

**Lithuanian Securities Commission
Konstitucijos pr. 23
LT-08105 Vilnius**

2011-11-30

CONFIRMATION OF RESPONSIBLE PERSONS

Following Article 21 of the Law on Securities of the Republic of Lithuania and Rules on Preparation and Submission of Periodic and Additional Information of the Lithuanian Securities Commission, we, Gintautas Bareika , General Director of Utenos trikotazas, AB, Finance Director Saulius Rakauskis, and Chief Account Reda Kučinskienė, hereby confirm that, to the best of our knowledge, the unaudited consolidated financial statements of Utenos trikotazas, AB for the 9 months of 2011, prepared in accordance with the International Financial Reporting Standards as adopted by the European Union, give a true and fair view of the assets, liabilities, financial position and profit of Utenos trikotazas, AB and the Group of undertakings.

ENCLOSURE: Unaudited consolidated financial statements for the 9 months of 2011 of Utenos trikotazas AB.

General Director



Gintautas Bareika

Finance Director



Saulius Rakauskis

Chief Account



Reda Kučinskienė



Utenos trikotažas

UTENOS TRIKOTAŽAS, AB
CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE 9 MONTHS PERIOD ENDED 30 SEPTEMBER 2011
(UNAUDITED)

Consolidated financial statements**Balance sheets under IFRS (LTL thousand)**

| | Notes | Group | | Company | |
|---|-------|---------------|---------------|---------------|---------------|
| | | 2011.09.30 | 2010.12.31 | 2011.09.30 | 2010.12.31 |
| ASSETS | | | | | |
| Non-current assets | | | | | |
| Intangible assets | 4 | 3,794 | 4,075 | 436 | 643 |
| Property, plant and equipment | 5 | 15,638 | 19,253 | 10,939 | 13,914 |
| Investment property | | 2,829 | 2,906 | 2,829 | 2,906 |
| Investments into subsidiaries | | - | - | 11,396 | 11,396 |
| Trade and other receivables | | 75 | 90 | - | - |
| Receivables from subsidiaries | | - | - | 4,333 | 4,178 |
| Deferred income tax asset | | 978 | 978 | 830 | 830 |
| | | 23,314 | 27,302 | 30,763 | 33,867 |
| Current assets | | | | | |
| Inventories | 6 | 8,251 | 9,023 | 7,612 | 8,432 |
| Trade receivables | 7 | 4,958 | 7,438 | 3,848 | 5,792 |
| Receivables and prepayments from subsidiaries | | - | - | 9,648 | 8,999 |
| Receivables from other related parties | | 1 | 3 | - | - |
| Other receivables | | 1,174 | 1,808 | 428 | 910 |
| Cash and cash equivalents | 8 | 2,877 | 1,727 | 441 | 712 |
| | | 17,261 | 19,999 | 21,977 | 24,845 |
| Non-current assets held for resale | | 1,953 | 2,956 | - | - |
| | | 19,214 | 22,955 | 21,977 | 24,845 |
| Total assets | | 42,528 | 50,257 | 52,740 | 58,712 |

Statements of financial position (cont'd)

| | Notes | Group | | Company | |
|---|-------|---------------|---------------|---------------|---------------|
| | | 2011.09.30 | 2010.12.31 | 2011.09.30 | 2010.12.31 |
| EQUITY | | | | | |
| Equity attributable to the equity holders of the Company | | | | | |
| Share capital | | 19,834 | 19,834 | 19,834 | 19,834 |
| Foreign currency translation reserve | | 2,134 | 1,729 | - | - |
| Other reserves | 9 | 1,983 | 1,983 | 1,983 | 1,983 |
| Accumulated losses/ retained earnings | | (20,660) | (20,140) | (3,799) | (3,310) |
| | | 3,291 | 3,406 | 18,018 | 18,507 |
| Minority interest | | 773 | 695 | - | - |
| Total equity | | 4,064 | 4,101 | 18,018 | 18,507 |
| LIABILITIES | | | | | |
| Non-current liabilities | | | | | |
| Borrowings | 10 | 12,975 | 18,786 | 10,446 | 14,368 |
| Convertible bonds issued | 10 | 9,247 | 8,268 | 9,247 | 8,268 |
| Provisions for employee benefits | | 351 | 351 | 351 | 351 |
| | | 22,573 | 27,405 | 20,044 | 22,987 |
| Current liabilities | | | | | |
| Borrowings | 10 | 6,559 | 6,571 | 5,240 | 5,240 |
| Trade payables | | 2,325 | 4,892 | 2,138 | 4,615 |
| Payables to subsidiaries | | - | - | 2,661 | 2,322 |
| Accrued charges and other current liabilities | 11 | 7,007 | 7,288 | 4,639 | 5,041 |
| | | 15,891 | 18,751 | 14,678 | 17,218 |
| Total liabilities | | 38,464 | 46,156 | 34,722 | 40,205 |
| Total equity and liabilities | | 42,528 | 50,257 | 52,740 | 58,712 |

