

DECLARATION BY THE PERSONS RESPONSIBLE

29 – 02 – 2008 No 01/391
Kaunas

On the drawing up of the 2007 Transitional Financial Statements

We hereby declare that the transitional financial statements were drawn up according to the International Accounting Standards and the informatikon contained therein is in accordance with the facts, and present a true view of the Company's assets, liabilities, financial status and profit.

The periodical report presents a true review of business development and activities.

Managing Director



Leonas Rimantas Butkus

Chief Financier



Nijolė Čyžienė

Complete Form of the Balance Sheet

AB PRAMPROJEKTAS

(enterprise name)

133873358 , DONELAIČIO 60 KAUNAS

(enterprise identification number, address, other information)

APPROVED

BALANCE SHEET

31-12-2007

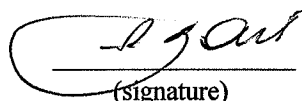
(reporting period)

(reporting currency and level of its accuracy)

	ASSETS	Note No.	Financial year 2007	Previous financial year 2006
A.	NON-CURRENT ASSETS		1766733	2952359
I.	INTANGIBLE ASSETS		62287	87386
I.1.	Development works			
I.2.	Goodwill			
I.3.	Licences and patents			
I.4.	Computer software	4.1	62287	87386
I.5.	Other intangible assets			
II.	TANGIBLE ASSETS	4.2-4.4	918920	853466
II.1.	Land			
II.2.	Buildings and constructions		555991	567340
II.3.	Plant and equipment			
II.4.	Vehicles		90034	58691
II.5.	Other property, plant and equipment		272895	227435
II.6.	Construction in progress			
II.7.	Other tangible assets			
II.8.	Investment assets		0	
II.8.1.	Land			
II.8.2.	Buildings			
III.	FINANCIAL ASSETS	4.5	785526	2011507
III.1.	Investments in subsidiaries and associates			1404891
III.2.	Loans to subsidiaries and associates			
III.3.	Amounts receivable after one year			
III.4.	Other financial assets		785526	606616
IV.	OTHER NON-CURRENT ASSETS		0	
IV.1.	Deferred tax assets			
IV.2.	Other non-current assets			
B.	CURRENT ASSETS		13998649	11341499
I.	INVENTORIES, PREPAYMENTS AND		76501	117146
I.1.	Inventories	4.6	11640	14916
I.1.1.	Raw materials and components			
I.1.2.	Work in progress			
I.1.3.	Finished products			
I.1.4.	Materials		11640	14916
I.2.	Prepayments		64861	102230
I.3.	Contracts in progress			
II.	AMOUNTS RECEIVABLE WITHIN ONE		2875109	1516918
II.1.	Trade amounts receivable		2829526	1511533
II.2.	Receivables from subsidiaries and associates			
II.3.	Other amounts receivable		45583	5385
III.	OTHER CURRENT ASSETS		11009760	9267000
III.1.	Current investments		10963147	9267000
III.2.	Time deposits			
III.3.	Other current assets		46613	
IV.	CASH AND CASH EQUIVALENTS		37279	440435
	TOTAL ASSETS:		15765382	14293858

	EQUITY AND LIABILITIES	Note No.	Financial year 2007	Previous financial year 2006
C.	EQUITY		13039273	12515937
I.	CAPITAL	4.10	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		797097	697097
III.1.	Legal reserve		597097	597097
III.2.	Reserve for acquiring own shares			
III.3.	Other reserves		200000	100000
IV.	RETAINED EARNINGS (LOSSES)		6271204	5847868
IV.1.	Profit (loss) of the reporting year		523336	717847
IV.2.	Profit (loss) of the previous year		5747868	5130021
D.	GRANTS AND SUBSIDIES			
E.	AMOUNTS PAYABLE AND LIABILITIES		2726109	1777921
I.	NON-CURRENT AMOUNTS PAYABLE AND LIABILITIES		0	
I.1.	Financial debts			
I.1.1.	Leases and similar obligations			
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	
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	4.9	2726109	1777921
II.1.	Current portion of non-current debts			
II.2.	Financial debts		623550	0
II.2.1.	To credit institutions			
II.2.2.	Other debts		623550	
II.3.	Trade amounts payable		844433	327296
II.4.	Amounts received in advance		450419	634607
II.5.	Profit tax liabilities			90426
II.6.	Liabilities related with labour relations	4.9,4.12	669642	516722
II.7.	Provisions			
II.8.	Other amounts payable and current liabilities		138065	208870
	TOTAL EQUITY AND LIABILITIES:		15765382	14293858

