



**Joint Stock Company  
„Rīgas autoelektroaparātu rūpnīca”**

Reg.No. 40003030454  
Address: 18 Klijānu street, Riga, LV-1013

**Annual report  
1 January 2020 – 31 December 2020**

Prepared according to the legislation standards of the Republic of Latvia

(audited)

**Riga, 2021**

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## Information on the Company

|   |   |
|---|---|
| Name of the Company   | Rīgas autoelektroaparātu rūpnīca  |
| Legal status of the Company   | Joint stock company   |
| Number, place and date of registration  | 000303045, Riga, 7 October 1991   |
|   | Registered in Commercial register:<br>40003030454, Riga, 30 June 2004   |
| Address   | 18 Klijānu street, Riga, Latvia, LV-1013  |
| Main activities   | NACE 6820 renting and operating of own real estate  |
| Average number of employees   | 10 (including the members of the Board and Supervisory Council)   |
| Names and positions of Board members  | Ēriks Kaža – Chairman of the Board<br>Gunārs Lubis – Member of the Board  |
| Names and positions of Supervisory Council members                              | Edgars Lubis – Chairman of the Supervisory Council<br>Viktors Rojs – Deputy Chairman of the Supervisory Council<br>Līga Lube – Member of the Supervisory Council since<br>Nina Kaža – Member of the Supervisory Council<br>Gaļina Kraveca – Member of the Supervisory Council |
| Financial year  | 1 January – 31 December 2020  |
| Names of shareholders, shareholding, number and address                         | AS „Baltijas Holdings” - 43.9 %<br>Reg.No. 40003148033, 18 Klijānu street, Riga<br>AS „Tehprojekts”, Ltd. - 43.9%<br>Reg.No. 40103020397, 12 Ūnijas street, Riga<br>Other physical and legal persons - 12.2%  |
| Name and address of the certified audit company and certified auditor in charge | Revidentu birojs Gatis Svīklis Lāsma Svīkle SIA<br>Licence No. 181<br>Kr. Valdemāra iela 123 - 15<br>Riga, LV - 1013<br>Latvia<br><br>Certified auditor in charge:<br>Gatis Svīklis<br>Certificate No. 202  |

## Report of the Management

### Type of operations

The registered operating activity of AS “Rīgas autoelektroaparātu rūpnīca” in 2020 was rental and management activities of its own real estate. In earlier years, the Company produced control and measuring devices for motorcars and tractors. Currently the Company has completely ceased the production, but it is still selling the production from its warehouse.

### Economic activities in the reporting period

Net turnover of the Company in 2020 is EUR 105,5 thousand, including EUR 1,1 thousand for rent of land and EUR 104,4 thousand renting of real estate.

The net result of economic activities in 2020 is loss of EUR 29 871.

Average number of employees in the reporting period is 10, including 2 members of the Board and 5 members of the Supervisory Council.

Financial performance:

|   | 2020   | 2019   |
|---|--------|--------|
| Earnings (+) or loss (-) per share, EUR | -0,008 | -0,034 |
| Return on assets                        | -0,88% | -3,32% |
| Return on equity                        | -0,60% | -2,45% |
| Current liquidity                       | 0.2    | 0,23   |

Solvency indicators

|                                  |      |      |
|----------------------------------|------|------|
| Financial dependency ratio       | 0,52 | 0,53 |
| Liabilities to equity            | 1,06 | 1,14 |
| Share of equity in balance sheet | 0,48 | 0,47 |

The company has invested great work and a lot of money in improvement and reconstruction of its real estate to improve the effectiveness of expenditure of energy. Autonomous heating system is created. The property has become competitive. The basic concept of management is to lease as much space as possible for one tenant, and therefore negotiations with stakeholders are long-lasting.

Because of investments in the modernisation of real estate, the Company received a EUR 315 000 credit from Meridian Trade Bank (currently AS Industra Bank) in 2016. In 2017, the Company agreed with the bank on extending the repayment deadline until September 25, 2021. Credit liabilities are regularly executed. On December 31, 2020, the remaining amount of credit is EUR 43 389.

The Company has neither foreign mission nor branch. The Company does not own its own shares.

AS “Rīgas autoelektroaparātu rūpnīca” holds a 27.5% stake in the Belarus Joint Undertaking with limited responsibility “ETON-AVTO”, legal address: Belarus, Minsk region, Zodino, Kuznecnaja 20.

### Material risks and uncertainties

The result of economic activities of the Company in 2020 is a loss of EUR 29 871 and on December 31, 2020, the Company's short-term liabilities exceeded its current assets by EUR 186 168. The short-term liabilities include the next period income for the received co-financing of EUR 86 894 for which the outflow of funds will not occur in 2021. The Company owns a large real estate. It has invested great work and a lot of money in improvement and reconstruction to improve the effectiveness of expenditure of energy. Autonomous heating system is created. The continuation of economic activity will be ensured by entering into contracts for renting the real estate, taking into account the principle of leasing as much space as possible to a single tenant. The lease contracts for real estate are expected to be concluded in 2021? The Company's management predicts it will not have liquidity problems and the Company will be able to settle with creditors within the deadline set. Therefore, the management of the Company considers that the going concern principle is applicable in the preparation of these financial statements.



## Report of the Management (continued)

After the end of the reporting year, in March 2020 limitations arising from the spread of the coronavirus continued to be in place in the Republic of Latvia and in other countries. The development of the situation is not predictable therefore an economic uncertainty prevails. The management of the Company is constantly contemplating the situation. Currently the management of the Company does not experience significant adverse consequences arising from the situation and the management expects to be able to attract new tenants to its real estate. The management will also cooperate with state institutions and will apply for support if necessary. Nevertheless, these assumptions are based on the publicly available information and the real outcomes of the situation might differ from the management's assumptions.

### Financial risk management

The most significant financial instruments of the Company are borrowings from banks and cash. The aim of these financial instruments is to finance the operating activities of the Company. The Company also has a number of other financial instruments, such as trade receivables and trade creditors, arising directly from its operations. The Company is exposed to market risk, credit risks, liquidity risk and cash flow risk in relation to its financial instruments.

The market risk is a risk that changes in market factors such as foreign exchange rates, interest rates and commodity prices will affect the company's earnings or the value of its owned financial instruments. The market risk includes currency risk and interest-rate risk.

The risk of interest rates is the risk of losses due to changes in interest rates of the Company's assets and liabilities. The Company is at risk of a change in market interest rates due to its long-term liabilities, which have variable interest rates.

The Company's borrowings have variable interest rates. The management of the Company manages the interest rate risk by regularly monitoring the market interest rates available.

The Company's activities are not directly exposed to the risk of fluctuations in foreign exchange rates because transactions with customers, as well as settlement with suppliers, are taking place in the euro. As long as receivables from Belarus are not settled, the risk factor is the exchange rate of local currency in purchasers' country against EUR which burdens their settlement.

Financial resources potentially exposing the Company to a certain degree of credit risk concentration are mainly cash and purchaser and customer debts. At the end of the reporting period, the Company was not exposed to a significant degree of credit risk concentration because in 2020 the Company has respected the credit policy by selling goods on credit only to customers with a good solvency. Considering that stocks of remaining inventory are small in the warehouse, the potential effect of this risk is still decreasing. The debts of buyers and customers are presented in the recoverable value. The Company's partners in cash transactions are local financial institutions with an appropriate credit history.

The Company pursues a prudent liquidity risk management maintaining sufficient credit resources that allow settling liabilities when they fall due. The management of the Company manages the liquidity and cash flow risk by monitoring forecasted and actual cash flows and by matching term structure of financial assets and liabilities.

The Company believes it will have sufficient resources to ensure its liquidity.

