

RIGA ELECTRIC MACHINE BUILDING WORKS

Consolidated balance sheet for the 2005 year

0.702804

ASSETS	Notes	Line code	31.12. 2005. LVL	01.01. 2005. LVL	31.12. 2005. EUR	01.01. 2005. EUR
1. Long - term investments						
I. Intangible investments						
1. Research and development costs		010				
2. Concessions, patents, licences, trade-marks and similarrights		020	524	426	746	606
3. Other intangible rights		021	393	898	559	1278
4. Intangible value of enterprise		030				
5. Advance payments of intangible investments		040				
I total		050	917	1324	1305	1884
II. Fixed assets						
1. Lands, buildings, constructions and prennial plantations		060	1589353	1625761	2261446	2313249
2. Long-term leased fixed		070				
3. Tehnological equipment and machines		080	826882	719858	1176547	1024266
4. Other fixed assets and inventory		090	32990	34922	46941	49690
5. Forming of fixed assets and costs of unfinished objects of construc.		100	203306	120078	289278	170856
6. Advance payments for fixed assets		110	129534		184310	
II total		120	2782065	2500619	3958522	3558061
III. Long-term financial investments						
1. Participation in capital of related companies		130			0	0
2. Loans to related companies		140				
3. Participation in capital of affiliated companies		150			0	0
4. Loans to affiliated companies		160				
5. Other securities and investments		170				
6. Other loans		180				
7. Own stocks and shares		190				
8. Loans to joint owners and administration		200				
III total		210	0	0	0	0
1. TOTALLY		220	2782982	2501943	3959827	3559945
2. Current assets						
I. Stocks						
1. Row materials, direct materials and auxiliary materials		230	1530937	2559301	2178327	3641557
2. Unfinished products		240	877965	1363973	1249232	1940759
3. Complete products and goods for sale		250	92691	115209	131887	163928
4. Unfinished order		260				
5. Advance payments for goods		270	119744	46597	170380	66302
6. Work animals and productive animals		280				
I total		290	2621337	4085080	3729826	5812546
II. Debtors						
1. Customers and client debts		300	233867	811969	332763	1155328
2. Related companies debts		310			0	0
3. Affiliated companies debts		320	238		339	0
4. Other debts		330	200660	1131248	285513	1609621
5. Undeposited shares in business capital		340				
6. Short-term loans to joint owners and administration		350				
7. Accrued income		360	84856	197403	120739	280879
II total		370	519621	2140620	739354	3045828
III. Securities and participation in capitals						
1. Participation in capital of related companies		380				
2. Own stocks and shares		390				
3. Other securities and participatio in capitals		400				
III total		410	0	0	0	0
IV. Cash assets		420	1941530	629551	2762548	895770
2. TOTALLY		430	5082488	6855251	7231728	9754144
B A L A N C E		440	7865470	9357194	11191555	13314089

LIABILITIES	Notes	Line code	31.12. 2005. LVL	01.01. 2005. LVL	31.12. 2005. EUR	01.01. 2005. EUR
1. Equity capital						
1. Stock or share capital (equity capital)		450	5799005	5799005	8251241	8251241
2. Stock issue extra charge		460				
3. Long-term investment reestimation reserve		470	165909	176012	236067	250443
4. Reserves:						
a) prescribed reserves		480				
b) reserves for own stocks and shares		490				
c) reserves prescribed by enterprise		500				
d) other reserves		510	192922	340625	274503	484666
Total		520	192922	340625	274503	484666
6. Retained profit:						
a) retained profit of previous years		530	236736		336845	0
b) retained profit of the year of accountant		540	171409	-161365	243893	-229602
1. TOTALLY		550	6565981	6154277	9342549	8756748
2. STOCKPILES						
1. Reserves for pensions and similar obligations		560				
2. Reserve for prospective taxes		570				
3. Other stockpiles		580	302861	5140	430932	7314
2. TOTALLI		590	302861	5140	430932	7314
3. CREDITORS						
I. Long-term debts						
1. Funded borrowings		600				
2. Borrowings for shares		610				
3. Bank borrowings		620				
4. Other borrowings		630	1365	2921	1942	4156
5. Customers advanced payments		640				
6. Debts to suppliers and contractors		650				
7. Bills to be paid		660				
8. Borrowings from related companies		670				
9. Borrowings from affiliated companies		680				
10. Tax and social security payments		690				
11. Other creditors		700				
12. Deferred income		710				
13. Dividends of the year of account		720				
14. Unpaid dividends of previous years		730				
15. Deferred tax on profit		731			0	
I total		740	1365	2921	1942	4156
II. Short-term debts						
1. Funded borrowings		750				
2. Borrowings for shares		760				
3. Bank borrowings		770				
4. Other borrowings		780	3514	275	5000	391
5. Customers advanced payments		790	339559	44648	483149	63528
6. Debts to suppliers and contractors		800	124194	2550712	176712	3629336
7. Bills to be paid		810				
8. Borrowings from related companies		820			0	0
9. Borrowings from affiliated companies		830	777		1106	0
10. Tax and social security payments		840	324269	166129	461393	236380
11. Other creditors		850	182667	102893	259912	146404
12. Deferred income		860				
13. Dividends of the year of account		870				
14. Unpaid dividends of previous years		880				
II kopā		890	974980	2864657	1387272	4076039
3. TOTALLY		900	976345	2867578	1389214	4080195
Minority vote of stockholders			20283	309688	28860	440646
Negative difference of a consolidation				20511	0	29186
B A L A N C E		910	7865470	9357194	11191555	13314089

