

## AB INTER RAO LIETUVA

UNAUDITED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
AND UNAUDITED CONSOLIDATED INTERIM REPORT  
FOR THE 3 MONTH PERIOD ENDED 31 MARCH 2022,  
prepared in accordance with International Financial Reporting Standards,  
as adopted by the European Union

*13 May 2022*

*Vilnius*

Content

I. Unaudited Consolidated Interim Report.....	3
II. Unaudited Consolidated Interim Financial Statements .....	15
III. Confirmation of Responsible Persons .....	25

## AB INTER RAO Lietuva Unaudited Consolidated Interim Report for the 3 Month Period Ended 31 March 2022

### I. General Information

#### Reporting period

3 month period ended 31<sup>st</sup> March 2022

#### Company and its contact details

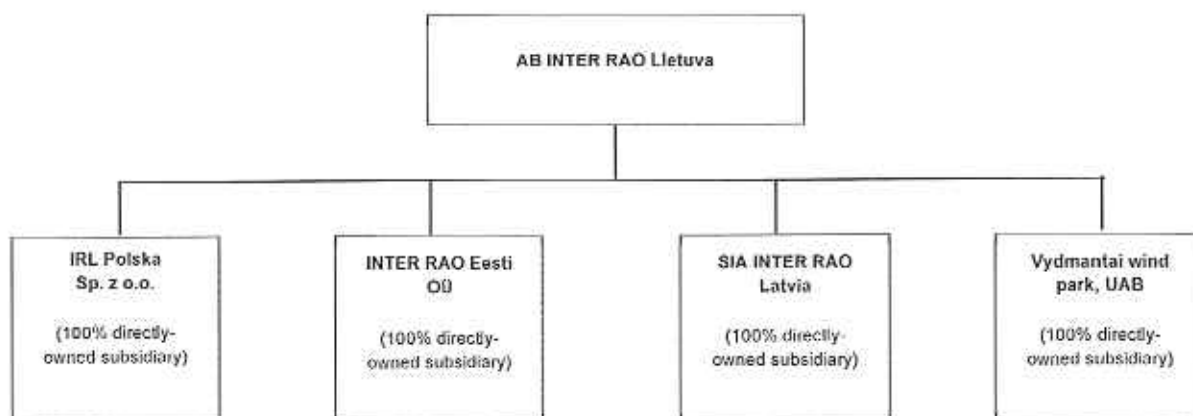
Company name	AB INTER RAO Lietuva (hereinafter – IRL or „the Company”)
Company code	126119913
Legal form	Public company (joint-stock company)
Date of registration	21 <sup>st</sup> December 2002
Name of register of Legal Entities	State Enterprise Centre of Registers
Registered office	A.Tumėno str. 4, block B, LT-01109 Vilnius
Telephone number	+370 5 242 11 21
Fax number	+370 5 242 11 22
E-mail	info@interrao.lt
Internet address	www.interrao.lt

### The Group structure

As of 31<sup>st</sup> March 2022, INTER RAO Lietuva Group consisted of the Company and the below described directly and indirectly controlled subsidiaries and joint venture (hereinafter - the Group):

Company	Company code	Directly and indirectly held effective attributable interest	Equity as of 31 March 2022	Registration address	Activity (including planned)
INTER RAO Eesti OÜ - subsidiary	11879805	100 %	122	Väike-Paala tn 2-206, 11415, Tallinn, Estonia	Trade of electricity
SIA INTER RAO Latvia - subsidiary	40103268639	100 %	9,605	76 Gustava Zemgala Ave., Riga, LV-1039, Latvia	Trade of electricity
IRL Polska Sp. z o.o. - subsidiary	0000436992	100 %	4,629	Twarda 18, 00-105 Warsaw, Poland	Trade of electricity
Vydmantai Wind Park, UAB – subsidiary	302666616	100 %	16,585	A.Tumėno Str. 4, Vilnius, Lithuania	Generation of electricity

The following chart sets out the Group' subsidiaries and interest in those subsidiaries, as well as the structure of the Group as of 31<sup>st</sup> March 2022:



### Main activities of the Group

The Group of INTER RAO Lietuva (hereinafter – “the Group”) is an independent supplier of electricity and, as such, may engage in various forms of electricity trading. Moreover, the Group is also present in electricity generation operations, as it owns a wind farm in Western Lithuania.

The Group is engaged in various forms of electricity trading: the purchase and sale of electricity under bilateral contracts with other electricity suppliers, as well as on the power exchange; supply of electricity to end-users; provision of balancing services for end-users and other wholesalers of electricity; sale and purchase of regulating and balancing electricity for the transmission system operators; cross-border electricity trading.

The Group has permission to import and export electricity to and from Lithuania, it is engaged in the import and in the export of electricity from and to Russia. The Group is also active in cross-border electricity trading between Lithuania and other EU Member States, namely Latvia and Estonia.

The Group sells all of the electricity it cross-border from the third countries to the Lithuanian internal market on the power exchange since, in accordance with respective regulations, all electricity cross-border delivered to the Lithuanian internal electricity market has to be sold on the power exchange. Then the Group buys the electricity on the power exchange in a volume corresponding to its contractual obligations with clients. Sale and purchase orders are submitted for the same prices and trades are executed at the market price. Some portion of electricity is also sold through Nord Pool AS in Lithuania to other market participants. Trades on the power exchange are executed at the market price.

The price of electricity sold under bilateral contacts is the market price, adjusted for variances depending on the electricity trading or consumption pattern of the customer and contractual arrangements (e.g., fixed on annual or monthly basis or agreed in daily delivery schedules).

Apart from importing electricity, the Group also purchases the electricity from other wholesalers of electricity in Lithuania and Latvia under bilateral contracts based on various pricing arrangements, as well as on Nord Pool AS in Lithuania, Latvia and Estonia.

