



**ŽEMAITIJOS PIENAS, AB  
SET OF CONSOLIDATED  
AND  
SEPARATE UNAUDITED FINANCIAL STATEMENTS  
FOR 1<sup>st</sup> HALF OF 2023**

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**I. STATEMENTS OF FINANCIAL POSITION**

ASSETS	Notes	The Group		The Company	
		30-06-2023	31-12-2022	30-06-2023	31-12-2022
<b>Fixed assets</b>					
Intangible assets	4	162	131	162	131
Tangible assets	4	66.481	59.520	58.274	52.113
Investments for sale	5	2.640	2.754	2.557	2.670
Right-of-use-asset	6	1.694	1.844	1.694	1.844
Investments into subsidiaries		-	-	3.150	3.150
Loans granted, long receivables	8	1.789	1.645	1.789	1.645
Others fin., invest. assets		126	126	126	126
Deferred profit tax assets	7	896	600	791	495
<b>Total amount of fixed assets</b>		<b>73.788</b>	<b>66.620</b>	<b>68.543</b>	<b>62.174</b>
<b>Current assets</b>					
Stock	9	55.001	69.045	54.037	66.208
Advance payments		436	284	410	259
Receivables from the buyers	10	25.054	23.370	24.996	23.307
Other receivables	11	1.599	3.831	1.599	3.787
Cash and cash equivalents	12	5.553	1.725	4.467	1.064
<b>Total amount of current assets</b>		<b>87.643</b>	<b>98.255</b>	<b>85.509</b>	<b>94.625</b>
<b>ASSETS IN TOTAL</b>		<b>161.431</b>	<b>164.875</b>	<b>154.052</b>	<b>156.799</b>
<b>EQUITY AND LIABILITIES</b>					
<b>Capital and reserves</b>					
Share capital	13	12.104	12.104	12.104	12.104
Own shares (-)		(389)	(389)	(389)	(389)
Required reserve		1.403	1.403	1.403	1.403
Other reserves		10.200	11.600	10.200	11.600
Undistributed profit		84.627	75.989	79.379	70.753
<b>Equity of the shareholders of the parent company</b>		<b>107.945</b>	<b>100.707</b>	<b>102.697</b>	<b>95.471</b>
Minority interest		1.380	1.389	-	-
<b>Equity in total</b>		<b>109.325</b>	<b>102.096</b>	<b>102.697</b>	<b>95.471</b>
<b>Long-term liabilities</b>					
Support received		2.589	2.736	2.300	2.428
Loans	14	12.422	22.985	12.422	22.985
Liabilities arising from the financial lease	15	1.786	1.617	1.786	1.617
Liabilities arising from the deferred profit tax		-	-	-	-
Other long-term liabilities		3.913	3.913	3.728	3.728
<b>Total amount of long-term liabilities</b>		<b>20.710</b>	<b>31.251</b>	<b>20.236</b>	<b>30.758</b>
<b>Short-term liabilities</b>					
Loans	14	1.750	3.500	1.750	3.500
Liabilities arising from the financial lease	15	438	917	438	917
Trade debts	16	22.489	20.085	22.907	19.671
Payable profit tax		-	511	-	511
Other payable amounts	17	6.719	6.515	6.024	5.971
<b>Total amount of short-term liabilities</b>		<b>31.396</b>	<b>31.528</b>	<b>31.119</b>	<b>30.570</b>
<b>Liabilities in total</b>		<b>52.106</b>	<b>62.779</b>	<b>51.355</b>	<b>61.328</b>
<b>EQUITY AND LIABILITIES IN TOTAL</b>		<b>161.431</b>	<b>164.875</b>	<b>154.052</b>	<b>156.799</b>

## II. STATEMENTS OF COMPREHENSIVE INCOME

### The Group

		Jan-Jun 2023	Jan-Jun 2022
Sales	3	136.654	122.675
Cost of sales		(115.167)	(103.126)
<b>GROSS PROFIT</b>		<b>21.487</b>	<b>19.549</b>
Operating expenses		(14.117)	(18.107)
Other operating income and expenses		153	242
<b>(LOSS) PROFIT FROM OPERATIONS</b>		<b>7.523</b>	<b>1.684</b>
Finance costs		(428)	(58)
Other financial income and expenses		154	106
<b>(LOSS) PROFIT BEFORE TAX</b>		<b>7.249</b>	<b>1.732</b>
Income tax (benefit) expense		(20)	(518)
<b>TOTAL INCOME FOR THE PERIOD</b>		<b>7.229</b>	<b>1.214</b>
<b>ATTRIBUTABLE TO:</b>			
Equity holders of the Company		7.238	1.319
Minority interest		(9)	(105)
		<b>7.229</b>	<b>1.214</b>
<b>Basic and diluted earnings per share (EUR)</b>		<b>0,17</b>	<b>0,03</b>

### The Company

		Jan-Jun 2023	Jan-Jun 2022
Sales	3	136.257	122.464
Cost of sales		(115.265)	(102.652)
<b>GROSS PROFIT</b>		<b>20.992</b>	<b>19.812</b>
Operating expenses		(13.602)	(17.566)
Other operating income and expenses		130	234
<b>(LOSS) PROFIT FROM OPERATIONS</b>		<b>7.520</b>	<b>2.480</b>
Finance costs		(428)	(58)
Other financial income and expenses		154	106
<b>(LOSS) PROFIT BEFORE TAX</b>		<b>7.246</b>	<b>2.528</b>
Income tax (benefit) expense		(20)	(518)
<b>TOTAL INCOME FOR THE PERIOD</b>		<b>7.226</b>	<b>2.010</b>
<b>ATTRIBUTABLE TO:</b>			
Equity holders of the Company		7.226	2.010
Minority interest			
		<b>7.226</b>	<b>2.010</b>
<b>Basic and diluted earnings per share (EUR)</b>		<b>0,17</b>	<b>0,04</b>

