



AB KLAIPĖDOS NAFTA

**INTERIM CONDENSED CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS,
PREPARED ACCORDING TO INTERNATIONAL FINANCIAL REPORTING STANDARDS,
AS ADOPTED BY THE EUROPEAN UNION**

**FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2020
(UNAUDITED)**



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STATEMENT OF FINANCIAL POSITION

	Notes	Group		Company	
		30-09-2020 <i>(unaudited)</i>	31-12-2019 <i>(audited)</i>	30-09-2020 <i>(unaudited)</i>	31-12-2019 <i>(audited)</i>
ASSETS					
Non-current assets					
Intangible assets		522	534	320	534
Property, plant and equipment	4	203,750	207,824	203,620	207,824
Right-of-use assets	4	360,159	370,872	360,159	370,872
Non-current contract assets and long-term receivables	6	832	974	832	974
Investment in subsidiaries		-	-	4,553	4,553
Investment in associates		143	197	143	197
Deferred tax asset		-	950	-	950
Total non-current assets		565,406	581,351	569,627	585,904
Current assets					
Inventories	7	2,552	2,400	2,552	2,400
Trade receivables and other receivables	8	13,230	13,171	12,223	13,161
Contract assets	6, 9	1,136	1,156	1,136	1,156
Prepaid income tax		349	1,080	349	1,080
Short term deposits	10	24,000	21,000	24,000	21,000
Other financial assets		1,530	1,274	1,530	1,274
Cash and cash equivalents	11	43,967	41,865	40,650	37,846
Total current assets		86,764	81,946	82,440	77,917
Total assets		652,170	663,297	652,067	663,821

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Explanatory notes are an integral part of these financial statements.

STATEMENT OF FINANCIAL POSITION (CONT'D)

	Notes	Group		Company	
		30-09-2020 <i>(unaudited)</i>	31-12-2019 <i>(audited)</i>	30-09-2020 <i>(unaudited)</i>	31-12-2019 <i>(audited)</i>
EQUITY AND LIABILITIES					
Equity					
Share capital	1	110,505	110,476	110,505	110,476
Share premium		4,002	3,993	4,002	3,993
Own shares		(267)	(267)	(267)	(267)
Legal reserve		11,048	11,038	11,048	11,038
Reserve for own shares		15,929	15,929	15,929	15,929
Other reserves		41,970	42,057	41,970	42,057
Foreign currency translation reserve		(123)	-	-	-
Retained earnings		23,745	7,423	23,673	7,947
Total equity		206,809	190,649	206,860	191,173
Non-current amounts payable and liabilities					
Deferred income tax liability		4,679	-	4,679	-
Non-current employee benefits		265	240	265	240
Loans	12	85,893	69,537	85,893	69,537
Deferred government grants	13	5,563	5,988	5,563	5,988
Lease liabilities	12	287,725	332,589	287,725	332,589
Total non-current amounts payable and liabilities		384,125	408,354	384,125	408,354
Current amounts payable and liabilities					
Current employee benefits		39	41	39	41
Loans	12	5,190	3,836	5,190	3,836
Lease liabilities	12	42,101	44,288	42,101	44,288
Trade payables and other liabilities	14	7,898	9,910	7,828	9,910
Payroll related liabilities	15	2,421	2,726	2,337	2,726
Provisions		102	72	102	72
Contract liabilities		3,485	3,421	3,485	3,421
Total current amounts payable and liabilities		61,236	64,294	61,082	64,294
Total equity and liabilities		652,170	663,297	652,067	663,821

Explanatory notes are an integral part of these financial statements.

STATEMENT OF COMPREHENSIVE INCOME

	Notes	Group		Group	
		For the nine months period ended 30 September 2020 (unaudited)	For the three months period ended 30 September 2020 (unaudited)	For the nine months period ended 30 September 2019 (unaudited)	For the three months period ended 30 September 2019 (unaudited)
Revenue from contracts with customers	16	60,793	20,056	77,240	25,996
Cost of sales	17	(36,710)	(11,616)	(62,894)	(20,333)
Gross profit		24,083	8,440	14,346	5,663
Operating expenses	18	(6,742)	(2,028)	(5,402)	(1,926)
Other income and (expenses)		23	8	16	11
Profit from operating activities		17,364	6,420	8,960	3,748
Income from financial activities	19	14,698	12,043	85	34
Expenses from financial activities	19	(2,169)	(729)	(13,153)	(10,190)
Profit before tax		29,893	17,734	(4,108)	(6,408)
Income tax (expenses)		(5,701)	(2,954)	1,768	1,526
Profit for the year		24,192	14,780	(2,340)	(4,882)
Other comprehensive income					
Items that will not be subsequently reclassified to profit or loss		-	-	-	-
Items that may be subsequently reclassified to profit or loss		-	-	-	-
Exchange differences on translation of foreign operations		(123)	(107)	-	-
Total comprehensive income, net of tax		24,069	14,673	(2,340)	(4,882)
Profit attributable to:					
The shareholders of the Company		24,192	14,780	(2,340)	(4,882)
Non-controlling interests		-	-	-	-
Total comprehensive income attributable to:					
The shareholders of the Company		24,069	14,673	(2,340)	(4,882)
Non-controlling interests		-	-	-	-
Basic and diluted earnings (losses) per share, in EUR	20	0.063	0.039	(0.006)	(0.013)

Explanatory notes are an integral part of these financial statements,

STATEMENT OF COMPREHENSIVE INCOME (CONT'D)

	Notes	Company		Company	
		For the nine months period ended 30 September 2020 (unaudited)	For the three months period ended 30 September 2020 (unaudited)	For the nine months period ended 30 September 2019 (unaudited)	For the three months period ended 30 September 2019 (unaudited)
Revenue from contracts with customers	16	58,482	18,828	77,240	25,996
Cost of sales	17	(36,174)	(11,371)	(62,894)	(20,333)
Gross profit		22,308	7,457	14,346	5,663
Operating expenses	18	(5,768)	(1,701)	(5,402)	(1,926)
Other income and (expenses)		23	8	16	11
Profit from operating activities		16,563	5,764	8,960	3,748
Income from financial activities	19	14,696	12,047	85	34
Expenses from financial activities	19	(2,033)	(651)	(13,153)	(10,190)
Profit before tax		29,226	17,160	(4,108)	(6,408)
Income tax (expenses)		(5,630)	(2,884)	1,768	1,526
Profit for the year		23,596	14,276	(2,340)	(4,882)
Other comprehensive income					
Items that will not be subsequently reclassified to profit or loss		-	-	-	-
Items that may be subsequently reclassified to profit or loss		-	-	-	-
Total comprehensive income, net of tax		23,596	14,276	(2,340)	(4,882)
Basic and diluted earnings (losses) per share, in EUR		-	-	-	-