MANAGING DIRECTOR
title of the head of enterprise
administration


(signature)

LEONAS RIMANTAS BUTKUS
(full name)

Complete Form of Income Statement

AB" PRAMPROJEKTAS"

(enterprise name)

133873358 DONELAIČIO 60, KAUNAS

(enterprise identification number, address, other information)

APPROVED

INCOME STATEMENT**31-12-2007**

31-12-2007

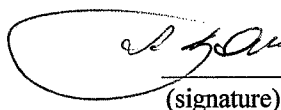
(reporting period)

Litas

to specify – in litas or thousands of litas

No.	ITEMS	Note No.	Litas	
			Financial Year 2007	Previous financial year 2006
I.	SALES INCOME	4.11	10924661	8663380
II.	COST OF SALES		8004054	6259991
III.	GROSS PROFIT (LOSS)		2920607	2403389
IV.	OPERATING COSTS		2260512	2336412
IV.1	Sales			
IV.2	General and administrative		2260512	2336412
V.	OPERATING PROFIT (LOSS)		660095	66977
VI.	OTHER ACTIVITIES	4.7	14895	23366
VI.1.	Income		55643	44625
VI.2.	Expenses		37148	21259
VII.	FINANCING AND INVESTING	4.8	-127337	789918
VII.1.	Income		289359	19020141
VII.2.	Expenses		416696	18230223
VII.3	Result of ownership method application			
VII.4	Income of equity value increase			
VIII.	PROFIT (LOSS) FROM NORMAL		551253	880261
IX.	GAIN			
X.	LOSSES			
XI.	PROFIT (LOSS) BEFORE TAX		551253	880261
XII.	PROFIT TAX		27917	162414
XIII.	NET PROFIT (LOSS)		523336	717847

MANAGING DIRECTOR
title of the head of enterprise
administration



(signature)

LEONAS RIMANTAS BUTKUS

Complete Standard Form of the Cash Flow Statement
Prepared according to the Indirect Method

AB " PRAMPROJEKTAS"

(enterprise name)

133873358, DONELAIČIO 60 KAUNAS

(enterprise registration number, address, other information)

APPROVED

CASH FLOW STATEMENT

31-12-2007

31-12-2007

in litas

(reporting period)

to specify – in litas or thousands of litas

No.	ITEMS	Note No.	Financial Year 2007	Previous financial year 2006
I.	Cash flows from operating activities			
I.1.	Net profit (loss)		523336	717847
I.2.	Depreciation and amortization costs		201470	199885
I.3.	Decrease (increase) in amounts receivable after one year			
I.4.	Decrease (increase) in inventory		3276	-3239
I.5.	Decrease (increase) in advances received		37369	-33114
I.6.	Decrease (increase) in contracts in progress			
I.7.	Decrease (increase) in trade receivables		-1317993	-307852
I.8.	Decrease (increase) in amounts receivable from subsidiaries and associates			
I.9.	Decrease (increase) in other amounts receivable		1399	35977
I.10.	Decrease (increase) in other current assets		-88210	-6713396
I.11.	Increase (decrease) in non-current payables to suppliers and advances received			
I.12.	Increase (decrease) in current payables to suppliers and advances received		332949	412342
I.13.	Increase (decrease) in profit tax liability		-90426	68482
I.14.	Increase (decrease) in liabilities connected with labour relations		152920	150802
I.15.	Increase (decrease) in provisions			
I.16.	Increase (decrease) in other amounts payable and liabilities		-70805	20339
I.17.	Elimination of non-current and intangible assets transfer results			
I.18.	Elimination of financing and investing activity results		127337	-789918
I.19.	Elimination of other non-cash items		-589	10730684
	<u>Net cash flows from operating activities</u>		-187967	4488839
II.	Cash flows from investing activities			
II.1.	Acquisition of non-current assets (excluding investments)		-246587	-156449
II.2.	Transfer of non-current assets (excluding investments)		4763	
II.3.	Acquisition of long-term investments		-509000	-2849576
II.4.	Transfer of long-term investments		1525080	8264399

