

Joint-Stock Company
"Liepājas Metalurģs "
Reg.Nr. 40003014197

Quarterly Report
(non-audited)

For 9 months of the year 2011

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INFORMATION ON THE COMPANY

1. Full name of the Company: Joint-Stock Company "Liepājas Metalurģs"
2. Legal status of the Company: Public Joint-Stock Company
3. Registration number of the State
Registration, place, date: 40003014197
The Republic of Latvia Commercial Register,
August 7, 2003
4. Taxpayer registration number: LV40003014197
5. Legal address of the Company: Brīvības street 93, Liepāja, LV-3401, LATVIA
6. Office address and phone number: Brīvības street 93, Liepāja, LV-3401, LATVIA
Phone: +371 634 55921
7. Type of business activity: Steel production
8. Accounting period: 2011, 9 months
9. Director: Leons Ptičkins
Position:
Managing Director and a Member of the Board
10. Information on the major stockholders: The biggest stockholders are:
Sergejs Zaharjins
Proportion (%) of stocks (shares) 49%
Ilja Segals
Proportion (%) of stocks (shares) 21%
Kirovs Lipmans
Proportion (%) of stocks (shares) 20%
11. Council: Sergejs Zaharjins
Aleksejs Zaharjins
Kirovs Lipmans
Māris Pomerancis
Guntis Vilmītis
Andris Deniņš
12. Members of the Board: Valērijs Terentjevs
Ilja Segals
Leons Ptičkins
13. The name of the bank, code, operating
account number: AS SEB banka, UNLALV2X
LV96UNLA 0012002467028
14. Chief Accountant: Ligita Bērzupe
15. Average number of employees: 2177

**JOINT-STOCK COMPANY "LIEPĀJAS METALURĢS"
MANAGEMENT STATEMENT REGARDING
THE FINANCIAL STATEMENTS FOR 9 MONTHS OF 2011.**

The Company's profit from business activities in the reporting period was 2.4 million LVL (EUR 3.4 mill.), which was a loss of 7.4 million LVL (EUR 10.48 mill.) in the 9 months of 2010. Profit increase was associated with the 26.2% price increase of product sold compared to the same reporting period a year earlier. The prior steel melting practice with production of the semi-finished product was replaced by the purchased material, therefore, also production cost increased by 16.5% compared to the previous year 9 months period.

The Net turnover in the reporting period was 159.8 million LVL (EUR 227.4 mill.).

The new equipment is being tested at the Joint-Stock Company "Liepājas Metalurģs" There were 33.1 million LVL (EUR 47.09 mill.) invested in the meltshop modernization during the reporting period, including long-term loan in amount of LVL 29.03 million (EUR 41.3 mill.).

In 9 months 2011, there were LVL 0.74 million (EUR 1.05 mill.) were used for acquisition and commissioning of certain fixed assets and LVL 4.15 million (EUR 5.9 mill.) were invested in the maintenance and modernization of fixed assets.

In the name of the JSC "Liepājas Metalurģs"

Chairman of the Board _____ V.Terentjevs

STATEMENT REGARDING THE MANAGEMENT RESPONSIBILITY

The JSC "Liepājas Metalurģs" (in this text – the Company) Council and Board are responsible for the preparation of the Company financial statement.

The Financial Statement represents the true picture for the Company financial position as of September 30, 2011 as well as the results of its operations and cash flow for 9 months of the year 2011. The above-mentioned financial statements are prepared in accordance with the requirements of the International Accounting Standards for the financial statements, which are acceptable in the European Union. During the preparation of the financial statements the management:

- has been using and applying the appropriate accounting methods
- has been issuing justified and conservative conclusions and estimates
- has been adhering in accordance with the principle of the management's continuation.