Explanatory notes are an integral part of these financial statements,

STATEMENT OF CHANGES IN EQUITY

Group	Notes	Share capital	Share premium	Own shares (-)	Legal reserve	Reserve for own shares	Other reserves	Foreign currency translation reserve	Retained earnings	Total
Balance as at 31 December 2018 (audited)		110,376	3,913	-	10,750	15,929	42,945	-	11,577	195,490
Net profit for the nine months		-	-	-	-	-	-	-	(2,340)	(2,340)
Other comprehensive income		-	-	-	-	-	-	-	-	-
Total comprehensive income		-	-	-	-	-	-	-	(2,340)	(2,340)
Dividends declared		-	-	-	-	-	-	-	(11,577)	(11,577)
Increase in share capital	1	100	-	-	-	-	-	-	-	100
Acquisition of own shares (-)	1	-	-	(600)	-	-	-	-	-	(600)
Share-based payments		-	-	333	-	-	-	-	-	333
Transfer between reserves		-	-	-	288	-	(288)	-	-	-
Used Reserves		-	-	-	-	-	(600)	-	-	(600)
Balance as at 30 September 2019 (unaudited)		110,476	3,913	(267)	11,038	15,929	42,057	-	(2,340)	180,806
Balance as at 31 December 2019 (audited)		110,476	3,993	(267)	11,038	15,929	42,057	-	7,423	190,649
Net profit for the nine months		-	-	-	-	-	-	-	24,192	24,192
Other comprehensive income		-	-	-	-	-	-	(123)	-	(123)
Total comprehensive income		-	-	-	-	-	-	(123)	24,192	24,069
Dividends declared		-	-	-	-	-	-	-	(7,947)	(7,947)
Increase in share capital	1	29	9	-	-	-	-	-	-	38
Transfer between reserves		-	-	-	10	-	(87)	-	77	-
Balance as at 30 September 2020 (unaudited)		110,505	4,002	(267)	11,048	15,929	41,970	(123)	23,745	206,809

Explanatory notes are an integral part of these financial statements.

STATEMENT OF CHANGES IN EQUITY (CONT'D)

Company	Notes	Share capital	Share premium	Own shares (-)	Legal reserve	Reserve for own shares	Other reserves	Retained earnings	Total
Balance as at 31 December 2018 (audited)		110,376	3,913	-	10,750	15,929	42,945	11,577	195,490
Net profit for the nine months		-	-	-	-	-	-	(2,340)	(2,340)
Other comprehensive income		-	-	-	-	-	-	-	-
Total comprehensive income		-	-	-	-	-	-	(2,340)	(2,340)
Dividends declared		-	-	-	-	-	-	(11,577)	(11,577)
Increase in share capital	1	100	-	-	-	-	-	-	100
Acquisition of own shares (-)	1	-	-	(600)	-	-	-	-	(600)
Share-based payments		-	-	333	-	-	-	-	333
Transfer between reserves		-	-	-	288	-	(288)	-	-
Used Reserves		-	-	-	-	-	(600)	-	(600)
Balance as at 30 September 2019 (unaudited)		110,476	3,913	(267)	11,038	15,929	42,057	(2,340)	180,806
Balance as at 31 December 2019 (audited)		110,476	3,993	(267)	11,038	15,929	42,057	7,947	191,173
Net profit for the nine months		-	-	-	-	-	-	23,596	23,596
Other comprehensive income		-	-	-	-	-	-	-	-
Total comprehensive income		-	-	-	-	-	-	23,596	23,596
Dividends declared		-	-	-	-	-	-	(7,947)	(7,947)
Increase in share capital	1	29	9	-	-	-	-	-	38
Transfer between reserves		-	-	-	10	-	(87)	77	-
Balance as at 30 September 2020 (unaudited)		110,505	4,002	(267)	11,048	15,929	41,970	23,673	206,860

Explanatory notes are an integral part of these financial statements.

CASH FLOW STATEMENT

	Notes	Group		Company	
		For the nine months period ended 30 September 2020 <i>(unaudited)</i>	For the nine months period ended 30 September 2019 <i>(unaudited)</i>	For the nine months period ended 30 September 2020 <i>(unaudited)</i>	For the nine months period ended 30 September 2019 <i>(unaudited)</i>
Cash flows from operating activities					
Net profit		24,192	(2,340)	23,596	(2,340)
Adjustments for non-cash items					
Depreciation and amortization	4	19,465	42,912	19,452	42,912
Change in vacation reserve	15	(1)	(145)	(42)	(145)
Impairment and write-off (reversal) of property, plant and equipment	4	(1)	(1)	(1)	(1)
Profit (loss) from write-off and sales of non-current tangible assets	4	-	(9)	-	(9)
Change in provisions		30	-	30	-
Change in impairment of investment in subsidiary		-	150	-	150
Change in non-current liabilities for employees		22	(78)	22	(78)
Reversal of share-based payment expenses		-	(600)	-	(600)
Change in allowance in inventory	7	(6)	367	(6)	367
Contract assets	6, 9	21	(372)	21	(372)
Accrued income	6	141	414	141	414
Income tax expenses		5,701	(1,768)	5,630	(1,768)
Change in allowance for doubtful trade and other receivables	8	1,142	175	1,142	175
Interest income	19	(53)	(52)	(53)	(52)
Interest expenses	19	1,857	1,763	1,857	1,763
Currency impact from lease liabilities	19	(14,455)	11,372	(14,455)	11,372
Other non-cash adjustments		840	1,548	930	1,548
		38,895	53,336	38,264	53,336
Changes in working capital					
(Increase) decrease in inventories	7	(146)	49	(146)	49
(Increase) decrease in prepayments made		-	11	-	11
Decrease (increase) in trade and other accounts receivable	8	(1,252)	(385)	(256)	(385)
Decrease in other accounts receivables		-	(461)	-	(461)
Increase (decrease) in trade and other payables	14	(1,186)	292	(1,184)	292
Increase (decrease) in contract liabilities		64	(222)	64	(222)
Increase (decrease) in payroll related liabilities	15	(820)	1,462	(831)	1,462
		35,555	54,082	35,911	54,082
Income tax (paid)		-	(731)	-	(731)
Interest received	19	53	52	53	52
Net cash flows from (used in) operating activities		35,608	53,403	35,964	53,403
Cash flows from investing activities					
(Acquisition) of property, plant, equipment and intangible assets	4	(5,502)	(19,353)	(5,157)	(19,353)
Income from sales of non-current assets		1	9	1	9
Short term deposits (placed)/received	10	(3,000)	(21,000)	(3,000)	(21,000)
(Acquisition) of other investments		-	(813)	-	(813)
Received grants, subsidies	13	-	1,760	-	1,760
Dividends received		54	36	54	36
Net cash flows from (used in) investing activities		(8,447)	(39,361)	(8,102)	(39,361)

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CASH FLOW STATEMENT (CONT'D)

