

AS "Tosmares kuģubūvētava"

Financial statements of 9 months of the year 2017

Liepāja
2017

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INFORMATION ON THE COMPANY

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 Liepaja, January 03, 2000
Address	Ģenerāļa Baloža iela 42/44 Liepaja LV3402 Latvia
Type of operations	NACE 3315 Construction and repair of technological equipment, ships, yachts, catamarans, containers, roltrailers, Port services
Members of the Board	Aleksandrs Vaļums - chairman of the Board Jekaterina Meļņika - member of the Board Aleksandrs Murugovs- member of the Board
Members of the Council	Vasilijs Meļņiks - chairman of the Council Aleksandrs Čerņavskis - Vice-chairman of the Council Jānis Skvarnovičs - Member of the Council (till 25.05.2017) Larisa Artemenko - Member of the Council Henrik Murel - Member of the Council Einārs Buks - Member of the Council (from 26.05.2017)
Financial year	1 January, 2016 - 30 September, 2017
Auditor's name and address:	Orients Audit & Finance Ltd. Commercial organizations license No. 28 Gunara Astras iela 8B Rīga LV-1082 Latvia Certified auditor in charge Natalija Zaiceva Certificate No.138

Statement of the Managements 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 period that ended.

The Management certifies that proper accounting methods were applied to preparation of these financial statements on page 5 to page 9 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 Companys 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 normative acts of the Republic of Latvia.

Aleksandrs Vaļums
Chairman of the Board

Aleksandrs Murugovs
Member of the Board

Jekaterina Meļņika
Member of the Board

on the 30.November 2017

INCOME STATEMENT

	9 month 2017 EUR	9 month 2016 EUR
Net turnover	2 956 231	3 700 164
Costs for goods sold or costs of services provided	(2 594 047)	(3 303 204)
Gross profit or losses	362 184	396 960
Distribution expenses	(46 401)	(2 433)
Administrative costs	(332 124)	(292 682)
Other operating income	173 987	149 122
Other operating expenses	(95 283)	(92 433)
Interest and similar income	34 493	21 453
Interest and similar expenses incl.	(94 737)	(93 796)
Profit or losses before corporate income tax	2 119	86 191
Net profit or losses	2 119	86 191
Profit (losses) per share	0,001	0,027

On a behalf of the Company the financial report was signed on the 30 November 2017 by:

Aleksandrs Vaļums
Chairman of the Board

Aleksandrs Murugovs
Member of the Board

Jekaterina Meļņika
Member of the Board

BALANCE SHEET

	30.09.2017 EUR	31.12.2016. EUR	30.09.2016 EUR
<u>ASSETS</u>			
Non-current assets			
Intangible assets:			
Other intangible assets	44	143	176
Total intangible assets:	44	143	176
Fixed assets:			
Immovable properties:			
a) lands, buildings and engineering structures	2 221 955	2 326 914	2 268 514
b) investment properties	136 035	142 547	141 706
Technological equipment and machinery	3 555 774	3 392 993	3 519 486
Other fixed assets	10 965	13 225	12 061
Fixed assets under construction	324 524	182 349	142 919
Total fixed assets:	6 249 253	6 058 028	6 084 686
Non-current financial investments:			
Other loans and non-current receivables	53 475	53 475	
Total non-current financial investments:	53 475	53 475	
Total non-current investments:	6 302 772	6 111 646	6 084 862
Current assets			
Inventories:			
Raw materials and consumables	511 992	552 931	565 525
Work in progress	895 919	895 919	890 000
Finished goods and goods for sale	452 653	452 653	452 653
Advances for inventories	27 588	4 020	835
Total inventories:	1 888 152	1 905 523	1 909 013
Account receivable:			
Trade receivables	792 938	1 016 567	779 093
Receivables from group companies	428 948	551 344	494 774
Other receivables	643 676	45 823	144 161
Deferred expenses		4 776	
Accrued income	280 578	617 017	833 775
Total receivables:	2 146 140	2 235 527	2 251 803
Cash and bank:	41 204	35 059	18 056
Total current assets:	4 075 496	4 176 109	4 178 872
<u>Total assets</u>	<u>10 378 268</u>	<u>10 287 755</u>	<u>10 263 734</u>