### III. STATEMENT OF CHANGES IN EQUITY

The Group	Share capital	Own shares (-)	Legal reserve	Reserves for own shares	Other reserves	Retained earnings	Equity	Minority interest	Total
<b>Balance as of</b>									
<b>31 December 2021</b>	13.449	(8.151)	1.403	10.000	4.250	76.440	97.391	1.590	98.981
Dividends	-	-	-	-	-	-	-	-	-
Acquisition of own shares	-	-	-	-	-	-	-	-	-
Transfer to reserves	-	-	-	-	1.600	(1.600)	-	-	-
Reserves used	-	-	-	-	(4.250)	4.250	-	-	-
<i>Net profit</i>	-	-	-	-	-	1.319	1.319	(105)	1.214
<b>Balance as of</b>									
<b>30 June 2022</b>	13.449	(8.151)	1.403	10.000	1.600	80.409	98.710	1.485	100.195
<b>Balance as of</b>									
<b>31 December 2022</b>	12.104	(389)	1.403	10.000	1.600	75.989	100.707	1.389	102.096
Dividends	-	-	-	-	-	-	-	-	-
Acquisition of own shares	-	-	-	-	-	-	-	-	-
Transfer to reserves	-	-	-	-	(1.600)	1.600	-	-	-
Reserves used	-	-	-	-	200	(200)	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
<i>Net profit</i>	-	-	-	-	-	7.238	7.238	(9)	7.229
<b>Balance as of</b>									
<b>30 June 2023</b>	12.104	(389)	1.403	10.000	200	84.627	107.945	1.380	109.325

The Company	Share capital	Own shares (-)	Legal reserve	Reserves for own shares	Other reserves	Retained earnings	Total
<b>Balance as of</b>							
<b>31 December 2021</b>	13.449	(8.151)	1.403	10.000	4.250	69.895	90.846
Dividends	-	-	-	-	-	-	-
Acquisition of own shares	-	-	-	-	-	-	-
Transfer to reserves	-	-	-	-	1.600	(1.600)	-
Reserves used	-	-	-	-	(4.250)	4.250	-
<i>Net profit</i>	-	-	-	-	-	2.010	2.010
<b>Balance as of</b>							
<b>30 June 2022</b>	13.449	(8.151)	1.403	10.000	1.600	74.555	92.856
<b>Balance as of</b>							
<b>31 December 2022</b>	12.104	(389)	1.403	10.000	1.600	70.753	95.471
Dividends	-	-	-	-	-	-	-
Acquisition of own shares	-	-	-	-	-	-	-
Transfer to reserves	-	-	-	-	(1.600)	1.600	-
Reserves used	-	-	-	-	200	(200)	-
Other transfers	-	-	-	-	-	-	-
<i>Net profit</i>	-	-	-	-	-	7.226	7.226
<b>Balance as of</b>							
<b>30 June 2023</b>	12.104	(389)	1.403	10.000	200	79.379	102.697



## IV. CASH FLOW STATEMENTS

	Jan-Jun 2023	Jan-Jun 2022	Jan-Jun 2023	Jan-Jun 2022
<b>Cash flow from operating activities</b>				
Profit (loss) for the period	7.229	1.214	7.226	2.010
<b>Adjustments:</b>				
Depreciation and amortization	3.344	3.271	3.112	3.026
Amortization of grants received	(148)	(149)	(127)	(127)
Gain (loss) on disposal of non-current assets	(9)	(27)	(9)	(44)
Corporate income tax expenses	(296)	(48)	(296)	(48)
Impairment of accounts receivable	608	35	608	35
Impairment of property, plant and equipment	-	-	-	-
Impairment of inventories to net realizable value	(3.262)	67	(3.262)	67
Net financial expenses (income)	286	(11)	320	29
Elimination of non-cash items	-	-	-	-
Loss from liquidation of subsidiaries	-	-	-	-
Net cash flows from ordinary activities before changes in working capital	7.752	4.352	7.572	4.948
<b>Changes in working capital:</b>				
(Increase) decrease in inventories	17.306	(15.745)	15.433	(15.214)
(Increase) decrease in trade receivables	(1.640)	(5.047)	(1.645)	(4.704)
(Increase) decrease in prepayments	(152)	(44)	(150)	(44)
(Increase) decrease in other receivables	639	(1.245)	595	(1.172)
(Decrease) increase in trade payables	2.406	4.664	3.237	3.068
(Decrease) increase other accounts payable	205	(171)	52	(137)
Corporate income tax paid	(511)	(66)	(511)	(66)
	-	-	-	-
<b>Net cash flows from operating activities</b>	<b>26.005</b>	<b>(13.302)</b>	<b>24.583</b>	<b>(13.321)</b>
<b>Cash flows from (to) investing activities</b>				
(Acquisition of intangible assets and property, plant and equipment.	(9.914)	(3.114)	(8.877)	(2.800)
Proceeds on sale of property, plant and equipment	55	302	48	294
Acquisition of subsidiaries	-	-	-	-
Acquisition of others investments	(167)	(26)	(167)	(26)
Repayment of loans granted	1.373	498	1.373	498
Loans granted	(577)	(708)	(577)	(708)
Interest received	79	48	79	48
<b>Net cash flows (to) investing activities</b>	<b>(9.151)</b>	<b>(3.000)</b>	<b>(8.121)</b>	<b>(2.694)</b>



IV.CASH FLOW STATEMENTS - <i>continue</i>	The Group		The Company	
	Jan-Jun 2023	Jan-Jun 2022	Jan-Jun 2023	Jan-Jun 2022
<b>Cash flows from (to) financing activities</b>				
Dividends paid	-	-	-	-
Acquisition of own shares	-	-	-	-
Grants received (-)	69	39	36	26
Loans received (-)	3.724	16.447	3.724	16.447
Repayment of loans	(16.037)	(1.000)	(16.037)	(1.000)
Financial lease payments	(310)	(373)	(310)	(373)
Interest paid	(428)	(58)	(428)	(58)
Other financial (income) and expenses	(44)	(20)	(44)	(21)
<b>Net cash flows from financial activities</b>	<b>(13.026)</b>	<b>15.035</b>	<b>(13.059)</b>	<b>15.021</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>3.828</b>	<b>(1.267)</b>	<b>3.403</b>	<b>(994)</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>1.725</b>	<b>3.756</b>	<b>1.064</b>	<b>3.398</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>5.553</b>	<b>2.489</b>	<b>4.467</b>	<b>2.404</b>

## V. EXPLANATORY NOTES

### 1. GENERAL INFORMATION

Žemaitijos pienas, AB (hereinafter referred to as the Company) is a public limited liability company registered in the Republic of Lithuania. Its registered office is situated at the address Sedos st. 35, Telšiai, Lithuania.

The Company produces dairy products and sells them on the Lithuanian and foreign markets. The Company has a number of wholesale units with warehouses and vehicles in the biggest cities of Lithuania. The Company commenced its operations in the year 1984.

In 31.12.2021 and 30.06.2022 amounts to EUR 13,448,750 divided into 46,375,000 ordinary registered shares with a nominal value per share of EUR 0.29.