In the name of the JSC "Liepājas Metalurģs"

Chairman of the Board _____ V.Terentjevs

STATEMENTS OF FINANCIAL POSITION

for 9 months of the year 2011

ASSETS	Enclosure Number	As of 30.09.2011.		As of 30.09.2010.	
		LVL	EUR	LVL	EUR
1.LONG-TERM INVESTMENTS					
I. Intangible investments					
1. Other intangible investments		29877	42511	45802	65170
2. Advance payments for intangible investments		0	0	0	0
I. TOTAL:		29877	42511	45802	65170
II. Fixed assets					
1. Land, buildings and constructions and long-term sites					
1. Land, buildings and constructions and long-term sites		49460117	70375406	50177820	71396606
2. Long-term investments in rent fixed assets		282756	402326	0	
3. Technological equipment and machinery		21886040	31141029	26012109	37011897
4. Other fixed assets and inventory		1351941	1923639	1920597	2732763
5. Fixed assets formation and costs of unfinished construction sites		68256606	97120401	24656909	35083621
6. Advance payments for fixed assets		250510	356444	29640	42174
II. TOTAL:		141487970	201319244	102797075	146267060
III. Investment properties					
1. Investment properties		4922000	7003375	5009000	7127165
IV. Long-term financial investments					
1. Share in the related companies (subsidiaries)		9071006	12906879	9069006	12904033
2. Loans to the related companies (subsidiaries)		41260	58708	41260	58708
3. Share in the capital of associated companies		1522559	2166406	741218	1054658
4. Loans to the associated companies		81500	115964	0	0
IV. TOTAL:	1	10716325	15247957	9851484	14017399
Section 1 total amount:		157156172	223613087	117703361	167476794
2. CURRENT ASSETS					
I. Stock (Inventories)					
1. Raw materials, basic and auxiliary materials		13863168	19725511	13693558	19484178
2. Unfinished products, Work-in-Process		220950	314384	2015007	2867097
3. Finished products and goods for sales		52456674	74639123	19374136	27566912
4. Incompleted orders		223475	317976	188379	268039
5. Advance payments for goods		1609588	2290237	1299871	1849550
I. TOTAL:		68373855	97287231	36570951	52035775
II. Accounts receivable (Debtors)					
1. Trade accounts receivable		2810191	3998542	1069160	1521278
2. Debt of related companies (subsidiaries)		538869	766742	338160	481158
3. Debt of associated enterprises		43593	62027	34433	48994
4. Other debtors (accounts receivable)		1198624	1705488	1523069	2167132
5. Prepaid expenses		53549	76193	75025	106751
II. TOTAL:	2	4644826	6608992	3039847	4325313
III. Short-term financial investments					
III. TOTAL:		0	0	0	0
IV. Cash		2383795	3391835	4962920	7061599
IV. TOTAL:		2383795	3391835	4962920	7061599
Section 2 total amount		75402476	107288058	44573718	63422687
TOTAL ASSETS		232558648	330901145	162277079	230899481

LIABILITIES AND SHAREHOLDERS' EQUITY	Enclosure Number	As of 30.09.2011.		As of 30.09.2010.	
		LVL	EUR	LVL	EUR
1. SHAREHOLDERS' EQUITY					
1. Share capital (fixed capital)		16981033	24161833	16981033	24161833
2. Long-term investments revaluation reserve		43870248	62421739	46834113	66638939
3. Reserves: a) reserves stipulated by law		0	0	0	0
3. Reserves: b) other reserves		44524829	63353124	44524829	63353124
TOTAL:		44524829	63353124	44524829	63353124
4. Retained earnings					
a) undistributed profit from the previous years		-19123497	-27210285	-12429482	-17685560
4. Retained earnings					
b) undistributed profit of the reporting year		2384308	3392565	-7368100	-10483862
section 1 total amount:		88636921	126118976	88542393	125984475
2. PROVISIONS					
1. Provisions for anticipated taxes		1470350	2092120	1321598	1880465
2. Other provisions		821000	1168178	830000	1180984
section 2 total amount:		2291350	3260297	2151598	3061448
3. LIABILITIES (Accounts Payable)					
I. Long-term Creditors (Accounts Payable).					
1. Loans from credit institutions		54465412	77497299	21163045	30112300
2. Other loans		33711	47966	0	0
I. TOTAL:		54499123	77545266	21163045	30112300
II. Short-term Creditors (Accounts payable)					
1. Loans from credit institutions		16629045	23660999	10026905	14267000
2. Other loans		0	0	711755	1012736
3. Advance payments received from customers		37231818	52976104	25754570	36645452
4. Suppliers and contractors trade account payable		31695532	45098679	12103833	17222203
5. Accrued liabilities (Payable bills of exchange)		0	0	0	0
6. Payable (debt) to related companies (subsidiaries)		147966	210537	333903	475101
7. Payable (debt) to associated companies		242067	344430	30327	43151
8. Taxes and state social insurance payments		596586	848865	719454	1023691
9. Other liabilities		588240	836990	739296	1051923
II. TOTAL:		87131254	123976605	50420043	71741258
Section 3 total amount:		141630377	201521871	71583088	101853558
TOTAL LIABILITIES AND EQUITY		232558648	330901145	162277079	230899481

