Name of the company	**JSC "LATVIJAS TILTI"**
United registration No:	**50003030441**
Address:	**15 Granīta Street, Rumbula, Stopiņu Parish, LV-1057**
Phone:	**(+371) 67251822**
Managing Authority:	**SRS Large Taxpayer Departament**
Type of primary activity:	**Construction**
Unit of measurement:	**EUR**

N O N - A U D I T E D F I N A N C I A L R E P O R T
for the period ended June 30, 2014

LATVIJAS TILTI
LNK INDUSTRIES

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GENERAL INFORMATION

Name of the Company	**JSC "LATVIJAS TILTI"**
Legal status of the Company	Joint Stock Company
Main shareholder	Ltd "LNK (Latvijas Novitātes Komplekss)", unified reg. No 40003000252 - 89.69%
Unified registration number and date of the registration of the company	50003030441 October 7, 1991
Re-registration date in the Commercial Register	June 29, 2004
Type of activity	Construction
Address	15 Granīta Street, Rumbula, Stopiņu Parish, LV-1057, Latvia, phone (+371) 67251372
Banks	Danske Bank A/S Latvia branch LV14MARA2041000027840 (EUR) LV30MARA2041000027843 (LTL) LV84MARA2041000027841 (USD) LV57MARA2041000027842 (RUB) LV15MARA2041000030247 (EUR) AS "DNB Banka" LV02RIKO00020131113394 (EUR) LV67RIKO0002930060439 (EUR) AS "ABLV Bank" LV82AIZK0000010324565(EUR) Nordea Bank Finland Plc Latvia branch LV56NDEA0000081990540 (EUR) LV93NDEA0000081990553 (EUR) AS “Swedbank” LV92HABA0551025126793 (multi currency)
Reporting period	**January 1, 2014 - June 30, 2014**
Participation in other companies	Joint Stock Company “Transport Systems”, Latvia – 12.5 % Partnership ”TLTB”, Latvia – 25 % Partnership "LNK INDUSTRIES Partnership", Latvia – 33 % JSC “Mostootrjad 17”, Russia – 50 % Partnership "LT Celtniecība", Latvia – 50% Partnership "LNK INDUSTRIES GROUP", Latvia – 50% Partnership ”LATVIJAS TILTI & SZMA RĪGA”, Latvia – 70 % Partnership "LNK INDUSTRIES EKO", Latvia – 34,39%
Name and phone of bookkeeper	Iveta Jurevičа, phone (+371) 67251822
Name of the auditor	Ēriks Bahirs, certified auditor, certificate No 136 Ltd “Baker Tilly Baltics”, unified reg. No 40003444833, License No 80

THE COUNCIL AND THE BOARD

THE COUNCIL
THE COUNCIL OF THE COMPANY

as at June 30, 2014

Name and Surname	Position
Artjoms Milovs	Chairman of the Council (from June 18,2014)
Aleksandrs Milovs	Chairman of the Council (till June 18,2014)
Vadims Milovs	Vice Chairman of the Council
Andrejs Subočs	Council Member
Jevgenijs Locovs	Council Member
Davids Lipkins	Council Member

THE BOARD
THE BOARD OF THE COMPANY

as at June 30, 2014

Name and Surname	Position
Genadijs Kamkalovs	Chairman of the Board (from June 14, 2013)
Valērijs Gorjuns	Chairman of the Board (till June 14, 2013)
Valērijs Gorjuns	Board Member (from June 14, 2013)
Regīna Vitrjaka	Board Member
Igors Goļcovs	Board Member
Andrejs Bočkarjovs	Board Member
Romāns Maizenbergs	Board Member

MANAGEMENT REPORT

Types of activities

Principal activities of JSC "LATVIJAS TILTI" are construction of bridges and other objects, production of concrete constructions.

Company activity during the reporting period

In 6-month period of 2014 the Company's net sales amounted to 15 688 935 EUR. In reporting period works are continuing in following construction units: "Construction of the Pier No 12 of Ventspils Free Port", "Ventspils Free Port 1st pier dismatling", as well as "Reconstruction of the pier No7, continuing it along the pier No 6. Reconstruction of the pier No 8 and No 9 with defining the stage of the construction - I stage of construction: reconstruction of the north side of the pier No 8 (90m) in Klaipeda, Lithuania". JSC "LATVIJAS TILTI", as a general partner in association with the Lithuanian company "Kauno keliai" continues "Reconstruction works at Geležinio Vilko street from A.Goštauto street till M.K.Čiurlionio street in Vilnius" and "Construction of Detour Road Panemunes - Sovetsk with the Bridge over River Nemunas", Lithuania.

