



LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY

NO AUDITED

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE 9
MONTH PERIOD ENDED 30 SEPTEMBER 2007**

IN ACCORDANCE WITH INTERNATIONAL FINANCIAL REPORTING STANDARDS

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LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY

INFORMATION ABOUT PARENT COMPANY

COMPANY NAME: LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY

LEGAL STATUS: STOCK COMPANY

REGISTRATION: No.40003306807
AUGUST 27, 1996
RIGA, LV - 1005, LATVIA

LEGAL ADDRESS: 23, PATVERSMES STREET, RIGA, LV - 1005, LATVIA

MAJOR SHAREHOLDERS: JANIS BIRKS 38,7%
ILZE AIZSILNIECE 10,1%
AGRIS SHVARCBERGS 10,1%
STATE SOCIAL INSURANCE AGENCY 5%

CEO: MARTA AIZSILNIECE

SHARES: ISIN code: LV0000100741
Public issue of 798800 registered shares
Face value 1,00 LVL
Quotation: Baltic Secodary List

REPORTING PERIOD: 1 JANUARY 2007 - 30 SEPTEMBER 2007

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY

COUNCIL AND BOARD OF THE GROUP

Council of the Group

**Number of shares owned
30.09.07**

From November 22, 2006 till the consolidated financial statements signing day

<u>Name</u>	<u>Position</u>		
Agris Shvarcbergs	Chairman of the Council	80 917	died 23.11.2007
Antons Vjaters	Member of the Council	-	
Vladislavs Skrebelis	Member of the Council	-	
Austris Adumans	Member of the Council	-	
Martins Birks	Member of the Council	-	

Board of the Group

From April 28, 2005 till the consolidated financial statements signing day

<u>Name</u>	<u>Position</u>		
Marta Aizsilniece	Chairperson of the Board	1 066	
Andris Vigants	Member of the Board	-	
Marika Baumgarte	Member of the Board	12 071	

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY

MANAGEMENT REPORT

In accordance with the paragraph 1 of Section 4 of the law "On Consolidated Annual Reports" the joint stock company is under an obligation to prepare the consolidated annual report.

The consolidated annual report contains information concerning the current situation and future development of parent company JSC "Latvijas Juras medicinas centrs" (hereinafter referred to as LJMC) and its subsidiary company SIA "Juras medicina" (hereinafter referred to as JM).

This audited consolidated annual report is prepared in accordance with International Financial Reporting Standards (IFRS) and is based on business continuation principle. The financial statements were drawn up in Latvian lats (LVL) and euros (EUR). The applied currency exchange rate is EUR/LVL 0.702804.

The share of the parent company constitutes the dominant part of the group's assets, turnover and profits.

The profit before taxes of the parent company was 393 490 EUR.

The profit before taxes of subsidiary company was 03 943 EUR.

Important events that affected results of the Group's activities in reporting period

On the base of increased government funding, employees' salaries have been raised on 1 January 2007 as required by the relevant regulation by the Cabinet of Ministers and stipulated in the agreement with HCISA.

The reconstruction of sterilization has finished. The reconstruction of energy supplying network and fire security systems is in progress. The renovation of operating rooms (including new equipment) is done. Total 80000 LVL was spending for renovations in the summertime.

Important Events after the Balance Sheet Date

Chairman of the Council Mr. Agris Shvarcbergs died 23.11.2007.

Future Development of the Group

The project development for a new surgery hospital started in this year.

Risk Management

The company has good debtor ageing ratio and current ratio. Health Compulsory Insurance State Agency that is the biggest debtor (government procurement) usually settles its payments in due time.

