

## AB INTER RAO LIETUVA

UNAUDITED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
AND UNAUDITED CONSOLIDATED INTERIM REPORT  
FOR THE 3 MONTH PERIOD ENDED 31 MARCH 2021,  
prepared in accordance with International Financial Reporting Standards,  
as adopted by the European Union

*14 May 2021*

*Vilnius*



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## AB INTER RAO Lietuva Unaudited Consolidated Interim Report for the 3 Month Period Ended 31 March 2021

### I. General Information

#### Reporting period

3 month period ended 31<sup>st</sup> March 2021

#### Company and its contact details

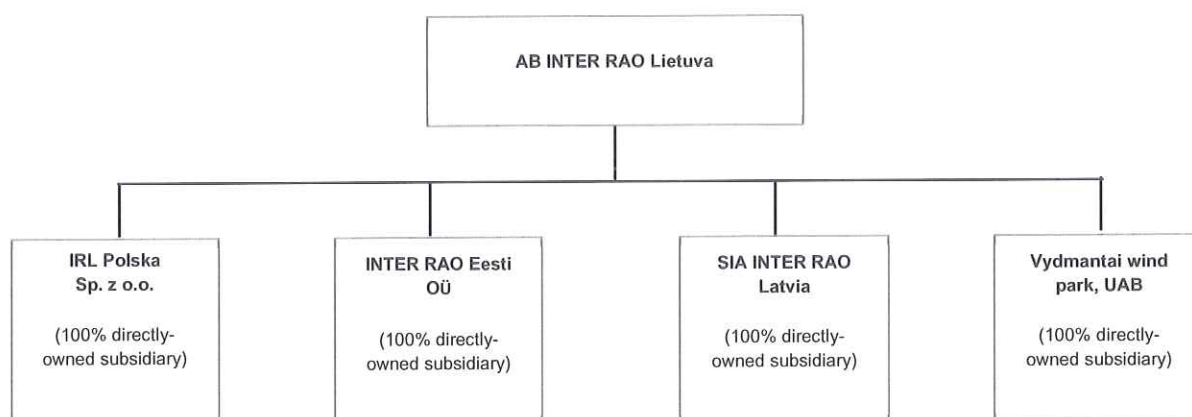
Company name	AB INTER RAO Lietuva (hereinafter – IRL or „the Company“)
Company code	126119913
Legal form	Public company (joint-stock company)
Date of registration	21 <sup>st</sup> December 2002
Name of register of Legal Entities	State Enterprise Centre of Registers
Registered office	A.Tumėno str. 4, 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 2021, 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 2021	Registration address	Activity (including planned)
INTER RAO Eesti OÜ - subsidiary	11879805	100 %	59	Peterburi tee 47, Tallinn, Estonia	Trade of electricity
SIA INTER RAO Latvia - subsidiary	40103268639	100 %	4,350	76 Gustava Zemgala Ave., Riga, LV-1039, Latvia	Trade of electricity
IRL Polska Sp. z o.o. - subsidiary	0000436992	100 %	3,419	Twarda 18, 00-105 Warsaw, Poland	Trade of electricity
Vydmantai Wind Park, UAB – subsidiary	302666616	100 %	16,545	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 2021:



### **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.

### **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.<br><br>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.  |



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- 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 Baltiiskaya 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 Lit.
- 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.

