STATE JOINT STOCK COMPANY "RIGA INTERNATIONAL AIRPORT"

Unaudited Condensed Interim Statement

for a period of 9 months
until 30 September 2024

Drawn up in accordance with International Accounting Standard No. 34 "Interim Financial Reporting" as adopted by the European Union

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General information

Name of the company	Riga International Airport
Legal status	State Joint Stock Company
Uniform registration number, place and date	40003028055 Riga, 30 September 1991
Re-registration in the Commercial Register, place and date	Riga, 10 September 2004
Legal address	Mārupes novads, Lidosta „Rīga" 10/1 Latvia, LV-1053
Main scope	Aircraft, passenger and cargo servicing, aerodrome maintenance and other services
Shareholder	Ministry of Transport of the Republic of Latvia (100%) 3 Emīlijas Benjamiņas Street, Riga, Latvia, LV-1743
Company administration	Shareholders' meeting, Supervisory Board and Board
Supervisory Board of the company	Juris Kanels – Chairman of the Supervisory Board Elīna Salava – Member of the Supervisory Board Eduards Toms – Member of the Supervisory Board until 23.05.2024
Board of the company	Laila Odiņa – Chairperson of the Board Normunds Feierbergs – Member of the Board Artūrs Saveļjevs – Member of the Board
Financial year	1 January 2024 – 30 September 2024

Management Report

Scope of the service provided

In the first nine months of 2024, SJSC Riga International Airport (hereinafter – the Airport) continued its steady growth in passenger numbers as compared to the corresponding period of the previous year. In the period from 1 January 2024 to 30 September 2024, the Airport has served 5 311 thousand passengers. This represents an increase of 5 % as compared to the corresponding period of 2023. 78.2 % of all passengers were direct passengers.

In the first nine months of the year, 47.3 thousand flights were handled, which is 2% more than in January – September of the previous year. Air cargo volumes reached 13.3 thousand tonnes, which is 5% less than in the first nine months of 2023. In recent months, there have been indications of a resumption of air cargo growth, driven by both military flights and the launch of Lufthansa Cargo flights.

The war in Ukraine, military conflicts in the Middle East and the related sanctions and airspace closures continue to have a major impact on the volume of services provided, especially the volume of air cargo transportation and the number of transit passengers.

Results of economic activity

The Airport's turnover in the first nine months of 2024 was EUR 57.5 million, representing an increase of 5% as compared to the corresponding period of 2023. Revenue from aviation services accounted for EUR 33.4 million, representing an increase of 2% as compared to the corresponding period of the previous year. Non-aviation services increased by 10% compared to the corresponding period of 2023.

In the first nine months of 2024, grants of EUR 3.9 million were recognised as revenue, including a state grant for aviation security of EUR 33.6 thousand, a grant from the Cohesion Fund of EUR 3.75 million, from ERDF funding and other grants EUR 183 thousand.

Economic activity costs in the first nine months of 2024 were EUR 55 million, an increase of 4% as compared to the corresponding period of 2023.

The Airport's EBITDA indicator (earnings before interest payments, taxes, depreciation and amortization deductions) reached EUR 11.95 million, which is 19.3% more than a year before. The Airport closed the first nine months of 2024 with a profit of EUR 5 875 thousand, which is an 11.5% better result than in January – September 2023.

Investment projects

In the first nine months of 2024, work continued on the priority project "Reconstruction of the Technical Services Building", with investments of EUR 1 162 thousand. The Aircraft Bridge Replacement Project was completed, and two more aircraft bridges were put into operation for a total amount of EUR 896 thousand. Work was completed on the projects "Reconstruction of engineering networks of Tehnikas Street", "Reconstruction of feeder points FP-3 and FP-4" and work continues on the project "Reconstruction of boarding sectors B8/B9 and B1". Significant investments were also made in the passenger and

aircraft service infrastructure, completing the projects "Air handling equipment for sector E" and "Replacement of the hydraulic elevator of terminal F".

EUR 743 thousand were invested in the development of the electricity supply infrastructure in one of the projects of the EAIR initiative "Optimization and switching of part of the 10kV network to the 20kV network"; work was launched for the construction of infrastructure related to electric car charging.

The Airport purchased the first 3 of a total of 9 electric buses for passenger transportation, an Ambulift for transporting passengers with special needs, which amounted to EUR 1 024 thousand and EUR 436 thousand in investment in nine months, respectively. In total, in January – September of 2024, the Airport has made investments in the amount of EUR 7.4 million.

On 17 June 2024, the Airport concluded an agreement with the European Union's European Executive Agency for Climate, Infrastructure and Environment (CINEA) on the allocation of funding for the project "SJSC “Riga International Airport" reconstruction of apron to provide a dual-use TEN-T infrastructure for civil and military purposes", which provides for rebuilding the hard surface of apron 4 in an area of more than 80 000 square metres, creating ten A-E class aircraft stands, taxiways and service lanes in different configurations.

