, when the administration suggests that the retrieval of these specially marked debts of debtors is doubtful

### **Inventory.**

All values of raw are evaluated accordingly their purchasing prices. Production in progress is evaluated accordingly the standard production costs. The finished goods are evaluated accordingly standard production costs. For calculation of stock value the average weight method is used ( FIFO method.) The valuation of inventories in financial accountancy is being done using continuous inventory method

### **Cash and cash equivalents**

For the cash flow purposes cash and cash equivalents consist of the remaining cash, current bank accounts and short-term deposits with a maturity of up to 90 days.

### **Accrued liabilities.**

Accrued liabilities shall be clearly aware of the amount of liabilities to suppliers and contractors for the current year, goods or services for which the supply or purchase of the company's contract terms and conditions or other reasons the balance sheet date has not received a corresponding billing document. The commitment amount is calculated based on the relevant contract price and the actual receipt of good or services supporting documents.

### **Corporate income tax**

Corporate income tax is calculated for the reporting year in accordance with regulatory requirements of the Republic of Latvia.

Deferred tax is calculated using the liability method on all temporary differences between assets and liabilities in the financial statements and its values for the tax

calculation purposes. Deferred tax is calculated using the tax rates, that are in force at the date of the balance sheet, which are expected during the periods, when temporary differences smooth out. Temporary differences primarily arise from the use of different rates of depreciation of the fixed assets, as well as tax losses that are transferred to subsequent tax periods. A deferred tax asset is recognized if there is a high probability, that a taxable profit will be acquired, which will be object to the deductible temporary differences.

### **Provisions**

Provisions for the liabilities have been made to cover the expenses of non-used holidays. These provisions for such liabilities have been represented according to their estimated value - as provisions for they are prospective by nature and they refer to the reporting year as well as to the previous years while the date of payment of such liabilities is not known at the time of reporting

## Information for the ‘Balance sheet’.

### **1. Trade debtors.**

|                         | 30.09.2016.<br>EUR | 30.09.2015.<br>EUR |
|-------------------------|--------------------|--------------------|
| Trade debtors           | 175701             | 209292             |
| Reserve for debts       | 22823              | 28018              |
| Net Value trade debtors | <b>152878</b>      | <b>181274</b>      |

2. The share capital consists of 918144 equities with nominal value 1.40 EUR.:

- in public returns 656356 ,
- in closed register 261788.

48.36% (443976 equities) of share capital belongs to A/S “KURZEMES ATSLEGA”, reg.40003253124.

24.88% (228403 equities) of share capital belongs to Oliver Wiederhold

5.3% (48844 equities) of share capital belongs to SIA ‘Aizputes atslēgas’

### **Information about limitations concerning share expropriation rights.**

Restrictions for expropriation of shares or specific consent reception for shares disposal have not been set.

### **Shareholders’ rights and agreements.**

Regulated by laws and regulations of the Republic of Latvia, the Company’s Statutes does not define any special limitations or Company does any information about agreements between shareholders.

### **Powers of the Board Members and special agreements.**

According to the Statutes of the JSC “Kurzemes Atslega 1”, the Company shall be represented either by chairman of the Board alone or other two Board members together.

There is no agreement between the Company and the Board members concerning the compensation of resignation.

### **Regulations of Board Members elections and Statute amendments .**

Regulated by laws and regulations of the Republic of Latvia ,the Company’s Statutes does not define any special limitations or regulations related to the elections of Board members and Statute amendments.



### 3. Other borrowings (long term creditors)

| Creditors       | 30.09.2016.<br>EUR | 30.09.2015.<br>EUR |
|-----------------|--------------------|--------------------|
| Deferred tax    | 61025              | 62700              |
| Deferred income | 0                  | 0                  |
| <b>Total</b>    | <b>61025</b>       | <b>62700</b>       |

### 4. Accounts payable to associated companies

| Creditors             | 30.09.2016.<br>EUR | 30.09.2015.<br>EUR |
|-----------------------|--------------------|--------------------|
| AS "Kurzemes atslēga" | 0                  | 1646               |

### 5. Taxes and Obligatory payments of the state social insurance

| Kind of taxes                                     | 30.09.2016.<br>EUR | 30.09.2015.<br>EUR |
|---|--------------------|--------------------|
| Income tax of inhabitants                         | 6190               | 5629               |
| Obligatory payments of the state social insurance | 13435              | 13384              |
| Value added tax                                   | 1219               | 6700               |
| Other tax   | 172                | 127                |
| <b>Total</b>                                      | <b>21016</b>       | <b>25840</b>       |

### 6. The rest of creditors.

| Kind of creditors   | 30.09.2016.<br>EUR | 30.09.2015.<br>EUR |
|---------------------|--------------------|--------------------|
| Wages for September | 21530              | 21342              |
| Other creditors     | 4267               | 4334               |
| <b>Total</b>        | <b>25797</b>       | <b>25676</b>       |

Information for the "Profit and loss account".

