

UAB "15min"

Independent auditor's report,
April 30, 2024 consolidated financial statements,
and consolidated annual report

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INDEPENDENT AUDITOR'S REPORT

To the Shareholders of UAB 15min

Qualified Opinion

We have audited the consolidated financial statements of UAB 15min and its subsidiaries (the Group), which comprise the consolidated balance sheet as at April 30, 2024, and the consolidated income statement, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements.

In our opinion, except as noted in paragraph "Basis for the Qualified Opinion", the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as at April 30, 2024, and its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with the Lithuanian Financial Reporting Standards.

Basis for the Qualified Opinion

The amount of EUR 4.5 million of own shares of UAB 15min was accounted for in the short-term investments item of the Group's balance sheet. In our opinion, own shares should have been accounted for in the equity item of the balance sheet. If the adjustment was made, the Group's short-term investments and equity would decrease by the same amount of EUR 4.5 million.

Other information

The other information comprises the information included in the Group's annual report, but does not include the consolidated financial statements and our auditor's report thereon. Management is responsible for the other information.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon, except as specified below.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

In addition, our responsibility is to consider whether information included in the Group's annual report for the financial year for which the consolidated financial statements are prepared is consistent with the consolidated financial statements and whether annual report has been prepared in compliance with applicable legal requirements.

Based on the work carried out in the course of audit of consolidated financial statements, in our opinion, in all material respects:

- The information given in the Group's annual report for the financial year for which the consolidated financial statements are prepared is consistent with the consolidated financial statements; and
- The Group's annual report has been prepared in accordance with the requirements of the Law on Consolidated Reporting by Groups of Undertakings of the Republic of Lithuania.

Responsibilities of management and those charged with governance for the consolidated financial statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Lithuanian Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of the consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's consolidated financial reporting process.

Auditor's responsibilities for the audit of the consolidated financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

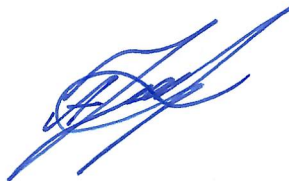
As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We shall communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Auditor Aleksas Jonika
Auditor's license No.000577



UAB "AUDIFINA"
Audit company's license No. 001483

4 September 2024
Vilnius, the Republic of Lithuania

This is a free translation into English of the Statutory Auditors' report issued in Lithuanian language. The consolidated financial statements of UAB 15min originally issued in Lithuanian language have been audited

UAB "15MIN"

Company code 12636687, Kęstučio g. 25-1, Vilnius

CONSOLIDATED PROFIT AND LOSS ACCOUNT as at 30 APRIL 2024 4 September 2024 No. 1

(Euro)

Item No.	Items	Note No.	Reporting period	Previous reporting period
1.	Sales revenue	1	10 415 546	7 152 158
2.	Cost of sales	4	(6 965 694)	(5 045 825)
3.	Fair value adjustments of the biological assets		-	-
4.	GROSS PROFIT (LOSS)		3 449 852	2 106 333
5.	Selling expenses	2	(1 030 000)	(740 588)
6.	General and administrative expenses	3	(2 379 467)	(1 332 429)
7.	Other operating results		3 684	15 995
8.	Income from investments to the shares of parent, subsidiaries and associated entities		-	-
9.	Income from other long-term investments and loans (dividend income)		2 257	15 827
10.	Other interest and similar income		-	-
11.	The impairment of the financial assets and short-term investments		-	-
12.	Interest and other similar expenses		(638 124)	(41 846)
13.	PROFIT (LOSS) BEFORE TAXATION		(591 798)	23 292
14.	Tax on profit	14	(46 407)	(31 980)
15.	PROFIT (LOSS) BEFORE MINORITY INTEREST SEPARATION		(638 206)	(8 688)
16.	MINORITY INTEREST		-	-
17.	NET PROFIT (LOSS)		(638 206)	(8 688)

Director

(signature)

Tomas Balžekas

Chief Accountant

(signature)

Asta Martyševskaja

The explanatory note on pages 11-20 is an integral part of these financial statements

Made on 4 September 2024

UAB "15MIN"

Company code 12636687, Kęstučio g. 25-1, Vilnius

CONSOLIDATED BALANCE SHEET as at 30 APRIL 2024 4 September 2024 No. 2

(Euro)

Item No.	Items	Note No.	Reporting period	Previous reporting period
ASSETS				
A.	FIXED ASSETS		3 943 848	4 505 349
1.	INTANGIBLE ASSETS	5	3 738 855	4 340 909
1.1.	Development works		-	-
1.2.	Goodwill		3 724 694	4 300 448
1.3.	Software		1	216
1.4.	Concessions, patents, licences, trade marks and similar rights		10 518	36 603
1.5.	Other intangible assets		3 642	3 642
1.6.	Advance payments		-	-
2.	TANGIBLE ASSETS	6	119 563	109 538
2.1.	Land		-	-
2.2.	Buildings and structures		-	-
2.3.	Machinery and plant		39 007	75 528
2.4.	Vehicles		3	1 319
2.5.	Other equipment, fittings and tools		80 553	32 691
2.6.	Investment property		-	-
2.6.1.	Land		-	-
2.6.2.	Buildings		-	-
2.7.	Advance payments and tangible assets under construction (production)		-	-
3.	FINANCIAL ASSETS		1 756	1 756
3.1.	Shares in entities of the entities group		1 500	1 500
3.2.	Loans to entities of the entities group		-	-
3.3.	Amounts receivable from entities of the entities group		-	-
3.4.	Shares in associated entities		256	256
3.5.	Loans to associated entities		-	-
3.6.	Amounts receivable from the associated entities		-	-
3.7.	Long-term investments		-	-
3.8.	Amounts receivable after one year		-	-
3.9.	Other financial assets		-	-
4.	OTHER FIXED ASSETS		83 674	53 146
4.1.	Deferred tax assets		65 686	53 146
4.2.	Biological assets		-	-
4.3.	Other assets		17 988	-
B.	CURRENT ASSETS		7 636 295	2 565 730
1.	INVENTORIES	7	39 111	160 475
1.1.	Raw materials, materials ir consumables		4 993	17 427
1.2.	Production and work in progress		-	-
1.3.	Finished goods		-	-
1.4.	Goods for resale		-	-
1.5.	Biological assets		-	-
1.6.	Fixed tangible assets held for sale		-	-
1.7.	Advance payments		34 118	143 048
2.	AMOUNTS RECEIVABLE WITHIN ONE YEAR	8	1 872 092	1 616 842
2.1.	Trade debtors		1 821 335	1 580 756
2.2.	Amounts owed by entities of the entities group		-	4 490
2.3.	Amounts owed by associates entities		-	-
2.4.	Other debtors		50 757	31 596
2.5.	Accrued receivables		-	-
3.	SHORT-TERM INVESTMENTS		4 712 257	-
3.1.	Shares in entities of the entities group		4 712 257	-
3.2.	Other investments		-	-
4.	CASH AND CASH EQUIVALENTS	10	1 012 836	788 413
C.	PREPAYMENTS AND ACCRUED INCOME	9	42 016	54 972
	TOTAL ASSETS		11 622 159	7 126 051

Item No.	Items	Note No.	Reporting period	Previous reporting period
EQUITY AND LIABILITIES				
D.	EQUITY		3 791 939	4 429 144
1.	CAPITAL	11	1 884 920	1 883 920
1.1.	Authorised (subscribed) or primary capital		1 884 920	1 883 920
1.2.	Subscribed capital unpaid (-)		-	-
1.3.	Own shares, equity stocks (-)		-	-
2.	SHARE PREMIUM ACCOUNT		3 888 813	3 888 812
3.	REVALUATION RESERVE		-	-
4.	RESERVES		-	-
4.1.	Compulsory reserve or reserve capital		-	-
4.2.	Reserve for acquiring own shares		-	-
4.3.	Other reserves		-	-
5.	RETAINED PROFIT (LOSS)		(1 981 794)	(1 343 588)
5.1.	Profit (loss) for the reporting year		(638 206)	(8 688)
5.2.	Profit (loss) brought forward		(1 343 588)	(1 334 900)
	MINORITY INTEREST		-	-
E.	GRANTS, SUBSIDIES		-	-
F.	PROVISIONS		-	-
1.	Provisions for pensions and similar obligations		-	-
2.	Provisions for taxation		-	-
3.	Other provisions		-	-
G.	AMOUNTS PAYABLE AND OTHER LIABILITIES		6 985 493	2 047 443
1.	AMOUNTS PAYABLE AFTER ONE YEAR AND OTHER LONG-TERM	12	5 489 224	-
1.1.	Leases and similar liabilities		-	-
1.2.	Amounts owed to credit institutions		5 489 224	-
1.3.	Payments received on account		-	-
1.4.	Trade creditors		-	-
1.5.	Amounts payable under the bills and checks		-	-
1.6.	Amounts payable to the entities of the entities group		-	-
1.7.	Amounts payable to the associated entities		-	-
1.8.	Other amounts payable and long-term liabilities		-	-
2.	AMOUNTS PAYABLE WITHIN ONE YEAR AND OTHER SHORT-TERM	12	1 496 269	2 047 443
2.1.	Debenture loans		-	650 000
2.2.	Amounts owed to credit institutions		24 098	-
2.3.	Payments received on account		30 855	14 782
2.4.	Trade creditors		420 384	458 006
2.5.	Amounts payable under the bills and checks		-	-
2.6.	Amounts payable to the entities of the entities group		-	17 065
2.7.	Amounts payable to the associated entities		-	-
2.8.	Income tax liabilities		22 754	14 826
2.9.	Liabilities related to employment relations		824 674	749 308
2.10.	Other amounts payable and short-term liabilities		173 504	143 456
H.	ACCRUALS AND DEFERRED INCOME	13	844 727	649 464
	TOTAL EQUITY AND LIABILITIES		11 622 159	7 126 051

Director


(signature)

Tomas Balžekas

Chief Accountant


(signature)

Asta Martyševskaja

UAB "15MIN"

Company code 12636687, Kęstučio g. 25-1, Vilnius

STATEMENT OF CONSOLIDATED CHANGES IN EQUITY as at 30 April 2024 4 September 2024 No. 3

	Paid up authorised or main capital	Share premium account	Own shares (-)	Revaluation reserve Fixed tangible assets	Financial assets	Legal reserve Comptutory reserve or reserve capital	Reserve for acquiring own shares	Other reserves	Retained profit (loss)	Adjustments due to exchange rate change	Minority interest	Total
1. Balance at the end of the reporting (yearly) period before previous	1 883 920	3 888 813	-	-	-	-	-	-	(1 334 900)	-	-	4 437 833
2. Result of changes in accounting policies	-	-	-	-	-	-	-	-	-	-	-	-
3. Result of correcting material errors	-	-	-	-	-	-	-	-	-	-	-	-
4. Recalculated balance at the end of the reporting (yearly) period before previous	1 883 920	3 888 813	-	-	-	-	-	-	(1 334 900)	-	-	4 437 833
5. Increase (decrease) in the value of fixed tangible assets	-	-	-	-	-	-	-	-	-	-	-	-
6. Increase (decrease) in the value of effective hedging instruments	-	-	-	-	-	-	-	-	-	-	-	-
7. Acquisition (sale) of own shares	-	-	-	-	-	-	-	-	-	-	-	-
8. Profit (loss) not recognised in the profit (loss) account	-	-	-	-	-	-	-	-	(8 688)	-	-	(8 688)
9. Net profit (loss) of the reporting period	-	-	-	-	-	-	-	-	-	-	-	-
10. Dividends	-	-	-	-	-	-	-	-	-	-	-	-
11. Other payments	-	-	-	-	-	-	-	-	-	-	-	-
12. Formed reserves	-	-	-	-	-	-	-	-	-	-	-	-
13. Used reserves	-	-	-	-	-	-	-	-	-	-	-	-
14. Increase (decrease) of authorised capital	-	-	-	-	-	-	-	-	-	-	-	-
15. Recalculation of the authorized or fixed capital after the introduction of the euro	-	-	-	-	-	-	-	-	-	-	-	-
16. Contributions to cover losses	-	-	-	-	-	-	-	-	-	-	-	-
17. Balance at the end of the previous reporting (yearly) period	1 883 920	3 888 813	-	-	-	-	-	-	(1 343 588)	-	-	4 429 145
18. Increase (decrease) in the value of fixed tangible assets	-	-	-	-	-	-	-	-	-	-	-	-
19. Increase (decrease) in the value of effective hedging instruments	-	-	-	-	-	-	-	-	-	-	-	-
20. Acquisition (sale) of own shares	-	-	-	-	-	-	-	-	-	-	-	-
21. Profit (loss) not recognised in the profit (loss) account	-	-	-	-	-	-	-	-	(638 206)	-	-	(638 206)
22. Net profit (loss) of the reporting period	-	-	-	-	-	-	-	-	-	-	-	-
23. Dividends	-	-	-	-	-	-	-	-	-	-	-	-
24. Other payments	-	-	-	-	-	-	-	-	-	-	-	-
25. Formed reserves	-	-	-	-	-	-	-	-	-	-	-	-
26. Used reserves	-	-	-	-	-	-	-	-	-	-	-	-
27. Increase (decrease) of authorised capital	-	-	-	-	-	-	-	-	-	-	-	-
28. Other increase (decrease) in authorized or primary capital	1 000	-	-	-	-	-	-	-	-	-	-	1 000
29. Contributions to cover losses	-	-	-	-	-	-	-	-	-	-	-	-
30. Adjustments due to exchange rate change	-	-	-	-	-	-	-	-	-	-	-	-
31. Increase (decrease) of minority interest	-	-	-	-	-	-	-	-	-	-	-	-
30. Balance at the end of the reporting period	1 884 920	3 888 813	-	-	-	-	-	-	(1 981 794)	-	-	3 791 939

