

*Freeport of Riga Authority*

*Condensed annual report  
for the year ended 31 December 2009*

*Riga, 2010*

**FREEMPORT OF RIGA AUTHORITY**

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## INDEPENDENT AUDITORS' REPORT

To the Freeport of Riga Authority Board

### Report on the Financial Statements

We have audited the financial statements of the Freeport of Riga Authority for the year ended 31 December 2009, from which the condensed financial statements of the Freeport of Riga Authority were derived, in accordance with International Standards on Auditing issued by the International Federation of Accountants. In our report dated 2 June 2010 we expressed an unqualified opinion on the financial statements of the Freeport of Riga Authority for the year ended 31 December 2009, from which the condensed financial statements were derived.

In our opinion, the accompanying condensed financial statements are consistent, in all material respects, with the financial statements of the Freeport of Riga Authority for the year ended 31 December 2009 from which they were derived.

For a better understanding of the Freeport of Riga Authority financial position as of 31 December 2009 and the results of its operations for the year then ended and of the scope of our audit, the accompanying condensed financial statements should be read in conjunction with the financial statements of the Freeport of Riga Authority for the year ended 31 December 2009, from which the condensed financial statements were derived, and our audit report thereon.

SIA Ernst & Young Baltic  
Licence No. 17



Diāna Krišjāne  
Chairperson of the Board  
Latvian Certified Auditor  
Certificate No. 124

Riga, 2 June 2010

**FREEPORT OF RIGA AUTHORITY**

**BALANCE SHEET  
AS AT 31 DECEMBER 2009**

ASSETS	31/12/2009 LVL	31/12/2008 LVL
<b>Non-current assets</b>		
<b>Intangible assets</b>		
Intangible assets	95,371	92,126
<b>Total intangible assets</b>	<b>95,371</b>	<b>92,126</b>
<b>Tangible assets</b>		
Land, buildings and constructions	114,768,931	101,167,170
Leasehold improvements	-	2,833
Equipment and machinery	12,205,834	12,999,751
Other fixtures and fittings, tools and equipment	1,519,082	1,214,246
Construction in progress	5,847,813	10,329,395
Prepayments for tangible assets	235,322	1,019,298
<b>Total tangible assets</b>	<b>134,576,982</b>	<b>126,732,693</b>
<b>Non-current financial assets</b>		
Other securities and investments	-	-
Other loans and non-current receivables	1,085,149	1,210,227
<b>Total non-current financial assets</b>	<b>1,085,149</b>	<b>1,210,227</b>
<b>Total non-current assets</b>	<b>135,757,502</b>	<b>128,035,046</b>
<b>Current assets</b>		
<b>Inventories</b>		
Raw materials	569,461	576,597
Prepayments for goods	16,134	23,101
<b>Total inventories</b>	<b>585,595</b>	<b>599,698</b>
<b>Receivables</b>		
Trade receivables	1,753,795	2,003,896
Other receivables	1,953,083	4,034,145
Prepaid expense	125,777	334,525
<b>Total receivables</b>	<b>3,832,655</b>	<b>6,372,566</b>
<b>Cash</b>	<b>13,899,501</b>	<b>8,693,842</b>
<b>Total current assets</b>	<b>18,317,751</b>	<b>15,666,106</b>
<b>TOTAL ASSETS</b>	<b>154,075,253</b>	<b>143,701,152</b>

2 June 2010

For the Freeport of Riga Authority:

  
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Leonīds Loginovs  
Chief Executive Officer


**FREEPORT OF RIGA AUTHORITY**

**BALANCE SHEET  
AS AT 31 DECEMBER 2009**

EQUITY AND LIABILITIES	31/12/2009 LVL	31/12/2008 LVL
<b>Equity</b>		
Non-current assets revaluation reserve	712,372	712,372
Reserves		
<i>a) statutory reserves</i>	53,317,041	45,931,069
<i>b) other reserves</i>	73,010,680	71,519,828
Surplus	8,965,522	7,385,972
<b>Total equity</b>	<b>136,005,615</b>	<b>125,549,241</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Loans from credit institutions	11,787,789	12,910,435
Trade payables	582,000	584,000
Deferred income	247,977	191,016
<b>Total non-current liabilities</b>	<b>12,617,766</b>	<b>13,685,451</b>
<b>Current liabilities</b>		
Loans from credit institutions	1,122,646	1,413,957
Prepayments received from customers	86,160	9,833
Trade payables	3,078,704	1,750,553
Other liabilities	430,552	452,956
Taxes payable	141	46,104
Deferred income	32,515	29,012
Accrued liabilities	701,154	764,045
<b>Total current liabilities</b>	<b>5,451,872</b>	<b>4,466,460</b>
<b>Total liabilities</b>	<b>18,069,638</b>	<b>18,151,911</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>154,075,253</b>	<b>143,701,152</b>

2 June 2010

For the Freeport of Riga Authority:

  
 Leonīds Loginovs  
 Chief Executive Officer

**FREEPORT OF RIGA AUTHORITY**

**STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED 31 DECEMBER 2009**

	2009 LVL	2008 LVL
Operating revenue	30,910,007	27,603,820
Cost of sales	(2,075,577)	(1,877,426)
<b>Gross surplus</b>	<u>28,834,430</u>	<u>25,726,394</u>
Administrative expense	(19,693,980)	(18,048,371)
Other operating income	294,632	413,568
Other operating expense	(210,219)	(249,708)
Interest receivable and similar income	188,604	307,996
Interest payable and similar expense	(365,637)	(677,910)
<b>Surplus before taxes</b>	<u>9,047,830</u>	<u>7,471,969</u>
Other taxes	(82,308)	(85,997)
<b>Net surplus</b>	<u><u>8,965,522</u></u>	<u><u>7,385,972</u></u>

2 June 2010

For the Freeport of Riga Authority:

  
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Leonīds Logins  
Chief Executive Officer