

upb

2023

UPB GROUP
ANNUAL
REPORT

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INFORMATION ON THE GROUP

NAME OF THE GROUP PARENT COMPANY	UPB
LEGAL STATUS OF THE GROUP PARENT COMPANY	Joint Stock Company
NUMBER, PLACE AND DATE OF REGISTRATION OF THE GROUP PARENT COMPANY	42103000187, Liepaja, 26 April 1991
PLACE OF OPERATION OF THE EXECUTIVE BODY OF THE GROUP PARENT COMPANY	Dzintaru 17, Liepaja, Latvia, LV-3401
MEMBERS OF THE BOARD OF THE GROUP PARENT COMPANY AND THEIR POSITIONS	Dainis Berzins, Chairman of the Board Ugis Grinbergs, Member of the Board Nora Kalna, Member of the Board
MEMBERS OF THE COUNCIL OF THE GROUP PARENT COMPANY AND THEIR POSITIONS	Uldis Pilens, Chairman of the Council Madara More, Deputy Chairperson of the Council Normunds Horsts, Member of the Council
REPORTING YEAR	01.01.2023 – 31.12.2023
AUDITORS	SIA KPMG Baltics Roberta Hirsā 1, Riga, Latvia, LV-1045 Licence No. 55

INFORMATION ON SUBSIDIARIES

SIA AILE GRUPA

Pulvera 28, Liepaja,
Latvia, LV-3405
AS UPB holding: 100%

SIA ALTO 4.0

Latgales 246, Rīga,
Latvia, LV-1063
AS UPB holding: 100%

SIA BETONA PETIJUMU CENTRS

Latgales 246, Rīga,
Latvia, LV-1063
Indirect AS UPB holding through
AS MB Betons: 93.5%

SIA BUVMEHANIZACIJA

Martina 18, Liepaja,
Latvia, LV-3401
AS UPB holding: 100%

SIA DAUGAVPILS DZELZSBETONS

Rupniecības 1a, Daugavpils,
Latvia, LV-5404
Indirect AS UPB holding through
AS MB Betons: 93.5%

SIA DZELZSBETONS MB

Cukura 34, Liepaja,
Latvia, LV-3414
Indirect AS UPB holding through
AS MB Betons: 93.5%

SIA ENNA

Rietumkrasta 3-18, Liepaja,
Latvia, LV-3416
AS UPB holding: 100%

SIA GROTTA

Latgales 246, Rīga,
Latvia, LV-1063
AS UPB Holding: 100%

SIA INERTO MATERIĀLU SERVISS

Dzintaru 19, Liepaja,
Latvia, LV-3401
Indirect AS UPB holding through
AS MB Betons: 93.5%

SIA INZENIERU BIROJS "BUVE UN FORMA"

Latgales 246, Rīga,
Latvia, LV-1063
AS UPB holding: 100%

SIA JELGAVAS MB

Graudu 4, Jelgava,
Latvia, LV-3001
Indirect AS UPB holding through
AS MB Betons: 93.5%

AS MB BETONS

Dzintaru 17, Liepaja,
Latvia, LV-3401
AS UPB holding: 93.5%

AS MBD

Rupniecības 1M, Daugavpils,
Latvia, LV-5404
Indirect AS UPB holding through
AS MB Betons: 93.5%

SIA RK METĀLS

Lauktechnikas 12, Grobina,
Latvia, LV-3430
AS UPB holding: 100%

SIA STIKLU CENTRS

Pulvera 20, Liepaja,
Latvia, LV-3405
Indirect AS UPB holding through
AS Aile Grupa: 100%

SIA TRANSPORTBETONS MB

Graudu 4, Jelgava,
Latvia, LV-3001
Indirect AS UPB holding through
AS MB Betons: 93.5%

