



# **AS VENTSPILS NAFTA**

(UNIFIED REGISTRATION NUMBER 50003003091)

## **UNAUDITED CONSOLIDATED FINANCIAL REPORT FOR THE SIX MONTHS OF 2007**

PREPARED IN ACCORDANCE WITH INTERNATIONAL FINANCIAL REPORTING STANDARDS

**Ventspils, 2007**

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## General information

Name	AS Ventspils nafta
Type of entity	Joint stock company
Registration	50003003091 Riga, 9 May 1991 Registered in Commercial Register on 5 August 2004
Legal address	Ostas street 23, LV-3600, Ventspils, Republic of Latvia
Subsidiaries of AS Ventspils nafta	SIA LatRosTrans (66%) 7 Balvu street, LV-5043, Daugavpils  SIA Ventspils nafta termināls (51%) 75 Talsu street, LV-3600, Ventspils  AS Preses nams (93.01%) 3 Balasta dambis, LV-1081, Riga  SIA Mediju nams (99.47%) 31/2 Cesu street, LV-1012, Riga  SIA Rīgas Līcis VN (100%) 51 Dubultu prospekts, LV-2015, Jūrmala  SIA Nekustamie īpašumi VN (100%) 10 Palasta street, LV-1050, Riga
Associated entities of the Group	AS Latvijas kuģniecība (49.94%) 2 Basteja bulvāris, LV-1807, Riga  SIA Mediji un Poligrāfija (32.70%) 3 Balasta dambis, LV-1081, Riga  SIA Futbola klubs Ventspils (42.50%) 20a Dzintaru iela, LV-3602, Ventspils

Subsidiaries of SIA Nekustamie  
Īpašumi VN

SIA Darījumu centrs Daugava (100%)  
3 Balasta dambis, LV-1081, Rīga

SIA Namserviss VN (100%)  
3 Balasta dambis, LV-1081, Rīga

SIA Ventspils biznesa centrs (100%)  
3 Balasta dambis, LV-1081, Rīga

SIA Lejastiezumi (100%)  
3 Balasta dambis, LV-1081, Rīga

SIA Pārventas sporta centrs (100%)  
3 Balasta dambis, LV-1081, Rīga

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## Council of AS Ventspils nafta

Chairman of the Council:

**Mamerts Vaivads** was recalled from office of a Chairman of the Council on 20/07/2007

**Vladimirs Solomatins** was appointed a Chairman of the Council on 20/07/2007

Deputy Chairman of the Council:

**Vladimirs Solomatins** was recalled from office of a Deputy Chairman of the Council on 20/07/2007

**Dennis Crema**

**Vladimirs Krastiņš** was recalled from office of a Deputy Chairman of the Council on 20/07/2007

**Andris Vilcmeiers** was appointed a Deputy Chairman of the Council on 20/07/2007

**Jeffrey Scott Martz** was appointed a Deputy Chairman of the Council on 20/07/2007

Members of the Council:

**Māris Gailis**

**Gints Laiviņš - Laivenieks**

**Jeffrey Scott Martz** till 20/07/2007

**Paul Edward Mulholland**

**Ashley John Neale**

**Ansis Sormulis**

**Andris Vilcmeiers** till 20/07/2007

**Mamerts Vaivads** from 20/07/2007

**Vladimirs Krastiņš** from 20/07/2007

## Board of AS Ventspils nafta

Members of the Board:

**Olga Pētersone**

**Aldis Āķis**

**Ilva Purēna**

**Guntis Tīrmanis**

## Statement of Management Responsibility

The Management of JSC "Ventspils nafta" (hereinafter – the Company) is responsible for preparation of consolidated financial statements of the Company.

The financial statements set out on pages 10 to 18 are prepared in accordance with source documents and fairly present the financial position of the Company as at 30 June 2006 and 2007 and operating results for the first half-year of 2006 and 2007, changes in shareholders' equity and cash flows for the periods then ended.

