

**Stock corporation's "Tosmare shipyard"  
annual report of 2006**

**CONTENTS**

Information about the Company	2
Profit or loss statement	3
Balance sheet	4 - 5
Cash flow statement	6
Equity capital change report	7
Appendixes to annual report	8 - 14

**Information about the Company**

Name of the Company	Stock company "Tosmare shipyard"
Legal status of the Company	Stock company
Registration number, place and date	210302283, 3 January 200, Company register, Liepaja. 42103022837, 12 May, 2004 Commercial register, Liepaja
Address	42/44G. Baloza Street, Liepaja, LV-3402
The main forms of Company's activities	Construction and repair of technological equipment, ships, yachts, catamarans, containers, roltrailers port services
Names, surnames and held positions of members of the board	
Alvils Pomerancis	Chairman of the board, Id. No. 160869-10810
Ivica Galic	Member of the board, Id. No. 190463-14655
Igor Komarovs	Member of the board, Id. No. 190463-14655
Names, surnames and held positions of members of the council	
Vasilij Melniks	Chairman of the council, Id. No.310867-10726
Sergejs Golicin	Vice-chairman of the council Id. No.250154-10952
Anatolijs Ustinovs	Member of the council, Id. No.010146-10964
Larisa Artemenko	Member of the council, Id. No. 030349-12926
Period of account	1 January 2007 - 31. March 2007
Name and address of the auditor	Natalija Zaiceva Certified auditor (LZRA certificate No.138)  Company of certified auditors KSIA "ORIENTS N" LZRA License No.28 A.Caka Street 83/85-12 Riga LV-1011

*AS "Tosmare shipyard"  
report for 3 m. of 2007*

**PROFIT OR LOSS STATEMENT**  
for 3 months of years 2006 and 2007

	Appendix	LVL		EUR	
		2007	2006	2007	2006
Net turnover	(1)	1 044 932	384 094	1 486 804	546 517
Production costs of sold output	(2)	1 009 624	508 797	1 436 565	723 953
<b>Gross profit or losses</b>		<b>35 308</b>	<b>(124 703)</b>	<b>50239</b>	<b>(177 436)</b>
Selling costs	(3)	6 826	7 643	9 713	10 875
Administration costs	(4)	46 420	25 413	66 049	36 159
Other company's economic activity incomes	(5)	27 778	36 877	39 524	52 471
Other company's economic activity costs	(6)	9 300	11 644	13 232	16 568
Incomes from membership in holding company's branch and associated companies					
Incomes from securities and loans that have formed the long-term investments					
Other interest incomes and similar incomes	(7)	44		62	
Long-term financial investments and write off of short-term securities values					
Interest payments and similar costs	(8)	10 845	12 444	15 431	17 706
<b>Profit or loss before extraordinary items and taxes</b>		<b>(10 261)</b>	<b>(144 970)</b>	<b>(14600)</b>	<b>(206 273)</b>
Extraordinary incomes					
Extraordinary costs					
<b>Profit or loss before taxes</b>		<b>(10 261)</b>	<b>(144 970)</b>	<b>(14600)</b>	<b>(206 273)</b>
Company's income tax for the year of account					
Deferred tax					
Other taxes	(9)		9 079		12 918
<b>Profit or loss of the year of account</b>		<b>(10 261)</b>	<b>(154 049)</b>	<b>(14600)</b>	<b>(219 191)</b>

