

RESPONSIBLE PERSONS CONFIRMATION

25.10.2019

Following Article 24 of the Law on Securities of the Republic of Lithuania and the Rules on Preparation and Submission of Periodic and Additional Information of the Bank of Lithuania, we, Jonas Krutinis, General manager of Vilniaus baldai, AB, and Edgaras Kabečius, Chief Financial Officer of Vilniaus baldai, AB, hereby confirm that, to the best of our knowledge, the not audited VILNIAUS BALDAI, AB Interim Consolidated Financial Statements for the twelve months of FY2019 ended 31 August 2019, prepared in accordance with the International Financial Reporting Standards as adopted by the European Union, give a true and fair view of the assets, liabilities, financial position, profit and cash flows of VILNIAUS BALDAI, AB and the Group of undertakings

APPENDIX:

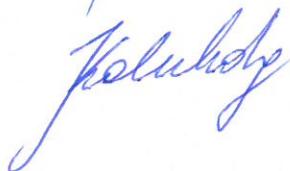
1. Interim Condensed Consolidated Financial Statement for the twelve months of FY2019 ended August 31, 2019.

General manager



Jonas Krutinis

Chief Financial Officer



Edgaras Kabečius



**VILNIAUS
BALDAI**

ANNO 1883

*... Better
Faster
Stronger ...*

VILNIAUS BALDAI AB

INTERIM CONDENSED
CONSOLIDATED FINANCIAL
STATEMENT FOR
THE TWELVE MONTHS
OF FY2019 ENDED
AUGUST 31, 2019

(all amounts are in EUR thousand unless otherwise stated)

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(all amounts are in EUR thousand unless otherwise stated)

COMPANY INFORMATION

1. Reporting period covered by this Financial Statement

The Financial Statements for the six months of the financial year (FY) 2019 ended August 31, 2019.

2. Main data about the issuer

Name of the issuer	Joint stock company (AB) VILNIAUS BALDAI
Code	121922783
LEI code	529900MJDB8L13ZF6G26
Authorized capital	4 508 069.72 EUR
Office address	Savanoriu Ave. 178B, LT - 03154 Vilnius
Telephone	(+370~5) 252 57 00
Fax	(+370~5) 231 11 30
E-mail	info@vilniausbaldai.lt
Website	www.vilniausbaldai.lt
Legal form	Joint stock company
Registration date and place	9 February 1993, Vilnius City Board
Register, where all the information about the Company is collected and stored	Register of legal entities
Type of activity	Design, production and sales of the furniture

Information about the subsidiary company of the issuer one

Name of the issuer	Limited liability company (UAB) ARI-LUX
Code	120989619
Authorized capital	2 896 EUR
Share of (AB) Vilniaus Baldai in the company	100 %
Office address	Savanoriu Ave. 178B, LT - 03154 Vilnius
Telephone	(+370~5) 252 57 44
Fax	(+370~5) 252 57 44
E-mail	aleksas.rimkus@ari-lux.lt
Website	-
Legal form	Limited liability company
Registration date and place	28 October 1991, Vilnius City Board
Register, where all the information about the Company is collected and stored	Register of legal entities
Type of activity	Packaging

Name of the issuer	Joint stock company (AB) TRENDUVA
Code	304438643
Authorized capital	2 500 EUR
Share of (AB) Vilniaus Baldai in the company	100 %
Office address	T. Narbuto str. 5, LT - 08101 Vilnius
Telephone	(+370~5) 252 57 00
Fax	(+370~5) 231 11 30
E-mail	info@vilniausbaldai.lt
Website	-
Legal form	Limited liability company

(all amounts are in EUR thousand unless otherwise stated)

Registration date and place	23 December 2016, Vilnius City Board
Register, where all the information about the Company is collected and stored	Register of legal entities
Type of activity	Real estate operations

3. Information about where to access the Financial Statement and the underlying documents, name of the designated mass media for announcements

The Financial Statement and underlying supporting documents can be accessed at the Company's headquarters at Savanoriu Ave. 178B, Vilnius. Designated mass media for VILNIAUS BALDAI AB announcements: NASDAQ Vilnius AB, Central Storage Facility – information database.

4. Board

Chairman of the Board: Vytautas Bucas,
Members of the Board: Dalius Kaziunas,
Vaidas Savukynas.