The Group is also present in the electricity trading market in Poland, where it started its operations in 2014 and is involved in buying and selling electricity on the Polish Power Exchange. However, on 24<sup>th</sup> March 2022 Management Board of Polish Power Exchange (Towarowej Giełdy Energii) (hereinafter – the TGE) informed IRL Polska Sp. Z o.o., which is subsidiary of the Company (hereinafter – the Polish Subsidiary), about its decision to suspend the operations of the Polish Subsidiary on the Commodity Market of TGE and trading platform operated by TGE. According to the notification provided by TGE, such decision was adopted due to the risk of the Polish Subsidiary being covered by generally applicable sanctions regulations, including those referred to in the Trading Regulations of the Commodity Market of TGE.

### The Group history and development

- |      |   |
|------|---|
| 2002 | The Company was incorporated as UAB Energijos realizacijos centras.   |
| 2003 | The Company received its license as independent electricity supplier with permission to export electricity.<br><br>The Company signed sale-purchase agreements with INTER RAO UES and Lietuvos energija AB.<br><br>The Company began electricity trading activities by exporting electricity to Russia and Belarus. |

- 2004 Permission to import electricity was granted to the Company.
- 2005 The Company began importing electricity to Lithuania.  
  
RAO Nordic OY, a wholly owned subsidiary of INTER RAO UES, acquired 18 per cent of the Company's share capital from UAB VB rizikos kapitalo valdymas.
- 2006 The Company acquired a 49.99 per cent stake in UAB Alproka, a company engaged in real estate development in the Lithuanian seaside resort of Palanga.
- 2007 UAB Scaent Baltic acquired an 82 per cent stake in the Company's share capital from Scaent Holdings Cooperatie UA and Bengtsbädd Förvaltning AB.
- 2008 RAO Nordic OY increased its shareholding in the Company by acquiring a 33per cent stake from UAB Scaent Baltic. The stake of RAO Nordic OY in the Company's share capital reaches 51 per cent, while the stake of UAB Scaent Baltic decreases to 49 per cent.
- 2009 The Company signed electricity sale-purchase agreements with the Belarusian company, Belenergo and the Latvian company, Latvenergo.  
  
Cooperation regarding the sale of electricity with the largest electricity consumer in the Baltic States, Orlen Lietuva, was established. Delivery was initiated in 2010.  
  
The Company changed its name to UAB INTER RAO Lietuva.
- 2010 The Company established two wholly-owned subsidiaries, one in Latvia (SIA INTER RAO Latvia) and the second in Estonia (INTER RAO Eesti OU).  
  
SIA INTER RAO Latvia received its license for electricity trading in Latvia.
- 2011 SIA INTER RAO Latvia begins electricity trading operations.  
  
The Company begins trading activities in the Estonian area of NordPool Spot.  
  
The Company begins operations in electricity generation from renewable energy sources by acquiring the wind park in Vydmantai.  
  
The Company signs an agreement with INTER RAO UES on potential export of electricity generated in Baltiškaya NPP under construction in Kaliningrad Oblast.
- 2012 Decision on public offering and listing of the Company's shares on the Warsaw Stock Exchange was made.  
  
Business entity (IRL POLSKA Sp. z o.o.) in Poland was established.
- 2013 AB INTER RAO Lietuva shareholders decided to distribute 27 million Lit as dividends.  
  
In July 2013, the Company has completed a merger of its two subsidiary companies UAB IRL Wind and Vydmantai wind park, UAB. Subsidiary companies were reorganised by merging UAB IRL Wind, which ceased its activities as a legal entity after the merger, into Vydmantai wind park, UAB which continued its activities after the merger.

- On 4<sup>th</sup> December 2013, the statutory capital of subsidiary company of AB INTER RAO Lietuva in Poland IRL Polska Sp.z o.o. was increased from PLN 2 million to PLN 10 million.
- 2014 On 3<sup>rd</sup> January 2014, the subsidiary company of AB INTER RAO Lietuva in Poland IRL Polska Sp.z o.o. was granted the license for trade in electricity in Poland. The term of the license is from 9<sup>th</sup> January 2014 till 9<sup>th</sup> January 2024.
- On 30<sup>th</sup> of April 2014, the General Annual Meeting of shareholders has adopted the decision to pay dividends to the shareholders of the Company in the amount of 13 million Litās.
- On 22<sup>nd</sup> of May 2014, IRL Polska Sp. z o.o. begins electricity trading operations.
- 2015 After Lithuania joined the euro zone, AB INTER RAO Lietuva shareholders fixed a nominal value of one share 0.29 EUR, share capital equal to 5.8 million EUR.
- AB INTER RAO Lietuva shareholders decided to distribute 11.2 million EUR as dividends.
- 2016 AB INTER RAO Lietuva shareholders decided to distribute 16.1 million EUR as dividends.
- 2017 On 30<sup>th</sup> of March 2017 by decision of Supervisory Council The Board of the Company was re-elected for a new office term of four years.
- On 28<sup>th</sup> of April 2017 new three members of the Supervisory Council, among them one independent member, were elected at the Annual General Meeting of Shareholders.
- AB INTER RAO Lietuva shareholders decided to distribute 10.2 million EUR as dividends.
- 2018 AB INTER RAO Lietuva shareholders decided to distribute 7.1 million EUR as dividends.
- On 6<sup>th</sup> of November 2018 the decision has been taken to liquidate company's subsidiary UAB „Alproka“ which has successfully completed a real estate project and all real estate owned by UAB „Alproka“ has been sold. Therefore, UAB „Alproka“ was no longer carrying out any commercial activities.
- 2019 AB INTER RAO Lietuva shareholders decided to distribute 11.6 million EUR as dividends.
- 2020 UAB „Alproka“ was liquidated.
- AB INTER RAO Lietuva shareholders decided to distribute 14 million EUR as dividends.
- 2021 AB INTER RAO Lietuva shareholders decided to distribute 11 million EUR as dividends.
- On 29<sup>th</sup> April, 2021 Annual General Meeting of Shareholders approved the New Wording of Articles of according with the actual Wording of Republic of Lithuania Law on Companies.
- 2022 On 26<sup>th</sup> March by the decision of Minister of the Interior and Administration of Poland, certain sanctions were applied with respect to the Polish Subsidiary, because the Polish Subsidiary was recognized as indirectly related to the Igor Ivanovich Sechin (Igor Ivanovich Sechin) who is subject to EU sanctions - Annex I to Regulation (EU) No 269/2014 on restrictive measures in respect of actions undermining or threatening the territorial integrity, sovereignty and independence of Ukraine

to list of persons, entities and bodies (hereinafter – “EU Sanctions”). More information here: <https://www.gov.pl/web/mswia/lista-osob-i-podmiotow-objetych-sankcjami>

AB INTER RAO Lietuva shareholders decided to distribute 7.4 million EUR as dividends.