In the name of the JSC "Liepājas Metalurģs"

Chairman of the Board _____ V.Terentjevs

STATEMENTS OF COMPREHENSIVE INCOME

for 9 months of the year 2011

No.	Parameter designation	Enclosure Number	As of 30.09.2011.		As of 30.09.2010.	
			LVL	EUR	LVL	EUR
1	Net turnover	5, 6	159848508	227443936	151085246	214974938
2	Production costs of goods sold	7	-151481636	-215538950	-150380301	-213971891
3	Gross profit or loss (from turnover)		8366872	11904986	704945	1003046
4	Sales costs	8	-2877285	-4094008	-4522363	-6434743
5	Administration costs	9	-3230312	-4596320	-3300132	-4695665
6	Other operating income	10	6609334	9404235	2135780	3038941
7	Other operating costs	11	-5850398	-8324366	-1737696	-2472519
8	Interest income and other similar income	12	36096	51360	19060	27120
9	Interest payments and similar expenses		-458220	-651988	-469592	-668169
10	Profit or loss before extraordinary items and taxes		2596087	3693900	-7169998	-10201988
11	Profit or loss before taxes		2596087	3693900	-7169998	-10201988
12	Other taxes		-211779	-301334	-198102	-281874
13	Reporting period profit or loss after taxes		2384308	3392565	-7368100	-10483862

The JSC "Liepājas metalurģs" demonstrated profit at the rate of 0,14 LVL (EUR 0,20) per share.

In the Financial Statements the LVL amounts were converted into EUR by applying the Bank of Latvia exchange rate at EUR 0.702804 (divide).

In the name of the JSC "Liepājas Metalurģs"

Chairman of the Board _____ V. Terentjevs

CASH FLOW STATEMENT (by direct method) for 9 months of the year 2011

	As of 30.09.2011.		As of 30.09.2010.	
	LVL	EUR	LVL	EUR
OPERATING CASH FLOW				
Cash received from buyers	157745522	224451657	156045189	222032301
Cash received from other business activities	26093185	37127257	815300	1160067
VAT overpayment received	738298	1050503	10746460	15290835
Bank interest received	36159	51450	19462	27692
Cash paid to suppliers and employees	-154586499	-219956772	-173374318	-246689430
Cash received from the core business activity	30026665	42724095	-5747907	-8178535
Interest payment	-518700	-738044	-469592	-668169
Corporate income tax payment	0	0	0	0
Other tax payments	-690044	-981844	-996223	-1417498
Net cash flow from the core business activity	28817921	41004207	-7213722	-10264202
CASH FLOW FROM INVESTMENT ACTIVITIES				
Acquisition of fixed assets	-6701641	-9535576	-2717648	-3866865
Sale of fixed assets and intangible assets	3744	5327	4840	6887
Investments in related companies	-522616	-743616	0	0
Net cash flow from investment operations	-7220513	-10273864	-2712808	-3859978
CASH FLOW FROM FINANCING ACTIVITIES				
Short-term borrowings in net value (credit line)	-21141750	-30082000	10608472	15094496
Paid liabilities for financial leasing	-124227	-176759	0	0
Loans to associated companies	-81500	-115964	0	0
Repayment of loans and interests from related companies	1218	1733	1714	2439
Costs not associated with operating activities	-1024981	-1458417	-752506	-1070720
Net cash flow from financial activities	-22371240	-31831407	9857680	14026215
Result of foreign currency exchange rate fluctuations	-441076	-627595	297144	422798
Net growth of cash and its equivalents	-1214908	-1728658	228294	324833
Cash and its equivalents at the beginning of accounting period	3598703	5120493	4734626	6736766
Cash and its equivalents at the end of accounting period	2383795	3391835	4962920	7061599