5. Persons responsible for the accuracy of the information in the Financial Statement

Members of the managing bodies, employees and the Head of the Administration of the issuer are responsible for the accuracy of the information:

Jonas Krutinis, General manager, tel. (+370~5) 252 57 00

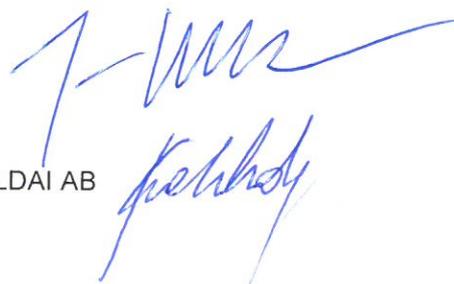
Edgaras Kabečius, Chief Financial Officer, tel. (+370~5) 252 57 00.

6. Declaration by the members of the issuer's managing bodies, employees, the Head of the Administration and the issuer's consultants that the information contained in the Financial Statement is in accordance with the facts and that the Financial Statement makes no omission likely to have an effect on the investors' decision concerning purchase, sale or valuation of the issuer's securities or on the market price of these securities

VILNIAUS BALDAI AB, represented by Jonas Krutinis, General manager, and Edgaras Kabečius, Chief Financial Officer, hereby confirm that the information contained in the Financial Statement is in accordance with the facts and that the Financial Statement makes no omission likely to have an effect on the investors' decision concerning purchase, sale or valuation of the issuer's securities or on the market price of these securities.

Jonas Krutinis, General manager of VILNIAUS BALDAI AB

Edgaras Kabečius, Chief Financial Officer of VILNIAUS BALDAI AB



Date of signing the Report – 25 October 2019.

(all amounts are in EUR thousand unless otherwise stated)

**INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENT FOR THE TWELVE MONTHS
OF FY2019 ENDED AUGUST 31, 2019**

The auditors reviewed the Financial Statement of 31.08.2018, while the Statements as of 31.08.2019 and 31.08.2018 are unaudited.

1. STATEMENT OF FINANCIAL POSITION

	31.08.2019	31.08.2018
Assets		
Non - current assets		
Non - current tangible assets	44 726	20 629
Intangible assets	19	42
Deferred income tax asset	88	115
Total non - current assets	44 833	20 786
Current assets		
Inventories	8 194	7 134
Trade debtors	6 194	6 457
Current income tax prepayment	435	-
Loans granted		-
Other accounts receivable	1 180	1 528
Cash and cash equivalents	1 612	843
Total current assets	17 615	15 962
Total assets	62 448	36 748
Shareholders' equity and liabilities		
Capital and reserves		
Share capital	4 508	4 508
Legal reserve	451	451
Retained earnings	13 950	10 892
Total capital and reserves	18 909	15 851
Non - current liabilities		
Grants and subsidies	48	52
Total grants and subsidies	48	52
Provision for employee benefits	888	815
Loans and other interest bearing payables	17 376	7 873
Total non - current liabilities	18 264	8 688
Current liabilities		
Loans and other interest bearing payables		966
Debts to suppliers	14 179	8 064
Current income tax payable		-
Other liabilities	11 048	3 127
Total current liabilities	25 227	12 157
Total liabilities	43 491	20 897
Total equity and liabilities	62 448	36 748

(all amounts are in EUR thousand unless otherwise stated)

2. STATEMENT OF COMPREHENSIVE INCOME

	FY2019 I-IV quarter ended August 31	FY2019 IV quarter ended August 31	FY2018 I-IV quarter ended August 31	FY2018 IV quarter ended August 31
Revenue	78 821	18 804	69 322	19 693
Cost of sales	(72 257)	(17 041)	(62 875)	(18 464)
Gross profit	6 564	1 763	6 447	1 229
Distribution costs	(1 301)	(287)	(1 287)	(325)
Administrative costs	(3 497)	(888)	(2 852)	(774)
Other operating income, net	2 032	1 712	337	116
Profit from operating activities	3 798	2 300	2 645	245
Financial income			24	15
Financial costs	(384)	(262)	(85)	(13)
Financial income, net	(384)	(262)	(61)	2
Profit before taxes	3 414	2 038	2 584	247
Income tax	(25)	205	(321)	35
Profit (Loss) for the period	3 389	2 243	2 263	283
Other comprehensive income	(20)	(20)	(9)	-
Total comprehensive income for the period	3 369	2 223	2 254	283
Attributable to Owners of the Company:				
Profit (Loss)	3 389	2 243	2 263	283
Other comprehensive income	(20)	(20)	(9)	-
Total comprehensive income	3 369	2 223	2 254	283
Earnings per share (in EUR)	0,87	0,57	0,58	0,07