On behalf of the Group:

Chairperson of the Board

Marta Aizsilniece

Member of the Board

Andris Vigants

Member of the Board

Marika Baumgarte

28.11.07

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY

DECLARATION OF MANAGEMENT RESPONSIBILITY

Consolidated financial statements are prepared to the best on our knowledge in accordance with International Financial Reporting Standards as adopted by EU. These financial statements gives a true and fair view of the state of activities of the Group and of the results of the Group for the period ended 30 September 2007 in all essential aspects. In preparing those financial statements, management:

- selected suitable accounting policies and then apply them consistently;
- made judgments and estimates that are reasonable and prudent;
- prepared the financial statements on the going concern basis to presume that the Group will continue in business.

The Management Board is responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Group and enable them to ensure that financial statements drawn up from them comply with International Financial Reporting Standards as adopted by EU. They are also responsible for safeguarding the assets of the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Chairperson of the Board
Marta Aizsilniece

Member of the Board
Andris Vigants

Member of the Board
Marika Baumgarte
28.11.07

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY

**CONSOLIDATED STATEMENT OF INCOME
FOR THE PERIODS ENDED 30 SEPTEMBER 2007 AND 31 DECEMBER 2006**

	2006, 9	2007, 12		2006, 9
	month	month		month
	period	period	Note	period
	EUR	EUR		EUR
Net sales	5 357 043	5 666 836	15	4 005 047
Cost of goods sold	(4 645 251)	(5 101 639)	16	(3 668 192)
Gross profit or loss	711 792	565 197		336 855
Administrative expenses	(405 841)	(415 823)	17	(323 380)
Other operating income	79 087	82 144	18	62 253
Other operating expenses	(12 107)	(9 289)	19	(13 800)
Gain from the change of fair value of investment property		14 745		
Income from investment in associates	-	35 798	20	
Interest income and similar income	24 502	16 004	21	13 578
Interest expense and similar expense	-	(3 789)	22	(2 554)
Profit before taxes	397 432	284 988		72 952
Corporate income tax	-	31 948	23	-
Minority interest	(27)	(356)		(174)
NET PROFIT OR LOSS	397 405	316 580		72 778
Number of shares	800 000	800 000		800 000
Earnings per Share (EPS) (EUR)	0,50	0,40		0,09
Share price (LVL)				
at 1 January	1,85	1,80		
at 31 March	3,20	2,00		
at 30 June	3,00	1,70		
at 30 September	2,80	1,58		
at 31. December		1,85		

The accompanying notes are an integral part of these financial statements

The financial statements were approved by:

	Marta Aizsiliece	Chairperson of the Board
	Andris Vigants	Member of the Board
	Marika Baumgarte	Member of the Board

28.11.07

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY

CONSOLIDATED BALANCE SHEET

AS OF 30 SEPTEMBER 2007 AND 31 DECEMBER 2006

	September 30, 2007	December 31, 2006	Note	September 30, 2006
ASSETS	EUR	EUR		EUR
Current assets:				
Stocks				
Raw materials	75 108	85 556	4	77 056
Total stocks	75 108	85 556		77 056
Debtors:				
Trade debtors	193 982	147 259	5	249 673
Other debtors	64 265	22 649	6	47 932
Accruals	5 415	10 650	7	1 658
Total debtors	263 662	180 558		299 263
Cash funds	1 121 306	867 280	8	571 923
Total current assets	1 460 076	1 133 394		948 242
Long-term investments:				
Intangible assets:				
Other intangible (fixed) assets	4 176	5 444	2	5 363
Goodwill	2 607	2 607		-
Total intangible assets	6 783	8 051		5 363
Fixed assets:				
Land and buildings	5 478 843	5 501 547		389 731
Technological equipment and machines	507 829	433 717		317 017
Other fixed assets and inventory	105 829	83 773		61 770
Long term investments in rented fixed assets	16 214	37 362		29 907
Unfinished building objects	253 139	250 201		175 842
Advance payments for fixed assets	12 782	8 729		8 750
Total fixed assets:	6 374 635	6 315 328	2	983 017
Long-term financial assets:				
Investment assets	188 659	188 659		
Participating interests in associated enterprises	176 349	176 349	3	98 780
Total financial assets:	365 008	365 008		98 780
Total long-term investments:	6 746 426	6 688 387		1 085 566
TOTAL ASSETS	8 206 501	7 821 781		1 751 994

