

**Joint-stock Company “Saldus Timber Industry”  
Annual Report for the period of 9 months of the year 2006**

**Saldus**

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***Information about the company***

Name of the company	“Saldus Timber Industry”
Legal status of the company	Joint-stock company
Registration number, date and place	000302012, August 26, 1991, Riga
Address	Mežvidi, Novadnieki Local Community, Saldus Region LV 3801
Main types of business activities	Forestry, timber processing and services related to it, sawing, etc.
Names, surnames and positions of the members of the board of directors	Jānis Bertrāns, chairman of the board of directors Ivars Feikners, manager of the department for forest resources Gundars Maurs, manager of the financial department
Names, surnames and positions of the members of council	Jēkabs Feikners, Saldus MRU Ltd., chairman of the board of directors Alvis Spārns, Joint-stock company “Saldus Timber Industry”, cruiser Gunta Zoltnere, Joint-stock company “Saldus Timber Industry”, auditor Gunvaldis Vēsmiņš, “Laskana” Ltd., president Edgars Gailītis, Saldus MRU Ltd., foreman
Year of account	January 1- September 30, 2006

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***Joint-stock company „Saldus Mežrūpniecība”***

Work statement for the period of 9 months in year 2006

***Management Report***

The planned profit before taxes for the period of 9 months in year 2006 was 197 863 LVL, in fact it was 229 164 LVL. Accordingly, the profit after taxes was 162 725 LVL.

The net turnover of the Joint - stock company “Saldus Mežrūpniecība” for the period of 9 months in year 2006 has been 5 663 665 LVL which in comparison with the corresponding period of year 2005 has decreased for 25%, and there is 18% non-performance of the planned turnover for the period of 9 months in year 2006. This significant fall resulted from sanitation cuttings performed in January and February, from lasting closure of forest roads in April, and logging limitations at the end of May, which were announced due to emergency situation in Kurzeme Region. The said reasons also had an impact on the work of sawmill in Kuldīgas Street 86a due to the lack of raw materials (fir - tree logs), consequently the mill worked in one shift only.

At the beginning of 2006, we started purchases of round timber (fir - tree saw logs) from our subsidiary company OOO “Saldus” (limited liability company), which is based in Russia, and now we are working on how to increase the purchases from this company. Besides, we have been doing intensive strategic planning on the development of a small-wood processing plant in Pskov, the Russian Federation.

Within this accounting period, 95% of renovation of our administrative facilities has already been performed. Also, the construction of repairs shop for transport department and trade centre has been started. What regards the financing of the construction work, long-term credit agreements have been concluded with credit institutions in total of 2 343 162 EUR.

October 25<sup>th</sup>, 2006

Board of the joint-stock company “Saldus Mežrūpniecība”:

Chairman of the board

\_\_\_\_\_/J. Bertrāns/

Members of the board

\_\_\_\_\_/I. Feikners/

\_\_\_\_\_/G. Maurs/

Joint-stock Company „Saldus Timber Industry”  
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LVL:

Statement about changes jo equity.

		2006.gada 30.september	9 months of the year 2006	30.09.2005
1.	<b>Stock capital</b>			
	On: 01.01.		387136	387137
	increase			
	decrease			
	On: 30.09.		387136	387136
2.	<b>Increase of stock emission price</b>			
	On: 01.01.		1987	1987
	increase			
	decrease			
	On: 30.09.		1987	1987
3.	<b>Adjustment reserves</b>			
	On: 01.01.			
	increase			
	decrease			
	On: 30.09.			
4.	<b>Other reserves</b>			
	On: 01.01.		2056620	918658
	Increase			348171
	decrease			
	On: 30.09.		2056620	1266829
5.	<b>Retained earnings</b>			
	On: 01.01.		1092705	444957
	Increase		162725	1320656
	decrease			444957
	On: 30.09.		162725	1320656
6.	<b>Total statement</b>			
	On: 01.01.		2608340	1752738
	On: 30.09.		2608468	2976608

Board :

Oktober 25, 2006

Joint-stock Company „Saldus Timber Industry”  
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*EUR*

