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*AS "Tosmare shipyard"
report for 6 m. of the 2013 year*

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 2000, 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 Galich	Chairman of the board,
Igors Komarovs	Member of the board,
Boris Galkovich	Member of the board,
Names, surnames and held positions of members of the council	
Vasilijs Melniks	Chairman of the council,
Sergejs Golicin	Vice-chairman of the council
Anatolijs Ustinovs	Member of the council,
Larisa Artemenko	Member of the council,
Irina Meļņika	Member of the council,
Period of account	1 January 2013 - 30.June 2013
Name and address of the auditor	Ēvalds Figurnovs Certified auditor (LZRA certificate No.38) Profesors,ekonom. habil. Doctor Auditorfirma "Sarguns" Malnavas, 13 LV - 1011, Rīga Latvia

Explanatory note on the annual report for the first half of 2013.

In the first half of 2013 the company turnover was about 2 million lats (1 897 947 lats). In comparison to the corresponding period of the previous year production volume in the first half of the year has decreased by 45 %.

The decision to suspend company operation for two winter months in order to lower the costs has affected the sharp decrease in the turnover volume in the first half of this year, if compared to the corresponding period of the previous year, as well. Instead of 1 January 2013, this year's report period started at the beginning of March, when the company has reached its average monthly volume of work.

Similarly to the corresponding period of the previous year, the current production structure is as follows:

- over 50 % accounts for ship repairs;
- about 43 % accounts for shipbuilding;
- about 7 % accounts for machine building orders.

The structure of the ship repair and shipbuilding service market remains about the same:

- over 30 % are services for the local market;
- about 35 % are export services to the Third Countries;
- about 35 % are export services on the EU territory.

In the first half of 2013 the company was successfully attested and 14.05.2013. has received an ISO 9001 : 2008 quality certificate.

Chairman of the board
Member of the board
Member of the board

/Ivica Galich/
/ I.Komarov /
/ B. Galkovich /

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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 perioda of account, as well as results of activities and cash flow for year.

Management confirms that for compiling this report that at 30.June 2013, corresponding methods of accounting were used, their application was consequent, reasonable and cautious decisions were made. Management confirms that corresponding International regulation 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.

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PROFIT OR LOSS STATEMENT

for 6 month of years 2013 and 2012

	Appendix	LVL		EUR	
		2013	2012	2013	2012
Net turnover	(1)	1 897 947	3 464 693	2 700 535	4 929 814
Production costs of sold output	(2)	(1 957 025)	(3 271 150)	(2 784 596)	(4 654 427)
Gross profit or losses		(59 078)	193 543	(84 060)	275 387
Selling costs	(3)	(1 651)	(6 623)	(2 349)	(9 424)
Administration costs	(4)	(111 033)	(127 448)	(157 986)	(181 342)
Other company's economic activity incomes	(5)	30 002	45 637	42 689	64 935
Other company's economic activity costs	(6)	(30 413)	(48 048)	(43 274)	(68 366)
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					
Long-term financial investments and write off of short-term securities values					
Interest payments and similar costs	(7)	(29 133)	(27 352)	(41 453)	(38 918)
Profit or loss before extraordinary items and taxes		(201 306)	29 709	(286 433)	42 272
Extraordinary incomes					
Extraordinary costs					
Profit or loss before taxes		(201 306)	29 709	(286 433)	42 272
Company's income tax for the year of account					
Deferred tax					
Other taxes		(12 688)	(13 353)	(18 053)	(19 000)
Profit or loss of the year of account		(213 994)	16 356	(304 486)	23 272

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BALANCE on 30. August 2013 and 2012