#### **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**

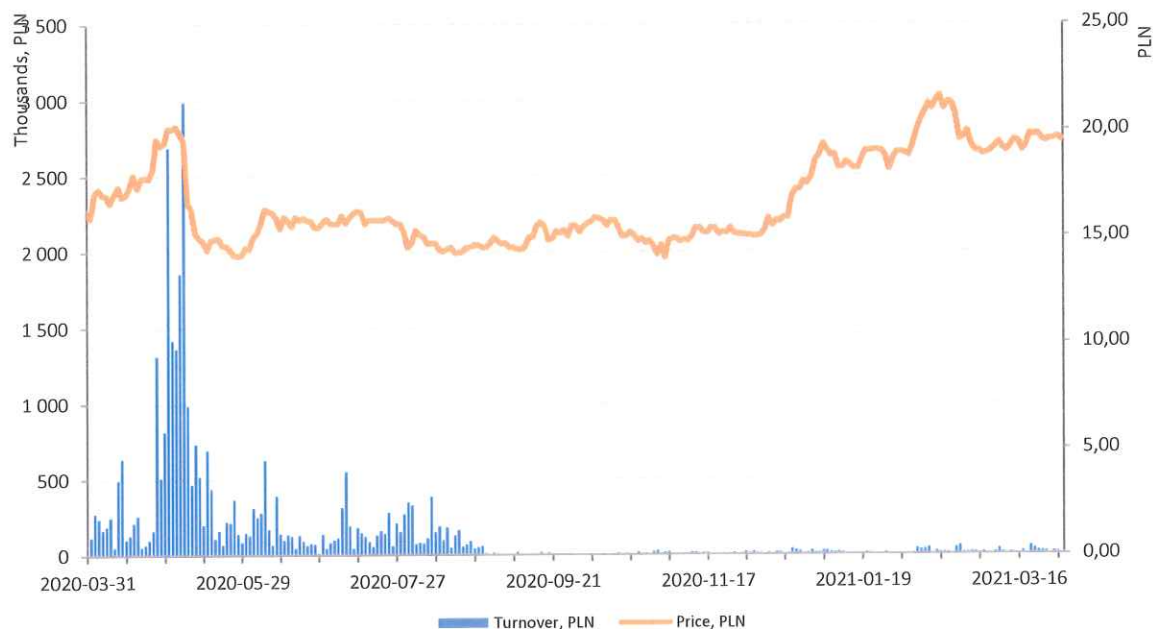
The following securities of the Company are included into the Main List of Warsaw stock exchange (symbol: IRL):

<b>Types of shares</b>	<b>Number of shares</b>	<b>Nominal value (in EUR)</b>	<b>Total nominal value (in EUR)</b>	<b>Issue Code</b>
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.

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



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

As of 31<sup>st</sup> March 2021 the shareholder structure of the Company was as following:

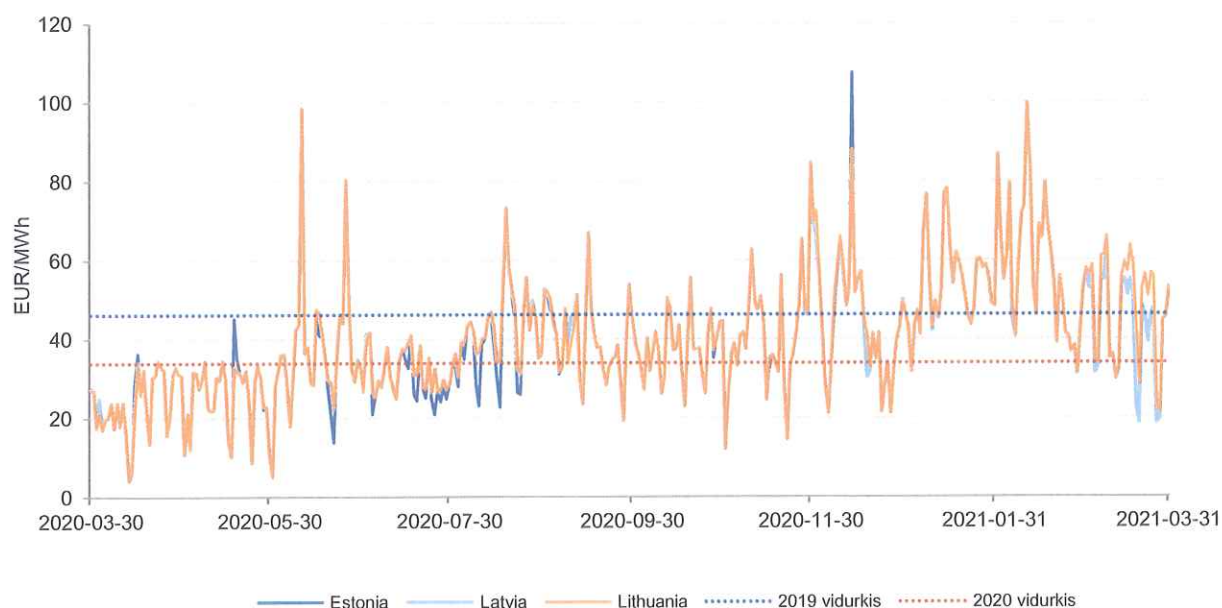
<b>Shareholder</b>	<b>Number of shares/votes</b>	<b>Percentage of shares</b>
RAO Nordic Oy	10,200,000	51%
UAB Scaent Baltic	5,822,856	29,11%
Other shareholders	3,977,144	19,89%
<b>Total</b>	<b>20,000,000</b>	<b>100%</b>



