

AUDITOR'S REPORT

TO THE SHAREHOLDERS OF AB "PRAMPROJEKTAS"

1. We have audited AB "PRAMPROJEKTAS" balance sheet of 31 December 2005 and profit (loss) accounts of the year 2005, statements on changes in equity, cash flows statements and notes on the accounts for the year that ended on the 31st of December 2005 that are attached hereto. These financial statements were arranged in conformity with International Accounting Standards that are applicable in EU. Company's Direction is responsible for these financial statements. Our duty is to make a report on these financial statements on the basis of the conducted audit.

2. We have conducted the audit up to International Audit Standards. According to these standards, audit has to be planned and done in such a way so that it is ascertained there are no significant errors in the provided information. Evidence showing amounts and revelations of the financial statements were examined. Moreover, the applied accounting principles and assessment made by the Direction, as well as general presentation of financial statements in conformity with reporting procedure was evaluated. Thus, we believe that the conducted audit is sufficient grounds for our report.

3. In our estimation, financial statements represent AB "PRAMPROJEKTAS" financial status for the 31st of December 2005, activity results and cash flows of the year 2005 correctly in all significant aspects, and are drawn up in conformity with International Financial Accounting Standards that are applied in EU.

4. We have audited Company's activity report for the reporting financial year 2005 of AB "PRAMPROJEKTAS", which is attached to the financial statements of the year 2005 audited. Company's Direction is liable for this report as well as activity planning and forecasts. On the basis of the conducted audit, our duty is to estimate whether data provided in the Company's activity report correspond to annual financial statements.

The audit was limited to examination of Company's activity report, and a conclusion was drawn that there are no significant discrepancies in this report in comparison with annual financial statements. We did not audit assessment of Company's activity report made by the Direction, future plans and forecasts, as this is not the aim of the audit. Consequently, we do not present respective estimation.

On the basis of the audit conducted, we hereby state that no major discrepancies have been observed in the Company's activity report for the year 2005, in comparison with financial statements for the year 2005.

April 3, 2006
Gedimino pr. 26 Vilnius

UAB "Auditorijų biuras"
Audit Company's Certificate No. 000535

Director, auditor
Auditor's certificate No. 000221

Roma Račienė

PRAMP PROJEKTAS

Kvalifikacijos atestato Nr. 0758

ISO 9001:2000 ISO 14001:1996

JOINT STOCK COMPANY PRAMPROJEKTAS

BOARD REPORT

For the year 2005

JOINT STOCK COMPANY PRAMPROJEKTAS**BOARD REPORT***For the year 2005***TABLE OF CONTENTS**

1.	General	2
2.	The most important events in the Company	5
3.	Structure of design work scopes	6
4.	Technical and economic indices of the Company	7
4.1.	The main technical and economic indices	7
4.2.	Dynamics of technical and economic indices	8
4.3.	Distribution of design work value in 1994-2005	9
4.4.	Structure of tangible expenses and other equal expenses	10
4.5.	Accounts receivable	11
4.6.	Accounts payable	12
5.	Dynamics of authorised capital	13
6.	Company's shares and shareholders in 2005	14
7.	Shares held by the Company in other companies	15
8.	Preliminary profit distribution	17
9.	Economic activity strategy of the Company	18
9.1.	Company's structure	18
9.2.	Payment for work	18
9.3.	The main improvement trends of Company's activities	19

1. GENERAL

Pramprojektas, a joint stock company, was registered with the Kaunas City Board by Decree No. 531 on 6 December 1993. Company's registration No. AB 93-1051, identification number 3387335. Bylaws of the Joint Stock Company was registered by Kaunas City Board Register Manager's Decree No. 531 on 6 December 1993. Amendments to the Bylaws were registered by Decree No. 640 of 27 October 1994 and Decree No. 162 of 10 March 1995, and on 4 March 1996, 27 March 1997, 6 January 1998, 7 April 1999, Decree No. 223; on 25 April 2002, Decree No. 335, and 24 May 2004.

Joint Stock Company's address:

K.Donelaičio Str. 60, Kaunas,

Republic of Lithuania

AB Pramprojektas has no subsidiaries.

On 1 January 2005, the Company's authorised capital amounted to LTL 5.970.972, private share capital accounted for 100 % of the authorised capital.

In 2005, the priority fields of Company's activities included designing of industrial, energy and other economic activity buildings, engineering networks, communication networks, hydraulic engineering and public use buildings.

Reorganization and restructuring of the national energy, marine and railway transport systems and industrial potential in 2005 preconditioned changes in design work scopes and structure. In 2005, Decommissioning Plan of Ignalina Nuclear Power Plant raised the need for specific design works.

The year 2005 witnessed an increase in design work scopes in the fields of marine and railway transport and stevedoring terminals as well as nuclear power facilities.

In 2005, the Company prepared project documentation, which serves as the basis for current or future construction of the following facilities:

1. Spent Fuel Storage Facility of Ignalina Nuclear Power Plant .
2. Fuel Reburning of Ignalina NPP Unit I in Unit II Reactor.
3. Oil and Chemical Product Terminal in Klaipėda.
4. Extension of Tank Facilities at AB Klaipėdos Nafta.
5. 15.000 t Ammonia Storage Facility at AB Achema.

6. AB Klasco Ethylene Glycol Terminal in Klaipėda.
7. Gas Mains to Mažeikiai.
8. Electric Power Supply in Railway Section Kaišiadorys-Radviliškis for Power Control Interchange.
9. Railway Reconstruction in the Southern Part of Klaipėda State Sea Port
10. Quays No. 82–89, 90–100, 105–106, 142–143 of Klaipėda State Sea Port.
11. Extension of Kaunas Wastewater Treatment Plant with Biological Treatment.
12. Development of Alytus Region Waste Management System.
13. Special Plan of Jonava Southern Industrial Area in Rukla Ward.
14. Stasyiai (Šalčininkai) Railway Border Control Point.
15. Car Restoration Department of Radviliškis Goods Car Depot.
16. Reconstruction of AB Klasco Warehouse No. 5 into Refrigerator Facility.
17. Industrial Facilities of UAB OKZ Holding Baltija in Plungė.
18. Industrial Annex of UAB Putokšnis in Aerouosto Str., Šiauliai.
19. Central Storage Facilities (for agricultural chemistry) of UAB Litagros Chemija in Kėdainiai.
20. Intrac's Building Machinery Service Center in Klaipėda.

In 2005, annual design work scopes amounted to LTL 7.38 million, including LTL 6.27 million of works by Company's own forces.

In order to deal with product quality and environmental problems in a complex manner, in 2005 we maintained and improved an integrated quality and environment management system that meets the requirements of international ISO 9001 and ISO 14001 standards. The Company was awarded ISO 9001:2000 and ISO 14001:1996 International Standard Certificates on 26 March 2004.

Unconditional observance of laws, set rates and other legislation is the essential element of Company's activities.

We have set the aim to remain among the national leaders in the field of designing industrial, energy, transport and other economic activity facilities. Since Lithuania has become member of Euro Atlantic structures the Company has to adapt itself to changing business

conditions. We prioritize the satisfaction of customers' present and future demands. Our objective is to achieve that adopted design consideration have positive influence on eco-friendliness of future construction works.

Over the reporting period the Board was working following AB Pramprojekta Bylaws and Work Regulations of the Board.

This report presents a complex evaluation of activities and a strategy for the nearest perspective.

2. THE MOST IMPORTANT EVENTS IN THE COMPANY
in 2005

1. Structural changes on the level of Company's sectors and inside the sectors creating possibilities for the improvement of project documentation preparation quality and expeditious coordination of consideration among separate project parts.

2. Acquisition procedures of Certificate that grants the right to provide design services in the field of buildings and installations of extraordinary importance at Ignalina NPP. The Certificate was obtained on 10 January 2006 and expires on 10 January 2009.

3. Implementation of computer network covering all industrial and servicing divisions of the Company.

4. Adaptation and training of young specialists in different fields (a total of 16 persons) for independent work and reception of qualification certificate.

3. STRUCTURE OF DESIGN WORK SCOPES

2005

<i>No.</i>	<i>Field</i>	<i>Total</i>		<i>By Company's own forces</i>	
		<i>mln. LTL</i>	<i>%</i>	<i>mln. LTL</i>	<i>%</i>
1.	Industry	1,474	20,0	1,416	22,6
2.	Energy	1,630	22,1	1,549	24,8
3.	Communication-transport	1,813	24,6	1,145	18,3
4.	Environment protection	0,205	2,8	0,205	3,3
5.	Stevedoring terminals	1,966	26,8	1,666	26,6
6.	Other facilities	0,272	3,7	0,272	4,4
	TOTAL:	7,360	100,00	6,253	100,00

The annual number of contracts for design works totals 151.

