



**LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY**

**CONSOLIDATED INTERIM REPORT FOR THE 3 MONTHS OF 2008**

**PREPARED IN ACCORDANCE WITH INTERNATIONAL FINANCIAL REPORTING  
STANDARDS**

**(Translation of the Latvian original)**

**ORIGINAL OF CONSOLIDATED ANNUAL REPORT IN LVL EXPRESSED IN EUR. EXCHANGE RATE  
0,702804 EUR/LVL.**

**LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY**  
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**LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY**  
**INFORMATION ABOUT PARENT COMPANY**

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**COMPANY NAME:** LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY

**LEGAL STATUS:** STOCK COMPANY

**REGISTRATION:** Registered in Latvian Register of Enterprises at 27.08.2004.  
Registration Number: 40003306807

**LEGAL ADDRESS:** 23, PATVERSMES STREET, RIGA, LV - 1005, LATVIA

**SHARES** 800 000 shares with face value 1,00 LVL, int. al.:  
798 800 public registered shares. ISIN code:LV0000100741  
1 200 registered shares listed in the register of the Board

**MAJOR SHAREHOLDERS:** JANIS BIRKS 38,9%  
ILZE AIZSILNIECE 10,1%  
AGRIS SHVARCBERGS 10,4%  
STATE SOCIAL INSURANCE AGENCY 5%

**CEO:** MARTA AIZSILNIECE

**REPORTING PERIOD:** 1 JANUARY 2008 - 31 MARCH 2008

**LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY  
COUNCIL AND BOARD OF THE GROUP**

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**Council of the Group**

**Number of shares owned at  
31.03.08**

**From November 22, 2006 till April 23, 2008**

<u>Name</u>	<u>Position</u>	
Agris Shvarcbergs	Chairman of the Council	80 917 died 23.11.07
Antons Vjaters	Member of the Council	-
Vladislavs Skrebelis	Member of the Council	-
Austris Adumans	Vice-Chairman of the Council	-
Martins Birks	Member of the Council	-

**From April 23, 2008 till the consolidated financial statements signing day**

<u>Name</u>	<u>Position</u>	
Martins Birks	Chairman of the Council	-
Antons Vjaters	Member of the Council	-
Vladislavs Skrebelis	Member of the Council	-
Austris Adumans	Vice-Chairman of the Council	-
Viesturs Shilinsh	Member of the Council	3 038

**Board of the Group**

**From April 28, 2005 till the consolidated financial statements signing day**

<u>Name</u>	<u>Position</u>	
Marta Aizsilniece	Chairperson of the Board	1 066
Marika Baumgarte	Member of the Board	12 071
Andris Vigants	Member of the Board	-

**MANAGEMENT REPORT**

In accordance with the paragraph 1 of Section 4 of the law "On Consolidated Annual Reports" the joint stock company is under an obligation to prepare the consolidated annual report.

The consolidated annual report contains information concerning the current situation and future development of parent company JSC "Latvijas Juras medicinas centrs" (hereinafter referred to as LJMC) and its subsidiary company SIA "Juras medicina" (hereinafter referred to as JM).

This audited consolidated annual report is prepared in accordance with International Financial Reporting Standards (IFRS) and is based on business continuation principle. The financial statements were drawn up in Latvian lats (LVL) and euros (EUR). The applied currency exchange rate is EUR/LVL 0.702804.

The share of the parent company constitutes the dominant part of the group's assets, turnover and profits.

The profit before taxes of the parent company was 190 323 EUR.

The loss before taxes of subsidiary company was -12 341 EUR.

**Important events that affected results of the Group's activities in reporting period**

On the base of increased government funding, employees' salaries have been raised on 1 January 2008 as required by the relevant regulation by the Cabinet of Ministers and stipulated in the agreement with HCISA.

The share price at the 03.01.08 was LVL 2,80; at 31.03.2008 - LVL 3,45; at 26.05.08 - LVL 4,00.

**Future Development of the Group**

The project development for a new surgery hospital at Patversmes street 23 started in the year 2007. The further development of primary health care including e-medicine will start in 2008.

**Risk Management**

The company has good debtor ageing ratio and current ratio. Health Compulsory Insurance State Agency that is the biggest debtor (government procurement) usually settles its payments in due time. In cooperation with SIA "Marsh" the identification and evaluation of the main company's risks was done. Now the risk management politic is being developed.

On behalf of the Group:

Chairperson of the Board

Marta Aizsilniece

Member of the Board

Andris Vigants

Member of the Board

Marika Baumgarte

Riga, 28 May, 2008.

**LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY**  
**DECLARATION OF MANAGEMENT RESPONSIBILITY**

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Consolidated financial statements are prepared to the best on our knowledge in accordance with International Financial Reporting Standards as adopted by EU. These financial statements gives a true and fair view of the state of activities of the Group and of the results of the Group for the period ended 31 March 2008 in all essential aspects. In preparing those financial statements, management:

- selected suitable accounting policies and then apply them consistently;
- made judgments and estimates that are reasonable and prudent;
- prepared the financial statements on the going concern basis to presume that the Group will continue in business.

The Management Board is responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Group and enable them to ensure that financial statements drawn up from them comply with International Financial Reporting Standards as adopted by EU. They are also responsible for safeguarding the assets of the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Chairperson of the Board

Marta Aizsilniece

Member of the Board

Andris Vigants

Member of the Board

Marika Baumgarte

Riga, 28 May, 2008.

**LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY**  
**CONSOLIDATED STATEMENT OF INCOME**  
**FOR THE PERIODS ENDED 31 MARCH 2008 AND 31 DECEMBER 2007**

	2007, 3 month period EUR	2008, 12 month period EUR	Note	2007, 3 month period EUR
Net sales	2 086 364	7 459 845	<b>14</b>	1 763 597
Cost of goods sold	(1 798 962)	(6 622 913)	<b>15</b>	(1 489 489)
<b>Gross profit or loss</b>	<b>287 402</b>	<b>836 932</b>		<b>274 108</b>
				0
Administrative expenses	(154 501)	(561 087)	<b>16</b>	(127 531)
Other operating income	38 196	156 563	<b>17</b>	23 731
Other operating expenses	(4 348)	(24 949)	<b>18</b>	(125)
Gain from the change of fair value of investment property	-	-		-
Income from investment in associates	-	2 245	<b>19</b>	-
Interest income and similar income	11 234	37 698	<b>20</b>	3 537
Interest expense and similar expense	-	-	<b>21</b>	-
<b>Profit before taxes</b>	<b>177 981</b>	<b>447 402</b>		<b>173 720</b>
				0
Corporate income tax	-	(124 757)	<b>22</b>	-
Minority interest	87	129		(27)
<b>NET PROFIT OR LOSS</b>	<b>178 068</b>	<b>322 774</b>		<b>173 693</b>
<b>Number of shares</b>	800 000	800 000		800 000
<b>Earnings per Share (EPS) (EUR)</b>	<b>0,22</b>	<b>0,40</b>		<b>0,22</b>

*The notes on pages 12-20 form an integral part of these financial statements.*

**LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY**  
**CONSOLIDATED BALANCE SHEET**  
**AS OF 31 MARCH 2008 AND 31 DECEMBER 2007**

	<b>March 31, 2008 EUR</b>	<b>December 31, 2007 EUR</b>	<b>Note</b>	<b>March 31, 2007 EUR</b>
<b>ASSETS</b>				
<b>Current assets:</b>				
<b>Stocks</b>				
Raw materials	130 438	91 058	4	76 623
<b>Total stocks</b>	<b>130 438</b>	<b>91 058</b>		<b>76 623</b>
<b>Debtors:</b>				0
Trade debtors	514 896	256 308	5	178 516
Other debtors	17 514	13 034	6	45 764
Accruals	2 393	19 744	7	1 342
<b>Total debtors</b>	<b>534 803</b>	<b>289 085</b>		<b>225 622</b>
				0
<b>Cash funds</b>	<b>1 406 637</b>	<b>1 752 493</b>	8	<b>1 055 047</b>
<b>Total current assets</b>	<b>2 071 878</b>	<b>2 132 636</b>		<b>1 357 292</b>
<b>Long-term investments:</b>				0
<b>Intangible assets:</b>				0
Other intangible (fixed) assets	2 668	3 372	2	5 639
Goodwill	-	-		2 607
<b>Total intangible assets</b>	<b>2 668</b>	<b>3 372</b>		<b>8 246</b>
<b>Fixed assets:</b>				-
Land and buildings	5 086 185	5 161 641		5 493 978
Technological equipment and machines	510 401	547 148		407 279
Other fixed assets and inventory	105 722	109 353		88 911
Long term investments in rented fixed assets	16 212	20 442		33 132
Unfinished building objects	250 201	250 201		250 201
Advance payments for fixed assets	-	-		5 532
<b>Total fixed assets:</b>	<b>5 968 721</b>	<b>6 088 786</b>	2	<b>6 279 032</b>
<b>Long-term financial assets:</b>				-
Investment assets	188 659	188 659	2	188 659
Participating interests in associated enterprises	178 595	178 595	3	176 349
<b>Total financial assets:</b>	<b>367 253</b>	<b>367 253</b>		<b>365 008</b>
<b>Total long-term investments:</b>	<b>6 338 642</b>	<b>6 459 411</b>		<b>6 652 286</b>
<b>TOTAL ASSETS</b>	<b>8 410 520</b>	<b>8 592 047</b>		<b>8 009 577</b>

