



UTENOS TRIKOTAŽAS, AB

CONSOLIDATED AND COMPANY'S INTERIM FINANCIAL STATEMENTS
for the 3 months period ended 31 March 2019
(UNAUDITED)

INFORMATION ABOUT COMPANY

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 st December 1994; reregistered with the Ministry of Economy of the Republic of Lithuania on 18 st 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	utenos.trikotazas@ut.lt
Website	www.ut.lt
Main activities	production of knit-wear and textile articles
Auditors	ERNST&YOUNG BALTIC UAB

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REVIEW OF ACTIVITY OF THE GROUP COMPANIES

In the first quarter of 2019, Utenos trikotažas AB group of companies (hereinafter „the Group“) sold products and provided services for EUR 7.7 million, which is by 3.4 per cent less than in the previous year when the Group's sales accounted for EUR 8.0 million. The Group exported 79.5 per cent of products.

During the first three months of 2019, the company Utenos trikotažas sold products and provided services for EUR 6.7 million. The sales volume, compared with the first quarter of 2018, decreased by EUR 0.367 million, or 5.2 per cent. The company's export sales reached 83.2 per cent.

The sales of the largest segment – on-demand knitwear –dropped by 7.1 per cent and reached EUR 5.9 million, private brands UTENOS and ABOUT dropped by 11.9 per cent and reached EUR 0.9 million, whereas the sales of functional-technical garments produced by its subsidiary Šatrija grew by 9.7 per cent.

In the first three months of 2019, the Group earned a pre-tax profit of EUR 58 thousand, compared with a profit of EUR 479 thousand in the first quarter of 2018. During the same period, the company Utenos trikotažas earned a pre-tax profit of EUR 22 thousand, whereas it recorded a profit of EUR 350 thousand a year ago.

The Group's EBITDA amounted to EUR 272 thousand, which is less by 58.6 per cent than in the respective period of 2018. The Company's EBITDA reached EUR 191 thousand, which is less of 63.2 per cent, compared with the first quarter of 2018, when the company's EBITDA accounted for EUR 517 thousand.

Key performance indicators of the Group

Trade

Revenue (EUR '000)	Group			Company		
	2019 I Q	2018 I Q	Change %	2019 I Q	2018 I Q	Change %
Products manufactured on demand of other clients	5 866	6 315	(7.1)	5 866	6 315	(7.1)
Own brands (ABOUT, UTENOS)	908	812	11.9	871	789	10.4
Services of functional-technical garments manufacture	952	868	9.7	-	-	-
	7 726	7 995	(3.4)	6 737	7 104	(5.2)

Sales by regions

Revenue (EUR '000)	Group			Company		
	2019 I Q	2018 I Q	Change %	2019 I Q	2018 I Q	Change %
Export	6 145	6 610	(7.0)	5 605	6 192	(9.5)
DACH (Germany, Austria, Switzerland)	4 412	3 947	11.8	4 089	3 789	7.9
Scandinavia (Sweden, Norway, Denmark, Finland)	1 309	1 836	(28.7)	1 293	1 767	(26.8)
Other regions	424	827	(48.8)	223	636	(64.9)
Domestic	1 581	1 385	14.2	1 132	912	24.1
	7 726	7 995	(3.4)	6 737	7 104	(5.2)

Operating figures

	Group			Company		
	2019 I Q	2018 I Q	Change %	2019 I Q	2018 I Q	Change %
Manufactured items units	692	887	(22.0)	658	854	(22.9)
Average number of employees	1 128	1 061	6.3	778	714	9.0

Financial ratios

	Group			Company		
	2019 I Q	2018 I Q	Change	2019 I Q	2018 I Q	Change
Revenue (EUR'000)	7 726	7 995	(3.4)%	6 737	7 104	(5,2)%
Operating profit (loss) (EUR'000)	55	456	(88.0)%	39	362	(89,2)%
Operating profit (loss) margin (%)	0,7%	5,7%	(5.0) p.p	0,6%	5,1%	(4,5) p.p
EBITDA (EUR'000)	272	658	(58.6)%	191	517	(63,2)%
EBITDA margin (%)	3,5%	8,2%	(4.7) p.p	2,8%	7,3%	(4,4) p.p
Profit (loss) before tax (EUR'000)	58	479	(88.0)%	22	350	(93,7)%
Profit (loss) before tax, margin (%)	0,7%	6,0%	(5.3) p.p	0%	4,9%	(4,6) p.p
Net profit (loss) for the year (EUR'000)	63	482	(87.0)%	24	352	(93,2) %
Net profit (loss) for the year margin (%)	0,8%	6,0%	(5.2) p.p	0,4%	5,0%	(4,6) p.p
Number of shares, (thousand)	9 503	9 503	-	9 503	9 503	-

