

**Stock corporation's "Tosmare shipyard"
Report of 3 months of 2011.**

(not audited)

**Liepaja
2011**

(not audited)

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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	
Ivica Galic	Chairman of the board, Id. No. 190463-14655
Igor Komarovs	Member of the board, Id. No.040756-10902
Boriss Galkovičs	Member of the board, Id. No.020774-12900
Names, surnames and held positions of members of the council	
Vasilijs 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
Irina Melnika	Member of the council, Id. No. 280567-10701
Period of account	1 January 2011 - 31. March 2011
Name and address of the auditor	Evalds Figurnovs Certified auditor (Certificate No.38) Profesors, doctor of economic, p.c. 250135-14053 Auditcompany "Sarguns" Malnavas, 13 Riga LV-1011 Latvia.

Announcement for management's responsibility.

Company's management is responsible for finance preparation, basing on the initial accounting register for each accounting period, that truly reflects the company's financial standing at the end of the period 2011 account, as well as results of activities and cash flow for this period.

Management confirms that for compiling this report that ends at 31. Marts 2011, corresponding methods of accounting were used, their application was consequent, reasonable and cautious decisions were made. Management confirms that corresponding Latvia accounting standards were observed, and financial reports were compiled according to activity continuation principle.

Management is responsible for keeping of corresponding accounting registers, for company's means maintenance, as well as for prevention of deception and other unfair action.

Chairman of the board

/ Ivica Galich/

31.May 2011

PROFIT OR LOSS STATEMENT
for 3 months of years 2011 and 2010

	Appendix	LVL		EUR	
		2011	2010	2011	2010
Net turnover	(1)	461 944	1 287 229	657 287	1 831 562
Production costs of sold output	(2)	(713 153)	(1 430 798)	(1 014 725)	(2 035 842)
Gross profit or losses		(251 209)	(143 569)	(357 438)	(204 280)
Selling costs	(3)	(3 555)	(3 045)	(5 058)	(4 333)
Administration costs	(4)	(61 802)	(45 081)	(87 936)	(64 145)
Other company's economic activity incomes	(5)	10 718	84 226	15 250	119 843
Other company's economic activity costs	(6)	(9 737)	(66 138)	(13 855)	(94 106)
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			2		3
Long-term financial investments and write off of short-term securities values					
Interest payments and similar costs	(7)	(16 865)	(14 447)	(23 997)	(20 556)
Profit or loss before extraordinary items and taxes		(332 450)	(188 052)	(473 034)	(267 574)
Extraordinary incomes					
Extraordinary costs					
Profit or loss before taxes		(332 450)	(188 052)	(473 034)	(267 574)
Company's income tax for the year of account					
Deferred tax					
Other taxes	(8)	(7 054)	(7 243)	(10 037)	(10 306)
Profit or loss of the year of account		(339 504)	(195 295)	(483 071)	(277 880)