(all amounts are in EUR thousand unless otherwise stated)

3. STATEMENT OF CHANGES IN EQUITY

	Share capital	Legal reserve	Obligatory reserve	Accrued earnings	Total
Balance as of 31 August 2017	4 508	451	-	9 687	14 646
Net profit	-	-	-	2 263	2 263
Other comprehensive income	-	-	-	(9)	(9)
Total comprehensive income	-	-	-	2 254	2 254
Dividends	-	-	-	(1 049)	(1 049)
Balance as of 31 August 2018	4 508	451	-	10 892	15 851
Net profit	-	-	-	3 389	3 389
Other comprehensive income	-	-	-	(20)	(20)
Total comprehensive income	-	-	-	3 369	3 369
Legal reserve accrual	-	-	-	-	-
Dividends	-	-	-	(311)	(311)
Balance as of 31 August 2019	4 508	451	-	13 950	18 909

(all amounts are in EUR thousand unless otherwise stated)

4. STATEMENT OF CASH FLOWS

	31.08.2019	31.08.2018
Net profit (loss)	3 389	2 584
Adjustments:		
Depreciation and amortization	1 709	1 616
Result on disposal, writing off, etc. of non-current	(1 648)	54
Changes in provisions	73	107
Interest (income) expenses	340	28
Deferred income tax (income) expenses	25	11
Income tax expenses	1	321
Other expenses (income)	(283)	(368)
Cash flows from ordinary activities before changes	3 606	4 353
Changes in trade receivables and other amounts	(48)	(1 850)
Changes in inventories	(1 060)	(641)
Changes in debts to suppliers and other liabilities	11 434	2 691
Income tax paid	-	-
Cash flows from operating activities	13 932	4 553
(Acquisition) of tangible non-current assets	(26 350)	(8 891)
Sale / writing of non-current tangible assets	2 265	-
Transfer (to) from time deposits	-	19
Grants received	-	-
Cash flows from investing activities	(24 085)	(8 872)
Loans (granted) / repaid	-	7 685
Loans received / (repaid)	11 537	(2 156)
Interest (paid) / received	(301)	(54)
Dividends (paid)	(314)	(1 045)
Cash flows from financing activities, net	10 922	4 430
Cash flows from operating, investing and financing	(13 163)	(111)
Cash and cash equivalents as of 1 September	843	954
Cash and cash equivalents as of 31 August	1 612	843

These financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS), as adopted by the European Union (hereinafter the EU). The financial statements have been prepared based on acquisition cost principle.

(all amounts are in EUR thousand unless otherwise stated)

5. FINANCIAL RESULTS OF ACTIVITIES

The Group Revenue during the twelve months of FY2019 stood at 78 821 thousand EUR, while during the same period of FY2018 revenue was 69 322 thousand EUR.

Net profit of the Group during the twelve months was 3 389 thousand EUR, up from 2 263 thousand EUR at the same period last year.

EBITDA constituted 5 463 thousand EUR, while year ago it stood at 4 242 thousand EUR.

The Group Revenue during the fourth quarter of FY2019 stood at 18 804 thousand EUR, while during at the same period of FY2018 revenue was 19 693 thousand EUR.

Net profit of the Group during the fourth quarter was 2 243 thousand EUR, up from 283 thousand EUR at the same period last year.

EBITDA constituted 2 736 thousand EUR, while year ago it stood at 719 thousand EUR.

VILNIAUS BALDAI AB sold real estate located at Šaltupio str. 9B in Vilnius to the subsidiary of Invalda Privatus Kapitalas AB on May 31, 2019, profit of this deal was 1 642 thousand EUR.

AB „VILNIAUS BALDAI“

Savanoriu ave. 178B
LT-03154 Vilnius, LITHUANIA
Tel. (+370 5) 25 25 700
Fax (+370 5) 23 11 130
E-mail info@vilniausbaldai.lt

Jonas Krutinis

General Manager
Tel. (+370 5) 25 25 700
Fax (+370 5) 23 11 130
E-mail jonas.krutinis@vilniausbaldai.lt

Edgaras Kabečius

Chief Financial Officer
Tel. (+370 5) 25 25 700
Fax (+370 5) 23 11 130
E-mail edgaras.kabecius@vilniausbaldai.lt

www.vilniausbaldai.lt