During reporting period the Company has actively performed in all directions:

- maintenance, construction and repair works of bridges
- manufacturing of concrete products and constructions
- hydro construction- construction of wharfs and piers, including construction of platforms on piles in open aquatorium.

Significant attention was paid to analysis of purchase price of materials, lease of construction equipment and machinery. The measures for work optimization and productivity improvement were taken.

In 6-month period of 2014 has begun an active market research in Lithuania and other European Union countries. Parallel to the bridge works the focus was put on concrete structures workload for the project needs.

The Company's management pays great attention to training of professionals, helping to get certificates to those assistants of building managers, who have appropriate expertise, education and work experience, and also seeks to keep skilled workers.

The management of JSC “LATVIJAS TILTI” bears responsibility for provision of a respective accounting system, preservation of the assets of the company as well as for detection and elimination of fraudulence and other violations made within the Company. The management is also responsible for fulfilment of all requirements of Latvian legislation and provides full information on financial activity and financial results of the Company.

Financial result indicators	**2014 June 30**	**2013 June 30**
Liquidity		
- current assets / short-term liabilities	**1,10**	**1,07**
Solvencies		
- liabilities / the total of the balance	**0,73**	**0,77**
- liabilities / own capital	**2,77**	**3,39**
Effectiveness		
- net turnover / the total of assets	**0,68**	**0,54**
Profitability		
*- (Net profit / net turnover)*100*	**2,10**	**1,08**
*- (Net profit / the total of assets)*100*	**1,42**	**0,58**

PROFIT AND LOSS STATEMENT

	June 30, 2014	June 30, 2013
	EUR	EUR
Net turnover	15 688 935	13 870 261
Manufacturing cost of products sold	(15 208 409)	(13 746 185)
Gross profit	**480 526**	**124 076**
Cost of sales	(6 641)	(13 847)
Administration costs	(285 383)	(201 389)
Other incomes from Company's business activity	283 814	410 311
Other expenses for Company's business activity	(10 627)	(54 597)
Other interest-bearing income, and similar incomes	37	-
Interest payments and similar expenses	(118 632)	(101 410)
Profit or loss before extraordinary items and taxes	**343 094**	**163 144**
Profit or loss before taxes	**343 094**	**163 144**
Other taxes	(13 496)	(13 614)
Profit or loss for reporting period after taxes	**329 598**	**149 530**
Rate "Earnings per share" (EPS)	0,35	0,16

NON-AUDITED BALANCE SHEET

	June 30, 2014	June 30, 2013
ASSETS		
LONG-TERM INVESTMENTS	**EUR**	**EUR**
INTANGIBLE INVESTMENTS		
Licenses and other intangible investments	17 170	8 045
Subtotal intangible investments	**17 170**	**8 045**
FIXED ASSETS		
Plots, buildings, constructions and perennial greenery	1 189 248	1 287 503
Equipment and machinery	4 468 948	4 632 025
Other fixed assets and inventory	2 026 587	747 142
Cost of fixed assets formation and unfinished construction objects	598 110	28 806
Advance for fixed assets	5 002	-
Subtotal fixed assets	**8 287 895**	**6 695 476**
INVESTMENT PROPERTY		
Buildings and constructions	1 004 373	1 104 380
Subtotal investment property	**1 004 373**	**1 104 380**
LONG-TERM FINANCIAL INVESTMENTS		
Participation in associated enterprises' capital	16 008	18 953
Own stock and shares	2 864	2 864
Subtotal long-terms financial investments	**18 872**	**21 817**
Total intangible investments	**9 328 310**	**7 829 718**
CURRENT ASSETS		
INVENTORIES		
Raw materials, basic materials and auxiliary materials	1 051 478	2 593 325
Unfinished orders	100 103	974 538
Finished products and goods for sale	452 493	566 306
Prepayments for goods	7 504	37 686
Subtotal inventories	**1 611 578**	**4 171 855**
DEBTORS		
Trade receivables	7 454 560	9 007 416
Other debtors	601 265	1 372 267
Deferred expenses	83 039	117 938
Accounts receivables from associated companies	10 672	10 672
Related companies debts	3 087 403	1 385 132
Accumulated debtors	346 582	769 638
Subtotal debtors	**11 583 521**	**12 663 063**
SECURITIES AND PARTICIPATION IN CAPITALS		
Other securities and participation in capitals	-	6
Subtotal securities and participation in capitals	**-**	**6**
CASH	**640 066**	**989 512**
Total current investments	**13 835 165**	**17 824 436**
TOTAL ASSETS	**23 163 475**	**25 654 154**