The aforementioned financial statements are prepared in accordance with the International Financial Reporting Standards issued by the International Accounting Standards Board on an going concern basis. During the reporting period, appropriate accounting policies have been applied on a consistent basis. Prudent and reasonable judgements and estimates have been made by the Management in the preparation of the financial statements.

The Management of JSC "Ventspils nafta" is responsible for maintenance of proper accounting records, safeguarding of the Company's assets and prevention and detection of fraud and other irregularities in the Company.

Chairperson of the Management Board for  
JSC Ventspils nafta

O. Pētersone

## Management report of JSC Ventspils nafta

First half-year of 2007

### **Dear shareholders, clients and cooperation partners,**

Results of the public joint stock company Ventspils nafta Group for the first half-year of 2007 mark beginning of a new stage of development of the company with increased activity from the strategic investor of JSC Ventspils nafta and its direct involvement in development of transit arm of the holding company increasing the business development prospects and ensuring value increase of the whole JSC Ventspils nafta Group, respectively.

In autumn of 2006, the portfolio of JSC Ventspils nafta shares previously owned by the Latvian state was sold at the Riga Stock Exchange during a public auction organized by the Latvian state, and Euromin Holdings (Cyprus) Limited, a company of the international oil and gas transport concern Vitol Group, acquired a 34.75% stake. During the reporting period, in April 2007, Vitol informed about increasing its stake in JSC Ventspils nafta to 47.89%. Thus participation of international high-level professionals in administrative bodies of JSC Ventspils nafta was ensured enhancing long-term prospects of JSC Ventspils nafta and guaranteeing effective company management.

On June 31, 2007 registered and paid-up share capital of JSC Ventspils nafta was LVL 104, 479, 519 consisting of 104, 479, 519 shares having a nominal value of LVL 1 per share. There are 60, 598, 121 shares in public circulation listed at the Riga Stock Exchange and included in the Baltic Official List. Shares of JSC Ventspils nafta have been listed in the Riga Stock Exchange (RSE) since October 1998 and were one of the most liquid RSE securities during these years.

During the reporting period, the average price of JSC Ventspils nafta shares in the RSE was LVL 2.54 with the highest price reaching LVL 2.86. The average price during the reporting period was by 35 santims higher than in a respective period of 2006 when it reached LVL 2.19. During this period, 2, 083, 000 shares in 1, 658 transactions were traded in total reaching a six-month turnover of LVL 5, 289, 000 which is by 123% more than in a respective period last year. Market capitalization of JSC Ventspils nafta shares at the end of the first half-year of 2007 was LVL 280 million. While average market capitalization of JSC Ventspils nafta shares increased from LVL 229 million in the first half-year of 2006 to LVL 265.3 million in the first half-year of 2007, that is, by LVL 36.3 million, or 15.9% compared to respective period last year.

Operating results of the first half-year of 2007 show development prospects of JSC Ventspils nafta Group with holding company's consolidated net turnover reaching LVL 43.7 million, but net profit – LVL 9.6 million. If compared to a respective period of 2006, holding company's net turnover this year has increased by LVL 5.1 million, or 13%. Growth of net profit compared to a respective period last year is LVL 5.4 million, or 130% compared to period from January to June of 2006.

During the reporting period, major events in JSC Ventspils nafta Group are related to operation of its crude oil and petroleum products transshipment company Ventspils nafta termināls Ltd. One of the most important factors having positively influenced financial results of JSC Ventspils nafta during the reporting period was the successful economic activity of Ventspils nafta termināls Ltd.

During the first half-year of 2007, Ventspils nafta termināls Ltd has handled nearly 7 million tons of crude oil and petroleum products delivered to the terminal by rail, sea and diesel pipeline, that is, by 3.6 million tons more than in a respective period last year. Transshipment amount is showing a tendency to increase after the end of the reporting period, as well.

