

# APRANGA

## G R O U P

---

APB APRANGA Interim Consolidated Financial Statements  
For the Three months period ended 31 March 2022

(UNAUDITED)

27 April 2022 Vilnius

## INFORMATION ABOUT COMPANY

---

APB APRANGA, Company's code 121933274, Ukmerges 362, Vilnius

<b>NAME OF THE COMPANY</b>	Apranga APB
<b>LEGAL FORM</b>	Public limited liability company
<b>DATE OF REGISTRATION</b>	1 <sup>st</sup> March 1993
<b>CODE OF COMPANY</b>	121933274
<b>SHARE CAPITAL</b>	EUR 16 034 668.40
<b>REGISTERED OFFICE</b>	Ukmerges 362, LT-14311 Vilnius, Lithuania
<b>NAME OF REGISTER OF LEGAL ENTITIES</b>	Registrų centras VĮ, Vilnius branch
<b>TELEPHONE NUMBER</b>	+370 5 239 08 08
<b>E-MAIL</b>	<a href="mailto:info@apranga.lt">info@apranga.lt</a>
<b>INTERNET ADDRESS</b>	<a href="http://www.aprangagroup.lt">www.aprangagroup.lt</a>
<b>MAIN ACTIVITIES</b>	Retail trade of apparel
<b>AUDITOR</b>	ERNST & YOUNG BALTIC UAB

# TABLE OF CONTENT

---

APB APRANGA, Company's code 121933274, Ukmerges 362, Vilnius

<b>1 REVIEW OF ACTIVITY OF THE GROUP COMPANIES</b>	<b>4-7</b>
<b>2 FINANCIAL STATEMENTS:</b>	<b>8-11</b>
2.1 Statements of comprehensive income	
2.2 Statements of financial position	
2.3 Statements of changes in equity	
2.4 Statements of cash flows	
<b>3 EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS</b>	<b>12-15</b>

APB APRANGA, Company's code 121933274, Ukmerges 362, Vilnius  
**FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2022**  
 (all tabular amounts are in EUR thousands unless otherwise stated)

## REVIEW OF ACTIVITY OF THE GROUP COMPANIES

The retail turnover (including VAT) of Apranga Group (hereinafter - the Group) amounted to EUR 52.6 million in 1<sup>st</sup> quarter 2022 or by 106% more than in 2021 and by 14.8% more than in 2020. The retail turnover in January-March 2021 was severely affected by Covid-19 related temporary closure of physical stores, that remained throughout the most part of the period. In 2020, temporary closure of physical stores had started from 16th March. These temporary closures had a significant impact on the Group's generated turnover in January-March 2021 and 2020.

The retail turnover of the Group stores in the 3 months 2022 was (EUR thousand, VAT included):

	2022	2021	2020	2019	2022/2021, %	2022/2020, %	2022/2019, %
January	17 817	6 651	19 929	16 972	167,9%	-10,6%	5,0%
February	15 900	8 298	17 318	15 162	91,6%	-8,2%	4,9%
March	18 906	10 598	8 599	17 656	78,4%	119,9%	7,1%
Total:	52 623	25 547	45 846	49 790	106,0%	14,8%	5,7%

Covid-19 spread all over the Baltics driven by Omicron variant had a negative impact on the Group's retail turnover in January-February 2022. In addition, Russia's invasion to Ukraine negatively affected retail turnover of February and the first half of March 2022. Group's retail turnover in 1<sup>st</sup> quarter 2022, compared to the corresponding period of 2019, increased by 5.7%.

The retail turnover of the Group stores *by countries* in the 3 months 2022 was (EUR thousand, VAT included):

Country	3 months 2022	3 months 2021	3 months 2020	3 months 2019	2022/2021, %	2022/2020, %	2022/2019, %
Lithuania	32 558	15 851	26 794	30 510	105,4%	21,5%	6,7%
Latvia	12 662	3 812	11 272	10 713	232,1%	12,3%	18,2%
Estonia	7 404	5 884	7 780	8 566	25,8%	-4,8%	-13,6%
Total:	52 623	25 547	45 846	49 790	106,0%	14,8%	5,7%

In January-March 2022, the retail turnover in Estonia, compared to the corresponding period of 2020, decreased by 4.8% mainly due to store area decrease by 18.6% during the same period.

The online turnover of the Group's stores in 3 months of 2022 was as follows (EUR thousand, VAT included):

	3 months 2022	3 months 2021	3 months 2020	3 months 2019	2022/2021, %	2022/2020, %	2022/2019, %
Online turnover	7 564	17 414	3 227	1 968	-56,6%	134,4%	284,4%
Relative weight in total	14,4%	68,2%	7,0%	4,0%			

The Group's online turnover decreased 56.6% in 3 months of 2022, and its relative weight in total turnover decreased from 68.2% to 14.4% compared to the corresponding period of the previous year. In year 2021, online turnover was significantly higher due to the temporary closure of physical stores during the quarantine period caused by COVID-19.

