

# **JSC DITTON PIEVADĶĒŽU RŪPNĪCA**

**Reg. No. 40003030187**

**Višķu Street 17, Daugavpils, LV-5410, Latvia**

## **FINANCIAL REPORT**

**FOR 3 MONTHS OF THE YEAR 2024**

**(01.01.2024 – 31.03.2024)**

**(Not subject to audit by the independent sworn auditor)**

**Prepared in accordance with the Financial Instruments Market Law and Law On the Annual Financial Statements and Consolidated Financial Statements of the Republic of Latvia**

**Daugavpils**

**2024**

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**INFORMATION ABOUT THE COMPANY**

Company name	Ditton pievadķēžu rūpnīca
Legal status	Joint Stock Company
Registration number	40003030187
Registration in Register of Enterprises	Rīga, 03.10.1991
Registration in Commercial Register Office	Rīga, 29.08.2003
Legal address	Višķu St. 17, Daugavpils, LV-5410, Latvia
Mailing address	Višķu St. 17, Daugavpils, LV-5410, Latvia
Fixed capital	10,360,000 EUR
Number of public bearer shares	7 400 000
Nominal value of one share	1.40 EUR
Chief accountant	Jūlija Lavrecka
Reporting period	01.01.2024 – 31.03.2024

Person in charge for drawing up of the financial report:

Jūlija Lavrecka, phone +371 65402316, e-mail: [dpr@dpr.lv](mailto:dpr@dpr.lv)

## INFORMATION ON MANAGEMENT BOARD AND COUNCIL MEMBERS

### THE MANAGEMENT BOARD

#### Chairman of the Management Board

Raimonds Bruževičs, elected of the chairman 13.09.2023 (elected since 28.03.2023).

#### Member of the Management board

Jānis Tarvids, elected on 13.09.2023.

### Information about the shares held by the members of the Management Board

Members of the Management Board	Owned shares *	
	Number	%
Raimonds Bruževičs	1900	0,026%
Jānis Tarvids	none	none

### COUNCIL

#### Chairman of the Council

Natalja Ignatova, elected on 24.02.2023

#### Members of the Council

Genādijs Zavadskis, re-elected on 24.02.2023 (elected since 05.02.2017).

Aleksandrs Sokolovs, re-elected on 24.02.2023 (elected since 18.06.2020).

Vadims Kazačonoks, elected on 24.02.2023

Oļegs Isupovs, elected on 24.02.2023

### Information about the shares owned by the members of the Council

Members of the Council	Owned shares*	
	Number	%
Vadims Kazačonoks	none	none
Genādijs Zavadskis	none	none
Aleksandrs Sokolovs	700 000	9,46**
Natalja Ignatova	none	none
Oļegs Isupovs	966	0,013**

Information about the professional experience of the members of the Management Board and Council of the JSC Ditton pievadķēžu rūpnīca (hereafter – Company) can be found on the website [www.dpr.lv](http://www.dpr.lv).

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\* at 30.10.2023.

\*\*beneficiary of the Shareholder DVINSK MNG, Ltd.

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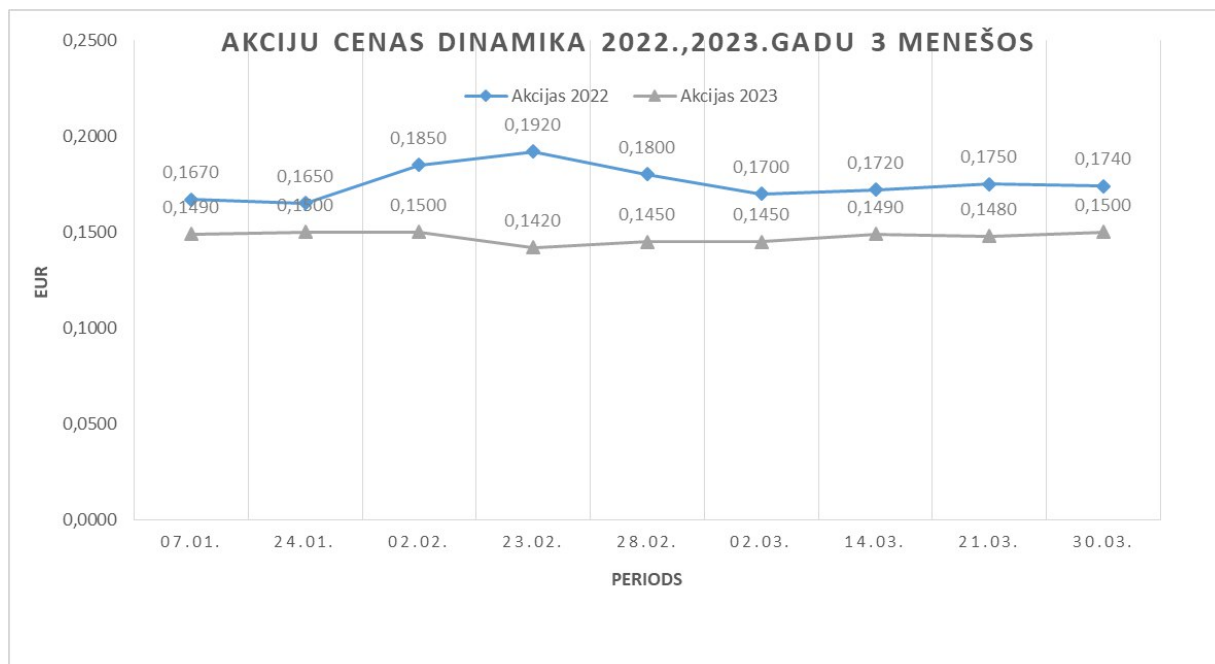
**SHAREHOLDERS OWNING MORE THAN 5% OF THE COMPANY'S TOTAL SHARE CAPITAL\***

