



LATVIJAS KUĢNIECĪBA

**Public Joint Stock Company
“Latvijas Kuģniecība”**

**Condensed Separate Financial Statements
31 December 2013**

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Separate Statement of Comprehensive Income

for the year ended 31 December 2013

	2013 EUR	2013 LVL	2012 EUR	2012 LVL
Revenue	3 210 772	2 256 544	3 591 835	2 524 356
Cost of sales	<u>(1 519 566)</u>	<u>(1 067 957)</u>	<u>(1 625 050)</u>	<u>(1 142 092)</u>
Gross profit	1 691 206	1 188 587	1 966 785	1 382 264
Administrative expenses	(1 211 157)	(851 206)	(1 614 118)	(1 134 409)
Other income	185 232	130 182	-	-
Other expenses	-	-	(872)	(613)
Operating profit	665 281	467 563	351 795	247 242
Finance income	19 748	13 879	11 576	8 136
Finance costs	<u>(173 859)</u>	<u>(122 189)</u>	<u>(125 721)</u>	<u>(88 357)</u>
Profit before income tax	511 170	359 253	237 650	167 021
Income tax expense	<u>(104 770)</u>	<u>(73 633)</u>	<u>(132 444)</u>	<u>(93 082)</u>
Net profit for the year	406 400	285 620	105 206	73 939
Other comprehensive income/ (expenses) for the year, net of tax	-	-	-	-
Total comprehensive income for the year	406 400	285 620	105 206	73 939

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Separate Statement of Financial Position

as at 31 December 2013

	31.12.2013. EUR	31.12.2013. LVL	31.12.2012. EUR	31.12.2012. LVL	01.01.2012. EUR	01.01.2012. LVL
Assets						
Non-Current Assets						
Intangible Assets	30 825	21 664	20 938	14 715	170 819	120 052
Property, plant and equipment	2 373 393	1 668 030	2 540 877	1 785 739	2 683 522	1 885 990
Investment properties	1 400 800	984 488	1 420 796	998 541	1 440 791	1 012 594
Investments in subsidiaries	50 180 605	35 267 130	50 495 001	35 488 089	50 495 001	35 488 089
Investments in associates	10 747	7 553	10 747	7 553	10 747	7 553
Other non-current financial assets	2 597 363	1 825 437	-	-	20 333	14 290
Total Non-Current Assets	56 593 733	39 774 302	54 488 359	38 294 637	54 821 213	38 528 568
Current Assets						
Inventories	4 402	3 094	4 987	3 505	1 801	1 266
Trade and other receivables	1 128 537	793 140	2 156 390	1 515 519	2 154 391	1 514 115
Cash and Cash Equivalents	1 483 520	1 042 624	2 620 891	1 841 973	2 156 115	1 515 326
Total Current Assets	2 616 459	1 838 858	4 782 268	3 360 997	4 312 307	3 030 707
Total Assets	59 210 192	41 613 160	59 270 627	41 655 634	59 133 520	41 559 275
Shareholders' equity and liabilities						
Shareholders' equity						
Share capital	284 574 362	200 000 000	284 574 362	200 000 000	284 574 362	200 000 000
Accumulated deficit	(225 626 398)	(158 571 135)	(226 032 798)	(158 856 755)	(226 138 004)	(158 930 694)
Total Shareholders' equity	58 947 964	41 428 865	58 541 564	41 143 245	58 436 358	41 069 306
Non-current liabilities						
Deferred tax liabilities	86 442	60 752	79 264	55 707	105 123	73 881
Total non-current liabilities	86 442	60 752	79 264	55 707	105 123	73 881
Current Liabilities						
Finance lease	-	-	1 453	1 021	-	-
Trade and other payables	175 786	123 543	648 346	455 661	592 039	416 088
Total current liabilities	175 786	123 543	649 799	456 682	592 039	416 088
Total Shareholders' equity and liabilities	59 210 192	41 613 160	59 270 627	41 655 634	59 133 520	41 559 275