The accompanying notes are an integral part of these financial statements

The financial statements were approved by:

_____	Marta Aizsilniece	Chairperson of the Board
_____	Andris Vigants	Member of the Board
_____	Marika Baumgarte 28.11.07	Member of the Board

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY

CONSOLIDATED BALANCE SHEET

AS OF 30 SEPTEMBER 2007 AND 31 DECEMBER 2006

	September 30, 2007	December 31, 2006	Note	September 30, 2006
LIABILITIES	EUR	EUR		EUR
Liabilities:				
Liabilities:				
Other loans	-	-	10	37 887
Received advance payments	684	124 178	11	4 479
Due to customers and suppliers	258 699	126 988	12	230 739
Taxes and social security payments	131 885	119 312	13	111 698
Other payables	162 141	149 625	14	132 718
Deferred tax liability	689 818	689 818	23	
Current year dividends				
Accrued previous year dividends				
Total liabilities	1 243 227	1 209 922		517 521
Provisions for liabilities and charges:				
Accruals for taxes				66 448
Provisions for vacations	206 299	206 785		155 886
Total provisions	206 299	206 785		222 334
Total liabilities	1 449 526	1 416 707		739 855
Equity capital:				
Share equity	1 138 297	1 138 297	9	1 138 297
Reserves:				
c) reserves provided by the Articles of Association	45 522	45 522		53 728
d) fixed asset's revaluation reserve	4 418 397	4 418 397		
Retained earnings:				
a) brought forward from previous years	755 129	484 108		482 072
b) current year profit or loss	397 405	316 580		72 778
Total shareholders' equity	6 754 751	6 402 905		1 746 875
Minority interest	2 224	2 170		6 133
Total equity capital	6 756 975	6 405 075		1 753 008
TOTAL EQUITY, PROVISIONS AND LIABILITIES	8 206 501	7 821 781		2 492 863

The accompanying notes are an integral part of these financial statements

The financial statements were approved by:

_____	Marta Aizsilniece	Chairperson of the Board
_____	Andris Vigants	Member of the Board
_____	Marika Baumgarte	Member of the Board
	28.11.07	

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (EUR)
FOR THE PERIODS ENDED 30 SEPTEMBER 2007 AND 31 DECEMBER 2006

	Share capital	Reserves provided by the Articles of Association	Investment evaluation reserve	Previous years retained earnings	Current year profit	Minority interest	Total
At 31 December 2005	1 138 297	53 728	-	273 621	252 671	34 354	1 752 671
Transfers to reserves	-	-	-	252 671	(252 671)	-	-
Dividends paid	-	-	-	(45 532)	-	-	(45 532)
Profit for the year	-	-	-	-	316 580	-	316 580
Consolidated accumulated loss	-	(8 206)	4 418 397	-	-	-	4 410 191
Minority interest changes	-	-	-	3 348	-	(32 184)	(28 836)
At 31 December 2006	1 138 297	45 522	4 418 397	484 108	316 580	2 170	6 405 075
Previous years retained earnings	-	-	-	316 580	(316 580)	-	-
Dividends paid	-	-	-	(45 532)	-	-	(45 532)
Profit for the year	-	-	-	-	397 405	-	397 405
Transfers to reserves	-	-	-	-	-	-	-
Minority interest changes	-	-	-	(27)	-	54	27
At 30 September 2007	1 138 297	45 522	4 418 397	755 129	397 405	2 224	6 756 975

The accompanying notes are an integral part of these financial statements

The financial statements were approved by:

_____	Marta Aizsiliece	Chairperson of the Board
_____	Andris Vigants	Member of the Board
_____	Marika Baumgarte	Member of the Board
	28.11.07	