Chairman of the board  
31may 2007

/Alvils Pomerancis/

*AS "Tosmare shipyard"  
report for 3 m. of 2007*

<u>BALANCE on 31. March 2007 and 2006</u>	LVL		EUR	
Appendix	2007	2006	2007	2006
<b>ACTIVE</b>				
<b>Long-term investments</b>				
<b>I. Intangible investments</b>				
Company's development costs				
Concessions, patents, licenses, trade marks and similar rights				
Other intangible investments	9 348		13 301	
Intangible value of the company				
Advance payments for intangible investments				
<b>Intangible investments total</b>	(10) <b>9 348</b>		<b>13301</b>	
<b>II. Fixed assets</b>				
Lands, buildings, constructions, perennial plantations	1 577 310	1 992 297	2 244 310	2 834 783
Long-term investments in leased fixed assets		60 031		85 416
Equipment and machines	1 229 336	1 141 470	1 749 187	1 624 166
Other fixed assets and inventory	58 580	36 931	83 352	52 548
Forming of fixed assets and costs of unfinished objects of construction		45 457		64 679
Advance payments for fixed assets				
<b>Fixes assets total</b>	(11) <b>2 865 226</b>	<b>3 276 186</b>	<b>4076849</b>	<b>4661592</b>
<b>III. Investment property</b>				
<b>IV. Biological actives</b>				
<b>V. Long-term financial investments</b>				
Participation in capital of related companies				
Loans to related companies				
Participation in capital of affiliated companies				
Loans to affiliated companies				
Other securities and investments	(12) 8 415	7 460	11973	10 615
Other loans and other long-term debtors				
Own stocks and shares				
Loans to shareholders or participants and management				
<b>Long-term financial investments total</b>	<b>8 415</b>	<b>7 460</b>	<b>11973</b>	<b>10 615</b>
<b>Long-term investments total</b>	<b>2 882 989</b>	<b>3 283 646</b>	<b>4102123</b>	<b>4 672 207</b>
<b>Current assets</b>				
<b>I. Stocks</b>				
Raw materials, direct materials and auxiliary materials	(13) 810 015	801 659	1 152 547	1 140 658
Unfinished products				
Complete products and goods for sale				
Unfinished orders	(14) 460 579	275 354	655 345	391 793
Advance payments for goods	(15) 281	5 817	400	8 277
<b>Stocks totally</b>	<b>1 270 875</b>	<b>1 082 830</b>	<b>1 808 292</b>	<b>1 540 728</b>
<b>II. For selling held long-term investments</b>				
<b>III. Debtors</b>				
Debts of customers and clients	(16) 1 425 498	319 202	2028301	454 183
Debts of associated companies				
Other debtors	(17) 95 775	67 689	136275	96 313
Undeposited shares in company's capital				
Short - term loans to joint owners and management				
Next periods costs	(18) 11 894	7 773	16924	11 060
<b>Debtors total</b>	<b>1 533 167</b>	<b>394 664</b>	<b>2181500</b>	<b>561 556</b>
<b>IV. Short-term financial investments</b>				
Participation in capital of related companies				
Own stocks and shares				
Other securities and participation in capitals				
Derivative financial instruments				
<b>Securities and participation in capitals total</b>				
<b>V. Cash assets</b>	(19) <b>6 779</b>	<b>9 574</b>	<b>9646</b>	<b>13 623</b>
<b>Current assets total</b>	<b>2 810 821</b>	<b>1 487 068</b>	<b>3999438</b>	<b>2 115 907</b>
<b>Actives total</b>	<b>5 693 810</b>	<b>4 770 714</b>	<b>8101561</b>	<b>6 788 114</b>