Statements of comprehensive income (LTL thousand)**Group**

| | Notes | 01-09 of 2011 | 07-09 of 2011 | 01-09 of 2010 | 07-09 of 2010 |
|---|-------|------------------|------------------|------------------|------------------|
| Revenue | 3,12 | 48,064 | 14,116 | 52,793 | 17,583 |
| Cost of sales | 13 | (40,609) | (11,667) | (45,017) | (15,056) |
| Gross profit | | 7,455 | 2,449 | 7,776 | 2,527 |
| Selling expenses | 14 | (1,730) | (553) | (1,660) | (573) |
| General and administrative expenses | 14 | (4,544) | (1,550) | (4,500) | (1,390) |
| Other income | 15 | 228 | 77 | 294 | 79 |
| Other expenses | 15 | (90) | (30) | (92) | (31) |
| Other gains/(losses) - net | 15 | 891 | 257 | 261 | 66 |
| Operating profit (loss) | | 2,210 | 650 | 2,079 | 678 |
| Finance cost, net | 16 | (2,652) | 332 | (604) | (2,828) |
| Profit (loss) before income tax | | (442) | 982 | 1,475 | (2,150) |
| Income tax expense | 17 | - | - | - | - |
| Profit (loss) for the year | | (442) | 982 | 1,475 | (2,150) |
| Profit (loss) attributable to: | | | | | |
| Equity holders of the Company | 17 | (520) | 944 | 1,419 | (2,149) |
| Minority interest | | 78 | 38 | 56 | (1) |
| | | (442) | 982 | 1,475 | (2,150) |
| Other comprehensive income | | | | | |
| Foreign currency translation income | | 405 | (528) | (716) | 1,007 |
| Other comprehensive income | | 405 | (528) | (716) | 1,007 |
| Total comprehensive income (loss) | | (37) | 454 | 759 | (1,144) |
| Total comprehensive income (loss) attributable to: | | | | | |
| Equity holders of the Company | | (115) | 415 | 703 | (1,143) |
| Minority interest | | 78 | 39 | 56 | (1) |
| | | (37) | 454 | 759 | (1,144) |
| Basic and diluted profit (loss) per share for profit (loss) attributable to the equity holders of the Company (in LTL) | 17 | (0.03) | 0.05 | 0.07 | (0.11) |

Company

| | Notes | 01-09 of 2011 | 07-09 of 2011 | 01-09 of 2010 | 07-09 of 2010 |
|--|-------|--------------------------|--------------------------|--------------------------|--------------------------|
| Revenue | 5,19 | 40,786 | 11,713 | 45,466 | 15,372 |
| Cost of sales | 20 | (35,401) | (9,964) | (39,854) | (13,587) |
| Gross profit | | 5,385 | 1,749 | 5,612 | 1,785 |
| Selling expenses | 21 | (1,474) | (476) | (1,368) | (475) |
| General and administrative expenses | 21 | (3,142) | (1,033) | (3,136) | (956) |
| Other income | 22 | 224 | 76 | 228 | 74 |
| Other expenses | 23 | (90) | (30) | (92) | (31) |
| Other gains/(losses) - net | 24 | 201 | 15 | 5 | 5 |
| Operating profit (loss) | | 1,104 | 301 | 1,249 | 402 |
| Finance cost, net | 25 | (1,592) | (519) | (1,577) | (531) |
| Profit (loss) before income tax | | (488) | (218) | (328) | (129) |
| Income tax expense | 27 | - | - | - | - |
| Profit (loss) for the year | | (488) | (218) | (328) | (129) |