Director

Chief Accountant

(signature)

Tomas Balžekas

(signature)

Asia Martyševskaja

UAB "15MIN"
Company code 12636687, Kęstučio g. 25-1, Vilnius

CONSOLIDATED CASH FLOWS STATEMENT as at 30 April 2024
4 September 2024 No. 4

(Euro)

Item No.	Items	Note No.	Reporting period	Previous reporting period
1.	Cash flows from operating activities			
1.1.	Net profit (loss)		(638 206)	(8 688)
	Minority interest		-	-
1.2.	Depreciation and amortisation expenses		665 860	251 628
1.3.	Elimination of results of disposals of fixed tangible and intangible assets		(2 514)	-
1.4.	Elimination of results of financing and investing activities		287 391	25 161
1.5.	Elimination of results of other non-cash transactions		(4 498 994)	298 689
1.6.	Decrease (increase) in amounts receivable from entities of the entities group and the associated entities		-	-
1.7.	Decrease (increase) in other amounts receivable after one year		-	33 315
1.8.	Decrease (increase) in deferred tax assets		(12 540)	(12 555)
1.9.	Decrease (increase) in stocks, except advance payments		12 434	1 632 748
1.10.	Decrease (increase) in advance payments		90 942	88 386
1.11.	Decrease (increase) in trade debtors		(240 579)	1 618 540
1.12.	Decrease (increase) in amounts owed by entities of the entities group and associated entities		4 490	(4 490)
1.13.	Decrease (increase) in other debtors		(19 161)	45 826
	Decrease (increase) in short-term investments		-	-
1.14.	Decrease (increase) in accrued receivables		-	-
1.15.	Decrease (increase) in prepayments and accrued income		12 956	26 982
1.16.	Increase (decrease) in provisions		-	-
1.17.	Increase (decrease) in trade of long-term creditors and prepayments received on account		-	-
1.18.	Increase (decrease) in amounts payable under the bills and checks after one year		-	-
1.19.	Increase (decrease) in long-term amounts payable for entities of the entities group and associated entities		-	-
1.20.	Increase (decrease) in trade with short-term creditors and prepayments received on account		(21 549)	(4 312 299)
1.21.	Increase (decrease) in amounts payable under the bills and checks within one year		-	-
1.22.	Increase (decrease) in long-term amounts payable for entities of the entities group and associated entities		-	(650 000)
1.23.	Increase (decrease) in short-term amounts payable for entities of the entities group and associated entities		(17 065)	658 034
1.24.	Increase (decrease) in income tax liabilities		7 928	5 638
1.25.	Increase (decrease) in liabilities related to employment relations		75 366	(226 483)
1.26.	Increase (decrease) in other amounts payable and liabilities		30 048	42 832
1.27.	Increase (decrease) in accruals and deferred income		195 263	(31 453)
	Net cash flows from operating activities		(4 067 930)	(518 189)
2.	Cash flows from investing activities			
2.1.	Acquisition of fixed assets (excluding investments)		(75 378)	(43 874)
2.2.	Disposal of fixed assets (excluding investments)		4 057	-
2.3.	Acquisition of long-term investments		-	-
2.4.	Disposal of long-term investments		-	-
2.5.	Loans granted		-	-
2.6.	Loans recovered		-	-
2.7.	Dividends and interest received		-	-
2.8.	Other increases in cash flows from investing activities		227 743	-
2.9.	Other decreases in cash flows from investing activities		(440 000)	-
	Net cash flows from investing activities		(283 578)	(43 874)
3.	Cash flows from financing activities			
3.1.	Cash flows related to entity's owners		-	-
3.1.1.	Issue of shares		-	-
3.1.2.	Owner's contributions to cover losses		-	-
3.1.3.	Purchase of own shares		-	-
3.1.4.	Dividends paid		-	-
3.2.	Cash flows related to other financing sources		4 575 931	(25 161)
3.2.1.	Increase in financial debts		5 489 224	-
3.2.1.1	Loans received		5 489 224	-
3.2.1.2	Issue of bonds		-	-
3.2.2.	Decrease in financial debts		(913 293)	(25 161)
3.2.2.1	Loans returned		(650 000)	-
3.2.2.2	Redemption of bonds		-	-
3.2.2.3	Interest paid		(263 293)	(25 161)
3.2.2.4	Finance leases payments		-	-
3.2.3.	Increase in other liabilities of the entity		-	-
3.2.4.	Decrease in other liabilities of the entity		-	-
3.2.5.	Other increases in cash flows from financing activities		-	-
3.2.6.	Other decreases in cash flows from financing activities		-	-
	Net cash flows from financing activities		4 575 931	(25 161)
4.	Adjustments due to exchange rates on the balance of cash and cash equivalents		-	-
5.	Increase (decrease) of net cash flows		224 423	(587 224)
6.	Cash and cash equivalents at the beginning of the period		788 413	1 375 637
7.	Cash and cash equivalents at the end of the period		1 012 836	788 413

Director

(signature)

Tomas Batžekas

Chief Accountant

(signature)

Asta Martyševskaja

UAB "15min"

Company code 126366874, Saltoniškių g. 9B-1, Vilnius

2024-04-30 Consolidated explanatory note as of 30/04/2024 (all amounts are presented in Euros, unless otherwise specified)

GENERAL PART

UAB "15min" (hereafter referred to as the parent company) is a private limited liability company with registration No. 126366874. Company's data is collected and stored at the Register of Legal Entities, Vilnius branch. The address of the company's registered office is Kęstučio g. 25-1, Vilnius.