Chairman of the board

/Alvils Pomerancis/

31may 2007

*AS "Tosmare shipyard"  
report for 3 m. of 2007*

<u>BALANCE on 31.march 2007 and 2006</u>		LVL		EUR	
	Appendix	2007	2006	2007	2006
<b><u>PASSIVE</u></b>					
<b>I. Equity capital</b>					
Stock or share capital (equity capital)	(20)	3203397	3 203 397	4558023	4 558 023
Stock issue extra charge					
Long - term investment reestimation reserve					
Financial instruments reestimation reserve					
Reserves:					
reserves prescribed by law					
reserves for own stocks and shares					
reserves prescribed by company's statutes					
other reserves					
Retained profit					
retained profit of previous years		371675	69 649	528846	99 101
retained profit of the year of accountant		(10261)	(154049)	(14600)	(219 192)
retained profit, amount		361 414	(84400)	514246	(120 091)
<b>Equity capital total</b>		<b>3 564 811</b>	<b>3 118 997</b>	<b>5072269</b>	<b>4 437 932</b>
<b>II. Provisions</b>					
Provision for pensions and similar obligations					
Provision for prospective taxes					
Other provisions			39444		56 124
<b>Provisions total</b>		<b>0</b>	<b>39 444</b>		<b>56 124</b>
<b>III. Creditors</b>					
<b>I. Long-term debts to creditors</b>					
Borrowings from credit institutions					
Other borrowings					
Leasing liabilities			5925		8 431
From customers received borrowings					
Debts to suppliers and contractors					
Debts to related companies					
Debts to associated companies					
Tax and social security payments					
Other creditors					
Deferred income liabilities	(21)	171 147	116 603	243520	165 911
Unpaid dividends					
Next periods incomes					
<b>Long-term debts to creditors total</b>		<b>171 147</b>	<b>122 528</b>	<b>243520</b>	<b>174 342</b>
<b>II. Short-term debts to creditors</b>					
Borrowings from credit institutions	(22)	1 006 697	988 248	1432401	1 406 150
Other borrowings					
Leasing liabilities	(23)	7 884	22 992	11218	32 715
From customers received borrowings		23 078	53 470	32837	76 081
Debts to suppliers and contractors		785 392	317 516	1117512	451 785
Debts to related companies					
Debts to associated companies					
Tax and social security payments	(24)	40 795	19 134	58046	27 225
Other creditors	(25)	58 096	58 005	82663	82 534
Next periods incomes					
Unpaid dividends					
Accrued liabilities	(26)	35 910	30 380	51095	43 226
Derivative financial instruments					
<b>Short-term debts to creditors total:</b>		<b>1 957 852</b>	<b>1 489 745</b>	<b>2785772</b>	<b>2 119 716</b>
<b>Creditors total:</b>		<b>2 128 999</b>	<b>1 612 273</b>	<b>3029292</b>	<b>2 294 058</b>
<b><u>Passives total</u></b>		<b>5 693 810</b>	<b>4 770 714</b>	<b>8101561</b>	<b>6 788 114</b>

Chairman of the board

/Alvils Pomerancis/

31may 2007

*AS "Tosmare shipyard"  
report for 3 m. of 2007*

**CASH FLOW STATEMENT**

for 3 month of years 2007 and 2006 (according to direct method)

	LVL		EUR	
	2007	2006	2007	2006
<b>I. Cash flow of basic activity</b>				
Incomes from selling the products and rendering of services	1 000 391	576 856	1423429	820792
Payments to suppliers, employees, other basic activity expenses	1 278 107	585 592	1818584	833222
Other company's basic activity incomes or expenses	(4207)	862	(5986)	1 226
<b>Gross cash flow of basic activity</b>	<b>(281 923)</b>	<b>(7 874)</b>	<b>(401 141)</b>	<b>(11 204)</b>
Expenses for interest payments	10 607	12 444	15092	17 706
Expenses for company's income tax payments				
<b>Cash flow before extraordinary items</b>	<b>(292 530)</b>	<b>(20 318)</b>	<b>(416 233)</b>	<b>(28 910)</b>
Cash flow from extraordinary items				
<b>Net cash flow of basic activity</b>	<b>(292 530)</b>	<b>(20 318)</b>	<b>(416 233)</b>	<b>(28 910)</b>
<b>II. Cash flow of investment activity</b>				
Acquisition of stocks or shares of related or associated companies				
Incomes from detinue of stocks or shares of related or associated companies				
Acquisition of fixed assets and intangible investments	71 062	73 662	101112	104811
Incomes from selling fixed assets and intangible investments				
Issued loans				
Incomes from repayment of loans				
Received interests				
Received dividends				
<b>Net cash flow of investment action</b>	<b>(71 062)</b>	<b>(73 662)</b>	<b>(101 112)</b>	<b>(104 811)</b>
<b>III. Cash flow of financing action</b>				
Incomes from shares and bonds or capital participation stock investments				
Received loans	173605	94 560	247018	134547
Received subsidies, grants, gifts or donations				
Expenses for repayment of loans				
Expenses for ransom of leased fixed asset				
Paid dividends				
<b>Net cash flow of financing action</b>	<b>173 605</b>	<b>94 560</b>	<b>247 018</b>	<b>134 547</b>
<b>IV. Result of foreign exchange rate fluctuations</b>				
<b>Net increase or decrease of cash and its equivalents</b>	<b>(189 987)</b>	<b>580</b>	<b>(270 327)</b>	<b>826</b>
<b>Cash and its equivalents residue at the beginning of the year of account</b>	<b>196 766</b>	<b>8994</b>	<b>279973</b>	<b>12797</b>
<b>Cash and its equivalents residue at the end of the year of account</b>	<b>6 779</b>	<b>9 574</b>	<b>9 646</b>	<b>13 623</b>