Relative ratios

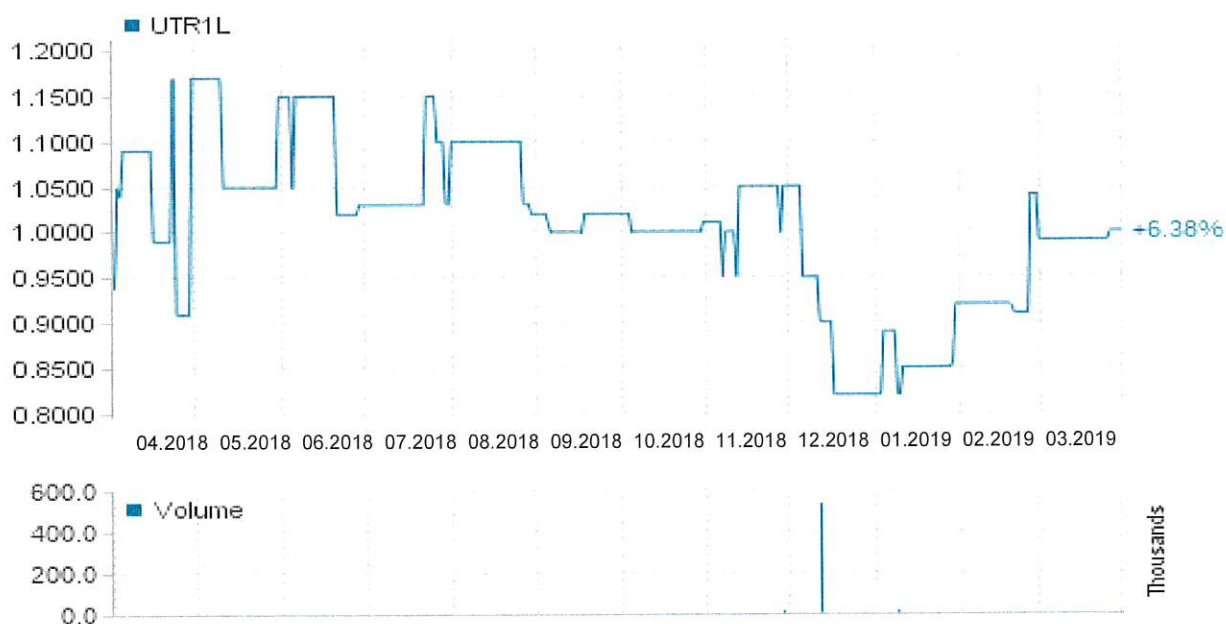
	Group			Company		
	2019 I Q	2018 I Q	Change p.p	2019 I Q	2018 I Q	Change p.p.
Return on capital employed (%)	26,2%	19,0%	7.2	8,8%	90,2%	(81.4)
Return on assets (%)	3,1%	3,0%	0.1	1,2%	14,1%	(12.9)
Return on shareholders' equity (%)	6,5%	6,6%	(0.1)	2,6%	30,9%	(28.3)
Debt ratio (%)	51,4%	54,4%	(3.0)	55,1%	54,3%	0.8
Debt-to-equity ratio (%)	105,6%	119,2%	(13.6)	122,8%	118,8%	4.0
Liquidity ratio (%)	120,5%	154,0%	(33.5)	118,1%	156,2%	(38.1)
Equity to assets ratio (%)	48,6%	45,6%	3.0	44,9%	45,7%	(0.8)

