



**UTENOS TRIKOTAŽAS AB**  
CONSOLIDATED INTERIM REPORT  
For 6 months period  
Ended 30 June 2022

## 1. Reporting period covered by the Annual Report

The Annual Report covers the period from 1 January 2022 to 30 June 2022

All amounts in the Annual Report presented as at 30 June 2022, unless otherwise stated. Further in this report Utenos Trikotažas AB can be referred to as the Company or the Issuer.

## 2. Issuer and its contact data

Company name	Utenos Trikotažas AB
Legal and organisation form	Legal entity, public company
Date and place of incorporation	Registered with the Register of Legal Entities of Utena District on 6 <sup>st</sup> December 1994; reregistered with the Ministry of Economy of the Republic of Lithuania on 18 <sup>st</sup> September 1998.
Registration code	BĮ 98-257
Code of the Register of Legal Entities	183709468
Authorised share capital	EUR 2 755 870
Address	J.Basanavičiaus g.122, LT-28214, Utena, Lithuania
Name of Register of Legal Entities	Registrų centras VĮ
Telephone	+370 389 51445
Fax	+370 389 69358
E-mail	<a href="mailto:utenos.trikotazas@ut.lt">utenos.trikotazas@ut.lt</a>
Website	<a href="http://www.ut.lt">www.ut.lt</a>
Main activities	production of knit-wear and textile articles
Auditors	KPMG Baltics UAB

## 3. Nature of the Issuer's operations

Utenos Trikotažas AB operates in the field of textile industry. The Company's principal activity is production of knit-wear and textile articles.

The Company's profile of activities:

- production of knit-wear and textile articles;
- production of mass-consumption goods which is closely related to principal activities;
- retail and wholesale trade in own production and production of other companies in local and foreign markets;
- rendering of services to natural and legal persons.

## 4. Agreements with intermediaries of securities' public turnover

On 25 September 2005, the Issuer concluded a service agreement with the Department of Safe Custody Services of SEB Vilniaus Bankas AB, address Gedimino pr. 12, LT-01103 Vilnius. Under this agreement the accounting of the Issuer's securities is handled in Šiaulių bankas AB.

On 25 April 2007, the Issuer concluded an agreement with OMX Exchanges Ltd. on the system of service provision, disclosure and communication of information.

## 5. Overview of the company's activities, uncertainties and risk factors

In 2022 the sales of Utenos trikotažas AB (hereinafter referred to as the Group), the largest group of textile companies in Central and Eastern Europe, increased compared to 2021. The main reason of this is low basis of 2021, where sales dropped due to COVID-19 and related restrictions on brand sales in Lithuania as well as the drop of income from services of functional-technical garments manufacture. In addition to that, there is a noticeable inflation of production costs and production prices in 2022. In 2022 The Group's largest export regions remain the German-speaking countries of Germany, Austria and Switzerland and Scandinavia.

The main risks associated with Utenos trikotažas AB activities are:

- The general economic status of the main export markets;
- The general economic status of the Republic of Lithuania;
- Foreign exchange rate fluctuations;
- Amendment of laws and legal acts of the Republic of Lithuania;
- Changes in accounting and tax regulation
- Geopolitical situation in Europe and World.

### Economic factors.

The group operates in the Ukrainian market through its subsidiary company Mrija PAT MTF whose main activity is the provision of services to AB Utenos trikotažas and whose external sales are small.

Therefore, the Group is exposed to the Ukrainian economy and financial markets. In 2022 February after the Russian Federation recognized the self-proclaimed republics of Donetsk and Luhansk and later invaded Ukraine, the military conflict escalated and spread to other regions of the country. The ongoing conflict is likely to have a negative impact on the political and business environment in Ukraine, including the ability of many entities to continue business as usual. In view of the above, the situation in Ukraine at the date of approval for the issuance of these consolidated financial statements is unstable and largely uncertain. Given the ongoing and dynamic nature of military operations, management has concluded that the financial impact cannot be reliably estimated at this time.

Due to the military conflict and other reasons, the Group is also facing extremely rapid increase in prices of energy resources and inflation of other costs both in the Republic of Lithuania and in the world.

The coronavirus (COVID -19) pandemic and the declaration of quarantine in Lithuania and other markets had an impact on the company's and the Group's performance in 2021 and 2020.

The management identifies potential risks caused by COVID- 19 to the company's results and business continuity, which remain relevant in 2022. It is likely that the structural changes in the market caused by COVID -19, when the importance of electronic channels in retail trade increased compared to physical channels due to restrictions and changes in buyer habits, will continue.

\* Operational disruptions and delays due to sickness in group companies

- Risk of supply chain disruption , difficulties in the movement of goods;
- Settlement risk
- Liquidity risk
- Funding risk
- Business suspension in the framework of an epidemic

**Social risk factors.** The Company focuses attention on improvement of working conditions, training of personnel, and qualification development.

**Technical and technological risk factors.** The condition of the Company's major facilities is good and does not pose any risk to operations. Utenos Trikotažas AB regularly invests in renovation of facilities and introduction of the latest technologies. In first half of 2021 the Group's investments in production facilities and equipment amounted to EUR 338 thousand.

