

JSC “TOSMARE SHIPYARD”
Financial statement for 9 months in 2006
(not audited)

Liepaja, 2006

JSC "Tosmare Shipyard"
Financial statement for 9 months in 2006

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JSC "Tosmare Shipyard"
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Information on the company

Name of the Company	Joint Stock Company "Tosmares kuģubūvētāva"
Legal status of the company	Joint Stock Company
<i>Incorporation Number, place and date</i>	210302283, January 3 rd 2000, Enterprise Register, Liepaja 42103022837, May 12 th 2004, commercial register, Liepaja
Address	Ģ.Baloža Street 42/44, Liepāja , LV – 3402
Stock capital of the Enterprise	Ls 3 203 397
Main types of activities of the enterprise	- construction and repairs of ships, yachts, catamarans, rolltrailers and technological equipment - port services
Names, surnames and positions of the members of the board	
Alvils Pomerancis	Chairman of the board identity number 160869-10810
Ivica Galich	Member of the board, identity number 190463-14655
Igors Komarovs	Member of the board, identity number 040756-10902
Names, surnames and positions of the councillors	
Vasilijs Melniks	Chairman of the council, identity number 310867-10726
Sergejs Golicins	Vice-chairman of the council, identity number 250154-10952
Anatolijs Ustinovs	Member of the council, identity number 010146-10964
Larisa Artemenko	Member of the council, identity number 010146-12926
Janis Davidovich	Member of the council, identity number 060363-10607 till 25 June
Chief accountant	Galina Kuzmina, phone 34-01-923
Accounting period	January 1 st 2006 –September 30 th 2006
Tax authority	SRS Kurzeme Regional institution Liepaja department
Auditor's name and address	Natalija Zaiceva, identity number 140366-10722 Cerified Audotor (Latvian Association of Certified Auditors (LACA) certificate No 138) Certified audotirs' firm KSIA "ORIENTS N" LACA Licence No 28

JSC "Tosmare Shipyard"
Financial statement for 9 months in 2006

Calculation of profits or losses for 2006 9 months and 2005 9 months

		2006 9 months	2005 9 months	2006 9 months	2005 9 months
		Ls	Ls	EUR	EUR
Net turnover	1	4 162 273	5 540 958	5 922 381	7 884 073
Sold production operating costs	2	3 960 279	4 924 570	5 634 969	7 007 032
Gross profit or losses		201 994	616 388	287 412	877 041
Selling costs	3	19 113	7 498	27 195	10 669
Administration costs	4	112 746	82 708	160 423	117 683
Other income of enterprise business activity	5	671 731	239 873	955 787	341 308
Other costs of enterprise business activity	6	571 496	264 206	813 166	375 931
Profit or losses of enterprise business activity		170 370	501 849	242 415	714 066
Income from investments in capital of related and associated companies					
Income from the value of long-term investment loans and securities					
Other percents and the like income	7	40	42	57	60
Write-offs of the value of long-term financial investments and short-term securities					
Payment off percents and other like costs	8	30 148	30 748	42 897	43 750
Profit & Loss prior to extraordinary items and taxes		140 262	471 143	199 575	670 376
Extraordinary income					
Extraordinary expense					
Profit & Loss prior to taxes		140 262	471 143	199 575	670 376
Income taxes of the enterprise					
Deferred enterprise income tax	9	25 000	60 600	35 572	86 226
Other taxes	10	32 138	32 340	45 728	46 016
Year of account Profit & Loss (net income)		83 124	378 203	118 275	538 134

Chairman of the board _____
/A.Pomerancis/

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Balance as at September 30th 2006

