



LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY

CONSOLIDATED INTERIM REPORT FOR THE 6 MONTHS OF 2008

**PREPARED IN ACCORDANCE WITH INTERNATIONAL FINANCIAL REPORTING
STANDARDS**

(Translation of the Latvian original)

**ORIGINAL OF CONSOLIDATED ANNUAL REPORT IN LVL EXPRESSED IN EUR. EXCHANGE RATE
0,702804 EUR/LVL.**

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
TABLE OF CONTENTS

	PAGE
INFORMATION ABOUT PARENT COMPANY	3
COUNCIL AND BOARD OF THE GROUP	4
MANAGEMENT REPORT	5
DECLARATION OF MANAGEMENT RESPONSIBILITY	6
FINANCIAL STATEMENTS	7 - 11
CONSOLIDATED STATEMENT OF INCOME	7
CONSOLIDATED BALANCE SHEET	8 - 9
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	10
CONSOLIDATED STATEMENT OF CASH FLOWS	11
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS	12 - 19

**LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
INFORMATION ABOUT PARENT COMPANY**

COMPANY NAME: LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY

LEGAL STATUS: STOCK COMPANY

REGISTRATION: Registered in Latvian Register of Enterprises at 27.08.2004.
Registration Number: 40003306807

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

SHARES 800 000 shares with face value 1,00 LVL, int. al.:
798 800 public registered shares. ISIN code:LV0000100741
1 200 registered shares listed in the register of the Board

MAJOR SHAREHOLDERS: JANIS BIRKS 38,9%
ILZE AIZSILNIECE 10,1%
AGRIS SHVARCBERGS 10,4%
STATE SOCIAL INSURANCE AGENCY 5%

CEO: MARTA AIZSILNIECE

REPORTING PERIOD: 1 JANUARY 2008 - 30 JUNE 2008

**LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
COUNCIL AND BOARD OF THE GROUP**

Council of the Group

**Number of shares owned at
30.06.08**

From November 22, 2006 till April 23, 2008

<u>Name</u>	<u>Position</u>	
Agris Shvarcbergs	Chairman of the Council	80 917 died 23.11.07
Antons Vjaters	Member of the Council	-
Vladislavs Skrebelis	Member of the Council	-
Austris Adumans	Vice-Chairman of the Council	-
Martins Birks	Member of the Council	-

From April 23, 2008 till the consolidated financial statements signing day

<u>Name</u>	<u>Position</u>	
Martins Birks	Chairman of the Council	-
Antons Vjaters	Member of the Council	-
Vladislavs Skrebelis	Member of the Council	-
Austris Adumans	Vice-Chairman of the Council	-
Viesturs Shilinsh	Member of the Council	3 038

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
Marika Baumgarte	Member of the Board	12 071
Andris Vigants	Member of the Board	-

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 financial 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 not audited consolidated financial 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 71 082 EUR.

The profit before taxes of subsidiary company was 39 711 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 2008 as required by the relevant regulation by the Cabinet of Ministers and stipulated in the agreement with HCISA.

To put into effect the decision of the current shareholders meeting in the year 2007 "Latvijas Juras medicinas centrs stock company" purchased from its daughter company "SIA Juras medicina" 6164/13134 supposed parts of the whole real estate (buildings and land) and has right to use the 2-stairs building and land. The price based on valuation of the real estate company "Eiroexpert" is LVL 183,000. "Latvijas Juras medicinas centrs stock company" was the tenant of 75% of this building since year 2000 and there is dislocated the medical diagnostic center.

In reporting period LVL 70000 was invested in medical equipment and LVL 25000 in IT.

The share price at the 03.01.08 was LVL 2,80; at 31.03.2008 - LVL 3,45; at 30.06.08 - LVL 3,90.

Important Events after the Balance Sheet Date

The renovation of the premises of therapy department and primary health care center is going on. That will result in providing better environment for patients and better work places for personal.

The share price at the 31.07.2008 was LVL 3,90

Future Development of the Group

The project development for a new surgery hospital at Patversmes street 23 started in the year 2007. The further development of primary health care including e-medicine will start in 2008.

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. In cooperation with SIA "Marsh" the identification and evaluation of the main company's risks was done. Now the risk management politic is being developed.

On behalf of the Group:

Chairperson of the Board

Marta Aizsilniece

Member of the Board

Andris Vigants

Member of the Board

Marika Baumgarte

Riga, 28 August, 2008.