The main activities of the parent company is that the parent company manages the online portal www.15min.lt, is responsible for its content, publishes the weekly magazines "Žmonės" and "Ji", sells advertising space, magazines and subscription to the portal content. These financial statements include the consolidated Group of Companies (hereinafter the Group), which consists of the parent company and subsidiaries:

UAB BNS, which was acquired on 13 October 2021, company code 110356825, address Kęstučio g. 25-1, Vilnius, and is engaged in the activities of news agencies, and UAB Baltijos fotografijos linija, company code 126290330, which is not active.

The reorganization of the Company was started on 29 January 2024 and completed on 4 March 2024, during which the parent company UAB 15mingroup, company code 306628520, was merged, and ceased to operate as a separate legal entity after the reorganization. As a result of the reorganization, UAB 15min has 60 percent of its own shares.

The average number of Group employees from 1 May 2023 to 30 April 2024 was 150.

ACCOUNTING POLICY

The Group prepares consolidated financial statements in accordance with the legislation governing financial accounting and the preparation of financial statements in the Republic of Lithuania: the Law on Accounting of the Republic of Lithuania, the Law on Consolidated Financial Statements of the Republic of Lithuania and Business Accounting Standards.

The consolidated financial statements have been prepared based on the assumption that the Group will be able to continue its activities in the foreseeable future.

The financial year of the Group does not coincide with the calendar year, starting on 1 May and ending on 30 April.

Figures in these consolidated financial statements are presented in Euros (EUR).

The most important accounting principles used by the Group in preparing these consolidated financial statements are set out below.

The Group is guided by the following accounting principles: enterprise, enterprise activity continuity, periodicity, constancy, monetary measure, accumulation, matching, caution, neutrality, primacy of content over form.

A Intangible assets

Intangible assets are recorded at acquisition (production) cost less accumulated amortization. Amortization is calculated according to the directly proportional (straight-line) method, considering the established useful life periods of intangible assets. In the profit and loss account, the amortization costs of intangible assets are shown in the operating expenses and cost of sales items.

The Group's intangible assets are amortized over a period of 3 years.

The period of goodwill amortization is 5 years

The costs of updating and improving intangible assets incurred after the acquisition or creation of the asset are recognized as expenses in the reporting period in which they are incurred.

B Fixed tangible assets

Fixed tangible assets are recorded at acquisition (production) cost, less accumulated depreciation and impairment. Depreciation is calculated according to the directly proportional (straight-line) method, considering the established periods of useful life of fixed tangible assets. Depreciation of unused (preserved) fixed tangible assets is not calculated.

The Group applies the following useful life periods (in years) of fixed tangible assets:

Buildings and structures 15

Vehicles 6

Other equipment, devices and tools 3-4

An asset is classified as a long-term asset if its useful life is longer than one year, and the acquisition value is at least EUR 145.

Repair and reconstruction costs are recognized as costs in the reporting period when they are incurred.

If the reconstruction or repair of a fixed tangible asset extends the useful life of the asset or improves its useful properties, the value of these works is increased by the cost price of the purchase of the fixed tangible asset and the useful life of the asset is adjusted.

Explanatory note (continued)
(all amounts are presented in Euros, unless otherwise specified)

Profit or loss after the transfer of fixed tangible assets is calculated from the received income by deducting the residual value of the asset sold and all costs related to the transfer. After the transfer of tangible fixed assets, the result of the transaction is shown in the profit and loss statement.

Tangible fixed assets, which are no longer used in the Group's activities and held for sale, are included in the balance sheet under the inventory item.

In the Group, investment property is recognized only to the extent that it is used to obtain income from the rental of the property or an increase in value. The part of such assets, which is used for the Group's administrative purposes, is accounted for at the cost of acquisition - accumulated depreciation in the item of fixed tangible assets. The aforementioned parts of the property (investment property/property for administrative purposes) are calculated according to the area of the property to be divided, falling on each of the parts. The allocation of shares is reviewed at the end of each financial year.

C Investments in subsidiaries and associated companies

In the Group's separate financial statements, investments in subsidiaries and associated companies are recorded at acquisition cost less impairment.

D Financial assets and financial liabilities

Financial assets include cash and cash equivalents, receivables, loans and available-for-sale investments.

Financial assets are recorded in accounting when the Group receives or acquires the right to receive money or other financial assets based on an executed contract. Receivables are valued at acquisition cost less impairment losses. Cash and cash equivalents are valued at acquisition cost. Loans granted are initially recorded at acquisition cost and are subsequently recorded at amortized cost.

Available-for-sale investments are investments that the Company has acquired with the purpose of selling or with the aim of profiting from short-term fluctuations in the price of investments. Investments intended for sale are valued at acquisition cost at the time of acquisition, and at fair value each time the financial statements are prepared.

If it is probable that the Group will not be able to recover the receivables, an impairment loss is recognized, which is calculated as the difference between the value of the asset and the present value of future cash flows discounted at the effective interest rate.

Financial liabilities include amounts payable for goods and services received, loans and financial leasing obligations and bonds.

Financial liabilities are recorded in accounting when the Group assumes an obligation to pay money or settle with other financial assets. Amounts payable for goods and services are valued at acquisition cost, i.e. the value of the property or services received. Loans are initially recorded at acquisition cost and are subsequently recorded at amortized cost. Accumulated interest is recorded in the item of other payables.

E Income tax and deferred income tax

The Group's profit is taxed at a 15% profit tax rate (in the previous reporting year - 15% corporate income tax rate) in accordance with the tax laws of the Republic of Lithuania.

Corporate income tax expenses are calculated and accumulated in the financial statements based on the information available at the time of preparing the financial statements and the corporate income tax calculations made by the management in accordance with the tax laws of the Republic of Lithuania.

Deferred income tax is accounted for using the liability method for all temporary differences arising between the tax base of assets and liabilities and their carrying amount in the financial statements.

Deferred income tax liabilities are recognized for taxable temporary differences, except if the deferred tax liability arises from a primary asset or liability recognition transaction, which is not a business acquisition or corporate reorganization through a merger, and during the transaction does not affect either accounting or taxable profit (tax loss).

