

AS Rīgas kuģu būvētava
Annual Report 2020
(not audited)

Rīga, 2021

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Information about the company

Name of the company	AS Rīgas kuģu būvētava
Legal status of the company	Joint Stock Company
Number, venue and date of registration	40003045892, 5 December 1991, Companies register, Riga
Registered with the Commercial Register	26 August 2004, Riga
Address	Gāles iela 2, Rīga, LV-1015
Main types of operations of the company	Building of ships and floating structures, NACE2 30.11
Board	
Member of the Board	Einārs Buks, holding the position from 18.08.2017 right of representation jointly with one Member of the Board
Member of the Board	Deniss Parfens, holding the position from 07.01.2021 right of representation jointly with one Member of the Board
Member of the Board	Jekaterina Meļņika, holding the position from 13.04.2016 till 08.05.2020 right of representation jointly with one Member of the Board
Member of the Board	Ainārs Tropiņš, holding the position from 18.08.2017 till 19.05.2020 right of representation jointly with one Member of the Board
Council	
As from 07.01.2021	
Chairman of the Council	Vasilijs Meļņiks
Deputy Chairman of the Council	Aleksandrs Čerņavskis
Member of the Council	Larisa Artemenko
Member of the Council	Gahramans Guseinovs
Member of the Council	Sandis Strods
Annual Report prepared by	Chief Accountant Elina Treija
Reporting year:	1 January - 31 December 2020

Statement on Management Liability

The Company management is responsible for preparation of the financial statements, on the basis of the initial accounting records for every report period which correctly reflect the financial position of the company at the end of the report year, as well as the performance and cash flows for the above period.

The management confirms that appropriate accounting methods were used and applied consistently, and reasonable and prudent decisions have been taken in preparing this statement for the period ending on 31 December 2020. The management hereby confirms that the relevant regulating accounting principles have been complied with and that the financial statements have been prepared on a going concern basis.

The management of the Company is also responsible for keeping proper accounting records, for taking reasonable steps to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.

The management hereby confirms that it provided the information and explanations needed for performance of the audit.

Board Member _____

Einārs Buks

28 June 2021

Profit or Loss Statement for year 2020 and year 2019

	2020	2019
	Eur	Eur
Net sales	2 045 070	277 376
<i>from agriculture operations</i>	-	-
<i>from other types of core activities</i>	2 045 070	277 376
Production costs of sold products, purchase costs of sold goods or provided services	(2 023 243)	(1 924 492)
Gross profit or losses	(21 827)	(1 647 116)
Distribution expenses	-	(435)
Administrative expenses	(436 831)	(707 383)
Other operating income	-	7 516 017
Other operating expenses	(390 993)	(5 943 187)
Gain from investments	-	-
Income from investments in non-current securities and loans	-	-
Interest and similar income	60 233	827
<i>from subsidiaries or associated companies</i>	-	-
<i>from other companies</i>	60 233	827
Non-current financial investments and short-term bond expenses	-	-
Interest and similar expenses	(33 811)	(39 017)
<i>from subsidiaries or associated companies</i>	-	-
<i>from other companies</i>	(33 811)	(39 017)
Profit or loss before the corporate income tax	(779 575)	(820 294)
Corporate income tax	-	(3 696)
Profit or loss before assessment of the corporate income tax	(779 575)	(823 990)
Revenue or costs from the change of the balance of the deferred tax assets or liabilities	-	-
Extraordinary dividends	-	-
Net profit or losses	(779 575)	(823 990)

Board Member _____

Einārs Buks

Annual Report prepared by Chief Accountant _____

Elina Treija

28 June 2021

Balance Sheets on 31 December 2020 and 2019

<u>ASSETS</u>	31.12.2020	31.12.2019
	Eur	Eur
Long-term investment		
<i>I Intangible investments</i>		
Development costs	-	-
Total intangible investment	-	-
<i>II Fixed assets</i>		
Real estate	7 838 001	8 023 050
<i>land plots, buildings and engineering constructions</i>	7 838 001	8 023 050
<i>investment properties</i>	-	-
Technological equipment and machinery	6 442 813	6 858 751
Other fixed assets and inventory	244 241	314 923
Total fixed assets	14 525 055	15 196 724
<i>III Long-term financial investment</i>		
Other securities and investment	234	235
Other loans and other long-term debtors	128 783	128 783
Total long-term financial investment	129 017	129 018
Total long-term investment	14 654 072	15 325 742
Current assets		
<i>I Inventories</i>		
Raw materials, core materials and auxiliary materials	995 389	1 023 673
Advance payments for reserves	390 961	8 730
Total provisions	1 386 350	1 032 403
<i>II Receivables</i>		
Trade receivables	656 460	509 036
Other receivables	1 239 961	1 321 921
Costs of future periods	5 140	7 268
Total receivables	1 901 561	1 838 225
<i>III Short-term financial investment</i>		
Participation on capital of related companies		
Total short-term financial investment:	-	-
<i>IV Cash</i>	135 452	708 202
Total current assets	3 423 363	3 578 830
Total Assets	18 077 435	18 904 572