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 June 2008 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

Riga, 28 August, 2008.

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
CONSOLIDATED STATEMENT OF INCOME
FOR THE PERIODS ENDED 30 JUNE 2008 AND 31 DECEMBER 2007

	2007, 6 month period EUR	2008, 12 month period EUR	Note	2007, 6 month period EUR
Net sales	4 182 934	7 459 845	14	3 536 881
Cost of goods sold	(3 922 671)	(6 622 913)	15	(3 093 884)
Gross profit or loss	260 263	836 932		442 997
Administrative expenses	(354 740)	(561 087)	16	(286 192)
Other operating income	184 700	156 563	17	53 867
Other operating expenses	(5 334)	(24 949)	18	(2 282)
Gain from the change of fair value of investment property	9 486	-		
Income from investment in associates	-	2 245	19	-
Interest income and similar income	15 896	37 698	20	12 409
Interest expense and similar expense	-	-	21	-
Profit before taxes	110 271	447 402		220 798
Corporate income tax	-	(124 757)	22	-
Minority interest	(275)	129		(53)
NET PROFIT OR LOSS	109 997	322 774		220 746
Number of shares	800 000	800 000		800 000
Earnings per Share (EPS) (EUR)	0,14	0,40		0,28

The notes on pages 12-20 form an integral part of these financial statements.

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
CONSOLIDATED BALANCE SHEET
AS OF 30 JUNE 2008 AND 31 DECEMBER 2007

	June 30, 2008	December 31, 2007	Note	June 30, 2007
ASSETS	EUR	EUR		EUR
Current assets:				
Stocks				
Raw materials	101 863	91 058	4	78 466
Total stocks	101 863	91 058		78 466
Debtors:				
Trade debtors	319 660	256 308	5	130 156
Other debtors	95 357	13 034	6	80 974
Accruals	2 775	19 744	7	1 844
Total debtors	417 791	289 085		212 974
Cash funds	1 348 996	1 752 493	8	1 228 572
Total current assets	1 868 650	2 132 636		1 520 011
Long-term investments:				
Intangible assets:				
Other intangible (fixed) assets	4 660	3 372	2	5 060
Goodwill	-	-		2 607
Total intangible assets	4 660	3 372		7 666
Fixed assets:				
Land and buildings	5 258 799	5 161 641		5 486 410
Technological equipment and machines	542 017	547 148		399 090
Other fixed assets and inventory	124 488	109 353		90 949
Long term investments in rented fixed assets	-	20 442		28 903
Unfinished building objects	250 201	250 201		250 201
Advance payments for fixed assets	-	-		31 433
Total fixed assets:	6 175 506	6 088 786	2	6 286 985
Long-term financial assets:				
Investment assets	-	188 659	2	188 659
Participating interests in associated enterprises	178 595	178 595	3	176 349
Total financial assets:	178 595	367 253		365 008
Total long-term investments:	6 358 760	6 459 411		6 659 659
TOTAL ASSETS	8 227 410	8 592 047		8 179 670

The notes on pages 12-20 form an integral part of these financial statements.

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
CONSOLIDATED BALANCE SHEET
AS OF 30 JUNE 2008 AND 31 DECEMBER 2007

	June 30, 2008	December 31, 2007	Note	June 30, 2007
LIABILITIES	EUR	EUR		EUR
Liabilities:				
Liabilities:				
Received advance payments	158	530 023	10	170 267
Due to customers and suppliers	211 174	70 890	11	178 259
Taxes and social security payments	203 787	197 025	12	161 779
Other payables	260 145	228 370	13	192 904
Recognized deferred tax liabilities	632 902	656 125	22	689 818
Total liabilities	1 308 166	1 682 432		1 393 027
Provisions for liabilities and charges:				
Provisions for vacations	180 982	180 982		206 299
Total provisions	180 982	180 982		206 299
Total liabilities	1 489 148	1 863 414		1 599 326
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		45 522
d) fixed asset's revaluation reserve	4 000 391	4 155 208		4 418 397
Retained earnings:				
a) brought forward from previous years	1 418 390	1 064 790		755 110
b) current year profit or loss	133 218	322 774		220 746
Total shareholders' equity	6 735 818	6 726 592		6 578 072
Minority interest	2 444	2 040		2 272
Total equity capital	6 738 263	6 728 633		6 580 344
TOTAL EQUITY, PROVISIONS AND LIABILITIES	8 227 410	8 592 047		8 179 670
Current Ratio	1,43	1,27		1,09
Debt Ratio	0,18	0,22		0,20

The notes on pages 12-20 form an integral part of these financial statements.