On 15 April 2022, the Ordinary General Meeting of Shareholders resolved to reduce the Company's share capital in order to cancel the 4,637,500 ordinary registered shares acquired by the Company through share buy-back processes. The Company's share capital has been reduced from EUR 13,448,750 to EUR 12,103,875 by cancelling and by publishing the cancellation of the 4,637,500 ordinary registered shares of the Company acquired by the Company, each with a nominal value of EUR 0.29. From 04 07 2022 following the registration of the new version of the Company's Articles of Association in the Register of Legal Entities, the Company's share capital was in EUR 12,103,875. The Company's capital had divided into 41,737,500 ordinary registered shares with a nominal value of EUR 0.29 each.

All shares have been issued, subscribed and paid up.

As at 30 June 2021 and 30 June 2022, the subsidiaries held no shares in the Company.

The Company's shares are traded on the Baltic Additional List of the Vilnius Stock Exchange.

On 30 June 2022, the Company had purchased 4,637,500 units of its own shares, or 10% of the Company's total shares, for EUR 8.151 thousand. They have been cancelled after 04-07-2022 registration of new authorized capital, after reducing the authorized capital by 4,637,500 units of shares.

During the second half of 2022, the Company additionally purchased 222,020 units of its own shares for EUR 389 thousand.

On 30 June 2023, the balance of own shares amounted to 222,020 units for EUR 389 thousand.

On 30 June 2023, the Group was composed of Žemaitijos pienas, AB and its subsidiaries (hereinafter - the Group):

Subsidiary	Registered office of the Company	Interest of the Group's shares	Consolidated interest	Investments (cost price) 30 June 2023	Net assets 30 June 2023	Main activities
Šilutės Rambynas, ABF	Klaipėdos st. 3, Šilutė, Lithuania	87.82 %	87.82 %	3.150	11.331	Production and sale of cheese

On 30 June 2023, the Company had 1.258 employees, and the Group had 1.416 employees (on 30 June 2022 – 1.311 employees in the Company and 1.476 employees in the Group).

### 2. ACCOUNTING PRINCIPLES

The consolidated interim financial statements for the six months' period ending 30 June 2023 are prepared in accordance with the International Financial Accounting Standards, as adopted by the European Union, includes IAS 34. In all material respects, the same accounting principles have been followed as in the preparation of financial statements for 2022 year.

The presentation currency is euro. The financial statements are presented in thousands of euro, unless indicated otherwise. The financial statements are prepared under the historical cost convention.

Financial statements for the period ended 30 June 2023 are not audited. Financial statements for the year ended 31 December 2022 are audited by the external auditor Grant Thornton Baltic, UAB

### 3. INFORMATION ABOUT THE SEGMENTS

For managerial purposes the activities of the Group and the Company are organized as a single main segment – the production and sale of dairy and cheese products (primary segment). Other products as addition (primary) segment consist of sales of milk, butter, milk whey and other.

The Group	Sales, EUR thousand		Variation in %
	Jan-Jun 2023	Jan-Jun 2022	as comparing 01-06 2023 with 01-06 2022
	Cheese and cheese products	55.213	43.758
Fresh dairy products	48.218	39.829	21,06 %
Other products	33.223	39.088	(15,0) %
<b>Total:</b>	<b>136.654</b>	<b>122.675</b>	<b>11,40 %</b>

The Group	Gross profit, EUR thousand		Variation in %
	Jan-Jun 2023	Jan-Jun 2022	as comparing 01-06 2023 with 01-06 2022
	Cheese and cheese products	10.593	7.751
Fresh dairy products	14.704	8.390	75,26 %
Other products	(3.810)	3.408	(211,80) %
<b>Total:</b>	<b>21.487</b>	<b>19.549</b>	<b>9,91 %</b>

The Company	Sales, EUR thousand		Variation in %
	Jan-Jun 2023	Jan-Jun 2022	as comparing 01-06 2023 with 01-06 2022
	Cheese and cheese products	54.614	46.790
Fresh dairy products	47.958	41.400	15,84 %
Other products	33.685	34.274	(1,72) %
<b>Total:</b>	<b>136.257</b>	<b>122.464</b>	<b>11,26 %</b>

The Company	Gross profit, EUR thousand		Variation in %
	Jan-Jun 2023	Jan-Jun 2022	as comparing 01-06 2023 with 01-06 2022
	Cheese and cheese products	10.875	8.261
Fresh dairy products	14.606	8.373	74,44 %
Other products	(4.489)	3.178	(241,25) %
<b>Total:</b>	<b>20.992</b>	<b>19.812</b>	<b>5,96 %</b>

Declining sales prices for cream, whey, skimmed milk flour and butter in the period 01-06 2023, which contributed to a decline in the gross margin of the 'Other Products' segment.

The sales of the Group and the Company according to the geographical segments (secondary segment) are provided hereunder:

The Group	Jan–Jun 2023	Jan–Jun 2022
<b>Sales, EUR thousand</b>		
Lithuania	68.121	66.786
EU countries	49.525	40.462
Other	19.008	15.427
<b>In total</b>	<b>136.654</b>	<b>122.675</b>
<b>The Company</b>	<b>Jan–Jun 2023</b>	<b>Jan–Jun 2022</b>
<b>Sales, EUR thousand</b>		
Lithuania	68.454	67.380
EU countries	49.110	39.972
Other	18.693	15.112
<b>Total, EUR thousand:</b>	<b>136.257</b>	<b>122.464</b>

#### 4. INTANGIBLE AND TANGIBLE NON-CURRENT ASSETS

Changes in intangible assets of the Group as of 30 June 2023:

The Group	Acquired rights	Computer software	Licenses, patents	Total
<b>Acquisition cost</b>				
<b>As of 31 December 2022</b>	<b>355</b>	<b>142</b>	<b>634</b>	<b>1.131</b>
- acquisition	44	31	6	81
- adding value	-	-	-	-
- sold or written-off assets	-	(1)	(290)	(291)
- transfers between accounts	-	-	-	-
<b>As of 30 June 2023</b>	<b>399</b>	<b>172</b>	<b>350</b>	<b>921</b>
<b>Accumulated depreciation</b>				
<b>As of 31 December 2022</b>	<b>248</b>	<b>137</b>	<b>615</b>	<b>1.000</b>
- amortization	32	5	13	50
- transfers between accounts	-	-	-	-
- amortization of transferred and written-off assets	-	(1)	(290)	(291)
<b>As of 30 June 2023</b>	<b>280</b>	<b>141</b>	<b>338</b>	<b>759</b>
<b>Net book value:</b>				
<b>As of 31 December 2022</b>	<b>107</b>	<b>5</b>	<b>19</b>	<b>131</b>
<b>As of 30 June 2023</b>	<b>119</b>	<b>31</b>	<b>12</b>	<b>162</b>