As part of the project, a power supply substation with two independent inputs will also be built to ensure power supply for apron 4 lighting and aircraft stands in accordance with the latest EU requirements, storage areas for equipment necessary for servicing aircraft will be arranged in adjacent areas of the apron, an aerodrome lighting system will be built, lighting masts and floodlights will be rebuilt, a new video surveillance system will be installed and the construction of related electrical networks, as well as a rainwater drainage system will be performed. The Airport has received an advance payment of EUR 6.9 million for the implementation of the project.

Sustainability and environmental aspects

Since 2015, Riga Airport has been participating in the Airport Carbon Accreditation programme to achieve its climate goals. At the beginning of 2024, Riga Airport made the necessary preparations to become certified for the programme's Level 3 in 2024 – it developed and approved a Stakeholder Involvement Plan to reduce CO2 emissions.

The Airport is committed to achieving level 7 of Airport Carbon Accreditation and the goal of climate neutrality by 2035. For this purpose, the Net Zero 2035 roadmap has been developed, which is in force since 17.06.2024 and provides for the following key actions to achieve the goals:

- acquisition of renewable energy resources;
- renewable energy production;
- replacement of heating equipment;
- increasing energy efficiency;
- replacement of internal combustion engine equipment (electrification);

- acquisition of credits in CO2 sequestration projects.

Work also continued on a number of infrastructure projects to reduce Scope 1 and Scope 2 CO2 emissions:

- Riga Airport and Lithuanian airports company "Lietuvos oro uostai", in a joint project "Establishment of Electricity Supply and Charging Infrastructure in the Baltic States' Airports in North Sea-Baltic CNC/TEN-T Corridor for the Transition to Environmentally Friendly Operations", are modernising the aerodrome electricity supply systems by attracting EU funding. In the first quarter of 2024, an electricity supply substation was constructed, while in the second quarter, the construction of electrical outlets was started.
- In the first quarter of 2024, Riga Airport commissioned its first solar panel park with a capacity of 701 kW. In the first quarter of 2024, it produced 51 MWh of electricity, but in the following quarters it produced significantly more: in the 2nd quarter, 260 MWh of electricity was produced, in the 3rd quarter, 255 MWh of electricity was produced. From the beginning of the year to the end of September, solar panels produced 566 MWh of electricity. The share of renewable electricity in June reached 4.63% of the total consumption of the Airport.
- The 2nd procurement stage for the project "Solar panel park design, supervision and construction in the north of the aerodrome" is underway. An application for co-financing has also been submitted to Joint Stock Company "Attīstības finanšu institūcija Altum" (hereinafter referred to as Altum) for the acquisition of the project. Upon receiving a positive decision on granting a loan from Altum, a capital discount of EUR 444 130.53 will be applied to the project.

In the first half of 2024, work continued on the preparation of the new Noise Action Plan for Riga Airport, involving a wide range of stakeholders. From 19 August to 18 September, the public was informed about the draft of the new action plan for noise reduction developed by Riga Airport. As part of this, three face-to-face meetings were held in the Imanta neighbourhood of Riga City, and in the villages of Piņķi and Jaunmārupe in Mārupe Municipality. The comments provided by residents were evaluated and taken into account in specifying the draft action plan. This updated action plan is expected to be approved by the end of the year.

To contribute to the achievement of sustainability objectives, which are closely linked to innovation and new technologies, Riga Airport is involved in international research and innovation projects:

- To promote emission reductions, the fulfillment of European climate goals, and preparation for the implementation of hydrogen technologies in aviation, Riga Airport made amendments in the second quarter of 2024 to the previously developed preliminary study on the legal framework for hydrogen implementation in airport operations, as part of the core project “BSR HyAirport” under the “Interreg” Baltic Sea Region transnational cooperation programme. The Airport also initiated an analysis of the possibilities for introducing hydrogen-powered equipment and provided comments for the improvement of joint procurement documentation, which will be used to attract consultants – experts in hydrogen implementation.

- In the “Horizon Europe” project "Integration and Digital Demonstration of Low-mission Aircraft Technologies and Airport Operations", Riga Airport continued the implementation of activities, collecting data and preparing information on the location of residents, aircraft flight paths and other information in accordance with the requests of project partners.

In April 2024, Riga Airport was accepted to the Business Sustainability Council, which has already brought together 15 companies with the aim of sharing knowledge, deepening understanding of sustainability practices and jointly creating a more sustainable business environment in Latvia.

Riga Airport has also promoted social sustainability by offering job opportunities to such social risk groups as persons with disabilities, young people without previous work experience, people of pre-retirement age, long-term unemployed and new mothers, by participating in the May 24 Job Opportunities Festival "Visiem" in Vērmanes Garden, Riga.

As part of the European Sustainable Development Week, Riga Airport hosted a Business Sustainability Council meeting on 25 September and provided a live broadcast, focusing on supplier and human rights management issues related to the corporate duty of due diligence.