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (EUR)
FOR THE PERIODS ENDED 30 JUNE 2008 AND 31 DECEMBER 2007

	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 2006	1 138 297	45 522	4 418 397	484 108	316 580	2 170	6 405 075
Transfers to reserves	-	-	-	316 580	(316 580)	-	-
Dividends paid	-	-	-	(45 532)	-	-	(45 532)
Profit for the year	-	-	-	-	322 774	-	322 774
Depreciation of revaluation surplus	-	-	(309 634)	309 634	-	-	-
Minority interest changes	-	-	46 445	-	-	(129)	46 316
At 31 December 2007	1 138 297	45 522	4 155 208	1 064 790	322 774	2 040	6 728 633
Previous years retained earnings	-	-	-	322 774	(322 774)	-	-
Dividends paid	-	-	-	(56 915)	-	-	(56 915)
Depreciation of revaluation surplus	-	-	(154 817)	154 817	23 221	-	23 221
Deffered tax on revaluation surplus	-	-	-	-	-	-	-
Profit for the year	-	-	-	(66 948)	109 997	-	43 049
Minority interest changes	-	-	-	(129)	-	404	275
At 30 June 2008	1 138 297	45 522	4 000 391	1 418 390	133 218	2 444	6 738 263

The notes on pages 12-20 form an integral part of these financial statements.

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIODS ENDED 30 JUNE 2008 AND 31 DECEMBER 2007

	2007, 6 month period EUR	2008, 12 month period EUR	Note	2007, 6 month period
Cash flows used in operating activities				
Net income before tax	110 271	447 402		220 798
Adjustments:				-
a) depreciation of tangibles	304 112	572 006	2	125 092
b) depreciation of goodwill	-	2 607		-
c) provisions	-	(25 802)		-
d) loss (gain) on sale of tangibles	622	13 534	18	84
e) interest expenses	-	-		-
f) gain (loss) from investments in associates	-	(2 245)	20	-
g) gain from the change of fair value of investment pproperty	-	-		-
2. Gain (loss) before changes in current assets and liabilities				
	415 005	1 007 501		345 974
Changes in operating assets and liabilities:				-
a) receivables.	(128 706)	(127 330)		(7 395)
b) inventory.	(10 805)	(5 502)		7 090
c) current liabilities.	(313 992)	447 542		192 019
3. Gross operating cash flow	(38 499)	1 322 211		537 689
4. Paid interest.	-	-		-
5. Paid corporate income tax.	(64 058)	(34 540)	12	(25 021)
6. Net cash used in operating activities	(102 556)	1 287 671		512 668
II. Cash flow used in investment activities				
1. Purchase of shares of associates	-	-		-
2. Purchase of fixed assets	(418 989)	(357 398)	2	(105 845)
3. Selling of fixed assets	174 963	472		-
4. Net cash from investment activities	(244 025)	(356 926)		(105 845)
III. Cash flows used in financing activities				
1. Settlement of loans	(56 915)	(45 532)		-
2. Paid dividends	-	-		(45 532)
3. Net cash from financing activities	(56 915)	(45 532)		(45 532)
IV. Net increase (decrease) in cash	(403 497)	885 213		361 291
V. Cash at the beginning of the period	1 752 493	867 280		867 280
VI. Cash at the end of the period	1 348 996	1 752 493		1 228 572

The notes on pages 12-20 form an integral part of these financial statements.

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIODS ENDED 30 JUNE 2008 AND 31 DECEMBER 2007

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:

	June 30, 2008	December 31, 2007
EUR	0,702804	0,702804
USD	0,447	0,484

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.

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIODS ENDED 30 JUNE 2008 AND 31 DECEMBER 2007

Inventory

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

Fixed assets

Fixed assets excluding real estate 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 calculated based on the historical cost.

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.

Land and buildings (real estate) are accounted according to the revaluation model, recognized at the fair value determined from market-based evidence, appraised by professionally qualified valuers as of 31 December, 2006. Accumulated depreciation at the date of the revaluation is eliminated against the gross carrying amount of the asset and the net amount restated to the revalued amount of the asset. Depreciation is calculated based on the revalued amount. The depreciation charge for each period is recognised in the statement of income.