	Notes	Group		Company	
		For the nine months period ended 30 September 2020 <i>(unaudited)</i>	For the nine months period ended 30 September 2019 <i>(unaudited)</i>	For the nine months period ended 30 September 2020 <i>(unaudited)</i>	For the nine months period ended 30 September 2019 <i>(unaudited)</i>
Cash flows from financing activities					
Purchase of own share	1	-	(600)	-	(600)
Loans received (paid)	12	17,937	(1,447)	17,937	(1,447)
Interest and fee related to loans (paid)	12	(466)	(122)	(466)	(122)
Dividends paid		(7,947)	(11,577)	(7,947)	(11,577)
Lease liabilities (paid)	12	(33,058)	(34,416)	(33,058)	(34,416)
Interest on lease liabilities paid		(1,524)	-	(1,524)	-
Net cash flows from (used in) financing activities		(25,058)	(48,162)	(25,058)	(48,162)
Net increase (decrease) in cash flows		2,103	34,120	2,804	34,120
Cash and cash equivalents on 1 January	11	41,865	73,238	37,846	73,238
Cash and cash equivalents on 30 September	11	43,968	39,118	40,650	39,118

Explanatory notes are an integral part of these financial statements.

EXPLANATORY NOTES TO FINANCIAL STATEMENTS

1 GENERAL INFORMATION

AB Klaipėdos nafta (hereinafter “the Parent Company” or “the Company”) is a public limited liability company registered in the Republic of Lithuania. The address of its registered office is as follows: Burių str. 19, 92276 Klaipėda, Lithuania. These consolidated financial statements comprise the Company and its subsidiaries (together referred to as “the Group”).

The subsidiaries are these:

- UAB SGD logistika, a subsidiary (hereinafter “the subsidiary UAB SGD logistika”).
- UAB SGD terminalas, a subsidiary (hereinafter “the subsidiary UAB SGD terminalas”).
- UAB SGD SPB, a subsidiary of UAB SGD logistika (hereinafter “the subsidiary UAB SGD SPB”).
- KN Acu Servicios de Terminal de GNL LTDA (hereinafter “the subsidiary KN Acu Servicios de Terminal de GNL LTDA”).

The main activities of the Company include operation of oil terminal, oil products transshipment services and other related services, as well as operation of the liquefied natural gas terminal (hereinafter referred to as “LNGT”) primarily dedicated to receive and store liquefied natural gas, regasify it and supply it to Gas Grid.

National Energy Regulatory Council (hereinafter referred to as “NERC”) issued Natural Gas Regasification License to the Company on 27 November 2014.

The Company was established by AB Naftos Terminalas (Lithuania) and Lancaster Steel Inc, (USA) acquiring 51 and 49 percent of shares respectively, The Company was registered on 27 September 1994.

As at 30 September 2020, all the shares were owned by 3,080 shareholders (as of 30 September 2019 all the shares were owned by 2,614 shareholders).

On 9 July 2020 amended Articles of Association of the Company had been registered in the Register of Legal Entities of the Republic of Lithuania after the increase of authorised capital of the Company. Following the increase of the authorised capital of the Company, such capital is equal to EUR 110,505,193.97 and is divided into 381,052,393 units of shares, which grant 381,052,393 votes. Nominal value per share – EUR 0.29. All shares are paid. 72.35% of the shares (275,687,444 shares) are owned by the State of Lithuania, represented by the Ministry of Energy.

In August 2020 the Ministry of Finance of the Republic of Lithuania has issued permission to the Company to decrease the authorised capital of the Company from EUR 110,505,193.97 to EUR 110,315,009.65 by cancelling 655,808 units of Company’s acquired own shares which each nominal value EUR 0.29.

On 29 March 2019 amended Articles of Association of AB “Klaipėda nafta” had been registered in the Register of Legal Entities of the Republic of Lithuania after the increase of authorized capital of the Company. Following the increase of the authorized capital of the Company, such capital is equal to EUR 110,476,193.97 is divided into 380,952,393 units of shares, which grant 380,952,393 votes. Nominal value per share – EUR 0.29. 72.34% of the shares (275,587,444 shares) are owned by the State of Lithuania, represented by the Ministry of Energy.

During the nine months of 2020 the Company has not acquired any own shares.

In January 2019 the Company acquired 1,463,414 units of own shares. Total price of the transaction amounts to EUR 600 thousand. The purpose of shares’ acquisition is the provision of shares to the Company’s employees. In May 2019 the Company paid out part of annual bonuses to employees in Company’s shares - 807,606 units of shares have been granted to the employees of the Company.

The Company’s shares are listed in the Baltic Main List on the NASDAQ Vilnius Stock Exchange (ISIN code LT0000111650, abbreviation KNF1L).

1 GENERAL INFORMATION (CONT'D)

As at 30 September 2020 and 30 September 2019 the shareholders of the Company were:

	30 September 2020		30 September 2019	
	Number of shares held (thousand)	Part of ownership (%)	Number of shares held (thousand)	Part of ownership (%)
State of Lithuania represented by the Ministry of Energy (Gediminas av, 38/2, Vilnius, 302308327)	275,687	72.35	275,587	72.34
Concern UAB Achemos grupė (Jonalaukis village, Jonava district, 156673480)	39,663	10.41	39,650	10.41
Other (less than 5 per cent each)	65,702	17.24	65,715	17.25
Total	381,052	100.00	380,952	100.00

The Parent Company controls subsidiary UAB SGD logistika, which main objective until the end of 2019 was is to perform activities of operating and managing a liquefied natural gas bunkering carrier. This subsidiary also may carry out expansion of operation activities of international LNG terminals by investing and establishing other companies in Lithuania and abroad. The Company owns 100% of voting rights of this subsidiary.

The Parent Company also controls subsidiary UAB SGD terminalas. The purpose of is to perform activities of operating and managing a whole structure of LNG terminal in Klaipėda. The Company owns 100% of voting rights of this subsidiary.

The subsidiary UAB SGD SPB became part of the Group in October 2019. The purpose of UAB SGD SPB is to participate in the projects of liquefied natural gas. This subsidiary may carry out expansion of operation activities of international LNG terminals by investing and establishing other companies in Lithuania and abroad. UAB SGD SPB owned by 100% UAB SGD logistika.

On 13 December 2019 the subsidiary of UAB SGD logistika (90%) and UAB SGD SPB (10%) – limited liability company – KN Açu Servicos de Terminal de GNL LTDA was established in Federal Republic of Brazil. The purpose of KN Açu Servicos de Terminal de GNL LTDA is to provide operations and maintenance services for liquefied natural gas terminal at the port of Açu. KN Açu Servicos de Terminal de GNL LTDA did not perform any activities during year 2019.

The average number of employees of the Group on 30 September 2020 was 396 (373 – on 30 September 2019).
The average number of employees of the Company on 30 September 2020 was 369 (371 – on 30 September 2019).

