Name of tye company:	**JSC “Olaines kūdra”**
Legal address	**Rīgas 21,Olaine,LV-2114**
Unified registration number	**40003006999**

ANNUAL REPORT

(reporting period: 01.01.2009.-30.06.2009.)

Date of producing of the document	
The document drawn up by (first name, surname, position)	
Confirmed by(first name, surname, position)	
Currency of the Report:	**LVL/EUR**

Name of the Company **JSC "Olaines kūdra"**

Contents

	Page
Information about the Company	3.-4.
Management Report	.5
Declaration on the responsibility of management	.6
Profit and Loss Statement	.7
Balance sheet	.8-9
Own capital	.10
Cash flow	.11
Report on movement of long-term investments	.12
Appendices	.13-18

INFORMATION ABOUT THE COMPANY

1 The full name of the Company:	**JSC "Olaines kūdra"**	
2 Legal status of the Company:	Joint Stock Company	
3 Registration No. In the CR, place and date:	40003006999	Rīga, 02.07.2004
4 Tax payer's registration number.:	40003006999	Rīga, 03.08.2004
5 VAT registration number:	LV 40003006999	
5 The Company's legal address and telephone:	Rīgas 21,Olaine,LV-2114	
	Tel.: 67964254	Fax: 67964203
6 Offive address and telephone:	Rīgas 21,Olaine,LV-2114	
	Tel.: 67964254	Fax: 67964203
7 Type of business:	Extraction and processing of peat	
8 Reporting year:	January 1, 2009 –Jun 30,2009	
9 Members of Board		
Chairman of Board	Sergejs Šakuns Director	
Members of Board	Brigita Kraule economical director	
	Mihails Zeņkovs engineer-mechanic	
10 Council	Biomins Kajems	
	Oļegs Krasiļņikovs	
	Sergejs Lukašins	
	Andžs Krastiņš	
	Vilnis Nollendorfs	
11 the Chief accountant:	Jeļena Luseviča	
12 Auditor, licence no., address, telephone:	LLC "FINANSIST", Address: Rīga, Kurzemes prosp.3-412, Latvija, LV-106 40002046180	Licence no. 102
13 Average number of employees:	99	

14 The owners/shareholders of the Company

Total share capital Ls 1 800 000

LLC "MONO"
Address Katlakalna 1,Rīga
The proportion of shares (%) 30% 40003004625

SIA "LEMF"
Address: Katlakalna 10,Rīga
The proportion of shares (%) 4% 40003004235

State social insurance agency
The proportion of shares (%) 3% .000337393

Viktors Karbanovs
The proportion of shares (%) 38% 160258-10728

15 Information about the related companies:

LLC "MONO"
Address Katlakalna 1,Rīga
The proportion of shares (%) 30% 40003004625

LLC "LEMF"
Address: Katlakalna 10,Rīga
The proportion of shares (%) 4% 40003004235

16 Structural units of the Company

"Gaismas" - unit of peat extraction
Address, tel..: "Gaismas",Olaine civil parish, Riga region
Tel.27931228

S/C „OLAINES KŪDRA”
BOARD`S STATEMENT ABOUT LABOUR FOR 6 MONTHS IN 2009

C/S „Olaines Kūdra” main activity directions in 2009 (for 6 months):

1. Extraction of milling peat
2. Peat moss, neutralised peat and peat substrates producing.
3. Peat packing
4. Realisation of peat production in Latvia and behind its borders.

In 2009 changeable weather conditions adversely influence a season of peat extraction, at preservation of the rainy weather, the predicted volume of the extracted peat in this season will not exceed 75 % from the planned, therefore the gain of the cost price of production is expected. With demand reduction for 6 months 2009 has gone down as volume of exported packed peat production. 51,1 % of production realisation net turnover in the local market, 48,9 % of production are taken out to EU countries and exported. The volume of packed peat producing has gone down in comparison with previous year.

The gain of costs for 6 months 2009 was made by gain of rent payment for rent of the earth of self-management which is occupied with fields of peat extraction. Average salary at level of 2008, the number of workers has decreased for 10 %.

Company provides timely payment of the salaries to workers, the company does not have debts under taxes and other payments in state and in the self-management budget.