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
Revaluated part of the buildings	15 years
Machinery and equipment:	3 years
Other fixed assets:	5 years

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.

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIODS ENDED 30 JUNE 2008 AND 31 DECEMBER 2007

Dividends

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

Property revaluation surplus

The revaluation surplus is included in equity under the heading "Investment revaluation reserve". According to IASs 16, p.41, the revaluation surplus included in equity is transferred directly to retained earnings. The surplus transferred is 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 not 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 on revaluation surplus is charged or credited directly to equity in the same or a different period according to IAS 12 p.61.

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
 FOR THE PERIODS ENDED 30 JUNE 2008 AND 31 DECEMBER 2007

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

As of 30 June 2008 and 31 December 2007
 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 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	-	-	292 271	63 753	-	-	-	357 398
Transfers	-	-	-	-	3 197	-	(3 197)	-	-
Disposals	-	-	-	(83 110)	(23 465)	-	(5 532)	-	(112 107)
At 31 December 2007	19 409	5 971 264	188 659	2 678 411	496 318	50 757	-	250 201	9 655 018
Additions	2 739	281 889	-	96 179	38 181	-	-	-	418 989
Transfers	-	-	-	-	-	-	-	-	-
Pārvērtēšana	-	-	-	-	-	-	-	-	-
Disposals or change of classification	-	(14 983)	(188 659)	(6 039)	(2 484)	(50 757)	-	-	(262 921)
At 30 June 2008	22 148	6 238 170	-	2 768 551	532 015	-	-	250 201	9 811 085
Accumulated depreciation									
At 31 December 2006	12 591	469 717	-	2 035 533	369 059	13 395	-	-	2 900 295
Charge for the year	3 446	30 272	-	171 287	40 448	16 919	-	-	262 372
Charge for the period for revaluationed fixed assets	-	309 634	-	-	-	-	-	-	309 634
Disposals	-	-	-	(75 557)	(22 543)	-	-	-	(98 100)
At 31 December 2007	16 037	809 623	-	2 131 263	386 964	30 314	-	-	3 374 201
Charge for the period	1 451	15 255	-	101 310	22 819	8 460	-	-	149 295
Charge for the period for revaluationed fixed assets	-	154 817	-	-	-	-	-	-	154 817
Disposals or change of classification	-	(323)	-	(6 039)	(2 257)	(38 775)	-	-	(47 393)
At 30 June 2008	17 489	979 371	-	2 226 534	407 526	-	-	-	3 630 920
Net book value									
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 31 December 2007	3 372	5 161 641	188 659	547 148	109 353	20 442	-	250 201	6 280 817
At 30 June 2008	4 660	5 258 799	-	542 017	124 488	-	-	250 201	6 180 165

3 PARTICIPATING INTERESTS IN ASSOCIATED ENTERPRISES

	Capital share (%)	Amount of investment 2008 EUR	Capital share (%)	Amount of investment 2007 EUR
Participating interests in associated enterprises				
Participation in "Neirozu klinika" Ltd.	45	178 595	45	178 595
Total participating interests in associated enterprises		178 595		178 595

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

4 RAW MATERIALS

	2008 EUR	2007 EUR
Pharmaceutical	86 933	76 848
Stock in warehouse	5 956	4 774
Inventory	4 233	3 147
Products	1 857	2 008
Furniture	867	986
Other materials	1 420	2 827
Advance payments to supplier of goods	598	468
Total	101 863	91 058

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIODS ENDED 30 JUNE 2008 AND 31 DECEMBER 2007

5 DUE FROM CUSTOMERS

	2008	2007
	EUR	EUR
VOVAA Rigas department	115 648	76 704
Riga slimokase AAS	29 616	50 172
Ergo Latvija AAS	33 904	26 017
BTA AAS	27 084	21 818
Accrued income	-	21 717
LMRIH	53 329	19 704
NBS militaras medicinas centrs	9 925	6 682
IF Latvija AAS	3 012	2 975
Riga 1.hospital	3 510	2 392
Balva AAS	4 071	1 746
BALTIKUMS DZIVIBA AAS	491	249
Total	<u>319 660</u>	<u>256 308</u>

