



**JOINT STOCK COMPANY
GOLDINVEST ASSET MANAGEMENT**

Annual Report 2012

AS GOLDINVEST ASSET MANAGEMENT
ANNUAL REPORT 2012

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Company Information

Firm	„GOLDINVEST ASSET MANAGEMENT”
Legal status	JOINT STOCK COMPANY
Number, place and date of registration	40003335793 Riga, 3 April, 1997 Re-registered in the Enterprise Register 09.03.2004.
Registered address	Brīvības gatve 214, Rīga, LV-1039
Shareholders and the proportion of equity capital	Barrow Consulting Ltd., foreign merchant Registered address Euro – Trust Company Complex, Ajeltake Island, Ajeltake Road, Majuro, Marshall Islands, MH 96960 – owns 849 500 securities Ints Kalniņš owns 5 500 securities
Board	Jānis Lāma – Member of the Board
Council until 30.11.2012	Pēteris Avotiņš – Chairman of the Council Dmitrijs Čeļebijs – Member of the Council Gints Feņuks- Member of the Council
Council from 30.11.2012	Pēteris Avotiņš - Chairman of the Council Dmitrijs Čeļebijs - Member of the Council Ints Kalniņš - Member of the Council
Accounting year	1 January – 31 December 2012
Information about subsidiary companies	SIA “VEF Komunikāciju serviss”, Brīvības gatve 214, Rīga, LV-1039. Shares owned – 58% OOO „Goldinvest Asset Menedzment”, 11933, Maskava, Ļeņina prospekts 37A-24. Shares owned –100%
Information about branch office	Goldinvest Asset Management Vilnius Filialas „Kalvariju g.3/A Juozapavičiaus g.1, Vilnius
Accountancy	SIA „Baricentrs” NMNR LV40003511763 Biķernieku iela 12b-81, Rīga, LV – 1039
Auditor	SIA „Auditorfirma „Grāmatvedis" " Brīvības iela 58, Rīga, LV - 1011 Latvija
Responsible auditor	Jānis Mežielis Sworn Auditor Certificate No 127

Management report

Type of economic activity

Goldinvest Asset Management AS (the Company) is primarily engaged in the transactions of investment gold, silver, platinum and palladium, trade with collector's accessories, precious metals expert and storage services as well as transactions with precious metal-containing materials, their recycle processing, based on Latvian and international law.

Operation of the Company in the accounting year

In 2012 the Company's revenue reduced to LVL 5 216 686, which, compared to the previous year, is a decrease for LVL 35 677. The Company concluded the year with a loss of LVL 29 933. Negative impact declining the profits was left by the provision the Company had to make concerning the administrative fine of LVL 31,435 levied by the State Revenue Service. The company has not recognized it as grounded and contested it according to the law of Republic of Latvia.

The company's assets increased by 14% last year and at the year-end amounted to LVL 2,311,593. At the end of 2012, the long-term value of the assets was LVL 999,331.

Decrease of profit, as compared to the unaudited and annual operational report, should be explained by the fact that the expenses of the Lithuanian branch, not fully represented in the operating results, were clarified and aggregated, because the law of the Republic of Lithuania allows for preparation of annual reports over time.

No dealings with the company's shares on the Firth North alternative stock market of NASDAQ OMX exchange occurred during the period. This is due to the sale policy of the shareholders of the company — the present business owners have not offered their shares on the open market yet.

During the accounting year, the shareholder structure and composition of the council changed significantly. At the same time shares of a/s VEF (Jsc) and SIA Communications Services (Ltd.) were sold, and the shares of the former shareholders of Goldinvest Asset Management were redeemed through a property exchange.

The two shops of the Company at the Brīvības gatve 214 and t / c Galleria Rīga at Dzirnāvu iela 67, Rīga, continue to operate successfully. In addition customers can place orders at the online shop www.latgold.lv as well as at the branch in Vilnius, Lithuania, and the subsidiary firm in Moscow, Russia. At the same time it was decided to close the company's shop in Moscow, Russia. The decision was taken because the operation of the store could not deliver the expected financial results.

Financial risk management

The Company may be affected by several financial risks, including credit risk, foreign currency rate, fluctuation risk of precious metal prices and interest rates. The Company management carries out measures to minimize the potential adverse impact of the financial risks on the financial performance of the Company. Risk factors to the Company are inability to prognosticate sales amounts of goods and services in long term, price fluctuations of precious metals in global markets, fluctuations of currency exchange rate, especially of LVL/USD, LVL/EUR, USD/EUR, and quality of purchased scrap metals

containing precious metals. Also, limiting regulatory enactments of different countries for circulation of precious metals.