NON-AUDITED BALANCE SHEET

	June 30, 2014	June 30, 2013
LIABILITIES		
	EUR	**EUR**
OWN CAPITAL		
Stock or share capital (equity capital)	954 747	954 747
Reserves:		
a) statutory reserves	42 661	42 661
Undistributed profit:		
a) undistributed profit for preceding years	4 824 112	4 697 780
b) undistributed profit for reporting year	329 598	149 530
Subtotal own capital	**6 151 118**	**5 844 718**
LIABILITIES		
LONG-TERM LIABILITIES		
Borrowings from credit institutions	1 703 788	-
Other borrowings	2 463 465	2 930 493
Provisions for deferred taxes	229 148	187 426
Subtotal long-term liabilities	**4 396 401**	**3 117 919**
SHORT-TERM LIABILITIES		
Borrowings from credit institutions	2 573 908	3 035 438
Other borrowings	522 428	488 066
Prepayments received from purchasers	3 136	1 986
Debts to suppliers and contractors	6 703 094	7 396 028
Debts to related companies	1 297 734	4 031 539
Taxes and social insurance payments	473 332	614 153
Other creditors	261 203	256 086
Deferred revenues	2 818	-
Accumulated liabilities	778 303	868 221
Subtotal short-term liabilities	**12 615 956**	**16 691 517**
Total liabilities	**17 012 357**	**19 809 435**
TOTAL OWN CAPITAL AND LIABILITIES	**23 163 475**	**25 654 154**

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

	Equity capital	Statutory reserves	Undistributed profit	Own capital total
	EUR	EUR	EUR	EUR
December 31, 2012	**954 747**	**42 661**	**4 697 780**	**5 695 188**
Profit for reporting period	-	-	149 530	**149 530**
Distribution of profit	-	-	-	**-**
June 30, 2013	**954 747**	**42 661**	**4 847 310**	**5 844 718**
December 31, 2013	**954 747**	**42 661**	**4 824 112**	**5 821 520**
Profit for reporting period	-	-	329 598	**329 598**
Distribution of profit	-	-	-	**-**
June 30, 2014	**954 747**	**42 661**	**5 153 710**	**6 151 118**

CASH FLOW STATEMENT

	2014 6-month period EUR	2013 6-month period EUR
Cash flow from operating activities		
Profit or losses before extra ordinary items and taxes	343 094	163 144
Adjustments:		
- depreciation costs of capital assets	731 090	401 896
- write-off of purchase of capital assets and non-material investment value	19 538	996
- profit or losses due to fluctuations of foreign currencies	(1 958)	16 934
- other interest receivable and similar income	-	97 511
- interest payable and similar expenses	114 577	-
Profit or losses before current assets and short-term liabilities surplus change impact adjustments	**1 206 341**	**680 481**
Adjustments:		
- debtor debt surplus increase (-) or decrease (+)	2 757 411	(1 770 532)
- accumulation surplus increase (-) or decrease +)	1 488 027	(930 673)
- increase (+) or decrease (-) of debts to be paid to suppliers, contractors and other creditors	(6 044 264)	1 616 152
Gross cash flow from operating activities	**(592 485)**	**(404 572)**
Real estate tax	(13 496)	(13 614)
Corporate income tax paid	(29 000)	-
Cash flow before extraordinary items	**(634 981)**	**(418 186)**
Cash flow from extraordinary items	-	-
Net cash flow from operating activities	**(634 981)**	**(418 186)**
Cash flow from investing activities		
Purchase of capital assets and non-material investments	(1 142 958)	(1 563 887)
Income from sales of capital assets and non-material investments	394	878
Loans repaid	4 000	-
Interest receivable	32	-
Net cash flow used investing activities	**(1 138 532)**	**(1 563 009)**
Cash flow from financing activities		
Borrowings received	593 443	2 723 176
Interest paid	(114 577)	(97 511)
Paid on financial lease contracts	(571 358)	(547 083)
Net cash flow from financing activities	**(92 492)**	**2 078 582**
Result of foreign currency exchange rate fluctuations	**1 958**	**(16 934)**
Reporting period net cash flow	**(1 864 047)**	**80 453**
Cash and its equivalent at the beginning of the reporting period	**2 504 113**	**909 059**
Cash and its equivalents at the end of the reporting period	**640 066**	**989 512**

