

**JOINT STOCK COMPANY**

**‘KURZEMES ATSLEGA 1’  
LV40003044007**

**FINANCIAL REPORT FOR FIRST 9 MONTHS  
OF THE YEAR 2019  
(NON-AUDITED)**

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## 1.Information on enterprise.

Name	” KURZEMES ATSLEGA 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 – 17,12% SIA”Aizputes atslegas” – 15,26 % Others –19.26%
Members of Supervisory Council	Guntars Stekjānis – Chairman of Supervisory Council Voldemārs Magone - Member of Supervisory Council(until 25.04.2019) Rolands Livmanis - Member of Supervisory Council Jānis Karkliņš - Member of Supervisory Council (until 25.04.2019) Irēna Burve - - Member of Supervisory Council Ilgvars Jurjāns - Member of Supervisory Concil (from 25.04.2019) Daiga Lankovska – Member of Supervisory Concil (from 25.04.2019)
Members of Board	Peteris Fridenbergs-Chairman of Board Aldis Ozols - Member of Board (until 7.03.2019) Aiga Ozola –Member of Board Voldemārs Magone –Member of Board (from 4.06.2019)
Cief account	Irēna Burve
Reporting period	01.01.2019 – 30.09.2019
Previous reporting period	01.01.2018 – 30.09.2018
Auditors	Certified auditors office Gatis Sviklis Lāsma Svikle SIA Licence No. 181 Certified auditor in charge Gatis Sviklis,Certificate No. 202

### **Statement of responsibility of direction.**

Non-audited report of the first 9 months 2019 and a report of board are prepared being guided by the kindest conscience and good accounting practice. The accounting period is estimated being based on all information known to us at the moment of preparation of the financial report. Financial report gives a real and clear idea about assets, liabilities, financial situation and profits.

Responsibility for non-audited report of the first 9 months 2019 bears the Board of joint stock company "KURZEMES ATSLEGA 1".

The Board of AS "KURZEMES ATSLEGA 1":

**Chairman of the Board:** **Peteris Fridenbergs**

**Board members:** **Voldemars Magone**

**Aiga Ozola**

## BALANCE SHEET FOR 9 MONTHS OF 2019

ASSETS 1	30.09.2019. EUR	30.09.2018. EUR
<b>1.LONG TERM INVESTMENT</b>		
1.Concessions, patents, licenses	638	795
2. Expenses of development	0	0
<b>Total</b>	<b>638</b>	<b>795</b>
<b>I. Intangible fixed assets</b>		
<b>II. Fixed assets</b>		
1. Land, building.	484095	499123
2.Equipment and machinery	47146	57662
3.Other fixed assets	6539	8742
4.Fixed assets development costs	5822	5822
5.Prepayment for fixed assets	0	0
<b>II Total fixed assets</b>	<b>543602</b>	<b>571349</b>
<b>1.Total LONG TERM INVESTMENT</b>	<b>544240</b>	<b>572144</b>
<b>2.CURRENT ASSETS</b>		
1.Inventories		
1.Raw materials	328957	394198
2.Work in progress	245645	315007
3.Finished goods and goods for sale	114640	88567
5.Advance payment for goods	44397	47383
<b>I. Total inventories</b>	<b>733639</b>	<b>845155</b>
<b>II. Debtors</b>		
1.Trade debtors	169108	173294
4.Other debtors	16315	35105
7.Deferred expenses	0	0
<b>II. Total debtors</b>	<b>185423</b>	<b>208399</b>
<b>III. Securities and capital participation</b>		
<b>IV . Cash</b>	<b>25505</b>	<b>6840</b>
<b>2.Total current assets</b>	<b>944567</b>	<b>1060394</b>
<b>Total assets</b>	<b>1488807</b>	<b>1632538</b>

LIABILITIES 1	30.09.2019. EUR	30.09.2018. EUR
1.CAPITAL		
1.Share capital	1285401	1285401
3.Revaluation reserve	0	0
4.Reserves		
a)legal reserves	21000	21000
4.Total reserves		
5.Retained profit		
a) previous years retained profit	20239	94514
current year profit	(137609)	(43988)
<b>1Total Capital and reserves</b>	<b>1189031</b>	<b>1356927</b>
3.CREDITORS		
1.Long term creditors	0	0
Deferred tax	0	0
<b>1.Total long term creditors</b>	<b>0</b>	<b>0</b>
2.Short-term creditors	0	0
3. Other loans	0	0
4..Bank loan	23742	37286
5.Advances received from customers	35878	11513
6.Trade creditors	120429	110651
8.Accounts payable to associated companies	33923	33290
10.Taxes and social security payments	25582	20269
11.Other creditors	24802	25089
Deferred income		
Deferred liabilities	35420	37513
<b>2. Total short-term creditors</b>	<b>299776</b>	<b>275611</b>
<b>Total creditors</b>	<b>299776</b>	<b>275611</b>
<b>Total liabilities</b>	<b>1488807</b>	<b>1632538</b>