II.5.	Loans granted			
II.6.	Loans recovered			
II.7.	Dividends and interest received			40159
II.8.	Other increase in cash flows from investing activities		130830	9123878
II.9.	Other decrease in cash flows from investing activities		-1748277	-18152034
	Net cash flows from investing activities		-843191	-3729623
III.	Cash flows from financing activities			
III.1.	Cash flows related to enterprise owners:			
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		628002	-721995
III.2.1.	Increase in financial debts		623550	0
III.2.1.1.	Loans received		623550	
III.2.1.2.	Issue of bonds			
III.2.2.	Decrease in financial debts			-670230
III.2.2.1.	Loans repaid			-650000
III.2.2.2.	Purchase of bonds			
III.2.2.3.	Interest paid			-20230
III.2.2.4.	Payments of lease (finance lease) liabilities			
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		4910	
III.2.6.	Other decrease in cash flows from financial items		-458	-51765
	Net cash flows from financing activities		628002	-721995
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			
VI.	Net increase (decrease) in cash flows		-403156	37221
VII.	Cash and cash equivalents at the beginning of period		440435	403214
VIII.	Cash and cash equivalents at the end of period		37279	440435

MANAGING DIRECTOR
title of the head of enterprise
administration



LEONAS RIMANTAS BUTKUS
(signature) (full name)

41. Net profit / loss of the reporting period														523336	523336	523336								
42. Dividends														0		0								
43. Other payments														0		0								
44. Formed reserves														200000	-200000	0								
45. Used reserves														-100000	100000	0								
46. Increase / reduction of authorised capital																0								
27. Balance at the end of reporting financial year 31.12.2007														5970972	0	0	0	0	0	0	0	200000	6271204	13039273

MANAGING DIRECTOR

title of the head of enterprise
administration



LEONAS RIMANTAS BUTKUS

(signature)

EXPLANATORY NOTES TO UNAUDITED TRANSITIONAL FINANCIAL STATEMENTS FOR THE YEAR 2007

I. AIM

The aim of this Explanatory Notes is to present additional information in order to better explain AB PRAMPROJEKTAS Financial Statements for the year 2007.

II. GENERAL

2.1 Date of Registration

PRAMPROJEKTAS, a public 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 with 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. Website: www.pramprojektas.lt

2.2 Fiscal Year

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

When drawing up 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. The shares of this company were sold on 18 December 2007.

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 on 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 2007 are:

Technical and Detailed Designs of Extension of Kaunas Wastewater Treatment Plant with Biological Treatment; Technical Design of Ignalina Nuclear Power Plant Spent Fuel Storage Facility B1; Technical Design of Ignalina Nuclear Power Plant's Solid Radioactive Waste Management Facility; Detailed Design of Reconstruction of AB Jonavos Grūdai Grain Storage Facility in Ukmergė.

Contracts signed but still not started to be implemented:

-Design Contract No. 126-03 of 22 12 2003. Customer – Transport Investment Directorate. According to agreement No. 3.1-11 of 21 12 2005 the customer's functions were transferred to the Directorate of Border Crossing Infrastructure.