Chairman of the board
Member of board
Member of board

/Ivica Galich/
/I.Komarov/
/Boris Galcovich/

31 May 2011

BALANCE on 31. March 2011 and 2010	LVL		EUR		
	Appendix	2011	2010	2011	2010
ACTIVE					
Long-term investments					
I. Intangible investments					
Company's development costs					
Concessions, patents, licenses, trade marks and similar rights					
Other intangible investments					
		1 524	1 820	2 169	2 590
Intangible value of the company					
Advance payments for intangible investments					
Intangible investments total	(9)	1 524	1 820	2 169	2 590
II. Fixed assets					
Lands, buildings, constructions, perennial plantations					
		1 680 242	1 755 235	2 390 769	2 497 474
Long-term investments in leased fixed assets					
Equipment and machines					
		617 644	795 543	878 828	1 131 956
Other fixed assets and inventory					
		36 284	41 714	51 627	59 354
Forming of fixed assets and costs of unfinished objects of construction					
		9 068	16 906	12 903	24 055
Advance payments for fixed assets					
Fixes assets total	(10)	2 343 238	2 609 398	3 334 127	3 712 839
III. Investment property					
IV. Biological actives					
V. Long-term financial investments					
Participation in capital of related companies					
Loans to related companies					
Participation in capital of affiliated companies					
Loans to affiliated companies					
Other securities and investments					
Other loans and other long-term debtors					
Own stocks and shares					
Loans to shareholders or participants and management					
Long-term financial investments total		0	0	0	0
Long-term investments total		2 344 762	2 611 218	3 336 296	3 715 429
Current assets					
I. Stocks					
Raw materials, direct materials and auxiliary materials					
	(11)	676 703	690 778	962 862	982 889
Unfinished products					
Complete products and goods for sale					
Unfinished orders					
	(12)	475 423	285 027	676 466	405 556
Advance payments for goods					
		47	284	66	404
Stocks totally		1 152 173	976 089	1 639 394	1 388 849
II. For selling held long-term investments					
III. Debtors					
Debts of customers and clients					
	(13)	2 092 495	2 882 436	2 977 352	4 101 337
Accrued incomes					
Debts of associated companies					
Other debtors					
	(14)	133 323	136 326	189 702	193 974
Undeposited shares in company's capital					
Short - term loans to joint owners and management					
Next periods costs					
			6 007		8 547
Debtors total		2 225 818	3 024 769	3 167 054	4 303 858
IV. Short-term financial investments					
Participation in capital of related companies					
Own stocks and shares					
Other securities and participation in capitals					
Derivative financial instruments					
Securities and participation in capitals total					
V. Cash assets	(15)	4 850	1 324	6 901	1 884
Current assets total		3 382 841	4 002 182	4 813 349	5 694 591
Actives total		5 727 603	6 613 400	8 149 645	9 410 020
Chairman of the board /Ivica Galich/					
Member of board /I.Komarov/					
Member of board /Boris Galcovich/					

31May 2011

BALANCE on 31.march 2011 and 2010	LVL		EUR		
	Appendix	2011	2010	2011	2010
PASSIVE					
I. Equity capital					
Stock or share capital (equity capital)	(16)	3 203 397	3 203 397	4 558 023	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		398 589	381 996	567 141	543 531
retained profit of the year of accountant		(339 504)	(195 295)	(483 071)	(277 880)
retained profit, amount		59 085	186 701	84 070	265 651
Equity capital total		3 262 482	3 390 098	4 642 093	4 823 674
II. Provisions					
Provision for pensions and similar obligations					
Provision for prospective taxes					
Other provisions					
Provisions total		0	0	0	0
III. Creditors					
I. Long-term debts to creditors					
Borrowings from credit institutions					
Other borrowings					
Leasing liabilities					
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	(17)	178 477	184 371	253 950	262 337
Unpaid dividends		4	4	6	6
Next periods incomes					
Long-term debts to creditors total		178 481	184 375	253 956	262 343
II. Short-term debts to creditors					
Borrowings from credit institutions	(18)	1 400 843	1 404 761	1 993 220	1 998 794
Other borrowings					
Leasing liabilities					
From customers received borrowings	(19)	94 787	190 129	134 870	270 529
Debts to suppliers and contractors	(20)	590 277	1 162 366	839 889	1 653 898
Debts to related companies					
Debts to associated companies	(21)	9 390	78 975	13 361	112 371
Tax and social security payments	(22)	103 013	101 960	146 574	145 076
Other creditors	(23)	48 003	55 676	68 302	79 220
Next periods incomes					
Unpaid dividends					
Accrued liabilities	(24)	40 327	45 060	57 380	64 115
Derivative financial instruments					
Short-term debts to creditors total:		2 286 640	3 038 927	3 253 596	4 324 003
Creditors total:		2 465 121	3 223 302	3 507 552	4 586 346
Passives total		5 727 603	6 613 400	8 149 645	9 410 020

Chairman of the board
Member of board
Member of board
31May 2011

/Ivica Galich/
/I.Komarov/
/Boris Galcovich/

CASH FLOW STATEMENT

for 3 month of years 2011 and 2010 (according to direct method)