NOTES TO THE FINANCIAL STATEMENTS

Accounting policy:

The fundamentals of preparation of the report

Financial reports is prepared in accordance with the Laws of the Latvian Republic On Accounting and On the Annual Reports.

The financial statements have been prepared according to the historical cost accounting principle. Profit and loss statement is prepared in accordance with the turnover method.

The cash flow statement has been prepared under indirect cash flow method.

General principles

The positions of the annual report have been evaluated in accordance with the following accounting principles:

- it is assumed that the company will operate also in the future;
- the same evaluation methods have been used as in the previous year;
- only the profit gained before the balance sheet day is included in the report;
- the income and expenses related to the reporting year have been taken into accouting regarding the irrespective of the date of payment or of the date of recept or issue of the invoice;
- the expenses have been coordinated with the incomes within the reporting period;
- at the beginning of the reporting year the balance complies with the closing balance of the previous year;
- management transactions have been reflected, taking into account their economic content and nature, instead of the legal form.

Income recognition

Income includes the management benefits gained within usual operations that have been received or will be received by the company itself.

The result of a service provision transaction, the income associated with this transaction, is recognized by consideration of the type of execution of the service provision transaction on the day of the balance.

The result of a service provision transaction can be credibly estimated if all of the following conditions are observed:

- it is possible to credibly estimate the amount of income;
- it is possible that the company will receive the management benefits associated with the transaction;
- it is possible to credibly estimate the volume of execution of the service provision execution in percent as of the balance day;
- it is possible to credibly evaluate the existing expenses of the transaction and the expenses required for completion of the transaction.

Income from sales of products is recognized when all of the following conditions are observed:

- the company has transferred the ownership rights for the products to the customer;
- the company does not retain further management rights and real control over the products associated with the ownership rights;
- it is possible to credibly evaluate the amount of income;
- it is credible that the company will receive the management benefits associated with the transaction;
- it is possible to credibly evaluate the expenses that have risen or will rise in association with the transaction.

Recognition of income and expenses associated with long-term contracts

Income and expenses from long-term contracts are the income which is equal to the volume of service provision in percents as of the date of the balance.

Expenses referred to the contract can be clearly identified and credibly estimated so that the expenses that have actually risen in association with the contract could be compared to the recognized income.

NOTES TO THE FINANCIAL STATEMENTS

Accounting policy:

Re-evaluation of foreign currencies into euro

Assets and liabilities in foreign currencies are evaluated into eiro (eur) in accordance with the currency exchange rate defined by the European Central Bank at the last day of the reporting period. The profit or loss gained as the result of the fluctuations of the foreign currency exchange rates are charged to the profit or loss statement of the reporting period.

Fixed and intangible assets

Intangible and fixed assets are initially recognized at the purchase cost. Purchase cost includes costs, directly related to the acquisition of intangible and fixed assets. In financial statements the intangible and fixed assets are recognized at purchase cost less depreciation.

Depreciation is calculated on a straight-line basis (except for sheet pilings, which are depreciated according to the intensity of use and the actual use in the relevant period) applying the following rates of depreciation set by the management, based on the estimated useful life of the fixed assets.

If sufficient evidence is acquired that the future economic benefit associated with subsequent costs will flow to the Company, which exceeds the return set previously, costs are capitalized as additional costs to the fixed asset. Capitalizing the cost of replaced parts, the carrying amount of the part replaced is derecognized and charged to the income statement. All other repair and maintenance costs are charged to the income statement during the financial period in which they are incurred.