The retail turnover of the Group stores *by chains* in 3 months 2022 was as follows (EUR thousand, VAT included):

Chain	3 months 2022	3 months 2021	3 months 2020	3 months 2019	2022/2021, %	2022/2020, %	2022/2019, %
Economy <sup>1</sup>	5 427	632	5 438	6 596	758,6%	-0,2%	-17,7%
Youth <sup>2</sup>	12 681	6 784	10 287	10 545	86,9%	23,3%	20,2%
Footwear	691	103	983	1 328	570,3%	-29,7%	-47,9%
Business <sup>3</sup>	9 958	4 242	8 553	9 283	134,8%	16,4%	7,3%
Luxury <sup>4</sup>	5 539	3 633	4 946	5 124	52,4%	12,0%	8,1%
Zara	15 744	9 787	13 632	14 596	60,9%	15,5%	7,9%
Outlets	2 583	365	2 007	2 318	607,2%	28,7%	11,5%
Total	52 623	25 547	45 846	49 790	106,0%	14,8%	5,7%

<sup>1</sup> Apranga, Promod, s.Oliver, Tom Tailor, Orsay;

<sup>2</sup> Aprangos galerija, Moskito, Mango, Bershka, Pull & Bear, Stradivarius, Desigual, Oysho, A|X Armani Exchange.

<sup>3</sup> City, Massimo Dutti, Strellson, Marella, Pennyblack, Coccinelle, Tommy Hilfiger, Zara Home, Karen Millen, Calvin Klein Underwear, Liu Jo;

<sup>4</sup> Burberry, Emporio Armani, Boss, Ermenegildo Zegna, MaxMara, Weekend MaxMara, Marina Rinaldi, Mados linija, Nude, Sandro, Maje, Hugo.

APB APRANGA, Company's code 121933274, Ukmerges 362, Vilnius

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2022

(all tabular amounts are in EUR thousands unless otherwise stated)

According to EUROSTAT data, the retail trade (except of motor vehicles, motorcycles and fuel) in January-February 2022, compared to the same period last year, in European Union (28 countries) grew by 7%, while in all three Baltic countries trade grew between 3% and 15%. Retail sales increased the least in Estonia (3%) and the most in Lithuania (15%). The retail trade of clothing, footwear and textiles in January-February 2022 compared to the same period last year grew in all three Baltic countries at different velocities, 2% in Estonia, 135% in Latvia and 185% in Lithuania.

In 3 months 2022, the Group opened 2 stores (Sandro and Maje stores in Tallinn). The net capital expenditure to the retail chain expansion and renovation amounted to EUR 1.2 million (see Note 4 "Investments into non-current assets"). Investments (acquisitions) by segments are disclosed in Note 3 ("Segment information"). The Group is not engaged in activities related to research and experimental development, except to the extent of process improvement. Group uses the latest technology and the latest technology processes that meet environmental standards and help reduce the negative impact on the environment.

The number of stores by countries was as follows:

Country	31 03 2022	31 03 2021	31 03 2020	2022/2021, %	2022/2020, %
Lithuania	102	101	105	1,0%	-2,9%
Latvia	46	48	51	-4,2%	-9,8%
Estonia	23	25	28	-8,0%	-17,9%
Total:	171	174	184	-1,7%	-7,1%

The number of stores by chains was as follows:

Chain	31 03 2022	31 03 2021	31 03 2020	2022/2021, %	2022/2020, %
Economy	26	29	34	-10,3%	-23,5%
Youth	47	47	47	0,0%	0,0%
Footwear	10	11	14	-9,1%	-28,6%
Business	39	40	41	-2,5%	-4,9%
Luxury	30	28	28	7,1%	7,1%
Zara	10	11	11	-9,1%	-9,1%
Outlets	9	8	9	12,5%	0,0%
Total	171	174	184	-1,7%	-7,1%

The total area of stores by countries was as follows (thousand sq. m):

Country	31 03 2022	31 03 2021	31 03 2020	2022/2021, %	2022/2020, %
Lithuania	51,3	50,3	50,1	1,9%	2,3%
Latvia	26,8	27,0	27,4	-0,9%	-2,1%
Estonia	12,8	15,4	15,8	-16,5%	-18,6%
Total:	90,9	92,7	93,3	-1,9%	-2,5%

The total sales area operated by the Group has decreased by 1.9% or by 1.8 thousand sq. m. during the 12 months period until 31 March 2022.