Financial means that may have an adverse impact on concentration level of credit risk are mainly cash and debts of clients and customers. The Company has introduced and follows credit policy, i.e. the Company sells services on credit only to clients with good credit history and not exceeding the credit ceiling set for each client. The debts of clients and customers are presented in their retrievable value. Company partners in financial transactions are local financial institutions with respective credit history.

Results of economic activity of the Company are directly dependent on the amount and price of sold goods and rendered services. With the amount and price of sales falling, also the financial performance of the Company will worsen.

One of the main risks is influence of macroeconomic processes on the Company, as a result of which expenses of offered goods and services may increase. Also, cycle of macroeconomics in Latvia and the world may notably affect operation of the Company.

Branches and representative offices abroad

The company has established a branch in Vilnius, Lithuania, which is working successfully. The Vilnius branch carries out market research and actively promotes the services of the Company. Several distribution agreements have been made with a number of Lithuanian companies for the rights to sell investment gold.

The main tasks of the subsidiary company in the initial period are to identify potential customers in EU, the Russian Federation and CIS countries, advertising the company services and opportunities, to establish partnerships with local companies, and financial and processing companies, to gather and evaluate the local legal base (including the custom's legislation), which may affect the Company's operation.

Events after balance sheet date

Over the time period from the last date of the reporting year to the date of signature of this Report, no significant events have taken place, which might essentially affect the result of the reporting year.

Future outlook

- * In 2013, a/s "Goldinvest Asset Management" plans to continue the ongoing projects, focusing especially on the following activities:
- * increasing the equity capital of the Company and activation of quotation of shares on the list of alternative share market NASDAQ OMX Riga First North;
- * to improve the quality of customer service, achieving faster and more efficient servicing of customer orders by introducing new possibilities in the online shop service and procedure of payments;
- * to implement new and innovative solutions in trade of investment gold and precious

metals;

- * promotion and growth of the subsidiary company in Russia;
- * to increase the range of customers in the Republic of Lithuania by studying the needs and demand of Lithuanian customers. To open a trade and purchase center of precious metals in the Republic of Lithuania;
- * to improve and expand the expertise services for precious metals and coins;
- * planning to retain the current levels of turnover;
- * planning to obtain the profits in 2013 in amount of LVL 50 000.



Jānis Lāma
Member of the Board

In Riga, 17 April 2013.

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Profit and Loss Statement

	Annex	2012 LVL	2011 LVL
1. Net turnover	1	5 216 686	5 252 363
2. Production expenses for sold goods	2	(4 972 284)	(4 916 344)
3. Gross profit		244 402	336 019
4. Cost of sales	3	(243 226)	(78 819)
5. Administrative expenses	4	(58 014)	(60 159)
6. Other interest receivable and similar income	5	134 097	2 686
7. Interest payable and similar charges	6	(100 934)	(69 679)
8. Profit before taxation		(23 675)	130 048
9. Corporate income tax for the accounting year		(6258)	(24 999)
10. Deferred income tax liabilities		(260)	
11. Total profit or loss		(30 193)	105 049

Annexes on pages 12 - 22 are an integral part of the present report



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Member of the Board

In Riga, 17 April, 2013

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Balance Sheet on 31 December, 2012			(1)
	Annex	31.12.2012.	31.12.2011.
Assets		LVL	LVL
Long-term investments			
I Intangible assets:			
Concessions, patents, licenses, brand names and similar rights		81	273
Intangible assets, total:	7	81	273
II Fixed assets:			
Land, buildings, structures other objects		673	
Other fixed assets and inventory		52 112	35
Fixed assets, total:	8	725 131	35 988
III Long-term financial investments:			
Participation in capital of related undertakings	9	185	234
Loans to related undertakings	10	273	273
Other securities and investments in capital	11	-	484
Long-term financial investments, total:		274 119	993 180
Long-term investments, total:		999 331	1 029 441
Current assets			
I Reserves:			
Finished products and goods for sale		69 287	352
Advance payments for goods		30 576	2
Reserves, total:	12	99 863	354 820
II Debtors:			
Debts of customers and clients	13	989 818	599 966
Other debtors	14	60 271	19 983
Receivables from affiliated companies		156 507	
Deferred costs	15	2 304	2 108
Debtors, total:		1 208 900	622 057
IV Cash:	16	3 499	12 954
Current assets, total:		1 312 262	989 831
<u>Assets, total</u>		<u>2 311 593</u>	<u>2 019 272</u>

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Balance Sheet on 31 December, 2012

(2)