In a current of 6 months 2009 S/C 'Olaines Kūdra ' worked with the income 42344 LVL, losses for 6 months of previous year 28958 LVL. The company for maintenance of the financial activity uses mainly only the means, without involving bank credits. The main financial risk which is connected with financial tools of the company - currency risk. For foreign currency risk financial actives of the company and communications include money, debts of buyers and customers, debts to suppliers.

The income on 1 stock for 6 months in 2009 is 0,0235 LVL, the loss on 1 stock for 6 months in 2008 is 0,016 LVL.

For 6 months in 2009 volume transactions with S/C ' Olaines Kūdra' stocks are not registered.

Chairman of board	S.ŠAKUNS
Member of board	B.KRAULE
Member of board	M.ŽEŅKOVS

JSC “OLAINES KŪDRA”

DECLARATION

on the responsibility of Management

JSC “Olaines kūdra” is responsible for the preparation of the financial report of the company.

The Interim financial report of 2009 of JSC “Olaines kūdra” is prepared, basing on the source documents and provides clear and true view on the financial standing of the Company as of June 30, 2009, its financial results and the cash flow in 2009 .

The Financial Report has been prepared in accordance with the Laws being in force and with the book-keeping standards of the Republic of Latvia, basing upon the principle of continuation of entrepreneurship. During the reporting year the appropriate accounting methods have been consequently applied.

JSC “Olaines kūdra” is responsible for the provision of appropriate accounting, preservation of company’s assets, as well as for detection and averting of violations.

Chairman of Board	S.ŠAKUNS
Member of Board	B.KRAULE
Member of Board	M.ZEŅKOVS

In accordance with
the Chapter 12 of the Law "On Annual Reports"

Name of the Company **JSC "Olaines kūdra"** by UUK

Registration No. 40003006999

Address Rīgas 21,Olaine,LV-2114 by ATK

Telefphone 67964254 Fax 67964203

Management institution by VPIIK

SRS Riga regional institution, Riga distric department

Type of business Extraction and processing of peat by ISIC

Measurement unit LVL/EUR

PROFIT OR LOSS STATEMENT
(ACCORDING TO THE TURN-OVER METHOD)
(reporting period: 01.01.2009.-30.06.2009.)

Name of indices	Number of Notes	**For 01.01.**	**2009 -30.06.**	**For 01.01.**	**2008 -30.06.**
1	2	LVL	EUR	LVL	EUR
Net turn-over	10	597181	849717	639204	909511
Cost of production of sold products	11	-464974	-661602	-571197	-812745
Gross profit or losses		**132207**	**188115**	**68007**	**96766**
Sales costs	12	-49199	-70004	-57443	-81735
Administrative costs	13	-41123	-58513	-40808	-58065
Other income from economic activity	14	14375	20454	18421	26211
Other expenses of economic activity	14	-3966	-5643	-4951	-7045
Other interest income and similar income	15	131	186	288	410
Interest payments and similar expenses					
Profit or loss before extraordinary items and taxes		**52425**	**74594**	**-16486**	**-23 457**
Profit or loss before taxes		**52425**	**74594**	**-16486**	**-23457**
Income and expenses related to deferred tax liabilities and assets		-1800	-2561	-5161	-7343
Other taxes		-8281	-11783	-7311	-10403
Profit or loss of the reporting year	16	**42344**	**60250**	**-28958**	**-41203**

The Law of the Republic of Latvia
"On Annual Reports",
Sectiojn 2, chapter 10

Name of the Company	**JSC "Olaines kūdra"**
Registration No. In Commercial Register	40003006999
Tax payer's registration number	40003006999
Address	Rīgas 21,Olaine,LV-2114
Telephone	67964254 Fakss 67964203
Management institution	
Tax authority	
the main type of business	Extraction and processing of peat
Measurement unit	LVL/EUR

BALANCE SHEET

(reporting period: 01.01.2009.-30.06.2009.)