### Subsequent events

In the period between the last day of the reporting year and the date of signing of the annual report, a lease agreement of 5000 square meters was signed, which will improve the financial situation.

### Future prospects and further development

Next year it is intended to sell the remaining stocks of finished products from the warehouse and actively seek the possibility of leasing or partly selling the buildings owned by the Company.

The board of AS „Rīgas autoelektroaparātu rūpnīca” proposes to cover the losses of 2020 from the profit of the following years.

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Ēriks Kaža  
Chairman of the Board

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Gunārs Lubis  
Member of the Board

29 March 2021

## Statement of Management Responsibility

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

On the basis of information available to the Board of AS „Rīgas autoelektroaparātu rūpnīca”, the financial statements are prepared in accordance with the “Law on Accounting” and “Law on Annual Reports and Consolidated Annual Reports” of the Republic of Latvia and the MK regulation No 775 “The application rules of the Law on Annual Reports and the Consolidated Annual Reports”, on a going concern basis and give a true and fair view of the financial position of AS Rīgas autoelektroaparātu rūpnīca” as at December 31, 2020, and of its financial performance and its cash flows for the year then ended. The Report of the Management gives a true information on the Company's development and operating results.

On behalf of the Board,

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Ēriks Kaža  
Chairman of the Board

29 March 2021

## Corporate Governance Report

AS „Rīgas autoelektroaparātu rūpnīca” Corporate Governance Report of the year 2020 is prepared according to NASDAQ Riga, AS Corporate governance principles and recommendations on their implementation, issued in 2010. The report is worked out in accordance with the principle “respect or explain”.

The report is made by the Board of AS „Rīgas autoelektroaparātu rūpnīca” and revised by the Council of AS „Rīgas autoelektroaparātu rūpnīca”.

This report is prepared and submitted to NASDAQ Riga, AS together with AS “Rīgas autoelektroaparātu rūpnīca” audited annual financial report of 2020 and published at the official web site of NASDAQ Riga, AS [www.nasdaqbaltic.com](http://www.nasdaqbaltic.com).

On behalf of the Board,

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Ēriks Kaža  
Chairman of the Board

29 March 2021

## Statement on Remuneration Report

AS „Rīgas autoelektroaparātu rūpnīca” Remuneration Report of the year 2020 is prepared in accordance with the Financial Instrument Market Law, section 59.<sup>4</sup>.

The Remuneration Report is made by the Board of AS „Rīgas autoelektroaparātu rūpnīca” and revised by the Council of AS „Rīgas autoelektroaparātu rūpnīca” to be handed to the shareholders meeting.

This report is prepared and submitted to NASDAQ Riga, AS together with AS „Rīgas autoelektroaparātu rūpnīca” audited annual financial report of 2020 and published at the official web site of NASDAQ Riga, AS [www.nasdaqbaltic.com](http://www.nasdaqbaltic.com).

On behalf of the Board,

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Ēriks Kaža  
Chairman of the Board

29 March 2021

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2020

|   | Note | 2020<br>EUR       | 2019<br>EUR       |
|---|------|-------------------|-------------------|
| Net turnover                                      |      | 105 546           | 13 191            |
| Cost of sales                                     | 1    | 282 279           | 256 646           |
| <b>Gross profit or loss</b>                       |      | <b>-176 733</b>   | <b>-243 455</b>   |
| Administrative expenses                           | 2    | 26 128            | 25 924            |
| Other operating income                            | 3    | 183 675           | 159 309           |
| Other operating expenses                          | 4    | 108               | 949               |
| Interest received                                 |      | -                 | 263               |
| Interest expenses and similar expenses            | 5    | 10 577            | 11 592            |
| <b>Profit or loss before corporate income tax</b> |      | <b>-29 871</b>    | <b>-122 348</b>   |
| Corporate income tax for the reporting year       |      | -                 | -                 |
| <b>Profit or loss for the accounting period</b>   |      | <b>-29 871</b>    | <b>-122 348</b>   |
| <br><b>Profit (+) or loss (-) per share</b>       |      | <br><b>-0,008</b> | <br><b>-0,034</b> |

Notes on pages 14 to 23 form an integral part of these financial statements.



**BALANCE SHEET AS AT 31 DECEMBER 2020**

| <b>ASSETS</b>                                | <b>Note</b> | <b>31.12.2020<br/>EUR</b> | <b>31.12.2019<br/>EUR</b> |
|--|-------------|---------------------------|---------------------------|
| <b>Long-term investments</b>                 |             |                           |                           |
| <b>Intangible assets</b>                     |             |                           |                           |
| Patents, licenses and similar rights         |             | 23                        | 41                        |
| <b>Total intangible assets</b>               | 6           | 23                        | 41                        |
| <b>Fixed assets:</b>                         |             |                           |                           |
| Land, buildings and engineering structures   |             | 3 271 630                 | 3 343 209                 |
| Equipment and machinery                      |             | 69 174                    | 173 033                   |
| <b>Total fixed assets</b>                    | 7           | 3 340 804                 | 3 516 242                 |
| <b>Long – term financial investments</b>     |             |                           |                           |
| Investments in associated companies          | 8           | 11 196                    | 12 289                    |
| Other loans                                  | 9           | -                         | -                         |
| <b>Total long-term financial investments</b> |             | 11 196                    | 12 289                    |
| <b>Total long-term investments</b>           |             | 3 352 023                 | 3 528 572                 |
| <b>Current assets</b>                        |             |                           |                           |
| <b>Inventories</b>                           |             |                           |                           |
| Raw materials and consumables                | 10          | 2                         | 5 166                     |
| Finished goods and goods for sale            | 10          | 28 013                    | 28 088                    |
| Advances for goods receivable                |             | -                         | 1                         |
| <b>Total inventories</b>                     |             | 28 015                    | 33 255                    |
| <b>Debtors</b>                               |             |                           |                           |
| Trade debtors                                | 11          | 15 392                    | 25 466                    |
| Other debtors                                | 12          | 1 696                     | 23                        |
| Deferred expenses                            | 13          | 194                       | 384                       |
| <b>Total debtors</b>                         |             | 17 282                    | 25 873                    |
| <b>Cash and bank</b>                         | 14          | 816                       | 415                       |
| <b>Total current assets</b>                  |             | 46 113                    | 59 543                    |
| <b>TOTAL ASSETS</b>                          |             | <b>3 398 136</b>          | <b>3 588 115</b>          |

Notes on pages 14 to 23 form an integral part of these financial statements.

# **BALANCE SHEET AS AT 31 DECEMBER 2020**

| <b>LIABILITIES</b>  | <b>Note</b> | <b>31.12.2020<br/>EUR</b> | <b>31.12.2019<br/>EUR</b> |
|---|-------------|---------------------------|---------------------------|
| <b><u>Shareholders' funds</u></b>                             |             |                           |                           |
| Share capital   | 15          | 4 991 713                 | 4 991 713                 |
| Other reserves – the result of denomination                   |             | 81 549                    | 81 549                    |
| Previous years' retained earnings or accumulated loss         |             | -3 395 984                | -3 273 636                |
| Current year's profit or loss                                 |             | -29 871                   | -122 348                  |
| <b>Total shareholders' funds</b>                              |             | <b>1 647 407</b>          | <b>1 677 278</b>          |
| <b>Creditors</b>  |             |                           |                           |
| <b><u>Long-term creditors</u></b>                             |             |                           |                           |
| Loans from credit institutions                                | 16          | -                         | 43 389                    |
| Deferred income   | 17          | 1 518 448                 | 1 605 341                 |
| <b>Total long-term creditors</b>                              |             | <b>1 518 448</b>          | <b>1 648 730</b>          |
| <b><u>Short-term creditors</u></b>                            |             |                           |                           |
| Loans from credit institutions                                | 16          | 43 389                    | 60 000                    |
| Other loans   |             | 36 720                    | 62 350                    |
| Trade creditors   | 18          | 23 581                    | 21 846                    |
| Taxes and the state compulsory social insurance contributions | 19          | 913                       | 7 481                     |
| Other creditors   | 20          | 36 210                    | 18 357                    |
| Deferred income   | 17          | 86 894                    | 86 894                    |
| Accrued liabilities   | 21          | 4 574                     | 5 179                     |
| <b>Total short-term creditors</b>                             |             | <b>232 281</b>            | <b>262 107</b>            |
| <b>Total creditors</b>  |             | <b>1 750 729</b>          | <b>1 910 837</b>          |
| <b>TOTAL LIABILITIES</b>                                      |             | <b>3 398 136</b>          | <b>3 588 115</b>          |

Notes on pages 14 to 23 form an integral part of these financial statements.