## II. Financial information

### Revenues

The total consolidated Group's sales revenue in January-March of 2021 was equal to EUR 122.3 million, a 110.36 per cent more than in the first 3 months of 2020. Total revenue increased due to the higher amounts of electricity traded. The increase in the amount of electricity traded was mainly influenced by increase in sales in Latvian and Polish markets. Company's sales revenue in the first 3 months of 2021 was equal to EUR 24.9 million – decrease by 27.59 per cent, compared to the same period in 2020. This was due to the fact that – there were less electricity traded in Lithuania.



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 2021	1 <sup>st</sup> quarter 2020
<b>Sales (EUR thousand)</b>	<b>122,332</b>	<b>58,153</b>
Gross profit (EUR thousand)	9,494	4,910
Gross profit margin (%)	7.76%	8.44%
Operating profit (EUR thousand)	7,552	2,696
Operating profit margin (%)	6.17%	4.64%
<b>EBITDA (EUR thousand)</b>	<b>9,422</b>	<b>3,654</b>
EBITDA profit margin (%)	7.70%	6.28%
Net profit (EUR thousand)	7,915	2,415
Net profit margin (%)	6.47%	4.15%
Number of shares (thousand)	20,000	20,000
Earnings per share (EUR)	0.40	0.12

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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 increased by 110.36 per cent in first 3 months of 2021, compared to the same period in 2020. The increase in sales was caused by higher amounts of electricity traded in most of the markets with the strongest growth in Polish and Latvian market. The market price of electricity purchased was higher, if compared to the same period in 2020, in all the markets. As a result – Group's gross profit increased by 93.36 per cent if compared to the same period a year ago, but despite this fact Group's gross profit margin decreased and was equal to 7.76 per cent in the accounting period, compared to 8.44 per cent during the period of January-March of 2020. Group's operating profit increased by 180.12 per cent if compared to the same period a year ago and was equal to EUR 7.6 million.

Company's gross profit margin in 2021 was also smaller and accounted to 4.78 per cent, compared to 5.26 per cent in the first 3 months of 2020. The difference between Group's and Company's profitability was mainly caused by the positive impact from Polish operations and Latvian market results. Operating profit of the Company for the January-March of 2021 was equal to EUR (-0.4) million compared to EUR 0.4 million a year ago.

Group's and Company's EBITDA for the first 3 months of 2021 was EUR 9.4 million and EUR 4 million respectively, it increased from EUR 3.7 million and EUR 0.8 million respectively, if compared to the same period a year ago. Group's EBITDA margin increased from 6.28 per cent in first 3 months of 2020 to 7.7 per cent in the same period in 2021. Company's EBITDA profit margin increased from 2.19 per cent in January-March of 2020 to 16.26 per cent in the accounting period. In the 3 months of 2021, Group's net profit increased to EUR 7.9 million from EUR 2.4 million during the same period a year ago. As a result, Group's net profit margin during the accounting period was equal to 6.47 per cent, compared to 4.15 per cent a year ago. Net profit of the Company in first 3 months of 2021 increased to EUR 3.3 million compared to EUR 0.6 million in January-March 2020.