6 OTHER RECEIVABLES

	2008	2007
	EUR	EUR
Parex bank	-	3 566
Riga Latvian association	2 348	2 348
Taxes overpayment (note No.13)	43 309	2 312
LBM GROUP AS	-	1 423
VAT for unpaid invoices	521	726
Other debtors	49 179	2 659
Total	<u>95 357</u>	<u>13 034</u>

7 DIFFERED EXPENSES

	2008	2007
	EUR	EUR
Assurance expense	2 775	3 281
Riga Stock Exchange, shares quotation		
Other expense		16 463
Total	<u>2 775</u>	<u>19 744</u>

8 CASH

	2008	2007
	EUR	EUR
Cash in banks	1 312 127	1 713 609
Deposit	31 801	34 433
Cash on hands	5 068	4 451
Total	<u>1 348 996</u>	<u>1 752 493</u>

9 SHARE CAPITAL

	2008	2008	2007	2007
	Number of	Share %	Number of	Share %
	shares		shares	
Shareholders:				
Janis Birks	311 583	38,9	309 509	38,7
Ilze Aizsilniece	80 766	10,1	80 766	10,1
Agris Shvarcbergs	82 917	10,4	80 917	10,1
State social insurance agency	40 000	5,0	40 000	5,0
Other shareholders (shares less than 5%)	284 734	35,6	288 808	36,1
Total	<u>800 000</u>	<u>100,0</u>	<u>800 000</u>	<u>100,0</u>

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIODS ENDED 30 JUNE 2008 AND 31 DECEMBER 2007

10 DUE TO RECEIVED ADVANCE PAYMENTS

	2008	2007
	EUR	EUR
VOAVA advance payment for 2008		529 953
Other advances	158	70
Total	<u>158</u>	<u>530 023</u>

11 DUE TO SUPPLIERS AND CONTRACTORS

	2008	2007
	EUR	EUR
Veselības centrs-4	-	16 851
Amerilat MD	20 090	15 700
Latvijas Gaze	-	9 442
Other suppliers	114 597	7 668
Sistēmu Audits SIA	-	5 876
Latvenergo Rīgas elektrotīkls	5 697	5 354
Hemis SIA	-	2 689
VPVD national diagnostic center	1 696	2 123
Rīgas Stradiņu Universitāte	1 059	2 116
Rīgas Ūdens	2 232	1 814
Lattelekom	1 897	1 147
AB Medical Group Riga	104	110
Invitros SIA	17 359	-
B.Braun Medical SIA	16 431	-
Recipe Plus SIA	29 153	-
NMS SIA	859	-
Total	<u>211 174</u>	<u>70 890</u>

12 TAXES

	As of 31-12- 2007	Calculated	Paid	As of 30-06- 2008
Value added tax	1 776	20 380	(29 650)	(7 494)
Social insurance	81 058	662 839	(616 539)	127 358
Personal income tax	55 287	398 854	(377 891)	76 250
Corporate income tax	58 662	-	(64 058)	(5 396)
Corporate income tax-adjustment	(13)	-	-	(13)
Unemployment duty	155	1 066	(1 043)	178
Natural resources tax	100	-	(100)	-
Real estate tax	(2 312)	-	-	(2 312)
Total, including	<u>194 713</u>	<u>1 083 138</u>	<u>(1 089 280)</u>	<u>188 572</u>
due to the budget	197 025			203 787
overpayment	(2 312)			(15 215)

13 DUE TO OTHER COMPANIES

	2008	2007
	EUR	EUR
Salaries	257 238	175 023
Accured liabilities	-	50 853
Trade union	1 881	1 362
Deposited salary	1 026	1 131
Board remuneration	-	-
Total	<u>260 145</u>	<u>228 370</u>

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIODS ENDED 30 JUNE 2008 AND 31 DECEMBER 2007

14 NET SALES

	2008	2007
	EUR	EUR
Medical hospital services	2 128 699	3 894 846
Medical ambulant services	1 391 715	2 439 676
Insurance payments	247 752	372 680
Services - minimum fixed part	144 106	291 401
VS ZDC ambulant services	126 109	207 433
Residents training	78 790	129 615
Stomatology services	28 551	52 998
Family doctors	23 829	42 807
Other income	13 384	28 389
Total	<u>4 182 934</u>	<u>7 459 845</u>