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIODS ENDED 30 SEPTEMBER 2007 AND 31 DECEMBER 2006

	2006, 9 month period EUR	2007, 12 month period EUR	Note	2006, 9 month period EUR
Cash flows used in operating activities				
Net income before tax	397 432	284 988		72 952
Adjustments:				-
a) depreciation of tangibles	198 647	237 548	2	189 058
b) provisions for vacations	-	53 503		-
c) loss (gain) on sale of tangibles	7 703	27 648		1 467
d) interest expenses	-	3 789		2 554
e) gain (loss) from investments in associates	-	(35 798)	20	-
f) gain from the change of fair value of investment pproperty	-	(14 745)		-
2. Gain (loss) before changes in current assets and liabilities	603 783	556 933		266 031
Changes in operating assets and liabilities:				-
a) receivables.	51 709	102 795		(28 120)
b) inventory.	10 448	(8 137)		363
c) current liabilities.	(33 305)	(316 755)		(311 413)
3. Gross operating cash flow	632 634	334 836		(73 138)
4. Paid interest.	-	(3 789)		(2 554)
5. Paid corporate income tax.	(28 307)	(62 993)		(44 248)
7. Net cash used in operating activities	604 328	268 053		(119 941)
II. Cash flow used in investment activities				
1. Purchase of shares of associates	-	(36 016)		(31 416)
2. Purchase of fixed assets	(304 771)	(312 357)	2	(261 061)
3. Selling of fixed assets	-	1 205		60
4. Net cash from investment activities	(304 771)	(347 168)		(292 417)
III. Cash flows used in financing activities				
1. Settlement of loans	-	(75 730)		(37 843)
2. Paid dividends	(45 532)	(45 532)		(45 532)
3. Net cash from financing activities	(45 532)	(121 261)		(83 375)
IV. Net increase (decrease) in cash				
V. Cash at the beginning of the year	867 280	1 067 656		1 067 656
VI. Cash at the end of the year	1 121 306	867 280		571 923

The accompanying notes are an integral part of these financial statements

The financial statements were approved by:

_____	Marta Aizsilniece	Chairperson of the Board
_____	Andris Vigants	Member of the Board
_____	Marika Baumgarte	Member of the Board
	28.11.07	

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIODS ENDED 30 SEPTEMBER 2007 AND 31 DECEMBER 2006

GENERAL INFORMATION

"Latvijas Juras Medicinas Centrs" is a joint-stock company (the Company) incorporated in the Republic of Latvia on 27 August 1996. The consolidated financial statements incorporate the financial statements of the Company and its subsidiary - "Juras medicina" Ltd. (the Group).

The Company's main activity is health care services.

1. ACCOUNTING PRINCIPLES

Basis of consolidation

The consolidated financial statements have been prepared in accordance with the International Financial reporting Standards. Enclosed financial statements are reflected in the national currency of Latvia, the lats (LVL).

There is no difference in balance sheet dates of the Company and its subsidiary.

The interest of minority shareholders is stated at the minority proportion of the assets and liabilities recognized.

All significant intercompany transactions and balances among Group companies are eliminated on consolidation.

The portion attributed to the parent company of the net assets are offset with the investment and have been eliminated. The portion attributed to the parent company of the retained earnings earned after the acquisition date of shares are included in the consolidated retained earnings.

Foreign currency

Transactions denominated in foreign currencies are converted into Lats at the official exchange rate of the Bank of Latvia at the date of transaction. Monetary assets and liabilities are converted at the Bank of Latvia rate at the balance sheet date.

The applicable rate used for the principal currencies were the follows:

	September 30, 2007	December 31, 2006
EUR	0.702804	0.702804
USD	0,497	0,536

Gains or losses on converted are posted to the profit or loss account at the Bank of Latvia official exchange rate as of the balance sheet date and recognized in the period when they incurred.