	LVL		EUR	
	2011	2010	2011	2010
I. Cash flow of basic activity				
Incomes from selling the products and rendering of services	739 301	924 070	1 051 930	1 314 833
Payments to suppliers, employees, other basic activity expenses	(774 032)	(907 952)	(1 101 348)	(1 291 899)
Other company's basic activity incomes or expenses				
Gross cash flow of basic activity	(34 731)	16 118	(49 418)	22 934
Expenses for interest payments	(15 823)	(14 311)	(22 514)	(20 363)
Expenses for company's income tax payments				
Cash flow before extraordinary items	(50 554)	1 807	(71 932)	2 571
Cash flow from extraordinary items				
Net cash flow of basic activity	(50 554)	1 807	(71 932)	2 571
II. Cash flow of investment activity				
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	5 038	5 107	7 169	7 266
Incomes from selling fixed assets and intangible investments				
Issued loans				
Incomes from repayment of loans				
Received interests				
Received dividends				
Net cash flow of investment action	(5 038)	(5 107)	(7 169)	(7 266)
III. Cash flow of financing action				
Incomes from shares and bonds or capital participation stock investments				
Received loans	47 977	2 384	68 265	3 392
Received subsidies, grants, gifts or donations				
Expenses for repayment of loans				
Expenses for ransom of leased fixed asset				
Paid dividends				
Net cash flow of financing action	47 977	2 384	68 265	3 392
IV. Result of foreign exchange rate fluctuations				
Net increase or decrease of cash and its equivalents	(7 615)	(916)	(10 836)	(1 303)
Cash and its equivalents residue at the beginning of the year of account	12 465	2 240	17 736	3 187
Cash and its equivalents residue at the end of the year of account	4 850	1 324	6 900	1 884

Chairman of the board /Ivica Galich/
Member of board /I.Komarov/
Member of board /Boris Galcovich/
31May 2011

EQUITY CAPITAL CHANGE REPORT

for 3 month of years 2011 and 2010

	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
Residue on 31.12.2009	3 203 397				381 996	3 585 393
Increase/decrease of stock or share						0
Increase of reestimation reserve						0
Decrease of reestimation reserve						0
Calculated dividends for year 2009						0
Net profit or loss of accounting period					(195 295)	(195 295)
Residue on 31.03.2010	3 203 397				186 701	3 390 098
Residue on 31.12.2010	3 203 397	0	0	0	398 589	3 601 986
Increase/decrease of stock or share						0
Increase of reestimation reserve						0
Decrease of reestimation reserve						0
Calculated dividends for year 2010						0
Net profit or loss of accounting period					(339 504)	(339 504)
Residue on 31.03.2011	3 203 397	0	0	0	59 085	3 262 482
	EUR	EUR	EUR	EUR	EUR	EUR
Residue on 31.12.2009	4 558 023				543 531	5 101 554
Increase/decrease of stock or share						0
Increase of reestimation reserve						0
Decrease of reestimation reserve						0
Calculated dividends for year 2009						0
Net profit or loss of accounting period					(277 880)	(277 880)
Residue on 31.03.2010	4 558 023				265 651	4 823 674
Residue on 31.12.2010	4 558 023	0	0	0	567 141	5 125 164
Increase/decrease of stock or share capital						0
Increase of reestimation reserve						0
Decrease of reestimation reserve						0
Calculated dividends for year 2010						0
Net profit or loss of accounting period					(483 071)	(483 071)
Residue on 31.03.2011	4 558 023	0	0	0	84 070	4 642 093

EPS on 31.03.2011. LVL (-3 203 397 : 3 203 397) = - 0,1060 LVL or - 0,1508 EUR;

EPS on 31.03.2010. LVL (-195 295 : 3 203 397) = - 0,0610 LVL or - 0,0868 EUR;

Chairman of the board /Ivica Galich/
Member of board /I.Komarov/
Member of board /Boris Galcovich/

Appendix from 9. to 18 page is an itegral part of this annual report.