BALANCE SHEET

	30.09.2017	31.12.2016.	30.09.2016
	EUR	EUR	EUR
<u>EQUITY, PROVISIONS AND LIABILITIES</u>			
Equity			
Share capital	4 484 756	4 484 756	4 484 756
Non-current investments revaluation reserve	1 224 299	1 277 840	1 297 959
Reserves:			
f) other reserves	73 267	73 267	73 267
Retained profit or uncovered losses brought forward from previous years	106 052	84 154	84 154
Current year profit or losses	2 119	21 899	86 191
Total equity:	5 890 493	5 941 916	6 026 327
Provisions:			
Other provisions	58 561		59 940
Total provisions:	58 561		59 940
Liabilities:			
Non-current liabilities:			
Other borrowings	1 552 952	1 601 944	1 925 752
Taxes and state social insurance payments			
Deferred tax liabilities	596 457	596 457	583 433
Deferred income	193 135	224 127	234 457
Total non-current liabilities:	2 342 544	2 422 528	2 743 642
Current liabilities:			
Other borrowings	375 800	428 032	130 913
Advances from customers	204 888	201 503	260 498
Trade payables	1 028 756	908 850	773 145
Payables to related companies			
Taxes and state social insurance payments	347 901	195 555	137 552
Other creditors	87 997	86 982	90 389
Deferred income	41 322	41 322	41 322
Unpaid dividends	6	6	6
Accrued liabilities		61 061	
Total current liabilities:	2 086 670	1 923 311	1 433 825
Total liabilities:	4 429 214	4 345 839	4 177 467
<u>Total equity, provisions and liabilities</u>	<u>10 378 268</u>	<u>10 287 755</u>	<u>10 263 734</u>

On a behalf of the Company the financial report was signed on the 30 november 2017 by:

Aleksandrs Vaļums
Chairman of the Board

Aleksandrs Murugovs
Member of the Board

Jekaterina Meļņika
Member of the Board

STATEMENT OF CHANGES IN EQUITY

	9 month 2017 EUR	9 month 2016 EUR
Share capital		
Opening balance	4 484 756	4 484 756
Prior year adjustments		
Increase/decrease in share capital		
Closing balance	<u>4 484 756</u>	<u>4 484 756</u>
Long-term investment revaluation reserve		
Opening balance	1 277 840	1 338 520
Prior year adjustments		
Increase/decrease of long-term investment revaluation reserve	(53 541)	(40 561)
Closing balance	<u>1 224 299</u>	<u>1 297 959</u>
Reserves		
Opening balance	73 267	73 267
Prior year adjustments		
Increase/decrease of the balance of the reserves		
Closing balance	<u>73 267</u>	<u>73 267</u>
Retained earnings		
Opening balance	106 052	84 154
Prior year adjustments		
Increase/decrease in retained earnings	2 119	86 191
Closing balance	<u>108 171</u>	<u>170 345</u>
Equity		
Opening balance	5 941 916	5 980 697
Prior year adjustments		
Closing balance	<u>5 890 493</u>	<u>6 026 327</u>

On a behalf of the Company the financial report was signed on the 30 november 2017 by:

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Jekaterina Meļņika
Member of the Board

CASH FLOW STATEMENT

	9 month 2017	9 month 2016
	EUR	EUR
Cash flow from operating activities		
Revenue from the sale of goods and provision of services	3 577 494	3 454 671
Payments to suppliers, employees, other expenses of principal activity	(3 359 519)	(3 384 038)
Gross cash flow generated from operating activities	217 975	70 633
Interest payments	(81 068)	(84 967)
Corporate income tax payments	(12 094)	
Net cash flow generated from operating activities	124 813	(14 334)
Cash flow from investing activities		
Acquisition of fixed assets and intangible assets	(40 443)	(83 690)
Net cash flow generated from investing activities	(40 443)	(83 690)
Cash flow from financing activities		
Finance lease payments	(78 225)	(78 455)
Net cash flow generated from financing activities	(78 225)	(78 455)
Net increase / (decrease) in cash and cash equivalents	6 145	(176 479)
Cash and cash equivalents at the beginning of the financial year	35 059	194 535
Cash and Cash equivalents at the end of the financial year	41 204	18 056

On a behalf of the Company the financial report was signed on the 30 November 2017 by:

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Chairman of the Board

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Member of the Board

Jekaterina Meļņika
Member of the Board