Risk management

The Airport continues to monitor the following risks to ensure that the Airport's service volumes return to pre-pandemic levels and that strategic objectives are met:

- geopolitical instability, including, in addition to the war in Ukraine started by Russia and the related closure of airspace and restrictive measures adopted by the European Union, the military conflict in the Gaza Strip and the related decrease of flights to Israel and the Middle East, and its direct and indirect effects;
- price fluctuations/changes in services, products and commodities (e.g. more expensive construction projects) may be unfavourable to the Airport;
- Riga Airport's competitiveness in the region may decrease due to external factors, for example, due to an increase in fees applicable to the aviation industry, as a result of which it may not be possible to provide new destinations or attract additional airlines/cargo carriers.

State aid

In 2023, the Airport started obtaining the necessary approvals to ensure the termination of the State aid participation, which was received in June 2021 in accordance with the European Commission Decision of 8 March 2021 in State aid case SA.57756 (2021/N) – Latvia COVID-19: Recapitalisation of Riga International Airport.

For the Airport to be able to implement the termination of the investment participation of the state aid instrument, in accordance with the strategy of the Airport for the termination of the participation in the state aid investment instrument, which was considered at the Cabinet meeting on 22 June 2022, an independent audit company was engaged to perform an assessment of the market value of the recipient of the state aid as of 31 December 2023.

The independent assessment concluded that as compared to the estimated average market value of the Airport's shares (equity) determined on 30 April 2020, the average market value of the Airport's shares (equity) on 31 December 2023 had increased, with which it is considered that the Airport has implemented the termination of participation in the state aid investment instrument as of 31 December 2023.

On 20 August 2024, the Cabinet took note of the informative report prepared by the Ministry of Transport on the termination of the participation in the state aid investment instrument (for covering the losses caused by the crisis caused by Covid-19, overcoming the economic crisis and stabilizing the industry) granted to "SJSC “Riga International Airport" on 31 December 2023". 31 December 2023 is considered the completion of the state aid instrument.

Key financial and performance indicators

Performance indicators	2024 9 months	2023 9 months
Number of passengers	5 311 270	5 044 481
Cargo handled, tonnes	13 306	14 034
Departure punctuality, %	98.85%	99.32%
Net turnover, EUR	57 461 506	54 511 998
EBITDA*, EUR	11 954 740	10 018 736
Profit (loss), EUR	5 875 096	5 267 961
Equity capital, EUR	91 881 490	86 006 394
Net operating cash flow, EUR	15 566 723	9 130 825
Investments, EUR	7 379 477	9 600 679
Total liquidity indicator**	1.2	1.9
Equity capital in the balance sheet, %	50.2%	51.6%
Liabilities to equity capital**, %	55%	46%
* EBITDA – profit before interest, tax, depreciation and amortisation		
** Liabilities are adjusted for the revenue for future periods		

Statement of the management’s responsibility

The Airport management is responsible for the preparation of the Airport's financial statements.

The unaudited financial statements of the Airport for the period until 30 September 2024, which contain the management report, have been prepared on the basis of the accounting records and supporting documents and give a true and fair view of the financial performance of the Airport as of 30 September 2024, its results of operations and cash flows for the nine months.

The above financial statements have been prepared in accordance with International Accounting Standard No. 34 "Interim Financial Reporting" as adopted by the European Union, on a going concern basis. Appropriate accounting methods have been consistently used during the reporting period. The decisions and estimates made by management during the preparation of the financial statements have been prudent and justified.

The management of the Airport is responsible for ensuring an adequate accounting system, the preservation of assets, and the detection and prevention of fraud and other irregularities committed at the Airport. The management is responsible for fulfilling the legislative requirements of the Republic of Latvia.

Laila Odiņa	**Normunds Feierbergs**	**Artūrs Saveļjevs**
Chairperson of the Board	Member of the Board	Member of the Board

30 November 2024

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Statement of profit or loss and statement of comprehensive income

EUR

	Annex	2024 9 months	2023 9 months
Net turnover	1	57 461 506	54 511 998
State and EU grants recognized in revenue		3 914 681	3 983 435
Personnel costs		(32 508 127)	(29 918 547)
Depreciation and amortization of fixed assets and investment properties		(9 516 369)	(8 655 996)
Other external costs	2	(12 998 639)	(14 574 715)
Other economic activity revenue	3	470 459	714 503
Other economic activity costs	4	(595 484)	(459 728)
Profit/(losses) from economic activity before financial items		**6 228 027**	**5 600 949**
Financial income	5	91 876	128 131
Financial expenses	6	(444 807)	(461 119)
Profit before corporate income tax		**5 875 096**	**5 267 961**
Corporate income tax		-	-
Profit/(loss) for the reporting year		**5 875 096**	**5 267 961**
The total amount of consolidated income for the reporting year		**5 875 096**	**5 267 961**

Statement on financial position

Assets, EUR

	Annex	30.09.2024	31.12.2023
Non-current assets			
Intangible assets	7	1 482 636	1 484 712
Fixed assets	8	144 158 812	145 880 077
The right to use the asset	9	23 728	69 977
Investment properties		1 040 491	1 040 491
Total non-current assets		**146 705 667**	**148 475 257**
Current assets			
Stocks		1 577 592	1 304 176
Trade receivables		13 178 186	10 493 945
Other debtors and prepaid expenses	10	3 619 746	6 463 358
Cash and cash equivalents	11	18 032 154	8 340 061
Total current assets		**36 407 678**	**26 601 540**
Total assets		**183 113 345**	**175 076 797**