ASSETS	30.09.2006. Ls	30.09.2005. Ls	30.09.2006. EUR	30.09.2005. EUR
Long-term investments				
I Intangible investments				
Research and development costs				
Concessions, patents, licences, trade-marks and similar rights				
Other intangible investments				
Goodwill				
Advance payments of intangible investments				
Intangible investments in total				
II Fixed assets				
Lands, buildings, constructions perennial plants	1 524 954	1 920 849	2 169 814	2 733 122
Long-term investments into leased fixed assets				
Equipment and machinery	1 142 741	1 110 092	1 625 974	1 579 519
Other fixed assets and stock	49 154	22 293	69 940	31 720
Up building of fixed assets and unfinished building object costs	4 848	140 919	6 898	200 510
Advance payments for fixed assets				
Fixed assets in total				
	11	2 721 697	3 194 153	4 544 870
III Long-term financial investments				
Participation in capital of related companies				
Loans to related companies				
Participation in capital of associated companies				
Loans to associated companies				
Other equities and investments				
Other loans and other long-term debtors	12	9 170	7 021	13 048
Proper shares and parts				
Loans to co-partners of the enterprise and to the directorship				
Long-term financial investments in total				
		9 170	7 021	13 048
Long-term investments in total				
		2 730 867	3 201 174	4 554 860
Current assets				
I Reserves				
Raw materials, direct materials and auxiliary materials	13	763 244	497 333	1 085 998
Unfinished production				
Production and goods ready for sale				
Unfinished orders	14	145 744	183 705	261 389
Advance payments for goods	15	6 894	13 917	19 802
Working and productive animals				
Reserves in total				
		915 882	694 955	1 303 182
II Debts of debtors				
Debts of buyers and customers	16	1 541 995	1 491 346	2 194 061
Debts of related companies				
Debts of associated companies				
Other debtors	17	32 286	47 415	67 465
Amount owing in public stock				
Short-term loans to co-partners of the enterprise and to the directorship				
Next period costs	18	8 683	10 193	14 503
Recognized incomes				
Debtors in total				
		1 582 964	1 548 954	2 252 355
III Short-term financial investments				
Participation in capital of related companies				
Equity shares and parts				
Other equities and participation in capitals				
Derived financial tools				
Equities and participation in capitals in total				
Cash assets (in total)	19	30 739	14 391	43 738
Current assets in total				
		2 529 585	2 258 300	3 599 275
Assets in total				
		5 260 452	5 459 474	7 768 132

Chairman of the board _____ /A.Pomerancis/

JSC "Tosmare Shipyard"
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LIABILITIES	30..09.2006. Ls	30..09.2005. Ls	30..09.2006. EUR	30..09.2005. EUR
I Equity capital				
Share capital (stock capital) 20	3 203 397	3 203 397	4 558 023	4 558 023
Share issue increase of price				
Long-term investments revaluation reserves				
Financial tools revaluation reserve				
Reserves: a) statutory reserves				
b) Equity share reserves				
c) reserves defined by law				
d) other reserves				
<i>Reserves in total</i>				
Retained earnings				
a) previous year retained earnings	109 093	(207 396)	155 225	(295 098)
b) year of account retained earnings	83 124	378 203	118 275	538 134
<i>Retained earnings in total</i>	192 217	170 807	273 500	243 036
Equity capital in total	3 395 614	3 374 204	4 831 523	4 801 060
II Provisions for liabilities and charges				
Provision for pensions and similar obligations				
Provision for contingent tax				
Other provisions				
Provisions for liabilities and charges in total				
III Creditors				
I Long-term debts				
Loans for bonds				
Loans that can be converted to stock				
Loans from credit institutions				
Other loans				
Liability of leasing				
Advanced payments received from buyers				
Debts to suppliers and contractors				
Debts to related companies				
Debts to associated companies				
Taxes and social insurance payments				
Other creditors				
Next period income				
Year of account dividend				
Unpaid previous years dividends				
Accrued liabilities 21	141 603	120 298	201 483	171 169
Long-term debts in total	141 603	120 298	201 483	171 169
II Short-term debts				
Loans that can be converted to stock				
Loans from credit institutions 22	917 251	1 004 211	1 305 131	1 428 864
Other loans				
Liability of leasing 23	17 562	34 492	24 988	49 078
Advanced payments received from buyers 24	130	74 425	185	105 897
Debts to suppliers and contractors 25	652 607	749 464	928 577	1 066 391
Debts to related companies				
Debts to associated companies		330		470
Taxes and social insurance payments 26	38 685	29 240	55 043	41 605
Other creditors 27	66 620	52 810	94 792	75 142
Next period income				
Year of account dividends				
Unpaid previous years dividends				
Accrued liabilities 28	30380	20 000	43 227	28 457
Derived financial tools				
Short-term debts in total	1 723 235	1 964 972	2 451 943	2 795 903
Creditors in total	1 864 838	1 964 972	2 653 426	2 795 903
Total	5 260 452	5 459 474	7 484 949	7 768 132