Chairman of the board  
31may 2007

/Alvils Pomeranc

*AS "Tosmare shipyard"  
report for 3 m. of 2007*

**EQUITY CAPITAL CHANGE REPORT**

for 3 month of years 2006 and 2005

	Stock or share capital	Reserves prescribed by law	Reestimation reserve of long- term investments	Other reserves	Retained profits	Total
	LVL	LVL	LVL	LVL	LVL	LVL
<b>Residue on 31.12.2006</b>	<b>3 203 397</b>				<b>69 649</b>	<b>3 273 046</b>
Increase/decrease of stock or share						0
Increase of reestimation reserve						0
Decrease of reestimation reserve						0
Calculated dividends for year 2004						0
Net profit or loss of accounting period					(154 049)	<b>(154 049)</b>
<b>Residue on 31.03.2007</b>					<b>(84 400)</b>	<b>3 118 997</b>
<b>Residue on 31.12.2006</b>	<b>3 203 397</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>371 675</b>	<b>3 575 072</b>
Increase/decrease of stock or share						0
Increase of reestimation reserve						0
Decrease of reestimation reserve						0
Calculated dividends for year 2005						0
Net profit or loss of accounting period					(10 261)	<b>(10 261)</b>
<b>Residue on 31.03.2007</b>	<b>3 203 397</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>361 414</b>	<b>3 564 811</b>
*Explanation was given in the clause "Correction of previous years", page No.9						
	EUR	EUR	EUR	EUR	EUR	EUR
<b>Residue on 31.12.2006</b>	<b>4 558 023</b>				<b>99 101</b>	<b>4 657 124</b>
Increase/decrease of stock or share						0
Increase of reestimation reserve						0
Decrease of reestimation reserve						0
Calculated dividends for year 2004						0
Net profit or loss of accounting period					(219 192)	<b>(219 192)</b>
<b>Residue on 31.03.2007</b>	<b>4 558 023</b>				<b>(120 091)</b>	<b>4 437 932</b>
<b>Residue on 31.12.2006</b>	<b>4 558 023</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>528 846</b>	<b>5 086 869</b>
Increase/decrease of stock or share						0
capital						0
Increase of reestimation reserve						0
Decrease of reestimation reserve						0
Calculated dividends for year 2005						0
Net profit or loss of accounting period					(14 600)	<b>(14 600)</b>
<b>Residue on 31.03.2007</b>	<b>4 558 023</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>514 246</b>	<b>5 072 269</b>

EPS on 31.03.2007. LVL (-10261 : 3203397) = - 0,0032 LVL or - 0,0046 EUR;

EPS on 31.03.2006. LVL (-154049 : 3203397) = -0,0481 LVL or - 0684 EUR;

Chairman of the board

/Alvils Pomerancis/

Appendix from 8. to 14 page is an itegral part of this annual report.

31may 2007



**APPENDIX**

Accounting policy have not changed for time of this report.  
Foreign currency's reestimation in lats

	31.03.2007. LVL	31.03.2006. LVL
1 USD	0.528000	0.582000
1 EUR	0.702804	0.702804

**Financial statement appendixes  
Appendixes to profit or loss statement**

(1) Net turnover	LVL		EUR	
	3 m.2007	3 m.2006	3 m.2007	3 m.2006
Incomes from ship building	1 019 021	377 019	1 449 936	536 450
Incomes from ship repair services	25 911	7 075	36 868	10 067
Other incomes				
<b>Total</b>	<b>1 044 932</b>	<b>384 094</b>	<b>1 486 804</b>	<b>546 517</b>