*The notes on pages 12-20 form an integral part of these financial statements.*



**LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY**  
**CONSOLIDATED BALANCE SHEET**  
**AS OF 31 MARCH 2008 AND 31 DECEMBER 2007**

	March 31, 2008 EUR	December 31, 2007 EUR	Note	March 31, 2007 EUR
<b>LIABILITIES</b>				
<b>Liabilities:</b>				
<b>Liabilities:</b>				
Received advance payments	42 703	530 023	<b>10</b>	8 163
Due to customers and suppliers	170 987	70 890	<b>11</b>	207 994
Taxes and social security payments	223 735	197 025	<b>12</b>	140 978
Other payables	229 374	228 370	<b>13</b>	177 045
Recognized deferred tax liabilities	644 514	656 125	<b>22</b>	689 818
<b>Total liabilities</b>	<b>1 311 313</b>	<b>1 682 432</b>		<b>1 223 998</b>
<b>Provisions for liabilities and charges:</b>				-
Provisions for vacations	180 982	180 982		206 785
<b>Total provisions</b>	<b>180 982</b>	<b>180 982</b>		<b>206 785</b>
<b>Total liabilities</b>	<b>1 492 295</b>	<b>1 863 414</b>		<b>1 430 783</b>
				-
<b>Equity capital:</b>				-
Share equity	1 138 297	1 138 297	<b>9</b>	1 138 297
Reserves:				-
c) reserves provided by the Articles of Association	45 522	45 522		45 522
d) fixed asset's revaluation reserve	4 077 800	4 155 208		4 418 397
Retained earnings:				-
a) brought forward from previous years	1 464 844	1 064 790		800 639
b) current year profit or loss	189 679	322 774		173 693
<b>Total shareholders' equity</b>	<b>6 916 142</b>	<b>6 726 592</b>		<b>6 576 548</b>
<b>Minority interest</b>	<b>2 083</b>	<b>2 040</b>		<b>2 247</b>
<b>Total equity capital</b>	<b>6 918 225</b>	<b>6 728 633</b>		<b>6 578 794</b>
<b>TOTAL EQUITY, PROVISIONS AND LIABILITIES</b>	<b>8 410 520</b>	<b>8 592 047</b>		<b>8 009 577</b>
<b>Current Ratio</b>	<b>1,58</b>	<b>1,27</b>		<b>1,11</b>
<b>Debt Ratio</b>	<b>0,18</b>	<b>0,22</b>		<b>0,18</b>

*The notes on pages 12-20 form an integral part of these financial statements.*

**LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY**  
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (EUR)**  
**FOR THE PERIODS ENDED 31 MARCH 2008 AND 31 DECEMBER 2007**

	Share capital	Reserves provided by the Articles of Association	Investment evaluation reserve	Previous years retained earnings	Current year profit	Minority interest	Total
<b>At 31 December 2006</b>	<b>1 138 297</b>	<b>45 522</b>	<b>4 418 397</b>	<b>484 108</b>	<b>316 580</b>	<b>2 170</b>	<b>6 405 075</b>
Transfers to reserves	-	-	-	316 580	(316 580)	-	-
Dividends paid	-	-	-	(45 532)	-	-	(45 532)
Profit for the year	-	-	-	-	322 774	-	322 774
Depreciation of revaluation surplus	-	-	(309 634)	309 634	-	-	-
Minority interest changes	-	-	46 445	-	-	(129)	46 316
<b>At 31 December 2007</b>	<b>1 138 297</b>	<b>45 522</b>	<b>4 155 208</b>	<b>1 064 790</b>	<b>322 774</b>	<b>2 040</b>	<b>6 728 633</b>
Previous years retained earnings	-	-	-	322 774	(322 774)	-	-
Dividends paid	-	-	-	-	-	-	-
Depreciation of revaluation surplus	-	-	(77 408)	77 408	11 611	-	11 611
Deffered tax on revaluation surplus	-	-	-	-	-	-	-
Profit for the year	-	-	-	-	178 068	-	178 068
Minority interest changes	-	-	-	(129)	-	43	(87)
<b>At 31 March 2008</b>	<b>1 138 297</b>	<b>45 522</b>	<b>4 077 800</b>	<b>1 464 844</b>	<b>189 679</b>	<b>2 083</b>	<b>6 918 225</b>