Changes in intangible assets of the Company as of 30 June 2023:

The Company	Acquired rights	Computer software	Licenses, patents	Total
<b>Acquisition cost</b>				
<b>As of 31 December 2022</b>	<b>355</b>	<b>121</b>	<b>634</b>	<b>1.110</b>
-acquisition	44	31	6	81
- adding value	-	-	-	-
-sold or written-off assets	-	(1)	(290)	(291)
-transfers between accounts	-	-	-	-
<b>As of 30 June 2023</b>	<b>399</b>	<b>151</b>	<b>350</b>	<b>900</b>

**Accumulated depreciation**

<b>As of 31 December 2022</b>	<b>248</b>	<b>116</b>	<b>615</b>	<b>979</b>
-amortization	32	5	13	50
-amortization of transferred and written-off assets	-	(1)	(290)	(291)
-transfers between accounts	-	-	-	-
<b>As of 30 June 2023</b>	<b>280</b>	<b>120</b>	<b>338</b>	<b>738</b>
<b>Net book value:</b>				
<b>As of 31 December 2022</b>	<b>107</b>	<b>5</b>	<b>19</b>	<b>131</b>
<b>As of 30 June 2023</b>	<b>119</b>	<b>31</b>	<b>12</b>	<b>162</b>

In the period January-June 2023 amortization of non-current intangible assets of the Group and the Company amounts to EUR 50 thousand and EUR 50 thousand respectively.

Investments in the purchase of non-current intangible assets made by the Group and the Company in the period January - June 2023 amount to EUR 81 thousand and EUR 81 thousand respectively. As all the assets of the Group and the Company are located in Lithuania, all the investments were made in the Lithuanian geographic segment.

**Changes in property, plant and equipment of the Group as of 30 June 2023**

<b>The Group</b>	<b>Land, buildings and constructions</b>	<b>Machinery and equipment</b>	<b>Vehicles</b>	<b>Other property, plant and equipment</b>	<b>Construction in progress and prepayments</b>	<b>Total</b>
<b>Acquisition cost</b>						
<b>As of 31 December 2022</b>	<b>27.661</b>	<b>95.538</b>	<b>12.821</b>	<b>5.438</b>	<b>3.465</b>	<b>144.923</b>
-acquisition	-	917	231	94	8.513	9.755
-sold or written-off assets	-	-	-	-	-	-
-transfers to investing assets	-	-	-	-	-	-
-transfers from investing assets	-	(1)	(115)	(238)	-	(354)
-reclassification	-	-	-	-	79	79
-adding value	-	418	3	-	(421)	-
<b>As of 30 June 2023</b>	<b>27.661</b>	<b>96.872</b>	<b>12.940</b>	<b>5.294</b>	<b>11.636</b>	<b>154.403</b>
<b>Accumulated depreciation</b>						
<b>As of 31 December 2022</b>	<b>10.384</b>	<b>62.098</b>	<b>9.272</b>	<b>3.649</b>	<b>-</b>	<b>85.403</b>
-depreciation	305	1.971	354	197	-	2.827
-depreciation of written-off and sold assets	-	(1)	(80)	(227)	-	(308)
-transfers to investing assets	-	-	-	-	-	-
-transfers from investing assets	-	-	-	-	-	-
-transfers between accounts	-	-	-	-	-	-
<b>As of 30 June 2023</b>	<b>10.689</b>	<b>64.068</b>	<b>9.546</b>	<b>3.619</b>	<b>-</b>	<b>87.922</b>
<b>Accumulated impairment losses</b>						
<b>As of 31 December 2022</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
-impairment losses	-	-	-	-	-	-
-reversal of impairment	-	-	-	-	-	-
-transfers to investing assets	-	-	-	-	-	-
<b>As of 30 June 2023</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net book value:</b>						
<b>As of 31 December 2022</b>	<b>17.277</b>	<b>33.440</b>	<b>3.549</b>	<b>1.789</b>	<b>3.465</b>	<b>59.520</b>
<b>As of 30 June 2023</b>	<b>16.972</b>	<b>32.804</b>	<b>3.394</b>	<b>1.675</b>	<b>11.636</b>	<b>66.481</b>

Changes in **property, plant and equipment of the Company** as of 30 June 2023:

The Company	Land, buildings and constructions	Machinery and equipment	Vehicles	Other property, plant and equipment	Construction in progress and prepayments	Total
<b>Acquisition cost</b>						
<b>As of 31 December 2022</b>	<b>24.169</b>	<b>85.372</b>	<b>11.430</b>	<b>4.840</b>	<b>2.433</b>	<b>128.244</b>
-acquisition	-	914	231	84	7.566	8.795
-sold or written-off assets	-	-	-	-	-	-
-adding value	-	-	(115)	(177)	-	(292)
-reclassification	-	-	-	-	-	-
-transfers to accounts investing assets	-	418	3	-	(421)	-
<b>As of 30 June 2023</b>	<b>24.169</b>	<b>86.704</b>	<b>11.549</b>	<b>4.747</b>	<b>9.578</b>	<b>136.747</b>
<b>Accumulated depreciation</b>						
<b>As of 31 December 2022</b>	<b>9.125</b>	<b>55.886</b>	<b>7.859</b>	<b>3.261</b>	-	<b>76.131</b>
-depreciation	280	1.780	358	178	-	2.596
-depreciation of written-off and sold assets	-	-	(81)	(173)	-	(254)
-reclassification	-	-	-	-	-	-
-transfers to investing assets	-	-	-	-	-	-
<b>As of 30 June 2023</b>	<b>9.405</b>	<b>57.666</b>	<b>8.136</b>	<b>3.266</b>	-	<b>78.473</b>
<b>Accumulated impairment losses</b>						
<b>As of 31 December 2022</b>	-	-	-	-	-	-
-impairment losses	-	-	-	-	-	-
-reversal of impairment	-	-	-	-	-	-
<b>As of 30 June 2023</b>	-	-	-	-	-	-
<b>Net book value</b>						
<b>As of 31 December 2022</b>	<b>15.044</b>	<b>29.486</b>	<b>3.571</b>	<b>1.579</b>	<b>2.433</b>	<b>52.113</b>
<b>As of 30 June 2023</b>	<b>14.764</b>	<b>29.038</b>	<b>3.413</b>	<b>1.481</b>	<b>9.578</b>	<b>58.274</b>

For the period ending at 30 June 2023 the depreciation costs of the Group's and the Company's property, plant and equipment amounts to EUR 2.827 thousand and EUR 2.596 thousand respectively.