In addition to the key figures defined or specified in the applicable IFRS financial reporting framework, the Group also provides key financial ratios derived from or based on the prepared financial statements. These are known as Alternative Performance Measures (APM). Definitions of APM are provided on the Group's website. In table below are stated few APM.

In 3 months 2022, the Group had EUR 0.04 million of *loss before income tax*, while the Group had the loss before taxes of EUR 2.98 million in 3 months of 2021.

*EBITDA* of the Group was EUR 5.1 million in 3 months 2021, and it was EUR 2.1 million in corresponding previous year period. *EBITDA* margin increased from 9.4% % to 11.5% during the year.

APB APRANGA, Company's code 121933274, Ukmerges 362, Vilnius

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2022

(all tabular amounts are in EUR thousands unless otherwise stated)

Main Group Indicators	3 months 2022	3 months 2021	3 months 2020	3 months 2019
Net sales	44 172	21 952	38 464	41 158
Net sales in foreign markets	16 873	8 264	15 955	15 951
Gross profit	17 556	7 514	14 342	15 500
Gross margin, %	39,7%	34,2%	37,3%	37,7%
Operating profit (loss)	226	(2 719)	(1 926)	( 625)
Operating profit margin, %	0,5%	-12,4%	-5,0%	-1,5%
EBT	( 35)	(2 977)	(2 189)	( 825)
EBT margin, %	-0,1%	-13,6%	-5,7%	-2,0%
Profit (loss) for the period	( 29)	(2 521)	(1 999)	( 789)
Profit for the period margin, %	-0,1%	-11,5%	-5,2%	-1,9%
EBITDA	5 067	2 058	2 796	3 827
EBITDA margin, %	11,5%	9,4%	7,3%	9,3%
Return on equity (end of the period), %	0,0%	-4,1%	-3,5%	-1,4%
Return on assets (end of the period), %	0,0%	-1,6%	-1,3%	-0,6%
Net debt to equity, %	48,9%	79,3%	120,0%	107,8%
Current ratio, times	2,0	1,6	1,4	1,5

The operating expenses of the Group totaled EUR 17.3 million for 3 months 2022 and increased by 69.4%, comparing to the same period 2021 (sales increased by 101.2% for comparison). Lifted restrictions aided improved operating effectiveness in 2022, and allowed to reach the level of 3 months 2019, in terms of operating expenses (%).

The gross margin of the Group reached 39.7% in 3 months 2022, mainly driven by more effective inventory management.

Main Group Indicators	3 months 2022	3 months 2021	Change
Net sales	44 172	21 952	101,2%
Net sales in foreign markets	16 873	8 264	104,2%
Gross profit	17 556	7 514	133,6%
Operating (expenses)	(17 330)	(10 233)	69,4%
Operating profit (loss)	226	(2 719)	-108,3%
EBT	( 35)	(2 977)	-98,8%
Profit (loss) for the period	( 29)	(2 521)	-98,8%
EBITDA	5 067	2 058	146,2%

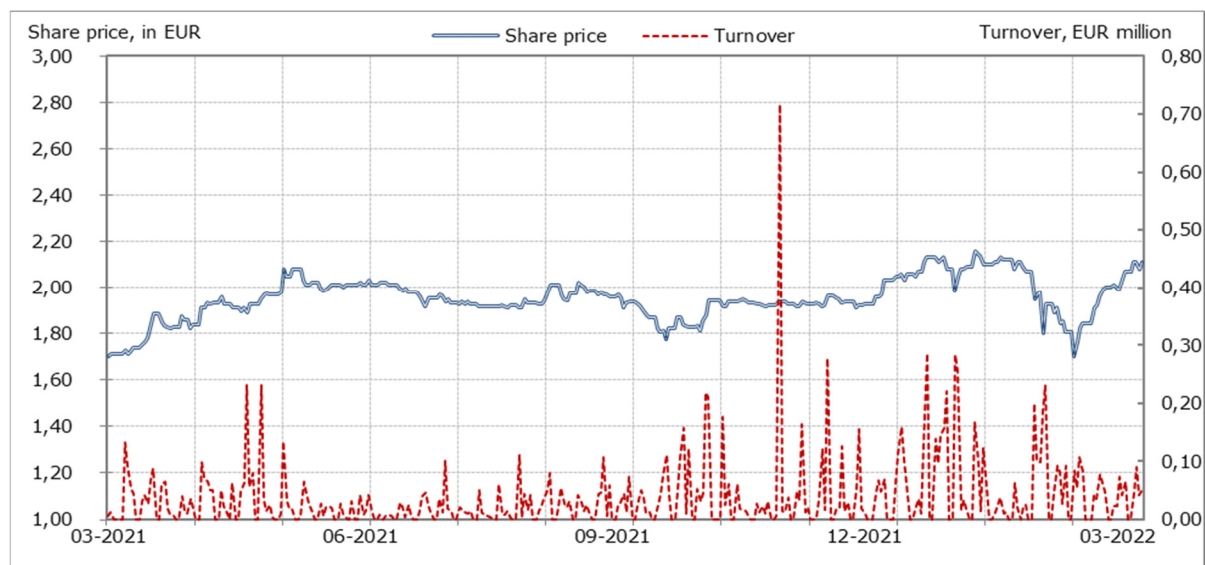
The Group's level of inventories during the year increased by 2.1% (from EUR 39.4 million to EUR 40.3 million). Company's inventories decreased by 9.2%.