Chairman of the board _____ /A.Pomerancis/

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Financial statement for 9 months in 2006

Cash flow report for 2006 9 months and 2005 year 9 months (direct method)		2006 9 months Ls	2005 9 months Ls	2006 9 months EUR	2005 9 months EUR
I	Cash flow from primary activity				
	Sales income	2 986 488	4 163 066	4 249 390	5 923 510
	Cash to suppliers, personnel and others primary activity costs	3 421 556	4 431 394	4 868 436	6 305 306
	Gross cash flow from primary activity	(435 068)	(268 328)	(619 046)	(381 796)
	Interest paid	30 066	29 874	42 780	42 507
	Corporate income tax				
	Cash flow before extraordinary items	(465 134)	(298 202)	(661 826)	(424 303)
	Cash flow from extraordinary items				
	Net cash flow from primary activity	(465 134)	(298 202)	(661 826)	(424 303)
II	Cash flow from investment activity				
	Acquisition of shares of related or associated companies				
	Income from derivation of shares of related or associated companies				
	Paid for fixed assets acquisition	112 445	27 937	159 995	39 751
	Received from the fixed assets sold	544 103	20 000	774 189	28 457
	Loans granted				
	Repayment of loans				
	Received percents				
	Received dividends				
	Net cash flow from investment activity	431 658	(7 937)	614 194	(11 293)
III	Cash flow from financial activities				
	Income from investments in shares and bonds or participation in capital shares				
	Loan received	55 221	316 771	78 572	450 725
	Financial aids, subsidies, grants or donations received				
	Loan repaid				
	Redemption costs for leased fixed assets				
	Paid off dividends				
	Net cash flow from financing	55 221	316 771	78 572	450 725
IV	Result of foreign currency rate fluctuations				
	Net cash flow and equivalent increase or decrease	21 745	10 632	30 940	15 128
	Cash and equivalent thereof at beginning of the period of accounts	8 994	3 759	12 798	5 349
	Cash and equivalent thereof at the end of the period of accounts	30 739	14 391	43 738	20 477

Chairman of the board _____ /A.Pomerancis/
November 30st 2006

Equity changes report for 2006 and 2005 years 9 months

Types of changes	Stock or Share capital		Retained earnings		Total	
	Ls	EUR	Ls	EUR	Ls	EUR
Balance as at 31.12.2004.	3 203 397	4 558 023	(207 396)	(295 098)	2 996 001	4 262 926
Stock or Share capital Increase/decrease						
Approved benefit due to revaluation of fixed asserts increase						
Approved benefit due to revaluation of fixed asserts decrease						
Dividends						
Period of account net profit & loss			378 203	538 134	378 203	538 134
Balance as at 30.06.2005.	3 203 397	4 558 023	170 807	243 036	3 374 204	4 801 060
Balance as at 31.12.2005.	3 203 397	4 558 023	109 093	155 225	3 312 490	4 713 248
Stock or Share capital Increase/decrease						
Approved benefit due to revaluation of fixed asserts increase						
Approved benefit due to revaluation of fixed asserts decrease						
Dividends						
Period of account net profit & loss			83 124	118 275	83 124	118 275
Balance as at 30.06.2006.	3 203 397	4 558 023	192 217	273 500	3 395 614	4831 523

EPS to 30.09.2006. LVL(83 124 :3 203 397) =0,0259 LVL or 0.0369 EUR ;

EPS to 30.09.2005 LVL (378 203:3 203397)=0.118LVL or 0,168 EUR

Chairman of the board _____

/A.Pomerancis/

November 30st 2006

Note: All sections of the financial reports are evaluated in EURO according to the rates of Bank of Latvia on 30.09.2006.