Ratios related with the share price

	2019 I Q	2018 I Q	Change p.p.
P/E	14.97	18.63	(3.69)
EPS	0.07	0.05	0.02
EV/EBITDA	8.43	7.80	0.63

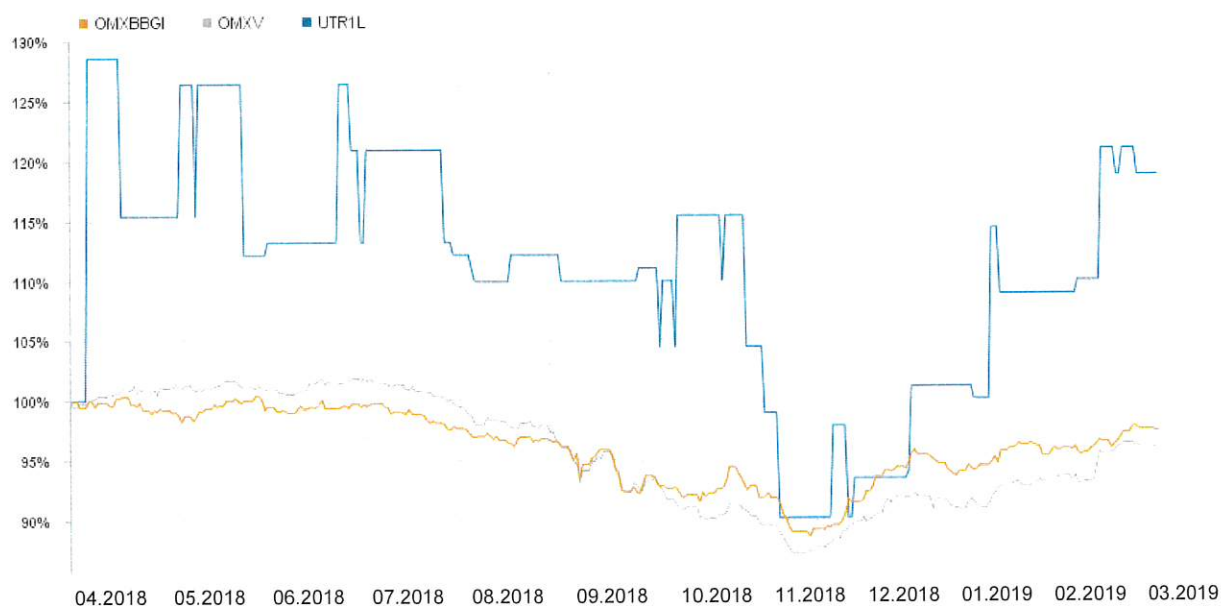
Information regarding the price of shares and their dynamics

Utenos Trikotažas AB share price during 12 months period from 1 April 2018 to 31 March 2019:



Price ratios

	2019 I Q	2018 I Q
Open price, EUR	0.820	0.950
High price, EUR	1.10	1.250
Low price, EUR	0.810	0.900
Last price, EUR	1.080	0.990
Traded volume	36 308	35 187
Turnover, million EUR	0.040	0.030
Capitalisation, million EUR	10.260	9.410

Utenos Trikotažas AB, OMX Baltic Benchmark GI and OMX Vilnius Index dynamics, during 12 months period from 1 April 2018 to 31 March 2019


Index/ Equity	2019.03.31	2018.03.31	2019.03.31/2018.03. change, %
—OMX Baltic Benchmark GI	935.79	984.48	(4.95) ↓
—OMX Vilnius	655.28	702.25	(6.69) ↓
—UTR1L	1.000 EUR	0.940 EUR	6.38 ↑