The number of employees during the year till 31 March 2022 in the Group has increased by 134 to 1 941 (11.9%) and increased in Company by 86 to 725 (6.9%).

The price of the Company shares in 3 months 2022 increased by 4% from EUR 2.03 to EUR 2.11 per share. The maximum share price during the three months period was EUR 2.17 per share, minimum share price – EUR 1.64 per share. In this way, the market capitalization of the Company increased from EUR 112 million at the beginning of the year to EUR 117 million at the end of March 2022. The weighted average price of 1 share during the reporting period was EUR 2.01. Company's share turnover was EUR 5.3 million in 3 months 2022. The share price during the last 12 months period increased from EUR 1.70 to EUR 2.11 per share, or by 24%.

APB APRANGA, Company's code 121933274, Ukmerges 362, Vilnius  
**FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2022**  
 (all tabular amounts are in EUR thousands unless otherwise stated)

Apranga APB share price in 12 months period from 1<sup>st</sup> April 2021 to 31<sup>st</sup> March 2022:



Information about members of the Management board on 31 March 2022:

Name, Surname	Position	Number of shares owned and part in the share capital	Election date	End of term
Darius Juozas Mockus	Chairman of the Board	-	27 04 2018	27 04 2022
Vidas Lazickas	Member of the Board	254 852 0.46%	27 04 2018	27 04 2022
Ilona Šimkūnienė	Member of the Board, Purchasing Director	-	27 04 2018	27 04 2022
Ramūnas Gaidamavičius	Member of the Board, Development Director	5 000 0.01%	27 04 2018	27 04 2022
Jonas Jokštys	Member of the Board, independent	-	29 04 2021	27 04 2022
Gintaras Juškauskas	Member of the Board, independent	-	29 04 2021	27 04 2022

APB APRANGA, Company's code 121933274, Ukmerges 362, Vilnius  
**FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2022**  
 (all tabular amounts are in EUR thousands unless otherwise stated)

## STATEMENTS OF COMPREHENSIVE INCOME

	Note	GROUP		COMPANY	
		3 months 2022	3 months 2021	3 months 2022	3 months 2021
Revenue from contracts with customers	5	44 172	21 952	18 481	7 299
Cost of sales		(26 616)	(14 438)	(11 529)	(5 192)
<b>GROSS PROFIT</b>		<b>17 556</b>	<b>7 514</b>	<b>6 952</b>	<b>2 107</b>
Operating (expenses)		(17 784)	(10 976)	(7 230)	(4 349)
Other income		454	743	455	1
<b>OPERATING PROFIT (LOSS)</b>		<b>226</b>	<b>(2 719)</b>	<b>177</b>	<b>(2 241)</b>
Finance income		8	8	11	18
Finance (costs)		(269)	(266)	(131)	(123)
<b>PROFIT (LOSS) BEFORE INCOME TAX</b>		<b>(35)</b>	<b>(2 977)</b>	<b>57</b>	<b>(2 346)</b>
Income tax (expense)		6	456	(14)	361
<b>PROFIT (LOSS) FOR THE PERIOD</b>	3	<b>(29)</b>	<b>(2 521)</b>	<b>43</b>	<b>(1 985)</b>
Other comprehensive income		-	-	-	-
<b>TOTAL COMPREHENSIVE INCOME</b>		<b>(29)</b>	<b>(2 521)</b>	<b>43</b>	<b>(1 985)</b>
Total comprehensive income attributable to:					
Owners of the Company		(29)	(2 521)	43	(1 985)
Non-controlling interests		-	-	-	-
<b>Basic and diluted earnings per share (in EUR)</b>		<b>-</b>	<b>(0,05)</b>	<b>-</b>	<b>(0,04)</b>



