UTENOS
trikotažas

CONFIRMATION OF RESPONSIBLE PERSONS

Following Article 22 of the Law on Securities of the Republic of Lithuania, Periodic and Additional Information of Preparation and Submission rules of Lithuanian Bank Board, we, Algirdas Šabūnas, Managing Director of Utenos trikotazas, AB, Finance Director Andrej Grobov, hereby confirm that, to the best of our knowledge, the unaudited consolidated financial statements of Utenos trikotazas, AB for the 6 months of 2019, 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 6 months of 2019 of Utenos trikotazas AB.

Managing Director **Algirdas Šabūnas**

Finance Director **Andrej Grobov**

Utena, 31 Juli 2019

UTENOS
trikotažas

UTENOS TRIKOTAŽAS, AB

CONSOLIDATED AND COMPANY'S INTERIM FINANCIAL STATEMENTS

for the 6 months period ended 30 June 2019
(UNAUDITED)

INFORMATION ABOUT COMPANY

Company name	Utenos Trikotažas AB
Legal and organisation form	Legal entity, public company
Date and place of incorporation	Registered with the Register of Legal Entities of Utena District on 6 st December 1994; reregistered with the Ministry of Economy of the Republic of Lithuania on 18 st September 1998.
Registration code	BĮ 98-257
Code of the Register of Legal Entities	183709468
Authorised share capital	EUR 2 755 870
Address	J.Basanavičiaus g.122, LT-28214, Utena, Lithuania
Name of Register of Legal Entities	Registrų centras VĮ
Telephone	+370 389 51445
Fax	+370 389 69358
E-mail	utenos.trikotazas@ut.lt
Website	www.ut.lt
Main activities	production of knit-wear and textile artictes
Auditors	ERNST&YOUNG BALTIC UAB

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Statement of financial position

	Notes	Group 2019.06.30	Group 2018.12.31	Company 2019.06.30	Company 2018.12.31
ASSETS					
Non-current assets					
Intangible assets	7	631	655	227	249
Property, plant and equipment	8	9 953	9 661	6 416	6 130
Investment property		89	90	89	90
Investments into subsidiaries		-	-	1 550	1 550
Trade and other receivables		-	-	-	-
Receivables from subsidiaries		-	-	1 869	1 788
Deferred income tax asset		104	104	-	-
		10 777	**10 510**	**10 151**	**9 807**
Current assets					
Inventories	9	6 597	5 827	6 405	5 678
Trade receivables	10	4 613	4 835	4 033	4 409
Other current assets		260	339	162	277
Current financial assets		-	-	-	-
Cash and cash equivalents	11	433	703	389	120
		11 903	**11 704**	**10 989**	**10 484**
Total assets		**22 680**	**22 214**	**21 140**	**20 291**
EQUITY AND LIABILITIES					
Equity attributable to the shareholders of the Company					
Share capital		2 756	2 756	2 756	2 756
Revaluation surplus	12	574	574	574	574
Legal reserve	12	4 272	4 340	2 274	2 303
Reserve for acquisition of own shares	12	1 090	90	1 000	-
Foreign currency translation reserve	12	937	936	-	-
Cash flow hedge reserve	12	3	(4)	3	(4)
Accumulated retained earnings/ (losses)	12	211	2 150	1 753	3 731
		9 843	**10 842**	**8 360**	**9 360**
Non-controlling interest		**332**	**319**	**-**	**-**
Total equity		**10 175**	**11 161**	**8 360**	**9 360**
LIABILITIES					
Non-current liabilities					
Borrowings	13	2 697	379	2 697	379
Borrowings from subsidiaries	13	-	-	1 650	1 200
Deferred income tax liabilities		826	822	358	374
Non-current portion of derivative financial instruments		-	-	-	-
Provisions for employee benefits		264	240	212	188
		3 787	**1 441**	**4 917**	**2 141**
Current liabilities					
Current portion of non-current borrowings	13	519	2 871	519	2 871
Current financial liabilities	13	489	1 239	489	1 240
Current portion of derivative financial instruments		6	13	6	13
Trade payables		3 511	2 577	3 456	2 498
Payables to other related parties and subsidiaries		863	36	870	57
Income tax payable		2	4	-	-
Accrued expenses and other current liabilities	14	3 328	2 872	2 523	2 111
		8 718	**9 612**	**7 863**	**8 790**
Total liabilities		**12 505**	**11 053**	**12 780**	**10 931**
Total equity and liabilities		**22 680**	**22 214**	**21 140**	**20 291**