31May 2011

APPENDIX
ACCOUNTING POLICY

(1) General principles

Report is prepared according to laws of the Republic of Latvia "About book-keeping", "About annual report" and by the Republic of Latvia Treasury Department Accounting council issued Latvia accounting standards that are to be applied in the period of account.

Profit or loss statement is composed according to turnover outlay scheme.

Cash flow statement is composed according to direct method.

Comparing with previous year of account, accounting and evaluation methods used by the Company has not been changed.

Annual report has been prepared on the base of activity continuation conception.

The supplemented financial statements have been compiled in national currency of Latvia - lats (LVL).

(2) Acknowledgement of incomes and net turnover

Net turnover includes the value of rendered services in the year of account (value of sold production), excepting value added taxes and with selling connected discounts.

Other incomes are acknowledged as following:

- incomes from rent – at the moment of their emergence;
- incomes from fines and delay payments – at the moment of receipt;
- dividends – at the moment when legal rights on them arise.

(3) Long-term contract.

Contract about formation an active and performed actions because of the character the beginning and ending date of contract fulfillment is in different

Accounting periods. Incomes from long-term contracts are acknowledged according to accomplishment level. Accomplishment level is defined

Having inspected the result of the work done and establishing the completion of physically definable part of work.

(4) Foreign currency's reestimation in lats

Company's accounting has been made in Latvian lats. All operations in foreign currencies are reestimated in lats according to official currency rate defined by the Bank of Latvia in the corresponding day of operation.

Monetary instruments, as well as debtors and creditors in foreign currencies t the end of year are recalculated in lats according to the official currency exchange rate defined by the bank of Latvia in the last day of accounting year.

The gained profit or loss from foreign currency exchange rate fluctuations are reflected in profit or loss statement of the of corresponding period in net value.

	31.03.2011.	31.03.2010.
	LVL	LVL
1 USD	0.499000	0.521000
1 EUR	0.702804	0.702804

(5) Intangible investments

Intangible investments are estimated according to their initial expanse value, excepting the accrued depreciation. Depreciation is calculated according to linear method for 4 years.

(6) Fixed assets and low-grade inventory

Fixed assets are estimated according to their initial expense value or reestimated initial value, excluding accrued depreciation. Depreciation is calculated according to (linear) method, using the rates of fixed assets depreciation calculation, that are based on the evaluation of fixed assets useful service duration:

	<u>Years</u>	<u>%</u>
Buildings, constructions	33	3
Equipment and technical utilities	10	10
Furniture and office machines	10	10
Computers and facilities	4	25
Vehicles	5	20
Instruments and inventory	10	10

The depreciation of fixed assets is started to calculate with the first day of next month after its commissioning and is finished with the first day of next month after its exclusion from fixed assets.

Company capitalizes fixed assets whose value exceeds LVL 50 and the period of useful utilization exceeds 1 year.

Reestimating the fixed assets, their value increase is reflected as movement in long-term investment reestimation reserve. To incomes in profit or loss statement is applied to fixed assets liquidation.

For calculation of company's income tax the fixed assets calculation is calculated according to requirements and rates of LR law "About company's income tax" 13.paragraph.

Low-grade inventory is entered in purchase prices and in expenses written off for 100% after commissioning.

(7) Long-term investments in leased fixes assets

Expenses of leased fixed assets overhaul are written off according to linear method rate in time of the period.

(8) Rate with ransom (financial leasing)

In cases when fixed assets that are obtained in lease with ransom (financial leasing) in relation to what all risks and liabilities pass over to the company, that is characteristic to ownership, is considered as company's actives at such value as they could be acquired for spot cash. Leasing interest payments and similar payments are included in profit or loss statement of the period when they have arisen.

(9) Lease without rights of ransom (operative leasing)

In cases when fixed assets are leased on lease provisions without rights on ransom, lese payments and prepayments for lease are included in profit or loss statement according to linear method in the period of lease.

(10) Stocks

Stocks are reflected at the lowest market or purchase value, using the FIFO (weighted average) method.

