

JOINT STOCK COMPANY LATVIJAS BALZAMS
(ENTERPRISE REGISTER NUMBER LV40003031873)

FIRST 3 MONTHS OF THE YEAR 2005

Riga, 2005

Income statement

	Notes	31.03.2005 EUR*	31.03.2004 EUR**
Net turnover		20 365 531	17 847 413
Cost of sales		(18 433 212)	(15 704 546)
Gross profit or loss		1 932 320	2 142 867
Distribution costs		(889 343)	(636 714)
Administrative expense		(857 336)	(839 852)
Other operating income		127 031	162 333
Interest receivable and similar income		198 853	100
Interest payable and similar expense		(213 836)	(210 897)
Profit or loss before taxes		297 689	617 837
Corporate income tax		(44 654)	(92 675)
Other taxes		(30 508)	(27 231)
Profit or loss for the reporting year		222 527	497 930

* - after currency exchange rate set by Bank of Latvia on 31.03.2005 (1 EUR = 0.702804 LVL)

** - after currency exchange rate set by Bank of Latvia on 31.03.2004 (1 EUR = 0.661 LVL)

Rolands Gulbis
Chairman of the Executive Board

Balance sheet ASSETS

	Notes	31.03.2005 EUR*	31.03.2004 EUR**
NON-CURRENT ASSETS			
Intangible fixed assets			
Concessions, patents, licences and similar rights		389 911	752 023
Goodwill		-	(130 244)
TOTAL		389 911	621 779
Tangible fixed assets			
Land, buildings, constructions and perennial plants		10 719 302	11 181 182
Equipment and machinery		4 942 462	6 377 818
Other fixtures and fittings, tools and equipment		1 403 438	911 729
Construction in progress		595 361	611 561
Prepayments for tangible fixed assets		569 823	301 841
TOTAL		18 230 386	19 384 132
Non-current financial assets			
Investments in share capital of related companies		6 618	2 186
TOTAL		6 618	2 186
TOTAL NON-CURRENT ASSETS		18 626 914	20 008 097
CURRENT ASSETS			
Inventories			
Raw materials		12 857 818	9 706 325
Work in progress		718 974	997 204
Finished goods and goods for resale		4 678 495	3 132 079
TOTAL		18 255 287	13 835 608
Receivables			
Trade receivables		7 223 027	6 595 331
Receivables from related companies		7 299 823	5 313 737
Other receivables		658 933	3 241 428
Prepaid expense		150 100	132 138
TOTAL		15 331 883	15 282 634
Cash (TOTAL)		1 509 027	215 029
TOTAL CURRENT ASSETS		35 096 198	29 333 271
TOTAL ASSETS		53 723 112	49 341 368

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EQUITY AND LIABILITIES

	Notes	31.03.2005 EUR*	31.03.2004 EUR**
CAPITAL AND RESERVES			
Share capital		10 667 128	11 341 755
Share premium		87 887	93 445
Non-current assets revaluation reserve		1 401 355	1 489 982
Reserves:			
unrealized gain from investment in subsidiary undertakings			
other reserves		1 777 234	1 889 632
merger reserve		(15 796 588)	(16 795 620)
Retained earnings:			
brought forward		22 605 105	22 791 735
for the period		222 527	497 930
TOTAL EQUITY		20 964 647	21 308 859
PROVISIONS FOR LIABILITIES AND CHARGES			
Provisions for expected taxes		821 596	733 601
Other provisions		1 684 793	1 710 182
TOTAL PROVISIONS FOR LIABILITIES AND CHARGES		2 506 389	2 443 782
LIABILITIES			
Non-current liabilities			
Loans from credit institutions		14 342 548	11 038 655
TOTAL		14 342 548	11 038 655
Current liabilities			
Loans from credit institutions		2 303 075	9 252 260
Trade payables		5 105 523	2 506 464
Taxes payable		8 250 761	2 556 667
Other liabilities		242 721	226 759
Undrawn dividends of previous years		7 449	7 920
TOTAL		15 909 528	14 550 071
TOTAL LIABILITIES		30 252 076	25 588 726
TOTAL EQUITY AND LIABILITIES		53 723 112	49 341 368

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