**Statement about changes jo equity.**

<b>2006.gada 30.september</b>		<b>9 months of the year 2006</b>	<b>30.09.2005</b>
1.	<b>Stock capital</b>		
	On: 01.01.	550845	550845
	increase		
	decrease		
	On: 30.09.	550845	550845
2.	<b>Increase of stock emission price</b>		
	On: 01.01.	2827	2827
	increase		
	decrease		
	On: 30.09.	2827	2827
3.	<b>Adjusment reserves</b>		
	On: 01.01.		
	increase		
	decrease		
	On: 30.09.		
4.	<b>Other reserves</b>		
	On: 01.01.	2926306	1307133
	Increase		495403
	decrease		
	On: 30.09.	2926306	1802535
5.	<b>Retained earnings</b>		
	On: 01.01.	1554779	633117
	Increase	231537	1879124
	decrease		
	On: 30.09.	231537	1879124
6.	<b>Total statement</b>		
	On: 01.01.	3711333	2493921
	On: 30.09.	3711515	4235332

**Board:**

*oktober 25, 2006*

Joint-stock Company „Saldus Timber Industry”  
Annual Report for the period of 6 months of the year 2006

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*Profit and loss account for the period of 9 months of the year 2006*

LVL

No	Name of parameter	Notes	9 months of the year 2006	9 months of the year 2005
1.	Net turnover		5663665	7571505
2.	Production costs of the sold products		5261331	6409776
3.	<b>Gross profit or loss</b>		<b>402334</b>	<b>1161729</b>
4.	Selling costs		651	1315
5.	Administration costs		127629	52486
6.	Other income from company's economic activities		22722	389634
7.	Other costs from company's economic activities		31469	523464
8.	Income from participation in capitals of subsidiary companies and associated companies of the holding company			429787
9.	Income from securities and loans, which have made long-term investments			
10.	Other interest income and the like income		6050	3709
11.	Long-term financial investments and short-term writing off of the value of securities			
12.	Interest payments and the like costs		42192	41008
15.	<b>Profit or loss before extraordinary items and taxes</b>		<b>229165</b>	<b>1366586</b>
16.	Extraordinary income			
17.	Extraordinary costs			
18.	<b>Profit or loss before taxes</b>		<b>229165</b>	<b>1366586</b>
19.	Company's income tax		62423	42452
20.	Deferred income tax of the company			
21.	Other taxes		4017	3478
22.	<b>Profit or loss of the year of account (net income)</b>		<b>162725</b>	<b>1320656</b>

Board:

oktober 25, 2006

Joint-stock Company „Saldus Timber Industry”  
Annual Report for the period of 6 months of the year 2006

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*Profit and loss account for the period of 9 months of the year 2006*

EUR

No	Name of parameter	Notes	9 months of the year 2006	9 months of the year 2005
1.	Net turnover		8058669	10773281
2.	Production costs of the sold products		7486199	9120290
<b>3.</b>	<b>Gross profit or loss</b>		<b>572469</b>	<b>1652991</b>
4.	Selling costs		927	1871
5.	Administration costs		181600	74681
6.	Other income from company's economic activities		32331	554399
7.	Other costs from company's economic activities		44777	744822
8.	Income from participation in capitals of subsidiary companies and associated companies of the holding company			611532
9.	Income from securities and loans, which have made long-term investments			
10.	Other interest income and the like income		8608	5277
11.	Long-term financial investments and short-term writing off of the value of securities			
12.	Interest payments and the like costs		60034	58349
<b>15.</b>	<b>Profit or loss before extraordinary items and taxes</b>		<b>326071</b>	<b>1944477</b>
16.	Extraordinary income			
17.	Extraordinary costs			
<b>18.</b>	<b>Profit or loss before taxes</b>		<b>326071</b>	<b>1944477</b>
19.	Company's income tax		88820	60404
20.	Deferred income tax of the company			
21.	Other taxes		5715	4949
<b>22.</b>	<b>Profit or loss of the year of account (net income)</b>		<b>231536</b>	<b>1879124</b>

