

# **HIGHAM FINANCE LLC**

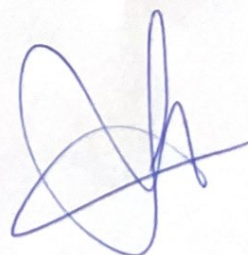
## **Annual report**

**for the year ended 31 December 2023**

A handwritten signature in blue ink, consisting of several loops and a long horizontal stroke extending to the right.

### GENERAL INFORMATION

Name of the company	Higham Finance LLC
Legal status of the company	Limited liability company
Legal address	Valentīna street 16k-2-43, Riga
Registration No., date	40103932252 21.09.2015
Information about shareholders	Higham Finance Limited -20,0% Horizon – 45,0% Oxgold limited – 10,0% Regalhouse Engineering limited – 20,0% Jean-Francois Javier Velut - 2,5% Laurence Jeanne Beuchard – 2,5%
Board members	Laurence Jeanne Beuchard - Chairwoman of the Board Aleksandrs Zaicevs - Board member Jean-Francois Javier Velut - Board member
Financial year	01.01.2023. - 31.12.2023.
Accountant	SIA "VG&A. Tax&accounting services" 43603024519 Baiba Altenberga





**Statement of profit or loss**  
(Classified by expense function)

For year 2023

Nr. p.k.	Indicator name	Note	Row code	Year 2023	Year 2022
1	2	3	4	5	6
1	Net turnover:	1	010	8 137	26 078
	a) from agricultural activity				26 078
	b) from other main activities			8 137	26 056
2	Cost of sale	2	020	30 445	22
3	Gross profit		030	-22 308	
4	Sale expenses		040		
5	Administration expenses	3	050	16 723	11 627
6	Other operation income	4	060	126 254	1 112
7	Other operating expenses	5	070		18 450
8	Income from capital participation in subsidiaries and associated companies		080		
	a) capital of affiliated companies				
	b) capital of associated companies				
	c) capital of other companies				
9	Income from securities and loans forming non-current assets				
	a) capital of affiliated companies				
	b) from associated companies and other entities, as well as securities and other long-term debtors				
10	Interest receivable and similar income		100	7 825	
	a) capital of affiliated companies			7 825	
	b) other companies				
11	Written-off of the value of non-current financial assets and short term securities				
	a) The impairment interest in associated companies ' capital				
	b) other impairment adjustments				
12	Interest payable and similar expenses		120		
	a) capital of affiliated companies				
	b) other companies				
13	Profit or loss before Corporate income tax			95 048	-28 943
14	Corporate income tax for the period		170	50	50
15	Profit or loss for the financial year		200	94 998	-28 993

**Laurence Jeanne Beuchard**





BALANCE SHEET TO 31 DECEMBER, 2023			
ASSETS	Note.	31.12. 2023.	31.12. 2022.
1. Non-current assets			
II. Tangible fixed assets			154 825
Land, buildings, structures and permanent crops			103
Other fixed assets and equipment			154 928
II. TOTALLY:	6		
III. Long-term financial investments		84 352	55 000
Other loans		84 352	55 000
III. TOTALLY:		84 352	209 928
1. TOTALY			
2. Current assets			
I. Stocks			
1. Raw materials, direct materials and auxiliary materials			
2. Finished goods and goods for resale			
3. Complete products and goods for sale			
4. Unfinished orders			
5. Advanced payments for goods			
6. Work animals and productive animals			
I. TOTALLY:			
I.I Debtors			1 061
1. Customers and client debts			
2. Related companies debts			
3. Affiliated companies debts			
4. Other debts	7	130 140	43 175
5. Unpaid shares in business capital		560	560
6. Short-term loans to joint owners and administration			156
7. Next period expenses	8		
8. Accrued income		130 700	44 952
II. TOTALLY :			
IV. Cash assets	9	132 224	9 903
2. TOTALLY		262 924	54 855
BALANCE		347 276	264 783