Given name, surname or Name	Shareholding, %
<i>Vladislavs Driksne</i>	14,94
MAX Invest Holding SIA	13,63
Maleks S SIA	13,56
DVINSK MNG SIA	9,46
<i>Eduards Zavadskis</i>	6,67
Karolīna Marija Zavadska	6,67
Marina Zavadska	6,67

*\* Note: (1) The Company is not keeping a share owner and/or a shareholder register. The above information is provided and updated on the basis of the shareholders list dated 30.10.2023, for the ordinary shareholders' meeting of AS Ditton pievadķēžu rūpnīca, which was received from Nasdaq CSD under the Commercial Law of the RoL and the Law on the Financial Instruments Market, taking into consideration the statements of shareholders on the acquisition or loss of their holdings submitted to the Company under Section 61 of the Law on Financial Instruments Market.*

*(2) At 30.10.2023, there was no information at the disposal of the Company regarding the allocation of the shares between the heirs of E. Zavadskis (6,67 % in total) and V.Driksne (14,94% in total) and the accounting entries in their financial instruments accounts under Section 125 of the Law on the Financial Instruments Market.*

**SHARE PRICE DEVELOPMENT**



According to the decision of AS "Nasdaq Riga" on September 11, 2023, the shares of JSC "Ditton Pivadķēžu rūpnīca" (DPK1R, ISIN code: LV0000100212) were excluded from the Baltic Second List, as a result of which the shares of the Company's shareholders from 30.09.2023 were removed from the stock exchange and are no longer listed. The dynamics of share prices stops on

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30.09.2023. Due to the fact that the shares of JSC "Ditton pivadkēžu rūpnīca" from 30.09.2023. are not included in the regulated market, according to the Financial Instruments Market Law JSC "Ditton Pivadkēžu rūpnīca" is not considered an issuer.

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**FINANCIAL REPORT FOR 3 MONTHS OF 2024**  
**STATEMENT ABOUT MANAGEMENT LIABILITY**

The Management declares that the interim report for 3 months of the year 2024 has been prepared in compliance with the existing legislative requirements of the Republic of Latvia and of the European Union, incl. internal procedures and regulations.

According to the information at our disposal, it gives a true and fair view of the assets, liabilities, financial standing and profits of the Company, incl. changes in equity.

The Management Board assures that this financial report for 3 months of the year 2024 contains truthful information and that revenue recognition principle and assessment methods applied by its preparation are consistent with those applied in the last Annual Report.

The Management states herewith that the information set out in the Management statement to the financial statements for the year 2023 has no significant changes and is up to date.