Statement on financial position

Equity capital and liabilities, EUR

	Annex	30.09.2024	31.12.2023
Equity capital			
Share capital		68 347 231	68 347 231
Reserves:			
other reserves		25 183 928	25 183 928
Retained earnings:			
accumulated losses of previous years		(7 524 766)	(9 136 906)
retained earnings/accumulated losses for the reporting year		5 875 096	1 612 140
Total equity capital		**91 881 490**	**86 006 394**
Liabilities			
Non-current liabilities			
Loans from credit institutions and other loans	12	19 684 639	17 686 641
Deferred revenue	13	36 071 441	38 426 906
Total non-current liabilities		**55 756 080**	**56 113 547**
Current liabilities			
Loans from credit institutions and other loans	12	8 571 219	11 092 959
Debts to suppliers and contractors		2 552 603	4 450 718
Other liabilities		16 103 598	7 752 101
Deferred revenue	13	4 798 553	5 700 426
Accrued costs		3 449 802	3 960 652
Total current liabilities		**35 475 775**	**32 956 856**
Total liabilities		**91 231 855**	**89 070 403**
Total equity capital and liabilities		**183 113 345**	**175 076 797**

Statement of cash flows

EUR

	Annex	2024 9 months	2023 9 months
Cash flow from economic activity			
Annual profit before corporate income tax		5 875 096	5 267 961
Corrections for:			
Depreciation and amortization of fixed assets and investment properties	7, 8	9 516 522	8 657 712
State grant for Airport infrastructure development, amount included in profit for the reporting year		(3 970 999)	(4 039 736)
Accumulated cost (reduction)		(34 979)	(1 166 930)
Interest expenses, net	6	352 931	332 988
(Increase) of inventories		(273 416)	(144 706)
Reduction of trade receivables		(3 525 926)	(2 432 056)
Advance payment CINEA project		6 884 655	-
Increase in trade payables		742 839	2 655 592
Net operating cash flow		**15 566 723**	**9 130 825**
Interest paid	6	(466 464)	(472 924)
Interest received	5	88 357	128 131
Net cash flow from economic activity		**15 188 616**	**8 786 032**
Cash flow from investing activities			
EU CF funding		3 321 338	690 124
State grant funds for aviation security		502 283	412 218
Acquisition of fixed assets	7.8	(7 379 452)	(9 608 872)
Net cash flow from investing activities		**(3 555 831)**	**(8 506 530)**
Cash flow from financing activities			
Loan received		-	82 400
Financial leasing received		3 640 800	-
Repayment of borrowings	12	(5 430 483)	(2 340 149)
Payment of finance lease obligations		(151 007)	(103 254)
Net cash flow from financing activities		**(1 940 690)**	**(2 361 003)**
Net cash and cash equivalents (increase/reduction)		**9 692 093**	**(2 081 502)**

Cash and cash equivalents at the beginning of the year	**8 340 061**	**21 021 576**
Cash and cash equivalents at the end of the year	**18 032 154**	**18 940 074**

Statement of changes in equity capital

EUR

	Share capital	Other reserves	Retained profit	Total
31 December 2022	**68 347 231**	**25 188 002**	**(9 136 906)**	**84 398 327**
Excluded from reserves	-	(4 074)	-	(4 074)
Consolidated income for the reporting year	-	-	5 267 961	5 267 961
30 September 2023	**68 347 231**	**25 183 928**	**(3 868 945)**	**89 662 215**
Accumulated losses for the reporting year	-	-	(3 655 821)	(3 655 821)
31 December 2023	**68 347 231**	**25 183 928**	**(7 524 766)**	**86 006 394**
Consolidated income for the reporting year	-	-	5 875 096	5 875 096
30 September 2024	**68 347 231**	**25 183 928**	**(1 649 670)**	**91 881 490**

Annex to the Financial Statement

General Information

State Joint Stock Company Riga International Airport (hereinafter – the Company) was established in 1997 by transforming the state airport company "Riga", registered in the Register of Enterprises of the Republic of Latvia in 1991. The Company is registered in the Commercial Register of the Republic of Latvia as a state joint stock company. The Company's legal address is Lidosta Rīga 10/1", Lidosta Rīga 10/1", Lidosta Rīga, Mārupes nov., LV-1053, Latvia. The Company is fully owned by the Republic of Latvia.

The main directions of the Company's activity:

- Aviation commercial activity, including:
  - aircraft, passenger and cargo handling;
  - airport terminal services;
  - aircraft technical crew, aerodrome technical operation.
- Non–aviation commercial activity, including:
  - real estate lease;
  - provision of utility services;
  - parking services;
  - concession services;
  - business passenger services;
  - advertising services.
- Provision of aviation security, rescue and medical assistance functions at SJSC Riga International Airport.

Guidelines for preparation of financial statements and application of IFRS

The financial statements of SJSC Riga International Airport (hereinafter – the Company) are prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union (EU) and effective at the reporting date.