	Annex	31.12.2012. LVL	31.12.2011. LVL
<u>Liabilities</u>			
Equity capital:			
Equity or share capital (equity capital)	17	855 000	855 000
Reserves:			
a) other reserves		-	-
Retained earnings			
a) Retained earnings from the previous years		106 351	1 302
b) Retained earnings from the accounting year		(30 193)	105 049
Equity capital, total:		931 158	961 351
Reserves			
Other reserves	18	49 765	17 422
Reserves, total		50 025	17 422
Creditors:			
Long-term creditors:			
Other loans			190 633
Loans from credit institutions		260 652	5 173
Long-term creditors, total:	19	260 652	195 806
Short-term creditors:			
Loans from financial credit institutions	20	-	257 028
Other loans	21	265 952	266 002
Settlements for received advance payments		26 718	140 560
Debts to clients and customers		672 200	148 647
Taxes and mandatory state social insurance contributions	22	39 304	25 126
Other loans		65 584	7 330
Short-term creditors, total:		1 069 758	844 693
Creditors, total		1 330 410	1 040 499
<u>Liabilities, total</u>		<u>2 311 593</u>	<u>2 019 272</u>

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Member of the Board

In Riga, 17 April, 2013

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Overview of changes in the equity capital in 2011 and 2012

	Equity capital	Other reserves	Retained earnings	Total
	LVL	LVL	LVL	LVL
Balance as at 31st December 2010	300 000	-	1 302	301 302
Increased equity capital	555 000	-	-	555 000
Profit of the accounting year	-	-	105 049	105 049
Balance as at 31st December 2011	855 000	-	106 351	961 351
Profit of the accounting year	-	-	(30 193)	(30 193)
Balance as at 31st December 2012	855 000	-	76 158	931 158

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Member of the Board

In Riga, 17 April, 2013

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Overview of cash flow for 2012 and 2011

	2012	2011
	LVL	LVL
I. Cash flow of the basic economic activity		
1. Profit or loss before taxation	(23 675)	130 048
<u>Adjustments:</u>		
a) depreciation of fixed assets	12 769	7 199
b) changes in reserves	32 344	5 609
c) income from interest	(457)	(762)
d) interest expenses	30 197	61 065
e) profit or loss from currency fluctuations	-	-
	51 178	203 159
<u>Adjustments:</u>		
a) (Increase)/ decrease of debts of the clients and customers	(430 140)	(446 891)
b) (Increase)/ decrease of reserves	254 957	(164 556)
c) (Increase)/ decrease of debts to suppliers and other creditors	482 143	(11 408)
2. Gross cash flow of the basic economic activity	358 138	(419 696)
Interest expenses	(12 308)	(11 287)
Paid Corporate Income Tax	-	(3 506)
3. Net cash flow of the basic economic activity	345 830	(434 489)
II. Cash flow of investment activity		
Purchase of fixed assets and intangible assets	(694 152)	(29 884)
Paid for investments	311 593	
Granted loans	(1 154)	
Repaid loans	-	10 781
Received interest	463	762
3. Net cash flow of investment activity	(383 250)	(18 341)
III. Cash flow of financing activity		
Received/ repaid loans, net	35 725	457 704
Expenses for redemption of a leased fixed asset	(7 760)	(920)
Net cash flow of financing activity	27 965	456 784
IV. Balance due to foreign currency fluctuations	-	-
Increase/ (decrease) of net cash and its equivalents of the accounting year	(9 455)	3 954
Balance of net cash and its equivalents at the beginning of the accounting year	12 954	9 000
Balance of net cash and its equivalents at the end of the accounting year	3 499	12 954

Annexes on pages 12 - 22 are an integral part of the present report



Jānis Lāma
Member of the Board

In Riga, 17 April, 2013

Annex
Accounting policy

(a) General principles

The Annual report is elaborated in line with the Law on Accountancy and the Law on Annual Reports of the Republic of Latvia and according to Latvian accountancy standards. The profit or loss account is elaborated according to the function of expense method.

Overview of the cash flow is elaborated according to the indirect method.

In comparison with the previous year, the accounting and valuation methods used by the Company have not been changed.