BALANCE SHEET

		Group		Company	
	Notes	2019.03.31	2018.12.31	2019.03.31	2018.12.31
ASSETS					
Non-current assets					
Intangible assets	7	643	655	238	249
Property, plant and equipment	8	9 661	9 661	6 146	6 130
Investment property		89	90	89	90
Investments into subsidiaries		-	-	1 550	1 550
Receivables from subsidiaries		-	-	1 804	1 788
Deferred income tax asset		105	104	-	-
		10 498	10 510	9 827	9 807
Current assets					
Inventories	9	6 333	5 827	6 138	5 678
Trade receivables	10	4 799	4 835	4 216	4 409
Other current assets		235	339	228	277
Current financial assets		-	-	-	-
Cash and cash equivalents	11	1 083	703	511	120
		12 450	11 704	11 093	10 484
Total assets		22 948	22 214	20 920	20 291
EQUITY AND LIABILITIES					
Equity attributable to the shareholders of the Company					
Share capital		2 756	2 756	2 756	2 756
Revaluation surplus	12	574	574	574	574
Legal reserve	12	4 310	4 340	2 294	2 303
Reserve for acquisition of own shares	12	90	90	-	-
Foreign currency translation reserve	12	852	936	-	-
Cash flow hedge reserve	12	-	(4)	-	(4)
Accumulated retained earnings/ (losses)	12	2 258	2 150	3 764	3 731
		10 840	10 842	9 388	9 360
Non-controlling interest		323	319	-	-
Total equity		11 163	11 161	9 388	9 360
LIABILITIES					
Non-current liabilities					
Borrowings	13	379	379	379	379
Borrowings from subsidiaries	13	-	-	1 200	1 200
Deferred income tax liabilities		832	822	373	374
Provisions for employee benefits		240	240	188	188
		1 451	1 441	2 140	2 141
Current liabilities					
Current portion of non-current borrowings	13	2 715	2 871	2 715	2 871
Current portion of derivative financial instruments	13	1 600	1 239	1 600	1 240
Current portion of derivative financial instruments		9	13	9	13
Trade payables		2 760	2 577	2 721	2 498
Payables to other related parties and subsidiaries		62	36	73	57
Income tax payable		-	4	-	-
Accrued expenses and other current liabilities	14	3 188	2 872	2 274	2 111
		10 334	9 612	9 392	8 790
Total current liabilities		11 785	11 053	11 532	10 931
Total liabilities		22 948	22 214	20 920	20 291
Total equity and liabilities		22 948	22 214	20 920	20 291

STATEMENT OF COMPREHENSIVE INCOME

	Notes	Group January-March		Company January-March	
		2019	2018	2019	2018
Sales	6,15	7 726	7 995	6 737	7 104
Cost of sales	16	(6 429)	(6 332)	(5 652)	(5 701)
Gross profit		1 297	1 663	1 085	1 403
Selling expenses	17	(568)	(511)	(537)	(481)
General and administrative expenses	17	(697)	(719)	(513)	(567)
Other operating income	18	31	28	10	8
Other operating expenses	18	(8)	(5)	(6)	(1)
Operating profit (losses)		55	456	39	362
Finance income	19	61	137	20	21
Finance costs	19	(58)	(114)	(37)	(33)
Profit (losses) before tax		58	479	22	350
Income tax		5	3	2	2
Net profit (losses)		63	482	24	352
Net profit (losses) attributable to:					
Equity shareholders of the Company	20	53	475	-	-
Non-controlling interest		10	7	-	-
		63	482	-	-
Other comprehensive income to be reclassified to profit or loss in subsequent periods					
Foreign currency translation gain (loss)		(84)	(36)	-	-
Net other comprehensive income to be reclassified to profit or loss in subsequent periods		(84)	(36)	-	-
Other comprehensive income (loss) not to be reclassified to profit or loss in subsequent periods					
Other comprehensive income (loss)		23	5	-	-
Net other comprehensive income (loss) not to be reclassified to profit or loss in subsequent periods		23	5	-	-
Other comprehensive income (loss)		2	(31)	-	-
Total comprehensive income (loss) for the period		2	451	24	352
Basic/dilutive earnings per share	20	0.01	0.05	-	-

STATEMENTS OF CHANGES IN EQUITY

Group

	Share capital	Foreign currency translation reserve	Reserve for acquisition of own shares	Other reserve	Legal reserve	Revaluation surplus	Accumulated retained earnings/ (losses)	Total	Non-controlling interest	Total equity
Balance as of 31 March 2018	2 756	106	90	(21)	574	3 091	1 023	7 619	268	7 887
Net profit (loss) for the year	-	-	-	-	-	-	998	998	27	1 025
Other comprehensive income	-	830	-	17	-	1 304	74	2 225	24	2 249
Total comprehensive income (loss)	-	830	-	17	-	1 304	1 072	3 223	51	3 274
Transfer of revaluation surplus to retained earnings	-	-	-	-	-	(55)	55	-	-	-
Balance as of 31 December 2018	2 756	936	90	(4)	574	4 340	2 150	10 842	319	11 161
Net profit (loss) for the year	-	-	-	-	-	-	53	53	10	63
Other comprehensive income	-	(84)	-	4	-	-	25	(55)	(6)	(61)
Total comprehensive income (loss)	-	(84)	-	4	-	-	78	(2)	4	2
Transfer of revaluation surplus to retained earnings	-	-	-	-	-	(30)	30	-	-	-
Balance as of 31 March 2019	2 756	852	90	-	574	4 310	2 258	10 840	323	11 163