The unaudited interim financial statements have been prepared for the 9-month period that ended on 30 September 2024 based on the going concern assumption.

The same accounting and valuation policies have been applied in the preparation of the unaudited interim financial statements as have been applied in the preparation of the Company's accounts for the full financial year.

Profit or loss account items are classified based on the period cost method.

The cash flow statement is prepared using the indirect method of measuring cash flows from operating activities.

The monetary unit used in the financial statements is the euro (EUR), the monetary unit of the Republic of Latvia.

Components of asset and liability items are evaluated separately. Compared to the previous reporting year, the accounting and evaluation methods used by the Company have not changed.

1. Net turnover

EUR

	2024 9 months	2023 9 months
Aviation revenue, total	**33 391 639**	**32 686 239**
Security and rescue measures fee	12 226 910	10 624 894
Take-off/landing fee	4 613 092	3 097 172
Ground handling	7 245 495	8 249 592
Passenger service fee	6 201 736	6 588 220
Revenue from other aviation services	2 308 567	2 196 023
incl. fee for providing services to passengers with special needs	*1 007 340*	*955 889*
Revenue from centralized infrastructure services	795 839	1 930 338
Non-aviation revenue, total	**24 069 867**	**21 825 759**
Lease of premises in the terminal	12 080 098	10 228 243
Revenue from parking services	4 474 444	4 333 674
Lease in the rest of the airport territory	2 481 032	2 080 070
Revenue from utility services	2 504 849	2 782 519
Revenue from business passenger services	1 013 593	1 059 398
Revenue from advertising services	492 438	409 611
Revenue from concessions	212 524	232 082
Revenue from other non-aviation services	810 889	700 162
Total	**57 461 506**	**54 511 998**

EUR

	2024 9 months	2023 9 months
Revenue from contracts with customers recognized over time (in accordance with IFRS 15)	**37 720 970**	**37 228 318**
Security and rescue measures fee	12 226 910	10 624 894
Take-off/landing fee	4 613 092	3 097 172
Ground handling	7 245 495	8 249 592
Passenger service fee	6 201 736	6 588 220
Revenue from other aviation services	2 308 567	2 196 023
Revenue from centralized infrastructure services	795 839	1 930 338
Revenue from utility services	2 504 849	2 782 519
Revenue from business passenger services	1 013 593	1 059 398
Revenue from other non-aviation services	810 889	700 162
Other revenue (FRS 16 and other standards)	**19 740 536**	**17 283 680**
Lease of premises in the terminal	12 080 098	10 228 243
Revenue from parking services	4 474 444	4 333 674
Lease in the rest of the airport territory	2 481 032	2 080 070
Revenue from advertising services	492 438	409 611
Revenue from concessions	212 524	232 082
Total	**57 461 506**	**54 511 998**

EUR

	2024 6 months	2023 6 months
EU statistical classification of economic activities according to NACE codes:		
Aviation revenue (52.23)	33 391 639	32 686 239
Non-aviation revenue (68.20)	22 554 016	20 483 904
Non-aviation revenue (73.12)	492 438	409 611
Non-aviation revenue (79.90)	1 023 413	932 244
Total	**57 461 506**	**54 511 998**

2. Other external costs

EUR

	2024 9 months	2023 9 months
Materials	1 263 089	1 499 229
Movable and immovable property insurance	313 677	250 904
Maintenance of the territory	123 671	98 259
Ongoing infrastructure repairs	1 674 355	1 380 169
Utilities	4 457 505	5 629 848
Business trips	114 444	103 983
Communication costs	1 059 351	992 216
Road transport costs	1 062 835	1 003 713
Management costs	660 882	667 863
Lease costs	541 838	465 961
Improvement of personnel qualifications	263 739	226 466
Marketing and advertising	329 424	247 491
Safety measures	431 162	403 025
Other external costs	702 667	1 605 589
Total	**12 998 639**	**14 574 716**

3. Other economic activity revenue

EUR

	2024 9 months	2023 9 months
Fines received	201 745	134 597
Previous years' revenue and recovered debts	14 445	54 687
State and EU grants recognized in revenue	38 390	34 349
Other economic activity revenue	215 879	490 869
Total	**470 459**	**714 502**

4. Other economic activity costs

EUR

	2024 9 months	2023 9 months
Expenses not directly related to the main activity, mainly trade union events	181 266	132 509
Real estate tax	259 954	257 205
Other economic activity costs	154 263	70 014
Total	**595 483**	**459 728**

5. Financial income

EUR

	2024 9 months	2023 9 months
Interest received	91 876	128 131

6. Financial expenses

EUR

	2024 9 months	2023 9 months
Interest on long-term loans	413 052	446 938
Interest on finance lease	31 754	13 098
Interest expense from sublease	-	1083
Total	**444 806**	**461 119**