4. TECHNICAL AND ECONOMIC INDICES OF THE COMPANY

4.1. The main technical and economic indices

No.	Index description	Unit	Index			
			2005		2004	
			Amount	Comparative weight %	Amount	Comparative weight %
1.	Annual amount of contracts	pcs.	151		147	
2.	Annual scope of design works					
2.1.	Total	mln. LTL	7,38		8,30	
2.2.	By Company's own forces	mln. LTL	6,27		6,29	
3.	Staff number at the end of the year including:	persons	150	100	147	100
3.1.	Industrial sector	persons	106	70,7	106	72,1
3.2.	Auxiliary and servicing staff	persons	44	29,3	41	27,9
4.	Average number of listed employees	persons	148		141	
5.	Area					
5.1.	Total /own/	m ²	3054,35		3054,35	
5.2.	Used for design works	m ²	3002,35		3002,35	
6.	Revenue from ordinary activities including:	mln. LTL	7,422	100	8,34	100,0
6.1.	Design works, copying and computer-aided drawing services	mln. LTL	7,376	99,4	8,299	99,5
6.2.	Holiday home	mln. LTL	0,022	0,3	0,02	0,2
6.3.	Other activities	mln. LTL	0,024	0,3	0,021	0,3
7.	Expenses for ordinary activities including:	mln. LTL	7,184	100	7,949	100
7.1.	Design works	mln. LTL	7,164	99,7	7,927	99,7
7.2.	Holiday home	mln. LTL	0,020	0,3	0,022	0,3
7.3.	Other activities	thou. LTL	-	-	-	-
8.	Income tax	thou. LTL	47,10		57,92	
9.	Profit from design activities	thou. LTL	212,2		372,5	
10.	Average monthly salary of:	LTL	2199		1869	
10.1	Industrial sector staff	LTL	2237		1973	
10.2	Auxiliary and servicing staff	LTL	1614		1609	

Note: Indices for the year 2004 were recalculated according to International Accounting Standards (IAS) requirements.

4.2. DYNAMICS OF TECHNICAL AND ECONOMIC INDICES
1994-2005
(OVER 12 YEARS OF AB PRAMPROJEKTAS OPERATIONS)

No.	Index description	Unit	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1.	Scope of design works													
1.1.	- total	mln. LTL	6,88	8,56	7,92	6,15	6,70	5,29	4,45	4,06	4,92	5,47	8,30	7,38
1.2.	- by Company's own forces	mln. LTL	5,38	6,81	6,66	5,63	6,03	4,59	3,97	3,64	4,18	4,56	6,29	6,27
2.	Annual amount of contracts	pes.	177	176	189	193	250	184	170	160	173	161	147	151
3.	Staff number (average)	person	279	265	250	229	213	186	179	151	139	138	141	148
4.	Net profit	thou. LTL	890,0	580,0	930,0	460,0	28,0	250,0	230,8	14,3	18,6	26,6	268,19	253,70
5.	Work scopes per employee	LTL	19283	25698	26640	24585	28310	24677	22179	24086	30108	33043	44631	42358
6.	Average monthly salary of:	LTL	787	1025	1133	1113	1331	1333	1180	1340	1509	1731	1869	2199
6.1.	industrial sector staff	LTL	960	1180	1246	1310	1450	1440	1220	1313	1564	1769	1973	2237
6.2.	auxiliary and servicing staff	LTL	580	695	875	800	1048	1050	1070	1413	1377	1628	1609	1614

4.4. STRUCTURE OF TANGIBLE EXPENSES AND OTHER EQUAL EXPENSES FOR DESIGN WORKS

<i>No.</i>	<i>Description</i>	<i>Amount, thousand LTL</i>		<i>Comparative weight</i>	
		<i>2005.</i>	<i>2004</i>	<i>2005</i>	<i>2004</i>
1.	Materials, fuel	209	198	14,7	16,9
2.	Business trips	77	75	5,4	6,4
3.	Postal and communication services	79	86	5,6	7,4
4.	Maintenance of production stocks	223	104	15,7	8,9
5.	Information and staff training	24	23	1,7	2,0
6.	Implementation of integrated quality and environment management system	15	31	1,0	2,7
7.	Activity, taxes, non-current assets depreciation, and similar	795	652	55,9	55,7
	Total tangible expenses and other equal expenses:	1422	1169	100,0	100,0

4.5. ACCOUNTS RECEIVABLE
31 DECEMBER 2005

<i>No.</i>	<i>Customer's name</i>	<i>Amount, LTL</i>	<i>Notes</i>
<i>1</i>	<i>2</i>	<i>3</i>	<i>4</i>
1.	RWE NUKEM GmbH (Germany)	193327	
2.	UAB Krovinių Terminalas	134277	
3.	UAB OKZ Holding Baltija	120287	
4.	AB Klaipėdos Hidrotechnika	104130	
5.	UAB Intergas	100846	
6.	VšĮ Aplinkos Vadybos ir Audito Institutas	100824	
7.	AB Jonavos Grūdai	59000	
8.	Jonava District Municipality Administration	47000	
9.	AB Vakarų Laivų Remonto Gamykla	36674	
10.	AB Klaipėdos Jūrų Krovinių Kompanija	32922	
11.	LKAB Klaipėdos Smeltė	32450	
12.	UAB Hidrostatyba	26288	
13.	UHDE GmbH (Germany)	25104	
14.	UAB Ardynas	22479	
15.	AB "Požeminiai darbai"	21835	
16.	FRAMATOME ANP GmbH (Germany)	17264	
17.	Kauno Geležinkelių Infrastruktūra branch of AB Lietuvos Geležinkeliai	16874	
18.	UAB Rotonda	16638	
19.	UAB Statinių Projektavimo Biuras	15151	
20.	AB Naujasis Kalcitas	9293	
21.	Other customers of design works	71018	
22.	Other amounts receivable	41361	
	Total:	1 245 042	

Note: On 31 December 2004 accounts receivable amounted to LTL 1,480,702.

4.6. ACCOUNTS PAYABLE, THOUSAND LTL

<i>No.</i>	<i>Description</i>	<i>31 12 2005</i>	<i>31 12 2004</i>
1.	Liabilities related to employment relations	365,9	350,3
2.	Debts to material, equipment and other suppliers including to:	77,9	212,6
2.1.	project subcontractors	71,2	196,2
3.	Financial debt	650,0	650,0
4.	Prepayments received	471,7	289,2
5.	Income Tax liabilities	21,9	61,5
6.	Current year portion of non-current debts	-	21,4
7.	Other amounts payable	188,6	189,8
	Total:	1776,0	1774,8

5. DYNAMICS OF AUTHORIZED CAPITAL

<i>No.</i>	<i>Description</i>	<i>06 12 94 (01 01 94) Joint Stock company registration</i>	<i>01 07 94 Capital increase</i>	<i>31 10 94 Indexation</i>	<i>31 03 95 Capital increase</i>	<i>31 07 95 Capital increase</i>	<i>04 03 96/ 31 12 96 31 12 97 Capital increase</i>	<i>31 12 98 31 12 99 31 12 00 31 12 01</i>	<i>31 12 02 31 12 03 31 12 04 31 12 05</i>
1.	Authorized capital:	<u>333.070</u> 100 %	<u>1.333.070</u> 100 %	<u>2.665.350</u> 100 %	<u>3.665.350</u> 100 %	<u>4.665.350</u> 100 %	<u>5.970.972</u> 100 %	<u>5.970.972</u> 100 %	<u>5.970.972</u> 100 %
1.1.	including: State capital	<u>163.206</u> 49 %	<u>163.206</u> 12 %	<u>816.030</u> 30,6 %	<u>816.030</u> 22,3 %	<u>816.030</u> 17,5 %	<u>816.030</u> 13,7 %	<u>816.030</u> 13,7 %	-
1.2.	Share capital	<u>169.864</u> 51 %	<u>1.169.864</u> 88 %	<u>1.849.320</u> 69,4 %	<u>2.849.320</u> 77,7 %	<u>3.849.320</u> 82,5 %	<u>5.154.942</u> 86,3 %	<u>5.154.942</u> 86,3 %	<u>5.970.972</u> 100 %