#### Agreements with intermediaries of public trading in securities

Since 29<sup>th</sup> October 2012 the Company and UAB FMĮ Orion Securities (code 122033915), A. Tumėno str. 4, LT-01109 Vilnius, have an agreement on accounting of the Company’s securities and services related to the accounting of securities.

#### Data about securities traded on regulated market

The following securities of the Company are included into the Main List of Warsaw stock exchange (symbol: IRL):

Types of shares	Number of shares	Nominal value (in EUR)	Total nominal value (in EUR)	Issue Code
Ordinary registered shares	20,000,000	0.29	5,800,000	LT0000128621

In December 2012, the initial public offering of the Company’s ordinary shares was completed on the Warsaw Stock Exchange. The total oversubscription for the Company’s ordinary shares exceeded 26 per cent. Given the ordinary share offer price of PLN 24.17 the value of the offering exceeded PLN 96.7 million. The Company’s ordinary shares were included into the Main list of the Warsaw Stock Exchange.

Trading in the Company’s securities on Warsaw Stock Exchange:



On March 17<sup>th</sup> the suspension of trading of Company’s shares was announced by the Warsaw Stock Exchange. More information here: <https://www.gpw.pl/suspension-and-removal>

Company’s prospectus, dated 23 November 2012 (hereinafter – the “Prospectus”) contains a list of risk factors the investors have to consider before investing into the shares of the Company, among them, and without limitation, that the operations of the Group are exposed to geopolitical risk that may have an adverse material effect on the business of the Group. Current geopolitical situation already has an effect on the operations of the Group, i.e. (i) TGE suspended operations of the Polish Subsidiary on the Commodity Market of TGE due to the risk of the Polish Subsidiary being



applicable sanctions regulations, including those referred to in the Trading Regulations of the Commodity Market of TGE; and ii) by the decision of Minister of the Interior and Administration of Poland certain sanctions were applied with respect to the Polish Subsidiary, because the Polish Subsidiary was recognized as indirectly related to Igor Ivanovich Sechin (Igor Ivanovich Sechin) who is subject to EU Sanctions.

While the Company is not subject to restrictive measures imposed by implementing EU Sanctions (Igor Ivanovich Sechin neither has any ownership in nor control over the Company), activities of the Group and especially transactions with INTER RAO UES became subject to the increased scrutiny by the authorities and financial institutions, and the Company may not eliminate the possibility that risks related to implementation of EU Sanctions may have material adverse affect on the business of the Group.

Nevertheless, the Company does not possess any information on restrictive measures imposed on the Company or its subsidiaries by implementing EU Sanctions or individual sanctions imposed by the United States Department of the Treasury Office of Foreign Assets Control.

Securities of the Group's subsidiaries are not traded publicly.

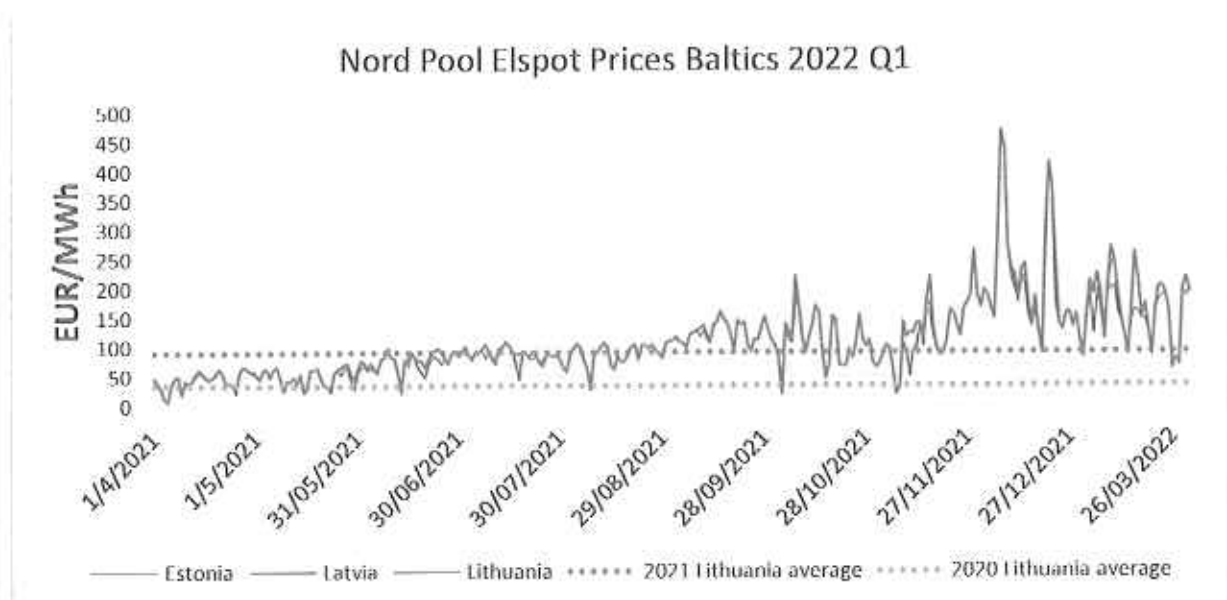
As of 31<sup>st</sup> March 2022 the shareholder structure of the Company was as following:

<b>Shareholder</b>	<b>Number of shares/votes</b>	<b>Percentage of shares</b>
RAO Nordic Oy	10,200,000	51%
UAB Scaent Baltic	5,822,856	29,11%
Other shareholders	3,977,144	19,89%
<b>Total</b>	<b>20,000,000</b>	<b>100%</b>

## II. Financial information

### Revenues

The total consolidated Group's sales revenue in January-March of 2022 was equal to EUR 100.7 million, a 17.7 per cent less than in the first 3 months of 2021. Total revenue decreased due to the lower amounts of electricity traded. The decrease in the amount of electricity traded was mainly influenced by decrease in sales in Latvian market. Company's sales revenue in the first 3 months of 2022 was equal to EUR 52.9 million – increase by 112.1 per cent, compared to the same period in 2021. This was due to the fact that there was less electricity traded in Lithuania and the prices of the electricity were higher.