7. Intangible assets

EUR

	Software licenses
Initial value on 31.12.2022	**3 117 115**
Acquisition	406 018
Initial value on 31.12.2023	**3 523 133**
Accumulated depreciation 31.12.2022	**1 625 912**
Amortisation	412 509
Accumulated depreciation 31.12.2023	**2 038 421**
Remaining value on 31.12.2022	**1 491 203**
Remaining value on 31.12.2023	**1 484 712**
Initial value on 31.12.2023	**3 523 133**
Acquisition	177 465
Reclassified	178 052
Disposals	(135 337)
Initial value on 30.09.2024	**3 743 313**
Accumulated depreciation on 31.12.2023	**2 038 421**
Amortisation	357 593
Amortisation of liquidated assets	(135 337)
Accumulated depreciation on 30.09.2024	**2 260 677**
Remaining value on 31.12.2023	**1 484 712**
Remaining value on 30.09.2024	**1 482 636**

8. Fixed assets

EUR

	Land, buildings and engineering structures	Machines and devices	Other fixed assets and inventory	Creation of fixed assets and costs of unfinished construction facilities	Total
Initial value on 31.12.2022	**216 384 618**	**57 891 568**	**28 274 475**	**11 266 348**	**313 817 009**
Acquisition	468 293	12 482 222	4 071 515	8 155 980	**25 178 010**
Reclassified	4 525 941	2 273 797	-	(6 799 738)	**-**
Reclassified from right-to-use assets	-	184 500	-	-	**184 500**
Reclassified from/to investment properties	52 837	-	-	-	**52 837**
Disposals	(58 020)	(2 686 001)	(49 553)	(527 031)	**(3 320 605)**
Disposals to be sold	-	(344 751)	-	-	**(344 751)**
Substitute part of fixed assets	(98 926)	(68 207)	(119 686)	-	**(286 819)**
Initial value on 31.12.2023	**221 274 743**	**69 733 128**	**32 176 751**	**12 095 559**	**335 280 181**
Accumulated depreciation on 31.12.2022	**113 649 252**	**47 905 031**	**19 887 568**	**-**	**181 441 851**
Depreciation	7 007 794	2 704 110	1 517 214	-	**11 229 118**
Depreciation of disposed assets	(58 020)	(2 685 579)	(49 372)	-	**(2 792 971)**
Depreciation of sold assets	-	(344 751)	-	-	**(344 751)**
Reclassified from right-to-use assets	-	153 676	-	-	**153 676**
Replaceable part of fixed assets	(98 926)	(68 207)	(119 686)	-	**(286 819)**
Accumulated depreciation on 31.12.2023	**120 500 100**	**47 664 280**	**21 235 724**	**-**	**189 400 104**
Remaining value on 31.12.2022	**102 735 366**	**9 986 537**	**8 386 907**	**11 266 348**	**132 375 158**

Remaining value on 31.12.2023	**100 774 643**	**22 068 848**	**10 941 027**	**12 095 559**	**145 880 077**
Initial value on 31.12.2023	**221 274 743**	**69 733 128**	**32 176 751**	**12 095 559**	**335 280 181**
Acquisition	73 751	1 667 930	1 815 079	2 904 327	**6 461 087**
Reclassified	2 198 856	3 650 535	365 000	(5 284 031)	**930 360**
Reclassified from right-to-use assets	-	-	-	-	**-**
Reclassified from/to investment properties	-	-	163 380	-	**163 380**
Disposal	(281 577)	(1 107 251)	(259 221)	-	**(1 648 049)**
Disposals to be sold	-	(51 394)	(56 021)	-	**(107 415)**
Substitute part of fixed assets	-	-	-	-	**-**
Initial value on 30.09.2024	**223 265 773**	**73 892 948**	**34 204 968**	**9 715 855**	**341 079 544**
Accumulated depreciation on 31.12.2023	**120 500 100**	**47 664 280**	**21 235 724**	**-**	**189 400 104**
Depreciation	5 291 128	2 654 510	1 196 406	-	**9 142 044**
Depreciation of disposed assets	(281 577)	(1 107 251)	(259 191)	-	**(1 648 019)**
Depreciation of sold assets	-	(51 394)	(56 021)	-	**(107 415)**
Reclassified from right-to-use assets	-	-	134 017	-	**134 017**
Replaceable part of fixed assets	-	-	-	-	**-**
Accumulated depreciation on 30.09.2024	**125 509 651**	**49 160 145**	**22 250 935**	**-**	**196 920 731**
Remaining value on 31.12.2023	**100 774 643**	**22 068 848**	**10 941 027**	**12 095 559**	**145 880 077**
Remaining value on 30.09.2024	**97 756 122**	**24 732 803**	**11 954 033**	**9 715 855**	**144 158 812**