	Appendix	LVL		EUR	
		2013	2012	2013	2012
ACTIVE					
Long-term investments					
I. Intangible investments					
Company's development costs					
Concessions, patents, licenses, trade marks and similar rights					
Other intangible investments		986	1 355	1 403	1 928
Intangible value of the company					
Advance payments for intangible investments					
Intangible investments total	(9)	986	1 355	1403	1 928
II. Fixed assets					
Lands, buildings, constructions, perennial plantations		1 825 012	1 850 434	2 596 758	2 632 930
Long-term investments in leased fixed assets					
Equipment and machines		2 413 127	1 729 649	3 433 570	2 461 069
Other fixed assets and inventory		25 377	32 789	36 108	46 655
Forming of fixed assets and costs of unfinished objects of construction		13 888	345 367	19 761	491 413
Advance payments for fixed assets					
Fixes assets total	(10)	4 277 404	3 958 239	6 086 197	5 632 067
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					
Long-term investments total		4 278 390	3 959 594	6 087 600	5 633 995
Current assets					
I. Stocks					
Raw materials, direct materials and auxiliary materials	(11)	622 901	813 728	886 308	1 157 831
Unfinished products					
Complete products and goods for sale					
Unfinished orders	(12)	679 224	884 028	966 449	1 257 858
Advance payments for goods		60	60	85	85
Stocks totally		1 302 185	1 697 816	1 852 842	2 415 774
II. For selling held long-term investments					
III. Debtors					
Debts of customers and clients	(13)	1 787 122	2 576 756	2 542 846	3 666 394
Accrued incomes					
Other debtors	(14)	2 108	28 338	2 999	40 321
Undeposited shares in company's capital					
Short - term loans to joint owners and management					
Next periods costs					
Debtors total		1 789 230	2 605 094	2 545 845	3 706 715
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)	933	5 462	1 328	7 772
Current assets total		3 092 348	4 308 372	4 400 015	6 130 261
Actives total		7 370 738	8 267 966	10 487 615	11 764 256

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30. August 2013 year

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BALANCE on 30. August 2013 and 2012

	Appendix	LVL		EUR	
		2013	2012	2013	2012
<u>PASSIVE</u>					
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	(17)	1 106 726	645 278	1 574 729	918 148
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		340 404	374 706	484 351	533 159
retained profit of the year of accountant		(213 994)	16 356	(304 486)	23 272
retained profit, amount		126 410	391 062	179 865	556 431
Equity capital total		4 436 533	4 239 737	6 312 617	6 032 602
II. Provisions					
Provision for pensions and similar obligations					
Provision for prospective taxes					
Other provisions	(18)	40 285	37 950	57 320	53 998
Provisions total		40 285	37 950	57 320	53 998
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	(19)	197 906	177 133	281 595	252 038
Unpaid dividends		4	4	6	6
Next periods incomes					
Long-term debts to creditors total		197 910	177 137	281 601	252 044
II. Short-term debts to creditors					
Borrowings from credit institutions	(20)	1 409 656	1 616 449	2 005 760	2 300 000
Other borrowings					
Leasing liabilities					
From customers received borrowings	(21)	52 629	63 382	74 884	90 184
Debts to suppliers and contractors	(22)	984 174	1 667 252	1 400 353	2 372 286
Debts to related companies					
Debts to associated companies	(23)	1 118	267 987	1 591	381 311
Tax and social security payments	(24)	146 081	127 449	207 855	181 344
Other creditors	(25)	102 352	70 623	145 634	100 487
Next periods incomes					
Unpaid dividends					
Accrued liabilities					
Derivative financial instruments					
Short-term debts to creditors total:		2 696 010	3 813 142	3 836 077	5 425 612
Creditors total:		2 893 920	3 990 279	4 117 678	5 677 656
Passives total		7 370 738	8 267 966	10 487 615	11 764 256

Chairman of the board
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report for 6 m. of the 2013 year

CASH FLOW STATEMENT

for 6 months of 2013 and 2012 (according to direct method)