2 ACCOUNTING PRINCIPLES

The financial statements are presented in Euro and all values are rounded to the nearest thousand (EUR 000), except when otherwise indicated. The financial statements of the Group and Company have been prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union (hereinafter the EU).

The Group and Company applies the same accounting policies and the same calculation methods in preparing Interim Financial Statements as they have been used for the Annual Financial Statements of the year 2019. The principles used in preparation of financial statements were presented in more detail in the Notes to the Financial Statements for 2019.

These financial statements have been prepared on a historical cost basis, unless otherwise stated in the accounting policies below.

The financial year of the Company coincides with the calendar year.

The numbers in tables may not coincide due to rounding of particular amounts to EUR thousand, such rounding errors are not material in these financial statements.

3 COVID-19 IMPACT

Coronavirus COVID-19 for the first time has been officially reported on 31 December 2019 in China and during Q1 2020 has rapidly spread around the world. On 16 March 2020 the Government of Lithuania has announced quarantine in the country. It has continued till 16 June 2020. The decisions taken to stop COVID-19 have complicated the normal operations of industries and created a great deal of uncertainty around the world.

3 COVID-19 IMPACT (CONT'D)

The wider economic impacts of these events include:

- Disruption to business operations and economic activity in Lithuania, with a cascading impact on both upstream and downstream supply chains;
- Significant disruption to businesses in certain sectors, both within Lithuania and in markets with high dependence on a foreign supply chain as well as export-oriented businesses with high reliance on foreign markets. The affected sectors include trade and transportation, travel and tourism, entertainment, manufacturing, construction, retail, insurance, education and the financial sector;
- Significant decrease in demand for non-essential goods and services;
- An increase in economic uncertainty, reflected in more volatile asset prices and currency exchange rates.

The Company notices the COVID-19 impact to decrease of demand on global and regional scale and respectively in a lower transshipment volume through the Company's terminals in 2020 and correspondingly the impact to 2021 is also anticipated. Reacting to the changed environment, the management of the Company has activated business continuity and risk mitigation plan of the Group and the Company, the risk management team has been set up to monitor the situation of the Group and the Company and main partners on a daily basis.

One of the main risks - as a result of COVID-19, the Company may be unable to operate the infrastructure in case of the infection of critical number of its employees. Considering this risk, during the quarantine the Group and the Company have switched to work in remote mode and only employees that are essential and physically needed to operate the terminals have been working on-site. All safety measures are being reviewed and updated on a daily basis during all the quarantine period till now and respective actions taken accordingly if needed.

Another source of risk for the Group and the Company lies in the disruption of a supply chain – starting from IT/telecommunications services that are necessary to ensure proper functioning of IT systems and remote work mode and ending to goods and services that are necessary to finalize investment programs on time. The management of the Company is constantly communicating with its suppliers in order to follow their situation and possibilities to fulfill their obligations on time. To mitigate this risk of supply of the future periods, the Group and the Company creates and updates the list of alternative suppliers for critical procurements and puts its best efforts to ensure timely implementation of all Group and Company goals. As at the financial statements issue date, there have been no indications from current suppliers that could have impact to the interim financial statements of the Group and the Company as at 30 September 2020.

In the given extraordinary circumstances commenced on Q1 2020, the Group and the Company have continued their operations as usually. The service provision for the clients of the Group and the Company takes place according to the agreed schedules and plans. The Group and the Company is monitoring the situation since the beginning of the spread of COVID-19 and maintains close communication with major clients on regular basis concerning their plans and fulfilment of contractual obligations. Impairment allowance for doubtful accounts receivables amounts EUR 1,870 thousand as at 30 September 2020 (EUR 728 thousand as at 31 December 2019).

The management of the Company is carefully monitoring global economic situation and possible long-term financial impact for the Group and the Company. As at 30 September 2020, the Group's and the Company's working capital amounts to EUR 25,528 thousand and EUR 20,638 thousand, the available the Nordic Investment Bank credit facilities amount to EUR 275,500 thousand.

Taking into account the high liquidity of the Group and the Company, preventive measures taken, activated business continuity and risks mitigation plans, from a cash flows point of view the Group and the Company are in a secure position to continue their business operations in front of unfavorable situation.

The Company's top management has concluded that the range of possible outcomes considered at arriving at this judgment do not give rise to material uncertainties related to events or conditions that may cast significant doubt on the Group's and Company's ability to continue as a going concern.

4 NON-CURRENT TANGIBLE ASSETS

During the nine months of 2020 the Group and the Company continued works in the following projects:

- The second stage investment in the expansion of the light oil products storage tank park. The project started in July 2017. As at 30 September 2020 the value of construction in progress amounted to EUR 17,533 thousand (during the nine months of the year 2020 the investment amounted to EUR 911 thousand). As of 30 September 2020, the one tank from light oil product tank park amounting EUR 13,946 thousand has been taken into operation.
- Development of the railroad tracks (comprise of the acquired equipment). As of 30 September 2020, the value of construction in progress amounted to EUR 1,923 thousand (during the nine months of the year 2020 the investment amounted to EUR 64 thousand).
- Reconstruction of Klaipėda state seaport quay No. 1 and No. 2. As of 30 September 2020, the value of construction in progress amounted to EUR 2,686 thousand (during the nine months of the year 2020 the investment amounted to EUR 1,462 thousand).

4 NON-CURRENT TANGIBLE ASSETS (CONT'D)

- *Other investment.* As of 30 September 2020, the value of constructions in progress amounted to EUR 2,171 thousand (during the nine months of the year 2020 the investment amounted to EUR 1,684 thousand).

Part of the Group and the Company's property, plant and equipment with the acquisition cost of EUR 40,874 thousand as on 30 September 2020 was completely depreciated (EUR 38,355 thousand on 31 December 2019), however, it was still in operation.

The depreciation of the Group's non-current tangible assets for the nine months of 2020 amounts to EUR 8,852 thousand (EUR 10,225 thousand – in 2019 nine months), EUR 8,650 thousand of depreciation charge has been included into cost of sales (EUR 10,041 thousand - in 2019 nine months), EUR 425 thousand was reimbursement of the costs according the grant agreement (EUR 273 thousand – in 2019 nine months) and the remaining amount EUR 202 thousand (EUR 184 thousand – in 2019 nine months) has been included into operating expenses in the Statement of comprehensive income.

The depreciation of the Company's non-current tangible assets for the nine months of 2020 amounts to EUR 8,843 thousand (EUR 10,225 thousand – in 2019 nine months), EUR 8,641 thousand of depreciation charge has been included into cost of sales (EUR 10,041 thousand - in 2019 nine months), EUR 425 thousand was reimbursement of the costs according the grant agreement (EUR 273 thousand – in 2019 nine months) and the remaining amount EUR 202 thousand (EUR 184 thousand – in 2019 nine months) has been included into operating expenses in the Statement of comprehensive income.

