

AS "RĪGAS KUĢU BŪVĒTAVA"

Financial information on three months of the year 2019

STATEMENT OF MANAGEMENT RESPONSIBILITIES

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**AS RĪGAS KUĢU BŪVĒTAVA REPORT ON THREE
MONTHS OF YEAR 2019**

Gāles iela 2, Rīga, LV-1015, Latvia, Reg. No. 40003045892

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	Chairman of the Board
	Ainars Tropins	Member of the Board
	Jekaterina Melnika	Member of the Board
Names and positions of the Council	Vasilijs Melniks	Chairman of the Council
	Aleksandrs Cernavskis	Deputy Chairman of the Council
	Gaidis Andrejs Zeibots	Member of the Council
Financial period	1 January 2019 - 31 march 2019	
Previous financial period	1 January 2018 - 31 march 2018	
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	

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 2019 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 20 December, 2019

AS RĪGAS KUĢU BŪVĒTAVA REPORT OF THREE MONTH 2019

Gāles iela 2, Rīga, LV-1015, Latvia, Reg. No. 40003045892

PROFIT OR LOSS STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2019

	Notes	3 month 2019	3 month 2018
		EUR	EUR
Net sales		80 603	817 872
Cost of sales		<u>(523 520)</u>	<u>(1 788 175)</u>
Gross profit (loss)		(442 917)	(970 303)
Distribution expenses		-	-
Administrative expenses		(161 333)	(173 156)
Other operating income		303 972	307 698
Other operating expenses		(269 154)	(34 967)
Other interest income and similar income		-	24 818
incl.			
a)from other parties		-	24 818
Other interest payable and similar expenses		(50 587)	(67 274)
incl.			
a)to other parties		(50 587)	(67 274)
Profit or losses before corporate income tax		(620 019)	(913 184)
Profit and loss after the taxation		(620 019)	(913 184)
Net profit (loss) for the financial year		(620 019)	(913 184)
Profit or losses per share		(0.053)	(0.078)

These financial statements were signed on 20 December, 2019 on the Company's behalf by:

Einars Buks
(Chairman of the Board)

Jekaterina Melnika
(Member of the Board)

Ainars Tropins
(Member of the Board)

Aleksandrs Kočkins
Chief Accounting Officer

AS RĪGAS KUĢU BŪVĒTAVA REPORT OF THREE MONTH 2019

Gāles iela 2, Rīga, LV-1015, Latvia, Reg. No. 40003045892

BALANCE SHEET AS OF 31 MARCH 2019

	Notes	31.03.2019. EUR	31.03.2018. EUR	31.12.2018. EUR
ASSETS				
Non-current assets				
Intangible assets:				
Other intangible assets		-	13 619	1 696
Total intangible assets		<u>-</u>	<u>13 619</u>	<u>1 696</u>
Fixed assets				
Immovable properties				
a) land, buildings and engineering structures		8 164 039	8 585 248	8 211 064
Technological equipment and machinery		16 620 246	21 989 811	16 827 953
Other fixed assets		367 595	442 040	389 174
Fixed assets under construction		-	324 011	-
Advances for fixed assets		-	7 114	-
Total fixed assets		<u>25 151 880</u>	<u>31 361 843</u>	<u>25 428 191</u>
Non-current financial investments				
Investments in associates		3 630 590	4 830 590	3 630 590
Other securities and investments		235	235	235
Loans and non-current receivables		1 580 818	1 891 732	1 580 818
Total non-current financial investments		<u>5 211 643</u>	<u>6 722 557</u>	<u>5 211 643</u>
Total non-current assets		<u>30 363 523</u>	<u>38 084 400</u>	<u>30 641 530</u>
Current assets				
Inventories				
Raw materials and consumables		1 255 680	1 474 675	1 421 818
Work in progress		-	340 842	-
Advances for inventories		112 809	179 202	112 809
Total inventories		<u>1 368 489</u>	<u>1 994 719</u>	<u>1 534 627</u>
Account receivable				
Trade receivables		712 900	883 306	386 753
Receivables from associates		-	1 313 094	-
Other receivables		791 718	555 255	823 020
Deferred expense		146 229	140 970	23 692
Accrued income		-	670 707	-
Total receivables		<u>1 650 847</u>	<u>3 563 332</u>	<u>1 233 465</u>
Cash and bank		16 343	504	10 451
Total current assets:		<u>3 035 679</u>	<u>5 558 555</u>	<u>2 778 543</u>
TOTAL		<u>33 399 202</u>	<u>43 642 955</u>	<u>33 420 073</u>

