

SIA “Latvijas Maža Attīstības Fonds”

## Financial Report as of **October 31, 2024**



### Executive Summary

The Latvian Forest Development Fund (LDFD) demonstrates strong financial performance, highlighting its growing potential in the forest property market. As of October 31, 2024, total assets rose to €6.27M, reflecting strategic growth in current assets, particularly in stocks. The fund achieved a net profit of €141K, a significant turnaround in EBITDA from €56 315 in 2023 to €343 291 in the first ten months of 2024, supported by a doubled turnover of €2.59M and enhanced operational efficiency. With a strengthened equity position, robust profitability, and a clear focus on sustainable forestry investments, LDFD provides a solid foundation for future growth, making it an attractive partner for investors seeking opportunities in forest properties.

**Prepared by:** Janis Upenieks, CEO & Chair of The Board

Company name: SIA "Latvijas Meža Attīstības Fonds"

Registration No: 40203475516

Address: 15 - 4 Audēju Street, Riga, LV-1050

## OPERATING BALANCE

Period: as of **31 October 2024**

### Balance Sheet

EUR	31/10/2024	31/12/2023
<b>ACTIVE</b>		
<b>Long-term investments</b>		
<b>Intangible investments</b>		
Concessions, patents, licences, trademarks and similar rights		
Advances on intangible investments	-	
<b>Total intangible investments</b>	-	-
<b>Fixed assets</b>		
Non-current investments in leased property, plant and equipment		
Other fixed assets and inventories	-	
Land, buildings and civil engineering structures		
<b>Total fixed assets</b>	-	-
<b>Long-term financial investments</b>		
Participation in the capital of affiliated companies		-
<b>Total non-current financial investments</b>	-	-
<b>Total non-current investments</b>	-	-
<b>Current assets</b>		
<b>Stocks</b>		
Raw materials, basic materials and consumables		
Finished products and goods for sale	5 962 737	4 512 051
Advances on stocks	2 922	131 672
<b>Total stocks</b>	<b>5 965 659</b>	<b>4 643 723</b>
<b>Debtors</b>		
Trade receivables	282 906	345 904
Other debtors	4 032	3 465
Deferred charges	838	
Accrued revenue		
<b>Total debtors</b>	<b>287 776</b>	<b>349 369</b>
<b>Benefits</b>	<b>12 616</b>	<b>199 098</b>
<b>Total current assets</b>	<b>6 266 051</b>	<b>5 192 190</b>
<b>TOTAL ASSETS</b>	<b>6 266 051</b>	<b>5 192 190</b>

EUR	31/10/2024	31/12/2023
<b>PASSIVE</b>		
<b>Equity</b>		
Share capital (share capital)	2 800	2 800
Reserves		
<i>Other reserves</i>		
Retained earnings	47 555	(93 923)
<i>Retained earnings from previous years</i>	<i>(93 923)</i>	-
<i>Profit for the reporting period</i>	<i>141 478</i>	<i>(93 923)</i>
<b>Total equity</b>	<b>50 355</b>	<b>(91 123)</b>
<b>Creditors</b>		
<b>Long-term payables</b>		
Other borrowings		
<b>Total non-current payables</b>	-	-
<b>Short-term payables</b>		
Borrowings from credit institutions		
Other borrowings		2 129 744
Advances received from customers		
Due to suppliers and contractors	1 233 930	952 180
Amounts owed to related companies	4 972 831	2 191 043
Taxes and compulsory national social insurance contributions	2 548	2 422
Other creditors	3 266	3 020
Deferred income		
Unpaid dividends		
Accrued liabilities	3 121	4 904
<b>Total short-term payables</b>	<b>6 215 696</b>	<b>5 283 313</b>
<b>Total creditors</b>	<b>6 215 696</b>	<b>5 283 313</b>
<b>TOTAL LIABILITIES</b>	<b>6 266 051</b>	<b>5 192 190</b>

# PROFIT AND LOSS STATEMENT

Period: as of **31 October 2024**

EUR	31/10/2024	31/12/2023
Net turnover	2 592 813	1 253 598
Cost of production of products sold	(2 231 611)	(1 172 736)
<b>Gross profit</b>	<b>361 202</b>	<b>80 862</b>
Cost of sales	(9 560)	-
Administration costs	(10 181)	(24 547)
Other operating revenue	1 830	500
Other operating expenses	-	-
Other interest and similar income	-	-
Interest and similar charges	(201 813)	(150 738)
<b>Profit before corporation tax</b>	<b>141 478</b>	<b>(93 923)</b>
Corporate income tax for the reporting period	-	-
<b>PROFIT FOR THE PERIOD (NET PROFIT)</b>	<b>141 478</b>	<b>(93 923)</b>
<i>Recalculation of EBIT and EBITDA</i>		
<b>EBIT</b>	<b>343 291</b>	<b>56 315</b>
Depreciation	-	-
<b>EBITDA</b>	<b>343 291</b>	<b>56 315</b>

Prepared: November 8th, 2024

Approved: November 8th, 2024

Approved by: Janis Upenieks, CEO

Signature:

