

APRANGA GROUP

28 October 2021
Vilnius

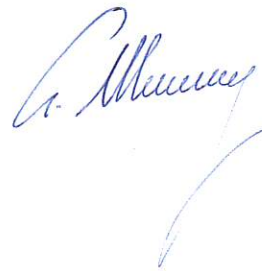
CONFIRMATION OF THE COMPANY'S RESPONSIBLE PERSONS

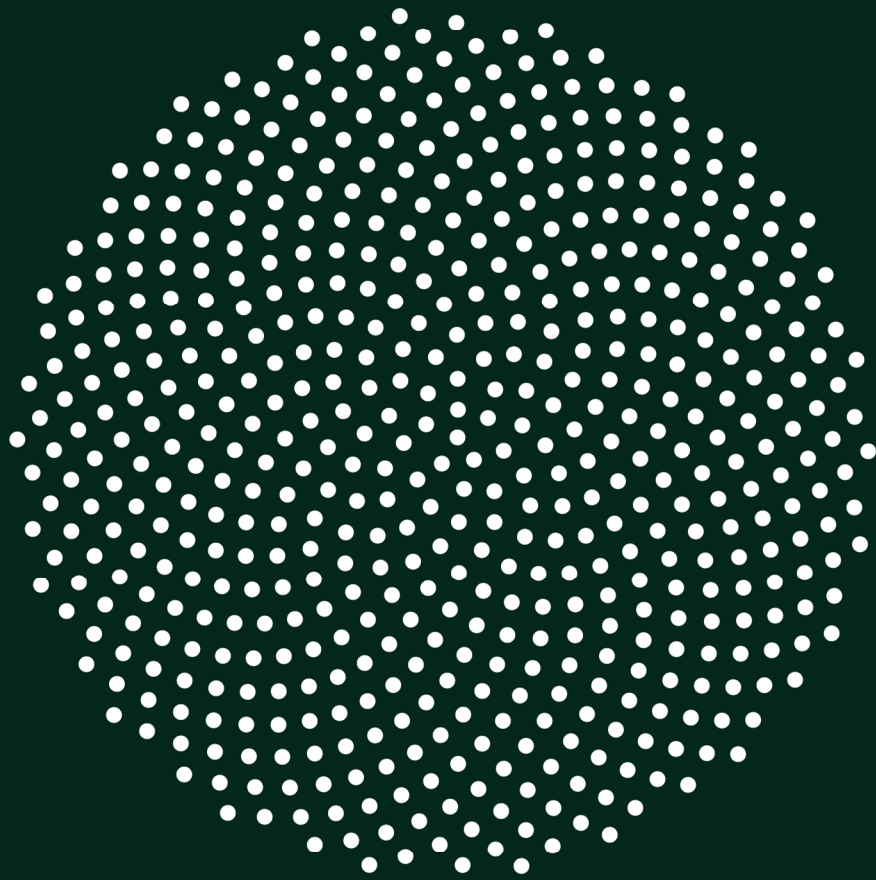
Hereby we confirm, that by our knowledge Interim Consolidated Financial Statements for the 9 months 2021 prepared in accordance with International Financial Reporting Standards are true and fairly present assets, liabilities, financial position, profit or loss and cash flow of APB Apranga, as well as of Apranga Group consolidated companies.

Apranga Group General Manager
Rimantas Perveneckas



Apranga Group Chief Financial Officer
Gabrielius Morkūnas





APRANGA

G R O U P

APB APRANGA The Consolidated Interim Report and
Interim Consolidated Financial Statements
For the Nine months period ended 30 September 2021

(UNAUDITED)

INFORMATION ABOUT COMPANY

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

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

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

ACTIVITY REPORT

The retail turnover (including VAT) of Apranga Group reached EUR 158.2 million in 9 months 2021 or by 5.1% more than in the same period of 2020.