(b) Applied accounting principles

Items of financial reports have been assessed in line with the following accounting principles:

- a) It is assumed that the Company will operate also in future.
- b) The same assessment methods as last year have been used.
- c) Assessment has been performed with due caution:
 - only profit gained only until the balance sheet date has been included in the report;
 - all predictable risk amounts and losses that have occurred in the accounting year or previous years have been taken into account, even if they were found between the balance sheet date and the day of preparation of the report;
 - all value decrease and depreciation amounts have been calculated and taken into account, regardless of whether the accounting year is concluded with profit or loss.
- d) Income and expenses related to the accounting year have been taken into account, regardless of the payment date, or reception or issue date of invoice. Expenses have been harmonized with income in the accounting period.
- e) Contents of assets and liabilities items have been assessed separately.
- f) Opening balance of the accounting year corresponds to the closing balance of previous year.
- g) All items notably affecting assessment of users or decision making of the accounting year have been stated, low-significance items are joined and their details are provided in annex.
- h) Economic transactions in the annual report have been presented taking into account their economic content and essence, not legal form.

(c) Income acknowledgement and net turnover

Net turnover is the value sum of the products and services sold over the year, deducting any discounts and value added tax. The income from sales of products is acknowledged, when the customer has accepted the goods according to delivery conditions thereof. The income from sales of services is acknowledged, when the service is provided

(d) Conversion of foreign currency into Lats

Accountancy of Komunikaciju centrs Ltd is in Latvian Lats. All transactions in foreign currency are converted into Lats according to the official currency rate set by the Bank of Latvia at the very day of transaction. Monetary assets and liabilities in foreign currency are converted into Lats according to the official currency rate set by the Bank of Latvia on the last day of the accounting year. Profit or loss due to conversion of the value of transactions, monetary assets and liabilities is included in the profit or loss account for the respective period.

	31.12.2012.	31.12.2011.
	LVL	LVL
1 USD	0.531000	0.544000
1 EUR	0.702804	0.702804
1 LTL	0.204000	0.204000

(e) Investments

Subsidiary company

Subsidiary company is a company controlled by parent company that can determine financial and operational policy of the company to benefit from activity of the company.

Share in subsidiary company is initially acknowledged in purchase expenses. If value of share on the balance sheet date is lower than purchase expenses or assessment in the balance sheet of previous year, and the decrease of value is expected to last, it is assessed according to the lowest value.

(f) Intangible assets and fixed assets

Intangible assets and fixed assets are presented at their purchase value, deducting accrued depreciation and accrued decrease of value. The purchase value includes all and any costs, which are directly related to the purchase of the intangible or fixed asset. The purchase value of licenses intended for purchased software includes the license purchase value and costs in relation to the introduction of these for further use.

The depreciation of other assets is calculated according to the straight-line method over the useful period of use of the respective intangible or fixed assets, in order write off the purchase value of the intangible or fixed assets till the estimated value thereof by the end of its useful life, applying the following rates set by the management.

	% per annum
Intangible assets	33
Technologies	20-50
Other devices and equipment, vehicles	10-25

In case the book value of any intangible or fixed asset exceeds its retrievable value, the value of the respective intangible or fixed asset is immediately written off till its retrievable value. The retrievable value is higher than the actual value of the respective intangible or fixed asset, deducting cost of sales or usage values.

Further costs are included in the assets of the balance sheet or acknowledged as a separate asset only, where there is high probability that the future commercial benefits in relation with this item will flow into the company and the costs of this budget line may be truthfully identified. Such costs are written off within the residual useful life of the respective fixed asset. Where the set reserve part costs are capitalized, the residual value of the substituted part is written off in the profit or loss account. Running repair and maintenance costs of the fixed assets are included in the respective profit or loss account, when the costs existed.

Profit or loss from exclusion of fixed assets is calculated as a balance between the book value and the income from the sale thereof, and is included in the respective profit or loss account, when the income was generated.

(h) Reserves

Reserves are indicated in the lowest from costs or net sales value. The costs are calculated according to the FIFO method. Net sales value is a sales price of the reserves, which is determined during the normal operation of a company, deducting completion costs and cost of sales from the price. In case where the net sales value of the reserves is less than their costs, accruals for these reserves are created in order to decrease their value till net sales value.

(i) Debtors debts

The debtors' debts in the balance sheet are presented in the amortized purchase value, deducting accruals for the value decrease. Accruals for the value decrease are created in cases, when there is reasonable evidence that the Company will not receive the debts in full value according to the initially set payback deadlines. The accrual volume is the balance between accounting sum of the debtors' debt and the retrievable value thereof

(j) Taxes

Expenses of the enterprise income tax included in the financial statements are based on the management calculations according to the Latvian tax legislation.

(k) Cash and its equivalents

Cash and its equivalents consist of cash in hand and cash at bank

(l) Financial risk management

Based on existing proportion of financial assets and liabilities in foreign currency, the currency risk is insignificant.

(n) Liability reserves

Liability reserves are intended for the covering of particular losses, liabilities or costs of the present or previous accounting years, and which are forecast or reasonably known, but the volume or incurring of liabilities and the coverage date thereof are unclear, at the time the present annual report is elaborated.