**Per geographic regions**

Incomes from service selling in local market		37 483	20 821	53 334	29 625
Incomes from service selling to					
	Russia	637 396	101 499	906 933	144 420
	Norway		11 635		16 555
	Saint Vincent	131 821	40 126	187 564	57 095
	Great Britain	2 087		2 969	
	Lithuania	13 751		19 566	
	Netherlands	81 826	33 857	116 428	48 174
	Belize	2 038		2 900	
	Antigua Burbuda	251		357	
	Bahama Islands	843		1 199	
	Cambodia		142 040		202 105
	Panama	3 954		5 626	
	Germany	113 612		161 655	
	Sweden	19 870	34 116	28 273	48 543
		<b>1 044 932</b>	<b>384 094</b>	<b>1 486 804</b>	<b>546 517</b>

**(2) Production costs of sold goods**

Material purchase costs		150 568	99 577	214 239	141 686
Employees salary		133 415	115 485	189 832	164 320
Social insurance costs		30 214	26 014	42 991	37 015
Electricity costs		44 913	29 014	63 905	41 283
Depreciation of fixed assets		52 375	57 183	74 523	81 364
Contagent's services		519 897	120 138	739 747	170 941
Lease payment		6 708	6 118	9 545	8 705
Services from outside		71 129	51 773	101 207	73 666
Other costs		405	3 495	576	4 973
<b>Total</b>		<b>1 009 624</b>	<b>508 797</b>	<b>1 436 565</b>	<b>723 953</b>

**(3) Selling costs**

Media advertising expenditures		472	3 656	672	5 202
Business trips		6 354	3 987	9 041	5 673
Other selling costs					
<b>Total</b>		<b>6 826</b>	<b>7 643</b>	<b>9 713</b>	<b>10 875</b>

Appendixes to profit or loss statement (continuation)

	LVL		EUR	
	3m. 2007	3m. 2006	3m. 2007	3m. 2006
<b>(4) Administration costs</b>				
Communication costs	1 434	1 663	2040	2366
Administration's salaries	4 170	3 418	5934	4863
Reward for the board and council	23 040	8 405	32783	11959
Social insurance costs	6 550	2 846	9320	4049
Office maintenance costs	571	1 487	812	2116
Stock exchange costs	1 475	1 475	2099	2099
Lawyer's services	4 109	3 355	5846	4774
Transport costs, business trips	3 573	2 112	5084	3005
Bank services	1 207	468	1717	666
Representation expenses	291	184	414	262
<b>Total</b>	<b>46 420</b>	<b>25 413</b>	<b>66 049</b>	<b>36 159</b>
<b>(5) Other incomes from company's economic activity</b>				
Incomes from realization of materials	2 743	3 633	3903	5169
Incomes from rent	12 246	9 787	17424	13926
Incomes from exchange rate fluctuations		16 306		23201
Incomes from tugboat's services	12 789	7 148	18197	10171
Other incomes		3		4
<b>Total</b>	<b>27 778</b>	<b>36 877</b>	<b>39 524</b>	<b>52 471</b>
<b>(6) Other expenses from company's economic activity</b>				
Fixed assets exclusion expenses	47		67	
Material purchase expenses	871	1 424	1239	2026
Personnel expenses (material assistance)	1705		2426	
Costs for tugboat rent		1 350		1921
Donations, gifts to employees	1390	100	1978	142
Net losses from exchange rate fluctuations	5119	8 688	7283	12362
Maintenance expenses of leased fixed assets	168	82	239	117
<b>Total</b>	<b>9300</b>	<b>11 644</b>	<b>13 232</b>	<b>16 568</b>
<b>(7) Other interest incomes and similar incomes</b>				
Bank rates	44		62	
<b>Total</b>	<b>44</b>	<b>0</b>	<b>62</b>	
<b>(8) Interest payments and similar expenses</b>				
Paid interests	10 607	12 444	15092	17706
Paid fines	238		339	
<b>Total</b>	<b>10 845</b>	<b>12 444</b>	<b>15 431</b>	<b>17 706</b>
<b>(9) Other taxes</b>				
Immovable property tax for land		4 373		6222
Immovable property tax for buildings and constructions		4 706		6 696
<b>Total</b>	<b>0</b>	<b>9 079</b>	<b>0</b>	<b>12 918</b>

*AS "Tosmare shipyard"  
report for 3 m. of 2007*

Appendixes to balance sheet on 31.03.2007.