In case of necessity the value of obsolete, slow turnover or damaged stock is written off.

In prime costs of produces goods are included the costs of used raw materials and materials and other expenses that are directly connected with production of corresponding object.

(11) Debtors

Debtors are estimated observing the principle of caution showing in balance sheet only the actual debtors. The actual sums of debtors conform with the ones shown in contracts and other accounting original documents. A comparison of debtors has been made and hopeless debts are written off, provisions for suspicious debtors was formed as well (or provisions has not been formed), on the base of evaluation of separate client financial standing and economic activity, considering the repayment of debt according to the concluded agreement (or otherwise – explain).

(12) Accrued incomes.

Incomes from ship building orders according to the level of their accomplishment.

(13) Investments in sister or associated companies

Investments in sister or associated companies are listed according to prime cost method. According to this method the value of investments is formed from participation acquisition value and with acquisition connected expenses.

(14) Other investments

Long-term investments, excluding investments in holding company's sister or associated companies, are listed at acquisition value that is corrected in cases of their permanent value increase or decrease.

(15) Cash and cash equivalents

For cash flow statement purposes cash and cash equivalents consist of residues in cash-desk, current bank account residues and short-term deposits with term to 90 days.

(16) Provisions for not used holidays

Provisions for not used holidays are estimated multiplying the average daily earnings of a worker for the last six month of the year of account with accrued number of days of not used holidays at the end of the year of account.

(17) Company's income tax

Company's income tax is calculated according to the tax legislation of Republic of Latvia. The legislation in force in year 2011 and in future sets a tax rate of 15%.

(18) Deferred company's income tax

Deferred company's income tax is calculated according to liability method in relation to all interim differences between active and liability values in financial statements and their values for tax calculation purposes. In deferred tax calculations a tax rate is used that is prospective in periods, when interim difference equalizes. Interim differences mainly arise using different depreciation rates of fixed assets, as well as from tax losses that are to be posted on next taxation periods. In cases when the deferred tax calculation result should be reflected in balance active, it is included in financial statement only then when it is anticipated that a profit imposable with tax shall be available, to that it will be possible to relate the deductible interim differences that formed the deferred tax active.

(19) Grants

For fixed assets formation received grants are regarded as next periods incomes, that gradually includes the in incomes received of for grants acquired fixed assets in useful utilization time of period. Other grants are related to results of the year of account in the period of grant receipt.

(20) Use of calculations

Preparing the financial statements, company's management has to make calculations and assumptions that influence the actives and passives shown in statements and off-balance for the day of statement preparation, as well as shown incomes and expenses of accounting period. The actual results can differ from these calculations.

Financial statement annexes
Appendixes to profit or loss statement

(1) Net turnover	LVL		EUR	
	3 m.2011	3 m.2010	3 m.2011	3 m.2010
Incomes from ship building	127 860	74 761	181 928	106 375
Incomes from ship repair services	310 916	1 198 571	442 394	1 705 413
Other incomes	23 168	13 897	32 965	19 774
Total	461 944	1 287 229	657 287	1 831 562

Per geographic regions

Incomes from service selling in local market		9 024		12 840
Incomes from service selling to				
Russia	263 875	141 170	375 460	200 867
ASV		45 823		65 200
Saint Vincent	37 325	437 142	53 109	621 997
Lithuania	492	347 241	700	494 079
Antigua Barbuda	9 716		13 825	
Belize		198 473		282 402
Kipra	5 791	32 421	8 240	46 131
Faroe Islands	127 860	74 761	181 928	106 375
Norway		1 174		1 670
Dania	689		980	
Germany	16 196		23 045	
Total	461 944	1 287 229	657 287	1 831 562