**Statement of cash flows for the year ended 31 December 2020**

| <b>I. Cash flows from operating activities</b>                              | <b>Note</b> | <b>2020</b>    | <b>2019</b>    |
|---|-------------|----------------|----------------|
|   |             | <b>EUR</b>     | <b>EUR</b>     |
| 1. Income from sales and services   |             | 143 718        | 19 110         |
| 2. Payments to suppliers, to employees and other operating expenses         |             | 159 099        | 104 186        |
| 3. Other income or expenses for economic activities                         |             | 79 814         | 50 500         |
| 4. Gross cash generated from operations                                     |             | 64 433         | -34 576        |
| <b>5. Net Cash flows from operating activities</b>                          |             | <b>64 433</b>  | <b>-34 576</b> |
| <b>II. Cash flows from investing activities</b>                             |             |                |                |
| 1. Proceeds from sale of fixed assets and intangible assets                 |             | 27 011         | 21 471         |
| 2. Received repayment of the issued loans                                   |             | -              | 19 836         |
| 3. Interest received  |             | -              | 263            |
| <b>4. Net cash generated from investing activities</b>                      |             | <b>27 011</b>  | <b>41 570</b>  |
| <b>III. Cash flows from financing activities</b>                            |             |                |                |
| 1. Loans received   |             | 55 070         | 65 850         |
| 2. The loan repayment expenses  |             | 146 113        | 63 500         |
| 3. Interest paid  |             | -              | 9 676          |
| <b>4. Net cash used in financing activities</b>                             |             | <b>-91 043</b> | <b>-7 326</b>  |
| <b>V. Net increase in cash and cash equivalents</b>                         |             | <b>401</b>     | <b>-332</b>    |
| <b>VI. Cash and cash equivalents at the beginning of the reporting year</b> |             | <b>415</b>     | <b>747</b>     |
| <b>VII. Cash and cash equivalents at the end of reporting year</b>          |             | <b>816</b>     | <b>415</b>     |

Notes on pages 14 to 23 form an integral part of these financial statements.

Statement of changes in equity for the year ended 31 December 2020

|  | 31.12.2020<br>EUR | 31.12.2019<br>EUR |
|--|-------------------|-------------------|
| <b>Share capital</b>                               |                   |                   |
| At the beginning of reporting year                 | 4 991 713         | 4 991 713         |
| At the end of reporting year                       | 4 991 713         | 4 991 713         |
| <b>Other reserves (the result of denomination)</b> |                   |                   |
| At the beginning of reporting year                 | 81 549            | 81 549            |
| At the end of reporting year                       | 81 549            | 81 549            |
| <b>Retained earnings</b>                           |                   |                   |
| At the beginning of reporting year                 | -3 395 984        | -3 273 636        |
| Increase / decrease in retained earnings           | -29 871           | -122 348          |
| At the end of reporting year                       | -3 425 855        | -3 395 984        |
| <b>Equity</b>                                      |                   |                   |
| Previous year balance                              | 1 677 278         | 1 799 626         |
| Balance at the end of the year                     | 1 647 407         | 1 677 278         |

Notes on pages 14 to 23 form an integral part of these financial statements.



## NOTES

### ACCOUNTING POLICIES

#### (a) Information on the Company

The legal address of AS “Rīgas autoelektroaparātu rūpnīca” is Klijānu iela 18, Rīga. The Company is registered in Commercial Register with common registration number 40003030454. The Company is a listed company and its main shareholders are AS “Baltijas Holdings” (43.9%) and SIA “Tehprojekts” (43.9%). The Board of the Company consists of Ēriks Kaža (Chairman of the Board), Gunārs Lubis (Member of the Board). The Company's auditor is the certified audit company Revidentu birojs Gatis Svīklis Lāsma Svīkle SIA and certified auditor in charge Gatis Svīklis.

#### (b) Financial statements preparation basis

Financial statements are prepared in accordance with the Law on Accounting and Law on Annual Reports and Consolidated Annual Reports of the Republic of Latvia and the MK regulation No 775 The application rules of the Law on Annual Reports and the Consolidated Annual Reports, on a going concern basis. In accordance with section 3 (6) of the Law on Annual Reports and Consolidated Annual Reports, the Company meets the criteria of a large company. The Company's shares are listed on the NASDAQ stock exchange.

The profit and loss account is prepared in accordance with the expense function method.

Statement of cash flow is prepared using direct method.

Accounting policies used by the Company are consistent with those used in the previous reporting period.

#### (c) Going concern

The result of economic activities of the Company in 2020 is a loss of EUR 29 871 and on December 31, 2020, the Company's short-term liabilities exceeded its current assets by EUR 186 168. The short-term liabilities include the next period income for the received co-financing of EUR 86 894 for which the outflow of funds will not occur in 2021. The Company owns a large real estate. It has invested great work and a lot of money in improvement and reconstruction to improve the effectiveness of expenditure of energy. Autonomous heating system is created. The continuation of economic activity will be ensured by entering into contracts for renting the real estate, taking into account the principle of leasing as much space as possible to a single tenant. The lease contracts for real estate are expected to be concluded in 2021. The Company's management predicts it will not have liquidity problems and the Company will be able to settle with creditors within the deadline set. Therefore, the management of the Company considers that the going concern principle is applicable in the preparation of these financial statements.

#### (d) Net sales and income recognition

Net sales represent income from rent and the total of goods and services sold during the year net of value added tax. Sales of services are recognised in the accounting period in which the services are rendered. Sales of goods are recognised when the customer has accepted the goods in accordance with the goods delivery terms.

Revenue arising from the use by others of Company assets is recognized when it is believable that the Company will receive economic benefits from the transaction and the amount of revenue measured reliably.

#### (e) Currency unit and revaluation of foreign currency

All amounts in these financial statements are expressed in the Latvian official currency - euro (EUR).

Foreign currency transactions have been translated into euro applying the exchange rate valid at the beginning of the day of transaction determined by the conversion procedure between central banks of the European System of Central Banks and other central banks and which is published on the European Central Bank's website.

On the last day of the reporting period all monetary assets and liabilities were translated into euros in accordance with the rates (at the end of the day) published on the European Central Bank's website.

| Currency    | 31.12.2020 | 31.12.2019 |
|-------------|------------|------------|
| USD / 1 EUR | 1,2281     | 1,123      |

Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the profit and loss account.



**(f) Intangible assets and fixed assets**

Intangible assets and fixed assets are recorded at historical cost net of accumulated depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the intangible assets and fixed assets. The cost of software licences includes the purchase cost and costs related to their implementation in use.