-Design Contract No. 3.3-9-096-04 of 20 09 2004. Customer – Directorate of Border Crossing Infrastructure.

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 143. The average monthly salary amounted to LTL 3329.00. Temporary regulations of payment for work for the year 2006 were approved by Decree No. 131 of 29 December 2006.

III. ACCOUNTING POLICY

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

The Company works out Financial Statements based on Lithuanian Republic Law on Accounting and Lithuanian Republic Law on Financial Statements of Enterprises, International Accounting Standards (IAS) and International Financial Statements Standards (IFSS), accounting policy of AB "Pramprojektas" and other legislation regulating accounting and financial statements.

3.2 Influence of Change in the Accounting Policy on the Company's Operation Results

Since 2005 AB Pramprojektas has draw up Financial Statements according to the International Accounting Standards. Accounting policy was not changed during the reporting year.

3.3 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;

Following IAS 39, financial assets and financial obligations are classified to the following classes:

Financial asset:

- financial asset at the fair value in the Profit (Loss) Statement;
- investments held up to the end of maturity (was not during the reporting period)
- non-current financial assets– equity method and market price;
- loans and amounts receivable;
- financial asset possible for selling.

Financial liabilities:

- financial liabilities at the fair value in the Profit (Loss) Statement;
- others.

3.4 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.

3.5 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 minimum 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 of 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 2007 these rates did not change.

3.6 Non-current Financial Assets

AB PRAMPROJEKTAS has no subsidiaries.

Investments in other companies' shares, which do not exceed 20% of voting rights at the 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 the 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 the stock exchange applicable at the end of the reporting period. The Company had 512 pieces of AB "Ūkio bankas" shares in the fiscal year 2007.

The securities owned are assigned to financial asset at the fair value in the Profit (Loss) Statement category.

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.

3.7 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.

3.8 Assets revaluation Methods

Assets revaluation methods were not applied in the fiscal year 2007.

3.9 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.

The result of transfer of used non-current tangible and intangible assets, Company's income from the lease of premises, income received from the holiday home Aisetas are attributed to other operations except for financing and investing activities.

The following items are attributed to financial and investing activities: dividends, interest, penalties and fines for delayed payments, profit or loss from investment accounted for by equity method, result of transfer of financial assets, and result of changes in currency exchange rates.

Forfeit, penalties, fines, interest payments for loss compensation, amounts for improper and overdue performance of contractual obligations are recorded as increase or decrease of operating expenses.

Upon failure to pay taxes to the budget in a timely manner this is classified as financial activity expenses, and payment to the budget for other violations of legislation having accumulated due to delayed payments are classified as activity expenses.

Income and expenses related to design works are recognized according to IAS 11. Expenses and income related to design contracts are recognized as income and expenses of the reporting period when works are actually carried out disregarding the fact that the deed of acceptance and transfer is not signed and the invoice is not issued. However, if the expenses of some project contract exceed the total contract income such excess is immediately recognized as expenses according to paragraph 36, IAS 11.

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

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

3.10 Inventories Accounting

Inventories means materials 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 the 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 2007. The biggest part of inventories includes paper, toners for copying machines and printers.

3.11 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.

3.12 Accounting of Research and Development Expenses -

In the fiscal year 2007 the Company did not incur research and development expenses.

3.13. Investments in Associates

The value of AB Pramprojektas' investment in associates was set in the manner prescribed by the International Accounting Standard 28 "Accounting of Investment in Associates". Investment in associate is accounted for by equity method, except for the case when the investment is acquired and held exclusively with a view to its resale in twelve months from the date of acquisition, and the management are searching for the buyer.

3.14. Cash and Description of Cash Equivalent

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

3.15. 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.

3.16. 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 only the result of change in currency exchange rates (profit or loss from change in currency exchange rate).

3.17 Principles of Provisions Formation

No provisions were formed in the Financial Statements for the year 2007. The reserve for holiday pays that should be paid to the Company's staff is attributed to current liabilities of the Company.