**1. Net sales**

| <b>Modus operandi</b>                              | 30.09.2016.<br>EUR | 30.09.2015.<br>EUR |
|--|--------------------|--------------------|
| Incomings from production of locks and ironmongery | 1071039            | 1249428            |
| Incomings from sales of goods in shop              | 24930              | 25626              |
| Incomings from rendering of services               | 34189              | 64858              |
| Incomings from rendering of public facilities      | 26976              | 22258              |
| <b>Total:</b>                                      | <b>1157134</b>     | <b>1362170</b>     |

**2. Production costs of sales.**

| <b>The main elements of expenses</b>                         | 30.09.2016.<br>EUR | 30.09.2015.<br>EUR |
|--|--------------------|--------------------|
| Material costs   | 594584             | 642258             |
| Wages  | 301405             | 322584             |
| Obligatory payments of the state social insurance            | 69066              | 74384              |
| Electrical energy  | 68314              | 64867              |
| Costs of depreciation of fixed                               | 42287              | 39372              |
| Environment protection expenses                              | 39050              | 57658              |
| The rest of expenses   | 5839               | 5823               |
| Import duty  | 4128               | 4578               |
| Services received  | 64050              | 47001              |
| <b>Expenses in total</b>                                     | <b>1188723</b>     | <b>1258525</b>     |
| Correction of expenses                                       |                    |                    |
| Changes of remains of unfinished production                  | 2412               | 8774               |
| Changes of remains self-made fixed assets                    | 0                  | 0                  |
| Changes of remains of self-made punches, molds and materials | (299)              | (7031)             |
| Changes of remains of complete product                       | (7183)             | 23003              |
| <b>Total</b>   | <b>1183653</b>     | <b>1283271</b>     |

## 3. Distribution expenses

| <b>The main elements of expenses</b> | 30.09.2016.<br>EUR | 30.09.2015.<br>EUR |
|--------------------------------------|--------------------|--------------------|
| Wages                                | 8285               | 10755              |
| Social expenses                      | 1932               | 2485               |
| Marketing services                   | 22439              | 16354              |
| The rest of expenses                 | 3421               | 428                |
| <b>Total</b>                         | <b>36077</b>       | <b>30022</b>       |

## 4. Administration expenses.

| <b>The main elements of expenses</b> | 30.09.2016<br>EUR | 30.09.2015.<br>EUR |
|--------------------------------------|-------------------|--------------------|
| Wages                                | 47421             | 51275              |
| Social expenses                      | 11222             | 12115              |
| The rest of expenses                 | 1068              | 1331               |
| Telecommunication service            | 1073              | 1110               |
| Cash turnover expenses               | 1764              | 1552               |
| <b>Total</b>                         | <b>62548</b>      | <b>67383</b>       |

## 5. The rest of incomes for economic activity

| Sort of revenue         | 30.09.2016.<br>EUR | 30.09.2015<br>EUR |
|-------------------------|--------------------|-------------------|
| Sales of current assets | 24906              | 10340             |
| Sales of Fixed assets   | 803                | 6469              |
| The rest of incomes     | 5                  | 714               |
| <b>Total</b>            | <b>25714</b>       | <b>17523</b>      |

## 6. The rest of expenses for economic activity of enterprise

| Heads of expenditure                                  | 30.09.2016.<br>EUR | 30.09.2015.<br>EUR |
|---|--------------------|--------------------|
| Expenses for social sphere                            | 967                | 997                |
| Losses from exchange rate fluctuations                | 2051               | 0                  |
| Expenses, unrelated with economic activity, donations | 5533               | 174                |
| Harm recompense                                       | 12329              | 12276              |
| Other expenses  | 354                | 1112               |
| <b>Heads of expenditure</b>                           | <b>21234</b>       | <b>14559</b>       |

Chairman of Board:

Agris Karklins