15 COST OF GOODS SOLD

	2008	2007
	EUR	EUR
Salaries and wages	1 800 475	2 886 738
Medical goods	571 501	961 323
Social tax	421 383	667 758
Fixed assets depreciation	304 110	571 987
Repair expenses	118 884	334 004
VAT - expenses	135 866	249 553
Rent of equipment	140 305	181 992
Public utilities	103 335	139 668
Medical researches	34 825	108 606
Current assets write-off	77 862	104 517
Feeding expenses	49 957	85 546
Household goods	46 841	78 604
Gifts to employees	22 305	37 375
Employees trainings	10 367	36 312
Office expenses	9 788	20 647
Transport expense	5 660	12 718
Allowances to employees	1 907	4 354
Advertising	1 172	3 678
Insurance expenses	1 453	2 994
Unemployment duty	1 066	2 150
Accruals for vacations	-	(24 315)
Received discounts	(12 052)	(30 703)
Saņemtās atlaides	75 661	187 408
Total	<u>3 922 671</u>	<u>6 622 913</u>

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIODS ENDED 30 JUNE 2008 AND 31 DECEMBER 2007

16 ADMINISTRATIVE EXPENSES

	2008	2007
	EUR	EUR
Salaries and wages	191 136	307 525
Social tax	44 631	67 086
Board chairperson remuneration	24 979	40 461
Office expenses	3 557	12 587
Board remuneration	25 035	39 244
Other administrative expenses	19 704	29 350
Presentation expenses	4 004	5 481
Chairperson of the Board social tax	5 138	7 066
Board members social tax	6 032	9 454
Council chairperson remuneration	5 075	12 662
Audit expenses	-	8 110
Council members remuneration	18 241	13 534
Bank expenses	831	1 585
Chairperson of the Council social tax	1 222	3 672
Council members social tax	4 145	3 127
Legal services	1 010	142
Total	<u>354 740</u>	<u>561 087</u>

17 OTHER OPERATING INCOME

	2008	2007
	EUR	EUR
Rent income	38 918	103 150
Feeding income	7 868	15 303
Received donations	-	14 634
Press goods	5 145	9 590
Solarium income	2 783	3 551
Laundry income	965	2 742
Other income	129 020	7 592
Total	<u>184 700</u>	<u>156 563</u>

18 OTHER OPERATING EXPENSES

	2008	2007
	EUR	EUR
Fixed assets disposals	622	13 534
Penalties	3	1 754
Currency exchange loss	3 207	4 031
Real estate tax	522	1 715
Other expenses	980	3 914
Total	<u>5 334</u>	<u>24 949</u>

19 INCOME FROM INVESTMENT IN ASSOCIATES

	2008	2007
	EUR	EUR
Psihiskas Veselibas centrs "Dzintari"	-	2 245
Total	<u>-</u>	<u>2 245</u>

LATVIJAS JURAS MEDICINAS CENTRS STOCK COMPANY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIODS ENDED 30 JUNE 2008 AND 31 DECEMBER 2007

20 INTEREST INCOME AND SIMILAR INCOME

	2008	2007
	EUR	EUR
Interest income	15 896	37 698
Total	<u>15 896</u>	<u>37 698</u>

21 INTEREST EXPENSE AND SIMILAR EXPENSE

	2008	2007
	EUR	EUR
Loan interest expenses (VOAVAA)	-	-
Total	<u>-</u>	<u>-</u>

22 CORPORATE INCOME TAX

	2008	2007
	EUR	EUR
Calculated Corporate income tax	-	112 006
Deferred Corporate income tax	-	12 752
Total	<u>-</u>	<u>124 757</u>

23 CORPORATE INCOME TAX (CONTINUED ...)

	2008	2007
	EUR	EUR
Profit before tax	156 902	636 596
Theoretically calculated corporate income tax, rate 15%	23 536	95 489
Permanent differences	44 896	44 896
Calculated corporate income tax	<u>48 094</u>	<u>98 663</u>

Deffered tax

Temporary difference between financial statement depreciation and depreciation for tax purposes	(220 070)	(220 070)
Temporary difference of fixed assets revaluation	(4 180 050)	(4 334 874)
Accruals for vacations	180 776	180 776
Accrued liabilities	-	-
Total temporary differences	<u>(4 219 344)</u>	<u>(4 374 168)</u>
Tax rate applied	15%	15%
Deferred tax liabilities	<u>632 902</u>	<u>656 125</u>
Recognized deferred tax liabilities	<u>632 902</u>	<u>656 125</u>