3.18 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 Pramprojekta 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 Pramprojekta 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.

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 the 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 766,302; Aisetas recreation facility in Paaiseté Village, Molėtai District. Useful space – 787.36 sq.m. The cost of acquisition amounts to LTL70, 832.

The taxing (basic) value of the real estate – premises located on Donelaičio Str. 60, Kaunas, owned by the public limited company Pramprojektas, established by the State Enterprise Centre of Registers by the method of mass valuation amounts to LTL 8,028,048 on 01 01 2006.

By the Letter No. 1.31./1133s-2061 of 31 March 2006, the Centre of Registers decided to approve the adjusted taxing value established after individual valuation, i.e. LTL 4,376,000.

The taxing (basic) value of the recreation facility Aisetas, established by the method of mass valuation, amounts to LTL 87,885.

Facility name	Balance-sheet (residual) value, LTL 31 12 2007	Construction year
Industrial building	529,308	1965
Recreation facilities	26,683	1984
Total	555,991	

Information given in appendices to the 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 "Aloja"	583	2.68
2	UAB "Bankinés konsultacijos"	12,984	18.55

Information given in appendices to the Explanatory Notes:

No 4.5 "Movement of financial tangible asset"

To ensure the fulfilment of liabilities related to the financial loan received in 2004, a part of UAB Attentus shares was pledged. The pledge was removed in 2006.

Information is given in the following Appendices to the 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 2007.

Other current assets include shares in other companies.

List of shares held in other companies:

No.	Name	Amount of shares held	Portion in the Company's authorized capital, %
1.	UAB Asocijuoto turto valdymas	5,899,584	7.8661
2.	UAB "Energolinija"	158,790	13.81
3.	AB "Ūkio bankas"	512	0.008

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.4.11 "Information on Geographical Segments" to the Explanatory Notes"

4.6 Liabilities

Information is given in the Appendix

No.4.9 "Condition of Company's Liabilities" to the Explanatory Notes"

No.4.7 Result of Other Activities

Information is given in Appendix No.4.7 “Result of Other Activities” to the Explanatory Notes”

No.4.8 Result of Financial and Investing Activities

Loan agreement for borrowing 623 550.00 litas was made with UAB “Asocijuotas turto valdymas” on 20-12-2007. 8.5% annual interest is provided. The loan must be returned till 20-12-2008.

Information is given in Appendix

No.4.8 “Result of Financial and Investing Activities” to the Explanatory Notes

No.4.9 Amounts Receivable

The annual stock-taking of Company’s debts for the year 2007 was performed on 31 December 2007.

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.	Attentus UAB	135,654,594	14.22
2.	Finbaltus UAB FMĪ	122,020,469	5.37
3.	Gončaruk Olga		5.81
4.	York Well Business Corp.	1,012,383	24.21
5.	Romanov Roman		6.01
6.	Romanov Vladimir		6.01
7.	UniLine LLC	260,802	9.48
8.	Natural persons		28.89
	TOTAL		100.00

The Company did not acquire own shares either in the previous year or in the year 2007.

Structure of the authorised capital is presented in the Appendix to the Explanatory Notes

No.4.10 “Structure of Authorised Capital”

No.4.13 “Profit appropriation project”

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 Articles of Association. A draft of appropriation of profit (loss) for the fiscal year is presented along with Financial Statements. The Company's shareholders' meeting has to approve Company's Financial Statements and distribute the profit.

4.12 Cash Flow Statement

Cash Flow Statement is prepared by indirect method.

Non-cash items in the Cash Flow Statement: non-current assets depreciation (amortization), doubtful debts written-off, assets not fully depreciated and written-off, decrease in liabilities related to labour relations, difference in the fair and market prices of shares.

Information is given in the Cash Flow Statement.