Due to epidemic coronavirus (COVID-19) infection, from 16 December 2020, all the Group's stores in Lithuania were temporarily closed. Stores in Lithuania with a separate entrance from outside and a sales area not exceeding 300 square meters had been open since 15 February 2021. All stores with a separate entrance from outside had been open since 15 March 2021. All Group's stores have been reopened in Lithuania from 19 April 2021, however, stores operating in shopping malls were not allowed to work on weekends, unless they had separate entrance from outside. Eventually, all Group's stores have been open in Lithuania as of 29 May 2021. In Latvia, stores were temporarily closed from 19 December 2020. Stores with a separate entrance from outside and an area not exceeding 7,000 square meters have been open in Latvia from 7 April 2021. Group's stores that operate in shopping malls and have separate entrance from outside were reopened as of 22 May 2021. Eventually, all Group's stores have been open in Latvia as of 3 June 2021. In Estonia, all Group's stores were temporarily closed from 11 March 2021, and from 6 March 2021 to 11 March 2021 stores were not allowed to work on weekends. All Group's stores have been reopened in Estonia from 3 May 2021. **These temporary store closures had a significant impact on the Group's generated turnover, earned profit and, accordingly, financial performance.**

According to EUROSTAT data, the retail trade (except of motor vehicles, motorcycles and fuel) in January-August 2021 in all three Baltic countries grew between 2% and 14%. Retail sales grew the least in Latvia (2%) and the most in Lithuania (14%). In July-August 2021, retail trade grew also in all three countries: by 11% in Lithuania, by 4% in Latvia and by 10% in Estonia. European Union (27 countries) retail trade in January-August 2021 increased by 6%, when in July-August 2021 the growth was 2%. The retail trade of clothing, footwear and textiles in July-August 2021 grew in all three Baltic countries between 9% (in Latvia) and 19% (in Lithuania), while in the first half of the year there was no growth or was a slight fall.

The retail turnover of the Group's stores in 9 months of 2021 by countries was as follows (EUR thousand, VAT included):

Country	9 months 2021	9 months 2020	9 months 2019	2021/2020, %	2021/2019, %
Lithuania	99 633	87 716	103 212	13,6%	-3,5%
Latvia	33 305	38 603	42 094	-13,7%	-20,9%
Estonia	25 231	24 177	30 131	4,4%	-16,3%
Total:	158 169	150 497	175 438	5,1%	-9,8%

The retail turnover of the Group's stores by countries during the 3rd quarter of 2021 was (EUR thousand, VAT included):

Country	Q3 2021	Q3 2020	Q3 2019	2021/2020, %	2021/2019, %
Lithuania	46 729	37 058	38 727	26,1%	20,7%
Latvia	18 784	16 574	16 659	13,3%	12,8%
Estonia	11 418	10 131	11 412	12,7%	0,0%
Total:	76 930	63 763	66 799	20,7%	15,2%

The online turnover of the Group's stores in 9 months of 2021 was as follows (EUR thousand, VAT included):

	9 months 2021	9 months 2020	9 months 2019	2021/2020, %	2021/2019, %
Online turnover	36 372	14 961	6 301	2.4 times	5.8 times
Relative weight in total turnover	23,0%	9,9%	3,6%		

The Group's online turnover increased 2.4 times in the first 9 months the year, and its relative weight in total turnover increased from 9.9% to 23.0% compared to the corresponding period of the previous year. Online turnover increased particularly significantly due to the temporary closure of physical stores during the quarantine period caused by COVID-19.

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The retail turnover of the Group's stores by chains in 9 months of 2021 was as follows (EUR thousand, VAT included):

Chain	9 months 2021	9 months 2020	9 months 2019	2021/2020, %	2021/2019, %
Economy ¹	15 135	17 538	22 577	-13,7%	-33,0%
Youth ²	39 292	35 692	41 047	10,1%	-4,3%
Footwear	2 353	3 213	5 090	-26,8%	-53,8%
Business ³	27 746	27 022	30 492	2,7%	-9,0%
Luxury ⁴	17 198	16 524	16 959	4,1%	1,4%
Zara	50 188	43 846	51 629	14,5%	-2,8%
Outlets	6 257	6 662	7 644	-6,1%	-18,2%
Total	158 169	150 497	175 438	5,1%	-9,8%

¹ Apranga, Promod, s.Oliver, Tom Tailor, Orsay;

² Aprangos galerija, Moskito, Mango, Bershka, Pull & Bear, Stradivarius, Desigual, Oysho, A|X Armani Exchange;

³ City, Massimo Dutti, Strellson, Marella, Pennyblack, Coccinelle, Tommy Hilfiger, Zara Home, Karen Millen, Calvin Klein Underwear, Liu Jo, MAX&Co.;

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

In 9 months of 2021, Apranga Group opened 3 stores, renovated 10 stores and 10 stores were closed.

The net capital expenditure of the retail chain expansion amounted to EUR 4.8 million in 9 months of 2021 (see Note 4 "Investments into non-current assets"). Investments (acquisitions) by segments are disclosed in Note 3 ("Segment information"). The Group is not engaged in activities related to research and experimental development, except to the extent of process improvement. Group uses the latest technology and the latest technology processes that meet environmental standards and help reduce the negative impact on the environment.

The number of stores by countries was as follows:

Country	30 09 2021	30 09 2020	30 09 2019	2021/2020, %	2021/2019, %
Lithuania	101	106	110	-4,7%	-8,2%
Latvia	46	50	52	-8,0%	-11,5%
Estonia	25	27	29	-7,4%	-13,8%
Total:	172	183	191	-6,0%	-9,9%

The number of stores by chains was as follows:

Chain	30 09 2021	30 09 2020	30 09 2019	2021/2020, %	2021/2019, %
Economy	27	35	33	-22,9%	-18,2%
Youth	47	45	50	4,4%	-6,0%
Footwear	10	13	14	-23,1%	-28,6%
Business	39	41	46	-4,9%	-15,2%
Luxury	30	30	28	0,0%	7,1%
Zara	11	11	11	0,0%	0,0%
Outlets	8	8	9	0,0%	-11,1%
Total	172	183	191	-6,0%	-9,9%

The total sales area operated by the Group has decreased by 1.7% till 91.9 thousand sq. m during the year period until 30 September 2021.

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

Country	30 09 2021	30 09 2020	30 09 2019	2021/2020, %	2021/2019, %
Lithuania	49,7	50,4	51,5	-1,3%	-3,5%
Latvia	26,8	27,4	27,4	-2,4%	-2,2%
Estonia	15,4	15,6	15,1	-1,7%	1,6%
Total:	91,9	93,4	94,0	-1,7%	-2,3%

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The Group has earned EUR 8.2 million of profit before income tax in 9 months 2021, while profit before taxes amounted to EUR 5.4 million in 9 months of 2020 (the increase by 51.9%).

EBITDA of the Group was EUR 23.2 million in 9 months 2021, and it was EUR 21.4 million in corresponding previous year period. EBITDA margin has increased from 17.0% to 17.6% during the year.

Main Group Indicators	9 months 2021	9 months 2020	9 months 2019
Net sales	132 041	125 909	145 239
Net sales in foreign markets	48 899	52 354	59 859
Like-for-like sales, %	-	-	5,6%
Gross profit	56 102	52 759	62 233
Gross margin, %	42,5%	41,9%	42,8%
Operating profit (loss)	8 909	6 190	7 839
Operating profit margin, %	6,7%	4,9%	5,4%
EBT	8 170	5 382	7 250
EBT margin, %	6,2%	4,3%	5,0%
Profit (loss) for the period	6 810	4 420	6 313
Profit for the period margin, %	5,2%	3,5%	4,3%
EBITDA	23 215	21 395	21 893
EBITDA margin, %	17,6%	17,0%	15,1%
Return on equity (end of the period), %	9,7%	7,0%	11,3%
Return on assets (end of the period), %	3,9%	2,6%	4,0%
Net debt to equity, %	34,7%	56,0%	128,9%
Current ratio, times	1,6	1,4	1,3

The operating expenses of the Group totaled EUR 47.2 million in 9 months 2021 and increased by 1.3%, comparing to the same period 2020. Operating expenses increased less than sales, which grew by 4.9%. This was mainly driven by government subsidies received to compensate for idle time of employees during the lock-down as well as working capital subsidies granted by government in Latvia. The decision of the Group's shareholders not to pay dividends had a positive impact on debt and liquidity ratios.