Submission date	
Receiving date:	

ASSETS	Number of Note	At the end of the Reporting period		At the beginning of the year	
1	2	LVL	EUR	LVL	EUR
LONG-TERM INVESTMENTS					
Intangible assets					
Concessions, patents, licenses, trade marks and similar rights		276	393	126	179
I. TOTAL:		276	393	126	179
Fixed assets					
Land plots, buildings and structures annd perennial plants		503802	716850	524711	746601
Equipment and machinery		244281	347583	265920	378372
Other fixed assets and inventory		8944	12726	10500	14940
Formation of fixed assets and costs of unaccomplished construction objects		8974	12769	8974	12769
II. TOTAL:		766001	1089927	810105	1152682
GRAND TOTAL OF THE FIRST SECTION		766277	1090320	810231	1152861
CURRENT ASSETS					
Stocks					
Raw material, basic materials and auxiliary materials	1	137847	196140	190828	271525
Unfinished produce		24465	34811	53	75
Finished produce and goods for sale		397207	565178	391479	557028
Advance payments for goods	2	2207	3140	2745	3906
I. TOTAL:		561726	799269	585105	832534
Debtors					
Debts of customers and clients	3	188244	267849	203501	289557
Other debtors	4	272152	387240	64642	91978
Deferred expenses	5	4531	6447	5606	7977
III.TOTAL:		464927	661535	273749	389512
Short-term financial investments					
Own shares		6000	8537	6000	8537
IV. TOTAL:		6000	8537	6000	8537
Cash (total)	6	253018	360014	318372	453005
GRAND TOTAL OF THE SECOND SECTION		1285671	1829355	1183226	1683588
BALANCE		**2051948**	**2919675**	**1993457**	**2836450**

LIABILITIES	Piezīmes numurs	Pārskata beigās	perioda	Pārskata beigās	perioda
1	2	LVL	EUR	LVL	EUR
Shareholders' funds					
Share capital (equity capital)		1800000	2561184	1800000	2561184
Reserves:					
other reserves		37850	53856	37850	53856
I. TOTAL:		1837850	2615040	1837850	2615040
Retained earnings					
retained earnings from the previous years		-14921	-21231	-14921	-21231
retained earnings of the reporting year		42344	60250		
GRAND TOTAL OF THE SECTION		1865273	2654059	1822929	2593809
ACCRUALS					
Other accruals		23692	33711	23692	33711
GRAND TOTAL OF THE SECOND SECTION		23692	33711	23692	33711
3.CREDITORS					
I. LONG-TERM CREDITORS					
Debts to suppliers and contractors	7	33769	48049	33769	48049
Deferred tax liabilities		53750	76480	53750	76480
I.TOTAL:		87519	124529	87519	124529
SHORT-TERM CREDITORS					
Advances from customers		14329	20388	9400	13375
Debts to suppliers and contractors	7	27425	39022	15083	21461
Taxes and state obligatory social insurance contributions	8	16498	23475	16540	23534
Other creditors	9	17212	24490	18294	26030
II. TOTAL:		75464	107376	59317	84401
GRAND TOTAL OF THIS SECTION		162983	231905	146836	208930
BALANCE		**2051948**	**2919675**	**1993457**	**2836450**

Name of the Company **JSC "Olaines kūdra"** In accordance with the Latvian accounting standard No.2

STATEMENT OF OWN CAPITAL CHANGES FOR THE YEAR 2009

(reporting period: 01.01.2009.-30.06.2009.)

(WITH A HORIZONTAL METHOD)

	Equity capital		**Other reserves**		**Retained earnings**		**Own capital (total)**	
	LVL	EUR	LVL	EUR	LVL	EUR	LVL	EUR
Residual according to balance sheet as of the beginning of the previous reporting period 01.01.2008	1800000	2561184	37850	53856	44847	63 812	1882697	2678852
Retained earning of the reporting year					-59 768	-85 043	-59768	-85043
Residual according to the balance sheet as of the beginning of the reporting period 01.01.2009	1 800 000	2 561 184	37 850	53 856	-14 921	-21 231	1822929	2593809
Retained earnings of the reporting year					42 344	60 250	42 344	60 250
Residual according to the balance sheet as of the end of the reporting period 30.06.2009	1 800 000	2 561 184	37 850	53 856	27 423	39 019	1865273	2654059

In accordamce with the Latvian accounting standard No.2 "Cash flow statement"