*The notes on pages 12-20 form an integral part of these financial statements.*

**LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE PERIODS ENDED 31 MARCH 2008 AND 31 DECEMBER 2007**

	<b>2007, 3 month period EUR</b>	<b>2008, 12 month period EUR</b>	<b>Note</b>	<b>2007, 3 month period</b>
<b>Cash flows used in operating activities</b>				
<b>Net income before tax</b>	<b>177 981</b>	<b>447 402</b>		<b>284 988</b>
Adjustments:				-
a) depreciation of tangibles	150 153	572 006	<b>2</b>	237 548
b) depreciation of goodwill	-	2 607		-
c) provisions	-	(25 802)		53 503
d) loss (gain) on sale of tangibles	228	13 534	<b>18</b>	27 648
e) interest expenses	-	-		3 789
f) gain (loss) from investments in associates	-	(2 245)	<b>20</b>	(35 798)
g) gain from the change of fair value of investment property	-	-		(14 745)
<b>2. Gain (loss) before changes in current assets and liabilities</b>	<b>328 362</b>	<b>1 007 501</b>		<b>556 933</b>
Changes in operating assets and liabilities:				-
a) receivables.	(245 719)	(127 330)		102 795
b) inventory.	(39 379)	(5 502)		(8 137)
c) current liabilities.	(358 034)	447 542		(316 755)
<b>3. Gross operating cash flow</b>	<b>(314 771)</b>	<b>1 322 211</b>		<b>334 836</b>
4. Paid interest.	-	-		(3 789)
5. Paid corporate income tax.	(1 474)	(34 540)	<b>12</b>	(62 993)
<b>6. Net cash used in operating activities</b>	<b>(316 245)</b>	<b>1 287 671</b>		<b>268 053</b>
<b>II. Cash flow used in investment activities</b>				-
1. Purchase of shares of associates	-	-		(36 016)
2. Purchase of fixed assets	(29 611)	(357 398)	<b>2</b>	(312 357)
3. Selling of fixed assets	-	472		1 205
<b>4. Net cash from investment activities</b>	<b>(29 611)</b>	<b>(356 926)</b>		<b>(347 168)</b>
<b>III. Cash flows used in financing activities</b>				-
1. Settlement of loans	-	-		(75 730)
2. Paid dividends	-	(45 532)		(45 532)
<b>3. Net cash from financing activities</b>	<b>-</b>	<b>(45 532)</b>		<b>(121 261)</b>
<b>IV. Net increase (decrease) in cash</b>	<b>(345 856)</b>	<b>885 213</b>		<b>(200 376)</b>
<b>V. Cash at the beginning of the period</b>	<b>1 752 493</b>	<b>867 280</b>		<b>1 067 656</b>
<b>VI. Cash at the end of the period</b>	<b>1 406 637</b>	<b>1 752 493</b>		<b>867 280</b>

*The notes on pages 12-20 form an integral part of these financial statements.*

**LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE PERIODS ENDED 31 MARCH 2008 AND 31 DECEMBER 2007**

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**GENERAL INFORMATION**

“Latvijas Juras Medicinas Centrs” is a joint-stock company (the Company) incorporated in the Republic of Latvia on 27 August 1996. The consolidated financial statements incorporate the financial statements of the Company and its subsidiary - "Juras medicina" Ltd. (the Group).

The Company's main activity is health care services.

**1. ACCOUNTING PRINCIPLES**

**Basis of consolidation**

The consolidated financial statements have been prepared in accordance with the International Financial reporting Standards. Enclosed financial statements are reflected in the national currency of Latvia, the lats (LVL).

There is no difference in balance sheet dates of the Company and its subsidiary.

The interest of minority shareholders is stated at the minority proportion of the assets and liabilities recognized.

All significant intercompany transactions and balances among Group companies are eliminated on consolidation.

The portion attributed to the parent company of the net assets are offset with the investment and have been eliminated. The portion attributed to the parent company of the retained earnings earned after the acquisition date of shares are included in the consolidated retained earnings.

**Foreign currency**

Transactions denominated in foreign currencies are converted into Lats at the official exchange rate of the Bank of Latvia at the date of transaction. Monetary assets and liabilities are converted at the Bank of Latvia rate at the balance sheet date.

The applicable rate used for the principal currencies were the follows:

	<b>March 31, 2008</b>	<b>December 31, 2007</b>
EUR	0,702804	0,702804
USD	0,445	0,484

Gains or losses on converted are posted to the profit or loss account at the Bank of Latvia official exchange rate as of the balance sheet date and recognized in the period when they incurred.

Exchange differences rising on the settlement of monetary items are recognised in the period in which they arise.

**Cash and cash equivalents**

Cash includes cash on hand and demand deposits within credit institutions. The statement on cash flow is prepared using indirect method, making adjustments affecting the net profit reconciling with the changes in cash during the year.