Statements of changes in equity (LTL thousands)

| Group and company | Capital | Foreign currency translation reserve | Other reserves | Retained earnings | Total | Minority share | Total equity |
|--|----------------|---|---------------------------|------------------------------|--------------|---------------------------|---------------------|
| Balance as of 31 December 2009 | 19,834 | 2,675 | 1,983 | (21,180) | 3,312 | 619 | 3,931 |
| Transfer to foreign currency reserve | - | (716) | - | - | (716) | - | (716) |
| Net profit for the year | - | - | - | 1,419 | 1,419 | 56 | 1,475 |
| | - | (716) | - | 1,419 | 703 | 56 | 759 |
| Balance as of 30 September 2010 | 19,834 | 1,959 | 1,983 | (19,761) | 4,015 | 675 | 4,690 |
| Transfer to foreign currency reserve | - | (230) | - | - | (230) | - | (230) |
| Net profit for the year | - | - | - | (379) | (379) | 20 | (359) |
| | - | (230) | - | (379) | (609) | 20 | (589) |
| Balance as of 31 December 2010 | 19,834 | 1,729 | 1,983 | (20,140) | 3,406 | 695 | 4,101 |
| Transfer to foreign currency reserve | - | 405 | - | - | 405 | - | 405 |
| Net profit for the year | - | - | - | (520) | (520) | 78 | (442) |
| | - | 405 | - | (520) | (115) | 78 | (37) |
| Balance as of 30 September 2011 | 19,834 | 2,134 | 1,983 | (20,660) | 3,291 | 773 | 4,064 |

Statements of cash flows (LTL thousand)

| | Group | | Company | |
|---|------------------------------|--------------|------------------------------|--------------|
| | 30 September 2011 | 2010 | 30 September 2011 | 2010 |
| Cash flows from operating activities | | | | |
| Profit (loss) for the year | (442) | 1,474 | (488) | (328) |
| Adjustments for non-cash items: | | | | |
| Depreciation and amortization | 4,004 | 4,783 | 3,368 | 3,847 |
| Gain on disposal of property, plant and equipment and investment property | (186) | (214) | (3) | (3) |
| Impairment (reversal) of investments | - | - | - | - |
| Impairment and write-off (reversal) of inventories | 290 | (36) | 304 | (47) |
| Impairment and write-off (reversal) of accounts receivable and accounts payable | (159) | 28 | (159) | (17) |
| Interest income | (5) | (3) | (155) | (155) |
| Interest expenses | 1,962 | 1,965 | 1,752 | 1,736 |
| Foreign currency differences | 522 | (736) | - | - |
| Income tax expense | - | - | - | - |
| Changes in working capital: | | | | |
| Decrease (increase) in inventories | 483 | (1,168) | 517 | (1,093) |
| Decrease (increase) in trade receivables | 3,005 | (139) | 2,296 | 165 |
| Decrease (increase) in receivables from subsidiaries | - | - | (650) | (631) |
| Decrease (increase) in other receivables and other current assets | 1,288 | (290) | 289 | (491) |
| Increase (decrease) increase in trade and other accounts payable | (1,756) | (1,297) | (525) | (1,219) |
| Increase (decrease) in taxes payable and other current liabilities | (2,023) | (111) | (2,064) | 1,208 |
| Cash generated from operations | 6,983 | 4,256 | 4,481 | 2,972 |
| Income tax paid | - | - | - | - |
| Net cash flows from operating activities | 6,983 | 4,256 | 4,481 | 2,972 |
| Cash flows from investing activities | | | | |
| Acquisition of property, plant and equipment | (141) | (280) | (100) | (255) |
| Acquisition of intangible assets | (9) | (85) | (9) | (85) |
| Proceeds from sale of non-current assets | 1,047 | 329 | 4 | 3 |
| Interest received | 5 | 3 | - | 155 |
| Net cash flows generated from investing activities | 902 | (33) | (105) | (182) |

Statements of cash flows (cont'd) (LTL thousand)

| | Group | | Company | |
|--|------------------------------|----------------|------------------------------|----------------|
| | 30 September 2011 | 2010 | 30 September 2011 | 2010 |
| Cash flows from financing activities | | | | |
| Cash flows related to other sources of financing | | | | |
| Proceeds from borrowings | - | - | - | - |
| Repayment of borrowings | (5,782) | (3,532) | (3,923) | (2,620) |
| Interest paid | (953) | (1,186) | (724) | (870) |
| | <u>(6,735)</u> | <u>(4,718)</u> | <u>(4,647)</u> | <u>(3,490)</u> |
| Net cash flows (used in) generated from financing activities | (6,735) | (4,718) | (4,647) | (3,490) |
| Net increase (decrease) in cash and cash equivalents | 1,150 | (495) | (271) | (700) |
| Cash and cash equivalents at the beginning of the year | 1,727 | 2,161 | 712 | 1,492 |
| Foreign exchange effect on the balance of cash and cash equivalents | - | - | - | - |
| Cash and cash equivalents at the end of the year | 2,877 | 1,666 | 441 | 792 |