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

Material purchase costs	122 519	339 977	174 329	483 744
Employees salary	107 509	202 794	152 971	288 550
Social insurance costs	25 108	47 680	35 725	67 843
Electricity costs	56 451	100 055	80 323	142 365
Depreciation of fixed assets	53 678	97 108	76 377	138 172
Contagent's services	275 428	571 789	391 899	813 582
Lease payment	7 899	9 968	11 239	14 183
Services from outside	62 979	61 112	89 611	86 955
Other costs	1 582	315	2 251	448
Total	713 153	1 430 798	1 014 725	2 035 842

(3) **Selling costs**

Media advertising expenditures	2 553	579	3 633	824
Business trips	1 002	2 466	1 425	3 509
Other selling costs				
Total	3 555	3 045	5 058	4 333

Appendixes to profit or loss statement (continuation)

	LVL		EUR	
	3m. 2011	3m. 2010	3m. 2011	3m. 2010
(4) Administration costs				
Communication costs	699	987	995	1 404
Reward for the board and council	41 781	30 732	59 449	43 728
Social insurance costs	9 888	7 227	14 069	10 283
Office maintenance costs	1 040	626	1 480	891
Stock exchange costs	3 750	1 250	5 336	1 779
Lawyer's services	851	840	1 211	1 195
Transport costs, business trips	1 073	782	1 527	1 113
Bank services	2 044	2 037	2 908	2 898
Representation expenses	676	600	962	854
Total	61 802	45 081	87 936	64 145
(5) Other incomes from company's economic activity				
Incomes from realization of materials	230	55 947	327	79 605
Income from selling the fixed assets				
Incomes from rent	4 199	16 173	5 975	23 012
Incomes from exchange rate fluctuations	74	2 886	105	4 107
Incomes from tugboat's services	2 302	5 344	3 275	7 604
Other incomes	3 913	3 876	5 568	5 515
Total	10 718	84 226	15 250	119 843
(6) Other expenses from company's economic activity				
Fixed assets exclusion expenses	179		255	
Material purchase expenses		54 469		77 502
Tugboat's services expenses	8 681	11 323	12 352	16 111
Personnel expenses (material assistance)	220	50	313	71
Donations, gifts to employees	451		642	
Maintenance expenses of leased fixed assets	206	296	293	421
Total	9 737	66 138	13 855	94 106
(7) Interest payments and similar expenses				
Paid interests	15 823	14 311	22 514	20 363
Paid fines	1 042	136	1 483	194
Total	16 865	14 447	23 997	20 556
(8) Other taxes				
Immovable property tax for land	2 981	3 146	4 242	4 476
Immovable property tax for buildings and construc	4 073	4 097	5 795	5 830
Total	7 054	7 243	10 037	10 306

Appendixes to balance sheet on 31.03.2011.

(9) Intangible investments	Concessions, patents, licenses, trade marks and similar rights	Research work and company's development expenses	Other intangible investments (computer pr.)	Company's intangible value	Advance payments for intangible investments	Total
	Ls	Ls	Ls	Ls	Ls	Ls
Undepreciated value						
31.12.2010.			10 955			10 955
Purchased			1 476			1 476
Written off						0
Reestimated						0
31.03.2011.	0	0	12 431	0	0	12 431
Depreciation						
31.12.2010.			10 837			10837
Calculated			70			70
Written off						0
31.03.2011.	0	0	10 907	0	0	10 907
Residual value 31.12.2010	0	0	118	0	0	118
Residual value 31.03.2011	0	0	1 524	0	0	1 524
	EUR	EUR	EUR	EUR	EUR	EUR
Undepreciated value						
31.12.2010.			15 588			15 588
Purchased			2 100			2 100
Written off						0
Reestimated						0
31.03.2011.	0	0	17 688	0	0	17 688
Depreciation						
31.12.2010.			15 419			15419
Calculated			100			100
Written off						0
31.03.2011.	0	0	15 519	0	0	15 519
Residual value 31.12.2010	0	0	169	0	0	169
Residual value 31.03.2011	0	0	2 169	0	0	2 169

