



11 July 2013
Riga

Regulation No. 111

Regulation for Compiling the "Annual Report on Foreign Assets and Liabilities (1-MB)"

Issued pursuant to
Paragraph 2 of Article 39
of the Law "On the Bank of Latvia"

I. General issues

1. The Regulation shall establish the procedure for compiling and submitting the "Annual Report on Foreign Assets and Liabilities (1-MB)" (Appendix 1; hereinafter, Report) by a company registered in the Republic of Latvia (hereinafter, Company) as well as shall establish the deadlines for submitting the Report.

2. The following terms have been used in the present Regulation:

2.1. ultimate controlling parent: an investor (resident or non-resident) having directly or indirectly (through fellow enterprises) acquired a holding covering at least 50% of the company's capital and not being controlled by other investors;

2.2. foreign assets and liabilities: direct investment and other foreign assets and liabilities (company's foreign assets and liabilities vis-à-vis other non-residents) as well as interest and dividends calculated in relation to direct investment and other foreign assets and liabilities;

2.3. foreign fellow enterprise: a non-resident classified in the same direct investment group as the company, other than the company's direct investor or direct investment enterprise;

2.4. non-residents: all institutions registered abroad and individuals whose households are located outside the Republic of Latvia or who are staying in Latvia for a period of time of less than one year (excluding students), as well as foreign diplomatic and consular representative offices, those of international institutions and other representative offices in the Republic of Latvia;

2.5. residents: all institutions, including foreign ones, registered and operating in the Republic of Latvia, and individuals whose households are located in the Republic of Latvia and who do not leave the Republic of Latvia for a period of time exceeding one year (excluding students), as well as the diplomatic, consular and other representative offices of the Republic of Latvia abroad;

2.6. direct investor: a non-resident having directly or indirectly (through fellow enterprises or associated companies) acquired a holding covering at least 10% of the company's capital as well as a non-resident when the branch represented by that non-resident in the Republic of Latvia is the company;

2.7. direct investment: company's foreign assets and liabilities vis-à-vis the direct investor, foreign fellow enterprise and direct investment enterprise;

2.8. direct investment enterprise: a non-resident in which the company has directly or indirectly (through fellow enterprises or associated companies) acquired a holding

covering at least 10% of the company's share capital as well as a foreign branch of the company.

3. The information provided in the Report is necessary to ensure the compiling of the balance of payments, international investment position, direct investment and external debt data in accordance with international standards and the requirements of the European Union legislation, including that of the European Central Bank.

4. The Bank of Latvia may disclose the information presented in the Report to the institutions referred to in Paragraph 2 of Article 40 of the Law "On the Bank of Latvia" subject to the requirements stipulated in the above Law.

II. Procedure for compiling and submitting the Report and the submission deadlines

5. The Report shall be compiled and submitted by the company holding foreign assets and liabilities.

6. The Report shall be compiled for the calendar year and submitted as a paper document or electronically to the Bank of Latvia by 5 April of the year following the reporting year in accordance with the Bank of Latvia's Regulation stipulating the procedure for electronic exchange of information with the Bank of Latvia.

7. Where an error has occurred in the Report, the Report shall be re-submitted containing complete information.

III. Procedure for Filling In the Report

8. Assets and liabilities whose original maturity is over one year shall be reported as long-term assets and liabilities, whereas those with the original maturity of up to one year inclusive shall be reported as short-term assets and liabilities.

9. Non-residents other than the direct investors, foreign fellow enterprises and direct investment enterprises of the company shall be reported as other non-residents.

10. Amounts shall be reported in whole euro at the values disclosed in the balance sheet and the profit or loss statement, whereas the proportional shares shall be stated in whole percentages.

11. The company's investment in the equity capital of a direct investment enterprise shall be reported at the value of the direct investment enterprise's equity capital rather than the book value of the company's investment.

12. The code of the country shall be provided as a two-letter code in accordance with the international standard ISO 3166 "Codes for the representation of names of countries and their subdivisions". The code of the international organisation shall be provided as a two-digit code in accordance with the Eurostat Balance of Payments Vademecum (see the Bank of Latvia website (www.bank.lv), menu "Saites").

13. Information about each investor shall be reported separately under the item "Capital" of the Report's Section 1.1 "Equity capital".

14. Where a company prepares consolidated accounts, consolidated values shall be reported under the items "Reserves", "Retained earnings of previous years" and

"Retained earnings of the reporting year" of the Report's Section 1.1 "Equity capital" as well as under the item "Holding in the equity capital of the direct investment enterprise (if negative, mark with a "-") of the Report's Section 4.2 "Assets".

15. Where a company does not have information about the actual profit for the reporting year at the moment of filling in the Report, preliminary data shall be reported under the item "Retained earnings of the reporting years" of the Report's Section 1.1 "Equity capital".