Notes to the financial statements

General information

AB Utenos Trikotažas (hereinafter „the Company“) is a public limited company registered in the Republic of Lithuania on 6 December 1994. The address of its registered office is as follows:

Basanavičiaus st. 122,
Utena,
Lithuania

The Company is engaged in production of knitted articles.

The shares of Utenos Trikotažas AB are listed on the Official List of the National Stock Exchange.

As of 30 September 2011 and 31 December 2010 the shareholders of the Company were as follows:

| | As of 30 September 2011 | | As of 31 December 2010 | |
|------------------------------------|-------------------------|-------------------|------------------------|-------------------|
| | Number of shares held | Interest held (%) | Number of shares held | Interest held (%) |
| UAB koncernas SBA | 10,140 | 51.12 | 10,140 | 51.12 |
| Investment Fund Amber Trust | 2,700 | 13.61 | 2,700 | 13.61 |
| Investment Fund East Capital Asset | 2,091 | 10.54 | 2,091 | 10.54 |
| Other shareholders | 4,903 | 24.73 | 4,903 | 24.73 |
| | <u>19,834</u> | <u>100.00</u> | <u>19,834</u> | <u>100.00</u> |

All the shares are registered ordinary shares with a par value of LTL 1 each. As of 30 September 2011 and 31 December 2010 subsidiaries did not hold any shares of the Company. The Company did not hold its own shares within this period.

The consolidated group (hereinafter “the Group”) consists of the Company and the following subsidiaries:

| | Registered address | Group's share (%) | | | Profile |
|---------------|----------------------------------|-------------------|------------------|-------------------|--------------------------------|
| | | 30 September 2011 | 31 December 2010 | 30 September 2010 | |
| AB Šatrija | Vilniaus st. 5, Raseiniai | 89,78 | 89,78 | 89,78 | Sewing of clothes |
| UAB Gotija | Laisvės ave. 33, Kaunas | 90,50 | 90,50 | 90,50 | Retail trade |
| OAO MTF Mrija | Motroso 13, Mukachov, Ukraine | 98,95 | 98,95 | 98,95 | Production of knitted articles |

On 30 of September 2011 the average number of employees of the Group was 1 245, while on 31 of December 2010 it was 1 269 (on 30 of September 2010 – 1 322).

1 Form and contents of the financial statements

The present financial statements are prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the EU.

2. Consolidation

Consolidated financial statements are composed of AB Utenos Trikotažas and its subsidiaries' financial statements, which are stated at uniform accounting principles.

Consolidation of financial statements of subsidiaries is started from the moment when effective control is transferred to the Company and consolidation is ceased from the moment when the Company loses the control. All intercompany transactions, balances and unrealised gains and losses on transactions among the Group companies have been eliminated. The equity and net income attributable to minority shareholders' interests are shown separately in the balance sheets and the income (loss) statements.

3. Segment information

The Group has three main business segments: production of knitted articles, production of working clothes and retail in knitted articles.

In assessing operational performance of segments the Group's Board takes into account the items of sales revenue, gross profit, adjusted EBIDTA, profit (loss), therefore the report on the Group's segments discloses these items in respect of each segment. As the Board also assesses other items of the statement of comprehensive income by each segment, these items are presented in the report on the Group's segments.

Inter-segment transactions are priced on a 'cost plus' basis. These transactions are eliminated on consolidation.

