



**Joint stock company
„Rīgas autoelektroaparātu rūpnīca”**

Reg.No. 4 0003030454
Address: Klijānu str. 18, Riga, LV-1013, Latvia

**Financial information
01.01.2018-30.09.2018**

Prepared according to the legislation standards of the Republic of Latvia

(Not audited)

Riga,2018

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Information about the company

Name of the company	<i>Rīgas autoelektroaparātu rūpnīca</i>
Legal form	<i>Joint stock company</i>
Registration number, place and date	<i>000303045, Rīga, 22.04.1998 Deregistration in Commercial register: 40003030454, Rīga, 30.06.2004</i>
Address	<i>18, Klijānu street, Rīga, Latvia, LV-1013</i>
Main activities	<i>NACE 6820 renting and operating of own real estate</i>
Average number of employees	<i>12 (including Board and Council)</i>
Board	<i>Ēriks Kaža – Chairman of the Board Gunārs Lubis – Member of the Board Maksym Araslanov – Member of the Board till 25.07.2018.</i>
Council	<i>Edgars Lubis – Chairman of the Council Viktors Rojs – Deputy Chairman of the Council Zane Lube – Member of the Council till 17.04.2018 Līga Lube – Member of the Council since 17.04.2018 Ņina Kaža – Member of the Council Gaļina Kraveca – Member of the Council</i>
Reporting period	<i>01.01.2018 - 30.09.2018</i>
Main shareholders	<i>Basing on the list of shareholders prepared on August 15, 2018: 1.JSC „Baltijas Holdings”-43.9 % Reg.Nr.40003148033, 18, Klijānu street, Rīga 2.,„Tehprojekts”,Ltd.- 43.9% Reg.Nr. 40103020397, 12, Ūnijas street, Rīga 3.Other physical and legal persons 12.2%</i>
Certified auditor	<i>Auditors’ office Gatis Svīklis Lāsma Svīkle, Ltd. Company licence No 181 123-15, Kr. Valdemāra str., Rīga, LV-1013, Latvia Responsible sworn auditor: Gatis Svīklis – Sworn auditor’s License No 202</i>

Statement of Management Responsibility

The Management Board of JSC „Rīgas autoelektroaparātu rūpnīca” is responsible for the preparation of the financial statements of the Company.

On the basis of information available the management of JSC „Rīgas autoelektroaparātu rūpnīca” confirms that the financial statements are prepared in accordance with the law „On accountancy”, „Law On the Annual Financial Statements and Consolidated Financial Statements” and Regulations No.775 issued by the Cabinet of Ministers of the Republic of Latvia “The rules for application of the law on annual accounts and consolidated annual accounts” in compliance with the assumption that the company will continue operating further on and gives a true and fair view on the financial situation on September 30, 2018 and its financial results and cash flow in the period ended on September 30, 2018. The management report gives a true review on the growth of the JSC „Rīgas autoelektroaparātu rūpnīca” and performance results.

The financial information of this period is prepared using the same principles for recognition and measurement of the items as in the annual accounts of the last year.

November 29, 2018

On behalf of the Board,

Ēriks Kaža
Chairman of the Board

BALANCE SHEET

EUR

<u>ASSETS</u>	30.09.2018	31.12.2017
<u>LONG-TERM INVESTMENTS</u>		
I. Intangible investments		
1. Other intangible investments	63	77
I.Total	63	77
II. Fixed assets		
1.Land, buildings and constructions	3432684	3486371
2.Technological equipment and devices	303427	381952
II.Total	3736111	3868323
III. Long-term financial investments		
1.Participation in the capital of associated companies	11878	11465
2. Other loans and long-term debtors	43600	43600
III.Total	55478	55065
Total long-term investments	3791652	3923465
<u>CURRENT ASSETS</u>		
I. Inventory		
1. Raw materials, basic materials and consumables	5178	17301
2. Finished goods and goods for sale	28312	34289
3. Advance payments for goods	1	3
I.Total	33491	51593
II. Debtors		
1. Purchasers' debts	28043	64737
2. Other debtors	3975	16182
3. Next period costs	201	776
II.Total	32219	81695
IV. Cash	2506	666
Total current assets	68216	133954
TOTAL ASSETS	3859868	4057419