SIA UPB ENERGY

Dzintaru 19, Liepaja,
Latvia, LV-3401
AS UPB holding: 100%

SIA UPB NAMS

Dzintaru 19, Liepaja,
Latvia, LV-3401
AS UPB holding: 100%

SIA UPB PROJEKTI

Dzintaru 17, Liepaja,
Latvia, LV-3401
AS UPB holding: 100%

UAB UPB ENGINEERS

Savanoriu a. 1B-3, Panevezys,
Lithuania, LT 35201
AS UPB holding: 100%

AB UPB SWEDEN

c/o Advokatfirman Delphi, Master
Samuelsgatan 17, Box 1432,
111 84 Stockholm, Sweden
AS UPB holding: 100%

GMBH UPB AS

Schlossgasse 4, Munchenstein,
CH-4142, Switzerland
AS UPB holding: 100%

LTD UPB AS

6th Floor, Manfield House,
1 Southampton Street, London,
WC2R 0LR, Great Britain
AS UPB holding: 100%

MANAGEMENT REPORT

The Joint Stock Company UPB and its subsidiaries together form a group of industrial companies whose main business sectors are the design and construction of technologically complex buildings, as well as the design and production of building structures. In exports, UPB Group focuses on the design, manufacturing, delivery and assembly of concrete, steel and glazed structures and mechanical engineering products.

UPB Group includes glazed-aluminium, steel and precast concrete production plants, a mechanical engineering plant, ready-mixed concrete plants throughout the territory of Latvia, full-service design and construction companies in Latvia and abroad, an IT solutions and building maintenance company. UPB companies and representations are located in seven countries – Latvia, Sweden, Norway, Denmark, Lithuania, United Kingdom and Switzerland.

UPB Group's consolidated turnover has risen to 248 million euros in 2023, marking a 5% increase from 2022. The reporting year was closed with a profit of 3.9 million euros. In 2023, UPB Group had a total of around 1700 employees and during the reporting period UPB Group companies paid almost 27.5 million euros in taxes.

The management of the UPB Group regards 2023 as relatively more stable and predictable, and company managed to adapt to changes in the demand and increases of raw material prices, and also market fluctuations were no longer as sharp as they were in previous years. In these market conditions, UPB's diversified range of products and services has served as an advantage. This made it possible to respond more promptly to the market slowdown in Scandinavia, which is the main export region for the company. It was also possible to ensure more steady load levels in production plants of the UPB Group.

In general, during the reporting year, export activities accounted for more than a half of the total turnover of the UPB Group, retaining the main focus on the Scandinavian countries. Several projects have made it possible to highlight UPB's competences in engineering and production of high added value products by exporting complex large-sized façade units. A new concrete product line – glass fibre reinforced concrete (GRC) façades – was also further developed during the reporting year.

One of the projects abroad to be highlighted is Mary Elizabeth's Children's Hospital in Copenhagen, Denmark – UPB delivered and installed the largest façade in the company's history, which was highly complex due to both its size and strict technical requirements. A prestigious façade project for an 11-storey office building in the centre of London has also been completed. By this project, UPB continues strengthening its position on the British market, which is one of the company's long-term goals. The implemented façade also highlights the internal synergy of the UPB Group, as it combines several products manufactured by UPB.

Stable growth has also continued in the machinery division, reaching a 22% increase in turnover compared to the year before. This has been driven by the successful execution of major and complex projects, including significantly expanding export to countries such as the USA and Great Britain.

In 2023, important construction objects such as the Daugava Stadium Athletics Arena in Riga, built according to the "Design and Build" principle, and the Children and Youth Mental Health Centre of the Children's Clinical University Hospital in Riga were completed in the domestic market. In general, the design, engineering and construction areas have been active, and several new industrial and office projects have been started for manufacturing companies of various industries such as Knauf's new office, production facilities for Rettenmeier Baltic Timber and Latvijas Finieris. The energy project sector was also active, with the construction of wood chip boiler houses in several cities in Latvia.