Exchange differences rising on the settlement of monetary items are recognised in the period in which they arise.

Cash and cash equivalents

Cash includes cash on hand and demand deposits within credit institutions. The statement on cash flow is prepared using indirect method, making adjustments affecting the net profit reconciling with the changes in cash during the year.

Trade receivables

Trade receivables are stated at their net realizable value. Trade receivables represent the gross balance due from customers less provision, if any, for doubtful accounts receivable. Provision for doubtful accounts receivable at the balance sheet date represents the estimated amounts of probable losses that might have been incurred at the balance sheet date based on individual evaluation of each debtor.

Inventory

Inventories are stated at the lower of cost or market, using FIFO method.

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIODS ENDED 30 SEPTEMBER 2007 AND 31 DECEMBER 2006

Fixed assets

Fixed assets are stated at historical cost, less accumulated depreciation. The cost of the item comprises its purchase price, including import duties and any directly attributable costs of bringing the asset to working condition for intended use. The cost of self-constructed asset is determined using the same principles as for an acquired asset. Only assets with its useful life more than one year are capitalized.

Depreciation is provided on all fixed assets based on historical cost. Depreciation on fixed assets are computed using the straight-line method over the estimated average useful lives:

Buildings:	20 years
Machinery and equipment:	3 years
Other fixed assets:	5 years

Repair and maintenance costs are expensed when incurred. Capital expenditures such as refurbishment of buildings and improvements to structural elements are recognized as an asset if the expenditures improve the condition of the asset beyond its original estimated life.

For tax purposes, depreciation on tangible fixed assets is calculated under the double declining balance method over the period established in accordance with prevailing tax legislation.

Investments in associates

Investments in associates are initially recognized at the cost and then accounted under the equity method.

Revenue recognition

Sales of goods are recognized when goods are delivered and title has passed.

Dividends

Dividends are recognized as liabilities in the Group financial statements after the Group shareholders made a decision to pay.

Property revaluation surplus

If a property's carrying amount is increased as a result of a revaluation, the increase is credited directly to equity under the heading of revaluation surplus. The amount of the surplus is decreased by the difference between depreciation based on the revalued carrying amount of the asset and depreciation based on the asset's original cost. Transfers from revaluation surplus to retained earnings are made through profit or loss.

Taxation

Deferred taxes are provided on the liability method whereby deferred tax assets are recognized for deductible temporary differences and deferred tax liabilities are recognized for taxable temporary differences. Temporary differences are the differences between the reported amounts of assets and liabilities and their tax basis. Deferred tax assets are reduced by a valuation allowance when, in opinion of management, it is more likely than not that some proportion or all deferred tax assets will not be realized.

Deferred tax is be charged or credited directly to equity in the same or a different period, directly to equity according to IAS 12.61.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIODS ENDED 30 SEPTEMBER 2007 AND 31 DECEMBER 2006

2 TOTAL FIXED ASSETS: AND OTHER INTANGIBLE (FIXED) ASSETS

As of 30 September 2007 and 31 December 2006
fixed assets are composed as follows: (EUR)