Appendixes on pages 9-17 are an integral part of this report.

2006 and 2005 years 9 months of account appendixes.

Accounting policy

(1) General principles

The report has been prepared in compliance with International accounting standard (IAS).

Profit & Loss calculation has been prepared as per turnover costs scheme.

Cash flow statement has been prepared as per third method.

The report has been prepared basing on the conception of continuation of business.

(2) Net turnover

Net turnover is a total sum of services rendered and sold within the nine months and services free from VAT and granted trade discounts.

(3) Revaluation of foreign currency in lats

All the company accounting is carried out into lats.

All transactions made in foreign currency have been converted into lats pursuant to the currency exchange rate established by the Bank of Latvia on a respective day of a transaction.

Foreign currency exchange rate as at the end of the period of account within last two years was as following:

	30.09.2006. Ls	30.09.2005. Ls
1 USD	0,552	0,583
1 NOK	0,0852	0,0899
1 EUR	0,702804	0,702804

(4) Fixed assets and low-grade stock

Fixed assets have been evaluated as per initial costs value, deducting accumulated depreciation. Depreciation has been calculated as per linear method, considering the rate established by the JSC "TKB" order No 1 dated 1st January 2002.

Calculation of depreciation of the fixed assets was commenced starting with the first date of the month next to the commissioning and was finished on the first date on the month next to their exclusion from the fixed assets' number.

Company capitalizes permanent assets with value more Ls 50 and time of valid usage is more than 1 year. Increased value of revaluing permanent assets is reflected as moving towards long-term investments revaluation reserve. It is attributed to the dissolution of permanent assets in the calculation of profits, incomes, losses.

Low-grade stock booked at the purchase prices and costs was 100% written off after commissioning.

(5) Reserves

Raw materials, materials and goods subject to sale were booked at the purchase price, including costs related to purchase, and were accounted as per FIFO methods. Sum of Illiquid assets', stored in the enterprise's warehouses, in comparison to total commodity stock was not essential.

Balance of reserves has been shown at the lower costs.

Unfinished production has been reflected at the prime cost, excluding administration costs.

(6) Debtors

Debtors' debts in the balance sheet have been shown at the net value. Debtors' actual sum complies with standards and other accounting basic documents.

(7) Cash and cash equivalents

In the report of cash flow consist of money in cash-box and remnants of active bank account.

(8) Accumulation for holidays

Accumulations for payments on holidays are formed, taking into account quantity of days of holidays to all workers and defining the average salary of workers in a day.

(9) Taxes

There has been made reconciliation of taxes liabilities by data of SRS Kurzeme region Liepaja division.

(10) Bookkeeping arrangement

The bookkeeping has been arranged using a chart of accounts endorsed in the company. The bookkeeping accountancy has been arranged with the help of computers.

(11) Comparative information

Comparing to the period of previous report, accounting and appraisalment methods is changed in accordance to request of International accounting Standard.