The cooperation started within the project "Magdelenas kvartals" has also been noteworthy for the Group, where UPB ensured the production and assembly of the frame structures and the façade. The project was implemented according to the "off-site construction" principle allowing reducing the amount of work to be done on site. According to the company management, this approach is one of the tendencies that should be developed more widely also on the Latvian market, looking for ways to make the construction sector more efficient.

There was also a strong focus on promoting sustainability in both construction and manufacturing areas. The targeted work on reducing the CO2 footprint of products manufactured by the UPB Group has resulted in a significant improvement in environmental performance, with new environmental product declarations (EPD) for concrete products received in early 2024, including the first in the Baltic States to be received for ready-mixed concrete.

In 2024, the turnover of the UPB Group is expected to be stable, remaining at a similar level as in 2023. It is planned to continue long-term development as an industrial, vertically integrated group of companies capable of carrying out technologically complex projects and offering high value added products. The project portfolio for 2024 has been completed in accordance with the company's budget and goals, expecting that greater market activity will resume in the 2nd half of the year. Therefore, greater growth is expected in 2025. Also, the year 2024 is planned to be dynamic in the Latvian construction industry, focusing on complex industrial projects, as well as on improving processes and qualifications allowing to be even more competitive in the future.

A decision by the Arbitration Institute of the Stockholm Chamber of Commerce (SCC Arbitration Institute) on the construction of Phase 1 of the Preses Nama Kvartals has been received between the end of the reporting year and the signing of this report. See note 34 to the financial statement for details.

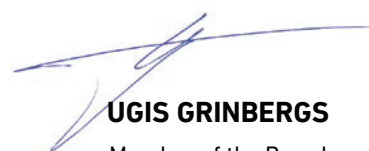
No other events that could affect the result of the reporting year have occurred.

**DAINIS BERZINS**

Chairman of the Board

**NORA KALNA**

Member of the Board

**UGIS GRINBERGS**

Member of the Board

MAIN PROJECTS OF 2023

CHILDREN AND YOUTH MENTAL HEALTH CENTER

PUBLIC BUILDING

Latvia, Riga



MAGDELĒNAS KVARTĀLS

OFFICE BUILDING

Latvia, Riga



DAUGAVA STADIUM ATHLETICS ARENA

PUBLIC BUILDING

Latvia, Riga



VAXELN KOBRA

RESIDENTIAL BUILDING

Sweden, Stockholm



MARY ELIZABETH'S HOSPITAL

PUBLIC BUILDING

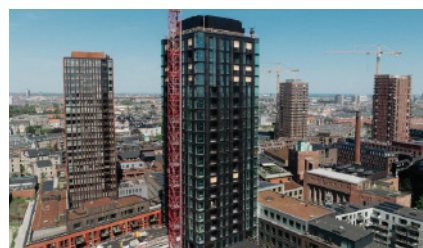
Denmark, Copenhagen



CARL'S TÅRN

RESIDENTIAL BUILDING

Denmark, Copenhagen



THE EARNSHAW

OFFICE BUILDING

United Kingdom, London



SICKLA CENTRAL

OFFICE BUILDING

Sweden, Stockholm



ESPREN BRU BRIDGE

INFRASTRUCTURE

Norway, Hamar



SUMMARY CONSOLIDATED FINANCIAL STATEMENTS

PROFIT AND LOSS STATEMENT FOR 2023

	2023 (EUR)	2022 (EUR)
Net sales	248 310 855	237 664 803
Cost of goods sold, acquisition costs of goods sold or services provided	(229 495 271)	(233 035 553)
Gross profit	18 815 584	4 629 250
Selling expenses	(3 215 606)	(2 761 749)
Administrative expenses	(10 264 903)	(7 406 910)
Other operating income	401 208	2 044 509
Other operating expenses	(256 978)	(233 820)
Income from investments in related companies	-	168 519
Interest and similar income	219 333	89 379
Interest and similar expenses	(946 937)	(888 126)
Profit or loss before corporate income tax	4 751 701	(4 358 948)
Corporate income tax	(687 169)	(329 928)
Profit or loss of the reporting year	4 064 532	(4 688 876)
Share of profit or loss attributed to minority interest	(145 440)	(12 935)
Profit or loss after minority interest	3 919 092	(4 701 811)

The accompanying notes on page 14 form an integral part of these summary consolidated financial statements.