Investments in the the acquiring of non-current tangible and intangible assets made by the Group and the Company in January-June 2023 amounted to EUR 9.834 thousand and EUR 8.795 thousand. All the acquisitions above relate to the geographic segment of Lithuania.

## 5. INVESTMENT PROPERTY

Changes in **the investment assets** as of 30 June 2023:

	The Group	The Company
<b>Acquisition cost</b>		
<b>As of 31 December 2022</b>	<b>4.636</b>	<b>3.899</b>
- acquisition	-	-
- transfers from long-term assets	-	-
- transfers to long-term assets	-	-
- sold or written-off assets	-	-
- reversal records	-	-
<b>As of 30 June 2023</b>	<b>4.636</b>	<b>3.899</b>
<b>Accumulated depreciation</b>		
<b>As of 31 December 2022</b>	<b>1.882</b>	<b>1.229</b>
- depreciation	114	113

- transfers to long-term assets	-	-
- sold or written-off assets	-	-
- reversal records	-	-
<b>As of 30 June 2023</b>	<b>1.996</b>	<b>1.342</b>
<b>Accumulated impairment losses</b>		
<b>As of 31 December 2022</b>	-	-
-impairment losses	-	-
-reversal of impairment	-	-
<b>As of 30 June 2023</b>	-	-
<b>Net book value, Eur thousand:</b>		
<b>As of 31 December 2022</b>	<b>2.754</b>	<b>2.670</b>
<b>As of 30 June 2023</b>	<b>2.640</b>	<b>2.557</b>

The fair value of investment assets approximates its book value.

The Group's and Company's depreciation of the investment assets in the period January-June 2023 amounted to EUR 114 thousand and EUR 113 thousand respectively.

The Company's investment assets in 2023 and 2022 represents rented assets to ABF Šilutės Rambynas and UAB Čia Market and other companies.

All rent contracts are easily cancellable with a few months prior notice made by the lessee or the lessor.

## 6. RIGHT-OF-USE-ASSET

As of 30 June 2023 **the right-of use asset** account to the following:

<b>Group</b>	<b>Land, buildings and constructions</b>	<b>Movable property</b>	<b>Vehicles</b>	<b>Total</b>
<b>Acquisition cost</b>				
<b>As of 31 December 2022</b>	<b>2.494</b>	<b>600</b>	-	<b>3.094</b>
-acquisition	-	236	-	236
-reclassification	-	-	-	-
-the end of the contract	-	(600)	-	(600)
<b>Acquisition cost</b>				
<b>As of 30 June 2023</b>	<b>2.494</b>	<b>236</b>	-	<b>2.730</b>
<b>Accumulated depreciation</b>				
<b>As of 31 December 2022</b>	<b>538</b>	<b>508</b>	-	<b>1.046</b>
-depreciation	311	43	-	354
-reclassification	-	-	-	-
-the end of the contract	-	(531)	-	(531)
<b>Accumulated depreciation</b>				
<b>As of 30 June 2023</b>	<b>849</b>	<b>20</b>	-	<b>869</b>
<b>Impairment</b>				
<b>As of 31 December 2022</b>	<b>204</b>	-	-	<b>204</b>
-impairment losses	-	12	-	12
-reversal of impairment	(49)	-	-	(49)
<b>Impairment</b>				
<b>As of 30 June 2023</b>	<b>155</b>	<b>12</b>	-	<b>167</b>
<b>Net book value, Eur thousand:</b>				
<b>As of 31 December 2022</b>	<b>1.752</b>	<b>92</b>	-	<b>1.844</b>
<b>As of 30 June 2023</b>	<b>1.490</b>	<b>204</b>	-	<b>1.694</b>

Company	Land, buildings and constructions	Movable property	Vehicles	Total
<b>Acquisition cost</b>				
As of 31 December 2022	2.494	600	-	3.094
-acquisition	-	236	-	236
-reclassification	-	-	-	-
-the end of the contract	-	(600)	-	(600)
<b>Acquisition cost</b>				
As of 30 June 2023	2.494	236	-	2.730
<b>Accumulated depreciation</b>				
As of 31 December 2022	538	508	-	1.046
-depreciation	311	43	-	354
-reclassification	-	-	-	-
-the end of the contract	-	(531)	-	(531)
<b>Accumulated depreciation</b>				
As of 30 June 2023	849	20	-	869
<b>Impairment</b>				
As of 31 December 2022	204	-	-	204
-impairment losses	-	12	-	12
-reversal of impairment	(49)	-	-	(49)
<b>Impairment</b>				
As of 30 June 2023	155	12	-	167
<b>Net book value, Eur thousand:</b>				
As of 31 December 2022	1.752	92	-	1.844
As of 30 June 2023	1.490	204	-	1.694

## 7. DEFERRED INCOME TAX ASSET

	The Group		The Company	
	2023 06 30	2022 12 31	2023 06 30	2022 12 31
<b>Deferred income tax asset</b>				
Accounts receivable	122	31	122	31
Inventories	140	630	79	569
Accrued vacation reserve	233	213	232	212
Other accrued expenses	1.383	708	1.340	665
Investment incentiv	273	273	-	-
Tax loss	-	-	-	-
<b>Total deferred income tax asset, EUR thousand</b>	<b>2.151</b>	<b>1.855</b>	<b>1.773</b>	<b>1.477</b>
Deferred income tax asset realization allowance	-	-	-	-
<b>Deferred income tax asset (realization allowance)</b>	<b>2.151</b>	<b>1.855</b>	<b>1.773</b>	<b>1.477</b>
<b>Deferred income tax liability</b>				
Difference in property, plant and equipment depreciation rates	(1.255)	(1.255)	(982)	(982)
<b>Total deferred income tax liability, EUR thousand</b>	<b>(1.255)</b>	<b>(1.255)</b>	<b>(982)</b>	<b>(982)</b>
<b>Deferred income tax asset, net EUR thousand</b>	<b>896</b>	<b>600</b>	<b>791</b>	<b>495</b>

## 8. LOANS GRANTED

The Group's and the Company's **granted loans** consisted of the following:

	The Group		The Company	
	30 06 2023	31 12 2022	30 06 2023	31 12 2022
<b>Loans granted</b>	<b>2.842</b>	<b>3.638</b>	<b>2.842</b>	<b>3.638</b>
in a number of loans to related parties	779	1.473	779	1.473
in number of loans to not related parties	-	-	-	-
in a number of loans to farmers	1.828	1.967	1.828	1.967
in a number of loans to employees	235	198	235	198
<b>Less: current portion of loans granted</b>	<b>(1.053)</b>	<b>(1.993)</b>	<b>(1.053)</b>	<b>(1.993)</b>
<b>Non- current loans granted, EUR thousand</b>	<b>1.789</b>	<b>1.645</b>	<b>1.789</b>	<b>1.645</b>

All granted loans are in EUR. The repayment term is from 1 to 9 years. 19 company's employees had a loan balance as of 30/06/2023. The average annual loan interest rate: 3%.