Company

	Share capital	Legal reserve	Revaluation surplus	Other reserve	Accumulated retained earnings/ (losses)	Total
Balance as of 31 March 2018	2 756	574	1 700	(21)	3 033	8 042
Net profit (loss) for the year	-	-	-	-	586	586
Other comprehensive income (loss)	-	-	638	17	77	732
Total comprehensive income (loss)	-	-	638	17	663	1 318
Transfer of revaluation surplus to retained earnings	-	-	(35)	-	35	-
Balance as of 31 December 2018	2 756	574	2 303	(4)	3 731	9 360
Net profit (loss) for the year	-	-	-	-	24	24
Other comprehensive income (loss)	-	-	-	4	-	4
Total comprehensive income (loss)	-	-	-	4	24	28
Transfer of revaluation surplus to retained earnings	-	-	(9)	-	9	-
Balance as of 31 March 2019	2 756	574	2 294	-	3 764	9388

STATEMENTS OF CASH FLOWS

	Group 31 March		Company 31 March	
	2019	2018	2019	2018
Cash flows from operating activities				
Profit (loss) for the period	63	482	24	352
Adjustments for non-cash items:				
Depreciation and amortization	218	203	151	157
(Gain) on disposal of property, plant and equipment and investment property	-	-	(1)	-
Impairment and write-off accounts receivable	-	101	-	101
Interest expense, net of interest income	27	22	18	12
Income tax (income) expense	1	(3)	-	(2)
Changes in working capital:				
(Increase) decrease in inventories	(505)	95	(459)	117
(Increase) decrease in trade receivables	36	20	192	91
Decrease (increase) in receivables from subsidiaries	-	-	(15)	31
(Increase) decrease in other receivables and other current assets	105	(260)	49	9
(Increase) decrease in trade and other accounts payable	208	(808)	239	(739)
Increase (decrease) in taxes payable and other current liabilities	269	190	169	(49)
Income tax (paid)	(6)	(7)	(6)	(7)
Net cash generated from operating activities	416	35	361	73
Cash flows from investing activities				
Acquisition of property, plant and equipment	(212)	(233)	(156)	(227)
Proceeds from sale of property, plant and equipment	-	-	1	-
Interest received	-	-	15	15
Net cash flows generated from (to) investing activities	(212)	(233)	(140)	(212)
Cash flows from financing activities				
Proceeds from borrowings	1 688	205	1 688	205
Repayment of borrowings and financial lease payments	(1 485)	(185)	(1 485)	(185)
Interest paid	(27)	(22)	(33)	(27)
Net cash flows from financing activities	176	(2)	170	(7)
Net increase in cash and cash equivalents	380	(200)	391	(146)
Cash and cash equivalents at the beginning of the period	703	675	120	205
Cash and cash equivalents at the end of the period	1 083	475	511	59

EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS

1. General information

The Company is engaged in production of knit-wear and textile articles.

The shares of Utenos Trikotažas AB are listed on the Official List of the NASDAQ OMX Vilnius Stock Exchange.

As of 31 March 2019 and 31 December 2018 the shareholders of the Company were as follows:

	As of 31 March 2019		As of 31 December 2018	
	Number of shares held	Interest held (%)	Number of shares held	Interest held (%)
Koncernas SBA UAB	7 822	82.31	7 821	82.31
Algirdas Šabūnas	950	10.00	950	10.00
Other shareholders	731	7.69	732	7.69
	9 503	100.00	9 503	100.00

All the shares are registered ordinary shares with a par value of EUR 0.29 each. As of 31 March 2019 and 31 December 2018 subsidiaries did not hold any shares of the Company. The Company did not hold its own shares within this period.