<b>Sales revenues by operating segments, thous. EUR</b>	<b>1<sup>st</sup> quarter of 2021</b>	<b>1<sup>st</sup> quarter of 2020</b>
Electricity purchases and sales	121,764	55,904
Electricity production and sales	568	2,249
<b>Total</b>	<b>122,332</b>	<b>58,153</b>

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Group's revenue from purchases and sales of electricity in the first 3 months of 2021 amounted to EUR 121.8 million compared to EUR 55.9 million in the same period a year ago. Revenue from produced electricity sales accounted for EUR 0.6 million, the 74.75 per cent decrease if compared to the same period a year ago. During the accounting period Vydmantai wind park, UAB has produced less of electricity compared to the same period a year ago, due to worse meteorological conditions: average wind speed in 1<sup>st</sup> quarter of 2021 was 6.2 m/s if compared to 7.87 m/s a year ago. Also, 2020 was the last year when wind park had fixed feed in tariff.

Company's revenue during January-March 2021 shrunk by 27.59 per cent and was equal to EUR 24.9 million compared to EUR 34.4 million in the same period in 2020.

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 2021, compared with the same periods in 2020, with a breakdown by each country for the periods indicated (S - sale, P - purchase).

	For the 1 <sup>st</sup> quarter of 2021		For the 1 <sup>st</sup> quarter of 2020	
	S	P	S	P
	GWh		GWh	
Lithuania*	567	4	846	24
Latvia	1,227	1,227	15	15
Estonia	78	89	68	97
Russia	25	577	21	814
Poland	661	661	367	367
<b>Total*</b>	<b>2,558</b>	<b>2,558</b>	<b>1,317</b>	<b>1,317</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 2021	1 <sup>st</sup> quarter of 2020
Electricity purchases and sales	112,503	52,911
Electricity production and sales	335	332
<b>Total</b>	<b>112,838</b>	<b>53,243</b>

Group's cost of sales in January-March of 2021 accounted to EUR 112.8 million, the 111.93 per cent increase if compared to the first three months of 2020. As a result of the higher amounts of electricity traded and higher price of electricity on Nord Pool market, the cost of sales of the Group increased 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 lower by 27.22 per cent if compared the accounting period and the same period a year ago and amounted to EUR 23.7 million if compared to EUR 32.6 million a year ago.

Group's cost of purchased electricity in the first quarter of 2021 amounted to EUR 111.3 million. Group's cost of purchased electricity comprised 98.61 per cent of total cost of sales, Company's – 97.9 per cent.



Group's operating expenses in the three-month period of 2021 amounted to EUR 1.9 million, a 12.29 per cent decrease over a year ago. Company's operating expenses amounted to EUR 1.6 million in January-March 2021, a 14.46 per cent increase over a year ago.

### **Earnings**

Gross profit of the Group in January-March of 2021 amounted to EUR 9.5 million (compared to the EUR 4.9 million), while the gross profit margin decreased to 7.76 per cent (from 8.44 per cent a year ago). Gross profit of the Company in the same period accounted to EUR 1.2 million if compared to EUR 1.8 million a year ago. Company's gross profit margin decreased from 5.26 per cent in January-March 2020 to 4.78 per cent in the first three months of 2021.

Group's operating profit over the same period increased to EUR 7.6 million from EUR 2.7 million a year ago, while the operating profit margin accounted to 6.17 per cent. Operating profit in the first quarter of 2021 of the Company decreased to EUR (-0.4) million, compared to EUR 0.4 million in the same period a year ago.