At the end of the accounting year liability reserves have been made to cover the unused annual leaves, which are calculated on the basis of the number of unused vacation days to the 31 December 2012 and the average daily salary for the last six months.

(o) Deferred tax liabilities

Deferred income tax was calculated for deviations caused by temporary differences arising from differences between assets and liabilities for financial statements and the amounts used for taxation purposes. Deferred tax is calculated applying the statutory tax rate of 15%. These differences are mainly due to different depreciation rules that are used for tax and financial accounting. A deferred tax asset based on the precautionary principle is not recognized.

	2012	2011
	LVL	LVL
Short-term differences in asset depreciation rates	(1213)	(1 537)
Other temporary differences	(123)	2 613
Provision for deferred tax (liability) / asset	<u>(1 336)</u>	<u>1 076</u>

(p) Related parties, transactions with related parties

A party is deemed related with the Company, where:

- a) The Party either directly or indirectly controls, is being controlled of or jointly controlled with the Company (parent companies, affiliates and other holding affiliates), the Party owns shares, which entitles it to a significant hold of the Company, or the Party has a joint control over the Company;
- b) Party is an associated undertaking of the Company;
- c) Party is a partnership, in which the Company is a member thereof;

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- d) Party is member of the board of the Company or its parent company;
e) Party is a close family member of any natural person subject to a) or d);
f) Party is a company, which is controlled, jointly controlled or which is under significant impact of natural persons according to d) and e), or which either directly or indirectly owns significant rights to vote through either any of d) or e) natural person.

(1) Net turnover

Turnover is the income generated from basic economic activities of the Company during the period of one year – production sales, deducting any discounts and value added tax.

	2012	2011
	LVL	LVL
Income from sales of investment gold and other precious metals and precious metal-containing secondary materials	5 087 207	5 231 366
Income from the Lithuanian branch	129 479	20 997
	5 216 686	5 252 363

Net sales by geographical markets:

	2011	2010
	LVL	LVL
Latvia	1 533 285	892 825
Lithuania	214 686	52 1182
Estonia	373 159	56 354
Germany	1 114 379	1 078 529
Belgium	-	47 219
Belorussia	-	32 470
Finland	89 035	-
Russia	58 005	80328
Cyprus	1 834 137	1 472 654
Hongkong	-	101 833
Other countries		968 969
	5 216 686	5 252 363

(2) Production expenses for sold goods

This item presents costs related to reaching the net turnover – costs of goods or services in the production or purchase cost price and costs related to the purchase of goods/ services.

	2012	2011
	LVL	LVL
Investment gold, recycled materials of other precious metals and containing precious metals	4 784 748	4 822 691
Service costs	10 176	23 741
Transportation of goods	1 218	5 165
Payroll	51 212	49 878
Reserves for leave	1 982	2 044
Statutory social insurance dues	12 337	12 515
Commercial risk due	30	28
Non-deductible VAT	932	282
Other external expenses	109 649	-
	4 970 284	4 916 344

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(3) Cost of sales

	2012	2011
	LVL	LVL
Advertisement costs	14 210	13 351
Insurance payments	4 002	4 221
Household costs	1 312	1 058
Business trip costs	5 995	8 281
Office rent and utilities' costs	24 587	12 656
Depreciation of fixed assets	12769	6 718
Sales of current assets	8960	
Training of employees	368	240
Other sales costs	363	1 748
Lithuanian branch expenses	170 660	30 546
	243 226	78 819

(4) Administrative expenses

	2012	2011
	LVL	LVL
Legal advice	17 120	16 674
Accountancy service	7 064	3 370
Annual Report and Audit Services	2 000	1 600
Communication costs	3 203	3 160
Office costs	8 192	12 955
Cash turnover extra costs	9 672	13 237
Transport costs	9 151	7 853
Representation costs	1 612	1 310
	58 014	60 159

(5) Other interest income and similar income

	2012	2011
	LVL	LVL
Interest income	457	762
Income from currency exchange reate fluctuations	1 826	-
Revenues from property revaluation	130 880	-
Other income	934	1 924
	134 097	2 686

(6) Interest payments and similar expenditures

	2012	2011
	LVL	LVL
Paid interest	30 197	61 065
Loss from exchange rate fluctuations	8 243	
Paid penalty fees	47 299	8
Other costs	15 195	8 606
	100 934	69 679