**Trade receivables**

Trade receivables are stated at their net realizable value. Trade receivables represent the gross balance due from customers less provision, if any, for doubtful accounts receivable. Provision for doubtful accounts receivable at the balance sheet date represents the estimated amounts of probable losses that might have been incurred at the balance sheet date based on individual evaluation of each debtor.

**LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE PERIODS ENDED 31 MARCH 2008 AND 31 DECEMBER 2007**

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**Inventory**

Inventories are stated at the lower of cost or market, using FIFO method.

**Fixed assets**

Fixed assets excluding real estate are stated at historical cost, less accumulated depreciation. The cost of the item comprises its purchase price, including import duties and any directly attributable costs of bringing the asset to working condition for intended use. The cost of self-constructed asset is determined using the same principles as for an acquired asset. Only assets with its useful life more than one year are capitalized. Depreciation is calculated based on the historical cost.

Repair and maintenance costs are expensed when incurred. Capital expenditures such as refurbishment of buildings and improvements to structural elements are recognized as an asset if the expenditures improve the condition of the asset beyond its original estimated life.

Land and buildings (real estate) are accounted according to the revaluation model, recognized at the fair value determined from market-based evidence, appraised by professionally qualified valuers as of 31 December, 2006. Accumulated depreciation at the date of the revaluation is eliminated against the gross carrying amount of the asset and the net amount restated to the revalued amount of the asset. Depreciation is calculated based on the revalued amount. The depreciation charge for each period is recognised in the statement of income.

Depreciation is provided on all fixed assets based on historical cost. Depreciation on fixed assets are computed using the straight-line method over the estimated average useful lives:

Buildings:	20 years
Revaluated part of the buildings	15 years
Machinery and equipment:	3 years
Other fixed assets:	5 years

For tax purposes, depreciation on tangible fixed assets is calculated under the double declining balance method over the period established in accordance with prevailing tax legislation.

**Investments in associates**

Investments in associates are initially recognized at the cost and then accounted under the equity method.

**Revenue recognition**

Sales of goods are recognized when goods are delivered and title has passed.

**LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE PERIODS ENDED 31 MARCH 2008 AND 31 DECEMBER 2007**

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**Dividends**

Dividends are recognized as liabilities in the Group financial statements after the Group shareholders made a decision to pay.

**Property revaluation surplus**

The revaluation surplus is included in equity under the heading "Investment revaluation reserve". According to IASs 16, p.41, the revaluation surplus included in equity is transferred directly to retained earnings. The surplus transferred is the difference between depreciation based on the revalued carrying amount of the asset and depreciation based on the asset's original cost. Transfers from revaluation surplus to retained earnings are not made through profit or loss.

**Taxation**

Deferred taxes are provided on the liability method whereby deferred tax assets are recognized for deductible temporary differences and deferred tax liabilities are recognized for taxable temporary differences. Temporary differences are the differences between the reported amounts of assets and liabilities and their tax basis. Deferred tax assets are reduced by a valuation allowance when, in opinion of management, it is more likely than not that some proportion or all deferred tax assets will not be realized.

Deferred tax on revaluation surplus is charged or credited directly to equity in the same or a different period according to IAS 12 p.61.

**LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE PERIODS ENDED 31 MARCH 2008 AND 31 DECEMBER 2007**

**2 TOTAL FIXED ASSETS: AND OTHER INTANGIBLE (FIXED) ASSETS**

As of 31 March 2008 and 31 December 2007  
fixed assets are composed as follows: (EUR)