Appendixes (supplements) to the report
Profit & Loss calculation supplement

	2006		2005	
	9months Ls	9months Ls	9months EUR	9months EUR
1. Net turnover				
Ship building		807 455		1 148 905
Ship repair	4 137 082	4 706 790	5 886 537	6 697 159
Mechanical engineering	25 191	26 713	35 844	38 009
Total	4 162 273	5 540 958	5 922 381	7 884 073
2. Sold production operating costs				
	2006	2005	2006	2005
	9months Ls	9months Ls	9months EUR	9months EUR
Material costs (raw materials and materials, value of goods, services from outside)	3 090 798	4 016 547	40397 809	5 715 032
Remuneration of labour	517 575	538 457	736 443	766 155
Social insurance costs	118 890	124 371	169 165	176 964
Depreciation of fixed assets	194 604	187 396	276 897	266 640
Other costs	38 412	57 799	54 655	82 241
Total	3 960 279	4 924 570	5 634 969	7 007 032
3. Selling costs				
	2006	2005	2006	2005
	9months Ls	9months Ls	9months EUR	9months EUR
Missions	6 124	3 067	8 714	4 364
Advertisement	12 989	4 431	18 481	6 305
Total	19 113	7 498	27 195	10 669
4. Administration costs				
	2006	2005	2006	2005
	9months Ls	9months Ls	9months EUR	9months EUR
Liaison costs	5 257	3 050	7 480	4 340
Office maintenance costs	2 125	2 564	3 024	3 648
Salary of administration	11 406	10 316	16 229	14 680
Remuneration of the board	24 071	16 080	34 250	22 880
Remuneration of the council	28 139	3 600	40 038	5 122
Social insurance costs	15 322	7 225	21 802	10 280
Bank services	3 958	7 163	5 632	10 192
Transport expenses, business trips	9 025	6 270	12 841	8 921
Legal services	6 227	16 980	8 860	24 160
Representation costs	3 391	3 260	4 825	4 639
Stock market expenses	3 825	5 000	5 442	7 114
Year of account expenses		1 200		1 707
Total	112 746	82 708	160 423	117 683

Appendixes (supplements) to balance sheet (continuation)

5. Other income of enterprise business activity	2006	2005	2006	2005
	9months Ls	9months Ls	9months	9months
			EUR	EUR
Income generated by transport services rendering				
Income generated by leased FA payments and				
public services	22 910	44 978	32 598	63 998
Tugboat services income	33 332	47 127	47 427	67 055
Selling out of raw materials and materials	12 248	22 370	17 427	31 830
Income generated by fluctuations of currency rate	56 477	42 808	80 360	60 910
Income generated by realization of fixed assets	544 103	55 573	774 189	79 073
Other income	2 661	27 017	3 786	38 442
Total	671 731	239 873	955 787	341 308
6. Other costs of enterprise business activity	2006	2005	2006	2005
	9months Ls	9months Ls	9months	9months
			EUR	EUR
Material purchase costs	3 400	14 696	4 838	20 910
Losses due to currency rate fluctuations	18 933	149 824	26 939	213 180
Losses incurred by currency selling out	34 964	31 458	49 749	44 761
Costs on tugboat services	4 122	4 965	5 865	7 065
The donations	2 130	2 442	3 031	3 475
Material benefits	1 605	2 168	2 284	3 085
Burial costs	505 958	25 745	719 913	36 631
Costs incurred by fixed assets' exclusion	384	2 251	546	3 203
Costs on maintenance of leased FA		10 657		15 163
Other costs		20 000		28 457
Total	571 496	264 206	813 165	375 931
7. Other percents and the like income	2006	2005	2006	2005
	9months Ls	9months Ls	9months	9months
			EUR	EUR
Bank interests	40	42	57	60
Received penalty payments				
Total	40	42	57	60
8. Payment off percents and other like costs	2006	2005	2006	2005
	9months Ls	9months Ls	9months	9months
			EUR	EUR
Paid off penalty	81	893	115	1 270
Paid off interests	30 067	29 855	42 782	42 480
Guarantee maintenance				
Total	30 148	30 748	42 897	43 750
9. Deferred enterprise income tax	2006	2005	2006	2005
	9months Ls	9months Ls	9months	9months
			EUR	EUR
Total	25 000	60 600	35 372	86 226

**Appendixes (supplements) to balance sheet
(continuation)**

10. Other taxes	2006	2005	2006	2005
	9months Ls	9months Ls	9months	9months
			EUR	EUR
Buildings and constructions real estate tax	19 019	19 007	27 061	27 045
Real estate tax	13 119	13 333	18 667	18 971
Total	32 138	32 340	45 728	46 016