Name of the company **JSC "Olaines kūdra"**

Registration No. In ER 40003006999

Tax payer's reg.No.: 40003006999

Address: Rīgas 21,Olaine,LV-2114 Tel. 7964254
Fax 7964203

SRS Riga regional institution, Riga District department

Measurement unit LVL/EUR

CASH FLOW STATEMENT FOR THE YEAR 2009
(reporting period: 01.01.2009.-31.03.2009.)
(with a direct method)

			2009	01.01.-30.06.	2008	01.01.-30.06.
		Anex	LVL	EUR	LVL	EUR
	I. Cash flow from basic activity					
1	Income from sales of goods and provided services		708651	1008325	710554	1011033
2	Payments to suppliers, employees and other operating expenses		-516541	-734976	-675066	-960538
3	*Gross basic acrivity cash flow*		*192110*	*273349*	*35488*	*50495*
4	Expenses on interest payment		-766	-1090	-539	-767
5	Expenses on company's income tax payments					
6	*Cash flow before extraordinary items*		*191344*	*272260*	*34949*	*49728*
	I. Operation net cash flow		**191344**	**272260**	**34949**	**49728**
	II. Investment operation cash flow					
1	Procurement of fixed assets and intangible assets	17	-13775	-19600	-32227	-45855
2	Income from selling of fixed assets and intangible assets					
3	Granted loans		-250139	-355918		
4	Income from repaid loans					
5	Income from interest payment		3977	5659	8321	11840
	II. Investment operation net cash flow		**-259937**	**-369859**	**-23906**	**-34015**

SUMMARY OF CASH INCOME AND EXPENSES

I	**Result of basic activity**		**191344**	**272260**	**34949**	**49728**
II	**Result of investment operation**		**-259937**	**-369859**	**-23906**	**-34015**
III	**Result of fluctuation of foreign currency rates**		**3239**	**4609**	**-95**	-135
IV	**Net increase or decrease of cash and its equivalents**		**-65354**	**-92991**	**10948**	**15578**
V	**Residual of cash and its equivalents at the beginning of the reporting period**		**318372**	**453005**	**415308**	**590933**
VI	**Residual of cash and its equivalents at the end of the reporting period**		**253018**	**360014**	**426256**	**606511**

Name of the company **JSC "Olaines kūdra"**

STATEMENT OF LONG-TERM INVESTMENT MOVEMENT FOR 2009

(reporting period: 01.01.2009.-30.06.2009.)

LVL

N.p.k.	Type of Lomg-Term invesntments	Initial value				Depreciation (write-off of value)				Residual value	
		On 01.01. 2009.g.	purchase and manufacturing (+)	movement and exemption from operation (+,-)	On 30.06. 2009.g.	On 01.01. 2009.g.	calculated in the reporting year (+,-)	exzcluded due to the exemption from operation (-)	On 30.06. 2009.g.	On 01.01. 2009.g.	On 30.06. 2009.g.
	I. Intangible investments total)	**5 056**	**150**	**-2 000**	**3 206**	**4 930**	**-**	**-2 000**	**2 930**	**126**	**276**
	incl.:										
1	Licences	1 063	150		1 213	937			937	126	276
2	Trademarks	143			143	143			143	-	-
3	Peat amount determine	2 000		-2 000	-	2 000		-2 000	-	-	-
4	Accounting software	1 850			1 850	1 850			1 850	-	-
	II. Fixed assets (total)	**2 147 149**	**12 406**	**-249**	**2 159 306**	**1 337 044**	**56 510**	**-249**	**1 393 305**	**810 105**	**766 001**
	incl.:										
1	Land plots, buildings, structures and perennial plants	1 028 058			1 028 058	503 347	20909		524 256	524 711	503 802
2	Equipment and machinery	1 066 388	12 397		1 078 785	800 468	34 036		834 504	265 920	244 281
3	Other fixed assets and inventory	43 729	9	-249	43 489	33 229	1 565	-249	34 545	10 500	8 944
4	Placement of fixed assets and costs of incomplete construction objects	8 974			8 974				-	8 974	8 974
	Total long-term investments	**2 152 205**	**12 556**	**-2 249**	**2 162 512**	**1 341 974**	**56 510**	**-2 249**	**1 396 235**	**810 231**	**766 277**