Land is not depreciated. Depreciation on other assets is calculated using the straight-line method to allocate their cost or revalued amounts to their residual values over their estimated useful lives using the following rates set by management:

|                                      | % gadā |
|--------------------------------------|--------|
| Intangible assets                    | 20     |
| Buildings and engineering structures | 1-8,3  |
| Technological equipment and devices  | 14-50  |
| Other fixtures and fittings          | 10-20  |

Where the carrying amount of an intangible or a fixed asset exceeds its estimated recoverable amount, it is written down immediately to its recoverable amount. Recoverable amount is the higher of the fair value less costs to sell and the value in use of the related intangible or fixed asset.

Subsequent costs are included in the asset's carrying amount or recognised as separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. Such costs are depreciated over the remaining useful life of the related asset. When capitalising the cost of mounted spare parts, the carrying value of the part replaced is written off to the profit and loss account.

Repairs and maintenance are charged to the profit and loss account during the period in which they are incurred.

Gains or losses on disposals are determined by comparing carrying amount with proceeds and are charged to the profit and loss account during the period in which they are incurred.

**(g) Inventories**

Inventories are stated at the lower of cost and net realisable value. Cost is determined using the weighted average price method. Net realisable value is the estimated selling price in the ordinary course of business, less the costs of completion and selling expenses. When the net realisable value of inventories is lower than its cost, provisions are created to reduce the value of inventories to its net realisable value.

Inventory of materials and purchased parts is estimated using weighted average prices.

Inventory of finished goods is valued in accordance with net sale value.

**(h) Accounts receivable and issued loans**

Accounts receivable and issued loans are recorded in the balance sheet at their amortised cost less provisions for impairment. Provisions for impairment are established when there is an objective evidence that the Company will not be able to collect all amounts due according to the original terms of receivables. The amount of provisions for impairment is the difference between the amortised cost and the recoverable amount. The amount of the provision is recognised in the profit and loss account.

**(i) Operating leases – The Company as a lessor**

Assets that are leased out under operating lease terms are recorded within fixed assets at historic cost or revalued amount less depreciation. Depreciation is calculated on a straight-line basis to write down each asset to its estimated residual value over its estimated useful life using rates set for similar Company's assets. Rental income from operating lease including advances received is recognised on a straight-line basis over the period of the lease.

**(j) Investments in associated companies**

Investments in associated companies are accounted for at cost net of accumulated impairment loss. The Company recognises the income only to the extent the distribution of the profit accumulated after the acquisition date is received from the respective associated company. Received distributions in excess of such profit are regarded as recovery of the investment and are booked as a decrease of the cost of investment.

When there is objective evidence that the carrying amount of the investment in associated company has impaired, the impairment loss is calculated as a difference between the carrying amount of the investment and its recoverable amount. The recoverable amount is determined as the higher of its fair value less costs to sell and its value in use. An impairment loss recognised in prior periods can be reversed only if there has been a change in the estimates used to determine the investment's recoverable amount since the last impairment loss was recognized.

**(k) Grants**

Grants relating to the purchase of specific assets are recorded as deferred income and are credited to the profit and loss account on a straight-line basis over the expected lives of the related assets. Grants granted to cover the expenses are recognised as an income in the same period when respective expenses have arisen if all conditions associated with the receipt of grant have been fulfilled.

**(l) Borrowings**

Borrowings are recognised initially at the proceeds received net of transaction costs incurred. In subsequent periods, borrowings are stated at amortised cost using the effective interest method; any difference between proceeds (net of transaction costs) and the redemption value is recognised in the profit and loss account.

**(m) Accrued unused annual leave expenses**

Amount of accrual for unused annual leave is determined by multiplying the average daily wage of employees for the last six months of the reporting year by the amount of accrued but unused annual leave at the end of the reporting year.

**(n) Cash and cash equivalents**

Cash and cash equivalents comprise cash balances of current account with banks.

**(o) Taxation**

Corporate income tax for the reporting period is included in the financial statements based on the management's calculations prepared in accordance with Latvian Republic tax legislation.

On July 28, 2017, a new Corporate Income Tax Law was adopted, which stipulates that from January 1, 2018, the corporate income tax is levied on profit that arose after 2017 if it is distributed or conditionally distributed profit arise.

From taxation year 2018, corporate income tax will be calculated on the basis of distributed profit (20/80 of the net amount payable to shareholders). Corporate tax on distributed profit will be recognized when the shareholders of the Company make a decision about profit distribution.

The Company calculates and pays corporate income tax also for the conditionally distributed profit (20/80 of calculated taxable base), which includes taxable objects in accordance with the Corporate Income Tax law, such as the expenditure not related to economic activity, the doubtful debts of debtors and the loans to the related parties, if they meet criteria provided in the Corporate Income Tax law, as well other expenses exceeding statutory limits for deduction. Corporate income tax for the conditionally distributed profit is recognized in the profit or loss statement in the year for which it is assessed. Corporate income tax for the distributed profit and corporate income tax for the conditionally distributed profit is included in the profit and loss statement line item "Corporate income tax for the reporting year" and disclosed by the components in the notes to the financial statements.

**(p) Related parties**

Related parties are defined as Company's shareholders, members of the Board of Directors and Supervisory Board, their close relatives and companies in which they have a significant influence or control.



**NOTES – PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2020 (continued)**

|   | 2020<br>EUR    | 2019<br>EUR    |
|---|----------------|----------------|
| <b>(1) Cost of sales</b>                          |                |                |
| Supplementary materials                           | 75             | 2 446          |
| Salary expenses                                   | 12 289         | 11 048         |
| State compulsory social insurance contributions   | 2 510          | 1 764          |
| Costs of energy resources                         | 6 479          | 5 321          |
| Depreciation of fixed assets                      | 176 685        | 176 279        |
| Real estate tax                                   | 43 537         | 43 537         |
| Other production costs                            | 40 704         | 16 251         |
|   | <b>282 279</b> | <b>256 646</b> |
| <b>(2) Administrative expenses</b>                |                |                |
| Salary expenses                                   | 7 128          | 7 009          |
| State compulsory social insurance contributions   | 1 717          | 1 688          |
| Office maintenance costs                          | 924            | 1 089          |
| Amortization of intangible assets                 | 18             | -              |
| Bank services                                     | 574            | 556            |
| Payments to Stock exchange                        | 8 282          | 7 643          |
| Annual report expenses                            | 2 300          | 2 300          |
| Legal services                                    | 4 962          | 5 621          |
| Other administrative costs                        | 223            | 18             |
|   | <b>26 128</b>  | <b>25 924</b>  |
| <b>(3) Other operating income</b>                 |                |                |
| Remuneration for the use of intellectual property | 79 500         | 50 500         |
| Received fines                                    | 17 251         | 21 471         |
| Next period income referable to reporting period  | 86 894         | 86 894         |
| Net gain on foreign exchange                      | -              | 284            |
| Other income                                      | 30             | 160            |
|   | <b>183 675</b> | <b>159 309</b> |
| <b>(4) Other operating expenses</b>               |                |                |
| Late payment fees                                 | 106            | 949            |
| Other expenses                                    | 2              | -              |
|   | <b>108</b>     | <b>949</b>     |
| <b>(5) Interest expenses and similar expenses</b> |                |                |
| Net loss on foreign exchange                      | 1 093          | -              |
| Interest charge                                   | 9 484          | 11 592         |
|   | <b>10 577</b>  | <b>11 592</b>  |

**NOTES – BALANCE SHEET AS AT 31 DECEMBER 2020 - ASSETS** (continued)

**(6) Intangible assets**

|                           | Patents, licences and<br>similar rights | Total |
|---------------------------|---|-------|
| Cost                      | 91                                      | 91    |
| 31.12.2020                | 91                                      | 91    |
| Amortisation              |   |       |
| 31.12.2019                | 50                                      | 50    |
| Charge for 2020           | 18                                      | 18    |
| 31.12.2020                | 68                                      | 68    |
| Net book value 31.12.2019 | 41                                      | 41    |
| Net book value 31.12.2020 | 23                                      | 23    |