Below, there is a summary of major indicators for the main business segments of the Group included in the statement of financial position as of 30 September 2011 and in the statement of comprehensive income for the year then ended:

| Segment information (continued) | | | | | |
|-----------------------------------|--------------------------------|-------------------------------|----------------------------|----------------|---------------|
| of 30 September 2011 | Production of knitted articles | Production of working clothes | Retail in knitted articles | Eliminations | Total |
| External sales | 41,275 | 6,404 | 385 | - | 48,064 |
| Internal sales | 2,272 | 16 | - | (2,288) | - |
| Total revenue | 43,547 | 6,420 | 385 | (2,288) | 48,064 |
| Gross profit | 5,892 | 1,345 | 161 | 57 | 7,455 |
| EBIDTA | 4,871 | 1,120 | 5 | - | 5,996 |
| Profit (loss) for the year | (1,314) | 843 | 18 | 11 | (442) |

| Segment information (continued) | | | | | |
|--|---------------------------------------|--------------------------------------|-----------------------------------|---------------------|---------------|
| of 30 September 2010 | Production of knitted articles | Production of working clothes | Retail in knitted articles | Eliminations | Total |
| External sales | 46,103 | 6,294 | 396 | - | 52,793 |
| Internal sales | 2,538 | 7 | - | (2,545) | - |
| Total revenue | 48,641 | 6,301 | 396 | (2,545) | 52,793 |
| Gross profit | 6,378 | 1,240 | 150 | 8 | 7,776 |
| Operating profit (loss) | 1,693 | 396 | (10) | - | 2,079 |
| Adjusted EBIDTA | 5,973 | 786 | (4) | - | 6,755 |
| Profit (loss) for the year | 789 | 417 | 15 | 254 | 1,475 |

4. Non-current intangible assets

Amortization expenditure of Intangible assets is involved in general and administration expenditure item in Profit (loss) statement.

5. Non-current tangible assets

Depreciation of non-current tangible property amounts to LTL 4,004 thousand as of 30 September 2011, LTL 3,405 thousand are included into cost of sales in the Group's income (loss) statements. The rest amounts are included into the operating expenses in the income (loss) statements and into remaining reserve in the balance sheets.

6. Inventories

| | Group | | Company | |
|-------------------------------------|--------------------------------|-------------------------------|--------------------------------|-------------------------------|
| | As of 30 September 2011 | As of 31 December 2010 | As of 30 September 2011 | As of 31 December 2010 |
| Raw materials | 3,490 | 3,463 | 2,192 | 2,180 |
| Work in progress | 2,698 | 4,149 | 2,607 | 4,083 |
| Finished goods | 3,830 | 2,888 | 3,605 | 2,663 |
| Goods for resale | 116 | 123 | - | - |
| | 10,134 | 10,623 | 8,404 | 8,926 |
| Write-down to net realisable value: | | | | |
| Opening balance | (1,600) | (1,695) | (494) | (574) |
| Change | (283) | 95 | (298) | 80 |
| Closing balance | (1,883) | (1,600) | (792) | (494) |
| | 8,251 | 9,023 | 7,612 | 8,432 |

The acquisition cost of the Group's and Company's inventories accounted for at net realisable value as of 30 September 2011 amounted to LTL 3,214 thousand and LTL 2,125 thousand (as of 31 December 2010 to LTL 2,739 thousand and LTL 1,633 thousand). Changes in the value decrease of inventories as of 30 September 2011 and 31 December 2010 have been included into operating expenses in the Group's and Company's income (loss) statement.

7. Trade receivables

| | Group | | Company | |
|---|-------------------------------|------------------------------|-------------------------------|------------------------------|
| | As of 30 September 2011 | As of 31 December 2010 | As of 30 September 2011 | As of 31 December 2010 |
| Trade receivables, gross | 5,740 | 8,331 | 4,557 | 6,612 |
| Impairment allowance for trade receivables: | | | | |
| Opening balance | (893) | (859) | (820) | (832) |
| Change | 111 | (34) | 111 | 12 |
| Closing balance | (782) | (893) | (709) | (820) |
| | <u>4,958</u> | <u>7,438</u> | <u>3,848</u> | <u>5,792</u> |

Changes in decrease of doubtful receivables value as of 30 September 2011 and 31 December 2010 have been included into operating expenses in the Group's income (loss) statements.

8. Cash and cash equivalents

| | Group | | Company | |
|--|-------------------------------|------------------------------|-------------------------------|------------------------------|
| | As of 30 September 2011 | As of 31 December 2010 | As of 30 September 2011 | As of 31 December 2010 |
| Cash in bank and on hand | 1,091 | 1,727 | 441 | 712 |
| Deposits with a term of less than three months | 1,786 | - | - | - |
| | <u>2,877</u> | <u>1,727</u> | <u>441</u> | <u>712</u> |

9. Reserves

Exchange differences are classified as shareholders' equity in the consolidated financial statements until the investment is realised.

