

"Rigas kugu buvetava" JSC

Financial information on three months of the year 2018

RĪGAS KUĢU BŪVĒTAVA AS REPORT ON THREE MONTHS OF YEAR 2018
STATEMENT OF MANAGEMENT RESPONSIBILITIES

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**RĪGAS KUĢU BŪVĒTAVA AS REPORT ON THREE
MONTHS OF YEAR 2018
STATEMENT OF MANAGEMENT RESPONSIBILITIES**

Name of the company	Rigas kugu buvetava JSC	
Legal status of the company	Joint stock company	
Number, place and date of registration	000304589, 5 December 1991, Companies register, Riga 40003045892, 26 August 2004, Commercial register, Riga	
Address	Gales street 2, Riga, LV-1015, Latvia	
Share capital of the Company	16 340 950 EUR	
Associates	Tosmares kugubuvetava JSC (49.72%) Reg.No.42103022837 Generala Baloza Street 42/44, Liepaja, Latvia Remars Granula LLC (49.80%) Reg.No.54103022521 Gales street 2, Riga, Latvia	
Type of operations	Building and repair of ships, yachts, catamarans, roll trailers and technological equipment; Port services; wood processing, manufacturing of furniture designed for various functional purposes etc.	
NACE code	3011, 3315	
Names and positions of the Board members	Einars Buks Ainars Tropins Jekaterina Melnika	Chairman of the Board Member of the Board Member of the Board
Names and positions of the Council	Vasilijs Melniks Aleksandrs Cernavskis Linards Baumanis Valentina Andrejeva Gaidis Andrejs Zeibots	Chairman of the Council Deputy Chairman of the Council Member of the Council Member of the Council Member of the Council
Financial period	1 January 2018 - 31 march 2018	
Previous financial period	1 January 2017 - 31 march 2017	
Auditor's name and address	"Nexia Audit Advice" SIA LZRA Licence No. 134 Grecinieku street 9-3, Riga, LV-1050 Latvia Marija Jansone Sworn Auditor Certificate No. 25	

RĪGAS KUĢU BŪVĒTAVA AS REPORT ON THREE MONTHS OF YEAR 2018
STATEMENT OF MANAGEMENT RESPONSIBILITIES

The management of Rīgas kuģu būvētava AS (the Company) is responsible for preparation of the financial statements.

The financial statements are prepared in accordance with the source documents and present fairly the financial position of the Company as of 31 March 2018 and the results of its operations and cash flows for the period then ended. The management confirms that appropriate accounting policies have been used and applied consistently, and reasonable and prudent judgements and estimates have been made in the preparation of the financial statements.

The management also confirms that the requirements of the legislation of the Republic of Latvia have been complied with and that the financial statements have been prepared on a going concern basis.

The management of the Company is also responsible for keeping proper accounting records, for taking reasonable steps to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.

On behalf of the management:

Einars Buks
(Chairman of the Board)

Jekaterina Meļņika
(Member of the Board)

Ainars Tropins
(Member of the Board)

Rīga, on 29 June, 2018

**RIGAS KUGU BUVETAVA JSC REPORT OF THREE MONTH 2018
PROFIT OR LOSS STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2018**

	3 month 2018	3 month 2017
Notes	EUR	EUR
Net sales	817 872	3 943 620
Cost of sales	(1 788 175)	(3 946 935)
Gross profit (loss)	(970 303)	(3 315)
Distribution expenses		(1 092)
Administrative expenses	(173 156)	(237 889)
Other operating income	307 698	207 388
Other operating expenses	(34 967)	(235 995)
Other interest income and similar income	24 818	0
incl.		
a)from other parties	24 818	0
Other interest payable and similar expenses	(67 274)	(75 671)
incl.		
a)to other parties	(67 274)	(75 671)
Profit or losses before corporate income tax	(913 184)	(346 574)
Profit and loss after the taxation	(913 184)	(346 574)
Net profit (loss) for the financial year	(913 184)	(346 574)
Profit or losses per share	(0.078)	(0.030)

These financial statements were signed on 29 June, 2018 on the Company's behalf by:

Einars Buks
(Chairman of the Board)

Jekaterina Melnika
(Member of the Board)

Ainars Tropins
(Member of the Board)

Alda Berzina
(Chief Accounting Officer)