(10) 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
Undepreciated value								
31.12.2010.	2 319 862	2 195 859		104 159			9 068	4 628 948
Purchased		1 953		399				2 352
Written off				256				256
Reestimated								0
31.03.2011.	2 319 862	2 197 812	0	104 302	0	0	9 068	4 631 044
Depreciation								
31.12.2010.	620 872	1 523 616		65 590				2 210 078
Calculated	18 748	56 552		2 505				77 805
Written off				77				77
31.03.2011.	639 620	1 580 168	0	68 018	0	0	0	2 287 806
Residual value 31.12.10	1 698 990	672 243	0	38 569	0	0	9 068	2 418 870
Residual value 31.03.11.	1 680 242	617 644	0	36 284	0	0	9 068	2 343 238
EUR								
Undepreciated value								
31.12.2010.	3 300 866	3 124 426		148 205			12 903	6 586 400
Purchased		2 779		568				3 347
Written off				364				364
Reestimated								0
31.03.2011.	3 300 866	3 127 205	0	148 408	0	0	12 903	6 589 382
Depreciation								
31.12.2010.	883 421	2 167 911		93 326				3 144 658
Calculated	26 676	80 466		3 564				110 706
Written off				109				109
31.03.2011.	910 097	2 248 377	0	96 781	0	0	0	3 255 255
Residual value 31.12.10.	2 417 445	956 515	0	54 879	0	0	12 903	3 441 742
Residual value 31.03.11.	2 390 769	878 828	0	51 627	0	0	12 903	3 334 127

Appendixes to balance sheet (continuation)

(11) Raw materials, direct materials and auxiliary materials

	LVL		EUR	
	31.03.2011	31.03.2010	31.03.2011	31.03.2010
1. Metal	335 030	353 750	476 705	503 341
2. Abrasive	35 203	421	50 089	599
3. Pipes	134 198	157 193	190 947	223 665
4. Non-ferrous metals	43 812	49 752	62 339	70 791
5. Products of technical rubber	34 712	40 930	49 391	58 238
6. Other expenses	93 748	88 732	133 391	126 254
Total	676 703	690 778	962 862	982 889

(12) Unfinished products

	LVL		EUR	
	31.03.2011	31.03.2010	31.03.2011	31.03.2010
Ship building	120 750	19 742	171 812	28 090
Ship repair services	353 132	254 461	502 462	362 065
Other	1 541	8 856	2 193	12 601
Total	475 423	283 059	676 466	402 756

(13) Names of purchasers and customers

	LVL		EUR	
	31.03.2011.	31.03.2010.	31.03.2011.	31.03.2010.
Accounting value of purchaser's and clients' debts	2 092 495	2 882 436	2 977 352	4 101 337
Net debts of purchasers and clients	2 092 495	2 882 436	2 977 352	4 101 337

(14) Other debtors

	LVL		EUR	
	31.03.2011.	31.03.2010.	31.03.2011.	31.03.2010.
VAT accepted		43 125		61 361
In budget overpaid taxes or tax advance payments	122 431	76 532	174 203	108 895
Advance payment persons debts		921		1 310
Advance payments for services	10 892	15 748	15 499	22 407
Total	133 323	136 326	189 702	193 974

(15) Cash

	LVL		EUR	
	31.03.2011.	31.03.2010.	31.03.2011.	31.03.2010.
Money in cash-desk	837	821	1 191	1 168
Money in current accounts	4 013	503	5 710	716
Total	4 850	1 324	6 901	1 884

(16) Information about company's own shares and total stock.

AS "Tosmares kuģubūvētava" was founded in 2000. year with equity capital of LVL 1 603 397, ordinary shares, nominal value of one share is LVL 1.

The joint - stock company is public and the part of shares there of count among the stock market. All shares give equal right to the receipt, of dividends, receipt of liquidation quota.