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY, LVL

	Share capital	Revaluation reserve of long-term investments	Reserves stated by Statute	Other reserves	Retained Earnings of the reporting year	Retained Earnings of the previous year	Equity capital TOTAL
	LVL	LVL	LVL	LVL	LVL	LVL	LVL
As of 01.01.2010.	16981033	49907552	0	44524829	-12429482	0	98983932
Previous year profit put in reserves					12429482	-12429482	0
Undistributed profit of the reporting period					-6694016		-6694016
Reserves distribution							0
Increase of revaluation reserve							0
Written-off revaluation reserve		-3991283					-3991283
As of 31.12.2010.	16981033	45916269	0	44524829	-6694016	-12429482	88298633
Previous year profit put in reserves					6694016	-6694016	0
Undistributed profit of the review period					2384308		2384308
Increase of fixed capital							0
Increase of revaluation reserve							0
Written-off revaluation reserve		-2046021					-2046021
As of 30.09.2011.	16981033	43870248	0	44524829	2384308	-19123498	88636920

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY, EUR

	Share capital	Revaluation reserve of long-term investments	Reserves stated by Statute	Other reserves	Retained Earnings of the reporting year	Retained Earnings of the previous years	Equity capital TOTAL
	EUR	EUR	EUR	EUR	EUR	EUR	EUR
As of 01.01.2010.	24161833	71012049	0	63353124	-17685560	0	140841447
Previous year profit put in reserves					17685560	-17685560	0
Undistributed profit of the reporting period					-9524727		-9524727
Reserves distribution							0
Increase of revaluation reserve							0
Written-off revaluation reserve		-5679084					-5679084
As at 31.12.2010.	24161833	65332965	0	63353124	-9524727	0	125637636
Previous year profit put in reserves					9524727	-9524727	0
Undistributed profit of the review period					3392565		3392565
Increase of fixed capital							0
Increase of revaluation reserve							0
Written-off revaluation reserve		-2911226					-2911226
As of 30.09.2011.	24161833	62421739	0	63353124	3392564	-9524726.7	126118975

ENCLOSURES TO THE 9 MONTH QUARTERLY REPORT ENCLOSURES TO FINANCIAL POSITION

1. Investment changes

Long-Term Financial Investment (LVL)

Company Name, Address, Registration Number	As of 30.09.2011.			
	Share capital	Ownership in %	Ownership in LVL	The investment carrying value LVL
Related Companies (Subsidiaries)				
LSEZ JSC "Liepājas osta LM" (Liepāja's Port LM) Sliežu iela 7/1, Liepāja; 40003154754	8143056	95.17	7749206	7749206
"Sports Club Liepājas metalurģs", Ltd. Brīvības iela 93, Liepāja; 40003348213	2000	95	1900	1900
"Ice-Hockey Hall "Liepājas metalurģs"", Ltd. Brīvības iela 93, Liepāja; 40003421648	2000	95	1900	1900
"Rūķis LM", Ltd. Vānes iela 25, Liepāja; 42103038147	1316000	100	1316000	1316000
"LM Resurss", Ltd. Brīvības iela 93, Liepāja; 42103055448	2000	100	2000	2000
Total Investments in Related Companies, LVL			9071006	9071006
Associated Companies				
"Elme Messer Metalurģs", Ltd. Brīvības iela 93, Liepāja; 40003461570	5100272	18.69	952559	952559
JSC "Sātiņi Energo LM" Brīvības iela 93, Liepāja; 42103037207	900000	50	450000	450000
"Metalurģs & Duna", Ltd. Spīķera iela 19/23, Liepāja; 42103019610	240000	50	120000	120000
Total Investments in Associated Companies, LVL			1522559	1522559