Upon sale of the corresponding assets the cumulative translation reserve is transferred to retained result in the same period when the gain or loss on realization of the investment is recognized.

Other reserves

The balances of other reserves as of 30 September 2011 and 31 December 2010 were as follows:

| | As of 30 September 2011 | As of 31 December 2010 | As of 30 September 2011 | As of 31 December 2010 |
|----------------|-------------------------------|------------------------------|-------------------------------|------------------------------|
| Legal reserve | 1,983 | 1,983 | 1,983 | 1,983 |
| Other reserves | - | - | - | - |
| | <u>1,983</u> | <u>1,983</u> | <u>1,983</u> | <u>1,983</u> |

10. Borrowings

On 11 January 2010, an agreement on convertible bonds was entered into by the Company and Swedbank AB. Based on the 3 December 2009 decision of the extraordinary general shareholder meeting it was resolved to issue 50 units of convertible bonds with the nominal value in total of LTL 11,850 thousand (equivalent in EUR 3,432 thousand) by restructuring a part of the Company's finance lease liabilities to the finance lease company.

Based on the convertible bond agreement the Company is obliged to redeem bonds or exchange them for the shares of the Company under the terms and conditions established in the agreement. A nominal value of one bond is LTL 237 thousand (equivalent in EUR 69 thousand); a discounted value of one bond issue is LTL 112 thousand (equivalent in EUR 33 thousand); yield of the bond is 15 per cent of annual interest. The maturity term of bonds is 5 years; the maturity date is 12 January 2015.

In addition, an agreement on convertible bonds was entered into by the Company and the ultimate parent company Koncernas SBA UAB on 11 January 2010. Based on the 3 December 2009 decision of the extraordinary general shareholder meeting it was resolved to issue 16 units of convertible bonds with the nominal value in total of LTL 3,166 thousand (equivalent in EUR 917 thousand) by restructuring the Company's financial liabilities to the ultimate parent company.

Based on the convertible bond agreement the Company is obliged to redeem bonds or exchange them for the shares of the Company under the terms and conditions established in the agreement. A nominal value of one bond is LTL 198 thousand (equivalent in EUR 57 thousand); a discounted value of one bond issue is LTL 94 thousand (equivalent in EUR 27 thousand); yield of the bond is 15 per cent of annual interest. The maturity term of bonds is 5 years; the maturity date is 12 January 2015.

On 6 January 2010, the Company and Swedbank Lizingas UAB and Swedbank AB entered into the agreement on the performance of finance lease contracts and convertible bond agreements. The parties agreed to extend the settlement term of finance lease liabilities by 30 September 2014 and amend the payment schedules (based on the agreement, during 2010 the Company is committed to repay finance lease liabilities of LTL 3,930 thousand with the first payment due in April 2010). A new annual interest rate was agreed which was set at 6 month EURIBOR plus 4 per cent margin.

On 23 March 2010, the agreement on the pledge of assets to Swedbank AB was concluded based on which the Company's property, plant and equipment with the net book value of LTL 753 thousand as of 28 February 2010 was placed under a primary pledge and property, plant and equipment with the net book value of LTL 1,191 thousand as of 28 February 2010, inventories amounting to LTL 7,692 thousand, fixed assets owned by the subsidiary Šatrija AB with carrying value to LTL 3,297 thousand as of 31 December 2009 were placed under a secondary pledge.

| | Group | | Company | |
|--|-------------------------------|------------------------------|-------------------------------|------------------------------|
| | As of 30 September 2011 | As of 31 December 2010 | As of 30 September 2011 | As of 31 December 2010 |
| Current | | | | |
| Current portion of long-term bank borrowings | 1,319 | 1,331 | - | - |
| Finance lease liabilities | 5,240 | 5,240 | 5,240 | 5,240 |
| | 6,559 | 6,571 | 5,240 | 5,240 |
| Non-current | | | | |
| Long-term bank borrowings | 2,529 | 4,418 | - | - |
| Finance lease liabilities | 10,446 | 14,368 | 10,446 | 14,368 |
| Convertible bonds issued | 9,247 | 8,268 | 9,247 | 8,268 |
| | 22,222 | 27,054 | 19,693 | 22,636 |
| Total borrowings | 28,781 | 33,625 | 24,933 | 27,876 |