Explanatory note (continued)
(all amounts are presented in Euros, unless otherwise specified)

F Inventories

Inventories in the consolidated financial statements are valued at acquisition (production) cost or net realizable value, whichever is lower. Cost is calculated using the FIFO method. The cost of inventory consists of the purchase price, adjusted by the amounts of inventory depreciation and discounts received, as well as related taxes, fees, inventory transportation, preparation for use, and other costs directly related to the acquisition of inventory. Net realizable value is the estimated selling price under normal business conditions, less estimated costs of completion and potential selling costs. Costs incurred in fulfilling the customer's order are capitalized and shown in the work-in-progress item until the related revenue is recognized.

G Provisions

Provisions are recognized in liabilities when the Group has a legal obligation or an irrevocable promise that has resulted from past actions, it is also probable that the legal obligation or an irrevocable promise will require the use of available assets, and when the amount of the liability can be reliably estimated.

H Sales revenue

Sales revenue is recognized on an accrual basis. The amount of income is estimated at fair value, considering granted and expected discounts and returns and depreciation of sold goods. Revenue from the sale of goods is recognized when the goods are sold and the amount of revenue can be reliably estimated.

Income from the provision of services, which are provided under the contract for more than one reporting period, is allocated proportionally to those periods during which the services were provided.

Revenue from magazine subscriptions is recognized over the subscription period.

I Cost of sales and operating expenses

Expenses are recognized in accordance with the principles of accrual and comparison in the reporting period when the related income is earned. Expenses incurred during the reporting period, which cannot be directly linked to the earning of specific income and which will not generate income in future reporting periods, are recognized as expenses in the period in which they were incurred. Costs are measured at fair value.

J Borrowing costs

Interest on loans and leases is recognized in the profit and loss statement on an accrual basis.

K Lease - the Group as a lessee

Lease payments are recognized as expenses in the profit and loss statement proportionally throughout the lease period.

L Lease - the Group as a lessor

Income calculated under the lease agreement is recognized in the period in which it is generated.

M Offsetting

When drawing up financial statements, assets and liabilities and income and expenses are not offset against each other, except when business accounting standards require their offset. Set-offs of receivables and payables are carried out when there is a sufficient legal basis for doing so.

N Change in accounting policy

During the reporting period, the Group did not change its accounting policy.

O Change in accounting estimates

During the reporting year, the Group did not change accounting estimates.

Explanatory note (continued)
(all amounts are presented in Euros, unless otherwise specified)

1 SALES REVENUE

	<u>Reporting period</u>	<u>Previous reporting period</u>
Sales revenue		
Revenue from goods sold	883 293	62 108
Revenue from subscription	1 156 097	422 834
Revenue from services provided	9 379 022	7 465 074
Discounts, returns (-)	(1 002 866)	(797 858)
Total sales revenue	<u>10 415 546</u>	<u>7 152 158</u>

2 SELLING EXPENSES

	<u>Reporting period</u>	<u>Previous reporting period</u>
Selling expenses		
Advertising expenses for services and goods	(545 707)	(321 985)
Employee wages and related expenses	(213 830)	(254 601)
Expenses of provisions	-	-
Other selling expenses	(270 463)	(164 002)
Total selling expenses	<u>(1 030 000)</u>	<u>(740 588)</u>

3 GENERAL AND ADMINISTRATIVE EXPENSES

	<u>Reporting period</u>	<u>Previous reporting period</u>
General and administrative expenses		
Rental costs	(271 026)	(173 519)
Repair and operation, insurance costs	(131 133)	(70 140)
Expenses for benefits to third parties	(25 894)	(13 504)
Employee wages and related costs	(980 790)	(589 666)
Costs of legal services	(78 708)	(62 871)
Depreciation costs of long-term tangible assets	(63 484)	(50 028)
Amortization costs of intangible assets	(602 605)	(201 600)
Operating tax costs	(277)	-
Impairment costs of fixed tangible assets	(5)	-
Expenses of provisions	(1 193)	-
Fines and interest expenses	(91)	-
Other general and administrative expenses	(224 261)	(171 101)
Total general and administrative expenses	<u>(2 379 467)</u>	<u>(1 332 429)</u>

4 COST OF SALES

	<u>Reporting period</u>	<u>Previous reporting period</u>
Cost of sales		
Cost of sales of magazines, books	(703 867)	(62 619)
Wages and social insurance	(4 300 189)	(3 665 069)
Photo, video, audio, other content costs	(1 024 859)	(881 569)
Other costs	(936 778)	(436 568)
Total cost of sales	<u>(6 965 694)</u>	<u>(5 045 825)</u>

	<u>Reporting period</u>	<u>Previous reporting period</u>
EBITDA		
PROFIT (LOSS) BEFORE TAX	(591 798)	23 292
Results of other activities	3 684	15 995
Income from investments in shares of parent, subsidiary and associated companies	-	-
Other interest and similar income	2 257	15 827
Interest and other similar costs	(638 124)	(41 846)
Depreciation/amortization costs for the period	(666 089)	(251 628)
EBITDA FOR THE PERIOD	<u>706 474</u>	<u>284 944</u>

Explanatory note (continued)
(all amounts are presented in Euros, unless otherwise specified)

5 LONG-TERM INTANGIBLE ASSETS

	Development works	Goodwill	Software	Concessions, patents, licenses, trademarks and similar rights	Other intangible assets	Advances paid	Total
Residual value at the end of the previous financial year	-	4 300 448	216	36 603	3 642	-	4 340 909
a) Acquisition cost	-	4 501 295	160 324	993 346	26 225	-	5 681 190
At the end of the previous financial year	-	-	-	-	-	-	-
Financial year changes:	-	-	-	-	-	-	-
- acquisition of property assets taken over during the reorganization	-	-	-	-	-	-	-
- property transferred to other persons and written off (-)	-	(260 510)	-	-	-	-	(260 510)
- rewrites from one item to another +/-(-)	-	-	-	-	-	-	-
At the end of the financial year	-	4 240 785	160 324	993 346	26 225	-	5 420 680
b) Amortization	-	200 847	160 108	839 659	22 583	-	1 223 197
Accumulated amortization	-	-	-	-	-	-	-
Financial year changes:	-	-	-	-	-	-	-
- amortization of the financial year	-	575 755	215	26 085	-	-	602 055
- recovery entries (-)	-	-	-	-	-	-	-
- amortization of assets transferred to other persons and written off (-)	-	-	-	-	-	-	-
- rewrites from one item to another +/-(-)	-	-	-	-	-	-	-
At the end of the financial year	-	776 602	160 323	865 744	22 583	-	1 825 252
c) Impairment	-	-	-	-	-	-	-
At the end of the previous financial year	-	-	-	117 084	-	-	117 084
Financial year changes:	-	-	-	-	-	-	-
- financial year impairment	-	-	-	-	-	-	-
- recovery records (-)	-	-	-	-	-	-	-
- assets transferred to other persons and written off (-)	-	(260 511)	-	-	-	-	(260 511)
- rewrites from one item to another +/-(-)	-	-	-	-	-	-	-
At the end of the financial year	-	(260 511)	-	-	-	-	(260 511)
d) Residual value at the end of the financial year	-	3 724 694	1	10 518	3 642	-	3 738 855

In the group's activities, already amortized long-term intangible assets are used, the acquisition cost of which is EUR 408 237.