During the nine months of 2020 the Group and the Company additionally calculated depreciation costs, amounting to EUR 10,824 thousand, according to IFRS 16 "Leases" (EUR 32,930 thousand – in 2019 nine months).

5 OPERATING SEGMENTS

The Management of the Group and the Company has identified the following business segments:

- LNGT – LNG terminal in Klaipėda which receives and stores liquefied natural gas, regasifies and supplies it to Gas Main pipeline;
- OT – Oil terminal in Klaipėda and Subačius oil terminal in Kupiškis who are providing oil products transshipment, services of long-term storage of oil products and other services related to oil products transshipment;
- comLNG – LNG commercial activities - includes LNG reloading station and execution of other LNG projects.

The Group and the Company updated the business segments. From the year of 2020 the oil terminal in Klaipėda and oil terminal in Subačius presented together as oil terminals in the financial statements.

The comparative figures restated.

Main indicators of the business segments of the Group and the Company included into the statement of comprehensive income for the financial year as of 30 September 2020 and statement of financial position as of 30 September 2019, are described below:

Group

For the nine months period ended 30 September 2020	LNGT	OT	comLNG	Total
Revenues from contracts with customers	32,721	23,751	4,321	60,793
Profit before income tax	23,053	6,854	(14)	29,893
Segment net profit (loss)	17,522	6,771	(101)	24,192
Interest revenue	9	44	-	53
Loan interest expense	279	-	3	282
Interest on financial lease liabilities	1,337	233	7	1,577
Depreciation and amortisation	2,412	5,220	1,434	9,066
Depreciation of right-of-use-assets	10,233	524	67	10,824
Write-off of non-current assets	-	(1)	-	(1)
Impairment of non-current asset (reversal)	-	(1)	-	(1)
Acquisitions of tangible and intangible assets	115	4,473	541	5,129
Segment total assets*	392,921	162,838	28,444	584,203
Loan and related liabilities	91,145	(20)	(42)	91,083
Lease liabilities	314,009	15,406	411	329,826
Segment total liabilities	425,525	16,606	3,229	445,360

5 OPERATING SEGMENTS (CONT'D)

Group

For the nine months period ended 30 September 2019

	LNGT	OT	comLNG	Total
Revenues from contracts with customers	53,150	23,932	158	77,240
Profit before income tax	(6,956)	6,280	(3,432)	(4,108)
Segment net profit (loss)	(6,207)	7,052	(3,185)	(2,340)
Interest revenue	51	1	-	52
Loan interest expense	114	7	16	137
Interest on financial lease liabilities	1,375	230	20	1,625
Depreciation and amortisation	3,165	5,718	1,602	10,485
Depreciation of right-of-use-assets	32,342	505	83	32,930
Write-off of non-current assets	-	-	-	-
Impairment of non-current asset (reversal)	-	(1)	-	(1)
Acquisitions of tangible and intangible assets	31	19,989	21	20,041
Segment total assets*	284,816	162,210	29,810	476,836
Loan and related liabilities	74,768	(7)	(46)	74,715
Lease liabilities	242,129	15,203	1,290	258,622
Segment total liabilities	334,665	15,454	7,123	357,242

Segment total assets* - total assets of the Group, excluded Cash and cash equivalents and short-term deposits at the period end.

6 LONG-TERM RECEIVABLES AND ACCRUED RENT INCOME

Long-term receivable and long-term contract assets income consists of long-term rent revenue accrual arising from Subačius fuel storage reservoirs rent agreement.

Subačius fuel storage reservoirs rent agreement signed with the Lithuanian petroleum products Agency in 2012 for the duration of 10 years is treated. The rent tariffs are different for the first 5 years and for the remaining period. Therefore, the income is recognized on a straight-line basis over the term of an agreement, i.e. the incomes are calculated on average tariff of all agreement term (10 years). The balances as of 30 September 2020 and 31 December 2019 respectively amounted to EUR 1,114 thousand and EUR 1,538 thousand, part of the accrued income is presented under short-term contract assets (EUR 282 thousand as of 30 September 2020 and EUR 564 thousand as of 31 December 2019).

7 INVENTORIES

The Group and the Company

	30-09-2020	31-12-2019
Oil products for sale	622	213
Diesel fuel for the LNG Terminal purpose	298	409
Liquefied natural gas	47	335
Fuel for transport and other equipment	42	41
Spare parts, construction materials and other inventories	1,543	1,408
Total inventories	2,552	2,406
Write-down of spare parts, construction materials and other inventories	-	(6)
Total inventories	2,552	2,400

As at 30 September 2020 the Group and the Company didn't have any inventories items needed impairment allowance of inventories (as of 31 December 2019 the allowance of inventories amounted EUR 6 thousand).

As at 31 December 2019 the Group and the Company reviewed the accounting policy for slow-moving and obsolete stock. The Group and the Company identified reserve stock, part of which, has been classified as property, plant and equipment due to the fact that they meet

7 INVENTORIES (CONT'D)

the definition, including the requirement to be used over more than one period. The impairment accounted only for old, obsolete stock, that the Group and the Company are not going to use any more. The reversal of write-off of inventories to the net realizable value of EUR 6 thousand for the nine months ended of 30 September 2020 (reversal of write-off of inventories to the net realizable value amounts to EUR 1,057 thousand as of 31 December 2019) are included under cost of sales in the statement of comprehensive income.

As of 30 September 2020, the Group and the Company had 1.3 thousand tons of light oil products for sale (no light oil products for sale as of 31 December 2019). As of 30 September 2020, the Group and the Company also had 3.8 thousand tons of heavy oil products for sale, that was collected in the Wastewater Treatment Facilities (3.4 thousand tons of heavy oil products as of 31 December 2019).

As of 30 September 2020, the Group and the Company stored 258 thousand tons of oil products delivered for transshipment in its storage tanks (172 thousand tons as on 31 December 2019 (the quantities are unaudited). Such oil products are not recognized in the Group's and the Company's financial statements. They are accounted for in the off-balance sheet accounts as the Group and the Company has no ownership rights into oil products. The oil products belonged to third parties are insured by the Company in order to cover the loss or damages incurred (if any).

As of 30 September 2020, the Group and the Company stored 1.4 thousand MWh (as of 31 December 2019 – 1.4 thousand MWh) (the quantities are unaudited) natural gas in the connecting pipeline for the Liquefied Natural Gas Terminal activities.

As of 30 September 2020, the Group and Company stored 295 thousand MWh (as of 31 December 2019 – 661 thousand MWh) (the quantities are unaudited) of natural gas products delivered for transshipment in the Liquefied Natural Gas Terminal. Such natural gas products are not recognized in the Group's and the Company's financial statements. They are accounted for in the off-balance sheet accounts as the Group and the Company has no ownership rights for these products. The Company is responsible for the insurance of the products.