	LVL		EUR	
	2013	2012	2013	2012
I. Cash flow of basic activity				
Incomes from selling the products and rendering of services	1 627 490	2 710 830	2 315 709	3 857 164
Payments to suppliers, employees, other basic activity expenses	(1 539 087)	(2 763 630)	(2 189 924)	(3 932 291)
Other company's basic activity incomes or expenses				
Gross cash flow of basic activity	88 403	(52 800)	125 785	(75 127)
Expenses for interest payments	(22 064)	(26 075)	(31 394)	(37 101)
Expenses for company's income tax payments	(1 410)		(2 006)	0
Cash flow before extraordinary items	64 929	(78 875)	92 385	(112 228)
Cash flow from extraordinary items				
Net cash flow of basic activity	64 929	(78 875)	92 385	(112 228)
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	(72 226)	(145 980)	(102 768)	(207 711)
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	(72 226)	(145 980)	(102 768)	(207 711)
III. Cash flow of financing action				
Incomes from shares and bonds or capital participation stock investments				
Received loans	2 861	219 492	4 071	312 308
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	2 861	219 492	4 071	312 308
IV. Result of foreign exchange rate fluctuations				
Net increase or decrease of cash and its equivalents	(4 436)	(5 363)	(6 312)	(7 631)
Cash and its equivalents residue at the beginning of the year of account	5 369	10 825	7 639	15 403
Cash and its equivalents residue at the end of the year of account	933	5 462	1 327	7 772

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30. August 2013 year

AS "Tosmare shipyard"
report for 6 m. of the 2013 year

EQUITY CAPITAL CHANGE REPORT

for 6 months of years 2013 and 2012

Position Title	LVL		EUR	
	2013.06.30.	2012.06.30.	2013.06.30.	2012.06.30.
1. Stock capital (Core Capital)				
1.1. Sum Indicated in the Previous Year's Balance	3 203 397	3 203 397	4 558 023	4 558 023
1.2. Correction of the Sum Indicated in the Previous Year's Balance				
1.3. Stock Capital (Core Capital) Increase / Decrease				
1.8. Sum Indicated in the Accounting Balance at the End of the Period	3 203 397	3 203 397	4 558 023	4 558 023
2. Emission of Shares addition				
2.1. Sum Indicated in the Previous Year's Balance				
2.2. Correction of the Sum Indicated in the Previous Year's Balance				
2.3. Emission of Shares Addition Increase / Decrease				
2.8. Sum Indicated in the Accounting Balance at the End of the Period				
3. Long Term Investment's Adjustment Reserve				
3.1. Sum Indicated in the Previous Year's Balance				
3.2. Correction of the Sum Indicated in the Previous Year's Balance				
3.3. Long Term Investment's Adjustment Surplus Increase / Decrease				
3.8. Sum Indicated in the Accounting Balance at the End of the Period				
4. Financial Instrument's Adjustment Reserve				
4.1. Sum Indicated in the Previous Year's Balance				
4.2. Correction of the Sum Indicated in the Previous Year's Balance				
4.3. Financial Instrument's Adjustment Reserve Surplus Increase /Decrease				
4.8. Sum Indicated in the Accounting Balance at the End of the Period				
5. Reserves	1 106 726		1 574 729	
5.1. Sum Indicated in the Previous Year's Balance				
5.2. Correction of the Sum Indicated in the Previous Year's Balance				
5.3. reserves Surplus Increase /Decrease		645 278		918 148
5.8. Sum Indicated in the Accounting Balance at the End of the Period	1 106 726	645 278	1 574 729	918 148
6. Retained Earnings				
6.1. Sum Indicated in the Previous Year's Balance	340 404	374 706	484 351	533 159
6.2. Correction of the Sum Indicated in the Previous Year's Balance				
6.3. Retained Earning Increase / Decrease	(213 994)	16 356	(304 486)	23 272
Losses for 6 months 2013	(213 994)		(304 486)	
Profit for 6 months 2012		16 356		23 272
6.8. Sum Indicated in the Accounting Balance at the End of the Period	126 410	391 062	179 865	556 431
7. Equity				
7.1. Sum Indicated in the Previous Year's Balance	4 650 527	3 578 103	6 617 103	5 091 182
7.2. Correction of the Sum Indicated in the Previous Balance				
7.3. Equity increase /Decrease	(213 994)	661 634	(304 486)	941 420
7.8. Sum Indicated in the Accounting Balance at the End of the Period	4 436 533	4 239 737	6 312 617	6 032 602

EPS on 30.06.2013. LVL (- 213 994 : 3 203 397) = - 0,0668 LVL or - 0,0950 EUR;

EPS on 30.06.2012. LVL (16 356 : 3 203 397) = 0,0051 LVL or 0,0073 EUR;

Chairman of the board

Member of the board

Member of the board

Appendix from 10. to 19 page is an itegral part of this report.