APB APRANGA, Company's code 121933274, Ukmerges 362, Vilnius  
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2022  
 (all tabular amounts are in EUR thousands unless otherwise stated)

## STATEMENTS OF FINANCIAL POSITION

ASSETS		GROUP		COMPANY	
ASSETS	Note	31 03 2022	31 12 2021	31 03 2022	31 12 2021
Property, plant and equipment		23 666	24 900	11 875	13 165
Intangible assets		691	636	671	614
Investments in subsidiaries		-	-	4 963	4 963
Prepayments		416	416	188	188
Trade and other receivables		2 402	2 400	46	46
Right-of-use assets		61 412	64 194	26 748	28 060
Other financial assets		2 400	2 400	2 400	2 400
<b>Total non-current assets</b>		<b>90 987</b>	<b>94 946</b>	<b>46 891</b>	<b>49 436</b>
<b>CURRENT ASSETS</b>					
Inventories		40 246	35 909	22 187	18 525
Other financial assets		740	735	740	735
Prepayments		1 769	1 346	1 365	1 171
Trade and other receivables		1 541	3 076	11 379	12 363
Cash and cash equivalents		28 149	29 743	19 318	17 192
<b>Total current assets</b>		<b>72 445</b>	<b>70 809</b>	<b>54 989</b>	<b>49 986</b>
<b>TOTAL ASSETS</b>	<b>3</b>	<b>163 432</b>	<b>165 755</b>	<b>101 880</b>	<b>99 422</b>
<b>EQUITY AND LIABILITIES</b>					
EQUITY	Note	31 03 2022	31 12 2021	31 03 2022	31 12 2021
Ordinary shares		16 035	16 035	16 035	16 035
Legal reserve		1 604	1 604	1 604	1 604
Foreign currency translation reserve		(53)	(53)	-	-
Retained earnings		56 763	56 792	38 985	38 942
<b>Total equity</b>		<b>74 349</b>	<b>74 378</b>	<b>56 624</b>	<b>56 581</b>
<b>NON-CURRENT LIABILITIES</b>					
Deferred tax liabilities		2 003	2 067	386	389
Non-current lease liabilities		51 382	53 824	22 486	23 597
Non-current employee benefits		84	91	84	91
<b>Total non-current liabilities</b>		<b>53 469</b>	<b>55 982</b>	<b>22 956</b>	<b>24 077</b>
<b>CURRENT LIABILITIES</b>					
Borrowings	6	125	200	9 110	5 400
Current lease liabilities		12 993	13 251	5 110	5 261
Current income tax liability		258	211	151	134
Trade and other payables		22 238	21 733	7 929	7 969
<b>Total current liabilities</b>		<b>35 614</b>	<b>35 395</b>	<b>22 300</b>	<b>18 764</b>
<b>Total liabilities</b>		<b>89 083</b>	<b>91 377</b>	<b>45 256</b>	<b>42 841</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>163 432</b>	<b>165 755</b>	<b>101 880</b>	<b>99 422</b>

APB APRANGA, Company's code 121933274, Ukmerges 362, Vilnius  
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2022  
 (all tabular amounts are in EUR thousands unless otherwise stated)

## STATEMENTS OF CHANGES IN EQUITY

GROUP	Note	Share capital	Legal reserve	Translation reserve	Retained earnings	Total
Balance at 1 January 2021		16 035	1 604	( 53)	45 896	63 482
<b>Comprehensive income:</b>						
Profit for the 3 months 2021	3				(2 521)	(2 521)
<b>Total comprehensive income</b>		-	-	-	<b>(2 521)</b>	<b>(2 521)</b>
Balance at 31 March 2021		16 035	1 604	( 53)	43 375	60 961
Balance at 1 January 2022		16 035	1 604	( 53)	56 792	74 378
<b>Comprehensive income:</b>						
Profit for the 3 months 2022	3				( 29)	( 29)
<b>Total comprehensive income</b>		-	-	-	<b>( 29)</b>	<b>( 29)</b>
Balance at 31 March 2022		16 035	1 604	( 53)	56 763	74 349

COMPANY		Share capital	Legal reserve	Retained earnings	Total
Balance at 1 January 2021		16 035	1 604	35 262	52 901
<b>Comprehensive income:</b>					
Profit for the 3 months 2021				(1 985)	(1 985)
<b>Total comprehensive income</b>		-	-	<b>(1 985)</b>	<b>(1 985)</b>
Balance at 31 March 2021		16 035	1 604	33 277	50 916
Balance at 1 January 2022		16 035	1 604	38 942	56 581
<b>Comprehensive income:</b>					
Profit for the 3 months 2022				43	43
<b>Total comprehensive income</b>		-	-	<b>43</b>	<b>43</b>
Balance at 31 March 2022		16 035	1 604	38 985	56 624