EUR	Intangible assets	Land & buildings	Investment assets	Machinery and equipment	Other fixed assets	Long-term investments in rented fixed assets	Advance payments for fixed assets	Unfinishe d building objects	Total
<b>Historical cost</b>									
<b>At 31 December 2006</b>	<b>18 035</b>	<b>5 971 264</b>	<b>188 659</b>	<b>2 469 250</b>	<b>452 832</b>	<b>50 757</b>	<b>8 729</b>	<b>250 201</b>	<b>9 409 726</b>
Additions	1 374	-	-	292 271	63 753	-	-	-	357 398
Transfers	-	-	-	-	3 197	-	(3 197)	-	-
Disposals	-	-	-	(83 110)	(23 465)	-	(5 532)	-	(112 107)
<b>At 31 December 2007</b>	<b>19 409</b>	<b>5 971 264</b>	<b>188 659</b>	<b>2 678 411</b>	<b>496 318</b>	<b>50 757</b>	<b>-</b>	<b>250 201</b>	<b>9 655 018</b>
Additions	-	9 520	-	12 816	7 275	-	-	-	29 611
Transfers	-	-	-	-	-	-	-	-	-
Disposals or change of classif	-	-	-	(289)	(714)	-	-	-	(1 003)
<b>At 31 March 2008</b>	<b>19 409</b>	<b>5 980 784</b>	<b>188 659</b>	<b>2 690 938</b>	<b>502 878</b>	<b>50 757</b>	<b>-</b>	<b>250 201</b>	<b>9 683 626</b>
<b>Accumulated depreciation</b>									
<b>At 31 December 2006</b>	<b>12 591</b>	<b>469 717</b>	<b>-</b>	<b>2 035 533</b>	<b>369 059</b>	<b>13 395</b>	<b>-</b>	<b>-</b>	<b>2 900 295</b>
Charge for the year	3 446	30 272	-	171 287	40 448	16 919	-	-	262 372
Charge for the period for revaluationed fixed assets	-	309 634	-	-	-	-	-	-	309 634
Disposals	-	-	-	(75 557)	(22 543)	-	-	-	(98 100)
<b>At 31 December 2007</b>	<b>16 037</b>	<b>809 623</b>	<b>-</b>	<b>2 131 263</b>	<b>386 964</b>	<b>30 314</b>	<b>-</b>	<b>-</b>	<b>3 374 201</b>
Charge for the period	704	7 568	-	49 563	10 679	4 230	-	-	72 744
Charge for the period for revaluationed fixed assets	-	77 408	-	-	-	-	-	-	77 408
Disposals or change of classif	-	-	-	(289)	(487)	-	-	-	(775)
<b>At 31 March 2008</b>	<b>16 742</b>	<b>894 599</b>	<b>-</b>	<b>2 180 537</b>	<b>397 156</b>	<b>34 544</b>	<b>-</b>	<b>-</b>	<b>3 523 578</b>
<b>Net book value</b>									
<b>At 31 December 2006</b>	<b>5 444</b>	<b>5 501 547</b>	<b>188 659</b>	<b>433 717</b>	<b>83 773</b>	<b>37 362</b>	<b>8 729</b>	<b>250 201</b>	<b>6 509 431</b>
<b>At 31 December 2007</b>	<b>3 372</b>	<b>5 161 641</b>	<b>188 659</b>	<b>547 148</b>	<b>109 353</b>	<b>20 442</b>	<b>-</b>	<b>250 201</b>	<b>6 280 817</b>
<b>At 31 March 2008</b>	<b>2 668</b>	<b>5 086 185</b>	<b>188 659</b>	<b>510 401</b>	<b>105 722</b>	<b>16 212</b>	<b>-</b>	<b>250 201</b>	<b>6 160 047</b>

**3 PARTICIPATING INTERESTS IN ASSOCIATED ENTERPRISES**

	Capital share (%)	Amount of investment 2008 EUR	Capital share (%)	Amount of investment 2007 EUR
<b>Participating interests in associated enterprises</b>				
Participation in "Neirozu klinika" Ltd.	45	178 595	45	178 595
<b>Total participating interests in associated enterprises</b>		<b>178 595</b>		<b>178 595</b>

October 4, 2005 the company changed the name from SIA "Psihiskas veselibas centrs 'Dzintari' " to SIA "Neirozu klinika"

**4 RAW MATERIALS**

	2008 EUR	2007 EUR
Pharmaceutical	69 533	76 848
Stock in warehouse	5 571	4 774
Inventory	4 626	3 147
Products	3 867	2 008
Furniture	986	986
Other materials	2 407	2 827
Advance payments to supplier of goods	43 447	468
<b>Total</b>	<b>130 438</b>	<b>91 058</b>

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**5 DUE FROM CUSTOMERS**

	<b>2008</b>	<b>2007</b>
	<b>EUR</b>	<b>EUR</b>
VOVAA Rigas department	304 365	76 704
Riga slimokase AAS	39 231	50 172
Ergo Latvija AAS	42 925	26 017
BTA AAS	49 482	21 818
Accrued income	-	21 717
LMRIH	53	19 704
NBS militaras medicinas centrs	9 557	6 682
IF Latvija AAS	13 803	2 975
Riga 1.hospital	2 413	2 392
Balva AAS	3 164	1 746
BALTIKUMS DZIVIBA AAS	460	249
<b>Total</b>	<b>514 896</b>	<b>256 308</b>

**6 OTHER RECEIVABLES**

	<b>2008</b>	<b>2007</b>
	<b>EUR</b>	<b>EUR</b>
Parex bank	-	3 566
Riga Latvian association	2 348	2 348
Taxes overpayment (note No.13)	2 312	2 312
LBM GROUP AS	-	1 423
VAT for unpaid invoices	521	726
Other debtors	12 333	2 659
<b>Total</b>	<b>17 514</b>	<b>13 034</b>