Main Group Indicators	9 months 2021	9 months 2020	Change
Net sales	132 041	125 909	4,9%
Net sales in foreign markets	48 899	52 354	-6,6%
Gross profit	56 102	52 759	6,3%
Operating (expenses)	(47 193)	(46 569)	1,3%
Operating profit (loss)	8 909	6 190	43,9%
EBT	8 170	5 382	51,8%
Profit (loss) for the period	6 810	4 420	54,1%
EBITDA	23 215	21 395	8,5%

The Group's level of inventories during the last 12 months increased by 7.8% to EUR 44.4 million. Company's inventories decreased by 1.3%. Group's inventories stabilized and reached 95% level if compared to the same period in 2019.

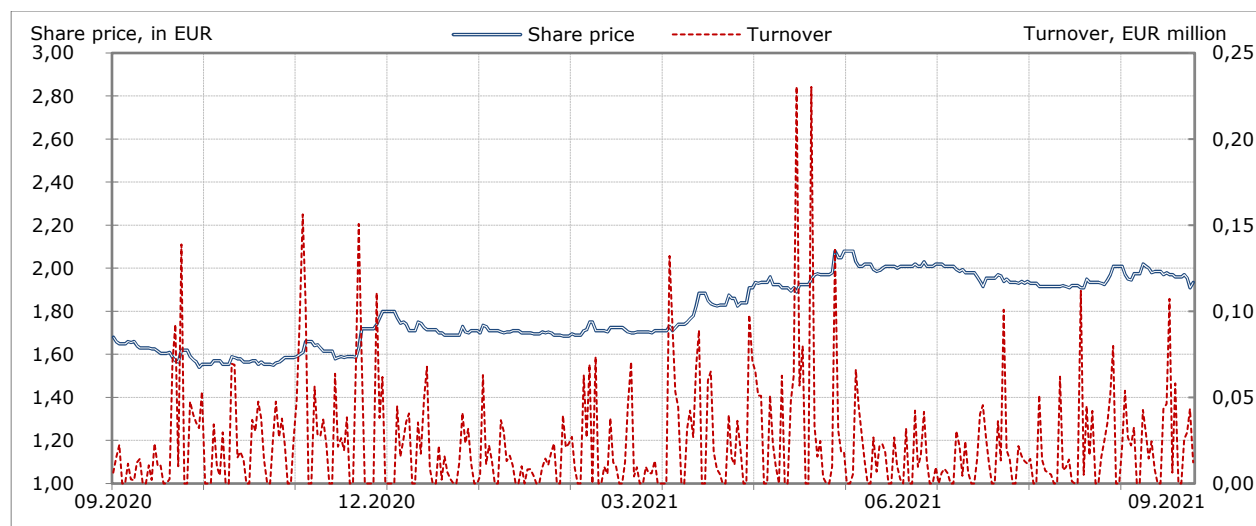
The number of employees during the year till 30 September 2021 in the Group has decreased by 11 to 2 046 (-0.53%) and has increased in Company by 2 to 708 (0.28%).

The price of the Company shares in 9 months 2021 increased by 8% from EUR 1.80 per share to EUR 1.94 per share. The maximum share price for the 9 months period was EUR 2.10 per share, minimum share price - EUR 1.68 per share. The market

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capitalization of the Company increased from EUR 100 million at the beginning of the year to EUR 107 million at the end of September 2021. The weighted average price of 1 share during the reporting period was EUR 1.86. Company's share turnover was EUR 6.0 million in 9 months 2021. The share price during the last 12 months increased from EUR 1.68 to EUR 1.94 per share, or by 15%.