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Separate Statement of Changes in Shareholders' Equity

for the year ended 31 December 2013

	Share Capital EUR	Share Capital LVL	Accumulated deficit EUR	Accumulated deficit LVL	Total EUR	Total LVL
At 31 December 2011	284 574 362	200 000 000	(226 138 004)	(158 930 694)	58 436 358	41 069 306
Total comprehensive income for the year	-	-	105 206	73 939	105 206	73 939
At 31 December 2012	284 574 362	200 000 000	(226 032 798)	(158 856 755)	58 541 564	41 143 245
Total comprehensive income for the year	-	-	406 400	285 620	406 400	285 620
At 31 December 2013	284 574 362	200 000 000	(225 626 398)	(158 571 135)	58 947 964	41 428 865

Separate Cash Flow Statement

for the year ended 31 December 2013

	2013 EUR	2013 LVL	2012 EUR	2012 LVL
Cash Flow from Operating Activities				
Profit before taxation	511 170	359 253	237 650	167 021
Adjustments for:				
Depreciation of property, plant and equipment	172 802	121 446	217 451	152 826
Intangible assets amortisation	17 884	12 569	174 390	122 562
Depreciation of investment properties	19 996	14 053	19 996	14 053
Income from investments in subsidiaries	(185 185)	(130 149)	-	-
Foreign exchange loss	118 050	82 966	125 936	88 508
Interest income	(19 748)	(13 879)	(11 576)	(8 136)
Interest expenses	327	230	1 251	879
(Profit)/loss from disposal of fixed assets	(47)	(33)	872	613
Profit before adjustments for movements in net working capital				
Adjustments for:	635 249	446 456	765 970	538 326
Decrease/(increase) in inventories	585	411	(3 186)	(2 239)
(Increase)/decrease in trade and other receivables	(222 993)	(156 721)	338 285	237 749
(Decrease)/increase in trade and other payables	(425 191)	(298 826)	57 801	40 623
Gross Cash Flow from Operating Activities	(12 350)	(8 680)	1 158 870	814 459
Corporate income tax paid	(54 781)	(38 500)	(466 693)	(327 994)
Corporate income tax received	322 103	226 375	-	-
Net Cash Flow from Operating Activities	254 972	179 195	692 177	486 465
Cash Flow from Investing Activities				
Acquisition of tangible and intangible assets	(33 089)	(23 255)	(85 667)	(60 207)
Loans issued	(1 459 866)	(1 026 000)	-	-
Proceeds from disposal of subsidiary	267 763	188 185	-	-
Proceeds from sale of fixed assets	47	33	174	122
Interest received	3	2	17	12
Net Cash Flow from Investing Activities	(1 225 142)	(861 035)	(85 476)	(60 073)
Cash Flow from Financial Activities				
Repayment of borrowings received from subsidiary	(47 695)	(33 520)	-	-
Payment of finance lease liabilities	(1 453)	(1 021)	(15 720)	(11 048)
Interest paid	(3)	(2)	(269)	(189)
Net Cash Flow from Financial Activities	(49 151)	(34 543)	(15 989)	(11 237)
Currency Translation Difference	(118 050)	(82 966)	(125 936)	(88 508)
Net (decrease) / increase in Cash and Cash Equivalents	(1 137 371)	(799 349)	464 776	326 647
Cash and Cash Equivalents at the beginning of the year	2 620 891	1 841 973	2 156 115	1 515 326
Cash and Cash Equivalents at the end of the year	1 483 520	1 042 624	2 620 891	1 841 973

These financial statements should be read in conjunction with the audited separate financial statements of JSC "Latvian Shipping Company" for year 2013.

These financial statements are translated into Euros using the rate of exchange set by the Bank of Latvia prevailing at the 31.12.2013: 1 EUR = 0.702804 LVL, 31.12.2012: 1 EUR = 0.702804 LVL, 01.01.2012: 1 EUR = 0.702804 LVL.