APB APRANGA, Company's code 121933274, Ukmerges 362, Vilnius  
**FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2022**  
(all tabular amounts are in EUR thousands unless otherwise stated)

## STATEMENTS OF CASH FLOW

OPERATING ACTIVITIES	Note	GROUP		COMPANY	
		3 months 2022	3 months 2021	3 months 2022	3 months 2021
Profit (loss) before income taxes		(35)	(2 977)	57	(2 346)
<b>ADJUSTMENTS FOR:</b>					
Depreciation and amortization		4 841	4 777	1 929	1 776
Impairment charge (reverse)		-	(8)	-	-
Change in allowances for slow-moving inventories		(1 006)	(215)	(88)	292
(Gain) on disposal of property, plant and equipment		(452)	1	(452)	1
Write-off of property, plant and equipment		-	5	-	-
Dividends income		-	(176)	-	-
Interest expenses (income)		269	258	131	105
<b>Total</b>		<b>3 617</b>	<b>1 665</b>	<b>1 577</b>	<b>(172)</b>
<b>CHANGES IN OPERATING ASSETS AND LIABILITIES:</b>					
Decrease (increase) in inventories		(3 331)	(3 789)	(3 574)	(4 966)
Decrease (increase) in receivables		1 100	(659)	262	99
Increase (decrease) in payables		498	3 118	(47)	667
<b>Cash generated from operations</b>		<b>1 884</b>	<b>335</b>	<b>(1 782)</b>	<b>(4 372)</b>
Income taxes paid		(11)	(19)	-	1
Interest paid		(269)	(266)	(131)	(123)
<b>Net cash from operating activities</b>		<b>1 604</b>	<b>50</b>	<b>(1 913)</b>	<b>(4 494)</b>
<b>INVESTING ACTIVITIES</b>					
Interest received		8	8	11	18
Dividends received		-	176	-	-
Loans granted		-	-	(11 485)	(3 490)
Loans repayments received		-	-	12 000	3 005
Purchases of PPE and intangible assets	<b>4</b>	(1 182)	(2 535)	(134)	(1 077)
Proceeds on disposal of PPE	<b>4</b>	1 201	-	1 201	1
Purchases of financial assets at fair value		(3)	-	(3)	-
<b>Net cash used in investing activities</b>		<b>24</b>	<b>(2 351)</b>	<b>1 590</b>	<b>(1 543)</b>
<b>FINANCING ACTIVITIES</b>					
Proceeds from borrowings		-	-	6 545	-
Repayments of borrowings		(75)	-	(2 835)	25
Repayments of lease liabilities		(3 147)	(75)	(1 261)	(445)
<b>Net cash from financing activities</b>		<b>(3 222)</b>	<b>(3 118)</b>	<b>2 449</b>	<b>(1 567)</b>
<b>NET INCREASE (DECREASE) IN CASH AND BANK OVERDRAFTS</b>		<b>(1 594)</b>	<b>(5 419)</b>	<b>2 126</b>	<b>(7 604)</b>
<b>CASH AND BANK OVERDRAFTS:</b>					
<b>AT THE BEGINNING OF THE PERIOD</b>		<b>29 743</b>	<b>26 209</b>	<b>17 192</b>	<b>19 863</b>
<b>AT THE END OF THE PERIOD</b>		<b>28 149</b>	<b>20 790</b>	<b>19 318</b>	<b>12 259</b>

APB APRANGA, Company's code 121933274, Ukmerges 362, Vilnius

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2022

(all tabular amounts are in EUR thousands unless otherwise stated)

## NOTES TO INTERIM CONSOLIDATED AND COMPANY'S FINANCIAL STATEMENTS

### 1. General information

APB Apranga, (hereinafter "the Company"), was incorporated and commenced its operations in March 1993. The Company's main office is situated in Ukmerges 362, Vilnius, Lithuania. The Company has legal form of public limited liability company under the Law on Companies of Republic of Lithuania. The principal activity of the Company and its subsidiaries (hereinafter "the Group") is retail trade of apparel.