**(7) Fixed assets**

|                           | Land   | Buildings,<br>engineering<br>structures | Equipment and<br>machinery | Other fixed<br>assets | Total     |
|---------------------------|--------|---|----------------------------|-----------------------|-----------|
| Cost                      |        |   |                            |                       |           |
| 31.12.2019                | 88 826 | 3 839 771                               | 748 405                    | 7 169                 | 4 684 171 |
| Additions                 | -      | -                                       | -1 247                     | -                     | 1 247     |
| Disposals                 | -      | -                                       | 4 870                      | 3 616                 | 8 486     |
| 31.12.2020                | 88 826 | 3 839 771                               | 744 782                    | 3 553                 | 4 676 932 |
| Depreciation              |        |   |                            |                       |           |
| 31.12.2019                | -      | 585 388                                 | 575 852                    | 6 689                 | 1 167 929 |
| Charge for 2020           | -      | 71 579                                  | 104 907                    | 199                   | 176 685   |
| Disposal of fixed assets  | -      | -                                       | 4 870                      | 3 616                 | 8 486     |
| 31.12.2020                | -      | 656 967                                 | 675 889                    | 3 272                 | 1 336 128 |
| Net book value 31.12.2019 | 88 826 | 3 254 383                               | 172 553                    | 480                   | 3 516 242 |
| Net book value 31.12.2020 | 88 826 | 3 182 804                               | 68 893                     | 281                   | 3 340 804 |

(8) Investments in associated companies

|   | Investments in associated<br>companies<br>EUR | Total<br>EUR  |
|---|---|---------------|
| <b>Cost</b>                             |   |               |
| 01.01.2019                              | 12 005  | 12 005        |
| Net gain on foreign exchange            | 284   | 284           |
| <b>31.12.2019</b>                       | <b>12 289</b>                                 | <b>12 289</b> |
| <b>Movement in value of investments</b> |   |               |
| 01.01.2020                              |   |               |
| Net loss on foreign exchange            | -1 093  | -1 093        |
| <b>31.12.2020</b>                       | <b>11 196</b>                                 | <b>11 196</b> |
| <b>Net book value 31.12.2019</b>        | <b>12 289</b>                                 | <b>12 289</b> |
| <b>Net book value 31.12.2020*</b>       | <b>11 196</b>                                 | <b>11 196</b> |

\* AS "Rīgas autoelektroaparātu rūpnīca" holds a 27.5% stake in the Belarus Joint Undertaking with limited responsibility "ETON-AVTO", legal address: Belarus, Minsk region, Zodino, Kuznecnaja 20

(9) Other loans

|                                    | 31.12.2020<br>EUR | 31.12.2019<br>EUR |
|------------------------------------|-------------------|-------------------|
| At the beginning of reporting year | -                 | 19 835            |
| Loans repaid during the year       | -                 | 19 835            |
| At the end of reporting year       | -                 | -                 |

(10) Inventories

Raw materials and consumables  
 - Raw materials

|          |              |
|----------|--------------|
| 2        | 5 166        |
| <b>2</b> | <b>5 166</b> |

Finished goods and goods for sale

|               |               |
|---------------|---------------|
| 28 013        | 28 088        |
| <b>28 013</b> | <b>28 088</b> |

(11) Trade debtors

Trade debtors  
 Provisions for doubtful debtors

|               |               |
|---------------|---------------|
| 28 161        | 55 486        |
| 12 769        | 30 020        |
| <b>15 392</b> | <b>25 466</b> |



**(12) Other debtors**

|              | 31.12.2020<br>EUR | 31.12.2019<br>EUR |
|--------------|-------------------|-------------------|
| VAT overpaid | 885               | 23                |
| PIT overpaid | 811               |                   |
|              | <u>1 696</u>      | <u>23</u>         |

**(13) Deferred expenses**

|                       |            |            |
|-----------------------|------------|------------|
| LMT guarantee deposit | 34         | 34         |
| Real estate insurance | 160        | 350        |
|                       | <u>194</u> | <u>384</u> |

**(14) Cash and bank**

|              |            |            |
|--------------|------------|------------|
| Cash at bank | 816        | 415        |
|              | <u>816</u> | <u>415</u> |

## NOTES – BALANCE SHEET AS AT 31 DECEMBER 2020 - LIABILITIES (continued)

### (15) Share capital

Share capital is 4 991 712,60 EUR. There are 3 565 509 shares. Nominal value per share is 1,40 EUR. Neither the members of the Board, nor the members of the Supervisory Council own the shares of the Company.

Information pursuant to the requirements set out in Financial Instrument Market Law section 56.1 - information to be additionally included in the financial statements:

| Regulatory requirements  | Compliance   |
|--|--|
| Information on the capital structure, share categories, the rights and obligations arising from each category of the shares and the percentage of the share capital, by specifying separately the number of the shares which are not included in regulated markets                 | Total amount of issued shares are 3 565 509. 1 762 786 are bearer' shares, which are circulated in the regular market. 1 802 723 are registered shares, which are not involved in regulated markets. All the shares have equal rights. |
| Details on the restrictions applicable to share transfers or the need to get the consent of the Company or other shareholders for the alienation of the shares   | None   |
| Persons who have directly or indirectly acquired a substantial holding in the Company, as well as their interests  | AS "Baltijas Holdings" 43,9%<br>SIA "Tehprojekts" 43,9%  |
| Shareholders who have special control rights; description of the rights  | None   |
| The manner in which the Company will use the voting rights arising from the shares of employees if they are not used by employees themselves   | Such category of shares does not exist   |
| Voting limitations in case of the maximum voting rights are set, independently of the amount of voting shares owned, as well as the shareholder rights to share of profit, which is not related to the shares directly proportionally owned by them and other similar limitations  | None   |
| Shareholders' agreement, which is known to the Company and can result in restrictions on the transfer of the shareholders' equity or voting rights to other persons, including the terms and conditions providing for a prior approval of such transfer                            | None   |
| Terms governing the election of Board members, changes in the composition of the Board and amendments of Articles of Association   | In accordance with the Articles of Association and legislative requirements.   |
| The authority of the members of the board, including the authority to issue or to repurchase shares  | The authority of the members of the board is determined in the Commercial Law. The members of the Board are not authorised to issue or to repurchase shares without the authorisation of the shareholders' meeting.                    |
| All significant agreements and contracts, concluded by the Company under which in the case of change of the control they will become effective, the term of which will expire or which will be modified, as well as the effect of their entry into force, termination or amendment | None   |
| All agreements between the Company and its members of the board, providing for the payment of compensation in the event of the loss of the office, when they are dismissed without sufficient case or when they are dismissed after expressing the offer to repurchase the shares. | None   |

**(16) Loans from credit institutions**

|  | 31.12.2020<br>EUR | 31.12.2019<br>EUR |
|--|-------------------|-------------------|
| Loan from AS Industra Bank                                     |                   |                   |
| - Short-term portion of the loan                               | 43 389            | 60 000            |
| - Long-term portion of the loan – repayable within 1 - 5 years | -                 | 43 389            |
|  | <b>43 389</b>     | <b>103 389</b>    |

In April 2016, the Company received a loan of EUR 315,000. The loan shall be repaid by 25 September 2021. Interest rate is 7,275% a year plus EURIBOR. Credit repayment and interest payments shall be made once a month.