All investments in related and associated companies are recorded in the balance sheet at their acquisition value.

Long-Term Financial Investment (EUR)

Company Name, Address, Registration Number	As of 30.09.2011.			
	Share capital	Ownership in %	Ownership in EUR	The investment carrying value EUR
Related Companies (Subsidiaries)				
JSC "Liepājas osta LM" (Liepāja's Port LM) Sliežu iela 7/1, Liepāja; 40003154754	11586525	95.17	11026127	11026127
"Sports Club Liepājas metalurģs", Ltd. Brīvības iela 93, Liepāja; 40003348213	2846	95	2703	2703
"Ice-Hockey Hall "Liepājas metalurģs"", Ltd. Brīvības iela 93, Liepāja; 40003421648	2846	95	2703	2703
"Rūķis LM", Ltd. Vānes iela 25, Liepāja; 42103038147	1872499	100	1872499	1872499
"LM Resurss", Ltd. Brīvības iela 93, Liepāja; 42103055448	2000	100	2846	2846
Total Investments in Related Companies, EUR			12906879	12906879
Associated Companies				
"Elme Messer Metalurģs", Ltd. Brīvības iela 93, Liepāja; 40003461570	7257033	18.69	1355369	1355369
JSC "Sātiņi Enerģo LM" Brīvības iela 93, Liepāja; 42103037207	1280585	50	640292	640292
"Metalurģs & Duna", Ltd. Spīķera iela 19/23, Liepāja; 42103019610	341489	50	170745	170745
Total Investments in Associated Companies, EUR			2166406	2166406

All investments in related and associated companies are recorded in the balance sheet at their acquisition value.

Long-Term Financial Investments: 9 months 2011 Movement Report (LVL)

	capital of related companies (subsidiaries)	capital of associated companies	Long-Term Loans
Beginning value on 31.12.2010.	9069006	1015343	41260
Invested (loans provided)	2000	520216	81500
Moved to another item (or written-off)	0	-13000	0
The balance on 30.09.2011.	9071006	1522559	122760

Long-Term Financial Investments: 9 months 2011 Movement Report (EUR)

	Share in the capital of related companies (subsidiaries)	Share in the capital of associated companies	Long-Term Loans
Beginning value on 31.12.2010.	12904033	1444703	58708
Invested (loans provided)	2846	740201	115964
Moved to another item (or written-off)	0	-18497	0
The balance on 30.09.2011.	12906879	2166407	174672