RIGA ELECTRIC MACHINE BUILDING WORKS

CONSOLIDATED PROFIT or LOSS STATEMENT

for the 2005 year

0.702804

No	Special rate	Note	Row	31.12. 2005. LVL	01.01. 2005. LVL	31.12. 2005. EUR	01.01. 2005. EUR
1	Net turnover		010	15863256	14246334	22571380	20270707
2	Cost of sales (prime cost)		020	#####	#####	-1.8E+07	-1.8E+07
3	Gross profit or loss		030	3449670	1265016	4908438	1799956
4	Sales distribution costs		040	-192741	-134939	-274246	-192001
5	Administration costs		050	-1511599	-1187710	-2150812	-1689959
6	Other operating income		060	138219	266283	196668	378887
7	Other operating expenses		070	-760617	-306957	-1082260	-436760
8	Income from participation in capital of related and affiliated companies		080	132506		188539	0
9	Income from securities and long-term loans		090			0	0
10	Other interestd receivable and similar income		100	1117	563	1589	801
11	Amounts written off investments		110				
12	Interest payable and similar shanges		120	-3221	-37620	-4583	-53528
12.1.	Loss of a consolidation		121	-687937		-978846	
12.2.	Profit of a consolidation		122	15110		21500	0
13	Profit or loss before extraordinary items and tax		130	580507	-135364	825987	-192604
14	Extraordinary income		140	132		188	0
15	Extraordinary charges		150			0	0
16	Profit or loss before tax		160	580639	-135364	826175	-192604
17	Tax on profit or loss for the financial period		170	-214843	-10144	-305694	-192604
18	Deferred tax on profit		180	-167794		-238749	
19	Other taxes		190	-24629	-39569	-35044	-56302
19.1.	Minority vote of stockholders		191	-1964	23712	-2795	33739
20	Profit or loss for the financial period		200	171409	-161365	243893	-407771

EPS index

0.03

-0.03

0.04

-0.07

5799005

RIGA ELECTRIC MACHINE BUILDING WORKS

Consolidated cash flow statement for the year 2005 (an indirect method)