EUR

N.p.k.	Type of Lomg-Term invesntments	On 01.01. 2009.g.	purchase and manufacturing (+)	movement and exemption from operation (+,-)	On 30.06. 2009.g.	On 01.01. 2009.g.	calculated in the reporting year (+,-)	exzcluded due to the exemption from operation (-)	On 30.06. 2009.g.	On 01.01. 2009.g.	On 30.06. 2009.g.
	I. Intangible investments total)	**7 194**	**213**		**4 561**	**7 015**	**-**		**4 169**	**179**	**393**
	incl.:										
1	Licences	1 513	213		1 726	1 333	-		1 333	179	393
2	Trademarks	203			203	203	-		203	-	-
3	Peat amount determine	2 846		-2 846	-0	2 846	-	-2 846	-	-	-
4	Accounting software	2 632			2 632	2 632			2 632	-	-
	II. Fixed assets (total)	**3 055 135**	**17 652**	**-354**	**3 072 433**	**1 902 453**	**80 407**	**-354**	**1 982 506**	**1 152 682**	**1 089 927**
	incl.:										
1	Land plots, buildings, structures and perennial plants	1 462 803			1 462 803	716 202	29 751		745 953	746 601	716 850
2	Equipment and machinery	1 517 342	17 639	-	1 534 982	1 138 970	48 429	-	1 187 399	378 372	347 583
3	Other fixed assets and inventory	62 221	13	-354	61 880	47 281	2 227	-354	49 153	14 940	12 726
4	Placement of fixed assets and costs of incomplete construction objects	12 769			12 769	-	-		-	12 769	12 769
	Total long-term investments	**3 062 329**	**17 866**	**-354**	**3 076 994**	**1 909 468**	**80 407**	**-354**	**1 986 675**	**1 152 861**	**1 090 320**

Addition: including basic facilities without a remaining cost – amount is 251 th., initial cost – LVL 501226 / EUR 713185

Annexes to the balance-sheet

1 **Raw materials, basic materials and auxiliary materialsi**

No	Name	Residual on 30.06.09		Residual on 01.01.09	
		LVL	EUR	LVL	EUR
1	Materials	94046	133816	108975	155058
2	Spare parts	4853	6905	4853	6905
3	Fuel	38362	54585	76408	108719
4	Low-value inventory	586	834	592	842
Residual value		**137847**	**196140**	**190828**	**271 525**

2 **Advance payments for goods**

No	Name	Residual on 30.06.09		Residual on 01.01.09	
		LVL	EUR	LVL	EUR
1	Advance payments for materials	838	1192	2745	3906
2	Advance payments for services	1369	1948		
Residual value		**2207**	**3140**	**2745**	**3906**

3 **Debts of clients and customers**

No.	Name	Residual on 30.06.09		Residual on 01.01.09	
		LVL	EUR	LVL	EUR
1	Debts of Latvian companies	85207	121239	62631	89116
2	Debts of foreign companies	103037	146609	140870	200441
Residual value		**188244**	**267849**	**203501**	**289557**

4 **Other debtors**

No.	Name	Residual on 30.06.09		Residual on 01.01.09	
		LVL	EUR	LVL	EUR
1	Overpayment of the company's income tax			14407	20499
2	Overpayment of VAT	452	643	28435	40460
3	Real Estate tax	407	579		
4	Other	271293	386017	21800	31019
Residual value		**272152**	**387240**	**64642**	**91 978**

5 **Expenses of next periods**

No	Name	Residual on 30.06.09		Residual on 01.01.09	
		LVL	EUR	LVL	EUR
1	Insurance costs	1041	1481	1440	2049
2	Newspapers	79	112	209	297
3	Services	3411	4853	3957	5630
Residual value		**4531**	**6447**	**5606**	**7 977**