Explanatory note (continued)
(all amounts are presented in Euros, unless otherwise specified)

6 FIXED TANGIBLE ASSETS

	Land	Buildings and structures	Machinery and equipment	Vehicles	Other equipment, devices and tools	Investment assets	Land	Buildings	Advances paid and construction (production) works of tangible assets in progress	Total
Residual value at the end of the previous financial year	-	-	75 528	1 319	32 691	-	-	-	-	109 538
a) Acquisition cost	-	-	339 956	76 159	188 447	-	-	-	-	604 562
At the end of the previous financial year	-	-	19 418	-	56 373	-	-	-	-	75 791
Financial year changes:	-	-	(10 933)	(16 129)	(803)	-	-	-	-	(27 865)
- acquisition of assets	-	-	(30 054)	-	30 054	-	-	-	-	-
- repair work +/-	-	-	-	-	-	-	-	-	-	-
- assets transferred and written off (-)	-	-	-	-	-	-	-	-	-	-
- rewrites from one item to another +/-	-	-	318 387	60 030	274 071	-	-	-	-	652 488
At the end of the financial year	-	-	-	-	-	-	-	-	-	-
(b) Revaluation	-	-	-	-	-	-	-	-	-	-
At the end of the previous financial year	-	-	-	-	-	-	-	-	-	-
Financial year changes:	-	-	-	-	-	-	-	-	-	-
- assets transferred and written off to other persons (-)	-	-	-	-	-	-	-	-	-	-
- rewrites from one item to another +/-	-	-	-	-	-	-	-	-	-	-
- a change in the fair value of the assets	-	-	-	-	-	-	-	-	-	-
At the end of the financial year	-	-	-	-	-	-	-	-	-	-
(c) Depreciation	-	-	264 428	74 840	155 756	-	-	-	-	495 024
Accumulated depreciation	-	-	41 166	1 316	21 323	-	-	-	-	63 805
Financial year changes:	-	-	-	-	-	-	-	-	-	-
- depreciation for the financial year	-	-	-	-	-	-	-	-	-	-
- recovery records (-)	-	-	(8 974)	(16 129)	(801)	-	-	-	-	(25 904)
- depreciation of property transferred to other persons and written off (-)	-	-	(17 240)	-	17 240	-	-	-	-	-
- rewrites from one item to another +/-	-	-	279 380	60 027	193 518	-	-	-	-	532 925
At the end of the financial year	-	-	-	-	-	-	-	-	-	-
d) Impairment	-	-	-	-	-	-	-	-	-	-
At the end of the previous financial year	-	-	-	-	-	-	-	-	-	-
Financial year changes:	-	-	-	-	-	-	-	-	-	-
- financial year impairment	-	-	-	-	-	-	-	-	-	-
- recovery records (-)	-	-	-	-	-	-	-	-	-	-
- assets transferred and written off to other persons (-)	-	-	-	-	-	-	-	-	-	-
- rewrites from one item to another +/-	-	-	-	-	-	-	-	-	-	-
At the end of the financial year	-	-	-	-	-	-	-	-	-	-
e) Residual value at the end of the financial year (a)+(b)-(c)-(d)	-	-	39 007	3	80 553	-	-	-	-	119 563

In the group's activities, already depreciated fixed tangible assets are used, the acquisition cost of which is EUR 420,777.

Explanatory note (continued)
(all amounts are presented in Euros, unless otherwise specified)

7 INVENTORIES

	Reporting period	Previous reporting period
Raw materials, materials and assembly parts	4 993	17 427
Production and work in progress	-	-
Finished production	-	-
Purchased goods for resale	-	-
Revaluation of inventories to realizable value	-	-
Fixed tangible assets held for sale	-	-
Advances paid	34 118	143 048
Total	39 111	160 475

8 LOANS GRANTED AND RECEIVABLES

	Reporting period	Previous reporting period
Long-term receivables		
The value of the trade debts from third parties	-	-
Decrease in the value of trade debts from third parties (-)	-	-
Value of trade debts from group entities	-	-
Decrease in the value of trade debts from group entities (-)	-	-
Value of trade debts from associated entities	-	-
Decrease in the value of trade debts from associated entities (-)	-	-
Total long-term receivables	-	-
Long-term loans granted		
Value of loans granted to third parties	-	-
Decrease in the value of loans granted to third parties (-)	-	-
Value of loans granted to group entities	-	-
Decrease in the value of loans granted to group entities (-)	-	-
Value of loans granted to associated entities	-	-
Decrease in the value of loans granted to associated entities (-)	-	-
Total long-term loans granted	-	-
Other receivables after one year		
The value of other receivables after one year	-	-
Decrease in the value of other receivables after one year	-	-
Total other receivables after one year	-	-
Short-term receivables		
The value of trade debts from third parties	1 954 596	1 638 049
Decrease in the value of trade debts from third parties (-)	(133 261)	(57 293)
Total receivables	1 821 335	1 580 756
Debts of the group entities		
The value of the debts of the group entities	-	4 490
Decrease in the value of debts of the group entities (-)	-	-
Total debts of the group entities	-	4 490
Debts of associates		
Value of debts of associates	-	-
Decrease in value of debts of associated entities (-)	-	-
Total debts of associated entities	-	-
Other short-term receivables		
<i>Short-term loans granted to third parties</i>	-	-
Value of granted loans	-	-
Decrease in value of granted loans (-)	-	-
<i>Value added tax receivable</i>	-	-
<i>Income tax paid in advance</i>	-	-
<i>Tax overpayments</i>	-	-
<i>State social security fund's debt to the company</i>	-	-
<i>Amounts receivable from accountable persons</i>	(10)	-
Value of receivables from accountable persons	(10)	-
Decrease in value of receivables from accountable persons (-)	-	-
<i>Other receivables</i>	50 767	31 596
Value of other receivables	50 767	31 596
Decrease in value of other receivables (-)	-	-
<i>Amounts related to company owners</i>	-	-
Profits paid in advance to company owners	-	-
Funds disbursed for the personal needs of the company owners	-	-
<i>Other doubtful debts (-)</i>	-	-
Total other short-term receivables	50 757	31 596