Net result of financial activities of the Group in the first quarter of 2021 amounted to EUR 1.5 million, an increase 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 2021 increased if compared with the same period a year ago and amounted to EUR 7.9 million. The profit margin increased from 4.15 per cent a year ago to 6.47 per cent in the accounting period. Company's profit increased to EUR 3.3 million in the first quarter of 2021 from EUR 0.6 million in the same period a year ago and profit margin in the first quarter of 2021 increased to 13.33 per cent from 1.62 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 17.94 per cent and of the Company increased by 36.44 per cent. The most significant influence to the change of the assets was caused by increase of cash and cash equivalents and decrease of trade receivables in the Group and in the Company.

Total non-current assets of the Company decreased by 0.62 per cent over a year ago and of the Group decreased by 2.26 per cent. The most significant change in assets in the Group was related to depreciation of patents and licenses and depreciation of wind farm equipment held by subsidiary Vydmantai wind park, UAB.

During the first quarter of 2021, shareholders' equity of the Company and of the Group increased by 15.33 per cent and 28.09 per cent respectively and amounted to 43 per cent of the total equity and liabilities of the Company and to 54 per cent of the total equity and liabilities of the Group.

At the end of March 2021, total amount of borrowings, including financial liabilities related to finance lease and bank financing, amounted to EUR 1 million for the Group and the Company had EUR 0.4 million of such borrowings. Cash, cash equivalents amounted to EUR 21.4 million for the Company and EUR 31.9 million for the Group.

Net cash flows from operating activities of the Group increased in the first quarter of 2021 and amounted to EUR 9.8 million, if compared to EUR (-11.8) million outflow in the same period a year ago. Net cash flows from operating activities of the Company in the first 3 months of 2021 equaled to EUR 11 million, if compared to EUR (-14.6) million outflow a year ago.

Net cash flows from investing activities of the Group and the Company in the January-March of 2021 stayed at the same level as at the same period of 2020.

Net cash flows from financing activities of the Group in the first quarter of 2021 amounted to EUR (0.1) million outflow, if compared to EUR (1.0) million at the same period a year ago. Net cash flows from financing activities of the Company in the first 3 months of 2021 equaled to EUR 0 million outflow, the same as in the same period a year ago.



## Personnel

As of 31<sup>st</sup> March 2021 there were 38 employees in the Group and 23 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 2021		As of 31 <sup>st</sup> March 2020	
	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	2	1	2	1
Technical staff	3	1	3	1
Office Staff	13	7	13	7
<b>Total</b>	<b>38</b>	<b>23</b>	<b>38</b>	<b>23</b>

On 31<sup>st</sup> March 2021 Company's personnel consisted of 8 managers and 15 specialists, as Group's personnel consisted of 8 managers and 30 specialists.

## AB INTER RAO Lietuva Unaudited Consolidated Interim Financial Statements for the 3 Month Period Ended 31 March 2021

### Statement of financial position

	Notes	Group		Company	
		As at 31 <sup>st</sup> March 2021	As at 31 <sup>st</sup> December 2020	As at 31 <sup>st</sup> March 2021	As at 31 <sup>st</sup> December 2020
<b>ASSETS</b>					
Non-current assets					
Other intangible assets		7	8	-	-
<b>Total intangible assets</b>		<b>7</b>	<b>8</b>	<b>-</b>	<b>-</b>
Property, plant and equipment					
Land		-	-	-	-
Buildings and structures		1,996	2,033	-	-
Machinery and equipment		11,287	11,498	-	-
Office premises		453	471	453	471
Other property, plant and equipment		28	32	12	15
<b>Total property, plant and equipment</b>		<b>13,764</b>	<b>14,034</b>	<b>465</b>	<b>486</b>
Right-of-use asset		1,022	1,101	375	427
Investment property		323	323	323	323
Interest in subsidiaries		-	-	10,927	10,927
Other non-current financial assets		219	223	41	41
Derivative financial instruments		115	118	115	118
Deferred income tax asset		-	-	-	-
<b>Total non-current assets</b>		<b>15,450</b>	<b>15,807</b>	<b>12,246</b>	<b>12,322</b>
Current assets					
Inventories and prepayments		1,160	1,838	69	168
Accounts receivable					
Trade receivables		7,450	8,169	5,472	5,469
Receivables from subsidiaries		-	-	1,602	1,929
Other receivables		306	316	-	-
<b>Total accounts receivable</b>		<b>7,756</b>	<b>8,485</b>	<b>7,074</b>	<b>7,398</b>
Prepaid income tax		42	15	42	-
Other current assets		258	258	195	195
Derivative financial instruments		2,718	1,599	2,437	1,312
Cash and cash equivalents		31,882	22,250	21,433	10,485
<b>Total current assets</b>		<b>43,816</b>	<b>34,445</b>	<b>31,250</b>	<b>19,558</b>
<b>Total assets</b>		<b>59,266</b>	<b>50,252</b>	<b>43,496</b>	<b>31,880</b>