11. Accrued expenses and other current liabilities

| | Group | | Company | |
|---|--|---------------------------------------|--|---------------------------------------|
| | As of 30 September 2011 | As of 31 December 2010 | As of 30 September 2011 | As of 31 December 2010 |
| Amounts payable for services and non-current assets | 913 | 1,320 | 809 | 1,182 |
| Payables to subsidiaries | 2,321 | 1,510 | 1,614 | 1,043 |
| Payables to other related parties | - | 4 | - | - |
| Prepayments received | 196 | 155 | 28 | 25 |
| Wages, salaries and social security | 1,493 | 1,484 | 1,063 | 1,052 |
| Accrual for vacation reserve | 1,627 | 1,962 | 999 | 1,352 |
| Bonuses for employees | - | 273 | - | 153 |
| Taxes payable, except for profit tax | 322 | 330 | 124 | 117 |
| Other liabilities | 135 | 250 | 2 | 117 |
| | 7,007 | 7,288 | 4,639 | 5,041 |

12. Revenue**Group**

| | 01-09 of 2011 | 07-09 of 2011 | 01-09 of 2010 | 07-09 of 2010 |
|--|--------------------------|--------------------------|--------------------------|--------------------------|
| Revenue from sales of goods and services | 47,939 | 14,061 | 52,511 | 17,527 |
| Revenue from sales of materials | 125 | 55 | 282 | 56 |
| | 48,064 | 14,116 | 52,793 | 17,583 |

Company

| | 01-09 of 2011 | 07-09 of 2011 | 01-09 of 2010 | 07-09 of 2010 |
|--|--------------------------|--------------------------|--------------------------|--------------------------|
| Revenue from sales of goods and services | 40,695 | 11,671 | 45,387 | 15,340 |
| Revenue from sales of materials | 91 | 42 | 79 | 32 |
| | 40,786 | 11,713 | 45,466 | 15,372 |

13. Cost of sales

| | Group | | | |
|-------------------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| | 01-09 of 2011 | 07-09 of 2011 | 01-09 of 2010 | 07-09 of 2010 |
| Materials | 14,625 | 4,147 | 15,817 | 5,632 |
| Wages, salaries and social security | 15,596 | 4,792 | 16,223 | 5,463 |
| Other overhead expenses | 6,936 | 1,792 | 8,535 | 2,516 |
| Depreciation and amortization | 3,405 | 936 | 4,276 | 1,426 |
| Cost of materials sold | 47 | 30 | 166 | 19 |
| | 40,609 | 11,667 | 45,017 | 15,056 |

| | Company | | | |
|-------------------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| | 01-09 of 2011 | 07-09 of 2011 | 01-09 of 2010 | 07-09 of 2010 |
| Materials | 14,082 | 3,962 | 15,021 | 5,392 |
| Wages, salaries and social security | 11,027 | 3,277 | 11,805 | 4,080 |
| Other overhead expenses | 7,414 | 1,955 | 9,523 | 2,929 |
| Depreciation and amortization | 2,857 | 765 | 3,475 | 1,172 |
| Cost of materials sold | 21 | 5 | 30 | 14 |
| | 35,401 | 9,964 | 39,854 | 13,587 |

14. Selling, general and administrative expenses

| | Group | | | |
|--|--------------------------|--------------------------|--------------------------|--------------------------|
| | 01-09 of 2011 | 07-09 of 2011 | 01-09 of 2010 | 07-09 of 2010 |
| Selling expenses | | | | |
| Wages, salaries and social security | 780 | 346 | 699 | 236 |
| Other selling expenses | 950 | 207 | 961 | 337 |
| Total selling expenses | 1,730 | 553 | 1,660 | 573 |
| General and administrative expenses | | | | |
| Wages, salaries and social security | 1,783 | 650 | 1,904 | 566 |
| Communications and consulting services | 886 | 298 | 859 | 272 |
| Taxes other than income tax | 418 | 138 | 465 | 138 |
| Depreciation and amortization | 288 | 94 | 288 | 97 |
| Impairments and write-offs | 131 | (26) | (44) | 16 |
| Business trips | 64 | 26 | 56 | 22 |
| Charity and sponsorship | 9 | - | 18 | 9 |
| Other | 965 | 370 | 954 | 270 |
| Total general and administrative expenses | 4,544 | 1,550 | 4,500 | 1,390 |
| | 6,274 | 2,103 | 6,160 | 1,963 |

