

Joint Stock Company

BRĪVAIS VILNIS

(Enterprise registration number 40003056186)

FINANCIAL INFORMATION

**From the period from 1 January 2019 to 31 March 2019
(unaudited)**

Salacgrīva 2019

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GENERAL INFORMATION

Name of the Company	JSC "Brivais vilnis"
Legal status of the Company	Joint Stock Company
Number, place and date of registration	40003056186, Riga, February 7, 1992
Registered office	1 Ostas Street, Salacgriva, LV4033, Latvia
Major shareholders	"MŪSU INVESTĪCIJU FONDS" SIA (97.41%) Registration No 40003536860, 56A Darza Street , Jurmala, Latvia
Board members	Arnolds Babris (Chairman of the Board) Maris Trankalis (Manager) Dace Bokeldere (Director of production) Kristaps Koškins (Commercial Director till 13.02.2019))
Members of council	Anda Caune (till 13.02.2019) Ilona Drikina Kaspars Vārpiņš
Financial period	1 January – 31 March, 2019
Auditors	Auditor's office Gatis Svīklis Lāsma Svīkle SIA Sworn Auditor Certificate No. 202 Licence of commercial company No. 181 123-15 Kr. Valdemara Street, Riga, LV 1013, Latvia

Management Report

May 31, 2019

The types of activities performed by the JSC "Brivais Vilnis" are processing and canning of fish and fish products, wholesale of food products, including fish, shellfish and mollusc, and other commercial activities classified nowhere else.

Year 2019 is the 28th year of operation since the Company was transformed into a Joint Stock Company. In the 1st quarter of 2019 the Company produced a total of 3.9 million cans of various types (123) of fish products. 3.1 million cans were sold for EUR 1.9 million.

The financial result of the reporting period is a profit of EUR 80 thousand and this profit is from economic activities of the Company.

The Company's goal was to reduce costs, measures are being taken to reduce the administrative costs of the Company in order to maintain the solvency and the sales market.

In 2018, the Company continues to work on development of new sales markets in Western Europe, Japan and rest of the world.

In July we will perform annual repairs at the canning plant, boiler house cold storage.

We are working on development of new products.

The JSC „Brivais vilnis” makes production only from natural raw materials, completely excluding modified raw materials, favor and color enhancer and preservatives in production. The high quality of products is the key that allows the JSC „Brivais vilnis” to be competitive in canned fish market.



Arnolds Babris

Chairman of the Board

BALANCE SHEET

	31.03. 2019 EUR	31.12. 2018 EUR	31.03. 2018 EUR
NON-CURRENT ASSETS			
Tangible assets			
Land, buildings and constructions	3 501 400	3 515 448	3 355 162
Equipment and machinery	38 395	45 293	102 109
Other fixtures and fittings, tools and equipment	36 850	38 436	47 700
Advance payments for fixed assets	604	527	124 961
TOTAL	3 577 249	3 599 704	3 629 932
TOTAL NON-CURRENT ASSETS	3 577 249	3 599 704	3 629 932
CURRENT ASSETS			
Inventories			
Raw materials	576 190	486 341	502 776
Finished goods and goods for sale	834 670	522 373	751 709
TOTAL	1 410 860	1 008 714	1 254 485
Receivables			
Trade receivables	713 505	754 748	978 689
Other receivables	51 996	33 876	144 282
Prepaid expense	1 702	3 624	2 271
TOTAL	767 203	792 248	1 125 242
Cash	81 332	160 491	43 463
TOTAL CURRENT ASSETS	2 259 395	1 961 453	2 423 190
TOTAL ASSETS	5 836 644	5 561 157	6 053 122

EQUITY AND LIABILITIES			
	31.03. 2019 EUR	31.12. 2018 EUR	31.03. 2018 EUR
EQUITY			
Share capital	4 339 230	4 339 230	4 339 230
Non-current assets revaluation reserve	2 000 504	2 008 168	2 031 160
Other reserves	70 890	70 890	70 890
Retained earnings			
brought forward	(5 215 743)	(4 829 505)	(4 829 505)
for the period	80 201	(386 238)	(158 841)
TOTAL	1 275 082	1 202 545	1 452 934
PROVISIONS			
LIABILITIES			
Non-current liabilities			
Loans from credit institutions	1 898 780	1 898 780	1 898 780
Taxes payables	1 290 392	1 290 392	893 337
Other loans	2 023	2 023	5 882
Deferred income	-	-	9 331
TOTAL	3 191 195	3 191 195	2 807 330
Current liabilities			
Other loans	2 950	24 232	51 433
Prepayments received from costumers		4 348	
Trade payables	821 477	629 737	1 127 953
Taxes payables	215 436	222 104	307 871
Other liabilities	140 028	134 604	143 895
Deferred income	8 117	10 526	20 209
Accrued liabilities	182 359	141 866	141 497
TOTAL	1 370 367	1 167 417	1 792 858
TOTAL LIABILITIES	4 561 562	4 358 612	4 600 188
TOTAL EQUITY AND LIABILITIES	5 836 644	5 561 157	6 053 122