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

Information is given in Appendix

No.4.12 "Financial Relationships with Company's Managers and Other Connected Persons" to the Explanatory Notes

4.14 Guarantees issued

No guarantees were issued

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 19 November 2007 by Director's Order No. 98; the inventorying of the recreational facilities 08 October 2007 by Director's Decree No. 85, and in the inventorying of warehouse-31 December 2007, Decree No. 114.

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.

A share sales contract was concluded with DP International.

4.17 Audit of Annual Financial Statements

On 17 December 2007, an Independent Audit Contract No. 71217-74 was concluded with UAB Auditorių Biuras for the auditing of the Company's accounting and financial statements for the period from 1 January 2007 to 31 December 2007.

28 February 2008

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 31-12-2007

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	87386			87386
a) Non-current intangible assets at purchasing costs	318635			318635
At the end of the previous financial year				
Changes of the financial year:				
– purchase of the assets	28367			28367
– assets assigned to other persons and written down (-)	-80313			-80313
– transfers between items + / (-)	-1997			-1997
At the end of the financial year	264692			264692
b) Amortisation				
At the end of the previous financial year				
Changes of the financial year:				
– amortisation of the financial year	231248			231248
– reversals (-)	51099			51099
– amortisation of assets assigned to other persons and written down (-)	-79887			-79887
– transfers between items + / (-)	-55			-55
At the end of the financial year	202405			202405
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)	62287			62287

Non-current tangible assets
No.4.2

AB PRAMPROJEKTAS
(company name)

Donelaičio 60, Kaunas

(company identification number, address, other data)

31-12-2007

NON-CURRENT TANGIBLE ASSETS GROUPS, THEIR EVALUATION AND DEPRECIATION

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

Non-current tangible assets
No.4.3

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 31 12 2007

Indices	Buildings	Vehicles	Other property, plant and equipment	Library stocks	Total
Residual value at the end of the previous financial year	567340	58691	222851	4583	853465
a) Purchasing cost					
At the end of the previous financial year	837134	167967	960757	4583	1970441
Changes of the financial year:					
- purchase of the assets	64378		153841		218219
- assets assigned and written down (-)	-25443		-109328	-130	-134901
- transfers between items +/- (-)			1997		1997
At the end of the financial year	837134	206902	1007267	4453	2055756
b) Revaluation					
At the end of the previous financial year					
Finansinių 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	269794	109276	737906		1116976
Changes of the financial year:					
- depreciation of the financial year	11349	31432	107589		150370
- reversals (-)					
- depreciation of assets assigned to other persons and written down					
- transfers between items +/- (-)		-23840	-106725		-130565
At the end of the financial year	281143	116868	738825		1136836
d) Impairment Value					
At the end of the previous financial year					
Changes of the financial year:					
- impairment value of the financial year					
- reversals (-)					
- or 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) -	555991	90034	268442	4453	918920

Non-current tangible assets
Appendix No. 4.4

AB PRAMPROJEKTAS
(company name)

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

DEPRECIATED NON-CURRENT ASSETS STILL IN USE ON 31 12 2007

Assets group name	Acquisition cost (LTL)
Vehicles	636
Other property, plant and equipment	516582
Intangible assets	122871
TOTAL	640089

AB PRAMPROJEKTAS

133873358 Donelaičio 60, Kaunas

MOVEMENT TABLE OF NON-CURRENT FINANCIAL ASSETS

in LTL

		Balance on 30 12 2006			Assigned to other persons	Income because of market price	carried from current assets i tem	Income (-) because of equity method	Balance on 31 12 2007
Acquisition cost	Income because of market price	Due to equity method	Total	Acquired					
1337624	673883		2011507	509000	1888229		153248	785526	

AB PRAMPROJEKTAS

(company name)

133873358

Donelaičio 60, Kaunas

(identification number, address, other data)