BALANCE SHEET AS AT 31 DECEMBER 2023

ASSETS

	2023 (EUR)	2022 (EUR)
LONG-TERM INVESTMENTS		
Intangible assets		
Development costs	519 524	609 875
Concessions patents, licenses, trademarks and similar rights	483 466	639 921
Intangible assets in development	15 862	127 963
<i>Total intangible assets</i>	1 018 852	1 377 759
Fixed assets		
Land, buildings and engineering structures	21 443 046	22 037 202
Leasehold improvements	1 117 403	1 321 664
Equipment and devices	8 445 936	9 971 740
Other fixed assets	6 011 379	7 074 677
Establishment of fixed assets and construction in progress	361 760	424 038
Prepayments for fixed assets	15 648	44 550
<i>Total fixed assets</i>	37 395 172	40 873 871
Long-term financial investments		
Other securities and investments	400	400
Other loans and long term receivables	37 334	81 778
Prepaid expenses	82 673	89 255
<i>Total long term financial investments</i>	120 407	171 433
Total long term investments	38 534 431	42 423 063
CURRENT ASSETS		
Stock		
Raw materials	12 392 666	19 065 212
Work in progress and unfinished orders	3 980 684	7 577 957
Finished goods and goods for sale	1 480 832	1 716 751
Prepayments for goods	2 823 908	2 388 325
<i>Total stock</i>	20 678 090	30 748 245
Receivables		
Trade receivables	15 153 236	11 456 302
Other receivables	21 070 244	13 670 911
Prepaid expenses	1 311 606	1 485 728
Accrued income	21 625 779	23 183 183
<i>Total receivables</i>	59 160 865	49 796 124
Cash	20 417 617	8 002 894
Total current assets	100 256 572	88 547 263
Total assets	138 791 003	130 970 326

The accompanying notes on page 14 form an integral part of these summary consolidated financial statements.

EQUITY AND LIABILITIES

	2023 (EUR)	2022 (EUR)
Shareholder's equity		
Share capital	15 720 305	15 720 305
Foreign exchange revaluation reserve	(27 876)	(71 940)
Other reserves	18	18
Retained earnings brought forward from previous years	25 382 143	30 083 954
Loss for the reporting year	3 919 092	(4 701 811)
Minority interest	1 092 673	979 701
Total shareholder's equity	46 086 355	42 010 227
Provisions		
Other provisions	8 980 736	7 448 962
Total provisions	8 980 736	7 448 962
LIABILITIES		
Long-term liabilities		
Loans from credit institutions	7 333 449	13 218 497
Other loans	797 513	1 132 991
Other liabilities	2 140 612	370 237
Deferred income	21 867	43 735
<i>Total long-term liabilities</i>	10 293 441	14 765 460
Short-term liabilities		
Loans from credit institutions	857 143	3 682 164
Other loans	738 666	1 214 966
Customer advances	16 912 463	27 501 159
Accounts payable to suppliers and contractors	13 758 829	13 811 268
Taxes and compulsory state social security contributions	2 709 349	2 543 428
Other liabilities	13 485 804	3 040 035
Deferred income	2 955 903	1 103 183
Dividends payable	2 129 897	2 492 468
Accrued liabilities	19 882 417	11 357 006
<i>Total current liabilities</i>	73 430 471	66 745 677
Total liabilities	83 723 912	81 511 137
Total equity and liabilities	138 791 003	130 970 326

The accompanying notes on page 14 form an integral part of these summary consolidated financial statements.