Laurence Jeanne Beuchard



BALANCE SHEET TO 31 DECEMBER, 2022

	Note	31.12. 2023.	31.12. 2022.
<b>LIABILITIES</b>			
1. Equity			
1. Share capital	10	52 800	52 800
2. Stock issue extra charge			
3. Long-term investment reestimation reserve			
4. Reserves			
a) prescribed reserves;			
b) reserves for own stocks and shares;			
c) reserves prescribed by enterprise;			
d) other reserves.			
IV. TOTALLY:			
5. Retained profit:			
a) retained profit of previous years;		-83 004	-54 011
b) retained profit of the year of account.	11	94 998	-28 993
1. TOTALLY		<b>64 794</b>	<b>-30 204</b>
3. Creditors			
I. Long-term creditors			
Payables to related companies			
I. TOTALLY :			
II. Short-term creditors			
1. Funded borrowings			
2. Borrowings for shares			
3. Bank borrowings			
4. Other borrowings	12	258 836	272 767
5. Customers advanced payments			
6. Debts to suppliers and contractors		5 228	1 677
7. Bills to be paid			
8. Payables to related companies	12	13 500	13 500
9. Payables to affiliated companies			
10. Taxes and social security payments	13	50	50
11. Other creditors	14	4 868	6 993
12. Deferred income			
13. Dividends of the year of account			
14. Unpaid dividends of previous years			
15. Accrued liabilities			
II. TOTALLY :		<b>282 482</b>	<b>294 987</b>
3. TOTALLY		<b>282 482</b>	<b>294 987</b>
<b>BALANCE</b>		<b>347 726</b>	<b>264 783</b>

Laurence Jeanne Beuchard





## Appendices of the Annual report

### *Accounting and evaluation methods – general principles*

Posts of the annual report are evaluated according to the following accounting principles:

- a) Assume that company will continue it's business
- b) Evaluation is done with certain precaution:
  - only profit gained till the balance sheet date is included;
  - one has taken into account all forecasted risk sums and loses, which appeared during the financial year in the case, if they appeared between the balance date and the completion day of the annual report;
  - all sums that decrease value or depreciation are taken into account disregarding the profit or loss gained in the financial year..
- c) All income and costs of the financial year are taken into account disregarding the date of payment or the date of the bill reception. Costs are synchronized in the financial period.
- d) The posts of assets and liabilities are evaluated independently.
- e) All posts are shown that significant impact the evaluation of the annual report by the users or the decision-making process, all the smaller posts are unified of them are given in appendix.
- f) Economic transactions in the annual year are shown taking into account their economical content and meaning, not legal form.

### *Related parties*

The following persons are considered to be related parties: owners of the company, members of council and board, close relatives of those persons and companies, where persons have significant influence.

### *Tangible fixed assets*

All property, plants and equipment are carried at cost less accumulated depreciation on the balance sheet. Acquired assets under 400 EUR are considered as low value inventory.

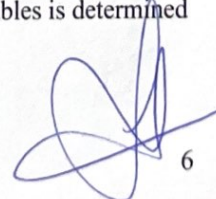
Depreciation is calculated in a straight-line basis over the estimate useful life of the assets.

The following depreciation rates were established and applied:

- computer, communication and office equipment 33%
- other fixed assets 20%
- building 5%

### *Trade debtors*

Accounts receivable in the balance sheet are shown at net worth, minus the special provisions for doubtful receivables. The amount of doubtful receivables is determined



6

by the term analysis of each debtor's debt and using other relevant information on the debt recovery.

***Cash***

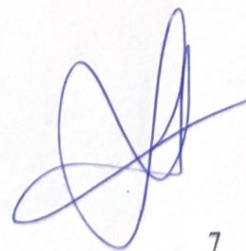
Cash in bank is considered as cash and its equivalents

***Recognition of income***

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured.

Revenue from the rendering of services are recognized by reference to the stage of completion.

Interest revenue is recognized as the interest accrues.





### Statement of profit or loss

(1) Net turnover	Year 2023	Year 2022
	1 800	5 928
Revenue from rent in Latvia	1 350	5 780
Revenue from rent in Lithuania	4 987	14 370
Revenue from services provided in Estonia	8 137	26 078
<b>Total:</b>		

Turnover is the revenue generated during the year from the company's main activity – sales of goods and provision of services without VAT.