RIGAS KUGU BUVETAVA JSC REPORT OF THREE MONTH 2018

BALANCE SHEET AS OF 31 MARCH 2018

	Notes	31.03.2018. EUR	31.03.2017. EUR	31.12.2017. EUR
ASSETS				
Non-current assets				
Intangible assets:				
Other intangible assets		13 619	5 755	14 004
Total intangible assets		13 619	5 755	14 004
Fixed assets				
Immovable properties				
a) land, buildings and engineering structures		8 585 248	7 692 044	8 637 577
b) investment properties		-	459 735	-
Technological equipment and machinery		21 989 811	20 926 657	22 114 510
Other fixed assets		442 040	376 483	459 821
Fixed assets under construction		324 011	1 050 780	324 011
Advances for fixed assets		7 114	18 550	7 114
Total fixed assets		31 361 843	30 524 249	31 543 033
Non-current financial investments				
Investments in associates		4 830 590	4 830 590	4 830 590
Other securities and investments		235	235	235
Loans and non-current receivables		1 891 732	1 630 182	1 624 207
Total non-current financial investments		6 722 557	6 461 007	6 455 032
Total non-current assets		38 084 400	36 991 011	38 012 069
Current assets				
Inventories				
Raw materials and consumables		1 474 675	1 832 081	1 850 738
Work in progress		340 842	111 596	12 228
Advances for inventories		179 202	230 276	115 578
Total inventories		1 994 719	2 173 953	1 978 544
Account receivable				
Trade receivables		883 306	681 706	427 803
Receivables from associates		1 313 094	1 293 464	1 309 211
Other receivables		555 255	738 143	656 162
Deferred expense		140 970	7 995	23 085
Accrued income		670 707	4 385 629	1 719 362
Total receivables		3 563 332	7 106 937	4 135 623
Cash and bank		504	4 495	69 520
Total current assets:		5 558 555	9 285 385	6 183 687
TOTAL		43 642 955	46 276 396	44 195 756

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RIGAS KUGU BUVETAVA JSC REPORT OF THREE MONTH 2018
BALANCE SHEET AS OF 31 MARCH 2018

	Notes	31.03.2018. EUR	31.03.2017. EUR	31.12.2017. EUR
EQUITY, PROVISIONS AND LIABILITIES				
Equity				
Share capital		16 340 950	16 340 950	16 340 950
Non-current investments revaluation reserve		11 648 371	11 842 682	11 697 050
Reserves:				
Other reserves		266 962	266 962	266 962
Retained profit or uncovered losses brought forward from previous years		2 314 824	2 623 040	2 623 040
Current year profit or losses		(913 184)	(346 574)	(308 216)
Total retained earnings		1 401 640	2 276 466	2 314 824
Total equity		29 657 923	30 727 060	30 619 786
Provisions:				
Other provisions		552 686	1 699	552 686
Total provisions		552 686	1 699	552 686
Non-current liabilities				
Loans from banks		721 305	0	740 396
Other borrowings		2 354 074	1 196 711	1 954 074
Deferred tax liabilities		-	2 752 048	-
Deferred income		494 127	548 217	494 127
Total non-current liabilities		3 569 506	4 496 976	3 188 597
Current liabilities				
Loans from banks		2 612 534	1 900 000	2 602 617
Other borrowings		915 026	533 236	902 840
Advances from customers		490 514	2 496 478	1 237 464
Trade payables		2 427 701	3 465 821	2 432 362
Payables to associates		457 847	490 118	245 802
Taxes and state social insurance payments		1 462 524	1 006 946	1 262 452
Other creditors		1 056 464	570 809	629 706
Deferred income		54 090	72 120	72 120
Unpaid dividends		11 746	18 617	11 746
Accrued liabilities		374 394	496 516	437 578
		9 862 840	11 050 661	9 834 687
Total current liabilities:		13 432 346	15 547 637	13 023 284
Total liabilities:		43 642 955	46 276 396	44 195 756

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RIGAS KUGU BUVETAVA JSC REPORT OF THREE MONTH 2018

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2018

STATEMENT OF CHANGES IN EQUITY

	3month 2018	3month 2017
	EUR	EUR
Share capital		
Opening balance	16 340 950	16 340 950
Closing balance	<u>16 340 950</u>	<u>16 340 950</u>
Long-term investment revaluation reserve		
Opening balance	11 697 050	11 891 225
Prior year adjustments	(48 678)	(48 543)
Closing balance	<u>11 648 371</u>	<u>11 482 682</u>
Reserves		
Opening balance	266 962	266 962
Closing balance	<u>266 962</u>	<u>266 962</u>
Retained earnings		
Opening balance	2 314 824	2 623 040
Increase/decrease in retained earnings	(913 184)	(346 574)
Closing balance	<u>1 401 640</u>	<u>2 276 466</u>
Equity		
Opening balance	30 619 786	31 122 177
Closing balance	<u>29 657 923</u>	<u>30 727 060</u>

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RIGAS KUGU BUVETAVA JSC REPORT OF THREE MONTH 2018
CASH FLOW STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2018

	Notes	3month 2018 EUR	3month 2017 EUR
CASH FLOWS FROM/(USED IN) OPERATING ACTIVITIES			
Revenue from the sale of goods and provision of services		1 099 143	3 919 201
Payments to suppliers, employees, other expenses of principal activity costs		(1 535 665)	(3 796 284)
Gross cash flow generated from/(used in) operating activities		(436 522)	122 917
Interest payment		(31 404)	(52 836)
Net cash flow generated from /(used in) operating activities		(467 926)	70 081
CASH FLOWS USED IN INVESTING ACTIVITIES			
Acquisition of fixed and intangible assets		-	(16 525)
Proceeds from sales of fixed assets and intangible assets		18 000	300
Interest received		-	7 207
Net cash flow generated from investing activities		18 000	(9 018)
CASH FLOW FROM FINANCING ACTIVITIES			
Repayment of loans		(19 090)	(74 553)
Loans received		400 000	-
Net cash flow (used in)/ generated from financing activities		380 910	(74 553)
Net foreign exchange gains/losses		-	(20)
Net increase /(decrease) in cash and cash equivalents		(69 016)	(13 510)
Cash and cash equivalents at the beginning of the financial year		69 520	18 005
Cash and cash equivalents at the end of the financial year		504	4 495

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