2. Accounts receivable (debtors)

DEBTORS	As of 30.09.2011.		As of 30.09.2010.	
	LVL	EUR	LVL	EUR
Customers and affiliated companies debts	3392653	4827310	1441753	2051430
Incl. Debts of buyers and customers	2810191	3998542	1035449	1473311
Incl. Debts of buyers with factoring activities	0	0	33711	47966
Incl. Debts of related companies (subsidiaries)	538869	766742	338160	481158
Incl. Debts of associated enterprises (doubtful debtors debt)	43593	62027	34433	48994
	/386137/	/555298/	/128098/	/182267/
Other debtors	1198624	1705489	1523069	2167132
Incl. Accrued and unpaid VAT	14838	21113	57542	81875
Incl. Advance payments	191	272	2355	3351
Incl. VAT budget overpayments	1099778	1564843	1275993	1815574
Incl. Debt for caused damages to the enterprise	0	0	93322	132785
Incl. Various debtors	52392	74547	16137	22961
Incl. Overpaid salaries	8	11	113	161
Incl. Advance prepayment for services	30492	43386	53586	76246
Incl. Advance prepayment for Corporate income tax	825	1174	13495	19202
Incl. Overpaid taxes	100	142	526	748
Incl. Security deposit	0	0	10000	14229
Future periods payments	53549	76193	75025	106751
Incl. Press expenses	3434	4886	5052	7188
Incl. Miscellaneous	3535	5030	12425	17679
Incl. Property insurance	46580	66277	57548	81883
Total Debtors:	4644826	6608992	3039847	4325313

3. PROVISIONS

	Provisions for anticipated vacations (4318)		Provisions for doubtful debtors (4319)		Tax provisions	
	LVL	EUR	LVL	EUR	LVL	EUR
On 31.12.2010	821000	1168178	390266	555298	1470350	2092120
Written-off as bad debt	0	0	-8227	-11706	0	0
On 30.09.2011	821000	1168178	382039	543593	1470350	2092120

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*

Doubtful debtors and provisions for doubtful debtors balance each other in the balance statement.

4. Accounts payable (creditors)

CREDITORS	As of 30.09.2011.		As of 30.09.2010.	
	LVL	EUR	LVL	EUR
Long-term borrowings from credit institutions	54465412	77497299	21163045	30112300
Other long-term borrowings (factoring)	33711	47966	0	0
Short-term borrowing from credit institutions (credit line)	16629045	23660999	10026905	14267000
Advance payments (residents)	106947	152172	341944	486542
Advance payments (non residents)	37124871	52823932	25412626	36158909
Other borrowing (factoring)	0	0	620380	882721
(individuals)	0	0	91375	130015
Debts to suppliers and contractors	31695532	45098679	12103833	17222203
Incl. Materials and gas	19074429	27140467	5391699	7671697
Incl. Services	7050991	10032656	1166151	1659283
Incl. Scrap, various services related to scrap delivery, processing	5188685	7382834	5521325	7856138
Incl. Fixed assets	380276	541084	22045	31367
Incl. Medical department creditors	1151	1638	2524	3591
Incl. Other Creditors	0	0	89	127
Debts to related enterprises (subsidiaries)	147966	210537	333903	475101
Debts to associated enterprises	242067	344430	30327	43151
Accrued liabilities	0	0	0	0
Taxes and social insurance payments	596586	848865	719454	1023691
Incl. State tax	570	811	581	827
Incl. Residents' Income tax	204841	291462	270605	385036
Incl. Social Security tax	379617	540146	422410	601035
Incl. Nature resources tax	11558	16446	25858	36793
Other creditors (liabilities)	588240	836990	739296	1051923
Incl. Payments for salaries	556471	791787	703619	1001160
Incl. Deductions from salaries	31749	45175	35677	50764
Incl. Settlement parties	20	28	0	0
Total Creditors:	141630377	201521871	71583088	101853558

ENCLOSURES TO PROFIT AND LOSS STATEMENT

5. Net turnover (revenue) by products

Product Description	As of 30.09.2011.		As of 30.09.2010.	
	LVL	EUR	LVL	EUR
Rolled steel	158089297	224940804	149797125	213142106
Castings	172280	245132	63389	90194
Wire	781	1111	0	0
Crushed slag	575811	819305	179695	255683
Services	269915	384054	290531	413388
Sold steam, gCal	4961	7059	17122	24362
Medical department	647745	921658	652732	928754
Transportation services	87718	124811	84652	120449
TOTAL	159848508	227443936	151085246	214974938

6. Net turnover by geographic markets

Market	As of 30.09.2011.		As of 30.09.2010.	
	LVL	EUR	LVL	EUR
European Union countries	124598840	177288177	74022377	105324354
Other third countries	35249668	50155759	77062869	109650584
Total	159848508	227443936	151085246	214974938