Loans have been granted to the employees as a motivating tool based on the Regulations for Provision of Loans to employees. A limit of the fund intended for provision of loans to the employees makes up EUR 232 thousand. On all occasion loans are being granted to a borrower after he/she undertakes to secure repayment of a loan by pledging his/her or another person's real property assets or using other means of security of repayment of a loan acceptable to the company (a credit institution guarantee or other). Upon assessment of a possible risk, liquidity of real estate assets being pledged and etc. a value of the real estate assets being pledged makes up from 100% to 200% of an amount being borrowed. 67 farmers had a loan balance as of 30/06/2023. Loans in the amount of EUR 505 thousand had been granted to farmers within the period from 01/01/2023 to 30/06/2023. The average interest rate on loans granted: 1month EURIBOR + 3,50%. All long-term loans have been granted with collateral (land have been pledged at market prices).

As of 30/06/2023 the associated company owed EUR 778,5 thousand to Klaipėdos pienas, AB. The loan has been granted with a variable/floating annual interest rate; a loan repayment period – the year 2029; the shares of Žemaitijos pienas, AB were pledged.

## 9. STOCK

The Group's and the Company's **stock** consisted of the following:

	The Group		The Company	
	30 06 2023	31 12 2022	30 06 2023	31 12 2022
Raw materials	6.657	7.278	5.879	6.286
Finished goods and work in process	48.843	65.454	48.250	63.203
Goods for resale	437	511	437	511
	<b>55.937</b>	<b>73.243</b>	<b>54.566</b>	<b>70.000</b>
Less: write off to net realizable value	(936)	(4.198)	(529)	(3.792)
<b>Total, EUR thousand:</b>	<b>55.001</b>	<b>69.045</b>	<b>54.037</b>	<b>66.208</b>

## 10. RECEIVABLES FROM THE BUYERS

**Receivables of the Group and the Company** from the buyers consisted of the following:

	The Group		The Company	
	30 06 2023	31 12 2022	30 06 2023	31 12 2022
Trade accounts receivable	22.489	21.715	22.441	21.684
Accounts receivable from related parties	2.713	1.848	2.703	1.816
	<b>25.202</b>	<b>23.563</b>	<b>25.144</b>	<b>23.500</b>
Impairment allowance for bad debts of not related parties	(148)	(193)	(148)	(193)
Impairment allowance for bad debts of related parties	-	-	-	-
<b>Net trade receivables:</b>	<b>25.054</b>	<b>23.370</b>	<b>24.996</b>	<b>23.307</b>

Changes in the impairment of doubtful receivables from the buyers are included in the profit (loss) statement as operating expenses.

Receivables from the buyers are free of interest and their term is usually from 30 to 90 days. The accounts receivable from the customer are recognized as impairment allowance for bad debts and are accounted in operating expense in the total income statement.

## 11. OTHER RECEIVABLES

**Other receivables** of the Group and the Company consisted of the following:

	The Group		The Company	
	30 06 2023	31 12 2022	30 06 2023	31 12 2022
Income tax receivables	-	-	-	-
Current portion of long-term loans granted	1.053	1.993	1.053	1.993
VAT receivable	459	1.668	459	1.624
Other receivables	87	170	87	170
<b>Total:</b>	<b>1.599</b>	<b>3.831</b>	<b>1.599</b>	<b>3.787</b>

## 12. CASH AND CASH EQUIVALENTS

The Group's and the Company's **cash and cash equivalents** consisted of the following:

	The Group		The Company	
	30 06 2023	31 12 2022	30 06 2023	31 12 2022
Cash at bank	5.527	1.723	4.441	1.062
Cash on hand	26	2	26	2
<b>Total:</b>	<b>5.553</b>	<b>1.725</b>	<b>4.467</b>	<b>1.064</b>

## 13. EQUITY

On 31 December 2021 the share capital amounted to 46.375.000 ordinary registered shares with a nominal value of 0.29 Eur.

According to the 2022 April 15 following the decision of the ordinary general meeting of shareholders, after reducing the share capital by canceling 4,637,500 units of own shares (more about the equity capital in the 2022 Explanatory Letter), since 07/05/2022 the authorized capital consists of 41,737,500 units. ordinary registered shares for EUR 12,103,875. the amount.

As at 30 June 2023 and on 31 December 2022, all the shares were fully paid

During 2022 year 222,020 units of the own shares were purchased for EUR 389 thousand.

No own shares were bought in the first half of the year.

The required reserve is mandatory under legal acts of the Republic of Lithuania. It is necessary to transfer not less than 5 percent of the net profit each year until the reserve reaches 10 percent of the share capital. The Company's required reserve was fully formed. The required reserve may not be distributed to the shareholders.

Other reserves are formed according to the decision of the annual meeting of shareholders to distribute the profit and the Company's articles of association. These reserves can only be used for the purposes determined by the general meeting of shareholders. Following the valid Law on Companies, the Company's reserves other than required reserves must be restored to the distributable profit and redistributed if they have not been used or they are not planned to be used.

## 14. LOANS RECEIVED

The loans of the Company and the Group as at 30<sup>st</sup> June 2023 (EUR thousand):

Creditor	Date of agreement	Loan maturity date	Currency	2023 06 30	2022 12 31
AB SEB bank - II	2018-06-11/2019-07-16	<b>2024-03-30</b>	EUR	1.500	2.500
AB SEB bank - I	2018-06-11/2022-06	<b>2027-05-23</b>	EUR	6.000	6.750
AB SEB bank - III	2018-06-11/2023-06	<b>2028-06-07</b>	EUR	3.724	-
AB SEB bank – overdraft	2018-06-11/2022-06-08	<b>2024-06-30</b>	EUR	2.948	17.235
<b>Total: thousand EUR</b>				<b>14.172</b>	<b>26.485</b>

In July 2019, the Company signed an amendment to the credit agreement with SEB bankas dated 11-06-2018, based on which the Company was granted business credit of EUR 6 million. The credit was granted with variable annual interest until March 2024 (Business credit II). The production building located in Telšiai together with the equipment in it was additionally mortgaged.

In accordance with the additional amendments to this credit agreement, SEB bankas granted the Company a credit of EUR 7.5 million in June 2022. (Business credit I)

In June 2023, according to the additional amendments to this credit agreement, SEB bankas granted the Company an additional credit of EUR 12,135 million (Business credit III). The last day of granting credit is 31 December 2024. Additional means of securing the obligations of this contract are the construction of a wind farm with all its accessories and equipment.