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(7) Intangible assets

	Software LVL	Total LVL
Initial value		
31.12.2010	2 749	2 749
Purchase value	-	-
31.12.2011	2 749	2 749
Purchase value	-	-
31.12.2012	2 749	2 749
Depreciation		
31.12.2010	1 843	1 843
Calculated for 31.12.2011	633	633
31.12.2011	2 476	2 476
Calculated for 31.12.2012	192	192
31.12.2012	2 668	2 668
Book value as on 31.12.2012	273	273
Book value as on 31.12.2012.	81	81

(8) Fixed assets

	Land, buildings, structures and other facilities LVL	Other fixed assets and inventory LVL	Total LVL
Initial value			
31.12.2010.	-	51 300	51 300
Purchased	-	29 902	29 902
Adjustment	-	(18)	(18)
31.12.2011.	-	81 184	81 184
Purchased	673 019	38 141	711 160
Adjustment	-	(288)	(288)
Excluded	-	(8 960)	(8 960)
31.12.2012.	673 019	110 077	783 096
Depreciation			
31.12.2010.	-	38 630	38 630
Calculated for 2011	-	6 566	6 566
31.12.2011.	-	45 196	45 196
Calculated for 2012	-	12 769	12 769
31.12.2012.	-	57 965	57 965
Net book value as at 31.12.2011	-	35 988	35 988
Net book value as at 31.12.2012	673 019	52 112	725 1

* Property at Visbijas prospekts 47, cadastre number 01000940217, the cadastral value (LVL) 145 476;

* Slokas iela 106, cadastre number 01000670244, the cadastral value (LVL) 158 763;

* Babītes parish., Dana, cadastre number 80480020004, the cadastral value (LVL) 1862

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(9) Investments in subsidiaries

Book value as at 31.12.2011.	LVL 234 385
Purchase in 2012.	
Liquidation or sales in 2012.	234 200
Dividends calculated 2012	
Foreign exchange rate fluctuations due to foreign investment revaluation	
Book value as at 31.12.2012.	185

Company name	Number of shares owned on 31.12.2012	Purchase value LVL	Investment balance value 31.12.2012 LVL	Subsidiary's equity value 31.12.2012 LVL	Profits of a subsidiary during the year LVL
	%				
Russian company GoldInvest Asset Management OOO, Moscow, registration No770201001	100	185	185	(41 951)	(41 777)
	x	185	185	(41 951)	(41 777)

(10) Loans to affiliated undertakings

Book value as at 31.12.2011.	LVL 273 934			
Amount lent in 2012.				
Amounts repaid in 2012.				
Value adjustments as at 31.12.2012.	-			
Loan outstanding value as at 31.12.2012.	273 934			
Book value as at 31.12.2012.	273 934			
Loans by currency:	2012.		2011.	
	Currency	LVL	Currency	LVL
LVL		273 934		273 934
		273 934		273 934

As a result of cession, the Company overtook the residual debt from another legal entity "VEF Komunikāciju Serviss" Ltd in the amount of LVL 273 934 issued by founder of the Company Barrow Consulting Ltd. Pursuant to conditions of loan contract and agreement, the interest-free debt should be repaid by 2014. The loan is not subject to loan guarantee.

(11) Other securities and capital investments

Book value as at 31.12.2011.	LVL 484 861
Purchase in 2012	
Liquidation or sale in 2012	(484 861)

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Dividends calculated for year 2012
Accrued losses due to revaluation as at 31.12.2012.

Book value as at 31.12.2012. -

(12) Reserves

	2012	2011
	LVL	LVL
Investment gold, recycled materials of other precious metals and materials containing precious metals	69 287	352 816
Advance payments for goods	30 576	2 004
	<u>99 863</u>	<u>354 820</u>

(13) Trade and other receivables

	2012	2011
	LVL	LVL
Book value of trade receivables	989 818	599 966
	<u>989 818</u>	<u>599 966</u>

(14) Other debtors

	2012	2011
	LVL	LVL
Non-cash payments	884	64
Payments to other debtors	21 365	8 751
Overpaid taxes (see Note 25)	38 022	11 168
	<u>60 271</u>	<u>19 983</u>

(15) Deferred expenses

	2012	2011
	LVL	LVL
Deferred expenses	2 304	2 108
	<u>2 304</u>	<u>2 108</u>

(16) Cash

	2012	2011
	LVL	LVL
Cash at bank	495	5 549
Cash in hand	3 004	7 405
	<u>3 499</u>	<u>12 954</u>

(17) Equity capital

On 30 December 2012, the equity capital of the Company was registered in amount of LVL 855 000, consisting of 855 000 ordinary dematerialized registered shares with the nominal value of LVL 1 each.