Net gains or losses from disposal of fixed assets is calculated, as the difference between the carrying amount of the fixed asset, write-off of related assets revaluation reserve (if any) and proceeds from sale, and recognized in the income statements during the period when disposal are incurred.

Investment property

Investment property is land, building or part of building held by the Company (like owner or by lessee under a finance lease) to earn rentals or for capital appreciation rather than use in the production or supply of goods or services or for administrative purposes or sale in the ordinary course of business. For the land with uncertain future use (if the Company has not determined that it will use the land as owner occupied or short term sale in the ordinary course of business, it is assumed that land is held for capital appreciation), it is classified as investment property.

Investment property initially recognized at costs. Subsequently investment properties are stated at cost less depreciation and impairment losses. Depreciation of buildings is calculated on a straight-line basis applying the following rates of depreciation, based on their estimated useful life.

Lease-to-buy (financial lease)

In cases when leased assets are received with lease-to-buy (financial lease) conditions, under which all risks and rewards of ownership are transferred to the Company, are recognized as Company's assets. Assets under the finance lease are recognized at the inception of lease at the lower of fair value of the leased assets or the present value of the minimum lease payments. Lease interest payments are included in income statement by method to produce a constant periodic rate of interest on the remaining balance of the liability.

Lease without redemption rights (operating lease)

In cases, when the material part of the risks and rewards of ownership of the leased assets are remained to the lessor, the transaction is classified as operating lease. Lease payments and prepayment for lease are included in income statement on a straight-line basis over the lease period.

NOTES TO THE FINANCIAL STATEMENTS

Accounting policy:
Inventories

Inventories are stated at the lower of purchase or production cost and net realizable value. Purchase costs consists of purchase value and overheads, which have been acquired, by delivering inventories at their current position and value. The costs of materials and other expenses that are directly connected with the production of the appropriate item as well as a respective part of overhead expenses are included in the production cost of inventories. Selling expenses has not included in cost. Cost is stated on the weighted average method. When the net realizable value of inventories is lower than its costs, the difference is recognized as provisions for the decrease of value.
The initial value of the assets obtained in construction process is determined by its estimated market value, with a corresponding reduction of cost of sales in the reporting year.

Accounts receivable

Receivables are recognized in the balance sheet at their net value, less provisions made for doubtful and bad debts. Provisions for doubtful receivables are established when the management of the Company considers that it is probable that the total amount of receivables will not be collected.

Investments in subsidiary company and associates

Long-term financial investments, including investments in subsidiaries and associates, are stated at cost less impairment losses.

Future period expenses

The position reflects the expenses made during the reporting year, but costs refer to the next year.

Vacation reserves

Reserves for unused vacations are defined by multiplying the average salary of each employee during the reporting year with the number of unused vacation days as of the end of the reporting year.

Accrued liabilities

The position reflects the expenses referring to the reporting year, but the invoices have been received in the next year.

Cash and cash equivalents

For the purposes of the cash flow statement, cash and cash equivalents comprise cash, the balances of the current bank account and other current liquid financial assets with maturities up to 90 days.

Related companies

Related companies are considered parent, subsidiaries of the parent and subsidiaries of subsidiaries, providing that the parent company has a control over its subsidiaries.

Associates

An associated company is an entity within a significant influence of the Company. The significant influence is provided by holding no less than 20% and no more than 50% of the share capital or voting rights.

Related parties

Related parties are considered Related companies, Board and Council members, their close family members and Companies, in which the previously mentioned persons/companies have significant influence or control.