9. Right-to-use assets

EUR

	The right to use assets buildings and engineering structures	The right to use assets devices and machines	The right to use assets other fixed assets and inventory	Total
Initial value on 31.12.2022	**61 016**	**184 500**	**163 380**	**408 896**
Reclassified to fixed assets	-	(184 500)	-	**(184 500)**
Initial value on 31.12.2023	**61 016**	**-**	**163 380**	**224 396**
Accumulated depreciation on 31.12.2022	**1 695**	**144 257**	**122 598**	**268 550**
Depreciation	20 339	9 419	9 787	**39 545**
Reclassified to fixed assets	-	(153 676)	-	**(153 676)**
Accumulated depreciation on 31.12.2023	**22 034**	**-**	**132 385**	**154 419**
Remaining value on 31.12.2022	**59 321**	**40 243**	**40 782**	**140 346**
Remaining value on 31.12.2023	**38 982**	**-**	**30 995**	**69 977**
Initial value on 31.12.2023	**61 016**	**-**	**163 380**	**224 396**
Reclassified to fixed assets	-	-	(163 380)	**(163 380)**
Initial value on 30.09.2024	**61 016**	**-**	**-**	**61 016**
Accumulated depreciation on 31.12.2023	**22 034**	**-**	**132 385**	**154 419**
Depreciation	16 886	-	-	**16 886**
Reclassified to fixed assets	(1632)	-	(132 385)	**(134 017)**
Accumulated depreciation on 30.09.2024	**37 288**	**-**	**-**	**37 288**
Remaining value on 31.12.2023	**38 982**	**-**	**30 995**	**69 977**
Remaining value on 30.09.2024	**23 728**	**-**	**-**	**23 728**

10. Other debtors and prepaid expenses

EUR

	30.09.2024	31.12.2023
Financial assets		
Other debtors	197 756	2 924 544
Non-financial assets		
Insurance	317 257	225 690
Advance payments for services	127 220	24 588
Advance payments for fixed assets	2 468 832	2 836 312
Other deferred costs	508 681	452 224
Total non-financial assets	**3 421 990**	**3 538 814**
Total	**3 619 746**	**6 463 358**

11. Cash and cash equivalents

EUR

	30.09.2024	31.12.2023
Cash in the bank	17 977 132	8 294 406
Cash in the exchange machine and cash in transit	52 773	43 406
Cash on hand	2 249	2 249
Total	**18 032 154**	**8 340 061**

12. Borrowings from credit institutions and other loans

EUR

	30.09.2024	31.12.2023
Long-term borrowings from credit institutions		
State Treasury (payable no later than 5 years after the balance sheet date)	15 832 684	17 109 346
Swedbank AS (repayable later than 1 year after the balance sheet date)	227 333	289 333
Long-term lease liabilities (repayable within 1 - 5 years after the balance sheet date)	3 624 622	287 962
Total long-term part of borrowings	**19 684 639**	**17 686 641**

	30.09.2024	31.12.2023
Long-term borrowings from credit institutions		
State Treasury	1 748 910	1 752 193
Swedbank AS	5 112 079	5 838 403
SEB Bank	-	3 382 976
Lease liabilities	1 710 230	119 387
Total short-term part of borrowings	**8 571 219**	**11 092 959**
Total	**28 255 858**	**28 779 600**

On 12 April 2012, the **Treasury of the Republic of Latvia** granted the Company a loan in the amount of EUR 43 483 793, which was reduced to EUR 33 663 759.46 by decision No. 12-33/9 of the Ministry of Finance dated 2 April 2015. The purpose of the loan – implementation of Cohesion Fund project No. 2010LV161PR001 "Infrastructure Development of Riga International Airport". The loan must be repaid by 20 February 2035. The Company has established a mortgage in favour of the Treasury of the Republic of Latvia on 6 immovable properties owned by the Company.

On 20 December 2018, the Company and the Treasury of the Republic of Latvia signed a loan agreement in the amount of EUR 208 978 on the basis of Decision No. 12-6/12 of the Minister of Finance of 9 August 2018. The purpose of the loan – implementation of the CF project No. 6.1.2.0/16/I/001 "Development of Safe and Environmentally Friendly Infrastructure at Riga International Airport". The loan must be repaid by 20 July 2026.

On 7 January 2020, **Swedbank AS** and the Company concluded a loan agreement in the amount of EUR 9 500 000. The purpose of the loan – to refinance the borrower's obligations to OP Corporate Bank plc. The loan must be repaid by 23 December 2024. The Company plans to refinance the outstanding portion of the loan in 2024 with a maturity of 5-10 years.

On 15 June 2023, **Swedbank AS** and the Company concluded a loan agreement in the amount of EUR 372 000. The purpose of the loan – implementation of the project "Establishment of Electricity Supply and Charging Infrastructure in the Baltic States' Airports in North Sea-Baltic CNC / TEN-T Corridor for the Transition to Environmentally Friendly Operations". The loan must be repaid by 25 June 2028.

On 18 April 2024, **Swedbank AS** and the Company concluded a credit line agreement in the amount of EUR 10 000 000 for financing working capital for 1 year until 17 April 2025. As of 30 September 2024, the amount of the credit line used was EUR 0.

On 19 April 2021, **SEB Bank** and the Company concluded a loan agreement in the amount of EUR 4 600 000. The purpose of the loan – the loan is for repayment of the debt obligation to OP Corporate bank plc in full amount. The loan had to be repaid by 18 April 2024. The Company repaid the loan in full on 18 April 2024.