Cargo amount in Ventspils nafta termināls Ltd is increasing since January, 2007 after having successfully started receiving of gas oil through petroleum products pipeline and promoting cooperation with the international oil transport and trading consortium Vitol Group being a shareholder of JSC Ventspils nafta and co-owner of Ventspils nafta termināls Ltd.

Consolidated financial results of JSC Ventspils nafta Group for the first half-year of 2007 reflect also a transaction as a result of which Euromin Holdings, a company of the international corporation Vitol, has become a full-fledged business partner of the holding company acquiring a 49% shareholding in Ventspils nafta termināls Ltd.

This transaction shows that activities of management of JSC Ventspils nafta in the previous years, by ensuring increase in value of companies within the concern have been successful and comply with shareholders' interests. Transaction on price paid for shareholding in VNT between JSC Ventspils nafta and Vitol confirm that technical and technological capabilities, human resources and development potential of Ventspils nafta termināls Ltd are highly appreciated. As a result of strategic cooperation between the largest crude oil and petroleum products transshipment terminal in the Baltic region and Vitol, an influential company of the global oil and gas sector, a serious joint venture of regional scale was created.

Agreement with Vitol is of key importance to Ventspils nafta termināls Ltd and the entire JSC Ventspils nafta Group because the new shareholder, in addition to finances, will ensure stable operations, guaranteed income and jobs for the terminal. At the same time, JSC Ventspils nafta will remain the majority shareholder in the terminal.

Transaction between JSC Ventspils nafta and Euromin Holdings (Cyprus) Limited stipulates price of USD 90 million to be payable for a 49% stake in Ventspils nafta termināls Ltd. Vitol, on its hand, guarantees delivery of cargos to the terminal or financial compensation if terminal's load is not ensured at the agreed level.

This means that stable operations, guaranteed income and long-term jobs will be ensured at Ventspils nafta termināls Ltd providing the company an opportunity to implement its development and modernization plans. On February 21, 2007, the Competition Council of the Republic of Latvia acknowledged that there are no obstacles for Euromin Holdings, the company of the international corporation Vitol, and JSC Ventspils nafta to getting joint decisive influence over Ventspils nafta termināls Ltd.

After concluding the transaction, changes in the Management Board for Ventspils nafta termināls Ltd were introduced during the reporting period, as well, in order to ensure optimal integration of Ventspils nafta termināls Ltd in the international network of Vitol. Vitol's representative Robert Nijst was appointed as the chairman of the Management Board, and Rolands Kalniņš, the previous chairman of the Management Board, continues as a member of the company's Management Board. After concluding the transaction, JSC Ventspils nafta's representative Uldis Pumpurs left the office of a member of the Management Board for Ventspils nafta termināls Ltd, and was replaced by Vjačeslavs Verņuks who was the terminal's technical director for many years. Vitol's representative Eric Arnold continues to function as a member of the Management Board, as well.

Share capital of Ventspils nafta termināls Ltd is LVL 78, 541, 800 consisting of 785, 418 shares having a nominal value of LVL 100 per share. Ventspils nafta termināls Ltd is a company within JSC Ventspils nafta Group rendering such transit services as receiving of oil and gas oil through pipelines as well as receiving of oil, gas oil, motor gasoline and other petroleum products by rail and sea, their storage and transshipment.

Ventspils nafta termināls Ltd is the largest of such companies in the region. Its crude oil and petroleum products shore-tank farm reaches 1.2 million cubic metres and has no analogues among similar companies in the nearest countries. Owners of Ventspils nafta termināls Ltd had been looking for a strategic partner to ensure that the terminal is operated at full capacity, particularly considering that crude oil is no longer delivered to Ventspils through a pipeline. This search has not ended now that Vitol has become a co-owner of JSC Ventspils nafta and Ventspils nafta termināls Ltd, and both Vitol and JSC Ventspils nafta remain open to strategic partnerships with energy companies from Russia and elsewhere.