The consolidated financial statements of the Group have been prepared according to the International Financial Reporting Standards as adopted by the European Union.

### Key figures of IRL Group

Financial figures	1 <sup>st</sup> quarter 2022	1 <sup>st</sup> quarter 2021
<b>Sales (EUR thousand)</b>	<b>100,667</b>	<b>122,332</b>
Gross profit (EUR thousand)	11,989	9,494
Gross profit margin (%)	11.91%	7.76%
Operating profit (EUR thousand)	8,633	7,552
Operating profit margin (%)	8.58%	6.17%
<b>EBITDA (EUR thousand)</b>	<b>11,256</b>	<b>9,422</b>
EBITDA profit margin (%)	11.18%	7.70%
Net profit (EUR thousand)	7,875	7,915
Net profit margin (%)	7.82%	6.47%
Number of shares (thousand)	20,000	20,000
Earnings per share (EUR)	0.39	0.40

**AB INTER RAO LIETUVA, company code 126119913, A.Tumėno str. 4, Vilnius, Lithuania**  
**UNAUDITED CONSOLIDATED INTERIM REPORT**  
**FOR THE 3 MONTH PERIOD ENDED 31<sup>st</sup> March 2022**  
(all amounts are in EUR thousand unless otherwise stated)

Gross profit margin – Gross profit / Sales  
Operating profit margin – Operating profit / Sales  
EBITDA profit margin – EBITDA / Sales  
Profit before taxes margin – Profit before taxes / Sales  
Net profit margin – Net profit / Sales  
Earnings per shares – Net profit / Number of shares  
Return on capital employed – EBIT / (Total assets – Current liabilities)  
Return on assets – Net profit / Total assets  
Return on equity – Net profit / Total shareholders' equity  
Gearing ratio – Total debt / Total shareholders' equity  
Net financial debt to equity – (Financial borrowings – Cash and cash equivalents) / Total equity  
Equity to assets ratio – Total equity / Total assets  
Current ratio – Current assets / Current liabilities  
Rate of turnover of assets – Total assets / Sales  
EBITDA - Profit (loss) before income tax + Interest expenses + Depreciation and amortization + impairment

These performance indicators are used to determine Group's progress in achieving its strategic and operational goals, and also to compare Group's finances and performance against other businesses within the industry.

Group's sales decreased by 17.7 per cent in first 3 months of 2022, compared to the same period in 2021. The decrease in sales was caused by the lower amounts of electricity traded. The market price of electricity purchased was higher, if compared to the same period in 2021, in all the markets. As a result – Group's gross profit increased by 26.28 per cent if compared to the same period a year ago and was equal to 11.91 per cent in the accounting period, compared to 7.76 per cent during the period of January-March of 2021. Group's operating profit increased by 14.31 per cent if compared to the same period a year ago and was equal to EUR 8.6 million.

Company's gross profit margin in 2022 increased and accounted to 16.6 per cent, compared to 4.78 per cent in the first 3 months of 2021. Operating profit of the Company for the January-March of 2022 was equal to EUR 6.6 million compared to EUR (0.4) million loss a year ago.

Group's and Company's EBITDA for the first 3 months of 2022 was EUR 11.3 million and EUR 6.8 million respectively, it increased from EUR 9.4 million and EUR 4 million respectively, if compared to the same period a year ago. Group's EBITDA margin increased from 7.7 per cent in first 3 months of 2020 to 11.18 per cent in the same period in 2022. Company's EBITDA profit margin decreased from 16.26 per cent in January-March of 2021 to 12.77 per cent in the accounting period. In the 3 months of 2022, Group's net profit stayed at the same level as a year ago and amounted to EUR 7.9 million. As a result, Group's net profit margin during the accounting period was equal to 7.82 per cent, compared to 6.47 per cent a year ago. Net profit of the Company in first 3 months of 2022 increased to EUR 5.7 million compared to EUR 3.3 million in January-March 2021.

**Sales revenues by operating segments, thous.**

<b>EUR</b>	<b>1<sup>st</sup> quarter of 2022</b>	<b>1<sup>st</sup> quarter of 2021</b>
Electricity purchases and sales	99,545	121,764
Electricity production and sales	1,122	568
<b>Total</b>	<b>100,667</b>	<b>122,332</b>

**AB INTER RAO LIETUVA, company code 126119913, A.Tumėno str. 4, Vilnius, Lithuania**  
**UNAUDITED CONSOLIDATED INTERIM REPORT**  
**FOR THE 3 MONTH PERIOD ENDED 31<sup>st</sup> March 2022**  
(all amounts are in EUR thousand unless otherwise stated)

Group's revenue from purchases and sales of electricity in the first 3 months of 2022 amounted to EUR 99.5 million compared to EUR 121.8 million in the same period a year ago. Revenue from produced electricity sales accounted for EUR 1.1 million, the 97.6 per cent increase if compared to the same period a year ago. During the accounting period Vydmantai wind park, UAB has produced more of electricity compared to the same period a year ago, due to the better meteorological conditions: average wind speed in 1<sup>st</sup> quarter of 2022 was 7.2 m/s if compared to 6.2 m/s a year ago.

Company's revenue during January-March 2022 rose by 112.1 per cent and was equal to EUR 52.9 million compared to EUR 24.9 million in the same period in 2021.