The consolidated group (hereinafter "the Group") consists of the Company and the following subsidiaries:

	Registered address	Group's share (%)		Profile
		31 March 2019	31 December 2018	
Šatrija AB	Satrijos str. 3, Raseiniai	89.78	89.78	Sewing of clothes
Gotija UAB	Laisvės Str. 33, Kaunas	100.00	100.00	Retail trade
PAT MTF Mrija	Matrosovo Str. 13, Mukachev, Ukraine	98.95	98.95	Production of knitted articles

2. Form and contents of the financial statements

These financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the EU.

3. Change in the accounting method of the Companies' and the Group's Non-current assets Buildings group

In order to achieve a more accurate accounting of the financial results in March 31, 2013 the Non-current assets Buildings group accounting method was changed to the fair value method, as the book value of the Companies' and the Group's Non-current assets Buildings group, which was carried at historical cost, less subsequent accumulated depreciation, had not corresponded with the buildings market value.

4. Consolidation

The consolidated financial statements of the Group include Utenos trikotažas AB and its subsidiaries as well as associated companies. The financial statements of the subsidiaries are prepared for the same reporting year, using consistent accounting policies.

Subsidiaries are consolidated from the date from which effective control is transferred to the Company and cease to be consolidated from the date on which control is transferred out of the Group. All intercompany transactions, balances and unrealised gains and losses on transactions among the Group companies have been eliminated. The equity and net income attributable to non-controlling interests are shown separately in the statement of financial position and the statement of comprehensive income.

5. Financial risk factors

Due to the geo-political situation in Ukraine and significant drop in the value of UAH against EUR, the Management of the Group and the Company re-designated loan granted, related interests and other long term receivables as a part of net investment in Mrija PAT MTF. Accordingly gains (losses) arising from foreign exchange related to the monetary items considered to be part of net investment into foreign operation is accounted in Group's consolidated financial statements through other comprehensive income (loss).

Amount of monetary items attributed to net investment amounts to EUR 3.5 million and foreign currency exchange difference related to this amount for the 3 months of 2019 comprises EUR (125.5) thousand, which is accounted in the Group's consolidated financial statements through other comprehensive income.

Other comprehensive income (loss) from foreign currency translation included in the consolidated statements of changes in equity in other comprehensive income attributable to the equity holders of the Company:

Foreign currency exchange difference on monetary items attributed to net investments, EUR	(125 532)
Foreign currency translation reserve on other items, EUR	41 532
Other comprehensive income EUR, net	(84 000)

6. Segment information

The Group has two main business segments: production of knitted articles and production of functional-technical garments.

In assessing operational performance of segments the Group's Board takes into account the sales revenue, gross profit, EBITDA (earnings before financial activity result, taxes, depreciation and amortization), profit (loss) ratios, therefore the report on the Group's segments discloses these items in respect of each segment. As the Board also assesses other items of the statement of comprehensive income by each segment, these items are presented in the report on the Group's segments. Inter-segment transactions are eliminated on consolidation.

Below, there is a summary of major indicators for the main business segments of the Group included in the statement of comprehensive income for the 3 months of 2019 and for the 3 months of 2018:

of 31 March 2019	Production of knitted articles	Production of functional-technical garments	Eliminations	Total
External sales	6 774	952	-	7 726
Internal sales	260		(260)	-
Total revenue	7 034	952	(260)	7 726
Gross profit	1 130	167	-	1 297
EBITDA	200	72	-	272
Profit (loss)	20	43	-	63

of 31 March 2018	Production of knitted articles	Production of functional-technical garments	Eliminations	Total
External sales	7 127	868	-	7 995
Internal sales	238	-	(238)	-
Total revenue	7 365	868	(238)	7 995
Gross profit	1 479	184	-	1 663
EBITDA	546	112	-	658
Profit (loss)	398	84	-	482

7. Non-current intangible assets

Amortization expenses of intangible assets are included within general and administrative expenses in profit and loss statement.

8. Non-current tangible assets

Depreciation of non-current tangible property amounted to EUR 218 thousand as of 31 March 2019, EUR 179 thousand are included into cost of sales in the Group's Profit (loss) statement. The remaining amounts were included in general and administrative expenses and inventories in the statement of financial position.

As of 31 March 2019 and 31 December 2018 the Companies' and the Group's Non-current assets Buildings group is recognized at fair value.