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With Vitol's participation in the share capital and management of the company, Ventspils nafta termināls Ltd has become more active in considering its business expansion opportunities, during the reporting period starting to study construction possibilities of a heavy fuel shore-tank farm in the terminal's current area. In order to find out and analyse all essential aspects of rendering heavy fuel receiving, storage and transshipment services, Ventspils nafta termināls Ltd has started to assess environmental impact of the potential shore-tank farm.

After the end of the reporting period aimed towards optimization of management structure of the company, there were introduced changes in the Supervisory Board for JSC Ventspils nafta. Vladimirs Solomatins having performed functions of a deputy chairman of the Supervisory Board for JSC Ventspils nafta for many years, being a doctor of economics and a professional and specialist in the sphere of crude oil and petroleum products transit was elected a chairman of the Supervisory Board. Euromin Holdings (Cyprus) Limited, a company of the international oil transport consortium Vitol Group and foreign shareholder of JSC Ventspils nafta, has extended its influence over this administrative institution of JSC Ventspils nafta thanks to its representatives getting another one of three positions of deputy chairmen of the Supervisory Board.

V. Solomatins holds office in the Supervisory Board for JSC Ventspils nafta since 2003. V. Solomatins is a doctor of economics educated in Business School Lausanne in Switzerland, Moscow State Institute of Business Administration in Russia and the University of Latvia. The new chairman of the Supervisory Board for JSC Ventspils nafta is a Russian-, Latvian- and English-speaking academician of the International Informatization Academy and recognized authority in industry (in more specific terms, transit business matters) among experts and his colleagues.

Jeffrey Martz and Dennis Crema, who held office of a deputy chairman of the Supervisory Board for JSC Ventspils nafta also previously, both representing the company Vitol are the newly elected deputy chairmen of the Supervisory Board for JSC Ventspils nafta. The member of the Supervisory Board Andris Vilcmeiers dealing with internal audit matters of JSC Ventspils nafta was elected as the third deputy chairman of the Supervisory Board.

Chairperson of the Management Board for  
JSC Ventspils nafta

O. Pētersone

## Income Statement

	Group	
	6 months of 2007	6 months of 2006
	LVL thousand	LVL thousand
Net sales	43 707	38 573
Cost of sales	(34 927)	(32 245)
<b>Gross profit</b>	<b>8 780</b>	<b>6 328</b>
Sales and distribution expense	(793)	(945)
General and administrative expense	(4 081)	(3 268)
Other operating income/(expense), net	(27 821)	(283)
<b>Result from operating activities</b>	<b>(23 915)</b>	<b>1 832</b>
Gain/ (loss) in subsidiaries and associated entities, net	39 431	4 251
Financial income/ (expense), net	(438)	(514)
<b>Result before taxes</b>	<b>15 078</b>	<b>5 569</b>
Corporate income tax	(4 004)	(638)
<b>Net result before minority interest</b>	<b>11 074</b>	<b>4 931</b>
Minority interest	(1 452)	(753)
<b>Net result for the period</b>	<b>9 622</b>	<b>4 178</b>
 <b>Earnings per share</b>		
in lats per share	<b>0,092</b>	<b>0,040</b>

On behalf of the Board:

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Olga Pētersone  
 Chairperson of the Board