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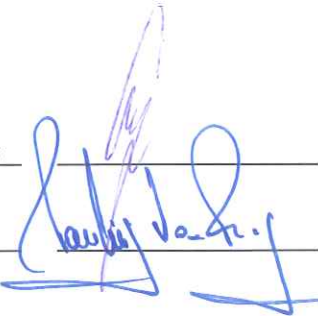

The accompanying notes are an integral part of these financial statements.

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Statement of financial position (cont'd)

	Notes	Group		Company	
		As at 31 <sup>st</sup> March 2021	As at 31 <sup>st</sup> December 2020	As at 31 <sup>st</sup> March 2021	As at 31 <sup>st</sup> December 2020
<b>EQUITY AND LIABILITIES</b>					
<b>Equity</b>					
Share capital		5,800	5,800	5,800	5,800
Legal reserves		1,115	1,115	579	579
Cash flow hedge reserve		(2,164)	(1,308)	(2,164)	(1,308)
Retained earnings		27,562	19,647	14,334	11,012
Currency translation reserve		(333)	(288)	-	-
<b>Total equity</b>		<b>31,980</b>	<b>24,966</b>	<b>18,549</b>	<b>16,083</b>
<b>Liabilities</b>					
Financial lease obligations		823	910	250	271
Derivative financial instruments		-	-	-	-
Deferred income tax liability		1,068	992	210	104
<b>Total non-current liabilities</b>		<b>1,891</b>	<b>1,902</b>	<b>460</b>	<b>375</b>
Current portion of financial lease obligations		212	234	106	123
Derivative financial instruments		2,506	2,597	2,506	2,597
Trade payables		20,063	17,782	8,328	9,449
Income tax payable		375	935	-	461
Advances received		12	12	10	10
Other current liabilities		2,227	1,824	13,537	2,782
<b>Total current liabilities</b>		<b>25,395</b>	<b>23,384</b>	<b>24,487</b>	<b>15,422</b>
<b>Total equity and liabilities</b>		<b>59,266</b>	<b>50,252</b>	<b>43,496</b>	<b>31,880</b>

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

General Director	Giedrius Balčiūnas		14 May 2021
Director of Economics	Paulius Vazniokas		14 May 2021

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(all amounts are in EUR thousand unless otherwise stated)