**Ecological risk factors.** The environment management system meeting the requirements of ISO 14001 has been introduced at the Company. Key environmental strategic objectives include:

- Reduction of environmental pollution through efficient and economical use of raw materials and energy resources;
- Reduction in waste volume, improvement of management of waste and chemical materials, reduction of use of dangerous chemical substances in the production process.

**6. Key performance indicators of the Group**
**Trade**

Revenue (EUR '000)	Group			Company		
	2022 I H	2021 I H	Change %	2022 I H	2021 I H	Change %
Products manufactured on demand of other clients	13 849	10 367	33,6	13 849	10 367	33,6
Own brands (ABOUT, UTENOS)	2 011	2 017	(0,3)	1 891	2 111	(10,4)
Services of functional-technical garments manufacture	1 393	1 036	34,4	-	-	-
	17 253	13 420	28,6	15 740	12 478	26,1

Revenue (EUR '000)	Group			Company		
	2022 II Q	2021 II Q	Change %	2022 II Q	2021 II Q	Change %
Products manufactured on demand of other clients	6 914	5 389	28,3	6 914	5 389	28,3
Own brands (ABOUT, UTENOS)	926	1 177	(21,2)	922	1 271	(27,4)
Services of functional-technical garments manufacture	794	415	91,3	-	-	-
	8 634	6 981	23,7	7 836	6 660	17,7

**Sales by regions**

Revenue (EUR '000)	Group			Company		
	2022 I H	2021 I H	Change %	2022 I H	2021 I H	Change %
Export	13 573	10 927	24,2	12 252	10 101	21,3
<i>DACH (Germany, Austria, Switzerland)</i>	8 592	8 047	6,8	8 300	7 409	12,0
<i>Scandinavia (Sweden, Norway, Denmark, Finland)</i>	3 093	1 875	65,0	2 749	1 794	53,2
<i>Other regions</i>	1 888	1 005	87,9	1 203	898	33,9
Domestic	3 680	2 493	47,6	3 488	2 377	46,7
	17 253	13 420	28,6	15 740	12 478	26,1

Consolidate interim report for 6 months period ended 30 June 2022

	Group			Company		
	2022 II Q	2021 II Q	Change %	2022 II Q	2021 II Q	Change %
Revenue (EUR '000)						
Export	6 338	5 473	15,8	5 602	5 224	7,2
<i>DACH (Germany, Austria, Switzerland)</i>	3 424	3 769	(9,2)	3 306	3 652	(9,5)
<i>Scandinavia (Sweden, Norway, Denmark, Finland)</i>	1 764	1 069	65,0	1 515	1 001	51,3
<i>Other regions</i>	1 150	635	81,1	781	571	36,7
Domestic	2 296	1 507	52,3	2 234	1 436	55,6
	<b>8 634</b>	<b>6 980</b>	<b>23,7</b>	<b>7 836</b>	<b>6 660</b>	<b>17,7</b>

During the first six months of 2022, the company Utenos trikotažas sold products and provided services for EUR 15,7 million. Trade volumes compared to 2021 increased by 26,1 per cent during the same period. The company's export sales reached 77.8 per cent, in Lithuania sold 22.2 per cent of products.

In first half of 2022 year, the Utenos trikotažas AB group of companies (hereinafter „the Group“) sold products and provided services for EUR 17,3 million, The group exported 78.7 per cent, in Lithuania sold 21.3 per cent of total production.

In first half of 2022 year, the Group's sales in Lithuania amounted to EUR 3,7 million, which is more by EUR 1,2 million as compared to 2021 the same period.

In first half of 2022 year, the Group's exports to Western Europe and other regions amounted to EUR 13,6 million, which is more by EUR 2,6 million compared to 2021 year the same period.

### Operating figures

	Group			Company		
	2022 I H	2021 I H	Change %	2022 I H	2021 I H	Change %
Manufactured, items units	1 333	1 292	3,1	1 281	1 240	3,3
Average number of employees	953	1 006	(5,3)	694	717	(3,2)

	Group			Company		
	2022 II Q	2021 II Q	Change %	2022 II Q	2021 II Q	Change %
Manufactured, items units	615	645	(4,7)	593	626	(5,2)
Average number of employees	940	1 049	(10,4)	681	763	(10,7)

### Production (units '000)

	2022 I H			2021 I H		
	2022 I H	2021 I H	Change %	2022 II Q	2021 II Q	Change %
Utenos trikotažas AB	1 281	1 240	3,3	593	626	(5,2)
Šatrija AB	50	49	1,4	20	17	17,6
MTF Mrija PAT	2	3	(41,8)	2	2	-
Gotija UAB	-	-	-	-	-	-
UAB Aboutwear	-	-	-	-	-	-
	<b>1 333</b>	<b>1 292</b>	<b>3,1</b>	<b>615</b>	<b>645</b>	<b>(4,6)</b>