6. COMPANY'S SHARES AND SHAREHOLDERS

2005

Authorized capital 2985486 x 2 = LTL 5 970 972

<i>No.</i>	<i>Name</i>	<i>2005</i>		<i>2004</i>	
		<i>The number of shares held, pcs.</i>	<i>%</i>	<i>The number of shares held, pcs.</i>	<i>%</i>
1	UAB Attentus	396468	13,28	502142	16,82
2	Balkan Investment bank	-	-	347520	11,64
3	ŪBIG	-	-	790594	26,48
4	UAB FMĪ Finbaltus	164936	5,52	686436	22,99
5	Contosystem LLC	275512	9,23	183780	6,16
6	UniLine LLC	670700	22,47	-	-
7	Incomplexs LLC	649970	21,77	156088	5,23
	TOTAL:	2157586	72,27	2666560	89,32
8	Natural persons and others	827900	27,73	318926	10,68
	TOTAL:	2985486	100,00	2985486	100,00

7. SHARES HELD BY THE COMPANY IN OTHER COMPANIES

31 12 2005

<i>No.</i>	<i>Name</i>	<i>The number of shares held, pcs.</i>	<i>Portion in Company's authorized capital, %</i>
1.	DP International	4000	40,0
2.	UAB Nidos Pušynas	90031	8,10
3.	UAB Energolinija	87380	13,20
4.	UAB Ūkio banko Investicinė Grupė	265000	0,39
5.	UAB Trade Project	937680	22,01
6.	UAB Businesline	35000	3,02
7.	AB Ūkio bankas	351720	3,36
8.	UAB Attentus	7073	28,30

SHARES ACQUIRED OVER THE REPORTING YEAR

<i>No.</i>	<i>Name</i>	<i>The number of shares acquired, pcs.</i>	<i>Par value of one share, LTL</i>	<i>Amount of par values of shares, LTL</i>
1.	AB Ūkio bankas	78984	12	947808
2.	UAB Trade Project	937680	1	937680
3.	UAB Energolinija	77200	10	772000
4.	UAB Nidos Pušynas	30800	4	123200
5.	UAB Businesline	35000	1	35000
6.	UAB Ūkio banko Investicinė Grupė	265000	1	265000

SHARES ASSIGNED OVER THE REPORTING YEAR

<i>No.</i>	<i>Name</i>	<i>The number of shares assigned, pcs.</i>	<i>Par value of one share, LTL</i>	<i>Amount of par values of shares, LTL</i>
1.	AB Ūkio bankas	130000	12	1560000
2.	AB Holdinginė Tekstilės Korporacija	2593	100	259300
3.	UAB Attentus	5427	125	678375
4.	UAB Ilas	5000	1	5000

8. PRELIMINARY PROFIT DISTRIBUTION
FOR THE YEAR 2005
(without associates)

		<i>Approved 2005</i>	<i>Before shareholders' meeting 2005</i>
1	Undistributed profit (loss) at the beginning of the reporting financial year		1.508.392
2	Net profit (loss) of the reporting financial year		253.704
3	Transfers from reserves (90000 + K4880 – 500.0 + K4803 - 633.98)		90.000
4	Shareholders contributions for covering Company's losses (if the shareholders have decided to cover all or any part of losses)		0
5	Total distributable profit (loss)		1.852.096
6	Profit part distributed to statutory reserve		66.249
7	Part of joint stock company's profit transferred to reserve to acquire own shares		-
8	Profit part transferred to other reserves		100.000
8.1	Revaluation of work in progress balances		-
8.2	Profit use for employees' prizes (personal and professional anniversaries)		15.000
8.3	Allowances in case of death of employees of their family members		15.000
8.4	For support and charity		50.000
8.5	For other social needs		20.000
9	Profit part for payment of dividends		-
10	Profit part for annual entitlements (tantiemes) to the Board and Supervisory Council members, bonuses to employees and other purposes		-
11	Undistributed profit (loss) at the end of the reporting financial year carried forward		1.685.847

9. ECONOMIC ACTIVITY STRATEGY OF THE COMPANY

9.1. Company's Structure

The evaluation of design work specificity at industrial, energy, communications, water and waste management as well as Ignalina NPP decommissioning facilities shows that in the nearest future it is expedient to maintain the structure of specialized industrial divisions, which ensures:

1. High design quality.
2. Rapid working out of separate designs of the project.
3. High labor efficiency.
4. Possibility of working with significant loading fluctuations.
5. Minimum losses upon the change of design work scopes and structure.
6. Possibility of training highly skilled specialists in specialized fields.

With the aim to implement the provisions laid down in the Lithuanian Republic Law on Amendment to the Law on Construction and STR 1.05.06:2005 concerning the duties, rights and responsibility of project sector heads, to speed up working out of project documentation and seeking the reduction of administrative costs, it is necessary to improve the Company's structural composition.

9.2. Payment for Work

AB Pramprojektas fund of wages and salaries is formed by annual income and expense estimate and estimates for every quarter of the year.

Monthly fund of wages and salaries for separate structural divisions is set based on actual scopes of works and wage and salary rates.

Where the fund of wages and salaries exceeds the amount of official salaries of the structural division, an extra pay to salary is paid and it is set taking into consideration a particular contribution of each employee in quality and timely preparation of project documentation as well as the proposal given by project manager and project sector head.

The maximum amount of monthly salary is not limited.

Employees received awards on the occasions of their personal and professional anniversaries. Single-time allowances are paid in cases of various fatal events from AB Pramprojektas profit.

9.3. The Main Improvement Trends of Company's Activities

1. Implementation and improvement of the Company's standard "Rules of Design Work Organization" (registered with the Ministry of the Environment on 23 January 2002, Decree No. 27).
2. Regular supervision and improvement of the integrated quality and environment management system according to international quality ISO 9001:2000 and environmental ISO 14001:1996 standards.
3. Gradual implementation of European Union standard requirements in the preparation of project documentation.
4. Improvement of the Company's structural composition.
5. Search for specialists for separate project designs, their adaptation and training.
6. Setting of optimum contractual prices of design works by evaluating summary increase in expenses, growth of wages and salaries and conditions in the design work market.
7. Extension and modernization of design work computerization.
8. Modernization of project documentation archives.
9. Maximum dependence of work payment on performance results.
10. Implementation of internal financing system in Company's divisions.

The nearest perspectives of the Company, i.e. the Board Plan for 2006 sets out the following:

1. To increase the scope of annual design works carried out by Company's own forces up to LTL 6500 thousand
2. To increase the fund of wages and salaries for industrial staff up to 15 %.
3. To double expenses for the adaptation and training of young specialists.
4. To implement information technologies in the process of preparation and archiving of project documentation.

Board Chairman

L.R.Butkus

AB PRAMPROJEKTAS

(enterprise name)

133873358 , DONELAIČIO 60 KAUNAS

(enterprise identification number, address, other information)

APPROVED

Minutes No _____

_____ 20 _____

BALANCE SHEET

31-12-2005

(reporting period)


(reporting currency and level of its accuracy)

	ASSETS	Note No.	Financial year	Previous financial year
A.	NON-CURRENT ASSETS		9291393	7461799
I.	INTANGIBLE ASSETS	4.1	86488	96584
I.1.	Development works			
I.2.	Goodwill			
I.3.	Licences and patents			
I.4.	Computer software		86488	96584
I.5.	Other intangible assets			
II.	TANGIBLE ASSETS	4.2-4.5	899179	961803
II.1.	Land			
II.2.	Buildings and constructions		578690	590040
II.3.	Plant and equipment			
II.4.	Vehicles		83455	108217
II.5.	Other property, plant and equipment		237034	263546
II.6.	Construction in progress			
II.7.	Other tangible assets			
II.8.	Investment assets		0	0
II.8.1.	Land			
II.8.2.	Buildings			
III.	FINANCIAL ASSETS	4.6-4.7	8305726	6403412
III.1.	Investments in subsidiaries and associates	4.12	905537	1598895
III.2.	Loans to subsidiaries and associates			
III.3.	Amounts receivable after one year			
III.4.	Other financial assets		7400189	4804517
IV.	OTHER NON-CURRENT ASSETS		0	0
IV.1.	Deferred tax assets			
IV.2.	Other non-current assets			
B.	CURRENT ASSETS		4282653	2689965
I.	INVENTORIES, PREPAYMENTS AND CONTRACTS IN PROGRESS		80793	248786
I.1.	Inventories	4.8	11677	108371
I.1.1.	Raw materials and components			
I.1.2.	Work in progress			76570
I.1.3.	Finished products			
I.1.4.	Materials		11677	31801
I.2.	Prepayments		69116	140415
I.3.	Contracts in progress			
II.	AMOUNTS RECEIVABLE WITHIN ONE YEAR		1245042	1480702
II.1.	Trade amounts receivable		1203681	1371390
II.2.	Receivables from subsidiaries and associates			
II.3.	Other amounts receivable		41361	109312
III.	OTHER CURRENT ASSETS		2653604	627554
III.1.	Current investments		2553604	627554
III.2.	Time deposits		100000	
III.3.	Other current assets			
IV.	CASH AND CASH EQUIVALENTS		303214	332923
	TOTAL ASSETS:		13574046	10151764