The tables below present data on the electricity trading activities of the Group for the three-month period ended on 31<sup>st</sup> March 2022, compared with the same periods in 2021, with a breakdown by each country for the periods indicated (S - sale, P - purchase).

	For the 1 <sup>st</sup> quarter of 2022		For the 1 <sup>st</sup> quarter of 2021	
	S	P	S	P
	GWh		GWh	
Lithuania*	490	1	567	4
Latvia	354	23	1,227	1,227
Estonia	45	60	78	89
Russia	28	833	25	577
Poland	690	690	661	661
<b>Total*</b>	<b>1,607</b>	<b>1,607</b>	<b>2,558</b>	<b>2,558</b>

\* Excluding equivalent trades on the power exchange  
Differences between purchased and sold electricity total values  
is due to rounding

## Expenses

COGS by operating segments, thous. EUR	1 <sup>st</sup> quarter of 2022	1 <sup>st</sup> quarter of 2021
Electricity purchases and sales	88,314	112,503
Electricity production and sales	364	335
<b>Total</b>	<b>88,678</b>	<b>112,838</b>

Group's cost of sales in January-March of 2022 accounted to EUR 88.7 million, the 21.4 per cent less if compared to the first three months of 2021. As a result of the lower amounts of electricity traded and despite the higher price of electricity on Nord Pool market, the cost of sales of the Group decreased if compared to the cost of sales a year ago. Cost of sales of electricity production stayed at the same level as a year ago.

Cost of sales of the Company was higher by 85.8 per cent if compared the accounting period and the same period a year ago and amounted to EUR 44.1 million if compared to EUR 23.7 million a year ago.

Group's cost of purchased electricity in the first quarter of 2021 amounted to EUR 87.4 million. Group's cost of purchased electricity comprised 98.61 per cent of total cost of sales, Company's – 99.08 per cent.

Group's operating expenses in the three-month period of 2022 amounted to EUR 3.4 million, a 72.8 per cent increase over a year ago. Company's operating expenses amounted to EUR 2.2 million in January-March 2022, a 34.18 per cent increase over a year ago.

## Earnings

Gross profit of the Group in January-March of 2022 amounted to EUR 12 million (compared to the EUR 9.5 million), while the gross profit margin increased to 11.91 per cent (from 7.76 per cent a year ago). Gross profit of the Company in the same period accounted to EUR 8.8 million if compared to EUR 1.2 million a year ago. Company's gross profit margin increased from 4.78 per cent in January-March 2021 to 16.6 per cent in the first three months of 2022.

Group's operating profit over the same period increased to EUR 8.6 million from EUR 7.6 million a year ago, while the operating profit margin accounted to 8.58 per cent. Operating profit in the first quarter of 2022 of the Company increased to EUR 6.6 million, compared to EUR (0.4) million loss in the same period a year ago.

Net result of financial activities of the Group in the first quarter of 2022 amounted to EUR 0.3 million, a decrease over the net financial result during the same period a year ago was from the fair value change of derivatives not designated as hedging instruments.

Group's net profit in the January-March of 2022 stayed at the same level if compared with the same period a year ago and amounted to EUR 7.9 million. The profit margin increased from 6.47 per cent a year ago to 7.82 per cent in the accounting period. Company's net profit increased to EUR 5.7 million in the first quarter of 2022 from EUR 3.3 million in the same period a year ago and profit margin in the first quarter of 2022 decreased to 10.78 per cent from 13.33 per cent at the same period a year ago.

## Balance sheet and Cash Flows

During January-March 2021 total assets of the Group increased by 14.14 per cent and of the Company increased by 10.52 per cent. The most significant influence to the change of the assets was caused by increase of cash and cash equivalents and increase of trade receivables in the Group.

Total non-current assets of the Company decreased by 0.6 per cent over a year ago and of the Group decreased by 1.02 per cent. The most significant change in assets in the Group was related depreciation of wind farm equipment held by subsidiary Vydmantai wind park, UAB.

During the first quarter of 2022, shareholders' equity of the Company and of the Group increased by 69.75 per cent and 38.26 per cent respectively and amounted to 38 per cent of the total equity and liabilities of the Company and to 48 per cent of the total equity and liabilities of the Group.

At the end of March 2022, total amount of borrowings, including financial liabilities related to finance lease and bank financing, amounted to EUR 0.9 million for the Group and the Company had EUR 0.3 million of such borrowings. Cash, cash equivalents amounted to EUR 17.1 million for the Company and EUR 29.1 million for the Group.

Net cash flows from operating activities of the Group decreased in the first quarter of 2022 and amounted to EUR 8.3 million, if compared to EUR 9.8 million in the same period a year ago. Net cash flows from operating activities of the Company in the first 3 months of 2022 equaled to EUR 7 million, if compared to EUR 11 million a year ago.

Net cash flows from investing and financing activities of the Group in the first quarter of 2022 amounted to EUR (0.4) million outflow, if compared to EUR (0.1) million at the same period a year ago. Net cash flows from financing activities of the Company in the first 3 months of 2022 equaled to EUR 0.1 million outflow, the same as in the same period a year ago.

## Personnel

As of 31<sup>st</sup> March 2022 there were 39 employees in the Group and 24 in the Company. The employment structure by category is provided in the table below.

Employee category	Number of employees			
	As of 31 <sup>st</sup> March 2022		As of 31 <sup>st</sup> March 2021	
	Group	Company	Group	Company
Management	8	8	8	8
Sales Managers, including Traders	11	5	11	5
PR & Marketing Staff	1	1	1	1
Project managers	3	2	2	1
Technical staff	3	1	3	1
Office Staff	13	7	13	7
<b>Total</b>	<b>39</b>	<b>24</b>	<b>38</b>	<b>23</b>

On 31<sup>st</sup> March 2022 Company's personnel consisted of 8 managers and 16 specialists, as Group's personnel consisted of 8 managers and 31 specialists.