On 24 July 2024, **SEB Līzings SIA** and the Company concluded a cooperation agreement for financial leasing with an available limit of EUR 4 665 210. The term of the leasing agreements is 5 years. As of 30 September 2024, the financial leasing debt obligations to SIA SEB Līzings are EUR 3 640 800.

Statement of loan movements, EUR

	30.09.2024	31.12.2023
Balance at the beginning of the reporting period	**28 779 600**	**31 597 952**
Loans received	-	454 400
Lease liability received	3 640 800	-
Repayment of loans	1 747 026	-
Repayment of loans	(5 430 483)	(3 120 199)
Repayment of lease liabilities	(460 187)	(156 785)
Calculated interest	487 438	652 872
Interest paid	(508 337)	(648 640)
Balance at the end of the reporting period	**28 255 857**	**28 779 600**

13. Deferred revenue

EUR

	30.09.2024	31.12.2023
Long-term part		
Extending the runway (part of the Cohesion Fund project)	1 807 565	2 247 320
Payments for infrastructure under long-term lease contracts	1 676 075	1 647 898
State grants for infrastructure development	117 359	128 595
Aviation security grant funds to be used for the acquisition and establishment of long-term investment items	1 004 743	549 110
Infrastructure development (Cohesion Fund Project No. 3DP/3.3.1.4.0/10/IPIA/SM/001)	23 586 085	25 176 087
Fixed assets acquired free of charge (building, heating systems, etc.)	104 558	125 125
EU project "Development of safe and environmentally friendly infrastructure"	7 443 885	8 135 042
Budget programme of the Ministry of Defence of the Republic of Latvia for the improvement of Airport infrastructure	316 815	354 415
ERDF funding, Project No. 4.4.1.0/16/I/001	-	5 889
A-CDM Riga project No. 2015-LV-TM-0094-W	14 356	57 425
The long-term part of total deferred revenue	**36 071 441**	**38 426 906**

	30.09.2024	31.12.2023
Short-term part		
Extending the runway (part of the Cohesion Fund project)	586 340	586 340
Payments for infrastructure under long-term lease contracts	612 311	458 090
State grants for infrastructure development	14 982	14 982
Aviation security grant funds to be used for the acquisition and establishment of long-term investment items	52 309	39 276
Infrastructure development (Cohesion Fund Project No. 3DP/3.3.1.4.0/10/IPIA/SM/001)	2 464 499	3 497 987
Fixed assets acquired free of charge (heating systems)	27 643	28 309
EU project "Development of safe and environmentally friendly infrastructure"	921 542	921 542
Budget programme of the Ministry of Defence of the Republic of Latvia for the improvement of Airport infrastructure	50 134	50 134
ERDF funding, Project No. 4.4.1.0/16/I/001	-	862
A-CDM Riga project No. 2015-LV-TM-0094-W	68 795	102 904
The short-term part of total deferred revenue, total	**4 798 553**	**5 700 426**
Total	**40 869 994**	**44 127 332**

14. Related party transactions

The largest transactions are with JSC "Air Baltic Corporation" and SJSC "Latvijas gaisa satiksme", State Agency "Civil Aviation Agency", SJSC "Latvijas pasts". Mutual transactions are related to the main activities of the respective parties.

EUR

	30.09.2024	30.09.2023
Balance due to related parties		
Liability to SA "Civil Aviation Agency", part of the security and rescue fee	451 455	296 147
Balance due from related parties		
SJSC "Latvijas gaisa satiksme" for the provided lease and utility services	46 846	55 815
SJSC "Latvijas pasts" for the provided lease and utility services	8 924	13 737
JSC "Air Baltic Corporation" for the provided aviation and lease services	4 905 648	4 542 263
	30.09.2024	**30.09.2023**
Revenue for providing services to related parties		
SJSC "Latvijas gaisa satiksme" for the provided lease and utility services	566 626	639 876
SJSC "Latvijas pasts" for the provided lease and utility services	138 839	137 452
JSC "Air Baltic Corporation" for the provided lease and utility services	20 581 081	19 346 976
Expenses for the purchase of goods and services from related parties		
SJSC "Latvijas gaisa satiksme" for the provided lease and utility services	30 282	40 018
JSC "Latvijas pasts" for the provided aviation and lease services	906	1 145
Services received from JSC "Air Baltic Corporation"	31 332	60 376

Remuneration of the Board and Supervisory Board

The remuneration of the members of the Supervisory Board and the Board is calculated in accordance with Cabinet Regulation No. 63 of 4 February 2020 "Regulations on the Number of Members of the Management Board of State or Local Government Capital Companies, Remuneration of a Member of the Supervisory Board, a Member of the Management Board, a Representative of a Local Government Shareholder and a Responsible Employee".

EUR

	30.09.2024	30.09.2023
Remuneration of Board Members	253 008	253 008
Mandatory state social insurance contributions (employer contributions)	58 194	58 194
Remuneration of Supervisory Board Members	64 285	75 902
Mandatory state social insurance contributions (employer contributions)	14 400	17 141

Events after the end of the period

After the end of the reporting period, no significant events have occurred that could affect the financial statement.