**7 DIFFERED EXPENSES**

	<b>2008</b>	<b>2007</b>
	<b>EUR</b>	<b>EUR</b>
Assurance expense	2 393	3 281
Riga Stock Exchange, shares quotation		
Other expense		16 463
<b>Total</b>	<b>2 393</b>	<b>19 744</b>

**8 CASH**

	<b>2008</b>	<b>2007</b>
	<b>EUR</b>	<b>EUR</b>
Cash in banks	1 368 137	1 713 609
Deposit	31 659	34 433
Cash on hands	6 841	4 451
<b>Total</b>	<b>1 406 637</b>	<b>1 752 493</b>

**9 SHARE CAPITAL**

	<b>2008</b>	<b>2008</b>	<b>2007</b>	<b>2007</b>
	<b>Number of shares</b>	<b>Share %</b>	<b>Number of shares</b>	<b>Share %</b>
Shareholders:				
Janis Birks	311 583	38,9	309 509	38,7
Ilze Aizsilniece	80 766	10,1	80 766	10,1
Agris Shvarcbergs	82 917	10,4	80 917	10,1
State social insurance agency	40 000	5,0	40 000	5,0
Other shareholders (shares less than 5%)	284 734	35,6	288 808	36,1
<b>Total</b>	<b>800 000</b>	<b>100,0</b>	<b>800 000</b>	<b>100,0</b>



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**10 DUE TO RECEIVED ADVANCE PAYMENTS**

	<b>2008</b>	<b>2007</b>
	<b>EUR</b>	<b>EUR</b>
VOAVA advance payment for 2008		529 953
Other advances	42 703	70
<b>Total</b>	<b>42 703</b>	<b>530 023</b>

**11 DUE TO SUPPLIERS AND CONTRACTORS**

	<b>2008</b>	<b>2007</b>
	<b>EUR</b>	<b>EUR</b>
Veselības centrs-4	569	16 851
Amerilat MD	15 111	15 700
Latvijas Gaze	9 111	9 442
Other suppliers	67 541	7 668
Sistēmu Audits SIA	3 358	5 876
Latvenergo Rīgas elektrotīkls	2 295	5 354
Hemis SIA	-	2 689
VPVD national diagnostic center	700	2 123
Rīgas Stradiņu Universitāte	1 059	2 116
Rīgas Ūdens	1 875	1 814
Lattelekom	1 912	1 147
AB Medical Group Riga	356	110
Invitros SIA	13 742	-
B.Braun Medical SIA	21 265	-
Recipe Plus SIA	28 161	-
NMS SIA	3 931	-
<b>Total</b>	<b>170 987</b>	<b>70 890</b>

**12 TAXES**

	<b>As of 31-12- 2006</b>	<b>Calculated</b>	<b>Paid</b>	<b>As of 31-12- 2007</b>
Value added tax	1 776	5 156	(5 958)	973
Social insurance	81 058	296 566	(274 342)	103 285
Personal income tax	55 287	177 593	(170 755)	62 124
Corporate income tax	58 662	-	(1 474)	57 188
Corporate income tax-adjustment	(13)	-	-	(13)
Unemployment duty	155	532	(509)	178
Natural resources tax	100	-	(100)	-
Real estate tax	(2 312)	-	-	(2 312)
<b>Total, including</b>	<b>194 713</b>	<b>479 848</b>	<b>(453 138)</b>	<b>221 423</b>
due to the budget	197 025			223 735
overpayment	(2 312)			(2 312)

**13 DUE TO OTHER COMPANIES**

	<b>2008</b>	<b>2007</b>
	<b>EUR</b>	<b>EUR</b>
Salaries	214 400	175 023
Accured liabilities	12 235	50 853
Trade union	1 648	1 362
Deposited salary	1 091	1 131
Board remuneration	-	-
<b>Total</b>	<b>229 374</b>	<b>228 370</b>

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**14 NET SALES**

	<b>2008</b>	<b>2007</b>
	<b>EUR</b>	<b>EUR</b>
Medical hospital services	1 051 282	3 894 846
Medical ambulant services	702 966	2 439 676
Insurance payments	125 758	372 680
Services - minimum fixed part	77 144	291 401
VS ZDC ambulant services	62 423	207 433
Residents training	38 793	129 615
Stomatology services	14 175	52 998
Family doctors	11 591	42 807
Other income	2 234	28 389
<b>Total</b>	<b>2 086 364</b>	<b>7 459 845</b>