EUR	Intangible assets	Land & buildings	Investment assets	Machinery and equipment	Other fixed assets	Long-term investments in rented fixed assets	Advance payments for fixed assets	Unfinished building objects	Total
Historical cost									
At 31 December 2005	14 263	1 186 861	-	2 356 989	443 994	78 454	-	250 201	4 330 762
Additions	4 074	37 170	-	196 058	34 473	6 954	8 729	24 900	312 357
Transfers		5 115 073	188 659						5 303 732
Disposals	(302)	(367 841)		(83 796)	(25 636)	(34 651)	-	(24 900)	(537 126)
At 31 December 2006	18 035	5 971 264	188 659	2 469 250	452 832	50 757	8 729	250 201	9 409 726
Additions	1 374	-		204 208	58 016		38 234	2 938	304 771
Transfers		-					(34 182)		(34 182)
Revaluation									-
Disposals or change of classification				(66 215)	(18 487)				(84 702)
At 30 September 2007	19 409	5 971 264	188 659	2 607 243	492 361	50 757	12 782	253 139	9 595 613
Accumulated depreciation									
At 31 December 2005	8 368	630 628	-	1 974 186	358 898	25 025	-	-	2 997 106
Charge for the year	4 444	33 016		142 068	35 000	23 021			237 548
Disposals	(221)	(193 927)		(80 721)	(24 839)	(34 651)			(334 359)
At 31 December 2006	12 591	469 717	-	2 035 533	369 059	13 395	-	-	2 900 295
Charge for the year	2 642	22 703		122 542	29 611	21 148			198 647
Disposals or change of classification				(58 661)	(12 139)				(70 799)
At 30 September 2007	15 233	492 420	-	2 099 415	386 532	34 543	-	-	3 028 143
Net book value									
At 31 December 2005	5 895	556 233	-	382 802	85 096	53 429	-	250 201	1 333 656
At 31 December 2006	5 444	5 501 547	188 659	433 717	83 773	37 362	8 729	250 201	6 509 431
At 30 September 2007	4 176	5 478 843	188 659	507 829	105 829	16 214	12 782	253 139	6 567 470

3 PARTICIPATING INTERESTS IN ASSOCIATED ENTERPRISES

	Capital share (%)	Amount of investment 2007 EUR	Capital share (%)	Amount of investment 2006 EUR
Participating interests in associated enterprises				
Participation in "Neirozu klinika" Ltd.	45	176 349	45	176 349
Total participating interests in associated enterprises		176 349		176 349

October 4, 2005 the company changed the name from SIA "Psihiskas veselibas centrs 'Dzintari' " to SIA "Neirozu klinika"

4 RAW MATERIALS

	2007 EUR	2006 EUR
Pharmaceutical	63 501	72 076
Stock in warehouse	4 165	4 222
Inventory	3 032	3 665
Products	1 878	2 436
Furniture	778	1 113
Other materials	1 490	1 541
Advance payments to supplier of goods	263	504
Total	75 108	85 556

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIODS ENDED 30 SEPTEMBER 2007 AND 31 DECEMBER 2006

5 DUE FROM CUSTOMERS

	2007	2006
	EUR	EUR
Riga slimokase AAS	36 835	43 006
LF Holdings		19 468
Balta AAS	2 392	17 705
Hospital patients treatment		17 470
BTA AAS	20 636	13 734
VOVAA Rigas department	45 559	5 374
Ergo Latvija slimokase	21 796	4 424
SEESAM Life Latvija	1 749	4 279
NBS militaras medicinas centrs	5 963	1 239
Balva AAS	1 458	935
BALTIKUMS DZIVIBA AAS	337	363
Med.prof.izglitiba centrs	14 411	
Other customers	42 846	19 263
Total	193 982	147 259

6 OTHER RECEIVABLES

	2007	2006
	EUR	EUR
Taxes overpayment (note No.13)	53 251	19 876
VAT for unpaid invoices	246	1 164
VAT advance payment	-	
Other debtors	10 768	1 609
Total	64 265	22 649

7 DIFFERED EXPENSES

	2007	2006
	EUR	EUR
Riga Stock Exchange, shares quotation		7 114
Assurance expense	5 415	1 197
Other expense		2 339
Total	5 415	10 650

8 CASH

	2007	2006
	EUR	EUR
Cash in banks	1 079 425	822 381
Deposit	35 358	38 133
Cash on hands	6 522	6 766
Total	1 121 306	867 280