Real estate on Klijānu Street, Riga is pledged as security in favour of AS Industra Bank. On 31 December 2020 its balance value is EUR 3 271 630 (on 31 December 2019: EUR 3 343 209). Respective collateral contract is concluded on 18 April 2016.

**(17) Deferred income**

The company has received KPFI (Climate change financial instrument) funding and has implemented contracts with LR Environment Protection and Regional Development Ministry and SIA Vides investīciju fonds for projects of reconstruction of the office building according to low energy consumption requirements, as well as for industrial building and administrative buildings to improve energy efficiency. Received co-financing of capital investments is treated as deferred income and gradually included in revenues during the useful life of fixed assets.

|  | 31.12.2020<br>EUR | 31.12.2019<br>EUR |
|--|-------------------|-------------------|
| Reconstruction of the office building according to low energy consumption requirements               | 859 977           | 909 891           |
| Reduction of greenhouse effect gas emissions, improving energy efficiency in the industrial building | 437 607           | 456 051           |
| Improving of energy efficiency in the administrative building  | 307 758           | 326 293           |
|  | <b>1 605 342</b>  | <b>1 692 235</b>  |
| Including: Long - term deferred income   | <b>1 518 448</b>  | <b>1 605 341</b>  |
| Short - term deferred income   | <b>86 894</b>     | <b>86 894</b>     |

**(18) Trade creditors**

|                       |               |               |
|-----------------------|---------------|---------------|
| For received services | 23 581        | 21 846        |
|                       | <b>23 581</b> | <b>21 846</b> |

**(19) Taxes and the state compulsory social insurance contributions**

|   |            |              |
|---|------------|--------------|
| Personal income tax                                 | -          | 156          |
| The compulsory state social insurance contributions | 910        | 364          |
| Business risk duty                                  | 3          | 4            |
| Real estate tax                                     | -          | 6 957        |
|   | <b>913</b> | <b>7 481</b> |

**(20) Other creditors**

|                                  |               |               |
|----------------------------------|---------------|---------------|
| Salaries                         | 12 124        | 16 431        |
| Security for sale of real estate | 20 000        | -             |
| Other creditors                  | 4 086         | 1 926         |
|                                  | <b>36 210</b> | <b>18 357</b> |

**(21) Accrued liabilities**

|   |              |              |
|---|--------------|--------------|
| In the reporting year received services, on which the invoice is not yet received on the balance date | 2 685        | 2 363        |
| Accrued unused annual leave expenses  | 1 889        | 2 816        |
|   | <b>4 574</b> | <b>5 179</b> |

**(22) Average number of employees**

|                     | 2020      | 2019      |
|---------------------|-----------|-----------|
| Board               | 2         | 2         |
| Supervisory Council | 5         | 5         |
| Other employees     | 3         | 4         |
|                     | <b>10</b> | <b>11</b> |

The Board and the Supervisory Council members do not receive remuneration for their duties in the Company.

**(23) Subsequent events**

In the period between the last day of the reporting year and the date of signing of the annual report, a lease agreement of 5000 square meters was signed, which will improve the financial situation.

Except for the above, there are no subsequent events since the last date of the reporting year, which would have a significant effect on the financial position of the Company as at 31 December 2020.

The Financial statements of the Company set out on pages 9 to 23 were signed on 29 March 2021 by:



Ēriks Kaža  
Chairman of the Board



Gunārs Lubis  
Member of the Board

Report is prepared by the chief accountant Inna Vencenosceva.



Inna Vencenosceva  
AS „Rīgas autoelektroaparātu rūpnīca”  
Chief accountant

29 March 2021



## NEATKARĪGU REVIDENTU ZIŅOJUMS

### AS "Rīgas autoelektroaparātu rūpnīca" akcionāriem

#### Mūsu atzinums par finanšu pārskatu

Esam veikuši AS "Rīgas autoelektroaparātu rūpnīca" ("Sabiedrība") pievienotajā gada pārskatā ietvertā finanšu pārskata no 9. līdz 23. lapai revīziju. Pievienotais finanšu pārskats ietver:

- bilanci 2020. gada 31. decembrī,
- peļņas vai zaudējumu aprēķinu par gadu, kas noslēdzās 2020. gada 31. decembrī,
- pašu kapitāla izmaiņu pārskatu par gadu, kas noslēdzās 2020. gada 31. decembrī,
- naudas plūsmas pārskatu par gadu, kas noslēdzās 2020. gada 31. decembrī, kā arī
- finanšu pārskata pielikumu, kas ietver nozīmīgu grāmatvedības uzskaites principu kopsavilkumu un citu paskaidrojošu informāciju.

Mūsaprāt, pievienotais finanšu pārskats sniedz patiesu un skaidru priekšstatu par AS "Rīgas autoelektroaparātu rūpnīca" finansiālo stāvokli 2020. gada 31. decembrī un par tās darbības finanšu rezultātiem un naudas plūsmu gadā, kas noslēdzās 2020. gada 31. decembrī, saskaņā ar Latvijas Republikas Gada pārskatu un konsolidēto gada pārskatu likumu ("Gada pārskatu un konsolidēto gada pārskatu likums").

#### Atzinuma pamatojums

Atbilstoši Latvijas Republikas Revīzijas pakalpojumu likumam ("Revīzijas pakalpojumu likums") mēs veicām revīziju saskaņā ar Latvijas Republikā atzītiem starptautiskajiem revīzijas standartiem (turpmāk - SRS). Mūsu pienākumi, kas noteikti šajos standartos, ir turpmāk aprakstīti mūsu ziņojuma sadaļā *Revidenta atbildība par finanšu pārskata revīziju*.

Mēs esam neatkarīgi no Sabiedrības saskaņā ar Starptautiskās Grāmatvežu ētikas standartu padomes izstrādātā Starptautiskā Profesionālu grāmatvežu ētikas kodeksa (tostarp Starptautisko Neatkarības standartu) prasībām un Revīzijas pakalpojumu likumā iekļautajām neatkarības prasībām, kas ir piemērojamas mūsu veiktajai finanšu pārskata revīzijai Latvijas Republikā. Mēs esam ievērojuši arī Starptautiskā Profesionālu grāmatvežu ētikas kodeksa (tostarp Starptautisko Neatkarības standartu) un Revīzijas pakalpojumu likumā noteiktos pārējos profesionālās ētikas principus un objektivitātes prasības.

Mēs uzskatām, ka mūsu iegūtie revīzijas pierādījumi dod pietiekamu un atbilstošu pamatojumu mūsu atzinumam.

#### Būtiska nenoteiktība saistībā ar Sabiedrības spēju turpināt darbību

Pievēršam uzmanību finanšu pārskata pielikuma (c) piezīmei, kurā aprakstīts, ka gadā, kas noslēdzās 2020. gada 31. decembrī, Sabiedrības darbības finanšu rezultāts bija zaudējumi EUR 29 871 apmērā, un, ka 2020. gada 31. decembrī Sabiedrības īstermiņa saistības pārsniedz tās apgrozāmos līdzekļus par EUR 186 168. Kā aprakstīts finanšu pārskata pielikuma (c) piezīmē, šie apstākļi kopā ar (c) piezīmē aprakstītajiem citiem apstākļiem norāda, ka pastāv būtiska nenoteiktība, kas varētu radīt nozīmīgas šaubas par Sabiedrības spēju turpināt darbību nākotnē. Mēs neizsakām iebildi attiecībā uz šo apstākli.

#### Galvenie revīzijas jautājumi

Galvenie revīzijas jautājumi ir tādi jautājumi, kas, pamatojoties uz mūsu profesionālo spriedumu, pārskata perioda finanšu pārskata revīzijā bija visnozīmīgākie. Šie jautājumi kopumā tika apskatīti finanšu pārskata revīzijas kontekstā, kā arī kopumā apsvērti sagatavojot atzinumu par šo finanšu pārskatu, tāpēc atsevišķu atzinumu par šiem jautājumiem mēs neizsakām.