## AB INTER RAO Lietuva Unaudited Consolidated Interim Financial Statements for the 3 Month Period Ended 31 March 2022

### Statement of financial position

Notes	Group As at 31 <sup>st</sup> March 2022	Group As at 31 <sup>st</sup> December 2021	Company As at 31 <sup>st</sup> March 2022	Company As at 31 <sup>st</sup> December 2021
<b>ASSETS</b>				
Non-current assets				
Other intangible assets	2	3	-	-
<b>Total intangible assets</b>	<b>2</b>	<b>3</b>	<b>-</b>	<b>-</b>
Property, plant and equipment				
Buildings and structures	1,846	1,883	-	-
Machinery and equipment	10,645	10,656	-	-
Office premises	377	396	377	396
Other property, plant and equipment	33	34	18	21
<b>Total property, plant and equipment</b>	<b>12,901</b>	<b>12,969</b>	<b>395</b>	<b>417</b>
Right-of-use asset	971	1,051	395	448
Investment property	687	687	687	687
Interest in subsidiaries	-	-	10,927	10,927
Other non-current financial assets	248	251	6	6
Deferred income tax asset	-	-	-	-
<b>Total non-current assets</b>	<b>14,809</b>	<b>14,961</b>	<b>12,410</b>	<b>12,485</b>
Current assets				
Inventories and prepayments	2,131	1,412	366	95
Accounts receivable				
Trade receivables	21,842	18,048	11,529	12,352
Receivables from subsidiaries	-	-	2,218	2,805
Other receivables	-	-	-	-
<b>Total accounts receivable</b>	<b>21,842</b>	<b>18,048</b>	<b>13,747</b>	<b>15,157</b>
Prepaid income tax	237	1,335	-	974
Other current assets	5,883	2,387	5,521	2,293
Derivative financial instruments	6,604	11,232	6,305	8,995
Cash and cash equivalents	29,104	21,246	17,109	10,182
<b>Total current assets</b>	<b>65,801</b>	<b>55,660</b>	<b>43,048</b>	<b>37,696</b>
<b>Total assets</b>	<b>80,610</b>	<b>70,621</b>	<b>55,458</b>	<b>50,181</b>

*(cont'd on the next page)*

The accompanying notes are an integral part of these financial statements.

AB INTER RAO LIETUVA, company code 126119913, A. Tumėno str. 4, Vilnius, Lithuania  
**UNAUDITED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE 3 MONTH PERIOD ENDED 31<sup>st</sup> March 2022**  
(all amounts are in EUR thousand unless otherwise stated)

**Statement of financial position (cont'd)**

	Notes	Group		Company	
		As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> December 2021	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> December 2021
<b>EQUITY AND LIABILITIES</b>					
<b>Equity</b>					
Share capital		5,800	5,800	5,800	5,800
Legal reserves		1,183	1,183	579	579
Cash flow hedge reserve		1,363	(1,522)	1,363	(1,522)
Retained earnings		30,799	22,924	13,151	7,451
Currency translation reserve		(312)	(298)	-	-
<b>Total equity</b>		<b>38,833</b>	<b>28,087</b>	<b>20,893</b>	<b>12,308</b>
<b>Liabilities</b>					
Financial lease obligations		619	840	129	284
Deferred income tax liability		2,959	3,346	135	139
<b>Total non-current liabilities</b>		<b>3,578</b>	<b>4,186</b>	<b>264</b>	<b>423</b>
Current portion of financial lease obligations		287	273	178	159
Derivative financial instruments		4,357	10,409	4,357	10,409
Trade payables		30,457	24,345	13,219	20,136
Income tax payable		-	-	167	-
Advances received		52	12	12	12
Other current liabilities		3,046	3,309	16,368	6,734
<b>Total current liabilities</b>		<b>38,199</b>	<b>38,348</b>	<b>34,301</b>	<b>37,450</b>
<b>Total equity and liabilities</b>		<b>80,610</b>	<b>70,621</b>	<b>55,458</b>	<b>50,181</b>

The accompanying notes are an integral part of these financial statements.

General Director	Giedrius Balčiūnas		13 May 2022
Director of Economics	Paulius Vazniokas		13 May 2022



AB INTER RAO LIETUVA, company code 126119913, A.Tumėno str. 4, Vilnius, Lithuania  
 UNAUDITED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
 FOR THE 3 MONTH PERIOD ENDED 31<sup>st</sup> March 2022  
 (all amounts are in EUR thousand unless otherwise stated)

Statement of comprehensive income  
 For the 3 months ended 31<sup>st</sup> March 2022

	Notes	Group		Company	
		2022	2021	2022	2021
Sales		100,667	122,332	52,855	24,916
Cost of sales		(88,678)	(112,838)	(44,082)	(23,725)
<b>Gross profit</b>		<b>11,989</b>	<b>9,494</b>	<b>8,773</b>	<b>1,191</b>
General and administrative expenses		(3,356)	(1,942)	(2,167)	(1,615)
<b>Profit from operations</b>		<b>8,633</b>	<b>7,552</b>	<b>6,606</b>	<b>(424)</b>
Other activities		-	-	4	4
<b>Financing and investing activities profit</b>		<b>329</b>	<b>1,492</b>	<b>58</b>	<b>4,379</b>
Finance income		2,300	1,520	99	4,399
Finance expenses		(1,971)	(28)	(41)	(20)
<b>Profit before tax</b>		<b>8,962</b>	<b>9,044</b>	<b>6,668</b>	<b>3,959</b>
Income tax		(1,087)	(1,129)	(968)	(637)
<b>Net profit</b>		<b>7,875</b>	<b>7,915</b>	<b>5,700</b>	<b>3,322</b>
<b>Total comprehensive income, net of tax</b>		<b>10,746</b>	<b>7,014</b>	<b>8,585</b>	<b>2,466</b>