At 31 March 2022 the Group consisted of the Company and the following 100% owned subsidiaries:

Name	Country	Ownership interest in % 31 03 2022	Ownership interest in % 31 03 2021
UAB Apranga LT	Lithuania	100%	100%
UAB Apranga BPB LT	Lithuania	100%	100%
UAB Apranga PLT	Lithuania	100%	100%
UAB Apranga SLT	Lithuania	100%	100%
UAB Apranga MLT	Lithuania	100%	100%
UAB Apranga HLT	Lithuania	100%	100%
UAB Apranga OLT	Lithuania	100%	100%
UAB Apranga Ecom LT	Lithuania	100%	100%
SIA Apranga	Latvia	100%	100%
SIA Apranga LV	Latvia	100%	100%
SIA Apranga BPB LV	Latvia	100%	100%
SIA Apranga PLV	Latvia	100%	100%
SIA Apranga SLV	Latvia	100%	100%
SIA Apranga MLV	Latvia	100%	100%
SIA Apranga HLV	Latvia	100%	100%
SIA Apranga OLV	Latvia	100%	100%
SIA Apranga Ecom LV	Latvia	100%	100%
OU Apranga*	Estonia	100%	100%
OU Apranga Estonia	Estonia	100%	100%
OU Apranga BEE	Estonia	100%	100%
OU Apranga PB Trade	Estonia	100%	100%
OU Apranga ST Retail	Estonia	100%	100%
OU Apranga MDE	Estonia	100%	100%
OU Apranga HEST	Estonia	100%	100%
OU Apranga Ecom EE	Estonia	100%	100%

\* The Company directly owns 14.91% shares and indirectly through its subsidiary OU Apranga Estonia owns the rest 85.09% of shares.

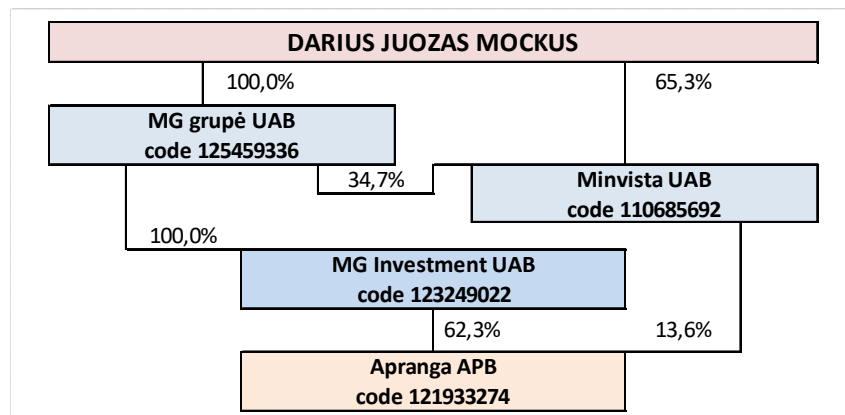
The share capital of APB Apranga is EUR 16,034,668.40 and it is divided into 55,291,960 ordinary registered shares with a nominal value of EUR 0.29 each, where each share grants to its owner 1 vote (in total 55,291,960 voting shares), all shares are paid in full and give the owners equal rights. All 55 291 960 ordinary shares of nominal value EUR 0.29 each (ISIN code LT0000102337) that comprise Company's share capital are listed on Baltic equity list of Nasdaq Vilnius Stock Exchange.

At 21 April 2022 the Company had 5 282 shareholders (as per shareholders list prepared in accordance with SRD II directive). Company's shareholders, who owned or had under management more than 5% of share capital were:

Shareholder	Enterprise code	Address	Number of shares	% of total ownership
UAB MG Baltic Investment	123249022	Aukštaičių 7, Vilnius, Lithuania	34 442 189	62,3%
UAB Minvista	110685692	Aukštaičių 7, Vilnius, Lithuania	7 529 448	13,6%

APB APRANGA, Company's code 121933274, Ukmerges 362, Vilnius  
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2022  
 (all tabular amounts are in EUR thousands unless otherwise stated)

The ultimate parent company whose financial statements are available for public use is MG grupė UAB. The ultimate controlling individual of the Group is Mr. D. J. Mockus:



## 2. Basis of preparation and summary of main accounting policies

The financial statements have been prepared in accordance with International Financial Reporting Standards as adopted by the EU. The principle accounting policies applied in the preparation of Interim financial statements are the same to those applied in preparation of the Annual financial statements.

The financial statements for the period ended 31 March 2022 are not audited.

In the financial statements all figures are presented in thousands of euro, unless indicated otherwise.

## 3. Segment information

Management has determined the operating segments based on the reports reviewed by the General Director and other 6 Directors (responsible for managing, sales and marketing, human resources, purchases, development and finance) that are used to make strategic decisions.

All financial information, including the measure of profit and total assets, is analyzed on a country basis.