**Financial ratios**

	Group			Company		
	2022 I H	2021 I H	Change	2022 I H	2021 I H	Change
Revenue (EUR'000)	17 253	13 420	28,6 %	15 740	12 478	26,1%
Operating profit (loss) (EUR'000)	(1 541)	(1 138)	(35,4) %	(1 322)	(839)	(57,6)%
Operating profit (loss) margin (%)	(8,9)	(8,5)	(0,4) p.p.	(8,4)	(6,7)	(1,7) p.p.
EBITDA (EUR'000)	(995)	(658)	(51,2)%	(929)	(489)	(90)%
EBITDA margin (%)	(5,8)	(4,9)	(0,9) p.p.	(5,9)	(3,9)	(2,0)p.p.
Profit (loss) before tax (EUR'000)	(1 702)	(1 098)	(55,0)%	(1 417)	(858)	(65,2)%
Profit (loss) before tax, margin (%)	(9,9)	(8,2)	(1,7) p.p.	(9,0)	(6,9)	(2,1)p.p.
Net profit (loss) for the year (EUR'000)	(1 688)	(1 083)	(55,9)%	(1 412)	(853)	(65,5)%
Net profit (loss) for the year margin (%)	(9,8)	(8,1)	(1,7) p.p.	(9,0)	(6,8)	(2,1)p.p.
Number of shares, (thousand)	9,503	9,503	-	9,503	9,503	-

	Group			Company		
	2022 II Q	2021 II Q	Change	2022 II Q	2021 II Q	Change
Revenue (EUR'000)	8 634	6 981	23,7%	7 836	6 981	12,2%
Operating profit (loss) (EUR'000)	(442)	(445)	0,7%	(425)	(445)	4,6%
Operating profit (loss) margin (%)	(5,1)	(6,4)	1,3 p.p.	(5,4)	(6,4)	1,0 p.p.
EBITDA (EUR'000)	(154)	(202)	23,8%	(229)	18	-
EBITDA margin (%)	(1,8)	(2,9)	1,1 p.p.	(2,9)	0,3	(3,2) p.p.
Profit (loss) before tax (EUR'000)	(455)	(456)	0,2%	(455)	(456)	0,2%
Profit (loss) before tax, margin (%)	(5,3)	(6,5)	1,2 p.p.	(5,8)	(6,5)	0,7 p.p.
Net profit (loss) for the year (EUR'000)	(449)	(449)	-	(472)	(168)	(181,1)%
Net profit (loss) for the year margin (%)	(5,2)	(6,4)	1,2 p.p.	(6,0)	(2,4)	(3,6) p.p.
Number of shares, (thousand)	9 503	9 503	-	9 503	9 503	-

**Relative ratios**

	Group			Company		
	2022 I H	2021 I H	Change p.p.	2022 I H	2021 I H	Change p.p.
Return on capital employed (%)	(61,3)	(7,4)	(53,0)	(51,2)	(1,0)	(50,2)
Return on assets (%)	(7,4)	(0,9)	(6,5)	(7,9)	(0,1)	(7,8)
Return on shareholders' equity (%)	(29,7)	(2,2)	(27,5)	(30,5)	(0,3)	(30,2)
Debt ratio (%)	75,0	57,2	17,8	73,9	56,2	17,7
Debt-to-equity ratio (%)	300,6	133,7	166,9	283,3	128,1	155,2
Liquidity ratio (%)	119,6	121,6	(2,0)	120,3	119,4	0,9
Equity to assets ratio (%)	25,0	42,8	(17,8)	26,1	43,8	(17,7)

**Ratios related with the share price**

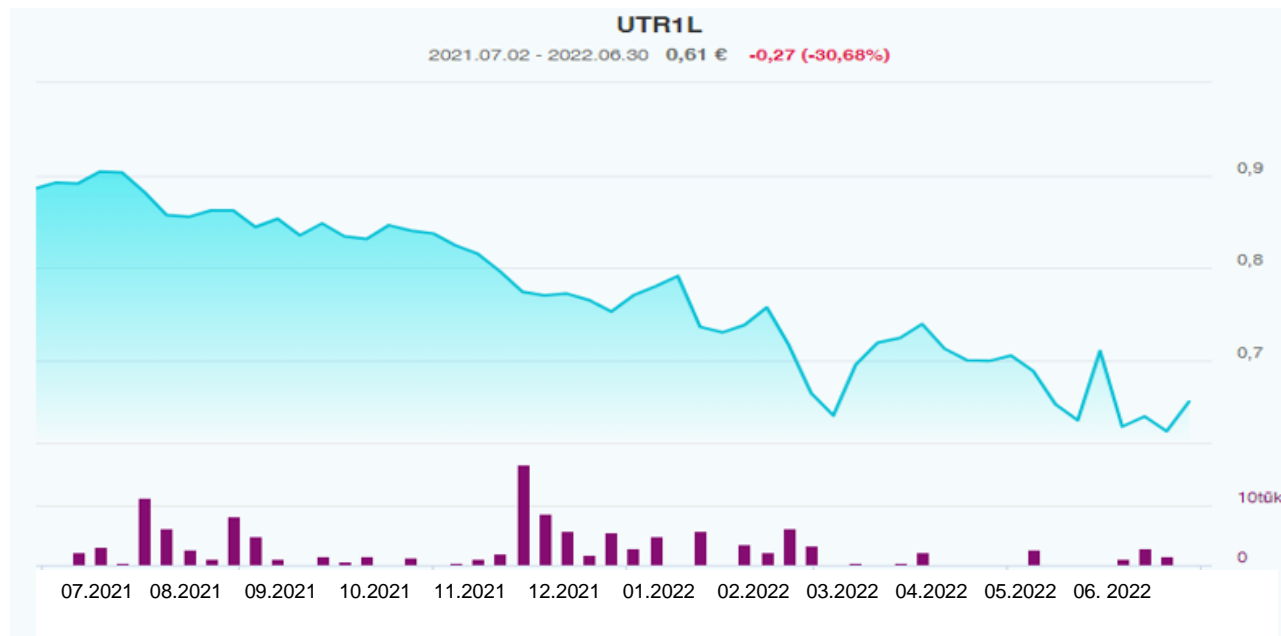
	2022 I H	2021 I H	changes
P/E	(3,51)	(8,02)	4,51
EPS	(0,17)	(0,11)	(0,06)
EV/EBITDA	(5,18)	(16,23)	11,05