STATEMENT OF CASH FLOW FOR 2023

CASH FLOWS FROM OPERATING ACTIVITIES	2023 (EUR)	2022 (EUR)
1. Loss before corporate income tax	4 751 701	(4 358 948)
Adjustments for:		
Impairment of fixed assets	5 354 123	6 034 677
Impairment of intangible assets	543 065	611 610
Change in provisions (except allowances for doubtful debts)	1 531 774	(58 278)
Profit or loss from foreign exchange rate fluctuations and changes in other reserves due to disposal of an investment	44 064	(15 094)
Other interest and similar income	(141 440)	(8 172)
Interest and similar expenses	859 953	374 131
Income from subsidies and grants	(65 969)	(27 275)
2. Profit or loss before adjustments for the effect of changes to current assets and short term liabilities	12 877 271	2 552 551
Adjustments for:		
(Increase)/decrease of receivables	(9 674 859)	(13 571 461)
(Increase)/decrease of stock	10 070 155	(2 435 064)
Increase or (decrease) of accounts payable to suppliers, contractors and other creditors	12 194 368	7 031 466
3. Gross cash flows from operating activities	25 466 935	(6 422 508)
4. Interest paid	(859 953)	(374 131)
5. Corporate income tax	(445 775)	(1 844 247)
6. Received overpaid corporate income tax	-	9 349
Net cash flows from operating activities	24 161 207	(8 631 537)
CASH FLOWS USED IN INVESTING ACTIVITIES		
Purchase of fixed and intangible assets	(2 003 703)	(3 198 952)
Income from disposal of fixed and intangible assets	327 081	1 564 682
Loans issued	-	(77 778)
Income from repayment of loans	44 444	24 968
Interest received	141 440	8 172
Net cash flows from investing activities	(1 490 738)	(1 678 908)
CASH FLOWS FROM FINANCING ACTIVITIES		
Loans received	-	7 638 417
Grants, donations received	44 100	27 275
Repayment of loans	(8 710 069)	(1 032 122)
Finance lease payments	(1 194 738)	(628 764)
Dividends paid	(395 039)	(875 714)
Net cash flows used in financing activities	(10 255 746)	5 129 092
Net cash flows for the reporting year	12 414 723	(5 181 353)
Cash and cash equivalents at the beginning of the year	8 002 894	13 184 247
Cash and cash equivalents at the end of the year	20 417 617	8 002 894

The accompanying notes on page 14 form an integral part of these summary consolidated financial statements.

STATEMENT OF CHANGES TO THE SHAREHOLDERS' EQUITY FOR 2023

	Share capital (EUR)	Foreign currency revaluation reserve (EUR)	Other reserves (EUR)	Retained earnings brought forward from previous years (EUR)	Profit or loss for the reporting year (EUR)	Minority interest (EUR)	Total shareholders' equity (EUR)
31.12.2021	15 720 305	(57 411)	683	37 423 850	(4 039 896)	99 9234	50 046 765
Loss for 2022 transferred to retained earnings brought forward from previous years	-	-	-	(4 039 896)	4 039 896	-	-
Changes in relation to disposal of subsidiaries	-	-	(665)	-	-	-	(665)
Distribution of dividends	-	-	-	(3 300 000)	-	(32 468)	(3 332 468)
Foreign exchange revaluation result	-	(14 529)	-	-	-	-	(14 529)
Loss for the reporting year	-	-	-	-	(4 701 811)	12 935	(4 688 876)
31.12.2022	15 720 305	(71 940)	18	30 083 954	(4 701 811)	979 701	42 010 227
Loss for 2022 transferred to retained earnings brought forward from previous years	-	-	-	(4 701 811)	4 701 811	-	-
Distribution of dividends	-	-	-	-	-	(32 468)	(32 468)
Foreign exchange revaluation result	-	44 064	-	-	-	-	44 064
Profit for the reporting year	-	-	-	-	3 919 092	145 440	4 064 532
31.12.2023	15 720 305	(27 876)	18	25 382 143	3 919 092	1 092 673	48 086 355

The accompanying notes on page 14 form an integral part of these summary consolidated financial statements.