INCOME STATEMENT

	1quarter of the year 2019	The year 2018	1quarter of the year 2018
	EUR	EUR	EUR
Net turnover	1 877 856	7 499 801	1 716 933
Cost of sales	(1 569 828)	(6 932 563)	(1 634 070)
Gross profit (loss)	308 028	567 238	82 863
Distribution costs	(35 153)	(162 955)	(42 855)
Administrative expense	(206 060)	(791 226)	(207 124)
Other operating income	99 540	305 746	105 187
Other operating expense	(59 797)	(195 195)	(71 693)
Interest payable and similar expense	(26 357)	(106 223)	(25 219)
Profit / (Loss) before taxes	80 201	(382 615)	(158 841)
Corporate income taxes	-	(3 623)	-
Profit / (Loss) for the reporting period	80 201	(386 238)	(158 841)
Earning (loss) per share	0.026	-0.125	-0.051

CASH FLOW STATEMENT

	For 1 quarters 2019	For 2018	For 1 quarters 2018
	EUR	EUR	EUR
Cash flows to operating activities			
Profit / loss before taxes	80 201	(382 615)	(158 841)
Adjustments for:			
Amortization and depreciation	26 448	158 170	41 600
Interest expense	26 357	106 223	25 219
Provisions for vacations und current repair	(7 664)	(30 655)	(7 663)
Non-current assets revaluation reserve write-off	40 493		(2 561)
Operating profit or loss before working capital changes	165 835	(148 877)	(102 246)
Decrease (increase) in inventories	(402 146)	142 307	(103 464)
Decrease(increase) in receivables	25 045	230 641	(102 353)
Increase(decrease) in payables	183 570	92 733	308 625
Cash used in operations	(27 696)	316 804	562
Interest paid	(26 357)	(106 497)	(16 569)
Corporate income tax paid	(296)	(921)	
Net cash flows to operating activities	(54 349)	209 386	(16 007)
Cash flows to investing activities			
Purchase of fixed assets	(3 529)	(104 959)	(13 622)
Net cash flows to investing activities	(3 529)	(104 959)	(13 622)
Cash flows to financing activities			
Repaid loans	(22 110)	-	(41 244)
Received loans	1 737	102 030	122 546
Lease payments	(908)	(67 291)	(15 158)
Net cash flows from financing activities	(21 281)	34 739	66 144
Change in cash and cash equivalents	(79 159)	139 166	36 515
Cash and cash equivalents at the beginning of the reporting period	160 491	21 325	6 948
Cash and cash equivalents at the end of the reporting period	81 332	160 491	43 463

STATEMENT OF CHANGES IN EQUITY

	Share capital	Other reserves	Long term investment revaluation reserves	Retained earnings	Profit (loss) the reporting period	Total
	EUR	EUR	EUR		EUR	EUR
Balance as at 31 December 2017	4 339 230	70 890	2 038 823	(3 707 245)	(1 122 260)	1 619 438
Reclassification of profit (losse)		-		(1 122 260)	1 122 260	-
Revaluation reserve write-off			(30 655)			(30 655)
Profit (losse) of the 2018			-		(386 238)	(386 238)
Balance as at 31 December 2018	4 339 230	70 890	2 008 168	(4 829 505)	(386 238)	1 202 545
Reclassification of profit (losse)	-	-		(386 238)	386 238	-
Revaluation reserve write-off	-	-	(7 664)			(7 666)
Profit (losse) of the reportong period					80 201	80 201
Balance as at 31 March 2019	4 339 230	70 890	2 000 504	(5 215 743)	80 201	1 275 082

REPORT ON BOARD'S RESPONSIBILITY

May 31, 2019

The management of the JSC "Brivais vilnis" is responsible for preparation of financial statement of the Company. Interim financial statements of the Company are not subject for audit.

Financial statements are prepared on basis of accounting entries and source documents and give a real conception about financial position of the Company on the 31 of May 2019.

Financial statements are composed in accordance with accounting standards of the Republic of Latvia, based on continuation principle of business activities.

The management of the JSC "Brivais vilnis" is responsible for fulfillment of legislation requirements of the Republic of Latvia.



Arnolds Babris
Chairman of the Board