(10)	Intangible investments	Research work	Other	Company's intangible	Advance payments for	Total
	Concessions, patents, licenses Ls	Ls	Ls	Ls	Ls	Ls
<b>Undepreciated value</b>						
31.12.2006.			10 326			10 326
Purchased						0
Written off						0
Reestimated						0
31.03.2007.	0	0	10 326	0	0	10 326
<b>Depreciation</b>						
31.12.2006.			346			346
Calculated			632			632
Written off						0
31.03.2007.	0	0	978	0	0	978
<hr/>						
Residual value 31.12.2006	0	0	9 980	0	0	9 980
<hr/>						
Residual value 31.03.2007	0	0	9 348	0	0	9 348
<hr/>						
	EUR	EUR	EUR	EUR	EUR	EUR
<b>Undepreciated value</b>						
31.12.2006.			14 692			14 692
Purchased						0
Written off						0
Reestimated						0
31.03.2007.	0	0	14 692	0	0	14 692
<b>Depreciation</b>						
31.12.2006.			492			492
Calculated			899			899
Written off						0
31.03.2007.	0	0	1 391	0	0	1 391
<hr/>						
Residual value 31.12.2006	0	0	14 200	0	0	14 200
<hr/>						
Residual value 31.03.2007	0	0	13 301	0	0	13 301
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*AS "Tosmare shipyard"  
report for 3 m. of 2007*

(11) Fixed assets

	Land, buildings, constructions	Equipment and machines	Long-term investments in leased fixed assets	Other fixed assets and inventory	Formation of fixed assets	Advance payments for fixed assets	Unfinished construction works	Total
	Ls	Ls	Ls	Ls	Ls	Ls	Ls	Ls
<b>Undepreciated value</b>								
<b>31.12.2006.</b>	<b>1 884 198</b>	1 930 719		92 525				<b>3 907 442</b>
Purchased	49 464	64 998		1 093			45 042	<b>160 597</b>
Written off		72		2 482			45 042	<b>47 596</b>
Reestimated								<b>0</b>
<b>31.03.2007.</b>	<b>1 933 662</b>	<b>1 995 645</b>	<b>0</b>	<b>91 136</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>4 020 443</b>
<b>Depreciation</b>								
<b>31.12.2006.</b>	<b>341 767</b>	718 060		32 431				<b>1 092 258</b>
Calculated	14 585	48 283		2 598				<b>65 466</b>
Written off		35		2 472				<b>2 507</b>
<b>31.03.2007.</b>	<b>356 352</b>	<b>766 308</b>	<b>0</b>	<b>32 557</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1 155 217</b>
<b>Residual value 31.12.06</b>	<b>1 542 431</b>	<b>1 212 659</b>	<b>0</b>	<b>60 094</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>2 815 184</b>
<b>Residual value 31.03.07.</b>	<b>1 577 310</b>	<b>1 229 337</b>	<b>0</b>	<b>58 579</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>2 865 226</b>
<b>EUR</b>								
<b>Undepreciated value</b>								
<b>31.12.2006.</b>	2 680 972	2 747 166		131 651				<b>5 559 789</b>
Purchased	70 381	92 484		1 555			64 089	<b>228 509</b>
Written off		103		3 531			64 089	<b>67 723</b>
Reestimated								<b>0</b>
<b>31.03.2007.</b>	<b>2 751 353</b>	<b>2 839 547</b>	<b>0</b>	<b>129 675</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>5 720 575</b>
<b>Depreciation</b>								
<b>31.12.2006.</b>	<b>486 291</b>	1 021 707		46 145				<b>1 554 143</b>
Calculated	20 752	68 701		3 697				<b>93 150</b>
Written off		50		3 517				<b>3 567</b>
<b>31.03.2007.</b>	<b>507 043</b>	<b>1 090 358</b>	<b>0</b>	<b>46 325</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1 643 726</b>
<b>Residual value 31.12.06.</b>	<b>2 194 681</b>	<b>1 725 459</b>	<b>0</b>	<b>85 506</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>4 005 646</b>
<b>Residual value 31.03.07.</b>	<b>2 244 310</b>	<b>1 749 189</b>	<b>0</b>	<b>83 350</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>4 076 849</b>