11. Fixed assets

LVL	Land, buildings constructio ns	Long- term investmen ts into leased FA	Equipment and machinery	Other FA	FA building	Unfinished construction	Advanced payment for FA	Total
Initial value								
01.01.2006.	2 417 485		1 726 684	62 785		50 168		4 257 122
Bought	74 430		86 263	26 262		78 078		265 033
Written off	640 149			54		123 398		763 601
Relocated								
30.09.2006.	1 851 766		1 812 947	88 993		4 848		3 758 554
Depreciation								
01.01.2006.	413 639		537 465	28 842				979 946
Estimated	47 365		132 741	11 050				191 156
Written off	134 192			54				134 246
30.09.2006.	326 812		670 206	39 839				1 036 857
Balance value								
01.01.2006.	2 003 846		1 189 219	33 942		50 168		3 277 176
Balance value	1 524 954		1 142 741	49 154		4 848		2 721 697
30.09.2006.								

EUR	Land, buildings constructi ons	Long- term investmen ts into leased FA	Equipment and machinery	Other FA	FA building	Unfinished construction	Advanced payment for FA	Total
Initial value								
01.01.2006.	3 439 771		2 456 850	89 335		71 383		6 057 339
Bought	105 904		122 741	37 367		111 095		377 108
Written off	910 850			76		175 580		1 086 506
Relocated								
30.09.2006.	2 634 826		2 579 591	126 626		6 898		5 347 941
Depreciation								
01.01.2006.	588 555		764 744	41 039				1 394 338
Estimated	67 395		188 873	15 723				271 991
Written off	190 938			76				191 014
30.09.2006.	465 012		953 617	56 686				1 475 315
Balance value								
01.01.2006.	2 851 216		1 692 106	48 296		71 383		4 663 001
Balance value	2 169 814		1 625 974	69 940		6 898		3 872 626

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12. Other loans and requirements	2006	2005	2006	2005
	9months Ls	9months Ls	9months EUR	9months EUR
Loans to students for acquiring education	9 170	7 021	13 048	9 990
<hr/>				
13. Raw materials, direct materials and auxiliary materials	2006	2005	2006	2005
	9months Ls	9months Ls	9months EUR	9months EUR
1) Abrasive	25 830	19 707	36 753	28 041
2) Wood, timber products	1 131	1 886	1 609	2 683
3) Metal	553 493	341 829	787 550	486 380
4) Pipes	75 500	38 623	107 427	54 955
5) steel cables				
6) Nonferrous metals	26 974	23 382	38 380	33 270
7) Fuel	600	600	854	854
8) Spare parts	6 083	4 170	8 655	5 933
9) Cables	1 214	2 043	1 727	2 907
10) Varnishes and paints	4 667	5 535	6 641	7 875
11) Household goods	3 311	2 679	4 711	3 812
12) Technical rubber ware	29 706	19 756	42 268	28 110
13 Other	34 735	37 123	49 423	52 821
Total	763 244	497 333	1 085 998	707 641
<hr/>				
14. Unfinished orders	2006	2005	2006	2005
	9months Ls	9months Ls	9months EUR	9months EUR
1) Shipbuilding orders	38 946		55 415	
2) Mechanical engineering orders	106 798	183 705	151 960	261 389
Total	145 744	183 705	207 375	261 389
<hr/>				
15. Advance payments for goods	2006	2005	2006	2005
	9months Ls	9months Ls	9months EUR	9months EUR
For materials	6 894	13 917	9 809	19 802
Total	6 894	13 917	9 809	19 802
<hr/>				
16. Debts of buyers and customers	2006	2005	2006	2005
	9months Ls	9months Ls	9months EUR	9months EUR
Buyers and customers accounting value	1 599 184	1 533 485	2 275 434	2 181 952
Generated reserves	(57 189)	(42 139)	(81 373)	(59 958)
Balance net value	1 541 995	1 491 346	2 194 061	2 121 994