Board:

oktober 25, 2006



Joint-stock Company „Saldus Timber Industry”  
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<i>Balance-sheet on september 30, 2006</i>		LVL	
Assets	Notes	Year 2006- 30.09.	Year 2005 30.09.
Long-term investments			
I Intangible investments			
1. Costs from research work and company's development			
2. Concessions, patents, licences, trademarks and similar rights		8800	8512
3. Other intangible investments			
4. Intangible value of the company			
5. Advance payments for intangible investments		37155	7905
<b>Intangible investments in total</b>		<b>45955</b>	<b>16417</b>
II Fixed assets		608595	498355
1. Land, premises, buildings, perennial greenery			
2. Long-term investments in leased fixed assets			
3. Equipment and machinery		2318398	1842877
4. Other fixed assets and inventory		24804	33313
5. Establishment of fixed assets and costs of unfinished		522132	31119
6. Advance payments for fixed assets		444215	
<b>Fixed assets in total</b>		<b>3918144</b>	<b>2405664</b>
III Long-term financial investments			
1. Participation in the capital of related companies		151205	
2. Loans to the related companies		58672	
7. Participation in the capital of asociac. companies			4500
8. Loans to the joint owners and management of the company			
<b>Long-term financial investments in total</b>		<b>209877</b>	<b>4500</b>
<b>Long-term investments in total</b>		<b>4173976</b>	<b>2426581</b>
1. Raw materials, direct mater .and auxiliary materials		19758	27850
2. Unfinished production		430334	369235
3. Finished production and goods for sale		29699	36640
5. Advance payments for goods		88390	123658
6. Animals for work and productive animals			
Stocks in total		<b>568181</b>	<b>557393</b>
II Debts of debtors			
1. Debts of buyers and customers		412473	290869
2. Debts of related companies			
3. Debts of associated companies			
4. Other debtors		104805	36966
5. Shares owning in the company's capital			
6. Short-term loans to the joint owners and management of the company			
7. Costs of the next periods		6966	823
<b>Debtors in total</b>		<b>524244</b>	<b>328658</b>
III Securities and participation in capitals			
1. Participation in the capital of related companies			
3. Other securities and participation in capitals			
<b>Securities and participation in capitals in total</b>			
IV Funds (in total)		27378	1224091
<b>Current assets in total</b>		<b>1119803</b>	<b>2110132</b>
<b>Total sum of assets</b>		<b>5293779</b>	<b>4536713</b>

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<i>Balance-sheet on september 30, 2006</i>		EUR	
Assets	Notes	Year 2006- 30.09.	Year 2005 30.09.
Long-term investments			
I Intangible investments			
1. Costs from research work and company's development			
2. Concessions, patents, licences, trademarks and similar rights		12521	12111
3. Other intangible investments			
4. Intangible value of the company			
5. Advance payments for intangible investments		52867	11248
<b>Intangible investments in total</b>		<b>65388</b>	<b>23359</b>
II Fixed assets		865953	709095
1. Land, premises, buildings, perennial greenery			
2. Long-term investments in leased fixed assets			
3. Equipment and machinery		3298783	2622178
4. Other fixed assets and inventory		35293	47400
5. Establishment of fixed assets and costs of unfinished		742927	44278
6. Advance payments for fixed assets		632061	
<b>Fixed assets in total</b>		<b>5575017</b>	<b>3422951</b>
III Long-term financial investments			
1. Participation in the capital of related companies		215145	
2. Loans to the related companies		83483	
7. Participation in the capital of asociac. companies			6403
8. Loans to the joint owners and management of the company			
<b>Long-term financial investments in total</b>		<b>298628</b>	<b>6403</b>
<b>Long-term investments in total</b>		<b>5939033</b>	<b>3452714</b>
1. Raw materials, direct mater .and auxiliary materials		28113	39627
2. Unfinished production		612310	525374
3. Finished production and goods for sale		42258	52134
4. Unfinished orders			
5. Advance payments for goods		125768	175949
6. Animals for work and productive animals			
<b>Stocks in total</b>		<b>808449</b>	<b>793085</b>
II Debts of debtors			
1. Debts of buyers and customers		586896	413869
2. Debts of related companies			
3. Debts of associated companies			
4. Other debtors		149124	52598
5. Shares owning in the company's capital			
6. Short-term loans to the joint owners and management of the company			
7. Costs of the next periods		9912	1171
<b>Debtors in total</b>		<b>745932</b>	<b>467638</b>
III Securities and participation in capitals			
1. Participation in the capital of related companies			
3. Other securities and participation in capitals			
<b>Securities and participation in capitals in total</b>			
IV Funds (in total)		38956	1741725
<b>Current assets in total</b>		<b>1593336</b>	<b>3002447</b>
<b>Total sum of assets</b>		<b>7532369</b>	<b>6455161</b>