Apranga APB share price in 12 months period from 1st October 2020 to 30th September 2021:



Information about members of the Management board on 30 September 2021:

Name, Surname	Position	Number of shares owned and part in the share capital	Election date	End of term
Darius Juozas Mockus	Chairman of the Board	- -	27 04 2018	27 04 2022
Vidas Lazickas	Member of the Board	230 000 0.42%	27 04 2018	27 04 2022
Ilona Šimkūnienė	Member of the Board, Purchasing Director	- -	27 04 2018	27 04 2022
Ramūnas Gaidamavičius	Member of the Board, Development Director	5 000 0.01%	27 04 2018	27 04 2022
Jonas Jokštys	Member of the Board, independent	- -	29 04 2021	27 04 2022
Gintaras Juškauskas	Member of the Board, independent	- -	29 04 2021	27 04 2022

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STATEMENTS OF COMPREHENSIVE INCOME

	Note	GROUP		COMPANY	
		9 months 2021	9 months 2020	9 months 2021	9 months 2020
Revenue from contracts with customers	5	132 041	125 909	52 940	49 944
Cost of sales		(75 939)	(73 150)	(32 561)	(32 368)
GROSS PROFIT		56 102	52 759	20 379	17 576
Operating (expenses)		(49 424)	(46 737)	(19 170)	(17 790)
Other income		2 233	169	465	4 168
Net foreign exchange gain (loss)		(2)	(1)	(2)	(1)
OPERATING PROFIT (LOSS)		8 909	6 190	1 672	3 953
Finance income		24	24	46	73
Finance (costs)		(763)	(832)	(352)	(364)
PROFIT (LOSS) BEFORE INCOME TAX		8 170	5 382	1 366	3 662
Income tax (expense)		(1 360)	(962)	(186)	(51)
PROFIT (LOSS) FOR THE PERIOD	3	6 810	4 420	1 180	3 611
Other comprehensive income		-	-	-	-
TOTAL COMPREHENSIVE INCOME		6 810	4 420	1 180	3 611
Total comprehensive income attributable to:					
Owners of the Company		6 810	4 420	1 180	3 611
Non-controlling interests		-	-	-	-
Basic and diluted earnings per share (in EUR)		0,12	0,08	0,02	0,07

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STATEMENTS OF FINANCIAL POSITION

ASSETS		GROUP		COMPANY	
ASSETS	Note	30 09 2021	31 12 2020	30 09 2021	31 12 2020
Property, plant and equipment		25 814	25 999	13 778	12 705
Intangible assets		597	534	579	497
Investments in subsidiaries		-	-	4 963	4 963
Prepayments		2 896	1 465	314	230
Trade and other receivables		5	4	5	4
Right-of-use assets		56 320	64 203	22 026	24 951
Financial assets		2 400	2 400	2 400	2 400
Total non-current assets		88 032	94 605	44 065	45 750
CURRENT ASSETS					
Inventories		44 397	35 434	22 382	19 759
Financial assets		724	732	724	732
Prepayments		2 242	1 110	1 537	1 080
Trade and other receivables		1 690	2 143	12 104	11 817
Cash and cash equivalents		36 616	26 209	20 266	19 863
Total current assets		85 669	65 628	57 013	53 251
Non-current assets held for sale		-	71	-	71
TOTAL ASSETS	3	173 701	160 304	101 078	99 072
EQUITY AND LIABILITIES					
EQUITY		GROUP		COMPANY	
EQUITY	Note	30 09 2021	31 12 2020	30 09 2021	31 12 2020
Ordinary shares		16 035	16 035	16 035	16 035
Legal reserve		1 604	1 604	1 604	1 604
Foreign currency translation reserve		(53)	(53)	-	-
Retained earnings		52 706	45 896	36 442	35 262
Total equity		70 292	63 482	54 081	52 901
NON-CURRENT LIABILITIES					
Borrowings	6	-	200	-	200
Tax liabilities		1 512	7 597	382	3 773
Deferred tax liabilities		1 687	1 008	234	96
Non-current lease liabilities		47 161	53 936	18 424	20 993
Non-current employee benefits		170	126	170	126
Total non-current liabilities		50 530	62 867	19 210	25 188
CURRENT LIABILITIES					
Borrowings	6	275	300	7 231	8 468
Tax liabilities		11 837	4 964	5 798	2 243
Current lease liabilities		12 025	12 758	4 612	4 897
Current income tax liability		681	938	47	2
Trade and other payables		28 061	14 995	10 099	5 373
Total current liabilities		52 879	33 955	27 787	20 983
Total liabilities		103 409	96 822	46 997	46 171
TOTAL EQUITY AND LIABILITIES		173 701	160 304	101 078	99 072

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STATEMENTS OF CHANGES IN EQUITY