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17. Other debtors	2006	2005	2006	2005
	9months Ls	9months Ls	9months EUR	9months EUR
Accounted VAT	7 394	14 486	10 521	20 612
Overpaid taxes				
Value Added Tax	24 689	32 760	35 129	46 613
Enterprise income tax	203	169	289	240
Total	32 286	47 415	45 939	67 465
18. Next period costs	2006	2005	2006	2005
	9months Ls	9months Ls	9months EUR	9months EUR
Enterprise's property insurance premium sum	556	1 704	791	2 424
Subscription to the press	279	165	397	235
Insurance of health	6 673	6 689	9 495	9 518
Expanses for the repair of the rented basic means		460		655
Riga stock market	1 175	1 175	1 672	1 671
Total	8 683	10 193	12 355	14 503
19. Cash assets	2006	2005	2006	2005
	9months Ls	9months Ls	9months EUR	9months EUR
Money at a cash department	673	29	958	41
Money on current accounts	30 066	14 362	42 780	20 436
Total	30 739	14 391	43 738	20 477

20. Information on stock or share capital (equity capital)

KSC "Tosmare Shipyard" was founded in 2000 with the equity capital of Ls 1 603 397, which was comprised of 1603 397 shares,

face value of one share made up Ls 1.

The joint stock company is public and its shares are quoted on Securities Exchange.

Amendments to the Acts:

1. Growth of the equity capital up to Ls 2 603 397 on March 31st 2001.
2. Growth of the equity capital up to Ls 3,203,397 on December 27th 2002.

21. Provision for expected taxes	2006	2005	2006	2005
	9months Ls	9months Ls	9months EUR	9months EUR
Total	141 603	120 298	201 483	171 169

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**22. Loans from credit institutions
(short-term)**

	2006 9months Ls	2005 9months Ls	2006 9months EUR	2005 9months EUR
SEB Unibanka. Liepaja branch	917 251	1 004 211	1 305 131	1 428 864
Total	917 251	1 004 211	1 305 131	1 428 864

Overdraft contract No.KD05171 with the overdraft limit 1 500 000 EUR.

Session contracts and contract of pledge were signed, for the amplifications of obligations.

23. Liability of leasing	2006 9months Ls	2005 9months Ls	2006 9months EUR	2005 9months EUR
NORD/LB leasing				
Short-term	17 562	34 492	24 988	49 078
Total	17 562	34 492	24 988	49 078

24. Advanced payments received from buyers	2006 9months Ls	2005 9months Ls	2006 9months EUR	2005 9months EUR
For shipbuilding		21 085		30 001
For ship repair				
Other	130	53 340	185	75 896
Total	130	74 425	185	105 897

25. Debts to suppliers and contractors	2006 9months Ls	2005 9months Ls	2006 9months EUR	2005 9months EUR
Debts for services	528 348	646 818	751 771	920 339
Debts for materials	124 259	102 646	176 806	146 052
Total	652 607	749 464	928 577	1 066 391

26. Taxes and social insurance payments	2006 9months Ls	2005 9months Ls	2006 9months EUR	2005 9months EUR
Social insurance payments	23 378	14 679	33 264	20 886
Residents income tax	14 951	11 613	21 273	16 524
Enterprise income tax				
Risk tax	66	25	94	36
Buildings and constructions real estate tax	14	2 324	20	3 307
Natural resources tax	276	599	392	852
Total	38 685	29 240	55 043	41 605

27. Other creditors	2006 9months Ls	2005 9months Ls	2006 9months EUR	2005 9months EUR
Salary	59 383	49 640	84 494	70 631
Payments for deduction from salary	1 111	1 114	1 581	1 585
Payments for return to personae	6 126	2 056	8 717	2 926
Payments for debts to other enterprises				
Total	66 620	52 810	94 792	75 142

JSC "Tosmare Shipyard"
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28. Accrued liability	2006 9months Ls	2005 9months Ls	2006 9months EUR	2005 9months EUR
Provision for leaves	<u>30 380</u>	<u>20 000</u>	<u>43 227</u>	<u>28 457</u>

Chairman of the board _____ /A.Pomerancis/

November 30st 2006