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LVL			
<u>Liabilities</u>	Notes	Year 2006- 30.09	Year 2005- 30.09
<b><i>I Own capital</i></b>			
1. Stock or share capital (fixed capital)		387136	387136
2. Stock (share) increase of issue price		1987	1987
3. Long-term investments adjustment reserves			
4. Reserves:			
a) statutory reserves			
b) reserves for own stocks or shares			
c) reserves defined by statutes			
d) other reserves		2056620	1266829
Reserves in total		<b>2056620</b>	<b>1266829</b>
5. Retained earnings			
a) retained earnings from previous years			
b) retained earnings of the year of account		162725	1320656
Retained earnings in total		<b>162725</b>	<b>1320656</b>
<b><i>Own capital in total</i></b>		<b>2608468</b>	<b>2976608</b>
<b><i>II Accruals</i></b>			
1. Accruals for pensions and the like liabilities			
2. Accruals for predictable taxes			27008
3. Other accruals			12502
<b><i>Accruals in total</i></b>			<b>39510</b>
<b><i>III Creditors</i></b>			
<b><i>I Long-term debts</i></b>			
1. Deferred taxation liabilities		204366	
2. Loans transformable into shares			
3. Loans from credit institutions		622000	193940
4. Other loans		599690	410330
5. Upfront payments received from customers			
6. Debts to suppliers and contract work			
7. Debts to related companies			
8. Debts to associated companies			
9. Taxes and social security payments			
10. Other creditors			
11. Deterred income		139723	112526
12. Dividends of the year of account			
13. Unpaid dividends from previous years			
Long-term debts in total		<b>1565779</b>	<b>716796</b>
<b><i>II Short-term debts</i></b>			
1. Funded loans			
2. Loans transformable into shares			
3. Loans from credit institutions		306609	80579
4. Other loans		327816	355151
5. Upfront payments received from customers			2000
6. Debts to suppliers and contract work		355793	261452
7. Accrued liabilities		48856	
8. Debts to related companies			
9. Debts to associated companies			
10. Taxes and social security payments		11031	7108
11. Other creditors		52202	47089
12. Deterred income		17225	49875
13. Dividends of the year of account			
14. Unpaid dividends from previous years			545
Short-term debts to creditors in total		<b>1119532</b>	<b>803799</b>
<b><i>Creditors in total</i></b>		<b>2685311</b>	<b>1520595</b>
<b><i>Total sum of liabilities</i></b>		<b>5293779</b>	<b>4536713</b>

Board:

Joint-stock Company „Saldus Timber Industry”  
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<b><u>Liabilities</u></b>	<b>Notes</b>	<b>EUR</b>	
		<b>Year 2006- 30.09</b>	<b>Year 2005- 30.09</b>
<b><i>I Own capital</i></b>			
1. Stock or share capital (fixed capital)		550845	550845
2. Stock (share) increase of issue price		2827	2827
3. Long-term investments adjustment reserves			
4. Reserves:			
a) statutory reserves			
b) reserves for own stocks or shares			
c) reserves defined by statutes			
d) other reserves		2926306	1802535
Reserves in total		<b>2926306</b>	<b>1802535</b>
5. Retained earnings			
a) retained earnings from previous years			
b) retained earnings of the year of account		231535	1879124
Retained earnings in total		<b>231535</b>	<b>1879124</b>
<b><i>Own capital in total</i></b>		<b>3711514</b>	<b>4235332</b>
<b><i>II Accruals</i></b>			
1. Accruals for pensions and the like liabilities			
2. Accruals for predictable taxes			38429
3. Other accruals			17789
<b><i>Accruals in total</i></b>			<b>56218</b>
<b><i>III Creditors</i></b>			
<b><i>I Long-term debts</i></b>			
1. Deferred taxation liabilities		290787	
2. Loans transformable into shares			
3. Loans from credit institutions		885026	275952
4. Other loans		853282	583847
5. Upfront payments received from customers			
6. Debts to suppliers and contract work			
8. Debts to associated companies			
9. Taxes and social security payments			
10. Other creditors			
11. Deterred income		198807	160110
12. Dividends of the year of account			
13. Unpaid dividends from previous years			
Long-term debts in total		<b>2227903</b>	<b>1019909</b>
<b><i>II Short-term debts</i></b>			
1. Funded loans			
2. Loans transformable into shares			
3. Loans from credit institutions		436265	114654
4. Other loans		466440	505334
5. Upfront payments received from customers			2846
6. Debts to suppliers and contract work		506250	372013
7. Accrued liabilities		69516	
8. Debts to related companies			
9. Debts to associated companies			
10. Taxes and social security payments		15695	10114
11. Other creditors		74277	67002
12. Deterred income		24510	70966
13. Dividends of the year of account			
14. Unpaid dividends from previous years			775
Short-term debts to creditors in total		<b>1592953</b>	<b>1143703</b>
<b><i>Creditors in total</i></b>		<b>3820855</b>	<b>2163612</b>
<b><i>Total sum of liabilities</i></b>		<b>7532369</b>	<b>6455161</b>