(18) Other accruals

	2012	2011
	LVL	LVL
Accruals for unused annual leave	3 982	14 619
Accruals for payable taxes	45 783	2 803
	<u>49 765</u>	<u>17 422</u>

(19) Long-term share of the loans

	2012	2011
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	LVL	LVL
Credit facility from shareholder non-resident*	260 652	190 633
Loans from credit institutions non-current portion	5 173	5 173
	260 652	195 806

A contract on credit facility was concluded with JSC "SEB banka" on 21st July 2008. As of 31 December 2012, the credit spent amounts to LVL 242 514. The repayment term of the credit facility is 20 July 2013, and its annual interest rate is a 3-month EURIBOR + 4%. The guarantor of the liabilities is a real estate at Visbijas prospekts 47, Rīga, on which mortgage has been consolidated.

(20) Loans from credit institutions

	2012	2011
	LVL	LVL
SEB JSC credit facility	-	249 267
SEB JSC credit	-	7 761
	-	257 8

(21) Other loans

	2012	2011
	LVL	LVL
Loan from a resident of Latvia – a physical entity	197 919	136 762
Loan from a resident of Latvia – a legal entity *	62 573	57 189
Loan from a resident of Latvia – a legal entity **	5 460	38 218
	265 952	266 002

* A Credit Contract with SIA „Nekustamā īpašuma Projektu aģentūra” (Ltd.) was signed on the 8 January 2008 about the loan in amount of EUR 240 000. The loan repayment term is 28 May 2013, the annual interest rate is 10% a year of the loan amount. The loan has not been ensured by any collateral. The principal amount on the year-end is LVL 57 189.

**The credit line agreement entered on 25 September 2000, amended on 24 April 2006 for the amount of credit facility for USD 1.5 million, with a maturity until 1 October 2015 and the annual rate of 3%. As of the year-end the principal amount is EUR 190 633.

(22) Taxes and mandatory state social insurance contributions

	VAT	State social insurance contributions	Personal income tax	CIT	Commercial risk fee	Penalties	Total
	LVL	LVL	LVL	LVL	LVL	LVL	LVL
Overpaid							
31.12.2011	1 164	-	-	-	5	-	11169
Debt							
31.12.2011	-	2 581	1 928	20 617	-	-	25 126
Calculated for 2012.	(36 460)	17 814	8 877	6 258	29	31435	
Paid in 2012	-	12 127	6 106	3 394	22	-	
Late payment penalty charged in 2012	170	156	163	3655	-	-	

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Transferred to other taxes, refunded in 2012	9 772	(148)	-	(972)	-	-
Overpaid 31.12.2012.	38 022	-	-	-	-	38 022
Debt 31.12.2012.	-	2 581	1 928	20 617	-	25 126

*The fines charged by State Revenue Service are included in the Balance Sheet item Other provisions.

(23) Other creditors

	2012	2011
	LVL	LVL
Other creditors	65 584	7 330
	<u>65 584</u>	<u>7 330</u>

(24) Average number of employees in the Company

	2012	2011
Average number of employees in the accounting year in Latvia	10	9
Average number of employees in the accounting year in Lithuania branch	2	2
	<u>12</u>	<u>11</u>

(25) Personnel costs

	2012	2011
	LVL	LVL
Payroll and accruals for annual leave	51 211	51 920
Mandatory state social insurance contributions	12 337	12 515
Commercial risk fee	29	28
	<u>63 577</u>	<u>64 463</u>

Personnel costs of Lithuanian Subsidiary

	2011	2010
	LVL	LVL
Payroll and accruals for annual leave	20 679	15788
Mandatory state social insurance contributions	4 892	4892
	<u>25 571</u>	<u>20680</u>

Management remuneration

	2011	2010
	LVL	LVL
Payroll	12 092	13191
Mandatory state social insurance contributions	2 913	3178
Commercial risk fee	6	6
	<u>15 011</u>	<u>16375</u>

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(26) Transactions with related parties

Entity related to the Company	Sold products and rendered services LVL	Purchased products and services LVL	Debts to related entities LVL	Debts of related entities LVL
Barrow Consulting LLC	945 575	-	5 460	-
Pēteris Avotiņš	-	-	183 642	-
Total	945 575	-	189 102	-

(27) Other information

Shares of “Goldinvest Asset Management” JSC are being quoted on the alternative share market NASDAQ OMX Riga First North since 22 March 2011.

Short title of issuer	GAM
Exchange code	GAM1R
Nominal value	1,00 LVL
Total number of securities	855 000

(28) Remuneration of auditor

The remuneration of the auditor for auditing the Annual Report 2012 is LVL 2000 (In year 2011 – LVL 1600). The auditor has not provided any other services.