**Statement of comprehensive income**  
**For the 3 months ended 31<sup>st</sup> March 2021**

	Notes	Group		Company	
		2021	2020	2021	2020
Sales		122,332	58,153	24,916	34,410
Cost of sales		(112,838)	(53,243)	(23,725)	(32,599)
<b>Gross profit</b>		<b>9,494</b>	<b>4,910</b>	<b>1,191</b>	<b>1,811</b>
General and administrative expenses		(1,942)	(2,214)	(1,615)	(1,411)
<b>Profit from operations</b>		<b>7,552</b>	<b>2,696</b>	<b>(424)</b>	<b>400</b>
Other activities		-	-	4	4
<b>Financing and investing activities profit</b>		<b>1,492</b>	<b>208</b>	<b>4,379</b>	<b>255</b>
Finance income		1,520	287	4,399	282
Finance expenses		(28)	(79)	(20)	(27)
<b>Profit before tax</b>		<b>9,044</b>	<b>2,904</b>	<b>3,959</b>	<b>659</b>
Income tax		(1,129)	(489)	(637)	(101)
<b>Net profit</b>		<b>7,915</b>	<b>2,415</b>	<b>3,322</b>	<b>558</b>
<b>Total comprehensive income, net of tax</b>		<b>7,014</b>	<b>(1,041)</b>	<b>2,466</b>	<b>(2,707)</b>

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**Statement of changes in equity**  
**For the 3 months ended 31<sup>st</sup> March 2021**

**Group**

	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>

	Share capital	Legal reserve	Cash flow hedge reserve	Currency translation reserve	Retained earnings	Total
<b>Balance as at 1<sup>st</sup> January 2020</b>	<b>5,800</b>	<b>1,011</b>	<b>916</b>	<b>(48)</b>	<b>21,542</b>	<b>29,221</b>
Profit for the period	-	-	-	-	2,415	2,415
Other comprehensive income, net of tax	-	-	(3,254)	-	-	(3,254)
Foreign exchange effect	-	-	-	(202)	-	(202)
Total comprehensive income	-	-	(3,254)	(202)	2,415	(1,041)
Dividends declared	-	-	-	-	-	-
Transfer to legal reserve	-	-	-	-	-	-
<b>Balance as at 31<sup>st</sup> March 2020</b>	<b>5,800</b>	<b>1,011</b>	<b>(2,338)</b>	<b>(250)</b>	<b>23,957</b>	<b>28,180</b>



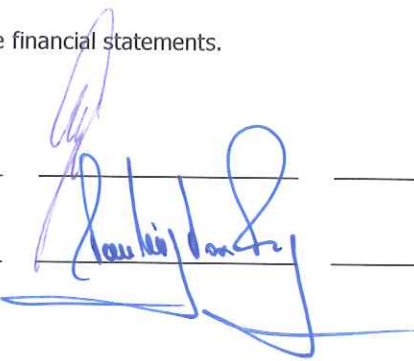
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**Company**

	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>

	Share capital	Legal reserve	Cash flow hedge reserve	Retained earnings	Total
<b>Balance as at 1<sup>st</sup> January 2020</b>	<b>5,800</b>	<b>579</b>	<b>808</b>	<b>14,199</b>	<b>21,386</b>
Profit for the period	-	-	-	558	558
Other comprehensive income	-	-	(3,265)	-	(3,265)
Total comprehensive income	-	-	(3,265)	558	(2,707)
Dividends declared	-	-	-	-	-
Transfer to legal reserve	-	-	-	-	-
<b>Balance as at 31<sup>st</sup> March 2020</b>	<b>5,800</b>	<b>579</b>	<b>(2,457)</b>	<b>14,757</b>	<b>18,679</b>

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

General Director	Giedrius Balčiūnas		14 May 2021
Director of Economics	Paulius Vazniokas		14 May 2021

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

Notes	Group		Company	
	2021	2020	2021	2020
<b>Cash flows from (to) operating activities</b>				
Net profit	7,915	2,415	3,322	558
<b>Adjustments for non-cash items:</b>				
Income tax expenses	1,129	489	637	101
Depreciation and amortisation	350	671	73	66
Change in fair value of derivatives not designated as hedging instruments	(1,214)	(25)	(1,214)	(25)
Interest and dividend expenses	18	48	10	10
Other	36	(39)	36	(39)
	<b>8,234</b>	<b>3,559</b>	<b>2,864</b>	<b>671</b>
<b>Changes in working capital:</b>				
(Increase) decrease in inventories and prepayments	678	788	418	1,392
(Increase) decrease in accounts receivable and other current assets	672	4,657	(58)	3,702
Decrease in other non-current assets	4	(113)	-	-
Increase (decrease) in trade payables	2,281	(19,388)	(1,254)	(19,421)
Income tax (paid)	(1,280)	(300)	(721)	(150)
(Decrease) in other current liabilities	(829)	(992)	9,747	(837)
<b>Net cash flows from operating activities</b>	<b>9,760</b>	<b>(11,789)</b>	<b>10,996</b>	<b>(14,643)</b>
<b>Cash flows from (to) investing activities</b>				
(Acquisition) of non-current assets	-	(2)	-	(2)
(Increase) decrease in other non-current assets	-	-	-	-
<b>Net cash flows (to) investing activities</b>	<b>-</b>	<b>(2)</b>	<b>-</b>	<b>(2)</b>