	EQUITY AND LIABILITIES	Note No.	Financial year	Previous financial year
C.	EQUITY		11798090	8371316
I.	CAPITAL	4.13	5970972	5970972
I.1.	Authorised (subscribed)		5970972	5970972
I.2.	Subscribed uncalled share capital (-)			
I.3.	Share premium			
I.4.	Own shares (-)			
II.	REVALUATION RESERVE (RESULTS)			
III.	RESERVES		620848	1107210
III.1.	Legal reserve		530848	477210
III.2.	Reserve for acquiring own shares			
III.3.	Other reserves		90000	630000
IV.	RETAINED EARNINGS (LOSSES)		5206270	1293134
IV.1.	Profit (loss) of the reporting year		3426774	573700
IV.2.	Profit (loss) of the previous year		1779496	719434
D.	GRANTS AND SUBSIDIES			
E.	AMOUNTS PAYABLE AND LIABILITIES		1775956	1780448
I.	NON-CURRENT AMOUNTS PAYABLE AND LIABILITIES		0	5623
I.1.	Financial debts			5623
I.1.1.	Leases and similar obligations			5623
I.1.2.	To credit institutions			
I.1.3.	Other financial debts			
I.2.	Trade amounts payable			
I.3.	Amounts received in advance			
I.4.	Provisions		0	0
I.4.1.	For covering liabilities and demands			
I.4.2.	For pensions and similar obligations			
I.4.3.	Other provisions			
I.5.	Deferred tax liabilities			
I.6.	Other amounts payable and non-current liabilities			
II.	CURRENT AMOUNTS PAYABLE AND LIABILITIES	4.11	1775956	1774825
II.1.	Current portion of non-current debts			21406
II.2.	Financial debts		650000	650000
II.2.1.	To credit institutions			
II.2.2.	Other debts		650000	650000
II.3.	Trade amounts payable		77914	212591
II.4.	Amounts received in advance		471647	289187
II.5.	Profit tax liabilities		21944	61485
II.6.	Liabilities related with labour relations	4.15	365920	350306
II.7.	Provisions			
II.8.	Other amounts payable and current liabilities		188531	189850
	TOTAL EQUITY AND LIABILITIES:		13574046	10151764

MAHAGING DIRECTOR
title of the head of enterprise
administration

31-12-2005
date


(signature)

LEONAS RIMANTAS BUTKUS
(full name)

AB PRAMPROJEKTAS

(enterprise name)

133873358 DONELAICIO 60, KAUNAS

(enterprise identification number, address, other information)

APPROVED

Minutes No. _____
_____ 20____**INCOME STATEMENT**200531-12-2005

(reporting period)

Litas

to specify – in litas or thousands of litas

No.	ITEMS	Note No.	Financial Year	Previous financial year
I.	SALES INCOME	4.14	7375945	8299448
II.	COST OF SALES		5258065	6456139
III.	GROSS PROFIT (LOSS)		2117880	1843309
IV.	OPERATING COSTS		1905723	1470843
IV.1	Sales			
IV.2	General and administrative		1905723	1470843
V.	OPERATING PROFIT (LOSS)		212157	372466
VI.	OTHER ACTIVITIES	4.9	25388	19418
VI.1.	Income		45739	41274
VI.2.	Expenses		20351	21856
VII.	FINANCING AND INVESTING ACTIVITIES	4.10	3236325	239736
VII.1.	Income		136653	4038
VII.2.	Expenses		73398	35406
VII.3	Result of ownership method application		30207	271104
VII.4	Income of equity value increase		3142863	
VIII.	PROFIT (LOSS) FROM NORMAL ACTIVITIES		3473870	631620
IX.	GAIN			
X.	LOSSES			
XI.	PROFIT (LOSS) BEFORE TAX	4.16	3473870	631620
XII.	PROFIT TAX		47096	57920
XIII.	NET PROFIT (LOSS)		3426774	573700

MANAGING DIRECTOR

title of the head of enterprise
administration


(signature)

LEONAS RIMANTAS BUTKUS

(full name)

AB PRAMPROJEKTAS

(enterprise name)

133873358, DONELAIČIO 60 KAUNAS

(enterprise registration number, address, other information)

APPROVED

Minutes No _____
_____ 20 _____

CASH FLOW STATEMENT

31-12-2005 _____ 2005 _____
(reporting period)

in litas

to specify – in litas or thousands of litas

No.	ITEMS	Note No.	Financial Year	Previous financial year
I.	Cash flows from operating activities			
I.1.	Net profit (loss)		3426774	573700
I.2.	Depreciation and amortization costs		199073	175500
I.3.	Decrease (increase) in amounts receivable after one year			
I.4.	Decrease (increase) in inventory		96694	-20407
I.5.	Decrease (increase) in advances received		71299	-29299
I.6.	Decrease (increase) in contracts in progress			693659
I.7.	Decrease (increase) in trade receivables		167709	-505877
I.8.	Decrease (increase) in amounts receivable from subsidiaries and associates			
I.9.	Decrease (increase) in other amounts receivable		67951	-132319
I.10.	Decrease (increase) in other current assets			-627554
I.11.	Increase (decrease) in non-current payables to suppliers and advances received			5623
I.12.	Increase (decrease) in current payables to suppliers and advances received		47783	130448
I.13.	Increase (decrease) in profit tax liability		-39541	52312
I.14.	Increase (decrease) in liabilities connected with labour relations		15614	-114475
I.15.	Increase (decrease) in provisions			
I.16.	Increase (decrease) in other amounts payable and liabilities		-1319	-224779
I.17.	Elimination of financing and investing activity results		-3221631	363029
	Net cash flows from operating activities		830406	339561
II.	Cash flows from investing activities			
II.1.	Acquisition of non-current assets (excluding investments)		-133852	-206910
II.2.	Transfer of non-current assets (excluding investments)		7499	1149
II.3.	Acquisition of long-term investments		-984494	-926313
II.4.	Transfer of long-term investments		2238375	
II.5.	Loans granted			
II.6.	Loans recovered			
II.7.	Dividends and interest received		45868	
II.8.	Other increase in cash flows from investing activities		269300	
II.9.	Other decrease in cash flows from investing activities		-2132880	
	Net cash flows from investing activities		-690184	-1132074
III.	Cash flows from financing activities			
III.1.	Cash flows related to enterprise owners:			0

No.	ITEMS	Note No.	Financial Year	Previous financial year
III.1.1.	Emission of shares			
III.1.2.	Owners' contributions against losses			
III.1.3.	Purchase of own shares			
III.1.4.	Dividends paid			
III.2.	Cash flows arising from other financing sources		-69931	610977
III.2.1.	Increase in financial debts		0	706000
III.2.1.1.	Loans received			706000
III.2.1.2.	Issue of bonds			
III.2.2.	Decrease in financial debts		-57349	-83961
III.2.2.1.	Loans repaid			-35000
III.2.2.2.	Purchase of bonds			
III.2.2.3.	Interest paid		-30320	-19990
III.2.2.4.	Payments of lease (finance lease) liabilities		-27029	-28971
III.2.3.	Increase in other enterprise liabilities			
III.2.4.	Decrease in other enterprise liabilities			
III.2.5.	Other increase in cash flows from financial activities			
III.2.6.	Other decrease in cash flows from financial items		-12582	-11062
	Net cash flows from financing activities		-69931	610977
IV.	Cash flows from extraordinary items		0	0
IV.1.	Increase in cash flows from extraordinary items			
IV.2.	Decrease in cash flows from extraordinary items			
V.	The effects of changes in foreign exchange rates on cash and cash equivalents balance			-11
VI.	Net increase (decrease) in cash flows		70291	-181547
VII.	Cash and cash equivalents at the beginning of period		332923	514470
VIII.	Cash and cash equivalents at the end of period		403214	332923