**7. Information about trade in the Issuer's securities in regulated markets**

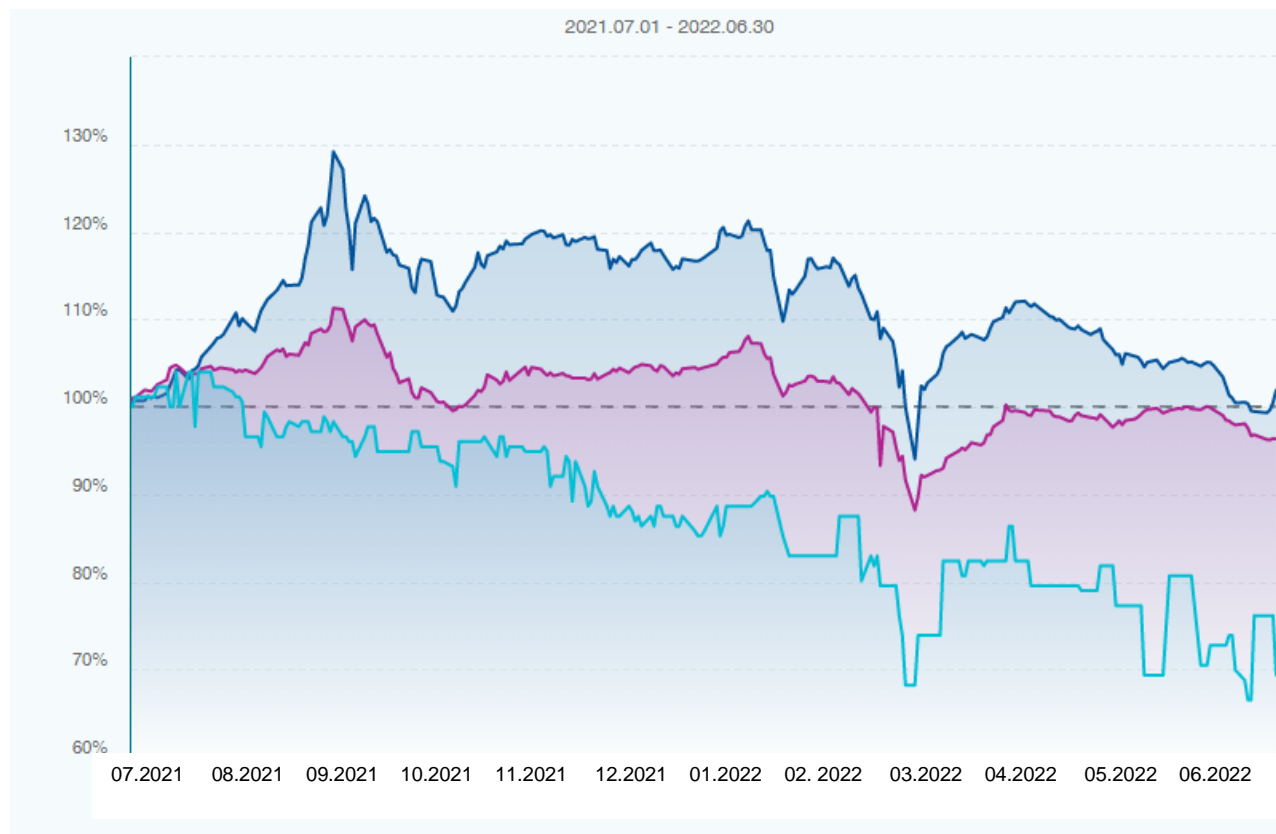
The Company's shares are listed on the additional List of the National Stock Exchange, as well on the Baltic List of the Lithuanian, Latvian and Estonian stock market. 9 503 000 of ordinary registered shares have been registered for public turnover of securities. A nominal value of one share is EUR 0.29.

**8. Information regarding the price of shares and their dynamics**

Utenos Trikotažas AB share price dynamics, during 12 months period from 1 July 2021 to 30 June 2022.