| | 01-09 of 2011 | Company 07-09 of 2011 | 01-09 of 2010 | 07-09 of 2010 |
|--|------------------|-----------------------------|------------------|------------------|
| Selling expenses | | | | |
| Wages, salaries and social security | 630 | 207 | 547 | 187 |
| Other selling expenses | 844 | 269 | 821 | 288 |
| Total selling expenses | | | | |
| Total selling expenses | 1,474 | 476 | 1,368 | 475 |
| General and administrative expenses | | | | |
| Wages, salaries and social security | 1,243 | 475 | 1,374 | 388 |
| Communications and consulting services | 628 | 210 | 685 | 237 |
| Taxes other than income tax | 391 | 125 | 424 | 124 |
| Depreciation and amortization | 228 | 76 | 232 | 78 |
| Impairments and write-offs | 145 | (12) | (64) | 10 |
| Business trips | 47 | 24 | 34 | 14 |
| Charity and sponsorship | 9 | - | 17 | 8 |
| Other | 451 | 135 | 434 | 97 |
| Total general and administrative expenses | 3,142 | 1,033 | 3,136 | 956 |
| | 4,616 | 1,509 | 4,504 | 1,431 |

15. Revenue (expenses) from other operations – net result

| | Group | | 01-09 of 2010 | 07-09 of 2010 |
|--------------------------|------------------|------------------|------------------|------------------|
| | 01-09 of 2011 | 07-09 of 2011 | | |
| Lease income | 228 | 77 | 294 | 79 |
| Lease expenses | (90) | (30) | (92) | (31) |
| Other revenue (expenses) | 891 | 257 | 261 | 66 |
| | 1,029 | 304 | 463 | 114 |

| | Company | | 01-09 of 2010 | 07-09 of 2010 |
|--------------------------|------------------|------------------|------------------|------------------|
| | 01-09 of 2011 | 07-09 of 2011 | | |
| Lease income | 224 | 76 | 228 | 74 |
| Lease expenses | (90) | (30) | (92) | (31) |
| Other revenue (expenses) | 201 | 15 | 5 | 5 |
| | 335 | 61 | 141 | 48 |

16. Revenue (expenses) from financial and investing activities – net result

| | Group | | | |
|---------------------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| | 01-09 of 2011 | 07-09 of 2011 | 01-09 of 2010 | 07-09 of 2010 |
| Net foreign exchange gain (loss) | (700) | 977 | 1,356 | (2,164) |
| Interest income | 5 | 3 | 6 | 4 |
| Interest expenses | (1,962) | (653) | (1,965) | (667) |
| Discounts received on earlier payment | 5 | 5 | (1) | (1) |
| | (2,652) | 332 | (604) | (2,828) |

| | Company | | | |
|---------------------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| | 01-09 of 2011 | 07-09 of 2011 | 01-09 of 2010 | 07-09 of 2010 |
| Net foreign exchange gain (loss) | (1) | 3 | 1 | (1) |
| Interest income | 155 | 52 | 158 | 54 |
| Interest expenses | (1,751) | (579) | (1,735) | (584) |
| Discounts received on earlier payment | 5 | 5 | (1) | - |
| | (1,592) | (519) | (1,577) | (531) |

17. Profit/(loss) per share

Profit/(loss) per share reflect the Group's net profit/(loss), divided by the outstanding number of shares. Calculation of the profit/(loss) per share is presented below:

| | Group | | | |
|---|--------------------------|--------------------------|--------------------------|--------------------------|
| | 01-09 of 2011 | 07-09 of 2011 | 01-09 of 2010 | 07-09 of 2010 |
| Profit/(loss) attributable to the equity holders of the Company | (520) | 944 | 1,419 | (2,149) |
| Weighted average number of shares in issue (thousand) | 19,834 | 19,834 | 19,834 | 19,834 |
| Basic and diluted profit (loss) per share (in LTL) | (0.03) | 0.05 | 0.07 | (0.11) |

| | Company | | | |
|---|--------------------------|--------------------------|--------------------------|--------------------------|
| | 01-09 of 2011 | 07-09 of 2011 | 01-09 of 2010 | 07-09 of 2010 |
| Profit/(loss) attributable to the equity holders of the Company | (488) | (218) | (328) | (129) |
| Weighted average number of shares in issue (thousand) | 19,834 | 19,834 | 19,834 | 19,834 |
| Basic and diluted profit (loss) per share (in LTL) | (0.02) | (0.01) | (0.02) | (0.01) |