30. August 2013 year

/Ivica Galich/

/I.Komarov /

/ B.Galkovich /

APPENDIX
ACCOUNTING POLICY

(1) General principles

Annual report is prepared according to laws of the Republic of Latvia "About book-keeping", "About annual report" and by the Regulation of Ministry Cabinet issued that are to be applied in the year 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 period of account, accounting and evaluation methods used by the Company has not been changed.

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.

	30.06.2013.	30.06.2012.
	LVL	LVL
1 USD	0.538000	0.562000
1 EUR	0.702804	0.702804

(5) Intangible investments

Intangible investments are estimated according to their initial expense 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:

	Years	%
Buildings, constructions	33.3	3
Equipment and technical utilities	10	10
Rolling stock, seacraft transport, power plant	14.3	7
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 100 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 contacts 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) 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.

(13) 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.

(14) 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.

(15) 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 2010 and in future sets a tax rate of 15%.

(16) 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.

(17) 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.

(18) 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.

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Financial statement appendixes
Appendixes to profit or loss statement

<u>(1) Net turnover</u>	LVL		EUR	
	2013.6 m	2012.6 m.	2013.6 m	2012.6 m.
Incomes from ship building	822 628	1 244 848	1 170 494	1 771 259
Incomes from ship repair services	973 341	2 026 176	1 384 939	2 882 989
Other incomes	101 978	193 669	145 102	275 566
Total	1 897 947	3 464 693	2 700 535	4 929 814
Per geographic regions				
Incomes from service selling in local market	580 684	1 252 320	826 239	1 781 890
Incomes from service selling to				
Faroe Islands	272 775	178 694	388 124	254 259
Russia	407 992	363 154	580 520	516 722
Lithuania	337 801	47 720	480 648	67 899
Antiqua Barbuda	168 033		239 089	
Belize	92 978		132 296	
Cyprus		247 261		351 821
Senvinsenta & Grenadin		45 673		64 987
Malta	4 730	5 892	6 730	8 384
Germany	32 954	611 808	46 889	870 524
Great Britain		129 747		184 613
Marshala's island		4 363		6 208
Ukraine		157 525		224 138
Gibraltar		7 520		10 700
Panama		148 281		210 985
Portugal		247 313		351 895
Rumania		17 422		24 789
	1 897 947	3 464 693	2 700 535	4 929 814
(2) Production costs of sold goods				
Material purchase costs	402 153	1 326 364	572 212	1 887 246
Employees salary	241 112	455 985	343 071	648 808
Social insurance costs	56 521	106 850	80 422	152 034
Electricity costs	91 863	178 883	130 709	254 528
Depreciation of fixed assets	130 113	147 010	185 134	209 176
Contagent's services	937 834	908 004	1 334 418	1 291 973
Services from outside	78 892	122 129	112 253	173 774
Lease payment	17 268	23 279	24 570	33 123
Other costs	1 269	2 646	1 806	3 765
Total	1 957 025	3 271 150	2 784 596	4 654 427

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Appendixes to profit or loss statement (continuation)

(3) Selling costs	LVL		EUR	
	2013. 6m.	2012.6m.	2013. 6m.	2012.6m.
Media advertising expenditures	155	4 457	220	6 342
Business trips	1 496	2 166	2 129	3 082
Total	1 651	6 623	2 349	9 424