9 SHARE CAPITAL

	2007	2007	2006	2006
	Number of	Share %	Number of	Share %
	shares		shares	
Shareholders:				
Janis Birks	309 909	38,7	302 109	37,8
Ilze Aizsilniece	80 766	10,1	80 766	10,1
Agris Shvarcbergs	80 917	10,1	44 147	5,5
Peteris Augustovs	-	0,0	41 412	5,2
State social insurance agency	40 000	5,0	40 000	5,0
Other shareholders (shares less than 5%)	288 408	36,1	291 566	36,4
Total	800 000	100,0	800 000	100,0

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIODS ENDED 30 SEPTEMBER 2007 AND 31 DECEMBER 2006

10 OTHER LOANS

	2007 EUR	2006 EUR
VOVAA diagnostics equipment - short-term part	-	-
Total	<u>-</u>	<u>-</u>

11 DUE TO RECEIVED ADVANCE PAYMENTS

	2007 EUR	2006 EUR
VOAVA advance payment for 2006		119 903
Other advances	684	4 276
Total	<u>684</u>	<u>124 178</u>

12 DUE TO SUPPLIERS AND CONTRACTORS

	2007 EUR	2006 EUR
Invitros SIA	6 729	-
Tamro SIA	10 275	-
Tradintek SIA	4 281	42 182
Amerilat MD	-	18 183
Siemens SIA	-	16 958
AB Medical Group Riga	12 316	10 447
NMS SIA	-	10 165
Latvenergo Rīgas elektrotikls	5 300	4 671
Sistēmu Audits SIA	-	4 197
Latvijas Gaze	3 332	4 170
Valsts Patoloģijas centrs SIA	-	3 650
Lattelekom	1 971	1 598
NMS Diagnostika	1 719	1 308
Nacion.medic.serviss-laboratory	882	1 232
Rīgas Ūdens	1 723	1 154
S.A.V. SIA	1 111	1 023
Hospital Gaiļezers BO	-	1 023
Rīgas Stradiņu Universitāte	1 057	865
Other suppliers	208 003	4 162
Total	<u>258 699</u>	<u>126 988</u>

13 TAXES

	As of 31-12- 2006	Calculated	Paid	As of 30-09- 2007
Value added tax	2 454	22 941	(24 088)	1 308
Social insurance	69 210	522 540	(512 839)	78 911
Personal income tax	47 387	329 786	(325 687)	51 487
Corporate income tax	(22 486)	-	(28 307)	(50 792)
Corporate income tax	-	-	(3 682)	-
Unemployment duty	158	571	(549)	179
Natural resources tax	102	64	(166)	-
Real estate tax	(1 073)	418	(418)	(1 073)
Total, incl.	<u>95 754</u>	<u>876 320</u>	<u>(895 736)</u>	<u>80 019</u>
due to the budget	119 312			131 885
overpayment	(23 558)			(51 865)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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14 DUE TO OTHER COMPANIES

	2007	2006
	EUR	EUR
Salaries	159 766	140 089
Accured liabilities	-	4 197
Board remuneration	-	2 944
Trade union	1 256	1 265
Deposited salary	1 118	1 130
Council remuneration	-	-
Total	<u>162 141</u>	<u>149 625</u>

15 NET SALES

	2007	2006
	EUR	EUR
Medical hospital services	2 793 639	2 892 674
Medical ambulant services	1 726 231	1 725 500
Services - minimum fixed part	205 161	216 422
Insurance payments	273 655	336 967
VS ZDC ambulant services	138 083	263 472
Stomatology services	37 413	46 450
Residents training	92 544	74 153
Family doctors	31 943	26 847
Other income	58 373	84 352
Total	<u>5 357 043</u>	<u>5 666 836</u>