Price ratios	2022 I H	2021 I H
Open price, EUR	0,78	0,94
High price, EUR	0,795	1,04
Low price, EUR	0,51	0,80
Last price, EUR	0,61	0,96
Traded volume	41 118	46 345
Turnover, million EUR	0,03	0,04
Capitalisation, million EUR	5,80	9,12

**Utenos Trikotažas AB, OMX Baltic Benchmark GI and OMX Vilnius Index dynamics during 12 months period to 30 June 2022**


Index/ Equity	2022.06.30	2021.06.30	2022.06.30 /2021.06.30 Change, %
—OMX Baltic Benchmark GI	890,6	924,4	(3,67)
—OMX Vilnius	1 365,37	1 339,95	1,9
—UTR1L	0,61 EUR	0,88 EUR	(30,68)

**9. Dividend policy**

The dividend decision adopted by the General Meeting of Shareholders, based on the proposal of the Board.

**10. References to and additional explanations of data presented in the financial statements**

All first half year of 2022 and 2021 financial data presented in this Annual Report is calculated based on the financial information presented in the Group's financial statements for the first half 2022, prepared in accordance with the International Financial Reporting Standards as adopted by the EU. These financial statements were audited by the auditor assigned under established procedure.



**11. Main features of the Group's internal control and risk management systems related to the preparation of the consolidated financial statements**

The consolidated financial statements of Utenos Trikotažas Group are prepared according to International Financial Reporting Standards (IFRS) as adopted by the EU. The principles of internal control organisation and accounting are consistently applied to all companies of Utenos Trikotažas Group. In preparing the consolidated financial statements all inter-company transactions and balances are eliminated.

Internal controls in Utenos Trikotažas AB includes control procedures over processes related to sales and manufacturing of production, supply, financial reports preparation.

**12. Social responsibility**

Utenos Trikotažas AB in order to implement the development of corporate social responsibility in partnership with business, social and international partners was recertified the international standard of social responsibility.

SA 8000 standard objectives:

- Ensure social welfare of workers and employees;
- Improve social responsibility not only inside the Company, but also encourage subcontractors;
- Demonstrate to the Western partners that Utenos Trikotažas AB managers of all levels treat their workers civilized and the Company had implemented core human rights conventions and directives.

Utenos Trikotažas AB management ensured that wages paid shall be sufficient to meet the basic needs of personnel and to provide some discretionary income.

Social responsibility (SA 8000) standard demands:

- The work for children under 16 years must not be practiced;
- Forced labor, verbal abuse or physical punishment must be avoided; working conditions must be healthy and safe;
- Discrimination based on nationality, race, religion, sex, sexual orientation, membership in organizations or political affiliation, age or disability must be prevented; employing, dismissing or retiring must not become a cause to work successfully, feel happy and needed.
- Equal pay for equal work and same opportunities for learning and promotions for men and women;
- People should work under well-defined working time schedules (work start, work end, lunch break and rest breaks); overtime work or work on rest days or holidays must be provided in the collective agreement or harmonized with workers' representatives – Council of Trade Unions.
- Payment and additions for work done must be clear to employees and all this must be harmonized in the collective agreement or with workers' representatives – Council of Trade Unions.

**13. Information about the Company's own share acquisitions**

No own shares were acquired by Company during the current accounting period.

**14. Significant events subsequent to the end of the previous financial year**

On 29 April 2022, Utenos Trikotažas earned 8.6 million euros in income during the first quarter of this year

On 29 April 2022, Utenos trikotažas AB annual information 2021

On 29 April 2022 Resolutions of the Ordinary General Meeting of Shareholders

On 29 April 2022, Nomeda Kaučikienė becomes the new CEO of Utenos Trikotažas

On 8 April 2022 Notice of the Annual General Meeting of AB Utenos trikotažas Shareholders

On 28 February 2022 Utenos Trikotažas Group earned 30.4 million revenue in 2021

On 23 February 2022, Notice of resignation of a member of the Board

On 23 February 2022, CEO of Utenos Trikotažas to change

On 28 January 2022, Utenos Trikotažas to concentrate investments on its most profitable activities

On 03 January 2022, Reporting dates in 2022

## 15. The Company's operating plans and objectives

In second half of Y2022, sales are expected to increase compared to the first half of the year, but operations in Lithuania and abroad may be affected by the military conflict on the territory of Ukraine, energy resource prices and inflation, and the COVID-19 pandemic. The development and production of new, innovative materials will remain one of the main priorities of the company.

## 16. Structure of the Issuer's authorised share capital

As at 30 June 2022, the Company's authorised share capital was comprised of 9 503 000 ordinary registered shares with a nominal value of EUR 0.29 each.

Utenos Trikotažas AB authorised share capital according to types of shares:

Type of shares	Number of shares	Nominal value (EUR)	Total nominal value (EUR)	Percentage in the authorised share capital (%)
Ordinary registered shares	9 503 000	0.29	2 755 870	100.00

All shares of Utenos Trikotažas AB are fully paid.

All shares of the Company are ordinary registered shares of one class granting equal rights to their holders (shareholders).