MANAGING DIRECTOR

title of the head of enterprise
administration



(signature)

LEONAS RIMANTAS BUTKUS

(full name)

AB PRAMPROJEKTAS

(enterprise name)

133873358, DONELAIČIO 60 KAUNAS

(enterprise identification number, address, other information)

APPROVED

Minutes No

20

STATEMENT OF CHANGES IN EQUITY

31-12-2005

2005

Litas

	Paid up authorised capital	Share premium	Own shares (-)	Revaluation reserve (results)		Legal reserves		Other reserves		Retained earnings (losses)	Total
				of non-current tangible assets	of financial assets	compulsory	Acquisition of own shares				
(reporting period)	1	2	3	4	5	6	7	8	9	10	11
1. Balance at the beginning of previous financial year 2003.12.31	5970972					475879			938801	411964	7797616
2. Result of change in accounting policies											0
3. Result of correcting essential errors											0
4. Recalculated balance at the beginning of previous financial year 2004.01.01	5970972	0	0	0	0	475879	0	0	938801	411964	7797616
5. Increase / decrease in non-current tangible assets value											0
6. Increase / decrease in financial assets value											0
7. Acquisition / sales of own shares											0
8. Profit / loss, excluded from Income Statement										34407	34407
9. Net profit / loss of the reporting period										539293	539293

	1	2	3	4	5	6	7	8	9	10	11
10. Dividends											0
11. Other payments											0
12. Formed reserves						1331			630000	-631331	0
13. Used reserves									-938801	938801	0
14. Increase / reduction of authorised capital											0
15. Balance at the end of previous financial year	5970972	0	0	0	0	477210	0	0	630000	1293134	8371316
16. Increase / decrease in non-current tangible assets value											0
17. Increase / decrease in financial assets value											0
18. Acquisition of own shares											0
19. Profit / loss, excluded from Income Statement											0
20. Net profit / loss of the reporting period										3426774	3426774
21. Dividends											0
22. Other payments											0
23. Formed reserves						53638			-540000	486362	0
24. Used reserves											0
25. Increase / reduction of authorised capital											0
26. Balance at the end of reporting financial year	5970972	0	0	0	0	530848	0	0	90000	5206270	11798090

MANGASINS D. R. B. E. T. O. R.
(title of the head of enterprise administration)


(signature)

LEONAS RIMANTAS BUTKUS
(full name)

EXPLANATORY NOTES TO FINANCIAL STATEMENTS FOR THE YEAR 2005

I. AIM

The aim of these Explanatory Notes is to present additional information in order to better explain AB PRAMPROJEKTAS Financial Statements for the year 2005.

II. GENERAL

2.1 Registration Date

PRAMPROJEKTAS, a joint stock company, was established in Kaunas City in 1940 for the purpose of designing Lithuanian industry, energy and utility facilities. In 1993 it was privatised. On 6 December 1993 the enterprise was registered. On 22 December 2004 it was re-registered at Kaunas Branch of the State Enterprise Centre of Registers. Company's identification number – 133873358, VAT payer's number – LT 338733515. Head-office –K. Donelaičio 60, Kaunas.

2.2 Fiscal Year

The company's fiscal year starts on 1 January and ends on 31 December.

When preparing annual and interim financial statements, data for a respective period of the previous year are given in the balance sheet and income statement.

2.3 Information about the Company's Branches and Representative Offices

The Company does not hold any branches or representative offices.

2.4 Information about Subsidiaries

The Company does not hold any subsidiaries.

2.5 Information about Associates.

The Company holds shares in the associated company:

UAB ATTENTUS (former name UAB Ortopedijos Paslaugos), registered with the State Enterprise Centre of Registers on 24 August 2000. Registered address: K. Donelaičio 60, Kaunas.

2.6 Company's Activities.

The main Company's activity is design works. Other activities – income received from Aisetas holiday home as well as maintenance income and expenses of the building located in K. Donelaičio Str. 60, Kaunas. Financial activities – occasional transactions with shares held in other companies.

The main design works carried out within the fiscal year 2005 are:

Basic Design of construction and shoring of the Quay No. 142 in Malkų Bay; Working Design of oil and chemical product terminal in Klaipėda; Basic Design of phases II, III, IV of Klaipėda State Seaport Quays No. 105-106; Basic Design and working tender documentation of Wagon

Renovation Department of Radviliškis Goods Wagon Depot, and others. Current projects include: Basic Design of Ignalina Nuclear Power Plant Spent Fuel Storage Facility; Basic Design of Extension of Kaunas Wastewater Treatment Plant with Biological Treatment.

2.7 Authorized Capital

The Company's authorized capital amounts to LTL5,970,972.

The Company's authorized capital is divided into 2985486 ordinary registered shares. All the shares are fully paid up.

2.8 Number of Employees.

The average number of Company's staff within the reporting period was 148. The average monthly salary amounted to LTL2199.00. Temporary regulations of payment for work for the year 2005 were approved by Decree of 30 December 2004.

III. ACCOUNTING POLICY

3.1 Standard acts on the basis of which Financial Statements were prepared:

The Company handles its accounting and works out Financial Statements based on the following legislation regulating financial statements in the Republic of Lithuania:

- International Accounting Standards (IAS)
- Lithuanian Republic Law on Accounting;
- Lithuanian Republic Law on Financial Statements of Enterprises;
- Accounting policy, accounting procedure and guidelines of AB PRAMPROJEKTAS.

3.2 Methods Applied for Assets Valuation:

- intangible assets—the cost of acquisition less accumulated amortization;
- non-current tangible assets – the cost of acquisition less accumulated depreciation;
- non-current financial assets— equity method and market price;
- inventories – at the lower of the cost of acquisition or net realizable value;
- amounts receivable – net value less doubtful debts.

3.3 Intangible Assets

AB PRAMPROJEKTAS intangible asset is recognized when it meets the definition of intangible assets and the criteria of recognition thereof as intangible assets, i.e.: there exists a reasonable probability to receive economic benefit from the asset in the future; the cost of acquisition (production) of the asset can be reliably evaluated and separated from the value of other assets; the company can dispose of the asset, control it or restrict the right of use thereof to the others.

Amortization is calculating by directly proportional (linear) method.

Operating expenses of intangible assets are attributed to the expenditures of that reporting period when they are sustained.

Expenses of intangible asset renewal or improvement, sustained after acquisition thereof, are recognized as expenses of that reporting period when they are incurred.

In AB PRAMPROJEKTAS balance-sheet intangible assets are shown at the residual value (the cost of acquisition less accumulated amortisation).

Intangible assets include software whose amortization rate is 3 years.

3.4 Non-current Tangible Assets

AB PRAMPROJEKTAS non-current tangible asset is recognised and recorded in the accounting if it meets all the recognition criteria of such assets. The asset, which is disposed of and controlled by the Company, from which it expects to receive economic benefit in the coming periods, which is used for a longer period than one year, and whose acquisition (production) cost can be reliably set and whose value is larger than the established minimum asset value is deemed as non-current tangible asset.

From 1 January 2004 the asset whose acquisition cost amounts to LTL 1,000 is classified as non-current tangible asset.

Non-current tangible asset is accounted for at the cost of acquisition.

Depreciation is not calculated on library stocks.

Recording of non-current tangible asset reconstruction or repair works depends on the result produced by such works, which is established by the Commission on Acceptance of Works.

The result of transfer of non-current tangible assets is classified as other activities.

The depreciation rates of non-current tangible and intangible assets set forth in Appendix No. 1 of the Lithuanian Republic Law on Profit Tax (No.IX-675, 20 12 2001) are applied for non-current tangible and intangible assets, respectively, from 1 January 2002.

Other tangible asset includes technical-information literature contained in library stocks. In the balance-sheet it is shown in the line of other equipment.

In AB PRAMPROJEKTAS balance-sheet non-current tangible asset is shown at the residual value (the cost of acquisition less accumulated depreciation).

Following IAS 16, asset depreciation rates and liquidation values are reviewed every year. Over 2005 these rates did not change.

3.5 Non-current Financial Assets

AB PRAMPROJEKTAS has no subsidiaries.