NOTES TO THE SUMMARY CONSOLIDATED FINANCIAL STATEMENTS

BASIS FOR PREPARATION OF SUMMARY CONSOLIDATED FINANCIAL STATEMENTS

The summary consolidated financial statements comprise the consolidated balance sheet as at 31 December 2023 and the consolidated statements of profit and loss, cash flow and changes in equity for the year then ended and notes to the summary consolidated financial statements derived from the audited consolidated financial statements of AS UPB in accordance with the Law on Annual Statements and Consolidated Annual Statements of the Republic of Latvia.

The audited consolidated financial statements of AS UPB and the Auditors' Report thereon is available at Dzintaru 17, Liepaja, Latvia.

Management believes that the content of the summary consolidated financial statements is consistent with the objective of the summary consolidated financial statements.

LITIGATION

In 2022, construction contract on construction of Phase 1 of Preses Nama Kvartals concluded with PN Management was terminated.

On 15 June 2023, UPB filed a claim against PN Management before the SCC Arbitration Institute of the Stockholm Chamber of Commerce that included the amount of the claim recognised in the balance sheet as at 31 December 2022 for the work performed in the amount of EUR 3 072 024 and contract penalty.

In the context of this case, PN Management had also made a number of claims against UPB which, in the view of UPB's management, had to be rejected in their entirety, including repayment of the advance payment received in the amount of EUR 2 113 444 and a contract penalty for termination of the contract in the amount of EUR 7 822 806.

On 17 June 2024, a judgement of the SCC Arbitration Institute of the Stockholm Chamber of Commerce was received satisfying almost all of UPB's claims, while satisfying the claims of PN Management only to the extent that UPB had previously accepted them and reflected them in its accounting. The total amount of the satisfied claims in favour of UPB is EUR 14 417 495.67 and the judgement of the SCC Arbitration Institute sets off the claims of PN Management in the amount of EUR 2 113 444 against the paid advance. The use of guarantees issued by SEB banka by PN Management was also recognised as unjustified.

As at 31 December 2023, the consolidated balance sheet of UPB reflects the following amounts that are subject to a court ruling after the end of the reporting year: advance received in the amount of EUR 2 113 444, accrued income and trade receivables in the amount of EUR 3 530 774, claims to debtors for withheld bank guarantees in the amount of EUR 9 798 695 and settlements with creditors for withheld bank guarantees in the amount of EUR 9 798 695. These amounts have been partially written off at the time of signing of these financial statements and some are being recovered pursuant to the laws and regulations.

In accordance with the Construction contract, UPB intends to file a claim to the arbitration court against PN Management in regard to payment for the ordered and delivered materials or for damages incurred by UPB in this respect. No adjustments have been made in the consolidated financial statements in regard to these amounts. The outcome of this claim cannot be predicted with sufficient certainty and exact amounts of claims to be submitted and assigned or claims to be received cannot be accurately estimated at this stage.

More detailed information about litigations are disclosed in the Note 34 of full the consolidated financial statements.

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF AS UPB

REPORT ON THE SUMMARY CONSOLIDATED FINANCIAL STATEMENTS

Opinion

The accompanying summary consolidated financial statements on pages 9 to 14, which comprise the summary balance sheet as at 31 December 2023 and the summary statements of profit and loss, cash flow and changes in equity for the year then ended, and related notes to the summary consolidated financial statements, are derived from the audited consolidated financial statements of AS UPB for the year ended 31 December 2023.

In our opinion, the summary consolidated financial statements derived from the audited consolidated financial statements of AS UPB for the year ended 31 December 2023 are consistent, in all material respects, with the audited consolidated financial statements on the basis described in the Note 1 to the summary consolidated financial statements.