Papildus jautājumiem, kas aprakstīti sadaļā *Būtiska nenoteiktība saistībā ar Sabiedrības spēju turpināt darbību*, mēs esam noteikuši zemāk minētos jautājumus kā galvenos revīzijas jautājumus par kuriem ir jāsniedz informācija mūsu ziņojumā.



| Galvenie revīzijas jautājumi   | Galvenajiem revīzijas jautājumiem piemērotās procedūras  |
|--|--|
| <p><b>Pamatlīdzekļu novērtējums</b></p> <p>Kā atspoguļots Sabiedrības 2020. gada 31. decembra bilances aktīvā, Sabiedrības pamatlīdzekļu kopsumma ir EUR 3 340 804.</p> <p>Nozīmīgākie Sabiedrības pamatlīdzekļi ir Sabiedrībai piederošais nekustamais īpašums, kuru Sabiedrība plāno izmantot to iznomājot.</p> <p>Pamatlīdzekļi ir būtisks bilances postenis, tāpēc pamatlīdzekļu atgūstamās vērtības novērtējums ir uzskatāms par galveno revīzijas jautājumu.</p> | <p>Mēs veicām Sabiedrības vadības intervijas attiecībā uz pamatlīdzekļu plānoto izmantošanu nākotnē un konstatējām, ka notiek pastāvīgas pārrunas ar potenciāliem klientiem attiecībā uz nomu, t.sk. tiek slēgti nomas līgumi un nodomu protokoli par nomu.</p> <p>Mēs veicām pamatlīdzekļu apsekošanu un pārliecinājāmies, ka, kā minēts vadības ziņojumā, ir veikti būtiski ieguldījumi pamatlīdzekļu sastāvā esošā nekustamajā īpašumā, t.sk. ēkas ir nosiltinātas un tām ir izveidota autonoma apsildes sistēma.</p> <p>Mēs veicām neatkarīgu vērtētāju atzinuma par nekustamā īpašuma iespējamo vērtību pārbaudi un veicām izpēti, lai pārliecinātos vai nav notikušas būtiskas negatīvas izmaiņas nekustamā īpašuma tirgus attīstībā starp vērtējuma datumu un 2020. gada 31. decembri.</p> <p>Veicām nolietojuma aprēķina precizitātes un pilnīguma pārbaudi.</p> |

## Citi apstākļi

### Ziņošana par citu informāciju

Par citu informāciju atbild Sabiedrības vadība. Citu informāciju veido:

- informācija par Sabiedrību, kas sniegta pievienotā gada pārskata 3. lapā,
- vadības ziņojums, kas sniegts pievienotā gada pārskata 4 - 5. lapās,
- paziņojums par valdes atbildību, kas sniegts pievienotā gada pārskata 6. lapā,
- paziņojums par korporatīvo pārvaldību, kas sniegts pievienotā gada pārskata 7. lapā,
- paziņojums par atalgojuma ziņojumu, kas sniegts pievienotā gada pārskata 8. lapā.

Mūsu atzinums par finanšu pārskatu neattiecas uz gada pārskatā ietverto citu informāciju, un mēs nesniedzam par to nekāda veida apliecinājumu, izņemot to kā norādīts mūsu ziņojuma sadaļā *Uz citu informāciju attiecināmas citas ziņošanas prasības saskaņā ar Latvijas Republikas tiesību aktu prasībām*

Saistībā ar finanšu pārskata revīziju mūsu pienākums ir iepazīties ar citu informāciju un, to darot, izvērtēt, vai šī cita informācija būtiski neatšķiras no finanšu pārskata informācijas vai no mūsu zināšanām, kuras mēs ieguvām revīzijas gaitā, un vai tā nesatur cita veida būtiskas neatbilstības.

Ja, balstoties uz veikto darbu un ņemot vērā revīzijas laikā gūtās ziņas un izpratni par Sabiedrību un tās darbības vidi, mēs secinām, ka citā informācijā ir būtiskas neatbilstības, mūsu pienākums ir ziņot par šādiem apstākļiem. Mūsu uzmanības lokā nav nākuši apstākļi, par kuriem būtu jāziņo.

### *Uz citu informāciju attiecināmas citas ziņošanas prasības saskaņā ar Latvijas Republikas tiesību aktu prasībām*

Papildus SRS noteiktām prasībām, saskaņā ar Revīzijas pakalpojumu likumu mūsu pienākums ir sniegt viedokli, vai Vadības ziņojums ir sagatavots saskaņā ar tā sagatavošanu reglamentējošā normatīvā akta, Gada pārskatu un konsolidēto gada pārskatu likuma, prasībām.

Pamatojoties vienīgi uz mūsu revīzijas ietvaros veiktajām procedūrām, mūsaprāt:

- Vadības ziņojumā par pārskata gadu, par kuru ir sagatavots finanšu pārskats, sniegtā informācija atbilst finanšu pārskatam, un
- Vadības ziņojums ir sagatavots saskaņā ar Gada pārskatu un konsolidēto gada pārskatu likuma prasībām.

Saskaņā ar LR Revīzijas pakalpojumu likumu mūsu pienākums ir arī sniegt viedokli, vai paziņojumā par korporatīvo pārvaldību ir sniegta informācija saskaņā ar Finanšu instrumentu tirgus likuma 56.1 panta pirmās daļas 3., 4., 6., 8. un 9. punktā, kā arī 56.2 panta otrās daļas 5. punktā un trešajā daļā noteiktajām prasībām un vai tajā ir iekļauta 56.2 panta otrās daļas 1., 2., 3., 4., 7. un 8. punktā noteiktā informācija.

Mūsaprāt, paziņojumā par korporatīvo pārvaldību ir sniegta informācija saskaņā ar Finanšu instrumentu tirgus likuma 56.1 panta pirmās daļas 3., 4., 6., 8. un 9. punktā, kā arī 56.2 panta otrās daļas 5. punktā un trešajā daļā noteiktajām prasībām un tajā ir iekļauta 56.2 panta otrās daļas 1., 2., 3., 4., 7. un 8. punktā noteiktā informācija.

Turklāt, saskaņā ar LR Revīzijas pakalpojumu likumu mūsu pienākums ir arī sniegt viedokli, vai atalgojuma ziņojumā ir ietverta LR Finanšu instrumentu tirgus likuma 59.4 pantā minētā informācija un vai atalgojuma ziņojumā ir konstatētas būtiskas neatbilstības saistībā ar gada pārskatā norādīto finanšu informāciju.

Mūsaprāt, atalgojuma ziņojumā ir ietverta LR Finanšu instrumentu tirgus likuma 59.4 pantā minētā informācija un atalgojuma ziņojumā nav konstatētas būtiskas neatbilstības saistībā ar gada pārskatā norādīto finanšu informāciju.

#### *Vadības un personu, kurām uzticēta Sabiedrības pārraudzība, atbildība par finanšu pārskatu*

Vadība ir atbildīga par tāda finanšu pārskata, kas sniedz patiesu un skaidru priekšstatu, sagatavošanu saskaņā ar Gada pārskatu un konsolidēto gada pārskatu likumu, kā arī par tādas iekšējās kontroles sistēmas uzturēšanu, kāda saskaņā ar vadības viedokli ir nepieciešama, lai būtu iespējams sagatavot finanšu pārskatu, kas nesatur ne krāpšanas, ne kļūdas dēļ izraisītas būtiskas neatbilstības.