Board Member _____ Einārs Buks

Annual Report prepared by Chief Accountant _____ Elina Treija

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Balance Sheets on 31 December 2020 and 2019

<u>LIABILITIES</u>	31.12.2020	31.12.2019
	Eur	Eur
Owners' equity		
Share capital (fixed capital)	16 340 950	16 340 950
Long-term investment revaluation reserve	33 128	69 687
<u>Reserves:</u>		
Other reserves	266 962	266 962
<u>Retained profit</u>		
Undistributed profit or uncovered loss of the preceding years	(5 433 674)	(4 609 684)
Report year retained profit or loss	(779 575)	(823 990)
<i>Total retained profit</i>	<u>(6 213 249)</u>	<u>(5 433 674)</u>
<i>Total equity capital</i>	<i>10 427 791</i>	<i>11 243 925</i>
Provisions		
Other provisions		
<i>Total provisions</i>	<i>-</i>	<i>-</i>
Accounts payable		
<i>I Long-term creditors</i>		
Other loans	2 078 531	903 982
Debts to suppliers and contractors	282 610	718 093
Debts to related companies	89 697	73 765
Revenue of future periods	481 842	481 842
<i>Total long-term creditors</i>	<i>2 932 680</i>	<i>2 177 682</i>
<i>II Short-term creditors</i>		
Loans from credit institutions	281 019	550 702
Other loans	272 632	1 890 700
Advances from customers	299 043	11 938
Debts to suppliers and contractors	1 409 093	1 911 224
Debts to related companies	431 327	133 517
Taxes and state social insurance contributions	799 096	665 934
Other accounts payable	1 030 136	104 615
Revenue of future periods	31 287	37 320
Unpaid dividends	11 746	11 746
Accrued liabilities	151 585	165 269
<i>Total short-term accounts payable</i>	<i>4 716 964</i>	<i>5 482 965</i>
<i>Total creditors</i>	<i>7 649 644</i>	<i>7 660 647</i>
Total liabilities	<u>18 077 435</u>	<u>18 904 572</u>

Board Member _____ Einārs Buks

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Statement on changes in equity for years ended on 31 December 2020 and 2019

Types of changes	Share capital	Share issue premium	Long-term investment revaluation reserve	Reserve of the fair value of financial instruments	Reserves	Retained profit	Shareholding of minority shareholders	Total
	Eur	Eur	Eur	Eur	Eur	Eur	Eur	Eur
Balance as on 31.12.2018	16 340 950		6 720 723		266 962	(4 609 684)		18 718 951
Undistributed profit of the companies merged within reorganisation								-
Profit distribution in dividends								-
Loss of the report period	-		-		-	(823 990)		(823 990)
Changes in equity								-
Decrease of the reporting year	-		(6 651 036)		-	-		(6 651 036)
Balance as on 31.12.2019	16 340 950	-	69 687	-	266 962	(5 433 674)	-	11 243 925
Correction of the amount specified in the Balance Sheet of the preceding year	-		-		-			
Adjusted balance as on 31.12.2019	(16 340 950)	-	69 687	-	266 962	(5 433 674)	-	11 243 925
Profit distribution in dividends								-
Loss of the report period	-				-	(779 575)		(779 575)
Decrease of the reporting year	-		(36 559)		-	-		(36 559)
Changes in equity								-
Balance as on 31.12.2020	(16 340 950)	-	33 128	-	266 962	(6 213 249)	-	10 427 791

Board Member _____

Einārs Buks

Annual Report prepared by Chief Accountant _____

Elina Treija

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Cash flow statements of 2020 and 2019

	31.12.2020	31.12.2019
	Eur	Eur
I. Cash flow from operating activities		
Profit or losses before taxes	(779 575)	(820 294)
<i>Adjustments for:</i>		
depreciation of fixed and intangible assets	671 670	10 231 444
write-off of long-term financial investments	(36 559)	(5199 001)
interest expenses	(5 388)	
Cash flow prior to changes in current assets and liabilities	(149 852)	4 212 149
<i>Adjustments for:</i>		
Inventory (increase)/decrease	(63 336)	(604 760)
Account receivable (increase)/decrease	(353 947)	232 488
Account payable increase/(decrease)	356 414	(5246 909)
Gross cash flow generated from operating activities	(210 721)	(1 407 032)
Cash flow from extraordinary items		
Corporate income tax paid		
Net cash flow generated from operating activities	(210 721)	(1 407 032)
II. Cash flow from investing activities		
Acquisition of fixed and intangible assets	(58 882)	(2 113)
Proceeds from sales of fixed assets	64 270	4 311 917
Loans issued		(411 478)
Net cash flow generated from investing activities	5 388	3 898 326
III. Cash flow from financing activities		
Loans received	117 031	
Loans repaid		
Interest paid	(484 448)	(1793 543)
Net cash flow generated from financing activities	(367 417)	(1793 543)
IV. Net foreign exchange gains/losses		
V. Net increase / (decrease) in cash and cash equivalents	(572 750)	697 751
VI. Cash and cash equivalents at the beginning of the financial year	708 202	10 451
VII. Cash and Cash equivalents at the end of the financial year	<u>135 452</u>	<u>708 202</u>

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