An ordinary registered share grants the following property rights to its holder (shareholder):

1. to receive a part of the Company's profit (dividend);
2. to receive a part of assets of the Company in liquidation;
3. to receive shares without payment if the authorised capital is increased out of the Company's funds, except in cases specified in the Law on Companies of the Republic of Lithuania;
4. to have the pre-emption right in acquiring shares or convertible debentures issued by the Company, except in cases when the General Meeting of Shareholders decides to withdraw the pre-emption right in the manner prescribed by the Lithuanian Law on Companies in acquiring the Company's newly issued shares or convertible debentures for all the shareholders;
5. to lend to the Company in the manner prescribed by law; however, when borrowing from its shareholders, the Company may not pledge its assets to the shareholders. When the Company borrows from a shareholder, the interest may not be higher than the average interest rate offered by commercial banks of the locality where the lender has his place of residence or business, which was in effect on the day of conclusion of the loan agreement. In such a case the Company and shareholders shall be prohibited from negotiating a higher interest rate;
6. to transfer all or part of the shares into the ownership of other persons;
7. to force other shareholders to sell their shares to them or to force other shareholders to buy their shares from them in cases and manner prescribed by the Law on the Law on Securities Market;
8. other property rights established by laws.

An ordinary registered share grants the following non-property rights to its holder (shareholder):

1. to attend the General Meetings of Shareholders;
2. to vote at General Meetings of Shareholders according to voting rights carried by their shares; One ordinary registered share carries one vote;
3. to receive information on the Company specified by laws;
4. to file a claim with the court for reparation of damage resulting from nonfeasance or malfeasance by the company manager and Board members of their obligations prescribed by laws or these Articles of Association as well as in other cases laid down by laws;
5. other non-property rights established by laws.

## 17. Restrictions on disposal of securities

There are no restrictions.

## 18. Shareholders

As at 30 June 2022, the total number of shareholders of Utenos Trikotažas AB was 914.

The table below indicates shareholders owning or holding more than 5 per cent of the Issuer's authorised share capital as at 30 June 2022.

Names of shareholders	Company codes	Registration address	Number of ordinary registered shares held	Share in the authorised capital, (%)	Share of votes held, (%)
UAB SBA Grupė	132206739	Upės g. 21, Vilnius, Lithuania	8 772	92.31	92.31
Other shareholders	-	-	731	7.69	7.69

## 19. Shareholders holding special control rights and descriptions of these rights

There are no such shareholders.

## 20. All restrictions regarding voting rights

There are no restrictions.

## 21. All mutual agreements between shareholders of which the Issuer is aware and due to which restrictions on transfer of securities and/or voting rights may be imposed

There are no such agreements.

## 22. Management of the Group companies

Company name	Managers
Utenos Trikotažas AB	Nomeda Kaučikienė
Šatrija AB	Giedrius Grondskis
MTF Mrija PAT	Tatjana Roshchina
Gotija UAB	Renata Varaneckienė
UAB Aboutwear	Renata Varaneckienė

## 23. Management incentives

Management incentives are assigned by the decision of the Board taking into account the objectives met as per Company's Executive Remuneration policy, approved by the General Meeting of Shareholders.

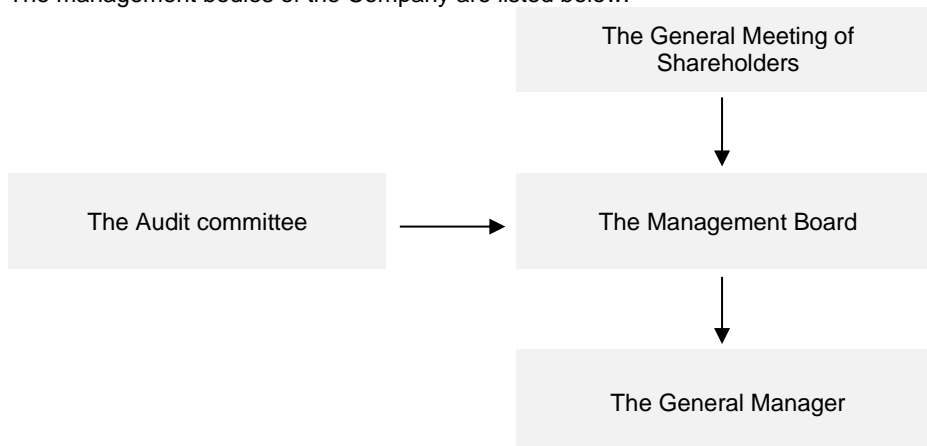
## 24. Amendment procedure of the Issuer's Articles of Association

The Articles of Association of the Company shall be amended by the decision of the General Meeting of Shareholders adopted in the manner prescribed by laws, except in cases specified in the Lithuanian Law on Companies. Following the decision by the General Meeting of Shareholders to amend the Company's Articles of Association, the full text of the amended Articles of Association shall be drawn up and signed by the person authorised by the General Meeting of Shareholders.

On the Company's Articles of Association is equal to EUR 2 755.9 thousand and is divided into 9 503 000 ordinary registered shares with a nominal value of EUR 0.29 each.