7. Production costs of sold goods

Cost Description	As of 30.09.2011.		As of 30.09.2010.	
	LVL	EUR	LVL	EUR
Materials	134232966	190996303	130737359	186022503
Salaries and wages	7289434	10371930	7733331	11003539
Social benefits deductions	1724784	2454147	1817232	2585688
Depreciation	2973412	4230784	4337066	6171089
Other costs	5261040	7485786	5755313	8189073
Total	151481636	215538950	150380301	213971891

8. Sales costs

Cost Description	As of 30.09.2011.		As of 30.09.2010.	
	LVL	EUR	LVL	EUR
Packing materials	31893	45380	65308	92925
Transportation costs	1570103	2234055	842579	1198882
Freight	184999	263230	1469424	2090802
Port handling charges	708268	1007775	1536959	2186896
Advertising and marketing costs	28686	40817	22017	31327
Other sales costs (insurance, storage/warehousing, depreciation, and other)	341939	486535	526894	749703
Costs related to factoring	9678	13771	15289	21754
Costs related to L/C	1719	2446	43893	62454
Total	2877285	4094008	4522363	6434743

9. Administration costs

Costs Description	As of 30.09.2011.		As of 30.09.2010.	
	LVL	EUR	LVL	EUR
Salaries and social costs	1887159	2685185	2146449	3054122
Communication costs	41978	59729	51833	73752
Office supplies and office maintenance costs	667828	950234	623279	886846
Legal, auditing, translation fees	73264	104245	51925	73883
Presentation costs	250625	356607	124240	176778
Depreciation of fixed assets	170508	242611	173245	246505
Management traveling expenses	77317	110012	79582	113235
Management training	5761	8197	6571	9350
Costs for bank account services	40582	57743	28146	40048
Costs related to stockholders	15290	21756	14862	21147
Total	3230312	4596320	3300132	4695665

10. Other operating income

Income Description	As of 30.09.2011.		As of 30.09.2010.	
	LVL	EUR	LVL	EUR
Sale of current assets	2423683	3448590	764938	1088409
Sale of fixed assets and liquidation	923516 930874	1314045 1324514	4000 11509	5691 16376
Currency exchange gain	0	0	538992	766917
Received fines	15926	22661	7899	11239
Written-off revaluation reserve of liquidated fixed assets	2046020	2911224	73439	104494
Other income from operating activity	215320	306373	735003	1045815
Income due to a decrease in provisions	8228	11707	0	0
Received discounts	45767	65121	0	0
Total	6609334	9404235	2135780	3038941

11. Other operating costs

Costs Description	As of 30.09.2011.		As of 30.09.2010.	
	LVL	EUR	LVL	EUR
Sales costs of current assets	2377807	3383315	496532	706501
Costs related to the sale and liquidation of fixed assets	24227	34472	2450	3486
Currency exchange loss	167691	238603	19059	27119
Doubtful debts write-off	345219	491202	0	0
Paid compensations and other benefits	4129	5875	0	0
Other costs	50172	71388	43667	62133
Paid fines	734093	1044520	91106	129632
Costs not associated with operating activities	2970	4226	6642	9451
Costs of infrastructure maintenance	1191201	1694926	979070	1393091
Training costs of the new staff	15504	22060	15947	22691
Costs of previous period	22662	32245	24950	35501
Extraordinary costs (production site close for modernization)	18547	26390	28722	40868
Costs of auto maintenance	861718	1226114	0	0
Total	5850398	8324366	1737696	2472519

12. Interest income

Income	As of 30.09.2011.		As of 30.09.2010.	
	LVL	EUR	LVL	EUR
Income from loans to business persons	1158	1648	1158	1648
Income from bank accounts	4270	6076	482	686
Income from deposit investments	30668	43637	17420	24786
Total Interest Income	36096	51360	19060	27120