## Balance Sheet

### ASSETS

	Group		Reference
	30/06/2007	31/12/2006	30/06/2006
	LVL thousand	LVL thousand	LVL thousand
<b>NON CURRENT ASSETS</b>			
<b>Intangible assets</b>	<b>28 862</b>	<b>29 242</b>	<b>29 795</b>
<b>Property, plant and equipment</b>			
Land, buildings and networks	76 987	77 216	75 399
Investment properties	31 687	31 687	26 608
Machinery and equipment	48 498	47 673	55 763
Other property, plant and equipment	4 039	4 575	4 941
Construction in progress	21 663	12 302	10 296
Prepayments for property, plant and equipment	899	3 043	4 992
TOTAL	<b>183 773</b>	<b>176 496</b>	<b>177 999</b>
<b>Investments</b>			
Investments in subsidiaries and associated entities	95 550	112 206	118 138
Other long-term loans to corporate entities	1 029	1 055	1 068
Other long-term loans	46 980	-	-
TOTAL	<b>143 559</b>	<b>113 261</b>	<b>119 206</b>
<b>TOTAL NON CURRENT ASSETS</b>	<b>356 194</b>	<b>318 999</b>	<b>327 001</b>
<b>CURRENT ASSETS</b>			
Inventories	5 058	6 011	8 414
Current portion of long-term receivables	42	42	42
Trade accounts receivable	4 893	7 232	6 057
Other accounts receivable	1 270	1 044	1 617
Prepaid expense	1 620	1 156	1 839
Accrued income	251	389	404
Held-to-maturity investments	-	9 828	-
Trading investments	51	51	51
Cash and cash equivalents	19 000	5 434	16 947
TOTAL CURRENT ASSETS	<b>32 185</b>	<b>31 187</b>	<b>35 371</b>
<b>TOTAL ASSETS</b>	<b>388 379</b>	<b>350 186</b>	<b>362 372</b>

On behalf of the Board:

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 Olga Pētersone  
 Chairperson of the Board

## LIABILITIES AND SHAREHOLDERS' EQUITY

	Group		Reference
	30/06/2007	31/12/2006	30/06/2006
	LVL thousand	LVL thousand	LVL thousand
<b>SHAREHOLDERS' EQUITY</b>			
Share capital	104 479	104 479	104 479
Share premium	42 343	42 343	42 343
Foreign currency translation reserve	(9 430)	(6 388)	4 732
Restricted reserves	715	715	715
Other reserves	145 552	138 705	150 665
Previous period unappropriated result	-	-	(21 725)
Current period unappropriated result	9 622	6 847	4 178
MINORITY INTEREST	64 309	40 077	42 700
<b>TOTAL SHAREHOLDERS'EQUITY</b>	<b>357 590</b>	<b>326 778</b>	<b>328 086</b>
<b>PROVISIONS</b>			
Deferred corporate income tax	5 817	5 817	15 493
<b>TOTAL PROVISIONS</b>	<b>5 817</b>	<b>5 817</b>	<b>15 493</b>
<b>LIABILITIES</b>			
<b>Long-term liabilities</b>			
Long-term portion of financial lease liability	10 648	1 092	1 537
Long-term loan from credit institution	-	1 844	5 044
<b>TOTAL</b>	<b>10 648</b>	<b>2 936</b>	<b>6 581</b>
<b>Current liabilities</b>			
Short-term portion of long-term loan	3 009	5 806	4 462
Financial lease liabilities	1 211	845	449
Advances from customers	114	62	422
Trade accounts payable	3 514	4 723	3 912
Taxes payable	550	521	538
Other liabilities	450	661	439
Accrued liabilities	5 211	1 779	1 618
Deferred income	265	258	372
<b>TOTAL</b>	<b>14 324</b>	<b>14 655</b>	<b>12 212</b>
<b>TOTAL LIABILITIES</b>	<b>24 972</b>	<b>17 591</b>	<b>18 793</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>388 379</b>	<b>350 186</b>	<b>362 372</b>

On behalf of the Board:

Olga Pētersone  
Chairperson of the Board

## Statement of Cash Flows

	<b>Group</b>	
	<b>6 months of 2007</b>	<b>6 months of 2006</b>
	LVL thousand	LVL thousand
<b>Cash flow from/ (to) operating activities</b>		
Net Result	9 622	4 178
Adjustments	21 190	-
Amortisation and depreciaton	4 903	5 195
<i>Operating profit before changes in current assets and liabilities</i>	<i>35 715</i>	<i>9 372</i>
Decrease in inventory	953	(180)
Decrease/ (increase) in trade accounts receivable	1 745	843
Increase/ (decrease) in provisions	-	638
Increase/ (decrease) in current liabilities	(331)	525
<b>Net cash from/ (to) operating activities</b>	<b>38 082</b>	<b>11 198</b>
<b>Cash flow from/ (to) investment activities</b>		
Purchase of fixed assets	(11 757)	(4 773)
(Increase)/ decrease in long-term financial investments	(30 298)	(4 226)
(Increase) in issued loans	9 828	-
<b>Net cash flow from/ (to) investment activities</b>	<b>(32 227)</b>	<b>(8 999)</b>
<b>Cash flow from/ (to) financing activities</b>		
Lease payments received/(returned)	7 712	(1 331)
<b>Net cash from/ (to) investment activities</b>	<b>7 712</b>	<b>(1 331)</b>
<b>Net (decrease) in cash</b>	<b>13 566</b>	<b>867</b>
<b>Cash at the beginning of the period</b>	<b>5 434</b>	<b>16 080</b>
<b>Cash at the end of the period</b>	<b>19 000</b>	<b>16 947</b>

## Statement of Changes in Shareholders' Equity

### Group

	Share capital	Share premium	Foreign currency translation reserve	Restricted reserves	Other reserves	Current year unappro- priated result	Minority interest	<b>Total</b>
<b>Balance as of 31 December 2006</b>	<b>104 479</b>	<b>42 343</b>	<b>(6 388)</b>	<b>715</b>	<b>138 705</b>	<b>6 847</b>	<b>40 077</b>	<b>326 778</b>
Foreign currency translation	-	-	(3 042)	-	-	-	-	(3 042)
Current period result	-	-	-	-	-	9 622	-	9 622
Transfer of 2006 net result	-	-	-	-	6 847	(6 847)	-	-
Minority interest	-	-	-	-	-	-	24 232	24 232
<b>Balance as of 30 June 2007</b>	<b>104 479</b>	<b>42 343</b>	<b>(9 430)</b>	<b>715</b>	<b>145 552</b>	<b>9 622</b>	<b>64 309</b>	<b>357 590</b>

## Notes

### LVL thousand

#### 1. Net sales

	<u>Group</u>	
	<u>6 months of 2007</u>	<u>6 months of 2006</u>
Reloading services	14 632	6 677
Railway services	10 554	8 418
Printing services	6 468	9 012
Newspaper sales	1 067	1 079
Advertisements	496	546
Income from sale of crude oil and oil products	4 505	-
Transportation of oil	-	5 212
Transportation of oil products	5 281	5 601
Rental income	206	238
Storage services	212	1 748
Other services	286	42
Total	<u>43 707</u>	<u>38 573</u>

#### 2. Cost of sales

	<u>Group</u>	
	<u>6 months of 2007</u>	<u>6 months of 2006</u>
Depreciation	4 141	4 474
Amortisation intangible assets	394	396
Raw materials	3 185	5 939
Remuneration of work	4 433	4 227
Utilities	784	779
Insurance expenses	1 057	1 119
Social security contributions	989	959
Materials and spare parts	1 157	621
Transit development	179	734
Electricity	553	492
Treatment of technological waste water	544	769
Utilisation of piers	874	404
Land and fixed assets' rent	379	379
Security	511	437
Repair works done by other companies	1 053	437
Railway charges	10 586	8 682
Environment protection expense	254	289
Cost of sold oil and oil products	2 573	-
Communication expense	116	142
Helicopter services	65	130
Changes in inventory	-7	-79
Transport expenses	104	116
Other expenses	1 003	799
Total	<u>34 927</u>	<u>32 245</u>