As of 30 September 2020, in the Liquefied Natural Gas Reloading Station the Group and the Company stored 22.4 MWh natural gas products that, belonged to the third parties (As of 31 December 2019 – 6.3 thousand MWh) (the quantities are unaudited). Such natural gas products are not recognized in the Group's and the Company's financial statements. They are accounted for in the off-balance sheet accounts as the Group and the Company has no ownership rights for these products.

8 TRADE RECEIVABLES

	Group		Company	
	30-09-2020	31-12-2019	30-09-2020	31-12-2019
Trade receivable	10,558	12,559	9,860	12,559
Prepayments	442	568	420	558
Other receivable	2,230	44	1,943	44
Total	13,230	13,171	12,223	13,161

Trade receivable disclosed below:

	Group		Company	
	30-09-2020	31-12-2019	30-09-2020	31-12-2019
Receivables from LNG terminal activities	7,864	10,546	7,928	10,546
Receivables for transshipment of oil products and other related services	3,802	2,741	3,802	2,741
Receivable for operating and management services	762	-	-	-
Less: impairment allowance	(1,870)	(728)	(1,870)	(728)
Total	10,558	12,559	9,860	12,559

Trade and other receivables are non-interest bearing and are generally settled on 6 - 15 days payment terms.

The Group and the Company has recognized impairment allowance in the amount of EUR 1,870 thousand on 30 September 2020 (EUR - 728 thousand on 31 December 2019).

Change in allowance for trade receivables for nine months of 2020, amounting to EUR 1,142 thousand (for nine months of 2019 – EUR 175 thousand) has been included into operating expenses in the statement of the comprehensive income.

9 CONTRACT ASSETS

The Group and the Company

	30-09-2020	31-12-2019
Accrued income (1)	282	564
Short-term of accrued income (Note 6)	854	592
	<u>1,136</u>	<u>1,156</u>

(1) Contract assets comprise accrued income for storage of oil products as of 30 September 2020 and 31 December 2019 calculated as percentage of completion based on expenses incurred from the total estimated cost of contracted services, Upon completion of transshipment of oil products and acceptance by the customer, the amounts initially recognised as contract assets are reclassified as trade receivables.

10 SHORT TERM DEPOSITS

The Group and the Company

	30-09-2020	31-12-2019
Short-term bank deposits at the commercial banks	<u>24,000</u>	<u>21,000</u>

As of 30 September 2020, the Group and the Company had 6 term deposits at banks, amounted to EUR 24,000 thousand, with maturity of more than 3 months. Annual interest rate ranges from 0.07 per cent.

As of 31 December 2019, the Group and the Company had 2 term deposits at banks, amounted to EUR 21,000 thousand, with maturity of more than 3 months. Annual interest rate ranges from 0,16 to 0,25 per cent.

11 CASH AND CASH EQUIVALENTS

	Group		Company	
	30-09-2020	31-12-2019	30-09-2020	31-12-2019
Cash at bank	<u>43,967</u>	<u>41,865</u>	<u>40,650</u>	<u>37,846</u>

Calculated values of cash and cash equivalents are denominated in the following currencies:

Currency	Group		Company	
	30-09-2020	31-12-2019	30-09-2020	31-12-2019
EUR	39,492	36,583	36,276	32,564
USD	4,374	5,282	4,374	5,282
BRL	101	-	-	-
	<u>43,967</u>	<u>41,865</u>	<u>40,650</u>	<u>37,846</u>

The Management of the Group and the Company considered potential impairment losses on cash held in banks as per IFRS 9 requirements, Assessment is based on official Standard & Poor's long-term credit ratings:

	Group		Company	
	30-09-2020	31-12-2019	30-09-2020	31-12-2019
A +	6,959	25,104	3,742	21,085
AA -	32,506	8,282	32,507	8,282
BBB+	4,401	8,479	4,401	8,479
BB-	101	-	-	-
	<u>43,967</u>	<u>41,865</u>	<u>40,650</u>	<u>37,846</u>

12 FINANCIAL LIABILITIES

Loans

Group and Company

	30-09-2020	31-12-2019
European Investment Bank's loan	51,623	53,091
Nordic Investment Bank's loan	39,512	20,398
Guarantee payment to the Ministry of Finance to the Republic of Lithuania	(134)	(134)
Payable loan interest	82	18
	<u>91,083</u>	<u>73,373</u>

Lease liabilities

Group and Company

	30-09-2020	31-12-2019
Lease liabilities	329,826	376,877

Lease liabilities as at 30 September 2020 can be specified as follows:

	Land rent	Jetty rent	FSRU lease	Other*	Total
Long-term lease liabilities	15,248	4,793	267,643	41	287,725
Short-term lease liabilities	319	69	41,504	209	42,101
	<u>15,566</u>	<u>4,862</u>	<u>309,147</u>	<u>251</u>	<u>329,826</u>

Lease liabilities as at 31 December 2019 can be specified as follows:

	Land rent	Jetty rent	FSRU lease	Other*	Total
Long-term lease liabilities	15,439	4,845	312,126	179	332,589
Short-term lease liabilities	314	68	43,641	265	44,288
	<u>15,753</u>	<u>4,913</u>	<u>355,767</u>	<u>444</u>	<u>376,877</u>

* Other comprises lease of transport vehicles, office rent, other.

13 GRANTS RELATED TO ASSETS

The Group and the Company

	30-09-2020	31-12-2019
Balance at the beginning of the period	5,988	4,642
Received during the year	-	1,763
Reclassified	-	1
Amortisation	(425)	(400)
Compensation of costs	-	(18)
Balance at the end of the period	5,563	5,988
Non-current	5,563	5,988

14 TRADE DEBTS AND OTHER PAYABLES

	Group		Company	
	30-09-2020	31-12-2019	30-09-2020	31-12-2019
Trade payables	6,681	8,322	6,677	8,322
Other payables and current liabilities	1,217	1,588	1,151	1,588
	<u>7,898</u>	<u>9,910</u>	<u>7,828</u>	<u>9,910</u>

Trade payables disclosed below:

	Group		Company	
	30-09-2020	31-12-2019	30-09-2020	31-12-2019
Payables for FSRU rent	4,334	4,620	4,334	4,620
Payable to contractors	632	1,191	632	1,191
Other payments related FSRU	485	899	485	899
Payable for rent of land	377	393	377	393
Payable for railway services	120	129	120	129
Payable for gas services	-	368	-	368
Other trade payables	733	722	729	722
	<u>6,681</u>	<u>8,322</u>	<u>6,677</u>	<u>8,322</u>

On 30 September 2020 trade payables of EUR 4,507 thousand were denominated in USD (on 31 December 2019 - EUR 5,232 thousand).

Trade payables are non-interest bearing and are normally settled on 30-day payment terms.