6 **Cash funds (TOTAL)**

No	Type of cash deposition	Cash unit	Residuals in currency	Rate of the Banl of Latvia	Residual at the end of the year	
					LVL	EUR
1	Latvian banks 01.01.09	LVL	13508	1	13508	19220
2	Latvian banks 30.06.09	LVL	106764	1	106764	151912
3	Latvian banks 01.01.09	EUR	315505	,7028	221737	315505
4	Latvijan banks 30.06.09	EUR	206483	,7028	145116	206483
5	Latvian banks 01.01.09	USD	159428	0,495	78917	112289
6	Latvian banks 30.06.09	USD	490	0,501	245	349
7	The company's cash box 01.01.09	LVL	4128	1	4128	5874
8	The company's cash box 30.06.09	LVL	810	1	810	1153
9	The company's cash box 01.01.09	EUR	117	,7028	82	117
10	The company's cash box 30.06.09	EUR	117	,7028	82	117
			Total on	30.06.09	**253018**	**360014**
			Total on	01.01.09	**318372**	**453005**

7 **Debts to suppliers and contractors**

No	Name	Residual on 30.06.09		Residual on 01.01.09	
		LVL	EUR	LVL	EUR
1	Debts to Latvian companies	12739	18126	6590	9377
2	Debts to foreign companies	48455	68946	42262	60133
	inc.long terms	33769	48049	33769	48049
Residual value		**61194**	**87072**	**48852**	**69510**

8 **Taxes and social security payments**

No	Name	Residual on 30.06.09		Residual on 01.01.09	
		LVL	EUR	LVL	EUR
1	Residents'income tax	5229	7440	5840	8310
2	Nature resources' tax	1386	1972	70	99
3	State risk duty	25	36	26	37
4	State social insurance obligatory conributions	9858	14027	10604	15088
Residual value		**16498**	**23475**	**16540**	**23534**

9 **Other creditors**

No	Name	Residual on 30.06.09		Residual on 01.01.09	
		LVL	EUR	LVL	EUR
1	Unpaid salary	16880	24018	17905	25476
2	Other	332	472	389	554
Residual value		**17212**	**24490**	**18294**	**26030**

Annexes to Profit and Loss Statement

10 **Net turn-over**

No	Name	Amount for 01.01.-30.06.09		Amount for 01.01.-30.06.08	
		LVL	EUR	LVL	EUR
1	Transactions with Latvian companies	305376	434513	200492	285277
2	Transactions with foreign companies.	291805	415203	438712	624234
Total		**597181**	**849717**	**639204**	**909511**

11 **Production costs of sold products**

No	Name	Amount for 01.01.-30.06.09		Amount for 01.01.-30.06.08	
		LVL	EUR	LVL	EUR
1	Material costs	188732	268543	269554	383543
2	Staff costs (salary and State obligatory social payments)	207900	295817	239910	341363
3	Depreciation of fixed assets	52627	74882	49026	69758
4	Other operational costs	44958	63970	11918	16958
5	Changes of tailings of the prepared products	-29243	-41609	789	1123
Total		**464974**	**661602**	**571197**	**812745**

12 **Sales costs**

No	Name	Amount for 01.01.-30.06.09		Amount for 01.01.-30.06.08	
		LVL	EUR	LVL	EUR
1	Staff costs (salary and State obligatory social payments)	5990	8523	8729	12420
2	Depreciation of fixed assets	1307	1860	2243	3192
3	Transportation costs	38755	55144	44355	63112
4	Other expenses	3147	4478	2116	3011
Total		**49199**	**70004**	**57443**	**81735**

13 **Administrative expenses**

No	Name	Amount for 01.01.-30.06.09		Amount for 01.01.-30.06.08	
		LVL	EUR	LVL	EUR
1	Staff costs (salary and State obligatory social payments)	25 974	36958	23765	33815
2	Depreciation of fixed assets	2096	2982	2274	3235
3	Transportation and business trip costs	1202	1710	2324	3307
4	Other administrative expenses	11851	16863	12445	17708
Total		**41 123**	**58513**	**40808**	**58065**

14 **Other operational income and expenses**

No	Name	Income for 01.01.-30.06.09	Expenses for 01.01-30.06.09	Income for 01.01-30.06.08	Expenses for 01.01.08-30.06.08
		LVL	LVL	LVL	LVL
1	Sales of purchased goods and services	690		6340	
2	Lease of fixed assets	5469		4048	
3	Differences in currency rates	3239			95
4	Currency exchange	1131			459
5	Other income /expenses		3200		4397
6	Paid percents		766		
7	Income from interest payment	3846		8033	
Total		**14375**	**3966**	**18421**	**4951**
		EUR	EUR	EUR	EUR
1	Sales of purchased goods and services	982		9021	
2	Lease of fixed assets	7782		5760	
3	Differences in currency rates	4609			135
4	Currency exchange	1609			653
5	Other income /expenses		4553		6256
6	Paid percents		1090		
7	Income from interest payment	5472		11430	
Total		**20454**	**5643**	**26211**	**7045**

Position of “calculation of profits and losses”,other profits and charges of economic activity,in the report of 2009 is shown as balance profits -charges, together with it the indexes of report are relatively changed similarly for 2008.