## 25. Issuer's management bodies

The management bodies of the Company are listed below:



The Articles of Association of Utenos Trikotažas AB stipulate that the Company shall have the following bodies: the General Meeting of Shareholders, the Board and the General Manager. The Supervisory Board shall not be set up at the Company.

**The Company's Board** shall be granted all powers stipulated in the Company's Articles of Association including powers assigned to it by laws. The Board shall deal with deliberation of collegial issues and decision making.

The Board shall deliberate and approve the Company's operating strategy, management structure and job descriptions of employees. The Board shall elect and remove from office the Company Manager, fix his salary and set other terms of the employment contract. The Board shall specify information classified as the Company's commercial secret. The Board shall analyse and assess the Company's draft annual and consolidated financial statements and proposed profit (loss) appropriation and shall submit them to the General Meeting of Shareholders. The Board shall pass other decisions assigned within its powers by legal acts, by the Company's Articles of Association and by the decisions of the General Meeting of Shareholders. The Board shall have a responsibility of convening and arranging the General Meetings of Shareholders in due time. The Board of Utenos Trikotažas AB shall be composed of 6 members elected for the period of 4 years.

**The Audit committee** consists of 2 (two) independent members. The Audit committee members by the submission of the Board are being appointed and withdrawn by the General Meeting of Shareholders. The members of the Committee are elected for the term of 4 (four) years.

### Šarūnas Radavičius (born in 1968)

Independent member of the audit committee of Utenos Trikotažas AB since 30 November 2021 elected for the period of 4 years.

Education:

- Vilnius University, Accounting and control (1993), certified auditor of Lithuania;

Workplace:

- Director of Saluma, MB;

Participation in the management of other companies:

- Founder of Saluma, MB;
- Independent member of the audit committee of AKROPOLIS GROUP, UAB;
- 

### Inga Kuktienė (born in 1980)

Independent member of the audit committee of Utenos Trikotažas AB since 30 November 2021 elected for the period of 4 years.

Education:

- Vilnius University (Master's degree), Service Management, and Stockholm University, Bachelor's degree in Economics and Management, certified auditor of Lithuania and risk management specialist;

Workplace:

- Head of risk management department of SME Bank, UAB;

Participation in the management of other companies:

- Member of the Board of SME Bank, UAB;
- Independent member of the audit committee of Lietuvos oro uostai, VĮ.

## The Duties of the Audit Committee:

1. To observe the process of preparation of the Company's financial reports;
2. To review the systems of internal control, risk management and internal audit, if it exists in the Company;
3. To observe the process of external audit;
4. To observe how the external auditor or audit company follows the principles of independence and objectivity;
5. To provide the Board of the Company with written recommendations regarding the selection, appointment and recall of an external audit company.
6. To immediately inform the Managing Director of the company about information provided by the audit company to audit committee about audit related problematic issues especially when significant control defects related to financial statements occur.

## Audit committee rights:

- To get complete information and (or) documents (their copies) needed for the audit committee to perform their duties. On the audit committee request Administration of the Company must provide the information and (or) documents (their copies) to the Audit committee per 3 working days.
- To get complete information on details of accounting, financial and other operations of the company. On the audit committee request Administration of the Company as well as on its own initiative must inform the audit committee of the methods used to account for significant and (or) unusual transactions where the accounting treatment may be open to different approaches. In such case a special consideration should be given to company's operations in off shores and (or) activities carried out through special purpose vehicles (organizations), for the purpose to clarify the justification of such operations.

Audit committee members may be remunerated for their operations. Remunerations and the payment terms are determined by the submission of the board by the General shareholders meeting.

**26. Members of the collegial bodies, the Company Manager, the Finance Manager**

As at 30 June 2022:

Position	Name, surname	Number of the Issuer's shares held	Beginning of the term of office	End of the term of office
<b>Board</b>				
Chairman of the Board	Dovilė Tamoševičienė	-	2021.04.28	2025.04.28
Member of the Board	Nerijus Kalinauskas	-	2021.11.30	2025.04.28
Independent member of the Board	Artūras Užgalis	-	2021.04.28	2025.04.28
Independent member of the Board	Nortautas Luopas	-	2021.04.28	2025.04.28
Member of the Board	Jelena Grišina	-	2022.04.29	2025.04.28
<b>Head of Administration and the Chief Financial Officer</b>				
General Manager	Nomeda Kaučikienė	-	2022.05.03	-
Finance Director	Živilė Jonaitytė	-	2020.03.02	-
<b>The Audit committee</b>				
The independent auditor	Šarūnas Radavičius	-	2021.11.30	2025.11.30
The independent auditor	Inga Kuktienė	-	2021.11.30	2025.11.30

**Information about board members:****Dovilė Tamoševičienė (b. 1978)**

## Education:

- Vilnius University Master's degree in Economics

## Working place:

- Business Control Director SBA Group, UAB

## Participation in the management of other companies:

- Kauno baldai, AB the board member
- Šatrija AB, chairman of the board
- SBA Competence and Service Center UAB the board member
- Robotex UAB chairman of the board
- Klaipėdos Baldai, AB supervisory board member
- Šilutės baldai, AB supervisory board member
- SBA Modular, UAB director
- SBA Modular, UAB the board member

**Jelena Grišina (b. 1979)**

## Education:

Vilnius University Master's degree in Finance

Klaipėda University Bachelor's degree in Maritime Economics

## Working place:

- Director of Organizational Development, SBA Grupė, UAB.

