

A/S "KURZEMES ATSLĒGA1"
 reg.No.40003044007
 Taxpayer No.LV40003044007
 Address : Kalvenes str.27,Aizpute

BALANCE SHEETS

currency exchange rate on 30.09.2004 LVL/EUR 0.671

currency exchange rate on 31.12.2003 LVL/EUR 0.674

ASSETS 1	Row code	30.09.2004 LVL	30.09.2004 EUR	31.12.2003 LVL	31.12.2003 EUR
1.LONG TERM INVESTMENT					
I.Intangible fixed assets					
II.Fixed assets					
1.Land, building.	70	405166	603824	412202	611576
2.Equipment and machinery	90	144762	215741	181746	269653
3.Other fixed assets	100	17097	25480	13524	20065
4.Fixed assets developmant costs	110	144602	215502	103211	153132
5.Prepayment for fixed assets	120	950	1416		
II Total fixsed assets	130	712577	1061963	710683	1054426
III.Long term finansial investment					
1.Other investment and secutities	180	692	1031	692	1027
2.Other loans	190	101	151	116	172
III.Total Long term finansial investment	220	793	1182	808	1199
1.Total LONG TERM INVESTMENT	230	713370	1063145	711491	1055625
2.CURRENT ASSETS					
1.Inventories					
1.Raw materials	240	323198	481666	261985	388702
2.Work in progress	250	111108	165586	100933	149752
3.Finished goods and goods for sale	260	122080	181937	181330	269036
5.Advance payment for goods	280	14420	21490	2713	4025
I.Total inventories	300	570806	850679	546961	811515
II.Debtors					0
1.Trade debtors	310	122130	182012	76138	112964
4.Other debtors	340	3702	5517	18917	28067
7.Deferred expenses	370			2591	3844
II.Total debtors	380	125832	187529	97646	144875
III.Securities and capital participation					0
IV . Cash	430	26134	38948	36025	53450
2.Total current assets	440	722772	1077156	680632	1009840
					0
Total assets	450	1436142	2140301	1392123	2065465

LIABILITIES 1	Row code	30.09.2004 LVL	30.09.2004 EUR	31.12.2003 LVL	31.12.2003 EUR
1.CAPITAL					
1.Share capital	460	918144	1368322	918144	1362231
3.Revaluation reserve	480	-94	-140	-94	-139
4.Reserves					0
a)legal reserves	490		0	34237	50797
4.Total reserves	530		0	34237	50797
5.Retained profit					0
a) previous years retained profit	540	300962	448528	257378	381866
current year profit	550	12374	18440	18528	27490
1Total Capital and reserves	560	1231386	1835150	1228193	1822245
2.PROVISIONS					
3.CREDITORS					
1.Long term creditors					
Other loans	640	16775	25000	16850	25000
1.Total long term creditors	750	16775	25000	16850	25000
2.Short-term creditors					0
4.Other loans	790	474	706	13375	19844
5.Advances received from customers	800	4085	6088	2339	3470
6.Trade creditors	810	90592	135010	56301	83533
8.Amounts payable to associated companies	830	58918	87806	35579	52788
10.Taxes and social security pauments	850	16941	25247	18872	28000
11.Other creditors	860	16971	25293	20614	30585
2. Total short-term creditors	900	187981	280151	147080	218220
Total creditors	910	204756	305151	163930	243220
Total liabilities	920	1436142	2140301	1392123	2065465

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Profit and loss account year 2004
 (January-september)

N.	Item	line No	30.09.2004	30.09.2004	30.09.2003	30.09.2004
			LVL	EUR	LVL	EUR
1	Net sales	10	1222994	1822644	1132473	1680227
2	Cost of sales	20	1137509	1695244	1032811	1532361
3	Gross profit	30	85485	127400	99662	147866
4	Distribution expenses	40	634	945	2639	3915
5	Administration expenses	50	112607	167820	115688	171644
6	Other operating income	60	70949	105736	63537	94269
7	Other operating expenses	70	21947	32708	18881	28013
8	Income from participation in subsidiary capital	80		0		0
				0		0
10	Income from other interest and similar incomes	100	82	122	66	98
11	Long term investments and			0		0
	short-terms bond write-off	110		0		0
12	Interest paid and similar expense	120	436	650	348	516
13	Operating profit	130	20892	31135	25709	38145
14	Extraordinary income	140		0		0
15	Extraordinary expenses	150		0		0
16	Profit before taxes	160	20892	31135	25709	38145
16	Corporate income tax	170	3977	5927	7969	11823
17	Other taxes	180	4541	6768	4443	6592
18	Net profit for the year	190	12374	18440	13297	19730

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Statements of cash flows
2004 Years 30 september

Operating activities	LVL 2003 for 9 month	EUR 2003 for 9 month	LVL 2004 for 9 month	EUR 2004 for 9 month
Item				
1. Net profit	13297	19728	12374	18441
2.Amortization	74471	110491	55136	82170
3.(Increase)/decrease in inventory	-46980	-69703	-23845	-35537
4.(Increase)/decrease in debtors	-31876	-47294	-28186	-42006
5. (Increase)/decrease in liabilities	51765	76803	40901	60955
Net cash provided by operiting activities	60677	90025	56380	84023
II.Investing activities				
Item				
1. Purchase of fixed assets	-73583	-109174	-57015	-84970
Net cash used in investing acitivities	-73583	-109174	-57015	-84970
III. Financing activities				
Item				
1. Dividend	-6583	-9767	-9181	-13683
3.Loans received (repaid) from (to) credit institucions	26376	39134	-75	-112
Net cash flow from financing activities	19793	29367	-9256	-13794
Net increase in cash	6887	10218	-9891	-14741
CASH AT THE BEGINING OF THE PERIOD	10713	15895	36025	53689
CASH AT THE END OF THE PERIOD	17600	26113	26134	38948

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STATEMENT OF CHANGES IN EQUITY

in 9 months of 2004

	Share capital	Revaluation reserve	Reserves	Retained profit	Total
AS of 31 december 2002	918144	-94	16760	284037	1218847
Transfer to reserves			17477	-17477	
dividend paid				-6583	-6583
Current year profit				15929	15929
As of 31 december 2003	918144	-94	34237	275906	1228193
Transfer to reserves			-34237	34237	
dividend paid				-9181	-9181
Current year profit				12374	12374
As of 30 september 2004	918144	-94	0	313336	1231386

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