15 LIABILITIES RELATED TO LABOUR RELATIONS

	Group		Company	
	30-09-2020	31-12-2019	30-09-2020	31-12-2019
Accrued vacation reserve	1,049	1,050	1,008	1,050
Accrual of annual bonuses	514	873	484	873
Salaries payable	444	422	443	422
Social insurance payable	225	225	220	225
Income tax payable	187	153	180	153
Other deductions	2	3	2	3
	<u>2,421</u>	<u>2,726</u>	<u>2,337</u>	<u>2,726</u>

16 REVENUE FROM CONTRACTS WITH CUSTOMERS

	Group		Company	
	For the nine months period ended 30 September 2020	For the nine months period ended 30 September 2019	For the nine months period ended 30 September 2020	For the nine months period ended 30 September 2019
Income from LNGT services regulated by NERC	26,978	50,964	26,978	50,964
Sales of oil transshipment services	21,165	22,455	21,165	22,455
Other sales related to LNG terminals activity	9,072	2,319	6,761	2,319
Other sales related to transshipment	2,423	1,243	2,423	1,243
Sales of consulting services	985	16	985	16
Sales of inventories	170	243	170	243
	<u>60,793</u>	<u>77,240</u>	<u>58,482</u>	<u>77,240</u>

17 COST OF SALES

	Group		Company	
	For the nine months period ended 30 September 2020	For the nine months period ended 30 September 2019	For the nine months period ended 30 September 2020	For the nine months period ended 30 September 2019
Depreciation of right-of-use asset	10,572	32,683	10,572	32,683
Depreciation and amortisation (incl. amortisation of grants)	8,411	9,982	8,399	9,982
Wages, salaries and social security	5,898	5,391	5,599	5,391
Expenses related to FSRU rent (OPEX element, management, crew cost)	4,241	6,328	4,241	6,328
Port charges	1,163	1,147	1,163	1,147
Railway services	1,137	1,410	1,137	1,410
Natural gas	1,006	1,981	1,006	1,981
Contribution for National Energy Regulatory Council (NERC)	729	220	729	220
Tax on environmental pollution	701	837	701	837
Electricity	577	963	577	963
Repair and maintenance of assets	414	414	414	414
Insurance	331	325	331	325
Tax on real estate	273	312	273	312
Work safety costs	243	78	243	78
Transport	217	208	217	208
Cleaning expenses	180	104	180	104
Services for tankers	142	161	142	161
Other expenses related to FSRU	98	144	98	144
Research costs	38	57	38	57
Impairment of inventories (reversal)*	(6)	-	(6)	-
Other	345	149	345	149
	<u>36,710</u>	<u>62,894</u>	<u>36,174</u>	<u>62,894</u>

* The reversal of impairment of inventories accounted under cost of sales for nine months of 2020. The impairment of inventories, amounting to EUR 367 thousand, for nine months of 2019 accounted under operating expenses.

18 OPERATING EXPENSES

	Group		Company	
	For the nine months period ended 30 September 2020	For the nine months period ended 30 September 2019	For the nine months period ended 30 September 2020	For the nine months period ended 30 September 2019
Wages, salaries and social security	3,382	2,752	3,055	2,752
Impairment of doubtful receivables (reversal)	1,142	175	1,142	175
Expenses for operating taxes	555	125	36	125
Consulting and legal costs	253	464	170	464
Depreciation of right-of-use asset	252	247	252	247
Depreciation and amortization	230	231	230	231
Telecommunication and IT expenses	183	146	182	146
Salaries and other related expenses to governing bodies	119	126	119	126
Administration of bank accounts	102	100	100	100
Expenses for utilities	70	46	70	75
Expenses for business trips	59	49	59	89

(cont'd on the next page)

18 OPERATING EXPENSES (CONT'D)

	Group		Company	
	For the nine months period ended 30 September 2020	For the nine months period ended 30 September 2019	For the nine months period ended 30 September 2020	For the nine months period ended 30 September 2019
Expenses for refresher courses	44	44	44	44
Advertising and external communication	39	59	33	59
Expenses related to the management of securities	31	28	31	28
Donations	18	67	18	67
Expenses for transport	14	43	14	43
Expenses for advertising and representation	11	21	11	21
Repair and maintenance of non-current assets	3	5	3	5
Property rent	3	3	0	3
Impairment of investment in subsidiary	0	150	0	150
Impairment of inventories	0	367	0	367
Impairment of assets	(1)	(1)	(1)	(1)
Other	233	86	200	86
	<u>6,742</u>	<u>5,402</u>	<u>5,768</u>	<u>5,402</u>

19 INCOME (EXPENSES) FROM FINANCIAL AND INVESTMENT ACTIVITIES – NET

	Group		Company	
	For the nine months period ended 30 September 2020	For the nine months period ended 30 September 2019	For the nine months period ended 30 September 2020	For the nine months period ended 30 September 2019
Income from currency exchange on the lease liabilities	14,455	-	14,455	-
Income from financial derivatives	130	-	130	-
Fines income	56	33	56	33
Interest income	53	52	53	52
Income from currency exchange	3	-	0	2
Other financial income	1	-	2	-
Financial activity income, total	<u>14,698</u>	<u>85</u>	<u>14,696</u>	<u>85</u>
Interest on the lease liabilities	(1,577)	(1,625)	(1,577)	(1,625)
Losses from currency exchange	(303)	(14)	(170)	(14)
Interest expenses	(282)	(137)	(280)	(137)
Losses from financial derivatives	(5)	-	(5)	-
Fines and penalties expenses	(2)	(4)	(1)	(4)
Losses from currency exchange on the lease liabilities	-	(11,372)	-	(11,372)
Other financial activity expenses	-	(1)	-	(1)
Financial activity expenses, total	<u>(2,169)</u>	<u>(13,153)</u>	<u>(2,033)</u>	<u>(13,153)</u>

20 EARNINGS PER SHARE, BASIC AND DILUTED

Basic earnings per share are calculated by dividing net profit of the Group and the Company by the weighted average number of ordinary shares outstanding. Diluted earnings per share equal to basic earnings per share as the Group has no instruments issued that could dilute shares issued.