15 **Other interest income and similar income**

No	Name	Amount for 01.01.-30.06.09		Amount for 01.01.-30.06.08	
		LVL	EUR	LVL	EUR
1	Bank interest calculated for the residual of a current account	131	186	288	410
Summa kopā		**131**	**186**	**288**	**410**

16 **Profit or Loss after taxes in the reporting period**

No	Name	Amount for 01.01.-30.06.09		Amount for 01.01.-30.06.08	
		LVL	EUR	LVL	EUR
1	Profit after taxation in the reporting period	42344	60250	-28958	-41203
Summa kopā		**42344**	**60250**	**-28958**	**-41203**

Annexes to Cash Flow Statement

17 **Procurement of fixed assets and intangible investments**

No	Name	Amount for 01.01.-30.06.09		Amount for 01.01.-30.06.08	
		LVL	EUR	LVL	EUR
1	Industrial structures and buildings	13764	19585	27549	39199
2	Technical equipment			2728	3882
3	Computers, computing equipment	11	16	500	711
4	Motor coach			1450	2063
Total		**13775**	**19600**	**32227**	**45855**

General information

1. Taxes

Type of taxes	Residual on01.01.09		Calculated		Paid or moved		On 30.06.09	
	LVL	EUR	LVL	EUR	LVL	EUR	LVL	EUR
Company's income tax*	-14407	-20499	1800	2561	-12607	-17938	0	
State social obligatory contributions	10604	15088	62161	88448	62907	89509	9858	14027
VAT	-28435	-40460	18556	26403	-9472	-13478	-407	-579
Residents' income tax	5840	8310	30288	43096	30899	43966	5229	7440
Nature resource tax	70	99	1415	2013	99	141	1386	1972
Real Estate tax	0	0	8281	11783	8687	12361	-406	-578
Risk duty	26	37	157	223	158	225	25	36
Total	**-26302**	**-37425**	**122658**	**174528**	**80671**	**114784**	**15685**	**22318**

2. The average number of employees

	2009	**2008**
The average number of employees per year	99	120
Fund of labour payment LVL	239864	272404
(salary +SSO contributions) EUR	341298	387598

3. Information about the off-balance liabilities

There were no off-balance liabilities and mortgages, no guarantees and pledges issued.

4. Cadastre value

Name of the object	LVL	EUR
Buildings,Olaine,Rīgas ielā 21	765638	1089411
Buiding and Land ,Olaine,Veselības 2a	2917	4151
Buildings and land in Olaine civil parish "Gaisma"	177307	252287
Total:	**945862**	**1345848**

5.Sigificant lease agreements:

For facilitation of the company's operation the following lease agreements are significant and in force:

1. With Riga Municipal Agency "Rīgas meža aģentūra" dated December 19, 2003 on the lease of land and peat fields, No. RPA-RMA-1.5.4.-245 for the lease of 1391,7 ha, the term of the agreement – 5 years, prolonged up to 31-st of December.

2. SJSC "Privatizācijas aģentūra", dated August 6, 2003, the agreement on land lease No.4759-Z about the lease of 24,4332 ha in Olaine, Rīgas ielā 21, the term of the agreement - 10 years, suggestion is gotten about the increase of rent.

3. WITH SJSC "Latvijas valsts meži" dated Juli 4, 2007, the land lease agreement No.5.7-9.1./0006/150/07.06/about the lease of 169,5 ha The terms of the agreement-5 years.

6. Payment to members of advice and management.

Members of advice and board have not received a payment.

7. Famous revident did not check review between periods.

Chairman of Board	Sergejs Šakuns
Members of Board	Brigita Kraule
	Mihails Zeņkovs

August 17,2009