Modification in Statues

1 Increase of company's equity capital to LVL 2 603 397 in 2001. year.

2 Increase of company's equity capital to LVL 3 203 397 in 2002. year.

(17) Deferred tax liabilities

	LVL		EUR	
	31.03.2011.	31.03.2010.	31.03.2011.	31.03.2010.
Deferred tax liabilities at beginning of year	178 477	184 371	253 950	262 337
Deferred tax liability increase in the period of account				
Total	178 477	184 371	253 950	262 337

Appendixes to balance sheet (continuation)

(18) Loans from credit institutions (short-term)

	LVL		EUR	
	31.03.2011.	31.03.2010.	31.03.2011.	31.03.2010.
Total	1 400 843	1 404 761	1 993 220	1 998 794

Tehnological equipment, floating dock and two dry docks owned by the company are pledged guarantee the liabilities.

(19) From customers received borrowings

	LVL		EUR	
	31.03.2011.	31.03.2010.	31.03.2011.	31.03.2010.
Ship building	4 698		6 685	
Ship repair services	90 089	190 129	128 185	270 529
Total	94 787	190 129	134 870	270 529

(20) Debts to suppliers and contractors

	LVL		EUR	
	31.03.2011.	31.03.2010.	31.03.2011.	31.03.2010.
Raw materials, direct materials and auxiliary materials	155 199	251 382	220 828	357 684
Services	152 870	234 904	217 514	334 238
Contractor's services	272 442	667 305	387 650	949 489
Capital assets	9 766	8 775	13 896	12 486
Total	590 277	1 162 366	839 889	1 653 898

(21) Debts to related companies

	LVL		EUR	
	31.03.2011.	31.03.2010.	31.03.2011.	31.03.2010.
JSC "Rīgas shipyard"	9 390	78 975	13 361	112 371
Total	9 390	78 975	13 361	112 371

(22) Movement of tax liabilities for 3m. 2011

	01.01.2011.	Calculated in 3m. of 2011	Calculated fine and delay payment	(Paid)/ repaid	Posted to/ (from) other taxes	31.03.2011.
	LVL	LVL	LVL	LVL	LVL	LVL
Value added tax	(33 289)	(80 709)			17 651	(96 347)
Population income tax	32 601	28 128	142		(16 412)	44 459
State social insurance compulsory payments	(3 804)	54 226				50 422
Company's income tax	(26 084)					(26 084)
Immovable property tax (land)		2 981				2 981
Immovable property tax (buildings)		4 073				4 073
Tax of natural resources	1 239	1 025			(1 239)	1 025
Risk duty of business	54	157		(158)		53
Total	(29 283)	9 881	142	(158)	0	(19 418)

incl.:

Debt to budget	33 894	103 013
Overpayment	(63 177)	(122 431)

	01.01.2011.	Calculated for 3m. of 2011.	Calculated fine and delay payment	(Paid)/ repaid	Posted to/ (from) other taxes	31.03.2011.
	EUR	EUR	EUR	EUR	EUR	EUR
Value added tax	(47 366)	(114 839)			25 115	(137 089)
Population income tax	46 387	40 023	202		(23 352)	63 260
State social insurance compulsory payments	(5 413)	77 157				71 744
Company's income tax	(37 114)					(37 114)
Immovable property tax (land)		4 242				4 242
Immovable property tax (buildings)		5 795				5 795
Tax of natural resources	1 763	1 458			(1 763)	1 458
Risk duty of business	77	223		(225)		75
Total	(41 666)	14 059	202	(225)	0	(27 629)

incl.:

Debt to budget	48 227	146 574
Overpayment	(89 893)	(174 203)

(23) Other creditors

	LVL		EUR	
	31.03.2011.	31.03.2010.	31.03.2011.	31.03.2010.
Salary	43 922	52 433	62 495	74 605
Deductions from salary	857	1 050	1 219	1 494
Other creditors	3 224	2 193	4 587	3 120
Total	48 003	55 676	68 302	79 220

(24) Accrued liabilities

	LVL		EUR	
	31.03.2011.	31.03.2010.	31.03.2011.	31.03.2010.
Accruals for holiday grants	40 327	45 060	57 380	64 115
Other accruals				
Total	40 327	45 060	57 380	64 115

Chairman of the board /I Galich/
Member of board /I.Komarov/
Member of board /B.Galcovich/

31 May 2011