I. Basic action cash flow

0.702804

No	Items	31.12. 2005. LVL	01.01. 2005. LVL	31.12. 2005. EUR	01.01. 2005. EUR
1	Profit or loss before axtraordinary items and tax	1076238	-227426	1531349	-323598
	Corrections				
	Depreciation of fixed assets	143204	249107	203761	354447
	Amounts written off investments	98	107789	139	153370
	Depreciation of intangible assets	930		1323	0
	Profit of sales of fixed assets	-3231		-4597	0
	Forming of accumulations	135067		192183	
	Losses from foreign currency axchange rate fluctuations	54312	28751	77279	40909
	Income from participation in capital of related and affilliated companies	-132506	33427	-188539	47562
	Income from securities and long-term loans				
	Other interestd receivaible and similar income				
	Amounts written off investments	144560		205690	
	Interest payable and similar shanges				
	Long-term investment reestimation reserve	-10103	-12916	-14375	-18378
2	Earning or losses before the current assets and short-term creditors remaining amounts influencing	1408569	178732	2004213	254312
	Corrections				
	Increase (-) or decrease (+) of debts	-371676	-62799	-528847	-89355
	Increase (-) or decrease (+) of supplies	337881	142518	480761	202785
	Increase (-) or decrease (+) of payments of next periods	110920	-106612	157825	-151695
	Increase (+) or decrease (-) of creditors	385149	-349953	548018	-497938
	Increase (+) or decrease (-) of accumulations		1447	0	2059
	Real estate tax payment (-)	-30330	-49714	-43156	-70737
3	Basic action cash flow	1840513	-246381	2618814	-350569
4	Paid presents (-)				
5	Income tax payment (-)	-4914		-6992	
6	Cash flow before extraordinary items	1835599	-246381	2611822	-350569
7	Cash flow of extraordinary items	132		188	
I	NET BASIC ACTION CASH FLOW	1835731	-246381	2612010	-350569

II. Investment cash flow

No	Items	31.12. 2005. LVL	01.01. 2005. LVL	31.12. 2005. EUR	01.01. 2005. EUR
1	Acquisition of stocks and shares of related or affiliated companies			0	0
2	Sales of stocks and shares of related or affiliated companies				
3	Acquisition of fixed assets and non-material investments	-325076	-87046	-462541	-123855
4	Sales of fixed assets and non-material investments	10788	22677	15350	32266
5	Given loans out				
6	Profits from the repayment of loans				
7					
8	Drawn interests				
9	Received dividends	132506		188539	0
II	NET INVESTMENT CASH FLOW	-181782	-64369	-258652	-91589

III. Financing action cash flow

No	Items	31.12. 2005. LVL	01.01. 2005. LVL	31.12. 2005. EUR	01.01. 2005. EUR
1	Profits from parts investments inequity				
2	Got loans	-1556		-2214	0
3	Charges for reward of loans			0	0
4	Charges leased for buying fixed assets			0	0
5	Paid dividends	-1055	-500	-1501	-711
6	Others financing action		-82458	0	-117327
7				0	0
8				0	0
9				0	0
10					
III	NET FINANCING ACTION CASH FLOW	-2611	-82958	-3715	-118038

Naudas ieņēmumu un izdevumu kopsavilkums

No	Items	31.12. 2005. LVL	01.01. 2005. LVL	31.12. 2005. EUR	01.01. 2005. EUR
I	Net basic action cash flow	1835731	-246381	2612010	-350569
II	Net investment cash flow	-181782	-64369	-258652	-91589
III	Net financing action cash flow	-2611	-82958	-3715	-118038
IV	Result of foreign currency exchange rate fluctuations	-67386	-50573	-95882	-71959
V	Net cash flow for the period	1583952	-444281	2253760	-632155
VI	Cash and cash equivalents in beginning of the period	357578	1073832	508788	1527925
VII	Cash and cash equivalents at the end of the period	1941530	629551	2762548	895770

RIGA ELECTRIC MACHINE BUILDING WORKS

Consolidated statement of changes in equity for the year 2005

0.702804

	Stock or share capital		Long-term inves. reestim.reserve		Other reserves		Profit or losses		Kopā	
	LVL	EUR	LVL	EUR	LVL	EUR	LVL	EUR	LVL	EUR
Balance at 31 December 2003	4639204	6600993	188927	268819	1404916	1999015	88723	126241	6321770	8995068
Earnings of the year 2004	1159801	1650248	-12915	-18376	-1064291	-1514349		0	82595	117523
Corections							-88723	-126241	-88723	-126241
Profit (+) or losses (-) of the year 2004							-161365	-229602	-161365	-229602
Balance at 31 December 2004	5799005	8251241	176012	250443	340625	484666	-161365	-229602	6154277	8756748
Earnings of the reporting period			-10103	-14376		0		0	-10103	-14376
Corections					-147703	-210162	398101	566447	250398	356285
Profit (+) or losses (-) of the reporting period							171409	243893	171409	243893
Balance at 31 December 2005	5799005	8251241	165909	236067	192922	274504	408145	580738	6565981	9342550