16. Information about each direct investment enterprise shall be reported separately and preserving the same sequence in the Report's Section 4.1 "Information on the direct investment enterprise" and under the item "Holding in the equity capital of the direct investment enterprise (if negative, mark with a "-") of the Report's Section 4.3 "Assets".

17. If it is impossible to report full information by country in the Report's Sections 1–5, other such information shall be reported in Section 6 "Additional information", in Column "Line code", stating the respective three-digit line code.

18. By derogation from the requirements laid out in Paragraph 10 of the present Regulation, in the Report for 2013 amounts shall be reported in accordance with their values in whole euro as disclosed in the balance sheet and the profit or loss statement, and proportions shall be stated in whole percentages.

IV. Final provisions

19. The Bank of Latvia's Council Resolution No. 114/4 "On Approving a Revised "Regulation for Compiling the Annual Foreign Investment Report" of 9 September 2004 (Latvijas Vēstnesis, 2004, No. 149 (3097)) shall be deemed invalid.

20. The Regulation shall take effect on 1 January 2014.

Governor of the Bank of Latvia

I. Rimšēvičs

Appendix 1
to the Bank of Latvia Regulation No. 111
of 11 July 2013

VSPARK 27002053

Annual Report on Foreign Assets and Liabilities (1–MB)

year 20_____

Name of Company

Registration number

Legal address

Mailing address

1. INFORMATION ON THE COMPANY

1.1. EQUITY CAPITAL

Item	Line code	At the end of the reporting year	At the beginning of the reporting year
A	B	1	2
Capital	1010		
Shares (units) directly owned by the direct investor (over 10%)	1011		
Non-resident's country code	101		
	101		
Shares (units) owned by foreign fellow enterprise (less than 10%)	1012		
Non-resident's country code	102		
	102		
Shares (units) owned by direct investment enterprise (less than 10%)	1013		
Non-resident's country code	103		
	103		
Shares (units) owned by other non-resident (less than 10%)	1014		
Non-resident's country code	104		
	104		
Share premium	1020		
Long-term investment revaluation reserve	1030		
Reserves	1040		
Retained earnings of previous years	1050		
Retained earnings of the reporting year	1060		x

1.2. ULTIMATE CONTROLLING PARENT

Item	Line code	Country code ¹
A	B	1
Ultimate controlling parent of the company	1070	

¹ Put "9N" if a company has no ultimate controlling parent.

1.3. DIVIDENDS

Item	Line code	In the reporting year
A	B	1
Dividends calculated by the company	1080	

2. DIRECT INVESTMENT IN LATVIA

INFORMATION ABOUT THE COMPANY'S FOREIGN ASSETS AND LIABILITIES VIS-À-VIS THE DIRECT INVESTOR

2.1. ASSETS

Item	Line code	At the end of the reporting year	At the beginning of the reporting year
A	B	1	2
Holding in the direct investor's equity capital (less than 10%)	2010		
Non-resident's country code	201		
	201		
	201		
	201		
	201		
Debt securities issued by the direct investor	2020		
Non-resident's country code	202		
	202		
	202		
	202		
	202		
Long-term (based on original maturity) loans (including financial leases) to the direct investor	2030		
Non-resident's country code	203		
	203		
	203		
	203		
	203		
Short-term (based on original maturity) loans (including financial leases) to the direct investor	2040		
Non-resident's country code	204		
	204		
	204		
	204		
	204		
Advance payments to the direct investor for goods (including fixed assets) and services	2050		
Non-resident's country code	205		
	205		
	205		
	205		
	205		
	205		
Debts of the purchaser and customer (direct investor)	2060		
Non-resident's country code	206		
	206		
	206		
	206		
	206		
Direct investor's share not paid in the company's capital	2070		
Non-resident's country code	207		
	207		
	207		
	207		
	207		

3. FOREIGN FELLOW ENTERPRISES

INFORMATION ABOUT THE COMPANY'S FOREIGN ASSETS AND LIABILITIES VIS-À-VIS FOREIGN FELLOW ENTERPRISES

3.1. ASSETS

Item	Line code	At the end of the reporting year	At the beginning of the reporting year
A	B	1	2
Holding in the foreign fellow enterprise's equity capital (less than 10%)	3010		
Non-resident's country code	301		
	301		
	301		
	301		
	301		
Debt securities issued by the foreign fellow enterprise	3020		
Non-resident's country code	302		
	302		
	302		
	302		
	302		
Long-term (based on original maturity) loans (including financial leases) to the foreign fellow enterprise	3030		
Non-resident's country code	303		
	303		
	303		
	303		
	303		
Short-term (based on original maturity) loans (including financial leases) to the foreign fellow enterprise	3040		
Non-resident's country code	304		
	304		
	304		
	304		
	304		
Advance payments to the foreign fellow enterprise for goods (including fixed assets) and services	3050		
Non-resident's country code	305		
	305		
	305		
	305		
	305		
Debts of the purchaser and customer (foreign fellow enterprise)	3060		
Non-resident's country code	306		
	306		
	306		
	306		
	306		
Other assets related to the foreign fellow enterprise	3070		
Non-resident's country code	307		
	307		
	307		
	307		
	307		