16 COST OF GOODS SOLD

	2007	2006
	EUR	EUR
Bad debt write-off	11 022	-
Boiling maintenance expenses	1 423	-
Salaries and wages	2 165 120	2 214 654
Medical goods	708 647	836 952
Social tax	499 677	518 931
Other operating expenses	413 344	390 177
Public utilities	99 396	279 414
Fixed assets depreciation	174 842	210 017
Repair expenses	182 711	142 513
Feeding expenses	64 483	81 041
Household goods	52 372	80 004
Medical researches	77 480	78 147
Current assets write-off	77 406	72 481
Accruals for vacations	-	53 503
Office expenses	35 451	44 278
Employees trainings	31 204	37 342
Gifts to employees	20 006	29 949
Rent fixed assets depreciation	21 150	23 019
Transport expense	11 036	7 607
Advertising	2 241	5 028
Tangible assets amortization	2 642	4 444
Allowances to employees	3 984	2 661
Insurance expenses	839	2 318
Unemployment duty	1 641	2 130
Received discounts	(22 833)	(23 327)
Other expenses	9 969	8 355
Total	<u>4 645 251</u>	<u>5 101 639</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIODS ENDED 30 SEPTEMBER 2007 AND 31 DECEMBER 2006

17 ADMINISTRATIVE EXPENSES

	2007	2006
	EUR	EUR
Salaries and wages	237 516	253 577
Social tax	53 526	49 401
Board chairperson remuneration	29 704	27 545
Office expenses	5 455	7 304
Board remuneration	29 587	16 612
Other administrative expenses	4 277	6 154
Presentation expenses	3 857	14 045
Chairperson of the Board social tax	5 969	5 489
Board members social tax	7 127	5 728
Council chairperson remuneration	10 711	10 102
Audit expenses	2 134	8 366
Council members remuneration	9 835	5 905
Bank expenses	1 147	1 325
Chairperson of the Council social tax	2 580	2 433
Council members social tax	2 274	1 423
Legal services	142	413
Total	<u>405 841</u>	<u>415 823</u>

18 OTHER OPERATING INCOME

	2007	2006
	EUR	EUR
Currency exchange gain	615	-
Rent income	44 832	43 708
Feeding income	11 382	15 434
Press goods	6 894	8 291
Solarium income	2 675	4 082
Laundry income	2 056	2 442
Gain on sale of fixed assets	5 487	1 205
Other income	5 148	6 982
Total	<u>79 087</u>	<u>82 144</u>

19 OTHER OPERATING EXPENSES

	2007	2006
	EUR	EUR
Currency exchange loss	3 630	4 176
Fixed assets disposals	7 703	3 893
Penalties	269	976
Other expenses	505	243
Total	<u>12 107</u>	<u>9 289</u>

20 INCOME FROM INVESTMENT IN ASSOCIATES

	2007	2006
	EUR	EUR
Psihiskas Veselibas centrs "Dzintari"	-	35 798
Total	<u>-</u>	<u>35 798</u>

21 INTEREST INCOME AND SIMILAR INCOME

	2007	2006
	EUR	EUR
Interest income	24 502	16 004
Total	<u>24 502</u>	<u>16 004</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIODS ENDED 30 SEPTEMBER 2007 AND 31 DECEMBER 2006

22 INTEREST EXPENSE AND SIMILAR EXPENSE

	2007	2006
	EUR	EUR
Loan interest expenses (VOAVAA)	-	3 789
Leasing interest payments	-	-
Total	<u>-</u>	<u>3 789</u>

23 CORPORATE INCOME TAX

	2007	2006
	EUR	EUR
Calculated Corporate income tax	-	41 359
Deferred Corporate income tax	-	(10 815)
Corrections for the year 2004	-	(58 857)
Corrections for the year 2005	-	(3 634)
Total	<u>-</u>	<u>(31 948)</u>

Calculated liabilities of deferred tax at the end of year 2006 aroused from the following differences

	2007	2006
	EUR	EUR
Liabilities of deferred tax:		
value of fixed assets in balance sheet and the same value used for calculation of corporate income tax	-	24 439
From changes of book value as a result of revaluation of fixed assets	-	696 676
Assets of deferred tax:		
Accumulated liabilities	<u>689 818</u>	<u>(31 297)</u>
Deferred tax liability	689 818	689 818