Investments in other company shares, which do not exceed 20% of voting rights at shareholders' meeting of other company and do not grant the right to make significant influence, are recorded in the accounting at the moment of acquisition and reflected at the cost of acquisition in the balance-sheet. Investments in other company shares, which exceed 20% of votes at shareholders' meeting of other company and grant the right to make significant influence, are recorded by acquisition cost method in the accounting at the moment of acquisition and are reflected in the balance-sheet by equity method. Such investments are accounted for in the manner prescribed by IAS 28 "Accounting of Investments in Associates".

AB Pramprojektas has not made any investments in other company shares, which exceed 51% of the votes at shareholders' meeting of other company and grant the right of control.

The securities owned, whose market price is declared in the active market, are evaluated at the closing day price of stock exchange applicable at the end of the reporting period.

The securities owned whose real value cannot be set (the market price is not announced in the active market) are evaluated at the cost of acquisition taking into account value impairment, which would be calculated if the balance-sheet value exceeded the amount probable to receive for that asset.

3.6 Accounting Methods of Borrowing and Similar Expenses.

Interest on loans received, asset acquired by lease (financial lease) and other expenditures related to borrowing are recognised as expenses during these periods when they are generated. Interest is classified as financial and investment activity expenses.

3.7 Recognition Principles of Income and Expenses

Sales income is recognized by accumulation principle. Only the increase of the Company's economic benefit is deemed income. The Value Added Tax is not recognized as income.

Income and expenses related to design works are recognized according to IAS 25.

Expenses are calculated by each project.

Expenses are recognised according to the principles of accumulation and comparison during that reporting period when related income is earned disregarding the time of cash spending. Only that part of expenditures of the previous or reporting period that falls on the income earned over the reporting period is recognised as expenses.

General and administrative expenses of the reporting period relating to typical activities of the Company are attributed to operating expenses. Reporting period expenditures that cannot be directly related to the earning of particular income of the reporting period are classified as operating expenses

Expenses of future periods include insurance, advertising, subscription, and similar. In the balance-sheet they are included in Prepayments item.

AB Pramprojekta operating expenses of the reporting period also include aid granted and various bonuses and allowances paid over the reporting fiscal period.

3.8 Inventories Accounting

Inventories means current assets of the Company consumed to earn income during one year. The inventories are accounted for by constant accounting method. In the accounting the inventories are evaluated at acquisition cost, while for the purpose of Financial Statements they are disclosed at the lower of the acquisition cost or net realisable value. The amount of inventories write-down to net realizable value is recognized as operating expenses of that period when the write-downs were performed. No inventory write-downs were performed during 2005.

3.9 Amounts Receivable

Amounts receivable are disclosed in the balance-sheet at fair value, i.e. less estimated bad debts. The amounts of bad debts are recognized as operating expenses of the reporting period.

Accounts payable and accounts receivable by each buyer or supplier is recognised as bad debt by the decision of Commission on Annual Stock-taking.

3.10. Cash and Description of Cash Equivalent

Cash and Cash Equivalent item shows cash at bank and in hand. AB Pramprojekta had no current realizable debt securities.

3.11. Cases when Financial Statements Disclose only Net Result of Economic Operation

Financial Statements disclose only net result of economic operation when transferring non-current assets, receiving compensation for loss sustained and exchanging currency.

3.12. Accounting of Operations in Foreign Currency

At the time of initial recognition, transaction in foreign currency is evaluated in the currency of Financial Statements based on the exchange rate applicable on the date of transaction.

Business trip expenses in foreign currency are evaluated in the currency of Financial Statements by using the exchange rate applicable on the date of going on the business trip.

Currency items in the balance-sheet are evaluated in the currency of Financial Statements by using the exchange rate applicable on the balance-sheet date.

Differences, which occur after paying for the amounts recorded in currency items according to the exchange rate other than that applied during initial recognition, or on the date of the last Financial Statements (if currency items were recognised in the previous fiscal year), are recognised as income or expenses of the reporting period.

Financial and investing activities item of the Income Statement discloses on the result of change in currency exchange rates (profit or loss from change in currency exchange rate).

3.13 Principles of Provisions Formation

No provisions were formed in the Financial Statements for the year 2005. The reserve for holiday pays that should be paid to the Company's staff, is attributed to current liabilities of the Company.

3.14 Policy of Correcting Accounting Errors

The errors, which have big influence on the Financial Statements of the last or several previous periods, when the Financial Statements of such period does not correctly reflect the financial condition and performance results of the Company, are considered material.

The significance of error in AB Pramprojektas Financial Statements is determined by calculating the ratio of error amount to the total amount of the account wherein it occurred. According to this indicator:

- the lower limit of error significance – 5 percent from the total item amount;
- the upper one – 10 percent.

Errors exceeding the lower limit of significance, 5 percent from the total item amount, are deemed material.

AB Pramprojektas applies the following methods of correcting accounting errors of previous periods:

Material errors are corrected by a retrospective method by adjusting the data of the previous fiscal year (periods) whose data were distorted by the error. Where it is impossible to exactly evaluate the influence of material error on the Financial Statements of the previous fiscal year, the error is corrected by a perspective method by corrected only the data of the reporting period.

Immaterial errors are corrected by a perspective method, i.e. they are corrected in the Financial Statements of the reporting period.

Correction of errors over the year 2005:

Title of Financial Statement item under correction	Amount prior to correction, LTL	Amount after correction, LTL	Difference	Notes
2004 Balance-sheet B. IV	357092	332923	-24169	Error of recording balances of credit cards
2004 Balance-sheet E II.8	214019	189850	-24169	Error of recording balances of credit cards

3.15 Influence of Accounting Policy on Company's Activity Results

During the reporting fiscal year the accounting policy changed due to requirements of International Accounting Standards. The following regroupings of income and expenses are considered changes to AB Pramprojektas accounting policy in 2005:

Adjustment of Financial Statements items according to IAS

Financial Statements	From which item transfer is made	Amount by which correction is made	Notes
2004 Income Statement, VI.1	Income Statement VI.1	-43699.00	Income is adjusted according to IAS 25 requirements
2004 Income Statement, VI.2	Income Statement, VI.2	-42555.00	Expenses are adjusted according to IAS 25 requirements
2004 Income Statement, VII.2	Income Statement, VII.2	+1144.00	Income is adjusted according to IAS 25 requirements
2004 Income Statement, I.	Income Statement, I. Sales Income	+110977.00	Income is adjusted according to IAS 25 requirements
2004 Income Statement, II.	Income Statement II. Cost of Sales	+76570.00	Expenses are adjusted according to IAS 25 requirements
2004 Income Statement, XIII.	Income Statement. Net Profit	+34407	Expenses are adjusted according to IAS 25 requirements. Balance-sheet and Statement on Changes in Equity are corrected

IV. COMMENTS PRESENTED IN THE EXPLANATORY NOTES

The comments of the Explanatory Notes about significant items of Financial Statements are given in explanatory tables. The numbers of comments of Explanatory Notes are given in Financial Statements near statement items.

4.1 Non-current Intangible Assets

Information is given in Appendix No.4.1 "Intangible Assets" to the Explanatory Notes.

4.2 Non-current Tangible Assets

The condition of non-current tangible assets – 3 storeys of the lower 5-storeyed part of the building. The total useful space of the premises amounts to 3054.35sq.m. (Certificate from the Register of Real Estate, dated 11 10 2003). The cost of acquisition – LTL 766302; Aisetas recreation facility in Paaisetė Village, Molėtai District. Useful space – 787.36 sq.m. The cost of acquisition amounts to LTL70832.

Facility name	Balance-sheet (residual) value, LTL 31 12 2005	Construction year
Industrial building	548466	1965
Recreation facilities	30224	1984
Total	578690	

Information given in appendices to Explanatory Notes:

No.4.2 "Non-current Tangible Assets Groups, their Appraisal, and Methods of Depreciation Calculation"

No.4.3 "Non-current Tangible Assets"

No.4.4 "Movement Table of Non-current Tangible Assets"

No.4.5 "Depreciated Non-current Assets Still in Use"

4.3 Non-current Financial Assets

Investments in other companies

No	Name	Amount of shares held	Portion in the Company's authorized capital, %
1	UAB Attentus	7073	28.3
2	AB Ūkio bankas	351720	3.36

To ensure the fulfilment of liabilities related to financial loan received in 2004, a part of UAB Attentus shares was pledged.

Information is given in the following Appendices to Explanatory Notes:

No.4.6 "Movement of Non-current Financial Assets"

No.4.7 "Pledge of Non-current Financial Assets"

No.4.12 "Associates"

A 5-year recommended period is set for the amortization of goodwill.