INVENTORIES 31 12 2007

litais

Specify in LTL or thousand LTL

Indices	Raw materials	Work in progress	Total
a) Cost of purchase of inventories	11640		11640
At the end of the previous financial year	11640		11640
At the end of the financial year			
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 Donelaitis 60, Kaunas
(company identification number, other data)

RESULT OF OTHER ACTIVITIES, 2007

LTL
Specify in LTL or thousand LTL

Indices	Financial year 2007	Previous financial year 2006
a) INCOME FROM OTHER ACTIVITIES	55643	44625
Sales of non-current tangible assets		
Aisetas recreation facility	38575	33063
Miscellaneous other income	5616	11562
building maintenance	11452	
b) OTHER OPERATING EXPENSES	37148	21259
Significant amounts:		
Aisetas recreation facility	37148	21259
Building maintenance		
c) RESULT OF OTHER ACTIVITIES (a - b)	18495	23366

Appendix 4.8 Expenses

AB PRAMPROJEKTAS

(company name)

133873358

Donelaičio 60, Kaunas

(identification number, address, other data)

RESULT OF FINANCIAL AND INVESTING ACTIVITIES ON 2007

LTL

Specify - in LTL or thousand LTL

Indices	Financial year 2007	Previous financial year 2006
a) REVENUES FROM FINANCIAL AND INVESTING ACTIVITIES	289359	19020142
Material amounts:		
Late charges received	3300	688
Received interest on subordinated loans		4122
Equity method result	153248	493354
Increase in securities value due to evaluation at market price	370	8199255
dividends obtained		36037
Revenues from transfer of non-current financial assets		1157496
miscellaneous other revenues	130830	2436
Current assets sales income	1611	9120754
b) EXPENSES FOR FINANCIAL AND INVESTING ACTIVITIES	416696	18230223
Material amounts:		
Payments to the National Stock Exchange		13497
Interest on loan	589	20230
Sales expenses of current financial assets		18152034
Influence of change in currency exchange rates		6195
Share valuation expenses		14000
Lease interest	52500	
Revenues from transfer of non-current financial assets	363149	
Late charges	458	7754
Miscellaneous other		16513
c) RESULT OF FINANCIAL AND INVESTING ACTIVITIES (a - b)	-127337	789919

AB PRAMPROJEKTAS
(company name)

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

CONDITION OF COMPANY'S LIABILITIES, 31 12 2007
(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:			
1.1. To credit institutions-lease	623550		
1.2. Other financial debts	623550		
2. Debts to suppliers	844433		
3. Prepayments	450419		
4. Income tax liabilities			
5. Salary liabilities	511574		
6. Social insurance contributions	158068		
7. Social tax			
8. Other debts	138065		
Total	2726109		

AB PRAMPROJEKTAS
(company name)

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

STRUCTURE OF AUTHORISED CAPITAL 31 12 2007

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.4.11

Appendix No. 4.11 "Information on Business Segments" to Explanatory Note

Information on geographical segments 31-12-2007

Indices	Segments (types of products, services, activities)												Total of the Company			
	A			B			C			D					Revenue	Expenses
	2006	2007	2006	2007	2006	2007	2006	2007	2006	2007	2006	2007				
Revenue	6472542	9514914	1340068	682232	850770	162281	565234	10924661								
Expenses	6428578	8940814	1346243	640615	821582	152382	530755	10264566								
Operating profit	43964	574100	-6175	41617	29188	9899	34479	660095								
Indices	E			F			G			H						
Revenue	20x5	20x6	20x5	20x6	20x5	20x6	20x5	20x6	20x5	20x6	20x5	20x6	Revenue	8663380		
Expenses													Expenses	8596403		
Operating profit													Operating profit	66977		

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

- A - Lithuania
- B - Germany
- C - Russia
- D - Italian

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 2007		Closing balance of the financial year
Indicators	Financial year	Previous financial year		
A. Amounts relating to employment relations calculated over the year:				
1. To managers	350700	309420		
2. To other connected persons	350700	309420		
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	4	