In June 2022, the Company signed an annex to the aforementioned credit agreement of June 2018 with AB SEB bankas for an increased “Account Credit Overdraft Limit I” for the amount of the overdraft limit of EUR 10 million.

In August 2022, according to the same credit agreement, an annex was signed for the increased “Account Credit Overdraft Limit I” for the amount of the overdraft limit of EUR 18 million. Means of securing the fulfilment of obligations under the credit agreement: the Company’s current account at AB SEB bankas, and real and movable property at Klaipėdos str. 3, Šilutė.

In addition to the credit agreement, the Company signed an agreement on financial indicators and other obligations with AB SEB bankas. The financial indicators and non-financial obligations specified in the contract are being fulfilled.

During January-July 2023 EUR 16,037 thousand was repaid in accordance with the obligations of the credit agreement dated 11-06-2018.

On 30 June 2023, the balance of loans of the Group and the Company amounted to EUR 14,172 thousand.

## 15. LIABILITIES UNDER THE FINANCIAL LEASE CONTRACT

As at 30 June 2023, finance lease liabilities of the Group and the Company included liabilities from lease contracts concluded with the leasing companies and liabilities for the right-of-use asset.

The Group	30 06 2023	31 12 2022
Within one year	438	917
In the second to fifth years	1.786	1.617
<b>Total: liabilities arising from financial lease</b>	<b>2.224</b>	<b>2.534</b>
<b>The Company</b>	<b>30 06 2023</b>	<b>31 12 2022</b>
Within one year	438	917
In the second to fifth years	1.786	1.617
<b>Total: liabilities arising from financial lease</b>	<b>2.224</b>	<b>2.534</b>

## 16. PAYABLE AMOUNTS

Here are the terms of financial liabilities:

Trade debts are free from interest and are usually repaid within a period of 30 days.

Payable interest is usually paid on a monthly basis over the entire financial year.

	The Group		The Company	
	30 06 2023	31 12 2022	30 06 2023	31 12 2022
Payables to suppliers	19.652	17.675	17.934	16.647
Payables to related parties	2.119	1.549	4.255	2.163
Prepayments	718	861	718	861
<b>Total:</b>	<b>22.489</b>	<b>20.085</b>	<b>22.907</b>	<b>19.671</b>

## 17. OTHER PAYABLE AMOUNTS

Other payable amounts consisted of the following:

	The Group		The Company	
	30 06 2023	31 12 2022	30 06 2023	31 12 2022
Vacation reserve	1.726	1.599	1.542	1.415
Bonuses for employees	-	-	-	-
Wages and salaries payable	1.616	1.405	1.443	1.263
Social security payable	706	914	629	853
Dividends payable	787	796	787	796
Payables based on defined obligations to employees	813	814	707	707
Accrued expenses	327	404	327	404
Taxes payable, other than income tax	627	571	568	528
Other short-term liabilities	117	12	21	5
<b>Total:</b>	<b>6.719</b>	<b>6.515</b>	<b>6.024</b>	<b>5.971</b>

Outstanding balances at the end are unsecured and interest free for them.

Other payable amounts are free from interest and have approximately a repayment term of one month.

## 18. RELATED PARTY TRANSACTIONS

Related parties of the Group and the Company are:

- the parties that control, are controlled by or are under common control with the Company;
- the parties that can have material impact on the activities of the Company;
- the parties that are management members of the Company or its parent company;
- the companies that are under control or material impact of the aforesaid persons.

**The main related parties of the Group and the Company are:**

Item No.	Company Name	Company Details	Nature of Main Activities
1.	Šilutės Rambynas, ABF	Company code: 277141670; address: Klaipėdos g. 3, Šilutė, LT-99115	Dairy activities and cheese making

2.	Žemaitijos pieno investicija, AB	Company code: 300041701; address: Sedos g. 35, Telšiai, LT-87101	Renting and operating own and rented real estate
3.	Klaipėdos pienas, AB	Company code: 240026930; address: Šilutės pl. 33, Klaipėda, LT-91107	Ice-cream production
4.	Čia Market, UAB	Company code: 141354683, address: Sedos g. 35A, Telšiai LT-87101	Retail trade in non-specialized stores.
5.	Muižas piens, SIA	Company code: 40003786632, address: Bauskas iela 58a-8, 5stavs room 507, Riga, LV-1004, Latvia	Wholesale trade in food products, marketing
6.	Samogitija, UAB	Company code: 302501454, address: Narutavičių g. 4, Telšiai, LT-87101	Production, transportation, storage, distribution, etc. of dairy and other food products.
7.	S.A.R. Dziugas France	Company code 751860669, address: 10 Rue de Penthievre 75008, Paris	Production and sale of dairy products
8.	Dziugas USA L.L.C.	Company code: 0400754292, address: Five greentree centre, ste. 104, 525 Route 73 North Marlon, NJ08053, USA	Wholesale import, marketing of dairy products
9.	Dziugas Eesti OU	Company code: 14324189, address: Punane 56, Tallinn, Estonia	Wholesale import, sales and marketing of dairy products
10.	Dziugas Poland Spolk	Company code: 368496450, address: ul. Luki Wielke 5, Warsaw, Poland	Activities of agents trading in food and beverages
11.	Baltic Holding, UAB	Company code: 302688114, address: Įgulos g. 18B -4, Klaipėda	IT services
12.	Nepriklausoma tyrimų laboratorija, UAB	Company code: 110824551, address: Narutavičių g. 4, Telšiai	Laboratory and other tests of materials and analysis services
13.	Dziugas Deutschland GmbH	Company code HRB 154342, address: Neuer Wall 41, 20354 Hamburg, Deutschland	Marketing and product sales
14.	Dziugas Hungary Kft	Company code 01-09-325932, address 1064 Budapest, Podmaniczky u. 57.2 emelet 14, Hungary	Wholesale import, sales and marketing of dairy products
15.	Dziugas UK Ltd	Company code: 11405400; address: 10 Bloomsbury Way, London WC1A 2SL, United Kingdom	Activities of agents trading in food and beverages
16.	Danutė Pažemeckienė	Virvytės 36, Telšiai	Rent of premises