Summary Consolidated Financial Statements

The summary consolidated financial statements do not contain all the disclosures required by the 'Law on the Annual Reports and Consolidated Annual Reports' of the Republic of Latvia. Reading the summary consolidated financial statements, therefore, is not a substitute for reading the audited consolidated financial statements of AS UPB and our report thereon. The summary consolidated financial statements and the audited consolidated financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited consolidated financial statements.

The Audited Consolidated Financial Statements and our Report Thereon

We expressed an unmodified audit opinion on AS UPB consolidated financial statements in our report dated 1 August 2024.

Our report includes Emphasis of Matter paragraph where we draw attention to Note 34 to the full consolidated financial statements, which describes that on 14 November 2022 UPB AS terminated the contract with PN Management SIA for the construction of Phase 1 of the Press House Quarter and on 15 June 2023 UPB AS filed a claim against PN Management SIA before the SCC Arbitration Institute of the Stockholm Chamber of Commerce for work performed EUR 3 072 024 and a contract penalty. In addition, in the context of this case, PN Management SIA has also made a number of claims against UPB AS, which include repayment of the advance payment received in the amount of EUR 2 113 444 and a contract penalty for termination of the contract in the amount of EUR 7 822 806.

On 17 June 2024, a judgement of the SCC Arbitration Institute of the Stockholm Chamber of Commerce was received satisfying almost all of UPB's claims, while satisfying the claims of PN Management only to the extent that UPB had previously accepted them and reflected them in its accounting. The total amount of the satisfied claims in favour of UPB is EUR 14 417 495.67 and the judgement of the SCC Arbitration Institute sets off the claims of PN Management in the amount of EUR 2 113 444 against the paid advance. The use of guarantees issued by SEB banka by PN Management was also recognised as unjustified.

As at 31 December 2023, the consolidated balance sheet of UPB reflects the following amounts that are subject to a court ruling after the end of the reporting year: advance received in the amount of EUR 2 113 444, accrued income and trade receivables in the amount of EUR 3 530 774, claims to debtors for withheld bank guarantees in the amount of EUR 9 798 695 and settlements with creditors for withheld bank guarantees in the amount of EUR 9 798 695. These amounts have been partially written off at the time of signing of these financial statements and some are being recovered pursuant to the laws and regulations.

In accordance with the Construction contract, UPB intends to file a claim to the arbitration court against PN Management in regard to payment for the ordered and delivered materials or for damages incurred by UPB in this respect. No adjustments have been made in the consolidated financial statements in regard to these amounts. The outcome of this claim cannot be predicted with sufficient certainty and exact amounts of claims to be submitted and assigned or claims to be received cannot be accurately estimated at this stage.

Our opinion on summary consolidated financial statements is not modified regarding this matter.

Management's Responsibility for the Summary Consolidated Financial Statements

Management is responsible for the preparation of the summary consolidated financial statements based on audited consolidated financial statements on the basis described in the Note 1 to the summary consolidated financial statements.

Auditors' Responsibility

Our responsibility is to express an opinion on the summary consolidated financial statements whether based on our procedures, which were conducted in accordance with International Standard on Auditing 810, "Engagements to Report on Summary Financial Statements" summary financial statements are consistent, in all material respects, with the audited financial statements.

KPMG Baltics SIA
Licence No. 55



IRĒNA SARMA

Member of the Board, Latvian Sworn Auditor
Certificate No. 151, Riga, Latvia

2023

ANNUAL REPORT

upb

AILE®
GRUPA

SC
STIKLU CENTRS

RK
METĀLS

RK
MACHINERY

MBGRUPA
DZELZSBETONS

MBGRUPA
TRANSPORTBETONS

MBGRUPA
INERTIE MATERIĀLI

MBGRUPA
BETONAPĒTĪJUMU CENTRS

ENNA

GROTTA

upb
ENGINEERS

upbenergy

upbnams

Büve
un
Forma

BM

upb
PROJEKTI