GROUP	Note	Share capital	Legal reserve	Translation reserve	Retained earnings	Total
Balance at 1 January 2020		16 035	1 604	(53)	40 960	58 546
Comprehensive income:						
Loss for the 9 months 2020	3				4 420	4 420
Total comprehensive income		-	-	-	4 420	4 420
Balance at 30 September 2020		16 035	1 604	(53)	45 380	62 966
Balance at 1 January 2021		16 035	1 604	(53)	45 896	63 482
Comprehensive income:						
Profit for the 9 months 2021	3				6 810	6 810
Total comprehensive income		-	-	-	6 810	6 810
Balance at 30 September 2021		16 035	1 604	(53)	52 706	70 292

COMPANY		Share capital	Legal reserve	Retained earnings	Total
Balance at 1 January 2020		16 035	1 604	31 196	48 835
Comprehensive income:					
Loss for the 9 months 2020				3 611	3 611
Total comprehensive income		-	-	3 611	3 611
Balance at 30 September 2020		16 035	1 604	34 807	52 446
Balance at 1 January 2021		16 035	1 604	35 262	52 901
Comprehensive income:					
Profit for the 9 months 2021				1 180	1 180
Total comprehensive income		-	-	1 180	1 180
Balance at 30 September 2021		16 035	1 604	36 442	54 081

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STATEMENTS OF CASH FLOW

OPERATING ACTIVITIES	Note	GROUP		COMPANY	
		9 months 2021	9 months 2020	9 months 2021	9 months 2020
Profit (loss) before income taxes		8 170	5 382	1 366	3 662
ADJUSTMENTS FOR:					
Depreciation and amortization		14 306	15 205	5 421	5 860
Impairment charge (reversal)		(8)	(11)	-	-
Change in allowances for slow-moving inventories		(1 316)	(285)	174	304
(Gain) on disposal of property, plant and equipment		(41)	(22)	(41)	(19)
Write-off of property, plant and equipment		11	12	-	-
Dividend income		(56)	-	(56)	(4 111)
Interest expenses		739	808	306	291
Total		21 805	21 089	7 170	5 987
CHANGES IN OPERATING ASSETS AND LIABILITIES:					
Decrease (increase) in inventories		(7 647)	(846)	(2 797)	(1 849)
Decrease (increase) in receivables		(2 031)	241	(2 147)	(608)
Increase (decrease) in payables		13 898	16 869	4 934	8 864
Cash generated from operations		26 025	37 353	7 160	12 394
Income taxes paid		(938)	(86)	(3)	(81)
Interest paid		(763)	674	(352)	206
Net cash from operating activities		24 324	37 941	6 805	12 519
INVESTING ACTIVITIES					
Interest received		24	24	46	73
Dividends received		56	-	56	4 111
Loans granted		-	(12 800)	(8 180)	(24 701)
Loans repayments received		-	12 800	9 575	28 384
Purchases of PPE and intangible assets	4	(7 231)	(4 065)	(3 663)	(1 423)
Proceeds on disposal of PPE	4	2 418	880	634	137
Net cash used in investing activities		(4 733)	(3 161)	(1 532)	6 581
FINANCING ACTIVITIES					
Dividends paid		-	1	-	1
Proceeds from borrowings		-	-	60	17 927
Repayments of borrowings		(225)	(225)	(1 497)	(13 127)
Payment of principal portion of lease liabilities		(8 959)	(10 351)	(3 433)	(4 178)
Net cash from financing activities		(9 184)	(10 575)	(4 870)	623
NET INCREASE (DECREASE) IN CASH AND BANK OVERDRAFTS		10 407	24 205	403	19 723
CASH AND BANK OVERDRAFTS:					
AT THE BEGINNING OF THE PERIOD		26 209	6 712	19 863	4 557
AT THE END OF THE PERIOD		36 616	30 917	20 266	24 280

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NOTES TO INTERIM FINANCIAL STATEMENTS

1. General information

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

At 30 September 2021 the Group consisted of the Company and the following 100% owned subsidiaries:

Name	Country	Ownership interest in % 30 09 2021	Ownership interest in % 31 12 2020
UAB Apranga LT	Lithuania	100%	100%
UAB Apranga BPB LT	Lithuania	100%	100%
UAB Apranga PLT	Lithuania	100%	100%
UAB Apranga SLT	Lithuania	100%	100%
UAB Apranga MLT	Lithuania	100%	100%
UAB Apranga HLT	Lithuania	100%	100%
UAB Apranga OLT	Lithuania	100%	100%
UAB Apranga Ecom LT	Lithuania	100%	100%
SIA Apranga	Latvia	100%	100%
SIA Apranga LV	Latvia	100%	100%
SIA Apranga BPB LV	Latvia	100%	100%
SIA Apranga PLV	Latvia	100%	100%
SIA Apranga SLV	Latvia	100%	100%
SIA Apranga MLV	Latvia	100%	100%
SIA Apranga HLV	Latvia	100%	100%
SIA Apranga OLV	Latvia	100%	100%
SIA Apranga Ecom LV	Latvia	100%	100%
OU Apranga*	Estonia	100%	100%
OU Apranga Estonia	Estonia	100%	100%
OU Apranga BEE	Estonia	100%	100%
OU Apranga PB Trade	Estonia	100%	100%
OU Apranga ST Retail	Estonia	100%	100%
OU Apranga MDE	Estonia	100%	100%
OU Apranga HEST	Estonia	100%	100%
OU Apranga Ecom EE	Estonia	100%	100%

¹ The Company directly owns 14.91% shares and indirectly through its subsidiary OU Apranga Estonia owns the rest 85.09% of shares.

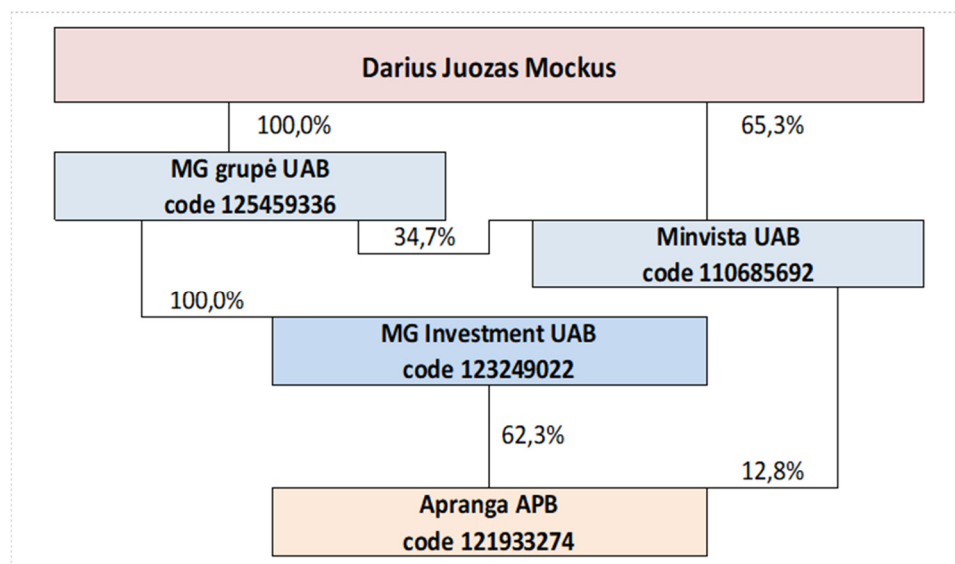
The share capital of APB Apranga is EUR 16,034,668.40 and it is divided into 55,291,960 ordinary registered shares with a nominal value of EUR 0.29 each, where each share grants to its owner 1 vote (in total 55,291,960 voting shares), all shares are paid in full and give the owners equal rights. All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

At 30 September 2021, the Company had 3 980 shareholders. Company's shareholders which owned or had under management more than 5% of share capital were:

Shareholder	Enterprise code	Address	Number of shares	% of total ownership
UAB MG Investment	123249022	Aukštaičių 7, Vilnius, Lithuania	34 442 189	62,3%
UAB Minvista	110685692	Aukštaičių 7, Vilnius, Lithuania	7 060 498	12,8%
Swedbank AS (Estonia and Latvia) clients	10060701	Liivalaia 8 Tallinn, Estonia	3 559 668	6,4%

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



2. Basis of preparation and summary of main accounting policies

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

The financial statements for the period ended 30 September 2021 are not audited.

