

Vilnius, May 2025

AB „Pieno Žvaigždės“ confirmation of the Management

Interim financial statements for the 3 months of 2025

We, Aleksandr Smagin, Chief Executive Officer and Laimonas Vaškevičius, Chief Financial Officer, hereby confirm that, to the best of our knowledge, Interim Financial Statements of the 3 months of 2025 prepared in accordance with IFRS, give true and fair view of the assets, liabilities, financial position, profit or loss and cash flows of AB „Pieno žvaigždės“.



Chief Executive Officer / Aleksandr Smagin



Chief Financial Officer / Laimonas Vaškevičius



PIENO ŽVAIGŽDĒS

Interim financial
statements

For the 3 months of 2025



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1. Statement of financial position (Thousand EUR)

Prepared according to IFRS, not audited

	2025 03 31	2024 12 31
Assets		
Property, plants and equipment	48 281	48 713
Intangible assets	94	85
Investments available for sale	23	23
Long-term receivables	300	300
Deferred tax	412	412
Total non-current assets	49 110	49 533
Inventories	18 000	17 533
Receivables	10 161	8 551
Cash and cash equivalents	4 902	2 010
Total current assets	33 063	28 095
Total assets	82 173	77 628
Equity		
Share capital	13 089	13 089
Share premium	7 891	7 891
Own shares	-	-
Reserves	1 570	1 570
Retained earnings	17 703	17 477
Total equity	40 253	40 027
Liabilities		
Government grants	1 894	1 948
Interest-bearing loans and borrowings	12 572	7 857
Deferred tax	1 358	1 385
Total non-current liabilities	15 824	11 190
Provisions		
Interest-bearing loans and borrowings	3 883	4 444
Income tax payable	-	-
Trade and other amounts payable	22 212	21 967
Total current liabilities	26 095	26 411
Total liabilities	41 920	37 601
Total equity and liabilities	82 173	77 628



2. Statement of comprehensive income (Thousand EUR)

Prepared according to IFRS, not audited

	2025 01 01 – 2025 03 31	2024 01 01 – 2024 03 31
Revenue	52 324	45 583
Cost of sales	(42 530)	(34 136)
Gross profit	9 794	11 448
Other operating income, net	28	27
Sales and administrative expenses	(9 287)	(8 901)
Operating profit before finance costs	507	2 547
Finance income	10	9
Finance expenses	(318)	(335)
Finance income/expenses, net	(308)	(326)
Profit before tax	227	2 248
Corporate income tax	–	–
Net profit	227	2 248
Earnings per share (EUR)	0,01	0,05



3. Statement of cash flows (Thousand EUR)

Prepared according to IFRS, not audited

	2025 03 31	2024 03 31
Cash flows from operating activities		
Net profit	227	2 248
Adjustments:		
Depreciation and amortisation	1 519	1 419
Amortisation of government grants	(54)	(46)
Result of disposal of property, plant and equipment	(13)	(8)
Change in financial instruments	-	-
Change in vacation reserve	-	-
Change in impairment loss of inventories	-	-
Interest income/expenses, net	226	275
Income tax	(537)	-
Cash flows from ordinary activities before changes in the working capital	1 367	3 889
Change in inventories	(467)	(3 665)
Change in receivables	(1 898)	(843)
Change in trade and other payable amounts	1 051	1 409
Cash flows from operating activities	53	790
Interest paid	(236)	(285)
Income tax paid	-	-
Net cash flow from operating activities	(183)	505
Cash flows from investing activities		
Acquisition of property, plant and equipment	(1 071)	(1 224)
Acquisition of intangible assets	(18)	(3)
Proceeds on sale of property, plant and equipment	19	4
Acquisition of rental rights	-	-
Granted / recovered loans	2	-
Interest received	10	10
Net cash flow used in investing activities	(1 058)	(1 213)
Cash flows from financing activities		
Loans received	8 500	1 010
Repayment of borrowings	(4 102)	(1 230)
Dividends paid	-	-
Payment of finance lease liabilities	(265)	(286)
Government grants received	-	-
Net cash from/(used in) financing activities	4 133	(506)
Change in cash and cash equivalents	2 892	(1 214)
Beginning cash	2 010	1 584
Ending cash	4 902	370