**Sales to and purchases from related parties (EUR thousand):**

	The Group		The Company	
	Jan-Jun 2023	Jan-Jun 2022	Jan-Jun 2023	Jan-Jun 2022
<b>1) Sales</b>				
<b>Sales of goods</b>				
<i>To the Group</i>				
Šilutės Rambynas ABF	-	-	505	1.895
	-	-	<b>505</b>	<b>1.895</b>
<i>To Related parties</i>				
Klaipėdos pienas AB	1.008	1.193	974	737
Čia Market UAB	2.629	2.604	2.629	2.604
Muižas piens SIA	396	415	396	415
Dziugas Hungary Kft	217	74	217	74
Dziugas Eesti OU	0	2	0	2
Dziugas Deutschland GmbH	(1)	10	(1)	10
Dziugas Poland Spolk	723	400	723	400
Dziugas UK Ltd	335	94	335	94
UAB Nepriklausoma tyrimų laboratorija	9	8	8	6
Dziugas USA LLC	-	-	-	-
	<b>5.316</b>	<b>4.800</b>	<b>5.281</b>	<b>4.342</b>
<b>Sales of inventory and services</b>				
<i>To the Group</i>				
Šilutės Rambynas ABF	-	-	12	13
	-	-	<b>12</b>	<b>13</b>
<i>To Related parties</i>				
Klaipėdos pienas AB	342	240	341	237

Žemaitijos pieno investicija AB	36	298	36	298
Samogitija UAB	0	0	0	0
Čia Market UAB	199	184	195	180
Muizas piens SIA	2	2	2	2
UAB Nepriklausoma tyrimų laboratorija	60	43	34	24
Dziugas Deutschland GmbH	0	8	0	8
Dziugas Hungary Kft	5	7	5	7
Dziugas Eesti OU	5	3	5	3
Dziugas UK Ltd	1	0	1	0
S.A.R. Dziugas France	1	1	1	1
Dziugas Poland Spolk	19	15	19	15
	<u>670</u>	<u>801</u>	<u>639</u>	<u>776</u>
<b>Total Sales:</b>	<b><u>5.986</u></b>	<b><u>5.601</u></b>	<b><u>6.437</u></b>	<b><u>7.026</u></b>

	The Group		The Company	
	Jan-Jun 2023	Jan-Jun 2022	Jan-Jun 2023	Jan-Jun 2022
<b>2) Purchases</b>				
<i>From the Group</i>				
Šilutės Rambynas ABF	-	-	6.291	3.891
	<u>-</u>	<u>-</u>	<u>6.291</u>	<u>3.891</u>
<i>From Related parties</i>				
Klaipėdos pienas AB	43	46	43	46
Žemaitijos pieno investicija AB	470	463	470	463
Čia Market UAB	682	1.246	682	1.243
Muizas piens SIA	207	248	207	248
UAB Nepriklausoma tyrimų laboratorija	644	736	571	580
UAB Samogitija	-	3	-	3
Dziugas Poland Spolk	402	318	402	318
Dziugas UK Ltd	179	113	179	113
Dziugas Deuthland GmbH	28	282	28	282
Dziugas Hungary Kft	195	160	195	160
Dziugas Eesti OU	165	146	165	146
Dziugas USA LLC	-	-	-	-
S.A.R. Dziugas France	57	178	57	178
Danutė Pažemeckienė	57	46	57	46
	<u>3.129</u>	<u>3.985</u>	<u>3.056</u>	<u>3.826</u>
<b>Total Purchases:</b>	<b><u>3.129</u></b>	<b><u>3.985</u></b>	<b><u>9.347</u></b>	<b><u>7.717</u></b>

**Balances outstanding with related parties  
30 06 2023:**

	The Group		The Company	
	30 06 2023	31 12 2022	30 06 2023	31 12 2022
<b>3) Accounts receivables and financial debts 30 06 2023</b>				
<i>From Group</i>				
Šilutės Rambynas ABF	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>From Related parties</i>				
Klaipėdos pienas AB	2.074	1.781	2.066	1.750
Čia Market AB	1.076	1.155	1.074	1.154



Muizas piens SIA	72	119	72	119
Dziugas France S.A.R.	0	0	0	0
Dziugas Hungary Kft	14	33	14	33
Dziugas Deutshland GmbH	(1)	0	(1)	0
Dziugas Eesti OU	1	1	1	1
Dziugas Poland Spolk	163	180	163	180
Dziugas UK Ltd	94	52	94	52
	<b>3.493</b>	<b>3.321</b>	<b>3.483</b>	<b>3.289</b>
<b>Total receivables - 30 06 2023:</b>	<b>3.493</b>	<b>3.321</b>	<b>3.483</b>	<b>3.289</b>

	The Group		The Company	
	30 06 2023	31 12 2022	30 06 2023	31 12 2022
<b>4) Balances of payables</b>				
<i>To Group</i>				
-	-	-	-	-
Šilutės Rambynas ABF	-	-	2.782	1.242
	-	-	<b>2.782</b>	<b>1.242</b>
<i>To Related parties</i>				
Žemaitijos pieno investicija UAB	1.870	1.346	1.270	746
UAB Čia Market	-	-	-	-
Klaipėdos pienas AB	-	-	-	-
Muizas piens SIA	-	-	-	-
Dziugas Poland Spolk	1	-	1	-
Dziugas Deutschland GmbH	1	-	1	-
UAB Samogitija	40	40	40	40
Dziugas Eesti OU	30	29	30	29
UAB Nepriklausoma tyrimų laboratorija	171	125	124	96
Dziugas UK Ltd	-	-	-	-
S.A.R. Dziugas France	7	10	7	10
Dziugas USA LLC	-	-	-	-
	<b>2.120</b>	<b>1.550</b>	<b>1.473</b>	<b>921</b>
<b>Total payables - 30 06 2023:</b>	<b>2.120</b>	<b>1.550</b>	<b>4.255</b>	<b>2.163</b>

On 30 June 2023-2022 the Company did not account for the decrease in realizable value - for the receivables of the related party UAB "Čia Market". In 06.30.2023 UAB Čia Market's arrears did not reach 30 overdue payment term.

The assessment of these doubtful debts is reviewed each financial year by checking the financial position of the party concerned, the market in which the party concerned is operating to forward looking factors (as described in Note 3 – Impairment of financial assets in financial statements for 2022).

The Company and the Group have concluded a number of transactions with related parties (AB "Žemaitijos pieno investicija" group companies) and the Group's profit and sales are significantly affected by transactions with AB "Žemaitijos pieno investicija" group. Transactions include the leasing of fixed assets, the sale of raw materials and the purchase of manufactured products (cheese) from ABF "Šilutės Rambynas", the sale of the finished products to UAB "Čia Market", and the sale of raw materials, production and services to AB "Klaipėdos Pienas".

## 19. EVENTS AFTER THE REPORTING PERIOD

There were no events occurred after the reporting period that would influence financial results of the Group and the Company.