Jānis Lāma
Member of the Board

In Riga, 17 April, 2013



SIA "Auditorfirma "Gramatvedis""

Vienotais reģ. Nr.42803007531, zvērinātu revidentu komercsabiedrības licence Nr.37

Juridiskā adrese: Brīvības iela 58, Rīga, LV-1011

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Tālruni

Fakss

67286277, 67286396

67286092

NEATKARĪGU REVIDENTU ZIŅOJUMS

AS „GOLDINVEST ASSET MANAGEMENT” akcionāriem

Ziņojums par finanšu pārskatu

Mēs esam veikuši pievienotajā AS „GOLDINVEST ASSET MANAGEMENT” 2012. gada pārskatā ietvertā finanšu pārskata, kas atspoguļots no 6. līdz 21. lappusei, revīziju. Revidētais finanšu pārskats ietver 2012. gada 31. decembra bilanci, 2012. gada peļņas vai zaudējumu aprēķinu, pašu kapitāla izmaiņu pārskatu un naudas plūsmas pārskatu, kā arī nozīmīgu grāmatvedības uzskaites principu kopsavilkumu un citu paskaidrojošu informāciju pielikumā.

Vadības atbildība par finanšu pārskata sagatavošanu

Vadība ir atbildīga par šī finanšu pārskata sagatavošanu un tajā sniegtās informācijas patiesu atspoguļošanu saskaņā ar Latvijas Republikas Gada pārskatu likumu, kā arī par tādu iekšējo kontroli, kādu vadība uzskata par nepieciešamu, lai nodrošinātu finanšu pārskata, kas nesatur ne krāpšanas, ne kļūdu izraisītas būtiskas neatbilstības, sagatavošanu.

Revidentu atbildība

Mēs esam atbildīgi par atzinumu, ko, pamatojoties uz mūsu veikto revīziju, izsakām par šo finanšu pārskatu. Mēs veicām revīziju saskaņā ar Starptautiskajiem revīzijas standartiem. Šie standarti nosaka, ka mums jāievēro ētikas prasības un jāplāno un jāveic revīzija tā, lai iegūtu pietiekamu pārliecību par to, ka finanšu pārskatā nav būtisku neatbilstību.

Revīzija ietver procedūras, kas tiek veiktas, lai gūtu revīzijas pierādījumus par finanšu pārskatā uzrādītajām summām un atklāto informāciju. Procedūras tiek izvēlētas, pamatojoties uz revidentu profesionālu vērtējumu, ieskaitot krāpšanas vai kļūdu izraisītu būtisku neatbilstību riska novērtējumu finanšu pārskatā. Veicot šo riska novērtējumu, revidenti ņem vērā iekšējo kontroli, kas izveidota, lai nodrošinātu finanšu pārskata sagatavošanu un tajā sniegtās informācijas patiesu atspoguļošanu, ar mērķi noteikt apstākļiem piemērotas revīzijas procedūras, bet nevis lai izteiktu atzinumu par kontroles efektivitāti. Revīzija ietver arī pielietoto grāmatvedības uzskaites principu un vadības veikto grāmatvedības aplēšu pamatoības izvērtējumu, kā arī finanšu pārskata vispārējā izklāsta izvērtējumu.

Uzskatām, ka mūsu iegūtie revīzijas pierādījumi ir pietiekami un atbilstoši mūsu revidentu atzinuma izteikšanai.

Atzinums

Mūsaprāt, iepriekš minētais finanšu pārskats sniedz patiesu un skaidru priekšstatu par AS „GOLDINVEST ASSET MANAGEMENT” finansiālo stāvokli 2012. gada 31. decembrī, kā arī par tās darbības finanšu rezultātiem un naudas plūsmām 2012. gadā saskaņā ar Latvijas Republikas Gada pārskatu likumu.

Ziņojums par citu juridisko un regulējošo prasību izpildi

Mēs esam iepazinušies arī ar vadības ziņojumu par 2012. gadu, kas atspoguļots pievienotā 2012. gada pārskata 4. - 5. lappusēs, un neesam atklājuši būtiskas neatbilstības starp šajā vadības ziņojumā un 2012. gada finanšu pārskatā atspoguļoto finanšu informāciju.

SIA „Auditorfirma „Grāmatvedis”
Licence Nr. 37



Aivars Voicišs
Valdes loceklis

A handwritten signature in black ink, appearing to read 'Aivars Voicišs'.

A handwritten signature in black ink, appearing to read 'Jānis Meziels'.

Jānis Meziels
LR zvērināts revidents
Sertifikāts Nr. 127

Rīgā,
2013.gada 17.aprīlī