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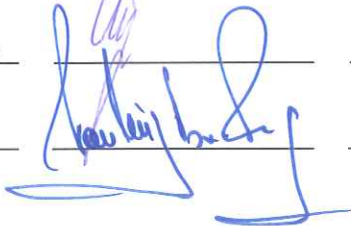
The accompanying notes are an integral part of these financial statements.

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**Statements of cash flows (cont'd)**

	Group		Company	
	2021	2020	2021	2020
<b>Cash flows from (to) financing activities</b>				
Interest(paid)	(19)	(48)	(10)	(10)
Proceeds from loans	-	(825)	-	-
Financial lease (payments)	(109)	(74)	(38)	(28)
<b>Net cash flows (to) financing activities</b>	<b>(128)</b>	<b>(947)</b>	<b>(48)</b>	<b>(38)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>9,632</b>	<b>(12,738)</b>	<b>10,948</b>	<b>(14,683)</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>22,250</b>	<b>27,022</b>	<b>10,485</b>	<b>22,584</b>
<b>Cash and cash equivalents as at the end of the period</b>	<b>31,882</b>	<b>14,284</b>	<b>21,433</b>	<b>7,901</b>

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

General Director	Giedrius Balčiūnas		14 May 2021
Director of Economics	Paulius Vazniokas		14 May 2021

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**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:

2021

<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>	<b>121,764</b>	<b>568</b>	<b>122,332</b>	<b>-</b>	<b>122,332</b>
<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
<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**

Interest in a joint venture	-	-	-	-	-
Capital expenditure	-	-	-	-	-

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2020

<b>3 month ended 31<sup>st</sup> March 2020</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	55,904	2,249	58,153	-	58,153
<b>Total revenue</b>	<b>55,904</b>	<b>2,249</b>	<b>58,153</b>	<b>-</b>	<b>58,153</b>
<b>Results</b>					
Depreciation and amortisation	86	585	671	-	671
Interest expenses	11	37	48	-	48
Income tax expenses	257	232	489	-	489
Share of profit of associate joint venture	-	-	-	-	-
<b>Segment operating profit</b>	<b>1,132</b>	<b>1,566</b>	<b>2,698</b>	<b>-</b>	<b>2,698</b>
<b>Segment assets</b>	<b>23,650</b>	<b>22,535</b>	<b>46,185</b>	<b>-</b>	<b>46,185</b>
<b>Segment liabilities</b>	<b>10,287</b>	<b>5,887</b>	<b>16,174</b>	<b>1,831</b>	<b>18,005</b>

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

**Other disclosures**

Interest in a joint venture	-	-	-	-	-
Capital expenditure	2	-	2	-	2

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 2021 and as at 31<sup>st</sup> March 2020 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

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

<b>For the 3 month period ended 31<sup>st</sup> March 2020</b>		<b>Purchases</b>	<b>Sales</b>	<b>Paid (received) dividends</b>	<b>Receivables</b>	<b>Payables, including loans granted</b>
PJSC Inter RAO	a)	31,231	108	-	32	6,436
		<b>31,231</b>	<b>108</b>	<b>-</b>	<b>32</b>	<b>6,436</b>

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, 2021 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