## Participation in the management of other companies:

- UAB "SBA Competence and Service Center", member of the board

**Nerijus Kalinauskas (b. 1978)**

Position: Head of Strategic Marketing, SBA Grupė

## Education:

Lithuanian Academy of Music and Theatre, Master's degree in Film Management (2012).

**Artūras Užgalis (b. 1989)**

## Education

- Mykolas Romeris University, specialty: Leadership and Change Management, degree: Master
- Kaunas University of Technology, specialty: Food Technology and Engineering, bachelor's degree

## Workplace:

- UAB Dealia, Director

**Nortautas Luopas (b. 1979)**

## Education

- Executive MBA, Baltic management institute
- Klaipėda University, Bachelor of Applied Mathematics and IT

During the first half 2022, no loans, guarantees, sponsorships were issued and no assets were disposed to members of the Company's Board and Administration

**27. Information about significant agreements**

The Company has concluded no significant agreements in which the Company is a party to and which would come into effect, change or terminate as a result of the change in the control of the Company.

**28. Information about the compliance with the Governance Code**

Utenos Trikotažas AB confirms its substantial compliance with the principles of the Governance Code approved by the Vilnius Stock Exchange for the companies listed on the regulated market.

## 29. Data on publicly announced information

The Company announces information on significant events (as well as other information required by laws) through the system of information disclosure and communication Globe Newswire. Publicly announced information is also available on the Company's website at [www.ut.lt](http://www.ut.lt) and on the website of the Vilnius Stock Exchange at [www.baltic.omxgroup.com](http://www.baltic.omxgroup.com).

## 30. Company's auditor

General Meeting of Shareholders Elect KPMG Baltics, UAB (identification code 111494971, the registered address: Lvovo st. 101, Vilnius) to be the auditor of AB Utenos trikotažas for the audit of the set of financial statements for the years 2021 – 2023 (with a possibility to extend a contract for the year 2024). An annual salary of EUR 33,300 (Thirty-three thousand three hundred euros) plus VAT has been determined for the provision of audit services.

## 31. General information on the Group of companies

### 31.1. Companies that constitute the Group, their contact data and principle activities

Company name	<b>Šatrija AB</b>
Legal form	Public company
Date and place of incorporation	1955 m. Šatrijos g. 3, 4400 Raseiniai
Company code	172285032
Address	Šatrijos g. 3, 4400 Raseiniai
Telephone	8 (428) 70611
Fax	8 (428) 70611
E-mail	<a href="mailto:raseiniai@satrija.lt">raseiniai@satrija.lt</a>
Website	<a href="http://www.satrija.lt">www.satrija.lt</a>
Principal activities	Sewing of clothes
Company name	<b>Mukačevska Trikotažnaja Fabrika Mrija PAT</b>
Legal form	Open public company
Date and place of incorporation	1971 m. Tomas Masarik str.13, 89600 Mukačevo, Ukraine
Company code	307253
Address	Tomas Masarik str. 13, 89600 Mukačevo, Ukraine
Telephone	+ 380 (3131) 52780
Fax	+380 (3131) 52780
E-mail	<a href="mailto:mriya@mrija.ut.lt">mriya@mrija.ut.lt</a>
Website	<a href="http://www.mriyamukachevo.com">www.mriyamukachevo.com</a>
Principal activities	Production of knit-wear articles
Company name	<b>Gotija UAB</b>
Legal form	Private company
Date and place of incorporation	1994 m. Laisvės al. 33, Kaunas
Company code	134181619
Address	Laisvės al. 33, Kaunas
Telephone	8 (37) 205879
Fax	8 (37) 205879
E-mail	<a href="mailto:gotija@ut.lt">gotija@ut.lt</a>
Website	None
Principal activities	Retail trade in clothes
Company name	<b>Aboutwear UAB</b>
Legal form	Private company
Date and place of incorporation	2021 m. Laisvės pr. 3 Vilnius
Company code	305758870
Address	Laisvės pr. 3 Vilnius
Telephone	+ 370 (610) 25063
Website	None
Principal activities	Wholesale and retail trade

**31.2. Trade in securities of the Group companies in regulated markets**

Subsidiaries Šatrija AB, PAT MTF Mrija, Gotija UAB and Aboutwear UAB do not trade in securities in regulated markets.

**32. Information on harmful transactions in which the issuer is a party.**

There were no harmful transactions (those that are not in line with issuer's goals, not under usual market terms, harmful to the shareholders' or stakeholders' interests, etc.) made in the name of the issuer that had or potentially could have negative effects in the future on the issuer's activities or business results. There were also no transactions where a conflict of interest was present between issuer's management's, controlling shareholders' or other related parties' obligations to the issuer and their private interests.

General Manager Nomėda Kaučikienė

29 July 2022