BALANCE SHEET

EUR

LIABILITIES

	30.09.2018	31.12.2017
<u>EQUITY</u>		
1. Share capital	4991713	4991713
2. Other reserves – the result of denomination	81549	81549
Total	5073262	5073262
3. Retained profit or losses brought forward from previous years	-3159972	-2874410
4. Profit or losses for the accounting year	-85265	-285562
Total equity	1828025	1913290
<u>CREDITORS</u>		
Long term creditors		
1.Loans from credit institutions	163389	163389
2.Next period income	1779129	1779129
Total long term creditors	1942518	1942518
Short term creditors		
1.Loans from credit institutions	15000	60000
2.Other loans	4400	1080
3.Accounts payable to suppliers and contractors	11944	11077
4.Taxes and State mandatory social insurance payments	19254	21207
5. Other creditors	15229	17218
6.Next period income	21723	86894
7. Accrued obligations	1775	4135
Total short term creditors	89325	201611
Total creditors	2031843	2144129
TOTAL LIABILITIES	3859868	4057419

PROFIT OR LOSS ACCOUNT
For 9 months of 2018

Item	EUR	
	2018 9 months	2017 9 months
Net turnover	13734	4287
Production costs of sold goods and services	191115	202787
Gross profit or loss	-177381	-198500
Sales costs	-	-
Administrative expenses	14380	13950
Other income from economic activities	127517	72591
Other costs of economic activities	13061	7373
Interest payments and similar expenses	7960	5057
Profit or loss before income tax	-85265	-152289
Income tax	-	-
Profit or loss after income tax	-85265	-152289
Profit or loss for the accounting period	-85265	-152289
Earnings per share	-0,024	-0,043

STATEMENT OF CASH FLOWS for 9 months of 2018

	2018	2017		
	9 months	9 months		
I. Cash flow from operating activities				
1	Income from sales and services	59285	61754	
2	Payments to suppliers, to employees and other expenses for production	78150	87365	
3	Other income or expenses for economic activities	4468	10488	
4	Cash flow from gross operating activities	-14397	-15123	
5	Net cash flow from operating activities	-14397	-15123	
II. Cash flow from investment activities				
1	Sales of intangible and fixed assets	53952	63688	
2	Proceeds from the loan repayment	14810	22657	
3	Net cash flow from investment activities	68762	86345	
III. Cash flow from financing				
1	Received loan	4400		
2	The loan repayment expenses	56925	71196	
3	Net cash flow from financing	-52525	-71196	
IV. The result from currency rate fluctuations				
			-	-260
V. Cash and cash equivalents increase or decrease			1840	-234
VI. Cash and cash equivalents at the beginning of the reporting period			666	257
VII. Cash and cash equivalents at the end of the reporting period			2506	23

STATEMENT OF EXCHANGES IN EQUITY (EUR)

	30.09.2018	30.09.2017
Share capital		
In the balance sheet of the previous year	4991713	4991713
In the balance sheet at the end of the accounting period	4991713	4991713
Other reserves (the result of denomination)		
In the balance sheet of the previous year	81549	81549
In the balance sheet at the end of the accounting period	81549	81549
Retained profit		
In the balance sheet of the previous year	-3159972	-2874410
Increase /decrease in retained earnings	-85265	-153475
In the balance sheet at the end of the accounting period	-3245237	-3027885
Equity		
In the balance sheet of the previous year	1913290	2198852
In the balance sheet at the end of the accounting period	1828025	2045377

NOTES TO FINANCIAL STATEMENTS

General principles

The report is prepared in accordance with the law „On accountancy”, „The law on annual accounts and consolidated annual accounts” , Regulations No.775 issued by the Cabinet of Ministers of the Republic of Latvia “The rules for application of the law on annual accounts and consolidated annual accounts” and the „Law on financial and capital market”.

Profit or loss account is prepared in accordance with methods of turnover expenses.

Statement of cash flows is prepared using the direct method.

The financial information is prepared following the same accounting policies and the same methods for estimates that were used preparing the most recent annual report.

Share capital

Share capital is 4991712, 60 EUR. There are 36565509 shares. Nominal value of a share is 1.40 EUR.

Neither the members of the Board, nor the members of the Council own shares of the Company.

November 29, 2018

Chairman of the Board _____ E.Kaža

Member of the Board _____ G.Lubis

Report is prepared by

Dace Lāma
Chief accountant of
JSC ”Rīgas autoelektroaparātu rūpnīca”