Board:

Joint-stock Company „Saldus Timber Industry”  
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*Cash flow report for september 30, 2006*

	LVL	
	9 months of the year 2006	9 months of the year 2005
<b>I. Cash flow from basic activity</b>		
Net gain of the year of account (+); losses (-)	162725	1320656
Wear and tear and writing-off of fixed assets and intangible assets	295509	293901
Losses from the liquidation of fixed assets (+)		69124
Profit/loss from the fluctuations of exchange rate		-50059
Variations in stocks: increase with “-“; decrease with “+”	-115707	-212521
Advance payments for goods	89837	
Variations of incomes for the next periods; increase “-“; decrease “+”	-991	1314
Variations of creditors debts: increase with “+”; decrease with “-“	-503216	191
Variations of debtors debts: increase with “-“; decrease with “+”	156300	150987
<b>Cash flow from basic activity</b>	<b>84457</b>	<b>1573593</b>
<b>II. Cash flow from investments</b>		
Paid when buying fixed assets and added	-428148	-643819
Received for sold fixed assets	-958318	
Advance payments for long-term investments	-5205	
Granted loan	-48672	
Received for long-term investments		429787
Received dividends		
<b>Cash flow from investments</b>	<b>-1440343</b>	<b>-214032</b>
<b>III. Cash flow from financing</b>		
Received deposits in the capital		
Received loan	998775	770624
Extinguished debt	-415659	-888686
Paid out dividends	-162579	-96628
Received from the emission of shares		
<b>Net cash flow from financial activity</b>	<b>420537</b>	<b>-214690</b>
<b>Net cash flow and net decrease of its equivalents</b>	<b>-935349</b>	<b>1144871</b>
<b>Money and its equivalents at the beginning of the year of account</b>	<b>962727</b>	<b>79220</b>
<b>Money and its equivalents at the end of the year of account</b>	<b>27378</b>	<b>1224091</b>

Board:

oktober 25, 2006

Joint-stock Company „Saldus Timber Industry”  
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*Cash flow report for september 30, 2006*

	EUR	
	9 months of the year 2006	9 months of the year 2005
<b>I. Cash flow from basic activity</b>		
Net gain of the year of account (+); losses (-)	231536	1879124
Wear and tear and writing-off of fixed assets and intangible assets	420472	418183
Losses from the liquidation of fixed assets (+)		98355
Profit/loss from the fluctuations of exchange rate	-164636	-302390
Variations in stocks: increase with “-“; decrease with “+”	127827	
Advance payments for goods		
Variations of incomes for the next periods; increase “-“; decrease “+”	-1410	1870
Variations of creditors debts: increase with “+”; decrease with “-“	-716012	272
Variations of debtors debts: increase with “-“; decrease with “+”	214835	-569594
<b>Cash flow from basic activity</b>	<b>120171</b>	<b>2239021</b>
<b>II. Cash flow from investments</b>		
Paid when buying fixed assets and added	-609200	-916072
Received for sold fixed assets	-1363564	
Advance payments for long-term investments	-7406	
Received credit	-69254	
Received for long-term investments		611532
<b>Cash flow from investments</b>	<b>-2049424</b>	<b>-304540</b>
<b>III. Cash flow from financing</b>		
Received deposits in the capital		
Received loan	1421129	1096499
Extinguished debt	-591429	-1264486
Paid out dividends	-231329	-137489
Received from the emission of shares		
<b>Net cash flow from financial activity</b>	<b>598370</b>	<b>-305476</b>
<b>Net cash flow and net decrease of its equivalents</b>	<b>-1330882</b>	<b>1629005</b>
<b>Money and its equivalents at the beginning of the year of account</b>	<b>1369837</b>	<b>112720</b>
<b>Money and its equivalents at the end of the year of account</b>	<b>38955</b>	<b>1741725</b>