4.4 Inventories. Prepayments. Other Current Assets.

The major part of prepayments consists of advance payments of the income tax and prepayments made to subcontractors for design works.

No inventories were written down in 2005.

Other current assets include time deposit of LTL 100,000 and shares in other companies held for sales.

List of shares held in other companies:

No.	Name	Amount of shares held	Portion in the Company's authorized capital, %
1.	DP International	4000	40.0
2.	Energolinija, UAB	87380	13.2
3.	Nidos pušynas, UAB	90031	8.1
4.	Ūkio banko investicinė grupė, UAB	265000	0.39
5.	Trade Project, UAB	937680	22.01
6.	Businessline, UAB	35000	3.02

The market prices of these securities is not announced in the active market, there are no data on impairment value therefore they were evaluated at the cost of acquisition.

Information is given in Appendix No. 4.8 "Inventories" to the Explanatory Notes

4.5 Operating Income, Cost, Results

Information is given in the Appendix

No.4.14 "Information on Geographical Segments" to the Explanatory Notes

4.6 Liabilities

Information is given in the Appendix

No.4.11 "Condition of Company's Liabilities" to the Explanatory Notes

4.7 "Result of Other Activities"

Information is given in Appendix No.4.9 “Result of Other Activities” to the Explanatory Notes

4.8 “Result of Financial and Investing Activities”

Information is given in Appendix

No.4.10 “Result of Financial and Investing Activities” to the Explanatory Notes

4.9 Amounts Receivable

After annual inventorying of the Company’s debts for the year 2005 and submission of conclusions on the condition of bad debts to the Commission, by the General Manager’s Decree of 30 December 2005, part of bad debts was written off to operating expenses for the year 2005: AB Lifosa – LTL 49502.90 and Dekont – sold s.f. – LTL 10013.12.

4.10 Cash and Cash Equivalents

Balances of cash in hand and current accounts meet the balances received from the ledger and bank statements.

4.11 Capital

Company’s shareholders:

No.	Shareholder’s surname and name, company’s name	Company identity number	% of shares held in the authorized capital
1	Contosystem LLC	1797664	9.23
2	Gončaruk Olga		7.4
3	Incompeks LLC	CP00193203	21.77
4	UAB Attentus	135654594	13.28
5	Finbaltus UAB FMĻ	2202046	5.52
6	UniLine LLC	670700	22.47
7	Natural persons		20.33
	TOTAL		100.00

Structure of the authorised capital is given in Appendix

No.4.13 “Structure of Authorised Capital” to the Explanatory Notes

No.4.16 “Draft of Profit Appropriation”

Changes in equity capital are reflected in the Statement on Changes in Equity.

The Company’s profit is appropriated in the manner prescribed by the Company law and the Company’s Bylaws. A draft of appropriation of profit (loss) for the fiscal year is presented along with Financial Statements.

4.12 Cash Flow Statement

Cash Flow Statement is prepared by indirect method.

Investment and financial transactions not relating to monetary proceeds or payments over the reporting period are not disclosed in the Cash Flow Statement. This is the application of equity method, securities evaluation at market price, etc.

4.13 Financial Relationships with Company's Managers and other Connected Persons

Information is given in Appendix

No.4.15 "Financial Relationships with Company's Managers and other Connected Persons" to the Explanatory Notes

4.14 Guarantees Granted

No guarantees were granted

4.15 Annual Inventorying

Financial Statements data are based on the inventorying of the assets disposed of by the Company at the end of the reporting period. Annual inventorying of the main means and current assets was performed on 30 December 2005 by Director's Decree No. 123; the inventorying of the recreational facilities 19 September 2005 by Director's Decree No. 85, and in the inventorying of warehouse-30 December 2005, Decree No. 124.

4.16 Brief Description of Significant After Balance-sheet Events

Financial Statements of AB PRAMROJEKTAS are adjusted if after balance-sheet events have direct influence on the data of Financial Statements still not approved.

No significant after balance-sheet events occurred in the company before the Financial Statements formation.

4.17 Audit of Annual Financial Statements

On 26 September 2005, an Independent Audit Contract No. 50926-22 was concluded with UAB Auditorių Biuras for the auditing of company's accounting and financial statements for the period from 1 January 2005 to 31 December 2005.

28 February 2006

L.R. Butkus,
Managing Director

N. Čyžienė,
Chief Financier

Intangible assets
No.4.1

AB PRAMPROJEKTAS
(company name)

133873358 Donelaičio 60, Kaunas
(company identification number, address, other data)

INTANGIBLE ASSETS 31 12 2005

LTL
Specify – in LTL or thousand LTL

Indices	Software	Patents, licenses	Other intangible assets	Total
Residual value at the end of the previous financial year	96584			96584
a) Non-current intangible assets at purchasing costs	229447			229447
At the end of the previous financial year				
Changes of the financial year:				
– purchase of the assets	44454			44454
– assets assigned to other persons and written down (-)	46055			46055
– transfers between items + / (-)				
At the end of the financial year	227846			227846
b) Amortisation				
At the end of the previous financial year	132863			132863
Changes of the financial year:				
– amortisation of the financial year	54550			54550
– reversals (-)				
– amortisation of assets assigned to other persons and written down (-)	46055			46055
– transfers between items + / (-)				
At the end of the financial year	141358			141358
c) Impairment value				
At the end of the previous financial year				
Changes of the financial year				
– impairment value of the financial year				
– reversals (-)				
– assets assigned to other persons and written down (-)				
– transfers between items + / (-)				
At the end of the financial year				
d) Residual value at the end of the financial year (a) - (b) - (c)	86488			86488

Non-current tangible assets
No.4.2

AB PRAMPROJEKTAS
(company name)

133873358 Donelaičio 60, Kaunas
(company identification number, address, other data)

**NON-CURRENT TANGIBLE ASSETS GROUPS, THEIR EVALUATION AND
DEPRECIATION CALCULATION METHODS 31 12 2005**

Groups of non-current tangible assets	Evaluation	Method of depreciation calculation	Average actual useful life
buildings	Acquisition cost	Directly proportional (linear)	40 - 80 years
vehicles	Acquisition cost	Directly proportional (linear)	6 - 9 years
Other property, plant and equipment	Acquisition cost	Directly proportional (linear)	3 - 10 years

AB PRAMPROJEKTAS

(company name)

133873358

Donelaičio 60, Kaunas

(company identification number, address, other data)

LTL
Specify – in LTL or thousand LTL

NON-CURRENT TANGIBLE ASSETS 12 31 2005

Indices	Buildings	Vehicles	Other property, plant and equipment	Library stocks	Total
Residual value at the end of the previous financial year	590040	108217	256481	7065	961803
a) Purchasing cost					
At the end of the previous financial year	837134	167967	1064780	7065	2076946
Changes of the financial year:					
- purchase of the assets	14910		89398		104308
- assets assigned and written down (-)	-14910		-135066	-1176	-151152
- transfers between items + / (-)					
At the end of the financial year	837134	167967	1019112	5889	2030102
b) Revaluation					
At the end of the previous financial year					
Finansių metų pokyčiai:					
- value increase (impairment) + / (-)					
- assets assigned to other persons and written down (-)					
- transfers between items + / (-)					
At the end of the financial year					
c) Depreciation					
At the end of the previous financial year	247094	59750	808299		1115143
Changes of the financial year:					
- depreciation of the financial year	11350	24762	108411		144523
- reversals (-)					
- depreciation of assets assigned to other persons and written down			128743		128743
- transfers between items + / (-)					
At the end of the financial year	258444	84512	787967		1130923
d) Impairment value					
At the end of the previous financial year					
Changes of the financial year					
- impairment value of the financial year					
- reversals (-)					
- of assets assigned to other persons and written down (-)					
- transfers between items + / (-)					
At the end of the financial year					
e) Residual value at the end of the financial year (a) + (b) - (c) - (d)	578690	83455	231145	5889	899179

AB PRAMPROJEKTAS

identification number 133873358 K. Donelaičio 60, Kaunas

MOVEMENT TABLE OF NON-CURRENT TANGIBLE ASSETS

Indices	2004	2005	Increase (+) Decrease (-)
Residual value at the end of the previous financial year	934746	961803	27057
Changes of the financial year			0
acquisition of assets	166023	104308	-61715
assigned to other persons and written down assets	74355	151152	76797
depreciation of assigned to other persons and written down assets	70659	128743	58084
depreciation of the financial year	135270	144523	9253
Residual value at the end of the financial year	961803	899179	-62624

movement of non-current tangible assets

AB PRAMPROJEKTAS

(company name)