4. DIRECT INVESTMENT ABROAD

INFORMATION ABOUT THE COMPANY'S FOREIGN ASSETS AND LIABILITIES VIS-À-VIS THE DIRECT INVESTMENT ENTERPRISE ABROAD

4.1. INFORMATION ABOUT THE DIRECT INVESTMENT ENTERPRISE

Item	Line code	Share (%)		
		Quoted shares	Unquoted shares	Equity holdings
A	B	1	2	3
Direct holding of the company in the equity capital of the direct investment enterprise at the end of the reporting period (more than 10%)	4010			
Non-resident's country code	(1) 401			
	(2) 401			
	(3) 401			
	(4) 401			
	(5) 401			

4.2. ASSETS

Item	Line code	At the end of the reporting year	At the beginning of the reporting year
		1	2
A	B		
Holding in the equity capital of the direct investment enterprise (if negative, mark with a "-")	4030		
Non-resident's country code	(1) 403		
	(2) 403		
	(3) 403		
	(4) 403		
	(5) 403		
Debt securities issued by the direct investment enterprise	4040		
Non-resident's country code	404		
	404		
	404		
	404		
	404		
Long-term (based on original maturity) loans (including financial leases) to the direct investment enterprise	4050		
Non-resident's country code	405		
	405		
	405		
	405		
	405		
Short-term (based on original maturity) loans (including financial leases) to the direct investment enterprise	4060		
Non-resident's country code	406		
	406		
	406		
	406		
	406		
Advance payments to the direct investment enterprise for goods (including fixed assets) and services	4070		
Non-resident's country code	407		
	407		
	407		
	407		
	407		
Debts of the purchaser and customer (direct investment enterprise)	4080		
Non-resident's country code	408		
	408		
	408		
	408		
	408		

(4.3. ASSETS; continued)

Item	Line code	At the end of the reporting year	At the beginning of the reporting year
A	B	1	2
Other assets related to the direct investment enterprise	4090		
Non-resident's country code	409		
	409		
	409		
	409		
	409		

4.3. LIABILITIES

Item	Line code	At the end of the reporting year	At the beginning of the reporting year
A	B	1	2
Debt securities issued by the company and owned by the direct investment enterprise	4110		
Non-resident's country code	411		
	411		
	411		
	411		
	411		
Long-term (based on original maturity) loans received from the direct investment enterprise, including financial lease	4120		
Non-resident's country code	412		
	412		
	412		
	412		
	412		
Short-term (based on original maturity) loans received from the direct investment enterprise, including financial lease	4130		
Non-resident's country code	413		
	413		
	413		
	413		
	413		
Advance payments received from the purchaser (direct investment enterprise)	4140		
Non-resident's country code	414		
	414		
	414		
	414		
	414		
Debts to supplier and contractor (direct investment enterprise)	4150		
Non-resident's country code	415		
	415		
	415		
	415		
	415		
Other liabilities to the direct investment enterprise	4160		
Non-resident's country code	416		
	416		
	416		
	416		
	416		

(5.1. ASSETS; continued)

Item	Line code	At the end of the reporting year	At the beginning of the reporting year
A	B	1	2
Balances of time deposits with credit institutions registered abroad	5090		
Non-resident's country code	509		
	509		
	509		
	509		
Vault cash of the company in foreign currency	5110		
Other assets related to other non-residents	5120		
Non-resident's country code	512		
	512		
	512		
	512		
	512		

5.2. LIABILITIES

Item	Line code	At the end of the reporting year	At the beginning of the reporting year
A	B	1	2
Debt securities issued by the company and owned by other non-residents	5130		
Non-resident's country code	513		
	513		
	513		
	513		
	513		
Long-term (based on original maturity) loans received from other non-residents, including financial lease	5140		
Non-resident's country code	514		
	514		
	514		
	514		
	514		
Short-term (based on original maturity) loans received from other non-residents, including financial lease	5150		
Non-resident's country code	515		
	515		
	515		
	515		
	515		
Advance payments received from purchasers (other non-residents)	5160		
Non-resident's country code	516		
	516		
	516		
	516		
	516		
Debts to suppliers and contractors (other non-residents)	5170		
Non-resident's country code	517		
	517		
	517		
	517		
	517		
Other liabilities to other non-residents	5180		
Non-resident's country code	518		
	518		
	518		
	518		
	518		