NOTES TO THE FINANCIAL STATEMENTS

Notes to the particular posts of profit and loss statement:

	2014	2013
	June 30	June 30
Net turnover	**EUR**	**EUR**
Incomes from construction	15 586 321	13 853 080
Incomes from sale of services and building constructions	102 614	17 181
TOTAL:	**15 688 935**	**13 870 261**

Production costs	**EUR**	**EUR**
Material costs (raw materials, materials, public services)	5 785 172	6 353 986
Wages	1 687 931	1 750 425
Social tax	415 709	443 947
Public services	4 913 928	4 504 829
Other costs	2 405 669	692 997
TOTAL:	**15 208 409**	**13 746 185**

Selling costs	**EUR**	**EUR**
Transport services	835	1 000
Media advertising expenses	5 806	12 847
TOTAL:	**6 641**	**13 847**

Administrative costs	**EUR**	**EUR**
Administration wages, social tax	107 139	99 150
Communications costs	16 649	14 518
Office expenses	20 858	10 405
Professional service costs	21 686	10 212
Banking services	6 611	8 896
Motor transport maintenance costs	28 814	12 557
Other administrative costs	83 626	45 651
TOTAL:	**285 383**	**201 389**

Other incomes from the enterprise economic activity	**EUR**	**EUR**
Incomes from selling current assets and fixed assets	160 075	47 669
Incomes from services	120 862	127 525
Other incomes	2 877	235 117
TOTAL:	**283 814**	**410 311**

NOTES TO THE FINANCIAL STATEMENTS

Notes to the particular posts of profit or loss statement:

	2014 June 30	2013 June 30
Other expenses from the Company economic activity	**EUR**	**EUR**
Sponsorship	500	-
Result of converting	1 958	15 781
Other costs	8 169	38 816
TOTAL:	**10 627**	**54 597**

Other interest-bearing income, and similar incomes	**EUR**	**EUR**
Other income	37	-
TOTAL:	**37**	**-**

Interest payments and similar expenses	**EUR**	**EUR**
Interest expenses	114 577	97 511
Penalties paid	4 055	3 899
TOTAL:	**118 632**	**101 410**

Other taxes	**EUR**	**EUR**
Estimated land real estate tax	2 944	2 944
Estimated building and construction real estate tax	10 552	10 670
TOTAL:	**13 496**	**13 614**

NOTES TO THE FINANCIAL STATEMENTS

Notes to the particular posts of balance sheet:

	2014	2013
	June 30	June 30
Intangible investments	**EUR**	**EUR**
Acquisition value	33 032	20 761
Depreciation	15 862	12 716
Residual value	17 170	8 045
	17 170	**8 045**

FIXED ASSETS		Land, buildings and facilities	Equipment and machinery	Other fixed assets	Formation of fixed assets
		EUR	**EUR**	**EUR**	**EUR**
Acquisition value	30.06.2013.	1 848 335	8 382 247	1 886 287	28 806
Depreciation		560 832	3 750 222	1 139 145	-
Residual value	30.06.2013.	**1 287 503**	**4 632 025**	**747 142**	**28 806**
Acquisition value	30.06.2014.	1 823 887	8 986 628	3 310 925	598 110
Depreciation		634 639	4 517 680	1 284 338	-
Residual value	30.06.2014.	**1 189 248**	**4 468 948**	**2 026 587**	**598 110**

Investment property

		Buildings and constructions	Costs of investment property foundation
		EUR	**EUR**
Acquisition value	30.06.2013.	1 353 613	-
Depreciation		249 233	-
Residual value	30.06.2013.	**1 104 380**	-
Acquisition value	30.06.2014.	1 353 613	-
Depreciation		349 240	-
Residual value	30.06.2014.	**1 004 373**	-

Long-term financial investments
Participation in associated enterprises capital

	Purchase price - share of participation	
	EUR	**%**
Joint Stock Company “Transport Systems”, Latvia	8893	12,5
Partnership “TLTB”, Latvia	7115	25
Partnership "LNK INDUSTRIES Partnership", Latvia	-	33
JSC “Mostootrjad 17”, Russia	2945	50
Partnership "LT Celtniecība", Latvia	-	50
Partnership "LNK INDUSTRIES GROUP", Latvia	-	50
Partnership ”LATVIJAS TILTI & SZMA RĪGA”, Latvia	-	70
Partnership "LNK INDUSTRIES EKO", Latvia	-	34,39

The Company is also a member in other general partnerships, but during the period they have not performed any activities.

Due to "Mostotrjad 17" negative equity at the end of the reporting year 2013 the Company has impaired the investment's value of EUR 2 945 till zero.