**3. Sales and distribution expense**

**Group**

	<b><u>6 months of 2007</u></b>	<b><u>6 months of 2006</u></b>
Sales and distribution expense	<u>793</u>	<u>945</u>
Total	<u>793</u>	<u>945</u>

**4. General and administrative expense**

**Group**

	<b><u>6 months of 2007</u></b>	<b><u>6 months of 2006</u></b>
Remuneration of work	1 597	1 228
Advertising and marketing	315	315
Social security contributions	307	276
Depreciation	234	289
Insurance	49	82
Professional charges and legal costs	503	224
Business trips	77	52
Communication expense	59	50
Rent of premises	104	44
Vehicle maintenance expense (incl. rent of vehicles)	91	62
Conferences, seminars and training	21	23
Representation expense	63	63
Security	13	13
Secondary costs of cash turnover	52	34
Social infrastructure expense	49	77
Other	<u>547</u>	<u>436</u>
Total	<u>4 081</u>	<u>3 268</u>

**5. Other operating income/ (expense), (net)**

**Group**

	<b><u>6 months of 2007</u></b>	<b><u>6 months of 2006</u></b>
Income from oil extracted from groundwater's and waste waters	94	341
Other income	920	73
Payments to local municipalities	-358	-350
Depreciation	-32	-36
Remuneration of work	-156	-104
Social security contributions	-31	-22



Vehicle maintenance expense	-20	-23
General provision	-28 000	-
Other expense	<u>-238</u>	<u>-162</u>
Total	<u>-27 821</u>	<u>-283</u>

## 6. Financial income/(expense), net

### Group

	<u>6 months of 2007</u>	<u>6 months of 2006</u>
Foreign currency exchange gain(loss)	-1 352	-509
Interest income on loans	1 034	1
Interest income from bank account balances and deposits	325	250
Interest expense	-574	-297
Other income	<u>129</u>	<u>41</u>
Total	<u>-438</u>	<u>-514</u>

## 7. Taxes

### Group

	<u>6 months of 2007</u>	<u>6 months of 2006</u>
Corporate income tax	-4 004	-638

## 8. Investments in subsidiaries and associated entities

The following table summarizes ownership of the Parent company and the Group in subsidiaries and associated entities:

<u>Ownership (%)</u>	<u>30.06.2007.</u>	<u>31.12.2006.</u>	<u>Legal address</u>
<u>Subsidiaries</u>			
SIA "Ventspils nafta" termināls"	51	100	Talsu street 75, LV-3602, Ventspils, Latvia
SIA "LatRosTrans"	66	66	Balvu street 7, LV-5043, Daugavpils Latvia
AS "Preses nams"	93,01	93,01	Balasta dambis 3, LV-1081, Riga, Latvia
SIA "Mediju nams"	99,47	99,47	31/2 Cesu street, LV-1012, Riga, Latvia
SIA "Nekustamie īpašumi VN"	100	100	10 Palasta street, LV-1050, Riga, Latvia
SIA "Rīgas līcis VN"	100	100	Dubultu prospekts 51, LV-2015, Jurmala, Latvia

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	<u>30.06.2007.</u>	<u>31.12.2006.</u>	
<u>Associated entities</u>			
SIA "Futbola klubs Ventspils"	42,50	30	Dzintaru street 20a, LV-3602, Ventspils, Latvia
SIA "Mediji un Poligrāfija"	32,7	32,7	Balasta dambis 3, LV-1081, Riga, Latvia
Likvidējamā SIA "Ventshoes"	-	21,44	Mičurina street 6, LV-3601, Ventspils, Latvia
AS "Latvijas Kuģniecība"	49,94	49,94	Basteja bulvāris 2, LV 1807, Riga, Latvia

\* As of 30 June 2007, AS Ventspils nafta has a 92,37% shareholding of SIA Mediju nams. At the same time, AS Preses nams owns 7,63% of the share capital of SIA Mediju nams. As such, the Group's ownership share is 99,47%.