4. Statement on change in equity

Prepared according to IFRS, not audited

(Thousand EUR)	Share capital	Share premium	Own shares	Compulsory reserve	Revaluation reserve	Other reserves	Retained earnings	Total equity
As at 1 January 2024	13 089	7 891	0	1 570	0	0	13 729	36 279
Profit allocation								0
Dividends								0
Change of share capital								0
Own shares buyback								0
Depreciation of revaluated part								0
Other income								0
Net profit for 2024 1Q							2 248	2 248
As at 31 March 2024	13 089	7 891	0	1 570	0	0	15 977	38 527
As at 1 April 2024	13 089	7 891	0	1 570	0	0	15 977	38 527
Profit allocation								
Dividends							(6 319)	(6 319)
Change of share capital								
Own shares buyback								
Depreciation of revaluated part								
Other income								
Net profit for 2024 2Q-4Q							7 819	7 819
As at 31 December 2024	13 089	7 891	0	1 570	0	0	17 477	40 027
As at 1 January 2025	13 089	7 891	0	1 570	0	0	17 477	40 027
Profit allocation								0
Dividends								0
Change of share capital								0
Own shares buyback								0
Depreciation of revaluated part								
Other income								
Net profit for 2025 1Q							227	227
As at 31 March 2025	13 089	7 891	0	1 570	0	0	17 703	40 253



5. Notes to the financial statements

AB Pieno Žvaigždės was established by way of merger of stock companies Mažeikių Pieninė, Pasvalio Sūrinė, Kauno Pienas and Panevėžio pienas. The main office of the Company is located in Vilnius and the branches – in Mažeikiai, Pasvalys, Kaunas and Panevėžys.

Ordinary shares of the Company are quoted in the NASDAQ Vilnius Stock Exchange.

The Company is engaged in production and sales of milk products to retail stores directly and through distributors.

Statement of compliance

These are the financial statements of a separate company AB Pieno Žvaigždės, which have been prepared in accordance with International Financial Reporting Standards (IFRS).

Main indicators of the Company's' performance

	2025 01 01 – 2025 03 31	2024 01 01 – 2024 03 31
Sales, Thousand EUR	52 324	45 583
Gross profit, Thousand EUR	9 794	11 448
EBITDA, Thousand EUR	2 001	3 946
Current ratio (at the end of period)	1,27	1,03
Book value per share (at the end of period), EUR	0,89	0,85
Net profit per share	0,01	0,05

Inventories

Inventories are stated at the lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

The cost of inventories is based on the first-in first-out principle and includes expenditure incurred in acquiring the inventories and bringing them to their existing location and condition. In the case of manufactured inventories and work in progress,



cost includes an appropriate share of overheads based on normal operating capacity.

Inventories, Thousand EUR	2025 03 31	2024 12 31
Raw materials	7 907	7 644
Stored production	10 008	9 841
Goods for resale	85	48
Total:	18 000	17 533

Segment reporting

A segment is a distinguishable component of the Company that is engaged either in providing products or services (business segment), or in providing products or services within a particular economic environment, which is subject to risks and rewards that are different from those of other segments. Company sales production mainly in domestic market, and EU.

Sales by geographical markets, Thousand EUR	2025 01 01 – 2025 03 31	2024 01 01 – 2024 03 31
Lithuania	32 115	27 383
Other EU countries	10 799	9 704
Other non EU countries	9 410	8 497
Total:	52 324	45 583

Sales by products groups, Thousand EUR	2025 01 01 – 2025 03 31	2024 01 01 – 2024 03 31
Fresh milk products	42 602	36 847
Dry milk products	1 912	1 161
Cheese	5 192	4 942
Other products	2 618	2 633
Total:	52 324	45 583

Post balance sheet events

There are no material post-statement events.