*AS "Tosmare shipyard"  
report for 3 m. of 2007*

Appendixes to balance sheet (continuation)

(12) Other expenses and other long-term debtors

LVL

	31.12.2006.	Issued loan in year 2006	Repaid loan in year 2006	Posted loan to short- term in year 2006	Formed accruals in year 2006	31.12.2006.	Date of the contract	Term of payment
A.Sergeev	4 207					4 207	08.08.2002.	2022.
K.Mališenko	4 208					4 208	08.08.2002.	2022.
<b>Total</b>	<b>8415</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>8415</b>		

EUR

	31.12.2006.	Issued loan in year 2006	Repaid loan in year 2006	Posted loan to short- term in year 2006	Formed accruals in year 2006	31.12.2006.	Date of the contract	Term of payment
A.Sergeev	5986					5986	08.08.2002.	2022.
K.Mališenko	5987					5987	08.08.2002.	2022.
<b>Total</b>	<b>11973</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>11973</b>		

(13) Raw materials, direct materials and auxiliary materials

	LVL		EUR	
	31.03.2007	31.03.2006	31.03.2007	31.03.07.
1. Metal	492 398	579 365	700619	824362
2. Abrasive	60 093	59 708	85 505	84 957
3. Pipes	114 061	56 540	162 294	80 449
4. Non-ferrous metals	24 797	20 252	35 283	28 816
5. Products of technical rubber	28 654	22 113	40 771	31 464
6. Other expenses	90 012	63 681	128 075	90 610
<b>Total</b>	<b>810 015</b>	<b>801 659</b>	<b>1 152 547</b>	<b>1 140 658</b>

(14) Unfinished products

	LVL	EUR
Ship building	85 608	121 809
Ship repair services	374 971	391 793
<b>Total</b>	<b>460579</b>	<b>655345</b>

(15) Advance payments for goods

	LVL	EUR
Materials	281	8277
<b>Total</b>	<b>281</b>	<b>8 277</b>

(16) Names of purchasers and customers

	LVL		EUR	
	31.03.2007.	31.03.2006.	31.03.2007.	31.03.2006.
Accounting value of purchaser's and clients' debts	1 425 498	319 202	2028301	454183
Accruals for doubtful debts of purchasers and clients				
<b>Net debts of purchasers and clients</b>	<b>1 425 498</b>	<b>319 202</b>	<b>2 028 301</b>	<b>454 183</b>

(17) Other debtors

	LVL		EUR	
	31.03.2007.	31.03.2006.	31.03.2007.	31.03.2006.
VAT accepted	12 959	9 518	18439	13543
In budget overpaid taxes or tax advance payments	43 124	53 912	61360	76710
Advance payment persons debts	5 720	4 259	8139	6060
Advance payments for services	33 972		48337	
<b>Total</b>	<b>95 775</b>	<b>67 689</b>	<b>136 275</b>	<b>96 313</b>

(18) Expenses of next periods

	LVL		EUR	
	31.03.2007.	31.03.2006.	31.03.2007.	31.03.2006.
Property insurance	971	952	1 382	1355
Subscription to press	202	353	287	502
Employees insurance	2 937	2 943	4 179	4 187
Stock exchange expenses	3 525		5 016	
Other expenses of next periods(participation in exhibition)	4 259	3 525	6 060	5 016
<b>Total</b>	<b>11 894</b>	<b>7 773</b>	<b>16 924</b>	<b>11 060</b>

*AS "Tosmare shipyard"  
report for 3 m. of 2007*

**(19) Cash**

	LVL		EUR	
	31.03.2007.	31.03.2006.	31.03.2007.	31.03.2006.
Money in cash-desk	680	272	968	387
Money in current accounts	6 099	9 302	8 678	13236
<b>Total</b>	<b>6 779</b>	<b>9 574</b>	<b>9 646</b>	<b>13 623</b>

**(20) Information about company's own shares and total stock**

The issued and totally paid Company's equity capital consists of 3 203 397 stocks with nominal value LVL 1 for one stock.