Explanatory note (continued)

(all amounts are presented in Euros, unless otherwise specified)

9 DEFERRED EXPENSES AND ACCRUED INCOME

	<u>Reporting period</u>	<u>Previous reporting period</u>
Accrued income		
<i>Provision for return of books and magazines</i>	-	-
<i>Provision for employees' annual bonuses</i>	-	-
<i>Accrued revenue for advertising of future periods</i>	1 421	-
Deferred expenses	40 595	54 972
<i>Insurance services</i>	5 096	8 442
<i>Information technology</i>	21 366	25 575
<i>Advertising and other expenses</i>	14 133	20 955
Total accrued expenses and deferred income	42 016	54 972

10 CASH AND CASH EQUIVALENTS AND NON-CASH TRANSACTIONS

	<u>Reporting period</u>	<u>Previous reporting period</u>
Cash in bank and at hand	1 012 836	788 413
Cash at hand	-	-
Total	1 012 836	788 413

11 CAPITAL

	<u>Number of shares</u>	<u>Nominal value of share</u>	<u>Total authorised capital</u>
Authorized subscribed capital (primary capital)			
<i>Ordinary shares</i>	<u>6 499 724</u>	<u>,29</u>	<u>1 884 920</u>
Total authorized subscribed capital (primary capital)	6 499 724	,29	1 884 920

Explanatory note (continued)
(all amounts are presented in Euros, unless otherwise specified)

12 PAYABLES AND OTHER LIABILITIES

Group Breakdown of payables by type and term	Reporting period			Previous reporting period		
	Within one financial year	After one year but not later than within five years	After five years	Within one financial year	After one year but not later than within five years	After five years
Debts based on non-equity securities	-	-	-	-	-	-
Leasing (financial lease) or similar liabilities	-	-	-	-	-	-
The loan from the parent company to be repaid after one year	-	-	-	-	-	-
Current year portion of other long-term debts	-	-	-	-	-	-
Long-term liabilities to employees	-	-	-	-	-	-
Long-term liabilities under loan agreements	24 098	5 489 224	-	-	-	-
Advances received	30 855	-	-	14 782	-	-
Debt to suppliers	420 384	-	-	458 006	-	-
The loan to the shareholder to be repaid within one year	-	-	-	650 000	-	-
Payables to the entities of the group of entities	-	-	-	17 065	-	-
Payable to associated entities	-	-	-	-	-	-
Corporate income tax liabilities	22 754	-	-	14 826	-	-
Liabilities related to labor relations	824 674	-	-	749 308	-	-
Other payables	173 504	-	-	143 456	-	-
Total:	1 496 269	5 489 224	-	2 047 443	-	-

13 ACCRUED EXPENSES AND DEFERRED INCOME

	Reporting period	Previous reporting period
Accrued expenses		
<i>Accrued turnover discounts for customers</i>	197 778	80 600
<i>Accrued audit and other costs</i>	12 955	3 665
Deferred income		
<i>Deferred subscription income</i>	624 194	539 502
<i>Deferred advertising income</i>	9 800	25 697
	-	-
Total accrued expenses and deferred income	844 727	649 464

14 CORPORATE INCOME TAX AND DEFERRED INCOME TAX

	Reporting period	Previous reporting period
Income tax expenses for the reporting year	58 947	52 783
Adjustment of previous year's income tax expenses	-	-
Deferred income tax (income) expenses are accounted for in the profit and loss statement	(12 540)	(12 555)
Income tax (income) expenses accounted for in the profit and loss statement	46 407	40 228
Recorded in the balance sheet as a deferred tax asset	65 686	57 516
Recorded in the balance sheet as a deferred income tax liability	-	-

Deferred income tax is calculated at 15 percent rate.

Explanatory note (continued)
(all amounts are presented in Euros, unless otherwise specified)

15 Disclosure of retrospective adjustment

In the current financial year, an error was detected in the financial statements for the year 01/05/2022-30/04/2023, not correctly reflecting the amounts of deferred income tax (+4,370 EUR) and corporate income tax (-12,618 EUR). The errors are corrected retrospectively, i.e., by correcting the comparative information of the financial statements.

The tables below provide comparative financial statement information before and after adjustments.

Effect of adjustment of an error on the profit and loss statement

Item No., Items	Previous reporting period after adjustment	Previous reporting period before adjustment
Corporate income tax	(31 980)	(40 228)
NET PROFIT (LOSS)	(8 688)	(16 936)

Effect of adjustment of an error on the balance sheet

Item No., Items	Previous reporting period after adjustment	Previous reporting period before adjustment
ASSETS		
A. FIXED ASSETS		
4. OTHER FIXED ASSETS		
4.1. Deferred tax assets	53 146	57 516
1. CAPITAL		
5. RETAINED PROFIT (LOSS)	(1 343 588)	(1 351 836)
5.1. Profit (loss) for the reporting year	(8 688)	(16 936)
G. AMOUNTS PAYABLE AND OTHER OBLIGATIONS		
2. AMOUNTS PAYABLE WITHIN ONE YEAR AND OTHER CURRENT LIABILITIES		
2.8. Corporate income tax liabilities	14 826	27 444

16 POST-BALANCE SHEET EVENTS

From 1 January 2025, the financial year of the Group of Companies is changed and will coincide with the calendar year, i.e. will be from 1 January to 31 December. A transitional period has been established: from 1 May 2024 to 31 December 2024.


On 25/07/2024, a share purchase agreement was signed between UAB 15min and UAB 4 Bees, as a result of which all shares held by UAB 15min were transferred to UAB 4 Bees. The transaction was settled on 1 August 2024.