The segment information provided to the Directors for the reportable segments for the 3 months 2022 is as follows:

3 months 2022	Lithuania	Latvia	Estonia	Total	Inter-company eliminations	Total in consolidated financial statements
Total segment revenue	31 048	10 814	6 519	48 381	-	
Inter-segment revenue	(3 758)	( 175)	( 285)	(4 218)	-	
Revenue from external customers (Note 5)	27 290	10 639	6 234	44 163	-	44 163
Gross margin	39,6%	39,6%	40,5%	39,7%		39,7%
Profit (loss) for the year	252	( 60)	( 221)	( 29)	-	( 29)
Total assets	131 134	33 099	18 900	183 133	(19 701)	163 432
Additions to non-current assets	163	5	1 014	1 182	-	1 182

APB APRANGA, Company's code 121933274, Ukmerges 362, Vilnius  
**FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2022**  
 (all tabular amounts are in EUR thousands unless otherwise stated)

3 months 2021	Lithuania	Latvia	Estonia	Total	Inter- company elimina- tions	Total in consolidated financial statements
Total segment revenue	14 632	5 481	5 465	25 578	-	
Inter-segment revenue	( 987)	(2 196)	( 486)	(3 669)	-	
Revenue from external customers	13 645	3 285	4 979	21 909	-	21 909
Gross margin	31,5%	44,8%	34,2%	34,1%		34,1%
Profit (loss) for the year	(2 125)	256	( 652)	(2 521)	-	(2 521)
Total assets	125 975	32 084	18 463	176 522	(19 213)	157 309
Additions to non-current assets	2 521	2	15	2 538	( 3)	2 535

#### 4. Investments into non-current assets

Net investments of the Group amounted to EUR 1.2 million in 3 months 2022. The Company's investments amounted to EUR 0.1 million, daughter companies – EUR 1.1 million.

#### 5. Sale of non-current assets

In February 2022, the Company sold retail premises located in Gedimino pr. 44, Vilnius. The total value of the transaction of the sale of assets amounted to EUR 1.2 million. The transaction's positive impact on Company's and Group's accounting period results - EUR 0.45 million. The profit of the transaction is recorded under "Other income" in the statement of comprehensive income.

#### 6. Income

For the Q1 2022 revenue from contracts with customers consisted of the following:

	GROUP		COMPANY	
	2022	2021	2022	2021
Stores income	44 163	21 909	13 959	5 647
Wholesale income	-	-	3 529	1 111
Management fees	-	-	977	513
Other income	9	43	16	28
Total revenue from contracts with customers	44 172	21 952	18 481	7 299

#### 7. Borrowings

In November 2021, the Company and SEB bank signed the amendment to the previously concluded credit line agreement. According to the amendment, credit repayment term was prolonged to 30 November 2023. Credit line limit remained at EUR 27 000 thousand. The interests are paid for the amount used, and the interest rate is calculated as 1-3 months EURIBOR plus margin. There is fixed interest rate set for amount used for the issuance of guarantees and letters of credit.

In June 2021, the Company and LUMINOR bank signed the amendments to the previously concluded financial liability limit agreements. According to these amendments, credit repayment terms of both EUR 10 000 thousand and EUR 5 000 thousand (non-binding financial liabilities limit) limits were prolonged until 30 June 2022. For the drawdown amount of the overdraft a floating interest rate calculated as the 1-month EURIBOR plus margin is being paid. There is fixed interest rate set for amount used for the issuance of guarantees.

---

APB APRANGA, Company's code 121933274, Ukmerges 362, Vilnius  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2022  
(all tabular amounts are in EUR thousands unless otherwise stated)

## 8. Guarantees and letters of credit

As of 31 March 2022, guarantees issued by the credit institutions on behalf of the Company to secure the obligations of its subsidiaries to their suppliers totaled EUR 13 689 thousand (31 December 2021: EUR 13 734 thousand). The letters of credit and guarantees provided to suppliers by the credit institutions on behalf of the Group as of 31 March 2022 amounted to EUR 15 138 thousand (31 December 2021: EUR 15 150 thousand).

As of 31 March 2022, the Company's guarantees issued to secure the obligations of its subsidiaries to their suppliers totaled EUR 498 thousand (31 December 2021: EUR 499 thousand).

## 9. Alternative performance measures

With regard to the requirements of the European Securities and Markets Authority (ESMA) Guidelines on Alternative Performance Measures, Apranga APB provides an overview of the Alternative Performance Measures (APM) used, their definition and calculation on Apranga APB website at: <http://aprangagroup.lt/en/investors/investor-relations/alternative-performance-measures>.

## 10. Events after the reporting period

On 5<sup>th</sup> April 2022, The Board of Directors proposed a dividend of EUR 0.36 per share to be paid to the shareholders. The decision on the dividend payment to be made by the shareholders at the Annual Shareholder's Meeting, which should be held on 28<sup>th</sup> April 2022.