NOTES TO THE FINANCIAL STATEMENTS

Notes to the particular posts of balance sheet:

	2014 June 30	2013 June 30
Trade receivables	**EUR**	**EUR**
Debts of purchasers and customers	4 845 425	6 648 620
Delayed payments	2 609 135	2 358 796
	7 454 560	**9 007 416**
Other debtors	**EUR**	**EUR**
Other debtors	73 076	281 595
Prepayments for work and services	347 057	832 457
Short-term debts	743	632
Overpaid tax	180 389	257 584
	601 265	**1 372 267**
Deferred expenses	**EUR**	**EUR**
Insurance premiums	49 862	88 615
Others	33 177	29 323
	83 039	**117 938**
Accumulated incomes	**EUR**	**EUR**
Trade receivables	346 582	769 638
	346 582	**769 638**
Securities and participation in capitals	**EUR**	**EUR**
Privatization certificates	-	6
	-	**6**
Money	**EUR**	**EUR**
Cash on hand	28 851	844
Cash in bank	611 215	988 668
Cash total:	**640 066**	**989 512**

NOTES TO THE FINANCIAL STATEMENTS

Notes to the particular posts of balance sheet:

	2014	2013
Liabilities	**June 30**	**June 30**
Loans from banks	**EUR**	**EUR**
Non-current		
AS Danske Bank overdraft balance	1 703 788	-
	1 703 788	**-**
Current		
AS Danske Bank overdraft balance	2 573 908	3 035 438
	2 573 908	**3 035 438**

Other borrowings

Non-current	**EUR**	**EUR**
Liabilities according to the finance lease agreements, payable from 2 to 5 years	2 463 465	2 930 493
	2 463 465	**2 930 493**
Current		
Liabilities according to the finance lease agreements, payable within 1 year	522 428	488 066
	522 428	**488 066**

Liabilities to suppliers and contractors

	EUR	**EUR**
Liabilities to suppliers and contractors	5 559 853	6 611 284
Delayed payments	1 143 241	784 744
	6 703 094	**7 396 028**

Taxes and social insurance payments

	EUR	**EUR**
State social insurance obligatory premiums	97 423	125 271
Personal income tax	40 808	59 869
Other taxes	335 101	429 013
	473 332	**614 153**

Other liabilities to creditors

	EUR	**EUR**
Settlements on wages	238 247	240 441
Other liabilities	22 956	15 644
	261 203	**256 086**

NOTES TO THE FINANCIAL STATEMENTS

Notes to the particular posts of balance sheet:

General notes

Average quantity of workers at the Company

	2014	2013
	June 30	June 30
Average quantity of workers at the Company	341	319
	341	**319**

Remuneration for Management Board

Members of Council		
- estimated wages and salaries	34 082	34 177
- wages and salaries paid	23 162	23 931
Members of Board		
- estimated wages and salaries	68 292	60 488
- wages and salaries paid	47 992	41 581

Transactions with related parties

The parent shareholder of the Company, who owns 89,69% of shares, is Ltd "LNK (Latvijas Novitātes Komplekss)", which is registered in Latvia. In 6-month period of 2014 the Company had economic transactions with the companies that are directly or indirectly subsidiaries of Ltd "LNK (Latvijas Novitātes Komplekss)" as following - Ltd "TTS (Transportation Technology Systems)", Ltd "Transporta aģentūra IRBE LNK", Ltd "AVIATEST", JSC "LNK Industries", as well as with other parties related to Company.

a) claims and liabilities

	June 30, 2014		June 30, 2013	
	Receivables	Payables	Receivables	Payables
Related companies	**EUR**	**EUR**	**EUR**	**EUR**
JSC "LNK Industries"	1 190 598	319 912	1 178 521	2 143 327
Ltd "TTS (Transportation Technology Systems)"	1 896 805	972 939	198 471	227 312
Ltd "LNK (Latvijas Novitātes Komplekss)"	-	1 362	-	1 655 631
Ltd "Transporta aģentūra IRBE LNK"	-	120	-	788
Ltd "Celtniecības kvalitātes aģentūra (CKA)"	-	-	-	3 099
Ltd "ENFORT"	-	-	2 612	1 382
Ltd "BALTIJAS LOĢISTIKAS PARKS (BLP)"	-	3 401	5 528	-
Total	**3 087 403**	**1 297 734**	**1 385 132**	**4 031 539**