**Chairman of the Board:**

**Peteris Fridenbergs**

**Board members:**

**Voldemars Magone**

**Aiga Ozola**

#### 4. Profit and loss account

N.	Item	30.09.2019.	30.09.2018.
		EUR	EUR
1	Net sales	1262340	1348856
2	Cost of sales	(1311972)	(1303482)
3	Gross profit	(49632)	45374
4	Distribution expenses	(34644)	(33184)
5	Administration expenses	(63184)	(68428)
6	Other operating income	28219	29623
7	Other operating expenses	(16739)	(15680)
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	(1248)	(1298)
13	Operating profit	(137228)	(43593)
14	Extraordinary income	0	0
15	Extraordinary expenses	0	0
16	Profit before taxes	(127228)	(43593)
16	Corporate income tax	0	0
17	Other taxes	(381)	(395)
18	<b>Net profit for the year</b>	<b>(137609)</b>	<b>(43988)</b>

**Chairman of the Board:**

**Peteris Fridenbergs**

**Board members:**

**Voldemars Magone**

**Aiga Ozola**

### 2.3.Cash flow statement.

(Cash flow statement, prepared using indirect method)

Indices	Appendices	30.09.2019.	30.09.2018.
		EUR	EUR
<b>I. Operation activities</b>			
1. Profit or loss before extraordinary items and taxes.		(137228)	(43988)
Corrections:			
a) Depreciation and impairment of fixed assets;		24502	23885
b) Depreciation and impairment of intangible assets		74	0
c) Formation of reserves (except the reserves for unreliable debt);		0	0
d) Profit or loss from fluctuation of foreign currency exchange rate;		(774)	(349)
e) Interest received		1248	1298
2. Profit or loss before corrections of effects of changes of current assets and short-term liabilities		(112178)	(19154)
Adjustments:			
a) Increase or decrease of residues of debts of debtors;		20344	43248
b) Increase or decrease of residues of resources;		72131	(65184)
c) Increase or decrease of remains of debts to be paid to suppliers, contractors and other creditors.		36253	29001
3. The gross cash flow of basic activity.		16550	(12089)
4. Expenses for payments of enterprise income tax		(381)	(395)
5. Expenses for fixed asset tax payments		0	0
<b>6. The net cash flow of basic activity</b>		<b>16169</b>	<b>(12484)</b>
<b>II. Investing activities</b>			
1 Purchase of fixed assets and nonmaterial investments		0	(7086)
<b>9. Net cash flow used in investing activities</b>		<b>0</b>	<b>(7086)</b>
<b>III. Financing activities</b>			
2. Loans received		7866	(16238)
3. Financial aids, pump-priming, presents or donations received			
4. Expenses for repayment of loans		(1248)	(1298)
<b>7. Net cash flow of financing activity</b>		<b>22787</b>	<b>(37106)</b>
<b>IV. The result of exchange rate fluctuations of foreign currency.</b>		<b>774</b>	<b>349</b>
<b>V. The net cash flow of year of account</b>		<b>23561</b>	<b>(36757)</b>
<b>VI. The reminder of currency and its equivalents at the beginning of year of account.</b>		1944	43597
<b>VII. The reminder of currency and its equivalents at the end of year of account.</b>		25505	6840



## STATEMENT OF CHANGES IN EQUITY

	30.09.2019	31.12.2018
	EUR	EUR
<b><u>Share capital</u></b>		
Amount indicated in the balance sheet of the previous year	1285401	1285401
Amount indicated at the end balance sheet of the balance sheet of the financial year	1285401	1285401
<b><u>Reserves</u></b>		
Amount indicated in the balance sheet of the previous year	21000	21000
Amount indicated at the end of the period in the balance sheet of the financial year	21000	21000
<b><u>Retained earnings</u></b>		
Amount indicated in the balance sheet of the previous year	20214	94514
Increase/decrease in retained earnings	(137609)	(74275)
Amount indicated at the end of the period in the balance sheet of the financial year	(117369)	20240
<b><u>Equity</u></b>		
Amount indicated in the balance sheet of the previous year	1326641	1400916
Amount indicated at the end of the period in the balance sheet of the financial year	1189031	1326641

**Chairman of the Board:**

**Peteris Fridenbergs**

**Board members:**

**Voldemars Magone**

**Aiga Ozola**