Chairman of the Management Board  
of JSC Ditton pievadķēžu rūpnīca

Raimonds Bruževičs

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**FINANCIAL REPORT FOR 3 MONTHS OF 2024**  
**BALANCE SHEET**

ASSETS	31.03.2024 EUR	31.03.2023 EUR
<b>Long-term investments</b>		
<b>Intangible investments</b>		
Concessions, patents, licenses, trademarks and similar rights	-	-
<b>Total intangible investments</b>	-	-
<b>Fixed assets</b>		
Immovable property:		
Land	2 061 350	2 061 350
Buildings and structures and permanent crop	1 508 165	1 649 540
Investment properties – land	-	-
Investment properties - buildings	-	-
Technological equipment and devices	1 536 723	1 732 298
Other fixed assets and inventory	304	2 895
Costs of the establishment of fixed assets and unfinished building objects	-	-
<b>Total fixed assets</b>	<b>5 106 542</b>	<b>5 446 083</b>
<b>Long-term financial investments</b>		
Other securities and investments	-	-
<b>Total long-term financial investments</b>	-	-
<b>Total long-term investments</b>	<b>5 106 542</b>	<b>5 446 083</b>
<b>Current assets</b>		
<b>Inventories</b>		
Raw materials, consumables and supplies	236 770	324 806
Work in progress	167 299	184 901
Finished products and goods for sale	156 629	314 370
Advance payments for inventories	6 321	167 283
<b>Total inventories</b>	<b>567 019</b>	<b>991 360</b>
<b>Debtors</b>		
Trade receivables	345 580	332 835
Other debtors	21 749	11 511
Next period costs	-	-
<b>Total debtors</b>	<b>367 329</b>	<b>344 346</b>
<b>Cash</b>	<b>9 430</b>	<b>351 457</b>
<b>Total current assets</b>	<b>943 778</b>	<b>1 687 163</b>
<b><u>TOTAL ASSETS</u></b>	<b><u>6 050 320</u></b>	<b><u>7 133 246</u></b>



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**FINANCIAL REPORT FOR 3 MONTHS OF 2024**  
**BALANCE SHEET**

<b>LIABILITIES</b>	<b>31.03.2024</b>	<b>31.03.2023</b>
	<b>EUR</b>	<b>EUR</b>
<b>1. Equity</b>		
Stock or share capital (equity capital)	10 360 000	10 360 000
Reserves:		
Other reserves	169 251	169 251
Retained profits or uncovered losses brought forward from the previous years	(10 747 483)	(9 287 422)
Profit or loss of the reporting year	(47 978)	(120 991)
<b>Total Equity</b>	<b>(266 210)</b>	<b>1 120 838</b>
 <b>Long-term creditors</b>		
Loans from credit institutions	-	3 437 961
Other loans		-
Next period income	883 064	966 548
<b>Total Long-term creditors</b>	<b>883 064</b>	<b>4 404 509</b>
 <b>Short-term creditors:</b>		
Loans from credit institutions	-	300 843
Other loans	213 000	100 000
Other loans (cession)	3 761 961	-
Prepayments received from purchasers	52 648	8 110
Accounts payable to suppliers and contractors	508 738	526 402
Taxes and State mandatory social insurance payments	304 754	307 338
Other creditors	346 184	181 461
Deferred income	62 613	62 613
Accrued obligations	183 568	121 132
<b>Total short-term creditors</b>	<b>5 433 466</b>	<b>1 607 899</b>
<b>Total creditors</b>	<b>6 316 530</b>	<b>6 012 408</b>
 <b><u>TOTAL LIABILITIES</u></b>	 <b><u>6 050 320</u></b>	 <b><u>7 133 246</u></b>

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**INCOME STATEMENT**

	<b>31.03.2024</b>	<b>31.03.2023</b>
	<b>EUR</b>	<b>EUR</b>
Net turnover	1 058 362	948 666
Production costs of goods sold, purchase costs of goods sold or services rendered	(894 432)	(823 049)
<b>Gross profit or loss</b>	<b>163 930</b>	<b>125 617</b>
Sales costs	66	-
Administrative expenses	(09 331)	(198 005)
Other income from operating activities	20 892	20 921
Other costs of operating activities	(20 354)	(27 230)
Other interest receivable and similar income	-	-
Interest payments and similar expenses	(3 031)	(42 294)
• <i>from other persons</i>	<i>(47 960)</i>	<i>(42 294)</i>
<b>Profit or loss before enterprise income tax</b>	<b>(47 960)</b>	<b>(120 991)</b>
Enterprise income tax	18	-
<b>Profit or loss for the fiscal period</b>	<b><u>(47 978)</u></b>	<b><u>(120 991)</u></b>
<b>Profit/diluted profit or loss per share</b>	<b>(0.006)</b>	<b>(0.016)</b>