**Statement of changes in equity**  
**For the 3 months ended 31<sup>st</sup> March 2022**

**Group**

	Share capital	Legal reserve	Cash flow hedge reserve	Currency translation reserve	Retained earnings	Total
<b>Balance as at 1<sup>st</sup> January 2022</b>	<b>5,800</b>	<b>1,183</b>	<b>(1,522)</b>	<b>(298)</b>	<b>22,924</b>	<b>28,087</b>
Profit for the period	-	-	-	-	7,875	7,875
Other comprehensive income, net of tax	-	-	2,885	-	-	2,885
Foreign exchange effect	-	-	-	(14)	-	(14)
Total comprehensive income	-	-	2,885	(14)	7,875	10,746
Dividends declared	-	-	-	-	-	-
Transfer to legal reserve	-	-	-	-	-	-
<b>Balance as at 31<sup>st</sup> March 2022</b>	<b>5,800</b>	<b>1,183</b>	<b>1,363</b>	<b>(312)</b>	<b>30,799</b>	<b>38,833</b>

	Share capital	Legal reserve	Cash flow hedge reserve	Currency translation reserve	Retained earnings	Total
<b>Balance as at 1<sup>st</sup> January 2021</b>	<b>5,800</b>	<b>1,115</b>	<b>(1,308)</b>	<b>(288)</b>	<b>19,647</b>	<b>24,966</b>
Profit for the period	-	-	-	-	7,915	7,915
Other comprehensive income, net of tax	-	-	(856)	-	-	(856)
Foreign exchange effect	-	-	-	(45)	-	(45)
Total comprehensive income	-	-	(856)	(45)	7,915	7,014
Dividends declared	-	-	-	-	-	-
Transfer to legal reserve	-	-	-	-	-	-
<b>Balance as at 31<sup>st</sup> March 2021</b>	<b>5,800</b>	<b>1,115</b>	<b>(2,164)</b>	<b>(333)</b>	<b>27,562</b>	<b>31,980</b>

AB INTER RAO LIETUVA, company code 126119913, A.Tumėno str. 4, Vilnius, Lithuania  
**UNAUDITED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE 3 MONTH PERIOD ENDED 31<sup>st</sup> March 2022**  
(all amounts are in EUR thousand unless otherwise stated)

**Company**

	Share capital	Legal reserve	Cash flow hedge reserve	Retained earnings	Total
<b>Balance as at 1<sup>st</sup> January 2022</b>	<b>5,800</b>	<b>579</b>	<b>(1,522)</b>	<b>7,451</b>	<b>12,308</b>
Profit for the period	-	-	-	5,700	5,700
Other comprehensive income	-	-	2,885	-	2,885
Total comprehensive income	-	-	2,885	5,700	8,585
Dividends declared	-	-	-	-	-
Transfer to legal reserve	-	-	-	-	-
<b>Balance as at 31<sup>st</sup> March 2022</b>	<b>5,800</b>	<b>579</b>	<b>1,363</b>	<b>13,151</b>	<b>20,893</b>

	Share capital	Legal reserve	Cash flow hedge reserve	Retained earnings	Total
<b>Balance as at 1<sup>st</sup> January 2021</b>	<b>5,800</b>	<b>579</b>	<b>(1,308)</b>	<b>11,012</b>	<b>16,083</b>
Profit for the period	-	-	-	3,322	3,322
Other comprehensive income	-	-	(856)	-	(856)
Total comprehensive income	-	-	(856)	3,322	2,466
Dividends declared	-	-	-	-	-
Transfer to legal reserve	-	-	-	-	-
<b>Balance as at 31<sup>st</sup> March 2021</b>	<b>5,800</b>	<b>579</b>	<b>(2,164)</b>	<b>14,334</b>	<b>18,549</b>

The accompanying notes are an integral part of these financial statements.

General Director Giedrius Balčiūnas 13 May 2022

Director of Economics Paulius Vazniokas 13 May 2022

AB INTER RAO LIETUVA, company code 126119913, A.Tumėno str. 4, Vilnius, Lithuania  
**UNAUDITED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE 3 MONTH PERIOD ENDED 31<sup>st</sup> March 2022**  
(all amounts are in EUR thousand unless otherwise stated)

**Statements of cash flows**  
**For the 3 month ended 31<sup>st</sup> March**

Notes	Group		Company	
	2022	2021	2022	2021
<b>Cash flows from (to) operating activities</b>				
Net profit	7,875	7,915	5,700	3,322
<b>Adjustments for non-cash items:</b>				
Income tax expenses	1,087	1,129	968	637
Depreciation and amortisation	323	350	43	73
Change in fair value of derivatives not designated as hedging instruments	1,986	(1,214)	32	(1,214)
Interest and dividend expenses	14	18	7	10
Other	-	36	-	36
	<b>11,285</b>	<b>8,234</b>	<b>6,741</b>	<b>2,864</b>
<b>Changes in working capital:</b>				
(Increase) decrease in inventories and prepayments	(719)	678	(2,528)	418
(Increase) decrease in accounts receivable and other current assets	(7,290)	672	844	(58)
Decrease in other non-current assets	3	4	-	-
Increase (decrease) in trade payables	6,152	2,281	(7,322)	(1,254)
Income tax (paid)	(900)	(1,280)	(340)	(721)
(Decrease) in other current liabilities	(277)	(829)	9,632	9,747
<b>Net cash flows from operating activities</b>	<b>8,254</b>	<b>9,760</b>	<b>7,036</b>	<b>10,996</b>
<b>Cash flows from (to) investing activities</b>				
(Acquisition) of non-current assets	(207)	-	-	-
<b>Net cash flows (to) investing activities</b>	<b>(207)</b>	<b>-</b>	<b>-</b>	<b>-</b>



*(cont'd on the next page)*

The accompanying notes are an integral part of these financial statements.

Statements of cash flows (cont'd)

	Group		Company	
	2022	2021	2022	2021
<b>Cash flows from (to) financing activities</b>				
Interest(paid)	(14)	(19)	(7)	(10)
Financial lease (payments)	(175)	(109)	(103)	(38)
<b>Net cash flows (to) financing activities</b>	<b>(189)</b>	<b>(128)</b>	<b>(110)</b>	<b>(48)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>7,858</b>	<b>9,632</b>	<b>6,926</b>	<b>10,948</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>21,246</b>	<b>22,250</b>	<b>10,182</b>	<b>10,485</b>
<b>Cash and cash equivalents as at the end of the period</b>	<b>29,104</b>	<b>31,882</b>	<b>17,108</b>	<b>21,433</b>

The accompanying notes are an integral part of these financial statements.