9. Inventories

	Group		Company	
	2019.03.31	2018.12.31	2019.03.31	2018.12.31
Raw materials	3 866	3 243	3 502	3 240
Work in progress	1 648	1 535	1 620	1 161
Finished goods	1 652	1 885	1 587	1 848
Goods for resale	61	58	-	-
	7 227	6 721	6 709	6 249
Write-down to net realisable value:				
Opening balance	(894)	(795)	(571)	(471)
Change	-	(99)	-	(100)
Closing balance	(894)	(894)	(571)	(571)
	6 333	5 827	6 138	5 678

10. Trade receivables

	Group		Company	
	2019.03.31	2018.12.31	2019.03.31	2018.12.31
Trade receivables, gross	4 996	5 032	4 386	4 579
Allowance for trade receivables:				
Opening balance	(197)	(197)	(170)	(170)
Change	-	-	-	-
Closing balance	(197)	(197)	(170)	(170)
	4 799	4 835	4 216	4 409

Changes in impairment allowance for doubtful trade receivables as of 31 March 2019 and 31 December 2018 were recorded within the Group's and Company's general and administrative expenses.

11. Cash and cash equivalents

	Group		Company	
	2019.03.31	2018.12.31	2019.03.31	2018.12.31
Cash at bank and on hand	1 083	703	511	120
	1 083	703	511	120

12. Other reserves and retained earnings (deficit)

Revaluation surplus

Revaluation surplus reflects the result of the revaluation (net of deferred tax) of the property, plant and equipment.

Legal reserve

A legal reserve is a compulsory reserve under the Lithuanian legislation. Annual transfers of not less than 5 % of net profit of the Company calculated according to the Lithuanian Company's law, are compulsory until the reserve reaches 10 % of the share capital. Legal reserve is fully formed by the Company. The legal reserve cannot be distributed as dividends but can be used to cover cumulated losses.

Foreign currency translation reserve

The foreign currency translation reserve represents translation differences arising on consolidation of financial statements of foreign subsidiaries.

Reserve for acquisition of own shares

In 2017 according to the decision of the shareholders of Šatrija AB the reserve for acquisition of own shares of EUR 300 thousand was reduced to EUR 100 thousand (including non-controlling interest).

Cash flow hedge reserve

The Company's loan with Lumior Bank is with floating interest rate that is linked to EURIBOR. On 26 November 2014 the Company signed interest rate swap contract with Luminor Bank in order to avoid the interest rate fluctuations. The agreement is valid until 25 November 2019. The fair value of interest rate swap contract used for interest rate risk hedging was EUR 9 thousand in 31 March 2019 and EUR 13 thousand in 31 December 2018 and was accounted for under current liabilities.

Accumulated retained earnings (losses)

Pursuant to the provisions of the Law on Limited Liability Companies of the Republic of Lithuania, if the total of retained earnings at the beginning of the financial year and net profit (loss) for the year is negative, the General Shareholders' Meeting has to make a decision to cover these losses. Transfers to distributable results should be made in the following sequence:

transfer from reserves not used in the reporting financial year;
 transfer from the compulsory legal reserve;
 transfer from the share premium.

At the date of these financial statements the Company was not informed about any actions of the shareholders of the Co. regarding retained deficit.

The balances of other reserves as of 31 March 2019 and 31 December 2018 were as follows:

	Group		Company	
	2019.03.31	2018.12.31	2019.03.31	2018.12.31
Revaluation surplus	4 310	4 340	2 294	2 303
Legal reserve	574	574	574	574
Reserve for acquisition of own shares	90	90	-	-
Foreign currency translation reserve	852	936	-	-
Accumulated retained earnings/ (losses)	-	(4)	-	(4)
Cash flow hedge reserve	2 258	2 150	3 764	3 731
	8 084	8 086	6 632	6 604

13. Borrowings

	Group		Company	
	2019.03.31	2018.12.31	2019.03.31	2018.12.31
Current				
Current portion of non-current bank borrowings	2 715	2 871	2 715	2 871
Current portion of derivative financial instruments	1 600	1 239	1 600	1 240
	4 315	4 110	4 315	4 111
Non-current				
Borrowings from subsidiaries	-	-	1 200	1 200
Long-term bank borrowings	379	379	379	379
	379	379	1 579	1 579
Total borrowings	4 694	4 489	5 894	5 690

The Company's borrowings from subsidiaries consist of the loan granted by subsidiary Satrija AB, amounting EUR 1 200 thousand with maturity as at 26 November 2021 and variable interest rate 12 month Euribor + 1.9 %.