Sagatavojot finanšu pārskatu, vadības pienākums ir izvērtēt Sabiedrības spēju turpināt darbību, pēc nepieciešamības sniedzot informāciju par apstākļiem, kas saistīti ar Sabiedrības spēju turpināt darbību un darbības turpināšanas principa piemērošanu, ja vien vadība neplāno Sabiedrības likvidāciju vai tās darbības izbeigšanu, vai arī tai nav citas reālas alternatīvas kā Sabiedrības likvidāciju vai darbības izbeigšana.

Personas, kurām uzticēta Sabiedrības pārraudzība, ir atbildīgas par Sabiedrības finanšu pārskata sagatavošanas procesa uzraudzību.

#### *Revidenta atbildība par finanšu pārskata revīziju*

Mūsu mērķis ir iegūt pietiekamu pārliecību par to, ka finanšu pārskats kopumā nesatur kļūdas vai krāpšanas dēļ izraisītas būtiskas neatbilstības, un sniegt revidentu ziņojumu, kurā izteikts atzinums. Pietiekama pārliecība ir augsta līmeņa pārliecība, bet tā negarantē, ka revīzijā, kas veikta saskaņā ar SRS, vienmēr tiks atklāta būtiska neatbilstība, ja tāda pastāv. Neatbilstības var rasties krāpšanas vai kļūdas dēļ, un tās ir uzskatāmas par būtiskām, ja var pamatoti uzskatīt, ka tās katra atsevišķi vai visas kopā varētu ietekmēt saimnieciskos lēmumus, ko lietotāji pieņem, balstoties uz šo finanšu pārskatu.

Veicot revīziju saskaņā ar SRS, visa revīzijas procesa gaitā mēs izdarām profesionālus spriedumus un saglabājam profesionālo skepticismu. Mēs arī:

- identificējam un izvērtējam riskus, ka finanšu pārskatā varētu būt krāpšanas vai kļūdas dēļ izraisītas būtiskas neatbilstības, izstrādājam un veicam uz šiem riskiem vērstas revīzijas procedūras, kā arī iegūstam revīzijas pierādījumus, kas sniedz pietiekamu un atbilstošu pamatojumu mūsu atzinumam. Risks, ka netiks atklātas būtiskas neatbilstības krāpšanas dēļ, ir augstāks nekā risks, ka netiks atklātas kļūdas izraisītas neatbilstības, jo krāpšana var ietvert slepenas norunas, dokumentu viltošanu, informācijas neuzrādīšanu ar nodomu, informācijas nepatiesu atspoguļošanu vai iekšējās kontroles pārkāpumus;
- iegūstam izpratni par iekšējo kontroli, kas ir būtiska revīzijas veikšanai, lai izstrādātu konkrētajiem apstākļiem atbilstošas revīzijas procedūras, bet nevis, lai sniegtu atzinumu par Sabiedrības iekšējās kontroles efektivitāti;



- izvērtējam pielietoto grāmatvedības politiku atbilstību un grāmatvedības aplēšu un attiecīgās vadības uzrādītās informācijas pamatotību;
- izdarām secinājumu par vadības piemērotā darbības turpināšanas principa atbilstību, un, pamatojoties uz iegūtajiem revīzijas pierādījumiem, par to, vai pastāv būtiska nenoteiktība attiecībā uz notikumiem vai apstākļiem, kas var radīt nozīmīgas šaubas par Sabiedrības spēju turpināt darbību. Ja mēs secinām, ka būtiska nenoteiktība pastāv, revidentu ziņojumā tiek vērsta uzmanība uz finanšu pārskatā sniegto informāciju par šiem apstākļiem, vai, ja šāda informācija finanšu pārskatā nav sniegta, mēs sniedzam modificētu atzinumu. Mūsu secinājumi ir pamatoti ar revīzijas pierādījumiem, kas iegūti līdz revidentu ziņojuma datumam. Tomēr nākotnes notikumu vai apstākļu ietekmē Sabiedrība savu darbību var pārtraukt;
- izvērtējam vispārēju finanšu pārskata struktūru un saturu, ieskaitot atklāto informāciju un skaidrojumus pielikumā, un to, vai finanšu pārskats patiesi atspoguļo pārskata pamatā esošos darījumus un notikumus.

Mēs sazināties ar personām, kurām uzticēta Sabiedrības pārraudzība, un, cita starpā, sniedzam informāciju par plānoto revīzijas apjomu un laiku, kā arī par svarīgiem revīzijas novērojumiem, tajā skaitā par būtiskiem iekšējās kontroles trūkumiem, kādus mēs identificējam revīzijas laikā.

Personām, kurām uzticēta Sabiedrības pārraudzība, mēs sniedzam paziņojumu par to, ka mēs esam izpildījuši saistošās ētikas prasības attiecībā uz neatkarību un objektivitāti, iekļaujot informāciju par visām attiecībām un citiem apstākļiem, kurus varētu pamatoti uzskatīt par tādiem, kas varētu ietekmēt mūsu neatkarību, un, ja nepieciešams – arī par drošības pasākumiem šādas ietekmes ierobežošanai.

No visiem jautājumiem, par kuriem esam ziņojuši personām, kurām uzticēta Sabiedrības pārraudzība, mēs nosakām tos jautājumus, kurus uzskatām par visbūtiskākajiem pārskata perioda finanšu pārskata revīzijai un kas tādēļ ir uzskatāmi par galvenajiem revīzijas jautājumiem. Mēs izklāstam šos jautājumus revidentu ziņojumā, izņemot, ja tiesību aktošs liegts publicēt šādu informāciju, kā arī izņemot tos ļoti retos gadījumus, kad uzskatām, ka attiecīgais jautājums nav uzrādāms mūsu ziņojumā, jo ir pamatoti paredzams, ka sabiedrības interešu ieguvums no šādas informācijas publicēšanas neatsvērta tās izpaušanas dēļ radušās negatīvās sekas.

*Citi paziņojumi un apstiprinājumi, kas iekļaujami revidentu ziņojumā saskaņā ar Latvijas Republikas un Eiropas Savienības normatīvo aktu prasībām sniedzot revīzijas pakalpojumus Sabiedrībām, kas ir sabiedriskas nozīmes struktūras*

Personas, kurām uzticēta Sabiedrības pārvaldība, iecēla mūs, lai mēs veiktu AS "Rīgas autoelektroaparātu rūpnīca" finanšu pārskata par gadu, kas noslēdzās 2020. gada 31. decembrī, revīziju. Kopējais nepārtrauktais mūsu revīzijas uzdevumu sniegšanas termiņš ir 4 gadi, un tas ietver pārskata periodus, sākot no gada, kurš noslēdzās 2017. gada 31. decembrī un beidzot ar gadu, kurš noslēdzās 2020. gada 31. decembrī.

Mēs apstiprinām, ka, kā norādīts LR Revīzijas pakalpojuma likuma 37.6 pantā, mēs neesam Sabiedrībai snieguši ar revīziju nesaistītus aizliegtus pakalpojumus (NRP), kas minēti ES Regulas (ES) Nr. 537/2014 5. panta 1. punktā. Veicot revīziju, mēs arī saglabājam neatkarību no revidētās sabiedrības.

Revīzijas projekta, kura rezultātā tiek sniegts šis neatkarīgu revidentu ziņojums, atbildīgais zvērināts revidents ir Gatis Svīklis.

Revidentu birojs Gatis Svīklis Lāsma Svīkle SIA  
Komeršsabiedrības licence Nr. 181  
Kr. Valdemāra iela 123 - 15  
Rīga, LV - 1013  
Latvija



Atbildīgais zvērinātais revidents:  
Gatis Svīklis  
Sertifikāts Nr. 202

Rīga, Latvija  
2021. gada 29. martā