Board:

oktober 25, 2006

Joint-stock Company „Saldus Timber Industry”  
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### General principles

The annual report is drawn up in compliance with the laws of the Republic of Latvia: the “Accounting Law” and the “Law about Companies’ Annual Reports”. When drawing up the year 2005 annual report, the following standards of accounting in Latvia were applied: 1. “Basic Regulations about Drawing up Financial Statements”, 2. “Cash Flow Statement”, 3. “Developments after the Date of Balance”, 4. “Policy Changes in Accounting, Calculation Changes in Accounting and Errors of the Previous Periods”.

Profit and loss calculation is drawn up in compliance with the scheme of turnover costs.

Profit and loss statement is drawn up by the means of indirect method.

In comparison with the previous period, methods of accounting and estimation, used by the Company, have been changed.

The annual report is drawn up on the basis of continuation of the concept of activity.

#### (1) Net turnover

Net turnover is the total sum of sold production and provided services during one year without trade discounts and value added tax.

#### (2) Intangible investments

Intangible investments are estimated in compliance with the value of their initial costs, except retained depreciation. Depreciation is calculated by the means of linear method, by applying (20%) rate of wear and tear per year.

#### (3) Fixed assets and low-grade inventory

Fixed assets are estimated in compliance with the value of their initial costs or re-calculated initial value, except retained wear and tear. Wear and tear is calculated by the means of linear method, by applying rates which are based on the assessment of useful lifetime of fixed assets. We begin calculations of wear and tear of fixed assets from the first date of the following months after they have been put into operation and finish on the first date of the next months after its disengagement from the structure of fixed assets.

When the company’s income tax is calculated, the wear and tear of fixed assets is calculated in compliance with the Paragraph 13 of the law of the Republic of Latvia “About Company’s Income Tax”.

#### (4) Reserves

Raw materials, supplies and goods for sale are estimated by the means of FIFO method (first in, first out). On the whole, the turnover of goods is big. In the company’s warehouse there are no dilapidated goods in connection with the total reserve of goods.

Inventory of goods in warehouses is carried out in compliance with FIFO method.

In the balance, cost of reserves is given the lowest (or their market value). Market value is the selling price of stock at the normal operation of a company. If there is such necessity, the value of goods of slow turnover or the value of defective stock, if it is essential, is written off, or there are made stocks of it in the amount, estimated by administration.

#### (5) Debtors

The debts of debtors are estimated by taking into consideration the principle of precaution, and in the balance are shown only real debtors. The actual sum of debtors corresponds with the sum that is given in agreements and other original documents of accounting. There has been carried out the reconciliation of debtors’ debts, as well as there have been developed reserves in case of doubtful debtors.

#### (6) Investments in subsidiary and related companies

Investments in subsidiary and related companies initially are registered at their purchase price, which at the end of the accounting year is adjusted in correspondence with the share of company in the capital of subsidiary and related companies. In cases, when the administration thinks that the value of investments has decreased due to force majeure, the value of investments is written off.

#### (7) Other long-term investments

Other long-term investments are given in the purchase costs.

## Appendix

### Appendix

#### Explanations to the balance on 30.09.2006

- Advanced payments for fixed assets have increased for the amount of performed construction work and immovable properties.
- Buyers and customers' debts have increased in comparison with the corresponding period of the last year. The remainders of debtors' debts in the balance are shown in their net value, except for the reserves made for insecure debts. Besides, a reserve is made for the debtors who 2 years in turn do not reply to reconciliation deeds and are not found in their given addresses, as well as for the debtors, who are going through the process of insolvency (reference from the Enterprise Register).
- For other debtors increase occurred due to overpayment of VAT.
- Rate profit for 1 share - 0.42 LVL / 0.60 EUR for 9 months in year 2006  
-3.41 LVL / 4.85 EUR for 9 months in year 2005
- Incomes of next periods occurred due to financing received from the European Regional Development Fund.
- Debts to suppliers have increased due to ongoing construction work
- Loan for the allied company is planned to be capitalized by increasing investments into the allied company

Board:

October 25<sup>th</sup>, 2006

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