(2) Cost of sales	Year 2023	Year 2022
	3 133	8 381
Apartment maintenance costs	6 432	9 960
Depreciation	1 994	3 647
Write-off of the value of negotiable leases	934	458
VAT	238	246
Insurance	133	245
Tax of land	17 581	3 119
Other costs	30 445	26 056
<b>Total:</b>		

(3) Administrative expenses	Year 2023	Year 2022
	5 381	2 692
Professional services costs	200	235
Bank charges	72	
IT services	11 070	8 700
Other expenses	16 723	11 627
<b>Total:</b>		

(4) Other income from operations	Year 2023	Year 2022
		1 112
Income from interest	126 254	
Revenue from the sale of fixed assets	126 254	1 112
<b>Total:</b>		

(5) Other operating expenses	Year 2023	Year 2022
		18 450
Losses from the exclusion of fixed assets		18 450
<b>Total:</b>		



## Balance sheet

(6) Tangible value assets	Buildings	Other fixed assets	Total
<b>Acquisition value</b>			193 052
31.12.2022.	191 000	2 052	
Additions 2023.		2052	193 052
Sold 2023.	191 000	0	0
31.12.2023.	0		
<b>Accumulated depreciation</b>			38 124
31.12.2022.	36 175	1 949	3 020
Depreciation calculated 2023.	2 917	103	41 144
Written-off	39 092	2 052	38 124
31.12.2023.	0	0	
<b>Net carrying amount at 31.12.2022.</b>	<b>154 825</b>	<b>103</b>	<b>154 928</b>
<b>Net carrying amount at 31.12.2023.</b>	<b>0</b>	<b>0</b>	<b>0</b>

(7) Other receivables	31.12.2023	31.12.2022
	270	340
Taxes overpayment	121 107	38 157
Loan to Regalhouse LLC	8 763	1 478
Interests		3 200
Other debts	130 140	43 175
<b>Total:</b>		

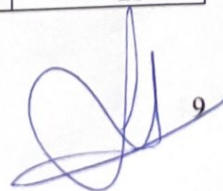
(8) Next period expenses	31.12.2023	31.12.2022
		156
Insurance		156
<b>Total:</b>		

(9) Cash assets	31.12.2023	31.12.2022
	34 983	1 022
Bank account in Latvia	97 241	8 881
Bank account Estonian branch	132 404	9 903
<b>Total:</b>		

## (10) Share capital

The share capital is fully paid. It consists of 52 800 shares with the nominal value of 1,00 EUR.

(11) Retained earnings for the reporting year	31.12.2023	31.12.2022
	59 857	827
Higham Finance LLC Latvia	35 141	-29 820
Estonian branch	94 998	-28 993
<b>Total:</b>		



(12) Other borrowings	31.12.2023	31.12.2022
	245 732	245 732
Money for financing		13 931
Loan from Regalhouse LLC	13 104	13 104
Loan from Higham Finance Ltd	258 836	272 767
<b>Total:</b>		

(12) Payables to related companies	31.12.2023	31.12.2022
	13 500	13 500
Loan from Regalhouse Engineering LTD	13 500	13 500
<b>Total:</b>		

(13) Taxes and social security payables	31.12.2023	31.12.2022
	50	50
Corporate income tax	50	50
<b>Total:</b>		

(13) Other payables	31.12.2023	31.12.2022
	4 817	4 817
Payment for salary	51	51
Payment to employees		2 125
Deposit	4 868	6 993
<b>Total:</b>		

### Other information


#### Taxes

#### Tax amounts agreed with the tax administration

Type of tax	Residue on 31.12. 2022	Calculated in 2023	Penalty	Paid 2023	Residue on 31.12. 2023
CIT	50	50		50	50
VAT	-340			-50	-290
<b>Total:</b>		50		0	
<b>Including</b>					290
- overpayment	340				50
- tax debt	50				

#### Amount of employees in the company

	Year 2023	Year 2022
Average number of employees during the financial year	1	1



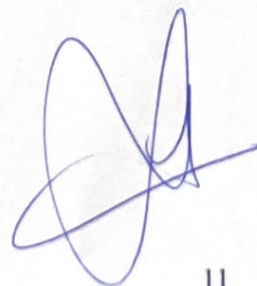


***Staff costs***

The company's Board members do not received remuneration for their functions in the Board.

***Information on off-balance sheet liabilities, pledged assets***

No off-balance sheet commitments. The pledge agreements are not closed.  
There is no public involvement in court proceedings.



## Aruande elektrooniline edastamine

Higham Finance SIA Eesti Filiaal (registrikood: 14134980) 01.01.2023 - 31.12.2023 majandusaasta aruande on esitanud:

Esitaja nimi	Esitaja roll	Esitamise aeg
Kaata Kartau	Notar	01.08.2024