**15 COST OF GOODS SOLD**

	<b>2008</b>	<b>2007</b>
	<b>EUR</b>	<b>EUR</b>
Salaries and wages	810 289	2 886 738
Medical goods	272 940	961 323
Social tax	189 727	667 758
Fixed assets depreciation	150 153	571 987
Repair expenses	44 600	334 004
VAT - expenses	61 128	249 553
Rent of equipment	46 894	181 992
Public utilities	59 291	139 668
Medical researches	17 156	108 606
Current assets write-off	34 613	104 517
Feeding expenses	23 359	85 546
Household goods	22 533	78 604
Gifts to employees	896	37 375
Employees trainings	4 643	36 312
Office expenses	4 703	20 647
Transport expense	2 960	12 718
Allowances to employees	1 238	4 354
Advertising	1 172	3 678
Insurance expenses	1 453	2 994
Unemployment duty	534	2 150
Accruals for vacations	-	(24 315)
Received discounts	(4 609)	(30 703)
Saņemtās atlaides	53 292	187 408
<b>Total</b>	<b>1 798 962</b>	<b>6 622 913</b>

**LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY**  
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**16 ADMINISTRATIVE EXPENSES**

	<b>2008</b>	<b>2007</b>
	<b>EUR</b>	<b>EUR</b>
Salaries and wages	88 645	307 525
Social tax	20 422	67 086
Board chairperson remuneration	12 104	40 461
Office expenses	4 212	12 587
Board remuneration	6 478	39 244
Other administrative expenses	8 135	29 350
Presentation expenses	1 562	5 481
Chairperson of the Board social tax	2 435	7 066
Board members social tax	1 817	9 454
Council chairperson remuneration	1 494	12 662
Audit expenses	-	8 110
Council members remuneration	4 482	13 534
Bank expenses	418	1 585
Chairperson of the Council social tax	333	3 672
Council members social tax	1 167	3 127
Legal services	797	142
<b>Total</b>	<b>154 501</b>	<b>561 087</b>

**17 OTHER OPERATING INCOME**

	<b>2008</b>	<b>2007</b>
	<b>EUR</b>	<b>EUR</b>
Rent income	29 038	103 150
Feeding income	3 598	15 303
Received donations	-	14 634
Press goods	2 526	9 590
Solarium income	1 477	3 551
Laundry income	622	2 742
Other income	935	7 592
<b>Total</b>	<b>38 196</b>	<b>156 563</b>

**18 OTHER OPERATING EXPENSES**

	<b>2008</b>	<b>2007</b>
	<b>EUR</b>	<b>EUR</b>
Fixed assets disposals	228	13 534
Penalties	1	1 754
Currency exchange loss	3 051	4 031
Real estate tax	522	1 715
Other expenses	546	3 914
<b>Total</b>	<b>4 348</b>	<b>24 949</b>

**19 INCOME FROM INVESTMENT IN ASSOCIATES**

	<b>2008</b>	<b>2007</b>
	<b>EUR</b>	<b>EUR</b>
Psihiskas Veselibas centrs "Dzintari"	-	2 245
<b>Total</b>	<b>-</b>	<b>2 245</b>

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**20 INTEREST INCOME AND SIMILAR INCOME**

	<b>2008</b>	<b>2007</b>
	<b>EUR</b>	<b>EUR</b>
Interest income	11 234	37 698
<b>Total</b>	<b>11 234</b>	<b>37 698</b>

**21 INTEREST EXPENSE AND SIMILAR EXPENSE**

	<b>2008</b>	<b>2007</b>
	<b>EUR</b>	<b>EUR</b>
Loan interest expenses (VOAVAA)	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**22 CORPORATE INCOME TAX**

	<b>2008</b>	<b>2007</b>
	<b>EUR</b>	<b>EUR</b>
Calculated Corporate income tax	-	112 006
Deferred Corporate income tax	-	12 752
<b>Total</b>	<b>-</b>	<b>124 757</b>

**23 CORPORATE INCOME TAX (CONTINUED ...)**

	<b>2008</b>	<b>2007</b>
	<b>EUR</b>	<b>EUR</b>
Profit before tax	253 245	636 596
Theaoretically calculated corporate income tax, rate 15%	37 986	95 489
Permanent differences	44 896	44 896
<b>Calculated corporate income tax</b>	<b>58 250</b>	<b>98 663</b>

**Deffered tax**

Temporary difference between financial statement depreciation and depreciation for tax purposes	(220 070)	(220 070)
Temporary difference of fixed assets revaluation	(4 257 466)	(4 334 874)
Accruals for vacations	180 776	180 776
Accrued liabilities	-	-
<b>Total temporary differences</b>	<b>(4 296 760)</b>	<b>(4 374 168)</b>
Tax rate applied	15%	15%
<b>Deferred tax liabilities</b>	<b>644 514</b>	<b>656 125</b>
<b>Recognized deferred tax liabilities</b>	<b>644 514</b>	<b>656 125</b>

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