20 EARNINGS PER SHARE, BASIC AND DILUTED (CONT'D)

Basic and diluted earnings per share are as follows:

Group	For the nine months period ended 30 September 2020	For the nine months period ended 30 September 2019
Net profit attributable to shareholders	24,192	(2,340)
Weighted average number of ordinary shares (thousand)	380,983	380,842
Earnings and reduced earnings (in EUR)	0.063	(0.006)

21 RELATED PARTY TRANSACTIONS

The parties are considered related when one party has a possibility to control the other one or has significant influence over the other party in making financial and operating decisions,

The related parties of the Group and the Company and transactions with them during the nine months of 2020 and 2019 were as follows:

Transactions with Lithuanian State controlled enterprises and institutions and other related parties

Group

		Purchases	Sales	Receivables	Payables
State Enterprise Klaipeda State Seaport Authority	2020 nine months	1,753	-	-	372
	2019 nine months	1,743	-	-	315
AB Amber Grid	2020 nine months	-	26,978	7,144	-
	2019 nine months	-	50,964	10,036	-
UAB Ignitis	2020 nine months	293	2,365	538	-
	2019 nine months	1,897	1,206	104	93
Public Institution Lithuanian Energy Agency	2020 nine months	-	2,319	328	-
	2019 nine months	-	2,093	284	-
State Enterprise Lithuanian Oil Products Agency <i>liquidated from 01-01-2019)</i>	2020 nine months	-	-	-	-
	2019 nine months	-	-	111	-
AB Energijos skirstymo operatorius	2020 nine months	327	-	-	44
	2019 nine months	379	-	-	39
AB LG Cargo	2020 nine months	1,192	-	-	120
	2019 nine months	797	-	-	80
AB Lietuvos geležinkeliai	2020 nine months	-	-	-	-
	2019 nine months	1,004	-	-	-
Smiltynės perkėla	2020 nine months	1	-	-	-
	2019 nine months	2	-	-	-
Baltpool, UAB (<i>dividends received</i>)	2020 nine months	-	54	-	-
	2019 nine months	-	36	-	-
Toksika, UAB	2020 nine months	7	-	-	4
	2019 nine months	5	-	-	1
VĮ Registrų centras	2020 nine months	7	-	-	-
	2019 nine months	5	-	-	(1)
Vilniaus metrologijos centras, AB	2020 nine months	10	-	-	1
	2019 nine months	8	-	-	1
UAB GET Baltic	2020 nine months	2	-	-	-
	2019 nine months	2	-	-	-

21 RELATED PARTY TRANSACTIONS (CONT'D)

		Purchases	Sales	Receivables	Payables
Ministry of the Economy and Innovation of the Republic of Lithuania	2020 nine months	-	7	1	-
	2019 nine months	-	9	1	-
UAB Projektų ekspertizė	2020 nine months	4	-	-	5
	2019 nine months	-	-	-	-
Lietuvos paštas, AB	2020 nine months	2	-	-	-
	2019 nine months	1	-	-	-
Klaipėda Chamber of Commerce, Industry and Crafts	2020 nine months	2	-	-	-
	2019 nine months	2	-	-	-
UAB Tetas	2020 nine months	-	-	-	-
	2019 nine months	-	(16)	-	-
Transactions with related parties, in total:	2020 nine months	3,599	31,723	8,012	546
	2019 nine months	5,845	54,292	10,536	528

Company

		Purchases	Sales	Receivables	Payables
State Enterprise Klaipėda State Seaport Authority	2020 nine months	1,753	-	0	372
	2019 nine months	1,743	-	-	315
AB Amber Grid	2020 nine months	-	26,978	7,144	-
	2019 nine months	-	50,964	10,036	-
UAB Ignitis	2020 nine months	293	2,365	538	-
	2019 nine months	1,897	1,206	104	93
Public Institution Lithuanian Energy Agency	2020 nine months	-	2,319	328	-
	2019 nine months	-	2,093	284	-
KN Acu Servicos de Terminal de GNL Ltda	2020 nine months	-	652	64	-
	2019 nine months	-	-	-	-
State Enterprise Lithuanian Oil Products Agency <i>liquidated from 01-01-2019</i>	2020 nine months	-	-	-	-
	2019 nine months	-	-	111	-
AB Energijos skirstymo operatorius	2020 nine months	327	-	-	44
	2019 nine months	379	-	-	39
AB LG Cargo	2020 nine months	1,192	-	-	120
	2019 nine months	797	-	-	80
AB Lietuvos geležinkeliai	2020 nine months	-	-	-	-
	2019 nine months	1,004	-	-	-
Smiltynės perkė;a	2020 nine months	1	-	-	-
	2019 nine months	2	-	-	-
Baltpool, UAB (<i>dividends received</i>)	2020 nine months	-	54	-	-
	2019 nine months	-	36	-	-
Toksika, UAB	2020 nine months	7	-	-	4
	2019 nine months	5	-	-	1
VĮ Registrų centras	2020 nine months	7	-	-	-
	2019 nine months	5	-	-	(1)
Vilniaus metrologijos centras, AB	2020 nine months	10	-	-	1
	2019 nine months	8	-	-	1
UAB GET Baltic	2020 nine months	2	-	-	0
	2019 nine months	2	-	-	0
Ministry of the Economy and Innovation of the Republic of Lithuania	2020 nine months	-	7	1	-
	2019 nine months	-	9	1	-

21 RELATED PARTY TRANSACTIONS (CONT'D)

		Purchases	Sales	Receivables	Payables
UAB Projektų ekspertizė	2020 nine months	4	-	-	5
	2019 nine months	-	-	-	-
Lietuvos paštas, AB	2020 nine months	2	-	-	0
	2019 nine months	1	-	-	0
Klaipėda Chamber of Commerce, Industry and Crafts	2020 nine months	2	-	-	-
	2019 nine months	2	-	-	-
UAB Tetas	2020 nine months	-	-	-	-
	2019 nine months	-	(16)	-	-
Transactions with related parties, in total:	2020 nine months	3,599	32,375	8,076	546
	2019 nine months	5,845	54,292	10,536	528

Management salaries and other payments

The Group's management consists of the Chief Executive Officer (CEO), Directors and Manager of the subsidiaries.
The Company's management consists of the Chief Executive Officer (CEO) and Directors.

	Group		Company	
	For the nine months period ended 30 September 2020	For the nine months period ended 30 September 2019	For the nine months period ended 30 September 2020	For the nine months period ended 30 September 2019
Payroll related costs	512	458	450	456
Number of management	11	9	7	7

During the nine months of 2020 and the nine months of 2019 the Management of the Group and the Company did not receive any loans, guarantees, or any other payments or property transfers were made or accrued.

22 SUBSEQUENT EVENTS

No significant subsequent events have occurred after the date of financial statements.

CONFIRMATION OF RESPONSIBLE PERSONS

Following Article 22 of the Law on Securities of the Republic of Lithuania and the Rules on Preparation and Submission of Periodic and Additional Information of the Lithuanian Securities Commission, we, Darius Šilenskis, Chief Executive Officer of AB Klaipėdos nafta, Jonas Lenkšas, Chief Financial Officer of AB Klaipėdos nafta, and Rasa Tamaliūnaitė, Chief Accountant hereby confirm that to the best of our knowledge the above-presented unaudited Interim condensed consolidated and separate Financial Statements of AB Klaipėdos nafta for the nine months period ended on 30 September 2020, prepared in accordance with the International Financial Reporting Standards as adopted to be used in the European Union, give a true and fair view of the assets, liabilities, financial position and profit or loss and cash flows of AB Klaipėdos nafta.

Chief Executive Officer

Darius Šilenskis

Chief Financial Officer

Jonas Lenkšas

Chief Accountant

Rasa Tamaliūnaitė