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

3. Segment information

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

All financial information, including the measure of profit and total assets, is analyzed on a country basis. The segment information provided to the Directors for the reportable segments for the 9 months 2021 is as follows:

9 months 2021	Lithuania	Latvia	Estonia	Total	Inter-company eliminations	Total in consolidated financial statements
Total segment revenue	92 620	28 629	21 660	142 909	-	
Inter-segment revenue	(9 559)	(917)	(473)	(10 949)	-	
Revenue from external customers (note 5)	83 061	27 712	21 187	131 960	-	131 960
Gross margin	42,6%	40,7%	44,3%	42,5%		42,5%
Profit (loss) for the year	4 738	1 592	480	6 810	-	6 810
Total assets	135 561	36 401	20 047	192 009	(18 308)	173 701
Additions to non-current assets	6 458	750	26	7 234	(3)	7 231

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9 months 2020	Lithuania	Latvia	Estonia	Total	Inter- company elimina- tions	Total in consolidated financial statements
Total segment revenue	82 916	32 407	20 778	136 101	-	
Inter-segment revenue	(9 964)	(363)	(468)	(10 795)	-	
Revenue from external customers (note 5)	72 952	32 044	20 310	125 306	-	125 306
Gross margin	40,6%	42,7%	43,6%	41,6%		41,6%
Profit (loss) for the period	3 388	829	203	4 420	-	4 420
Total assets	133 061	34 146	20 801	188 008	(18 376)	169 632
Additions to non-current assets	2 010	1 658	410	4 078	(13)	4 065

4. Investments into non-current assets

Net investments of the Group amounted to EUR 4.8 million in 9 months 2021. The Company's investments have reached EUR 3.0 million, while daughter companies invested EUR 1.8 million.

5. Income

For the 9 months 2021, revenue from contracts with customers consisted of the following:

	GROUP		COMPANY	
	2021	2020	2021	2020
Stores income	131 960	125 306	40 451	45 941
Wholesale income	-	-	9 246	889
Management fees	-	-	3 172	3 052
Other income	81	603	71	62
Total revenue from contracts with customers	132 041	125 909	52 940	49 944

6. Borrowings

In November 2019, the Company and SEB bank signed the amendments to the previously concluded credit line agreement. According to these amendments, the earlier credit line of EUR 20 000 thousand was increased to EUR 27 000 thousand. Credit repayment term was prolonged to 30 November 2021. The interests are paid for the amount used, and the interest rate is calculated as 1-3 months EURIBOR plus margin. There is fixed interest rate set for amount used for the issuance of guarantees and letters of credit.

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

7. Guarantees and letters of credit

As of 30 September 2021, guarantees issued by the credit institutions on behalf of the Company to secure the obligations of its subsidiaries to their suppliers totaled EUR 13 782 thousand (31 December 2020: EUR 14 159 thousand). The letters of credit and guarantees provided to suppliers by the credit institutions on behalf of the Group as of 30 September 2021 amounted to EUR 15 058 thousand (31 December 2020: EUR 15 843 thousand).

As of 30 September 2021, the Company's guarantees issued to secure the obligations of its subsidiaries to their suppliers totaled EUR 781 thousand (31 December 2020: EUR 818 thousand).

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8. Profit distribution

The Annual shareholders meeting of APB Apranga held on 29 April 2021 has resolved not to pay dividends for the year 2020.

9. Operational plans

The Group's previously announced plans for the year 2021 - to reach a turnover of EUR 204-230 million (including VAT), to renovate or open 15 stores and to invest EUR 5 million remain unchanged.

10. Alternative performance measures

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

11. Events after the reporting period

In accordance with the resolutions of the Government of the Republic of Latvia, the Republic of Latvia has introduced new restrictions due to the aggravation of the situation related to Covid-19. From 14th October 2021 the Republic of Latvia banned the operation of stores in shopping malls on weekends, and from 21st October 2021 until 15th November - all Group's stores in Latvia are temporarily closed.