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AS RĪGAS KUĢU BŪVĒTAVA REPORT OF THREE MONTH 2019

Gāles iela 2, Rīga, LV-1015, Latvia, Reg. No. 40003045892

BALANCE SHEET AS OF 31 MARCH 2019

	Notes	31.03.2019. EUR	31.03.2018. EUR	31.12.2018. EUR
EQUITY, PROVISIONS AND LIABILITIES				
Equity				
Share capital		16 340 950	16 340 950	16 340 950
Non-current investments revaluation reserve		6 672 179	11 648 371	6 720 723
Reserves:				
Other reserves		266 962	266 962	266 962
Retained profit or uncovered losses brought forward from previous years		(4 329 939)	2 314 824	2 314 824
Current year profit or losses		(620 019)	(913 184)	(6 644 763)
Total retained earnings		(4 949 958)	1 401 640	(4 329 939)
Total equity		18 330 133	29 657 923	18 998 696
Provisions:				
Other provisions		-	552 686	-
Total provisions		-	552 686	-
Non-current liabilities				
Loans from banks		-	721 305	-
Other borrowings		37 732	2 354 074	37 732
Deferred income		422 008	494 127	422 008
Total non-current liabilities		459 740	3 569 506	459 740
Current liabilities				
Loans from banks		3 300 725	2 612 534	3 295 045
Other borrowings		3 342 077	915 026	3 156 506
Advances from customers		3 203	490 514	3 266
Trade payables		2 701 526	2 427 701	2 572 498
Payables to associates		211 248	457 847	211 248
Taxes and state social insurance payments		2 335 936	1 462 524	2 056 001
Other creditors		2 401 064	1 056 464	2 238 940
Deferred income		54 090	54 090	72 120
Unpaid dividends		11 746	11 746	11 746
Accrued liabilities		247 714	374 394	344 267
		14 609 329	9 862 840	13 961 637
Total current liabilities:		15 069 069	13 432 346	14 421 377
Total liabilities:		33 399 202	43 642 955	33 420 073

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STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2019

STATEMENT OF CHANGES IN EQUITY

	3 month 2019 EUR	3 month 2018 EUR
Share capital		
Opening balance	16 340 950	16 340 950
Closing balance	16 340 950	16 340 950
Long-term investment revaluation reserve		
Opening balance	6 720 723	11 697 050
Prior year adjustments	(48 544)	(48 678)
Closing balance	6 672 179	11 648 371
Reserves		
Opening balance	266 962	266 962
Closing balance	266 962	266 962
Retained earnings		
Opening balance	(4 329 939)	2 314 824
Increase/decrease in retained earnings	(620 019)	(913 184)
Closing balance	(4 949 958)	1 401 640
Equity		
Opening balance	18 998 696	30 619 786
Closing balance	18 330 133	29 657 923

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Gāles iela 2, Rīga, LV-1015, Latvia, Reg. No. 40003045892

CASH FLOW STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2019

	Notes	3 month 2019 EUR	3 month 2018 EUR
CASH FLOWS FROM/(USED IN) OPERATING ACTIVITIES			
Revenue from the sale of goods and provision of services		6 986	1 099 143
Payments to suppliers, employees, other expenses of principal activity costs		(1 094)	(1 535 665)
Gross cash flow generated from/(used in) operating activities		(5 892)	(436 522)
Interest payment			(31 404)
Net cash flow generated from /(used in) operating activities			(467 926)
CASH FLOWS USED IN INVESTING ACTIVITIES			
Acquisition of fixed and intangible assets			-
Proceeds from sales of fixed assets and intangible assets			18 000
Interest received			
Net cash flow generated from investing activities			18 000
CASH FLOW FROM FINANCING ACTIVITIES			
Repayment of loans			(19 090)
Loans received			400 000
Net cash flow (used in)/ generated from financing activities			380 910
Net foreign exchange gains/losses			-
Net increase /(decrease) in cash and cash equivalents		5 892	(69 016)
Cash and cash equivalents at the beginning of the financial year		10 451	69 520
Cash and cash equivalents at the end of the financial year		16 343	504

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