

JOINT STOCK COMPANY IN LIQUIDATION

‘KURZEMES ATSLEGA 1’

LV40003044007

**FINANCIAL REPORT FOR FIRST 9 MONTHS
OF THE YEAR 2021
(NON-AUDITED)**

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1.Information on enterprise.

Name	Likvidējamā AS “KURZEMES ATSLĒGA 1”
Legal status	Joint stock company
Registration number, place and date	40003044007,Riga, 29.11.1991
Register	Registration in the Commercial on 11 June 2004
Legal address	27 Kalvenes str.,Aizpute,LV3456
Main activities: NACE 2.red	2572-door locks,ironware,furniture fittings
Shareholders an their shares %	JSC”Kurzemes atslega”- 48,36% Olivers Wiederholds – 17,22% SIA”Aizputes atslegas” – 15,26 % Others -19.16%
Liquidator	Pēteris Frīdenbergs (from 30.12.2020)
Reporting period	01.01.2021 – 30.09.2021
Previous reporting period	01.01.2020 – 30.09.2020
Auditors	Certified auditors office Gatis Sviklis Lāsma Svikle SIA Licence No. 181 Certified auditor in charge Gatis Sviklis,Certificate No. 202

Statement of Liquidator Responsibility

The liquidator of Likvidējamā AS „KURZEMES ATSLĒGA 1” is responsible for the preparation of the financial statements of the Company.

On the basis of information available to the liquidator of Likvidējamā AS „KURZEMES ATSLĒGA 1”, the financial statements are prepared in accordance with the applicable legal framework of the Republic of Latvia and give a true and fair view of the assets, liabilities, financial position, financial result and cash flows of Likvidējamā AS “KURZEMES ATSLĒGA 1”. The Report of the Liquidator gives a true information on the Company's development and operating results.

The control procedures on internal risks, risk management and risk control have been managed according to the internal control procedure instructions.

The liquidator of Likvidējamā AS “KURZEMES ATSLĒGA 1” is responsible for obeying the laws of the Republic of Latvia.

Pēteris Frīdenbergs
Liquidator

November 30, 2021

BALANCE SHEET FOR 9 MONTHS OF 2021

ASSETS 1	30.09.2021. EUR	30.09.2020. EUR
1.LONG TERM INVESTMENT		
1.Concessions, patents, licenses	330	488
2. Expenses of development	0	0
Total	330	488
I. Intangible fixed assets		
II. Fixed assets		
1. Land, building.	454243	469068
2.Equipment and machinery	25853	34479
3.Other fixed assets	4345	5771
4.Fixed assets development costs	5822	8322
5.Prepayment for fixed assets	0	0
II Total fixed assets	490263	517640
1.Total LONG TERM INVESTMENT	490593	518128
2.CURRENT ASSETS		
1.Inventories		
1.Raw materials	105597	292678
2.Work in progress	0	102906
3.Finished goods and goods for sale	0	48949
5.Advance payment for goods	386	33777
I. Total inventories	105983	478310
II. Debtors		
1.Trade debtors	38155	211579
4.Other debtors	32183	6274
7.Deferred expenses	0	0
II. Total debtors	70338	217853
III. Securities and capital participation		
IV . Cash	6941	87271
2.Total current assets	183262	783434
Total assets	673855	1301562

LIABILITIES 1	30.09.2021. EUR	30.09.2020. EUR
1.CAPITAL		
1 Liquidation capital	1114420	918144
3.Revaluation reserve	0	0
4.Reserves		
a)legal reserves	0	21000
4.Total reserves		
5.Retained profit		
a) previous years retained profit	(421888)	175275
current year profit	(293713)	(206969)
1Total Capital and reserves	398819	907450
3.CREDITORS		
1.Long term creditors	0	0
Deferred tax	0	0
1.Total long term creditors	0	0
2.Short-term creditors	0	0
3. Other loans	178925	90000
4..Bank loan	0	0
5.Advances received from customers	823	6041
6.Trade creditors	48787	134113
8.Accounts payable to associated companies	5885	18956
10.Taxes and social security payments	22421	80635
11.Other creditors	5283	28284
Deferred income		
Deferred liabilities	12912	36083
2. Total short-term creditors	275036	394112
Total creditors	275036	394112
Total liabilities	673855	1301562

Liquidator

Peteris Frīdenbergs

Profit and loss account			
N.	Item	30.09.2021.	30.09.2020.
		EUR	EUR
1	Net sales	742878	1167800
2	Cost of sales	(1029031)	(1269117)
3	Gross profit	(286153)	(101317)
4	Distribution expenses	(19391)	(40230)
5	Administration expenses	(36918)	(57543)
6	Other operating income	172585	10274
7	Other operating expenses	(115386)	(17251)
8	Income from participation in subsidiary capital	0	0
10	Income from other interest and similar incomes	0	0
11	Long term investments and short-terms bond write-off	0	0
12	Interest paid and similar expense	(8450)	(867)
13	Operating profit	(293713)	(206934)
14	Extraordinary income	0	0
15	Extraordinary expenses	0	0
16	Profit before taxes	(293713)	(206934)
16	Corporate income tax	0	0
17	Other taxes	0	(35)
18	Net profit for the year	(293713)	(206969)

Loss per share

(0.32)

(0.225)

Liquidator

Peteris Frīdenbergs

2.3.Cash flow statement.

(Cash flow statement, prepared using indirect method)

Indices	Appendices	30.09.2021.	30.09.2020.
		EUR	EUR
I. Operation activities			
1. Profit or loss before extraordinary items and taxes.		(293713)	(206934)
<u>Adjustments</u>			
Fixed asset depreciation		19775	21271
Amortization of intangible assets		119	119
Foreign exchange loss		(1470)	538
Interest expense		8443	867
2. Profit or loss before corrections of effects of changes of current assets and short-term liabilities		(266846)	(184139)
Adjustments:			
a) Increase or decrease of residues of debts of debtors;		31213	(72559)
b) Increase or decrease of residues of resources;		272520	201626
c) Increase or decrease of remains of debts to be paid to suppliers, contractors and other creditors.		(111309)	74946
3. The gross cash flow of basic activity.		(72422)	19874
4. Expenses for payments of enterprise income tax		0	(35)
5. Interest paid		(8443)	(867)
6. The net cash flow of basic activity		(82865)	18972
II. Investing activities			
1 Purchase of fixed assets and nonmaterial investments		0	(3330)
9. Net cash flow used in investing activities			
2. Loans received		(13753)	66998
3. Financial aids, pump-priming, presents or donations received			
4. Expenses for repayment of loans			
7. Net cash flow of financing activity		(96618)	82640
IV. The result of exchange rate fluctuations of foreign currency.		1470	(538)
V. The net cash flow of year of account		(95148)	82102
VI. The reminder of currency and its equivalents at the beginning of year of account.		102089	5169
VII. The reminder of currency and its equivalents at the end of year of account.		6941	87271

Statement of changes in Liquidation capital for the first 9 months of 2021

	Liquidation capital EUR	Reserves EUR	Retained earnings/loss EUR	Total EUR
Balance as at 31 December 2019	1285401	21 000	(191 981)	1 114 420
Reduction of share capital	(367257)	-	367 257	-
Transfer of retained loss into liquidation capital	175 276	-	(175 276)	-
Transfer of Reserves into liquidation capital	21 000	(21 000)	-	-
Loss for the year	-	-	(421 888)	(421 888)
Balance as at 31 December 2020	1114420	-	(421 888)	692 532
Loss for the year	-	-	(293713)	(293713)
Balance as at 30 september 2021	1114420	-	(715601)	398819