(4) Administration costs	LVL		EUR	
	2013.6 m	2012.6 m.	2013.6 m	2012.6 m.
Communication costs	681	1 393	969	1 982
Reward for the board and council	77 003	86 388	109 566	122 919
Social insurance costs	17 922	20 192	25 501	28 730
Office maintenance costs	1 104	1 898	1 571	2 700
Stock exchange costs	3 850	3 750	5 478	5 336
Lawyer's services	5 125	4 154	7 292	5 911
Transport costs, business trips	3 423	4 557	4 870	6 484
Bank services	1 314	3 934	1 870	5 598
Representation expenses	611	1 182	869	1 682
Total	111 033	127 448	157 986	181 342

(5) Other incomes from company's economic activity				
Incomes from realization of materials	1 435	3 408	2 042	4 849
Incomes from rent	11 330	21 268	16 121	30 261
Incomes from tugboat's services	12 051	12 485	17 147	17 765
Other incomes	5 186	8 476	7 379	12 060
Total	30 002	45 637	42 689	64 935

(6) Other expenses from company's economic activity				
Material purchase expenses	373	814	531	1 158
Personnel expenses (material assistance)	1 175	1 350	1 672	1 921
Tugboat's services expenses	20 870	30 742	29 695	43 742
Losses from exchange rate fluctuations	7 476	12 963	10 637	18 444
Dotations	40	680	57	968
Property maintenance	479	1 262	682	1 796
Other		237		337
Total	30 413	48 048	43 274	68 366

(7) Interest payments and similar expenses				
Paid interests	22 064	26 075	31 395	37 101
Paid fines	7 069	1 277	10 058	1 817
Total	29 133	27 352	41 453	38 918

(8) Other taxes				
Immovable property tax for land	5 092	5 300	7 245	7 541
Immovable property tax for buildings and constructions	7 596	8 053	10 808	11 459
Total	12 688	13 353	18 053	19 000

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Appendixes to balance sheet on 30.06.2013.

(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						
31.12.2012.			12 802			12 802
Purchased						0
Written off						0
Reestimated						0
30.06.2013.	0	0	12 802	0	0	12 802
Depreciation						
31.12.2012.			11 631			11 631
Calculated			93			93
Written off						0
30.06.2013.	0	0	11 724	0	0	11 724
Residual value 31.12.2012	0	0	1 171	0	0	1 171
Residual value 30.06.2013	0	0	1 078	0	0	1 078

	EUR	EUR	EUR	EUR	EUR	EUR
Undepreciated value						
31.12.2012.			18 216			18 216
Purchased			0			0
Written off						0
Reestimated						0
30.06.2013.	0	0	18 216	0	0	18 216
Depreciation						
31.12.2012.			16 550			16 550
Calculated			263			263
Written off						0
30.06.2013.	0	0	16 813	0	0	16 813
Residual value 31.12.2012	0	0	1 666	0	0	1 666
Residual value 30.06.2013	0	0	1 403	0	0	1 403

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(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								
31.12.2012.	2 615 494	3 901 599		105 475			8 984	6 631 552
Purchased	38 540	32 521		1 021			69 507	141 589
Written off							64 603	64 603
Reestimated								0
30.06.2013.	2 654 034	3 934 120	0	106 496	0	0	13 888	6 708 538
Depreciation								
31.12.2012.	784 303	1 417 563		77 265				2 279 131
Calculated	44 719	103 430		3 854				152 003
Written off								0
30.06.2013.	829 022	1 520 993	0	81 119	0	0	0	2 431 134
Residual value 31.12.2012	1 831 191	2 484 036	0	28 210	0	0	8 984	4 352 421
Residual value 30.06.2013	1 825 012	2 413 127	0	25 377	0	0	13 888	4 277 404
EUR								
Undepreciated value	EUR	EUR	EUR	EUR	EUR	EUR	EUR	EUR
31.12.2012.	3 721 513	5 551 475		150 077			12 783	9 435 848
Purchased	54 837	46 273		1 453			98 900	201 463
Written off		0		0			91 922	91 922
Reestimated		0						0
30.06.2013.	3 776 350	5 597 748	0	151 530	0	0	19 761	9 545 389
Depreciation								
31.12.2012.	1 115 963	2 017 010		109 938				3 242 911
Calculated	63 629	147 168		5 484				216 281
Written off		0		0				0
30.06.2013.	1 179 592	2 164 178	0	115 422	0	0	0	3 459 192
Residual value 31.12.2012	2 605 550	3 534 465	0	40 139	0	0	12 783	6 192 937
Residual value 30.06.2013	2 596 758	3 433 570	0	36 108	0	0	19 761	6 086 197