133873358

Donelaičio 60, Kaunas

(identification number, address, other data)

DEPRECIATED NON-CURRENT ASSETS STILL IN USE ON 31 12 2005

Assets group name	Acquisition cost (LTL)
Vehicles	16036
Other property, plant and equipment	331772
Intangible assets	102267
TOTAL	450075

AB PRAMPROJEKTAS

133873358 Donelaičio 60, Kaunas

MOVEMENT TABLE OF NON-CURRENT FINANCIAL ASSETS

in LTL

Balance on 31 12 2004		Acquired	Assigned to other persons	Income because of market	Income (-) because of equity method	Balance on 31 12 2005
Acquisition cost	Due to equity method					
6213900	189512	984494	2210060	3142863	-14983	8305726

AB PRAMPROJEKTAS

(company name)

133873358

Donelaičio 60, Kaunas

(company identification number, other data)

PLEDGE OF NON-CURRENT TANGIBLE ASSETS, 2005

Title of pledged assets	Balance-sheet value (LTL)	Pledge expiry date
Shares of ATTENTUS UAB	905337	04 05 2006

AB PRAMPROJEKTAS
(company name)

133873358

Donelaičio 60, Kaunas

(identification number, address, other data)

INVENTORIES 31 12 2005

litais

Specify in LTL or thousand LTL

Indices	Raw materials	Work in progress	Total
a) Cost of purchase of inventories	31801		31801
At the end of the previous financial year	31801		31801
At the end of the financial year	11677		11677
b) Write-down to net realisable value (reversal)			
At the end of the previous financial year			
At the end of the financial year			
c) Net realisable value at the end of the financial year (a) - (b)			
Differences in cost methods in case of applying LIFO			
Value of pledged inventories			
Inventories held by third persons			

AB PRAMPROJEKTAS

company name

133873358

Donelaičio 60, Kaunas

(company identification number, other data)

LTL

Specify in LTL or thousand LTL

RESULT OF OTHER ACTIVITIES, 2005

Indices	Financial year	Previous financial year
a) INCOME FROM OTHER ACTIVITIES	45739	41274
Sales of non-current tangible assets	14910	1144
Aisetas recreation facility	22035	19790
Miscellaneous other income	308	7892
building maintenance	8486	12448
b) OTHER OPERATING EXPENSES	20351	21856
Significant amounts:		
Aisetas recreation facility	19894	21856
Building maintenance	457	
c) RESULT OF OTHER ACTIVITIES (a - b)	25388	19418

AB PRAMPROJEKTAS

(company name)

133873358

Donelaičio 60, Kaunas

(identification number, address, other data)

RESULT OF FINANCIAL AND INVESTING ACTIVITIES ON 12 31 2005

LTL

Specify – in LTL or thousand LTL

Indices	Financial year	Previous financial year
a) REVENUES FROM FINANCIAL AND INVESTING ACTIVITIES	3309723	275142
Material amounts:		
Late charges received		3230
Received interest on subordinated loans	2364	
Received interest on subordinated loans	30207	271104
Increase in securities value due to evaluation at market price	3142863	
dividends obtained	41079	
Revenues from transfer of non-current financial assets	90785	
miscellaneous other revenues	2425	808
b) EXPENSES FOR FINANCIAL AND INVESTING ACTIVITIES	73398	35406
Material amounts:		
Payments to the National Stock Exchange	12582	12000
Interest on loan	26000	
Loss of investment transfer	28872	
Influence of change in currency exchange rates	1624	
Lease interest	652	17865
Late charges	3588	
Miscellaneous other	80	5541
c) RESULT OF FINANCIAL AND INVESTING ACTIVITIES (a - b)	3236325	239736

AB PRAMPROJEKTAS

(company name)

133873358

Donelaičio 60, Kaunas

(identification number, other data)

CONDITION OF COMPANY'S LIABILITIES, 31 12 2005

(LTL)

Indicators	Debts or portions thereof, payable		
	Over one fiscal year	After one year but not later than over 5 years	After five years
1. Financial debts:	650000		
1.1. To credit institutions-lease			
1.2. Other financial debts	650000		
2. Debts to suppliers	77914		
3. Prepayments	471647		
4. Income tax liabilities	21944		
5. Salary liabilities	226342		
6. Social insurance contributions	139578		
5. Other debts	188531		
Total	1775956		

AB PRAMPROJEKTAS

(company name)

133873358

Donelaičio 60, Kaunas

(company identification number, address, other data)

ASSOCIATES 31 12 2005

Company name	Address	Interest held (%)	Amount of own capital (LTL)	Net profit (loss) (LTL)
ATTENTUS UAB	Donelaičio 60, Kaunas	28,30%	959539	174529

AB PRAMPROJEKTAS

(company name)

133873358

Donelaičio 60, Kaunas

(identification number, address, other data)

STRUCTURE OF AUTHORISED CAPITAL 31 12 2005

Indices	Number of shares	Amount (LTL)
Share capital structure at the end of the fiscal year		
1. by kinds of shares		
1.1. Ordinary shares	2985486	5970972
1.2. Preference shares	2985486	5970972
1.3. Employee shares		
1.4. Special shares		
1.5. Other shares		
TOTAL:	2985486	5970972
2. State or municipal capital		
Own shares held by the Company itself		
Shares held by subsidiaries		

AB PRAMPROJEKTAS

company name

No.4.14

Appendix No. 4.14 "Information on Business Segments" to Explanatory Note

Information on geographical segments 2005

Indices	Segments (types of products, services, activities)												Total of the Company	
	A			B			C			D				
	2004	2005	2004	2005	2004	2005	2004	2005	2004	2005	2004	2005	2004	2005
Revenue	7818844	6806666	326779	557780	99203	9203	54622	11499	54622	11499	Revenue	7375945		
Expenses	7466227	6610450	313283	542160	95106	95106	52366	11178	52366	11178	Expenses	7163788		
Operating profit	352617	196216	13496	15620	4097	4097	2256	321	2256	321	Operating profit	212157		
Indices	E			F			G			H				
Revenue	20x4	20x3	20x4	20x4	20x3	20x4	20x4	20x3	20x4	20x3	Revenue	8299448		
Expenses											Expenses	7926982		
Operating profit											Operating profit	372466		

* A similar Table can be completed for geographical segments on the basis of available data.

- A - Lithuania
- B - Germany
- C - Denmark
- D - Czech Republic

AB PRAMPROJEKTAS

No.4.15

company name

Appendix No. 15 "Financial Relationships with Company's Managers and Other Connected Persons" to Explanatory Notes

Financial Relationships with Company's Managers and Other Connected Persons

31 12 2005

Indicators	Financial year	Previous financial year	Closing balance of the financial year
A. Amounts relating to employment relations calculated over the year:			
1. To managers	232138	225386	
2. To other connected persons			
B. Loans granted by the Company:			
1. To managers			
2. To other connected persons			
C. Loans received:			
1. From managers			
2. From other connected persons			
D. Assets transferred gratis and presents to:			
1. To managers			
2. To other connected persons			
E. Miscellaneous guarantees granted on behalf of the Company:			
1. To managers			
2. To other connected persons			
F. Other material amounts calculated over the year:			
1. To managers			
2. To other associated persons			
G. Other liabilities material to the Company of:			
1. Managers			
2. Other connected persons			
H. Sold assets:			
1. To managers			
2. To other connected persons			
Average annual number of managers	4	4	

AB PRAMPROJEKTAS

company name

No.4.16

Appendix No. 4.16 "Profit Distribution" to Explanatory Notes

Profit Distribution

Items	Amount, LTL
Undistributed result – profit (loss) - at the end of the previous financial year	1.508.392
Net result of the financial year – profit (loss)	253.704
Transfers from reserves	90.000
Shareholders contributions for covering losses	
Distributable result - profit (loss) - at the end of the financial year	1.852.096
Profit distribution:	
– to statutory reserves	66.249
– part of company's profit transferred to reserve for the acquisition of own shares	
– to other reserves	100.000
– for payment of dividends	
part of profit for annual entitlements (tantienies) to Board and Supervisory Council members, bonuses of	
– employees and other purposes	
Undistributed result – profit (loss) - at the end of the financial year	1.685.847