**Appendixes to balance sheet (continuation)**

**(21) Deferred tax liabilities**

Deferred tax liabilities at the beginning of year	171147	116603	243520	165911
Deferred tax liability increase in the year of account				
<b>Total</b>	<b>171 147</b>	<b>116 603</b>	<b>243 520</b>	<b>165 911</b>

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

<b>Total</b>	<b>1 006 697</b>	<b>988 248</b>	<b>1 432 401</b>	<b>1 406 150</b>
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**(23) Leasing liabilities**

	Ls		EUR	
	31.03.2007.	31.03.2006.	31.03.2007.	31.03.2006.
<b>I. Short-term part of leasing liabilities</b>				
2007	7884	22 992	11218	32 715
Interest liabilities	59	1 116	84	1 588
<b>Total short-term part of leasing liabilities</b>	<b>7943</b>	<b>24 108</b>	<b>11302</b>	<b>34 303</b>
<b>II. Long-term part of leasing liabilities</b>		<b>5925</b>		<b>8431</b>
<b>Total leasing liabilities</b>	<b>7943</b>	<b>30 033</b>	<b>11 302</b>	<b>42 734</b>

**(24) Movement of tax liabilities in 2006**

	Calculated in 3m. of 2007		Calculated fine and delay payment	(Paid)/repaid	Posted to/(from) other taxes	31.12.2007.
	01.01.2007.	LVL				
Value added tax	(24 602)	82 943			96 723	(38 382)
Population income tax	25 938	37 840	238		48 402	15 376
State social insurance compulsory payments	20 931	63 890			59 702	25 119
Company's income tax						0
Immovable property tax (land)						0
Immovable property tax (buildings)	(4 742)					(4 742)
Tax of natural resources	511	237		513		235
Risk duty of business	65	192		192		65
<b>Total</b>	<b>18 101</b>	<b>185 102</b>	<b>238</b>	<b>705</b>	<b>204 827</b>	<b>(2 329)</b>
incl.:						
<b>Debt to budget</b>		<b>47 445</b>				<b>40 795</b>
<b>Overpayment</b>		<b>(29 344)</b>				<b>(43 124)</b>

*AS "Tosmare shipyard"  
report for 3 m. of 2007*

	01.01.2007.	Calculated for 3m. of 2007.	Calculated fine and delay payment	(Paid)/ repaid	Posted to/ (from) other taxes	31.12.2006.
	EUR	EUR	EUR	EUR	EUR	EUR
- Value added tax	(35 005)	118 017			137 624	(54 612)
= Population income tax	36 906	53 842	338		68 870	21 878
State social insurance compulsory payments	29 782	90 907			84 948	35 741
Company's income tax						0
Immovable property tax (land)						0
Immovable property tax (buildings)	(6 747)					(6 747)
Tax of natural resources	727	337		730		334
Risk duty of business	92	273		273		92
<b>Total</b>	<b>25 755</b>	<b>263 376</b>	<b>338</b>	<b>1 003</b>	<b>291 442</b>	<b>(3 314)</b>

incl.:

Debt to budget	<b>67 507</b>	<b>58 045</b>
Overpayment	<b>(41 752)</b>	<b>(61 359)</b>

(25) **Other creditors**

	LVL		EUR	
	31.03.2007.	31.03.2006.	31.03.2007.	31.03.2006.
Salary	54983	51878	78234	<b>73816</b>
Deductions from salary	3 113	6 127	4 429	8 718
<b>Total</b>	<b>58 096</b>	<b>58 005</b>	<b>82 663</b>	<b>82 534</b>

**Appendixes to balance sheet (continuation)**

(26) **Accrued liabilities**

	LVL		EUR	
	31.03.2007.	31.03.2006.	31.03.2007.	31.03.2006.
Accruals for holiday grants	35910	30380	51095	43226
Other accruals				
<b>Total</b>	<b>35 910</b>	<b>30 380</b>	<b>51 095</b>	<b>43 226</b>