The company's property costs 678 920.00 LVL or 966 016.00 EUR on 30.06.2013 year in cadastre.

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Appendixes to balance sheet (continuation)

(11) Raw materials, direct materials and auxiliary materials

	LVL		EUR	
	30.06.2013	30.06.2012	30.06.2013	30.06.2012
1. Metal	333 793	475 135	474 945	676 056
2. Abrasive		34 283		48 780
3. Pipes	125 061	130 596	177 946	185 821
4. Non-ferrous metals	46 844	50 088	66 653	71 269
5. Products of technical rubber	28 886	31 616	41 101	44 986
6. Other expenses	88 317	92 010	125 663	130 919
Total	622 901	813 728	886 308	1 157 831

(12) Unfinished products

	LVL		EUR	
	30.06.2013	30.06.2012	30.06.2013	30.06.2012
1 Ship building	434 100	399 784	617 669	568 841
2 Ship repair services	245 124	403 424	348 780	574 021
3 Other		80 820		114 996
Total	679 224	884 028	966 449	1 257 858

(13) Accounting value of purchaser's and clients' debts

	LVL		EUR	
	30.06.2013	30.06.2012	30.06.2013	30.06.2012
Accounting value of purchaser's and clients' debts	1 787 122	2 576 756	2 542 846	3 666 393
Net debts of purchasers and clients	1 787 122	2 576 756	2 542 846	3 666 393

(14) Other debtors

	LVL		EUR	
	30.06.2013	30.06.2012	30.06.2013	30.06.2009.
In budget advance and overpaid taxes	2 028	28 326	2 886	40 304
Advance payments for services	80	12	113	17
Total	2 108	28 338	2 999	40 321

(15) Cash

	LVL		EUR	
	30.06.2013	30.06.2012	30.06.2013	30.06.2012
Money in cash-desk	288	1 921	410	2 733
Money in current accounts	645	3 541	918	5 038
Total	933	5 462	1 328	7 772

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

"Tosmare Shipyard" JSC was established in 2000 with share capital LVL 1 603 397 that consist of 1 603 397 common shares, nominal value of share is LVL 1.

The join-stock company is public and its shares counts among the stock exchange. All shares give equal rights to receipt of dividends, receipt of liquidation quotas and right to vote in the shareholders meeting. One share gives the right to 1 vote in the shareholders meeting. The Company has no shares that are held by the Company itself or anyone else in its assignment.

Modifications in statues :

1. Increase of share capital of the company to LVL 2 603 397 in 2001 year.
2. Increase of share capital of the company to LVL 3 203 397 in 2002 year.
3. In 2011, 2 562 660 shares were determined as registered shares, and 640 737 shares as bearer shares; all shares are non-certificated shares / book-entry shares.

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Appendixes to balance sheet (continuation)

(17) Long-term investment reestimation reserve

	LVL		EUR	
	30.06.2013	30.06.2012	30.06.2013	30.06.2012
Investment reestimation of water's dok	1 106 726	645 278	1 574 729	918 148
Total	1 106 726	645 278	1 574 729	918 148

(18) Provisions

	LVL		EUR	
	30.06.2013	30.06.2012	30.06.2013	30.06.2012
Accruals for holiday grants	40 285	37 950	57 320	53 998
Total	40 285	37 950	57 320	53 998

(19) Deferred tax liabilities

	LVL		EUR	
	30.06.2013	30.06.2012	30.06.2013	30.06.2012
Deferred tax liabilities at the beginning of year	197 906	177 133	281 595	252 038
Deferred tax liability lost in the year of account			0	0
Total	197 906	177 133	281 595	252 038

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

	LVL	EUR
Total	1 409 656	2 005 760
	1 616 449	2 300 000

The Company has EUR 2 000 000 credit line with AS "SEB banka".