General Director	Giedrius Balčiūnas		13 May 2022
Director of Economics	Paulius Vazniokas		13 May 2022

## Notes to financial statements

### 1 General information

AB INTER RAO Lietuva (hereinafter "the Company") is a private limited liability company registered in the Republic of Lithuania. The Company's core line of business is trade of electricity. The Group companies operate in electricity trading and production sectors.

### 2 Segment information

#### Operating segments

The following tables present information regarding the Group's operating segments for the 3 month ended 31<sup>st</sup> March:

<b>3 month ended 31<sup>st</sup> March 2022</b>	<b>Electricity purchases and sales</b>	<b>Electricity production and sales</b>	<b>Total Segments</b>	<b>Adjustments and eliminations</b>	<b>Consolidated</b>
<b>Revenue</b>					
External customers	99,545	1,122	100,667	-	100,667
<b>Total revenue</b>	<b>99,545</b>	<b>1,122</b>	<b>100,667</b>	<b>-</b>	<b>100,667</b>
<b>Results</b>					
Depreciation and amortisation	60	263	323		323
Interest expenses	7	7	14		14
Income tax expenses	950	137	1,087		1,087
<b>Segment operating profit</b>	<b>7,930</b>	<b>703</b>	<b>8,633</b>	<b>-</b>	<b>8,633</b>
<b>Segment assets</b>	<b>70,948</b>	<b>9,425</b>	<b>80,373</b>	<b>237</b>	<b>80,610</b>
<b>Segment liabilities</b>	<b>37,378</b>	<b>1,440</b>	<b>38,818</b>	<b>2,925</b>	<b>41,77</b>

Segment assets and liabilities are presented after elimination of intercompany assets and liabilities within the segment, which are eliminated on consolidation.

#### Other disclosures

Capital expenditure	4	203	207	-	207
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AB INTER RAO LIETUVA, company code 126119913, A.Tumėno str. 4, Vilnius, Lithuania  
**UNAUDITED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE 3 MONTH PERIOD ENDED 31<sup>st</sup> March 2022**  
(all amounts are in EUR thousand unless otherwise stated)

<b>3 month ended 31<sup>st</sup> March 2021</b>	<b>Electricity purchases and sales</b>	<b>Electricity production and sales</b>	<b>Total Segments</b>	<b>Adjustments and eliminations</b>	<b>Consolidated</b>
<b>Revenue</b>					
External customers	121,764	568	122,332	-	122,332
<b>Total revenue</b>	121,764	568	122,332	-	122,332
<b>Results</b>					
Depreciation and amortisation	93	257	350	-	350
Interest expenses	12	7	19	-	19
Income tax expenses	1,097	32	1,129	-	1,129
Share of profit of associate joint venture					
<b>Segment operating profit</b>	<b>7,380</b>	<b>172</b>	<b>7,552</b>	<b>-</b>	<b>7,552</b>
<b>Segment assets</b>	<b>49,146</b>	<b>10,078</b>	<b>59,224</b>	<b>42</b>	<b>59,266</b>
<b>Segment liabilities</b>	<b>23,810</b>	<b>2,033</b>	<b>25,843</b>	<b>1,443</b>	<b>27,286</b>

Segment assets and liabilities are presented after elimination of intercompany assets and liabilities within the segment, which are eliminated on consolidation.

#### Other disclosures

Capital expenditure	-	-	-	-	-
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Capital expenditure consists of additions of property, plant and equipment, intangible assets and investment properties including assets from the acquisition of subsidiaries.

#### Adjustments and eliminations

Finance income and expenses are allocated to individual segments as the underlying instruments are managed on each separate Company basis.

Taxes and certain financial liabilities are not allocated to operating segments as they are managed on a Group basis.

### Related party transactions

The parties are considered related when one party has the possibility to control the other one or have significant influence over the other party in making financial and operating decisions. The related parties of the Group during the 3 month period ending 31<sup>st</sup> March 2022 and as at 31<sup>st</sup> March 2021 were as follows:

PJSC Inter RAO (ultimate parent);  
 RAO Nordic Oy (one of the shareholders);  
 UAB Scaent Baltic (one of the shareholders);  
 Other related parties include:  
 UAB Scaent Baltic Group companies (the same shareholder).  
 Management

### 3 Related party transactions

For the 3 month period ended 31 <sup>st</sup> March 2022		Purchases	Sales	Paid (received) dividends	Receivables	Payables, including loans granted
PJSC Inter RAO	a)	79,709	142	-	56	26,397
		<u>79,709</u>	<u>142</u>	<u>-</u>	<u>56</u>	<u>26,397</u>

For the 3 month period ended 31 <sup>st</sup> March 2021		Purchases	Sales	Paid (received) dividends	Receivables	Payables, including loans granted
PJSC Inter RAO	a)	71,648	126	-	36	19,543
		<u>71,648</u>	<u>126</u>	<u>-</u>	<u>36</u>	<u>19,543</u>

a) The Group performs electricity trading transactions with PJSC Inter RAO.



## Confirmation of Responsible Persons

Following the Article No. 24 of the Law on Securities of the Republic of Lithuania and Rules on Preparation and Submission of Periodic and Additional Information of the Central Bank of the Republic of Lithuania, I, Giedrius Balčiūnas, the General Director of AB INTER RAO Lietuva hereby confirm that, to the best of my knowledge, AB INTER RAO Lietuva Unaudited Consolidated Interim Financial statements for the 3 month period ended 31 March, 2022 as set out on above are prepared in accordance with International Financial Reporting Standards as adopted by the European Union and give a true and fair view of the assets, liabilities, financial position and profit or loss and cash flows of the Company and the Group. The Unaudited Consolidated Interim Report of the Company include a fair review of the development and performance of the business of the Company and the Group.

Giedrius Balčiūnas

General Director