On 31/07/2024, the company signed the M-1 group shares purchase agreement. The Group consists of radio stations "M-1", "M-1 Plus", "Lietus", "Laluna" and "M-1 Dance". Upon completion of the transaction, UAB 15min owns 100 percent of the shares of the companies M-1, Ultra Vires, Radijo stotis Laluna and Reklamos ekspertai.

After the end of the financial year and until the approval of these financial statements, no other post-reporting events, except those mentioned above, have occurred that would affect these financial statements or should be additionally disclosed.

Director
(title of the head of entity administration)

Chief Accountant
(title of the chief accountant (accountant) or of other person responsible for accounting)


(signature)


(signature)

Tomas Balžekas
(name and surname)

Asta Martyševskaja
(name and surname)

UAB 15min, Annual Report as at 30 April 2024

An objective review of the Group's condition, performance and development, description of the main types of risks and uncertainties faced by the Group

The company carries out the main activities of its group in Lithuania, the company's office is located at the address: Kęstučio g. 25-1, Vilnius. Group companies do not have other branches and representative offices.

UAB 15min (hereinafter **15min**) manages the news portal 15min, which is the second largest portal in Lithuania in terms of monthly audience. The company also owns the printed magazines Žmonės, Legendos and Ji. UAB BNS is a subsidiary of UAB 15min, which owns the news agency of the same name, BNS, the largest one in Lithuania.

15min completed the acquisition of the M-1 radio station group on 31 July 2024. The transaction was approved by the Lithuanian Radio and Television Commission (LRTK) and the Government Commission that verifies strategic transactions.

M-1 group consists of radio stations M-1, M-1 Plus, Lietus, Laluna and M-1 Dance. Upon completion of the transaction, UAB 15min directly and through its parent company UAB 4Bees owns 100% shares of the companies M-1, Ultra Vires, Radio station Laluna and Reklamos ekspertai. Radio stations M-1 and Lietus are the largest and most visited stations in Lithuania.

Financial results of 2023

At the end of the 2023 financial year, the 15min group consisted of UAB 15min and UAB BNS.

The financial year of the companies does not coincide with the calendar year - it starts on 1 May and ends on 30 April. From 1 January 2025, the financial year of the company will be changed and in subsequent periods will coincide with the calendar year, i.e. a transitional period has been established: from 1 May 2024 to 31 December 2024. The financial year of the Company in 2024 will last 8 months.

In 2023, UAB 15min separately earned EUR **417** thousand EBITDA profit (EUR 28 thousand in 2022), EBITDA profit of UAB 15min together with UAB BNS amounted to EUR **702** thousand (EUR 286 thousand in 2022).

In 2023, the Company's turnover reached EUR **8.9** million, together with UAB BNS EUR **10.6** million. The most significant part of the company's income consists of income from sales of advertising, and the company also receives income from the sale and subscription of magazines, as well as subscriptions to the portals 15min.lt and zmones.lt.

In 2023, the annual net financial result of UAB 15min was negative, EUR -363 thousand, due to significant interest and other financial costs, which amounted to EUR 646 thousand and were transferred during the reorganization when UAB 15min Group was merged. The net financial result of UAB BNS was profit of EUR 220 thousand. The consolidated result was a loss of EUR 638 thousand.

Other explanations of financial statement items are provided in the explanatory note prepared together with the set of financial statements.

Information about own shares and important events

On 20 December 2023, the Lithuanian holding UAB 4 Bees through its subsidiary UAB 15min Group purchased 60 percent of the shares of UAB 15min from the Estonian company Postimees Grupp. Until then, UAB 4 Bees owned 40 percent of the shares and it managed the Company together with Postimees Grupp from September 2021. Since the acquisition, full control of the Company has been transferred to UAB 4Bees.

On 30 April 2024, UAB 15min Group was merged with UAB 15min through reorganization, and ceased to exist after the merger.

After the reorganization, UAB 15min had 3,897,763 own shares with a nominal value of EUR 0.29 each, which constituted 60 percent of the total authorized capital. Pursuant to Article 54, Part 11 of the Law on Companies of the Republic of Lithuania, the Company's acquired shares must be transferred to the ownership of other persons no later than within 12 months from the date of their acquisition. On 25 July 2024, all of UAB 15min's own shares were transferred to the parent company UAB 4Bees under the share purchase agreement. The transferred shares were fully paid by 1 August 2024.

Information about the Group's research and development activities

During the reporting period, the Group's companies did not conduct research and development activities.

Information about financial risk management goals, hedging tools used

The group used the following financial instruments in its activities during the reporting period: loans, debts under operating lease agreements. Financial risk, lack of working capital and cash flow hedging are managed with these tools.

The company's activity plans and forecasts

Magazines. In the long term, we predict that the magazine business will gradually decline and shift to online subscription products. We are already seeing positive signs, in December 2022, the online subscription to zmones.lt was successfully launched, and had several thousand new portal subscribers already at the end of the 2023 financial year. It will be possible to partially compensate for the decrease in the circulation of the magazine for sale by regulating pricing, and ways to reduce the cost of products are being sought.

Advertising. Sales of advertising will continue to be a major source of revenue for the company, which will grow consistently with the market in the coming years.

Portal subscription. The most impressive jump will be seen in the growth of online subscription revenue, which is still in its infancy but has huge potential for growth in the coming years. We predict that in the next few years, the number of subscribers will approach 100 thousand, and the revenue share will be able to compete with advertising revenue. This will strengthen the Company's financial position and increase resilience in case of market fluctuations or economic downturn, help independent media to diversify income and reduce dependence on advertisers.

Operating expenses. The company's business structure does not require additional significant investments in human and technical resources in order to grow income in the future. We hope that a similar set-up will be sufficient to run the business, therefore we anticipate stable cost growth in the future, compensating for inflation in the longer term.

Acquisition of the M1 group of companies. The acquisition of the largest radio stations will have a very significant impact on the size of the 15min Group, it is part of the group's strategy to create a significant Lithuanian media group. We plan to look for forms of synergy and cooperation that would benefit our customers and simultaneously improve and grow all the Group's brands.

Information about other managerial positions held by the head of the Group's parent company, members of the board, members of the supervisory board and the most important information about their main workplace.

UAB 15min and UAB BNS are managed by Tomas Balžekas. (Main workplace - UAB 15min). He also manages a non-group company UAB Balžeko bitės.

UAB 15min board member Martynas Basokas also heads UAB Bookswap LT, UAB 4 Bees, MB Basoka, OÜ Bookswap International.

Director of the Company

Tomas Balžekas

4 September 2024