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**CASH FLOW STATEMENT**

	<b>31.03.2024</b>	<b>31.03.2023</b>
	<b>EUR</b>	<b>EUR</b>
<b>I. Cash flows from operating activities</b>		
1. Profit or loss before enterprise income tax	(47 978)	(120 991)
<i>Adjustments to:</i>		
Depreciation of fixed assets	82 405	100 139
Depreciation of intangible assets	-	-
EU funds income recognition	(20 871)	(20 871)
Interest payments and similar income	3 031	42 294
Income from sale of fixed assets	-	-
2. Profit or loss before adjustments to fixed assets and short-term creditors	16 587	571
<i>Adjustments to Current assets and Short-term creditors:</i>		
Increase or decrease in accounts receivables	(272 519)	(73 851)
Increase or decrease in inventories	224 531	32 785
Increase or decrease in accounts payable to suppliers, contractors and other creditors	27 196	95 418
<b>Net cash flows used in operating activities</b>	<b><u>(4 205)</u></b>	<b><u>54 923</u></b>
<b>II. Cash flows from investing activities</b>		
Proceeds from sale of fixed assets	-	-
<b>Net cash flows used in investing activities</b>	<b>=</b>	<b>=</b>
<b>III. Cash flows from financing activities</b>		
Proceeds from borrowings or repayment of borrowings, net	(11 000)	(23 158)
Subsidies, grants, gifts or donations received	(3 031)	(42 293)
Purchase of fixed assets	-	-
<b>Net cash flows used in financing activities</b>	<b><u>(14 031)</u></b>	<b><u>(65 451)</u></b>
<b>Net cash flows of the reporting year</b>	<b>(18 236)</b>	<b>(10 528)</b>
<b>Cash and cash equivalents at the beginning of fiscal period</b>	<b><u>27 666</u></b>	<b><u>361 985</u></b>
<b>Cash and cash equivalents at the end of fiscal period</b>	<b><u>9 430</u></b>	<b><u>351 457</u></b>

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**STATEMENT OF CHANGES IN EQUITY**  
**for the period from 01.01.2024 till 31.03.2024**

	Equity capital	Other reserves	Retained profit of previous periods	Profit or loss of fiscal period	Total
	EUR	EUR	EUR	EUR	EUR
<b>At 1 January 2023</b>	<b>10 360 000</b>	<b>169 251</b>	<b>(9 240 236)</b>	<b>(47 186)</b>	<b>1 395 384</b>
Other reserves	-	-	-	-	-
Loss of 3 months period 2023	-		-	(120 991)	<b>(120 991)</b>
<b>At 31 March 2023</b>	<b>10 360 000</b>	<b>169 251</b>	<b>(9 287 422)</b>	<b>(120 991)</b>	<b>1 120 838</b>
<b>At 1 January 2024</b>	<b>10 360 000</b>	<b>169 251</b>	<b>(9 287 422)</b>	<b>(1 460 061)</b>	<b>(218 232)</b>
Loss of 3 months period 2024	-		-	(47 978)	<b>(120 991)</b>
<b>At 31 March 2024</b>	<b>10 360 000</b>	<b>169 251</b>	<b>(10 747 483)</b>	<b>(47 978)</b>	<b>(266 210)</b>

*Appendix*

**Explanatory notes**

Accounting policies and methods applied in present interim financial report are consistent with those applied in the last Annual Report.

These financial statements are prepared on the basis of source documents and present fairly the financial position of the JSC as at 31 March 2024, its` operating results and cash flows for 3 months ended 31 March 2024.

This financial report has been prepared in compliance with statutory regulations of the Republic of Latvia on a going concern basis. Appropriate accounting policies have been applied consistently to each category.

The interim financial report for 3 months of 2024 has not been audited by sworn auditor.

The interim report has been prepared in euros.

Significant events of the Company`s economic activity, market trends and development of the Company as well as risks of the Company are given in the Annual report of the Company for the year 2023.

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**Explanations and analyses on separate items of financial reports**

Production of driving chains in 3 months of 2024 (thousand meters)

The index of the produced driving chains is by 7 thousand meters lower than in 3 months of 2023.

Production of driving chains in 3 months of 2024 (thousand euros)

The value of the produced driving chains in these 3 months reached € 662 thousand, what is by € 41 thousand lower than the index of the same period of the previous year.

Sales (net-turnover) in 3 months of 2024 (thousand euros)

The net-turnover of the fiscal period is fulfilled by € 1 058 thousand, being by € 110 thousand or 12% per cent more than the index in the same period of the previous year.

Core product sales in 3 months of 2024 (thousand euros)

Core product sales amounting to € 875 thousand in the reporting period is by € 84 thousand or 11 per cent more than the result of the same period in the previous year.

The average statistical number of employees in 3 months of year 2024 was 118 employees with the average salary amounted to EUR 1 013 what is by EUR 177 higher than in 3 months of 2023.