As at 28 March 2019, the Company has signed a long-term credit agreement and an overdraft agreement with OP Corporate Bank plc Lithuania. The main purpose of these loans of EUR 5 000 thousand is to refinance the Company's liabilities to AB Luminor bank. The amount of the long-term credit is EUR 3 400 thousand with the maturity term effective until 29 February 2024.

As at 31 March 2019, overdraft agreement amounting EUR 1 600 thousand.

As at 31 March 2019 and at 31 December 2018 the bank borrowings were secured by property plant and equipment.

The interest rate for the borrowings is based on variable interest rate, therefore, in the opinion of management, the carrying amount of borrowings approximates their fair value.

14. Accrued expenses and other current liabilities

	Group		Company	
	2019.03.31	2018.12.31	2019.03.31	2018.12.31
Accrual for vacation reserve	1 356	1 235	864	778
Wages, salaries and social security	737	634	541	553
Amounts payable for services and non-current assets	392	368	376	367
Taxes payable, except for income tax	249	204	199	176
Prepayments received	134	94	141	115
Other liabilities	320	337	153	122
	3 188	2 872	2 274	2 111

15. Revenue

	Group		Company	
	January-March		January-March	
	2019	2018	2019	2018
Revenue from sales of goods and services	7 585	7 753	6 561	6 891
Revenue from sales of materials	141	242	176	213
	7 726	7 995	6 737	7 104

16. Cost of sales

	Group		Company	
	January-March		January-March	
	2019	2018	2019	2018
Wages and salaries and social security	2 614	2 355	1 873	1 741
Materials	2 566	2 842	2 455	2 681
Other overhead expenses	983	831	1 160	1 018
Cost of materials sold	87	143	46	141
Depreciation and amortisation	179	161	118	120
	6 429	6 332	5 652	5 701

17. Selling general and administrative expenses

	Group January-March		Company January-March	
	2019	2018	2019	2018
Selling expenses				
Wages and salaries and social security	227	192	207	171
Advertising and marketing costs	103	109	102	108
Other selling expenses	238	210	228	202
	568	511	537	481
General and administrative expenses				
Wages and salaries and social security	300	227	225	180
Communications and consulting services	123	97	108	79
Taxes other than income tax	31	45	19	35
Depreciation and amortization	17	25	14	23
Security	31	29	15	15
Vehicles exploitation expenses	25	34	20	24
Services of financial institutions	27	14	25	12
Premises exploitation expenses	11	8	9	6
Travel expenses	5	20	5	20
Representation expenses	10	9	9	8
Impairment and write-off (reversal) of inventories	-	101	-	101
Other	117	110	64	64
	697	719	513	567
	1 265	1 230	1 050	1 048

18. Other income and expenses

	Group January-March		Company January-March	
	2019	2018	2019	2018
Gain from disposal of non-current assets	-	-	1	-
Rent income	5	28	4	4
Other income	26	-	5	4
Other income	31	28	10	8
Rent costs	(6)	(5)	(5)	(1)
Other expenses	(2)	-	(1)	-
Other expenses	(8)	(5)	(6)	(1)

19. Finance costs, net

	Group January-March		Company January-March	
	2019	2018	2019	2018
Foreign exchange gain (loss)	30	45	1	-
Interest expenses	(27)	(22)	(33)	(27)
Interest income	-	-	15	15
	3	23	(17)	(12)

20. Basic/dilutive earnings per share

Profit (loss) per share reflect the Group's net profit/(loss), divided by the outstanding number of shares. Calculation of the profit/(loss) per share is presented below:

	Group January-March	
	2019	2018
Profit/ (loss) attributable to the equity holders of the Group	53	475
Weighted average number of shares in issue (thousand)	9 503	9 503
Basic/dilutive earnings per share (in EUR)	0.01	0.05

21. Subsequent sheet events

April 2019 after receiving a credit of EUR 3 094 thousand from OP Corporate bank plc Lietuvos filialas the amount of the loan was repaid to Luminor bank AB.