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

(21) From customers received borrowing

	LVL		EUR	
	30.06.2013	30.06.2012	30.06.2013	30.06.2012
Ship repair services	52 629	63 382	74 884	90 184
Total	52 629	63 382	74 884	90 184

(22) Debts to suppliers and contractors

	LVL		EUR	
	30.06.2013	30.06.2012	30.06.2013	30.06.2012
Raw materials, direct materials and auxiliary materials	251 547	565 832	357 919	805 106
Services	185 528	215 320	263 983	306 373
Contractor's services	459 590	691 375	653 937	983 738
Capital assets	87 509	194 725	124 514	277 069
Total	984 174	1 667 252	1 400 353	2 372 286

(23) Debts to related companies

	LVL		EUR	
	30.06.2013	30.06.2012	30.06.2013	30.06.2012
JSC "Rīgas shipyard"	1 118	267 987	1 591	381 311
Total	1 118	267 987	1 591	381 311

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(24) Movement of tax liabilities for 6 months of 2013 year.

	01.01.2013.	Calculated for 6 m. of 2013	Calculated fine and delay payment	(Paid)/repaid	Posted to/ (from) other taxes	30.06.2013.
	LVL	LVL	LVL	LVL	LVL	LVL
Value added tax	(22 895)	1 150	2 221	(14 208)	33 585	(147)
Population income tax	35 953	75 024	3 005	(22 689)	(16 079)	75 214
State social insurance compulsory payments	23 044	135 398	1 400	(73 073)	(22 895)	63 874
Company's income tax	(5 868)		8	(1 410)	5 389	(1 881)
Immovable property tax (land)		5 092	56	(2 290)		2 858
Immovable property tax (buildings)		7 597	95	(4 000)		3 692
Tax of natural resources	1 075	724	2	(1 407)		394
Risk duty of business	51	141		(143)		49
Total	31 360	225 126	6 787	(119 220)	0	144 053

incl.:

Debt to budget	60 123	146 081
Overpayment	(28 763)	(2 028)

	01.01.2013.	Calculated for 6 m. of 2013	Calculated fine and delay payment	(Paid)/repaid	Posted to/ (from) other taxes	30.06.2013.
	EUR	EUR	EUR	EUR	EUR	EUR
Value added tax	(32 577)	1 636	3 160	(20 216)	47 787	(210)
Population income tax	51 157	106 750	4 275	(32 284)	(22 878)	107 020
State social insurance compulsory payments	32 789	192 654	1 992	(103 974)	(32 577)	90 884
Company's income tax	(8 349)	0	11	(2 006)	7 668	(2 676)
Immovable property tax (land)		7 245	80	(3 258)		4 067
Immovable property tax (buildings)		10 810	135	(5 692)		5 253
Tax of natural resources	1 530	1 030	3	(2 002)		561
Risk duty of business	73	200		(203)		70
Total	44 623	320 325	9 656	(169 635)	(0)	204 969

incl.:

Debt to budget	85 549	207 855
Overpayment	(40 926)	(2 886)

(25) Other creditors

	LVL		EUR	
	30.06.2013.	30.06.2012.	30.06.2013.	30.06.2012.
Salary	97 534	67 319	138 778	95 786
Deductions from salary	1 752	1 049	2 493	1 493
Other creditors	3 066	2 255	4 363	3 208
Total	102 352	70 623	145 634	100 487

Chairman of the board
Member of the board
Member of the board

/Ivica Galich/
/Igor Komarov/
/Boris Galcovich/

30. August 2013 year