Statement of comprehensive income

Group

	Notes	January-June 2019	January-June 2018	April-June 2019	April-June 2018
Sales	6,15	15 730	14 564	8 004	6 569
Cost of sales	16	(13 199)	(11 807)	(6 770)	(5 475)
Gross profit		**2 531**	**2 757**	**1 234**	**1 094**
Selling expenses	17	(1 124)	(966)	(556)	(455)
General and administrative expenses	17	(1 492)	(1 350)	(795)	(631)
Other operating income	18	60	72	29	44
Other operating expenses	18	(12)	(7)	(4)	(2)
Operating profit (losses)		**(37)**	**506**	**(92)**	**50**
Finance income	19	95	188	34	51
Finance costs	19	(80)	(127)	(22)	(13)
Profit (losses) before tax		**(22)**	**567**	**(80)**	**88**
Income tax		23	(4)	18	(7)
Net profit (losses)		**1**	**563**	**(62)**	**81**
Net profit (losses) attributable to:					
Equity holders of the Company	20	(11)	555	(64)	80
Non-controlling interest		12	8	2	1
		1	**563**	**(62)**	**81**
Other comprehensive income to be reclassified to profit or loss in subsequent periods					
Foreign currency translation gain (loss)		1	(50)	85	(14)
Net other comprehensive income to be reclassified to profit or loss in subsequent periods		1	**(50)**	**85**	**(14)**
Other comprehensive income (loss) not to be reclassified to profit or loss in subsequent perinds		**1**	**(50)**	**85**	**(14)**
Other comprehensive income (loss)		(38)	16	(61)	(14)
Net other comprehensive income (loss) not to be reclassified to profit or loss in subsequent periods		**(38)**	**16**	(61)	**(14)**
Other comprehensive income (loss)		**(37)**	**(34)**	**24**	**(3)**
Total comprehensive income (loss) for the period		**(36)**	**529**	**(38)**	**78**
Basic/dilutive earnings per share	20	**(0.001)**	**0.06**	**(0.004)**	**0.01**

Statements of comprehensive income (cont'd)

Company

	Notes	January-June 2019	January-June 2018	April-June 2019	April-June 2018
Sales	15	13 752	13 001	7 015	5 897
Cost of sales	16	(11 668)	(10 652)	(6 015)	(4 951)
Gross profit		**2 084**	**2 349**	**1 000**	**946**
Selling expenses	17	(1 060)	(908)	(524)	(427)
General and administrative expenses	17	(1 105)	(1 041)	(592)	(474)
Other operating income	18	19	32	9	24
Other operating expenses	18	(9)	(5)	(3)	(4)
Operating profit (losses)		**(71)**	**427**	**(110)**	**65**
Finance income	19	90	55	70	34
Finance costs	19	(83)	(78)	(46)	(45)
Profit (losses) before tax		**(64)**	**404**	**(86)**	**54**
Income tax		16	(4)	18	(6)
Net profit	20	**(48)**	**400**	**(68)**	**48**

STATEMENTS OF CHANGES IN EQUITY

Group	Share capital	Foreign currency translation reserve	Reserve for acquisition of own shares	Other reserve	Legal reserve	Revaluation surplus	Accumulated retained earnings/ (losses)	Total	Non-controlling terest	Total equity
Balance as of 30 June 2018	**2 756**	**92**	**90**	**(13)**	**574**	**3 075**	**1 121**	**7 695**	**270**	**7 965**
Net profit (loss) for the year	-	-	-	-	-	-	578	578	20	598
Other comprehensive income	-	844	-	9	-	1 304	412	2 569	29	2 598
Total comprehensive income (loss)	-	844	-	9	-	1 304	990	3 147	49	3 196
Transfer of revalution surplus to retained earnings	-	-	-	-	-	(39)	39	-	-	-
Balance as of 31 December 2018	**2 756**	**936**	**90**	**(4)**	**574**	**4 340**	**2 150**	**10 842**	**319**	**11 161**
Net profit (loss) for the year	-	-	-	-	-	-	(11)	(11)	12	1
Other comprehensive income	-	1	-	7	-	-	(46)	(38)	1	(37)
Total comprehensive income (loss)	-	1	-	7	-	-	(57)	(49)	13	(36)
Transfer of revalution surplus to retained earnings	-	-	-	-	-	(68)	68	-	-	-
Reserve for acquisition of own shares	-	-	1 000	-	-	-	(1 000)	-	-	-
Dividends paid	-	-	-	-	-	-	(950)	(950)	-	(950)
Balance as of 30 June 2019	**2 756**	**937**	**1 090**	**3**	**574**	**4 272**	**211**	**9 843**	**332**	**10 175**

Company	Share capital	Reserve for acquisition of own shares	Legal reserve	Revaluation surplus	Other reserve	Accumulated retained earnings/ (losses)	Total equity
Balance as of 30 June 2018	**2 756**	**-**	**574**	**1 689**	**(13)**	**3 094**	**8 000**
Net profit (loss) for the year	-	-	-	-	-	171	171
Other comprehensive income (loss)	-	-	-	638	9	442	1 087
Total comprehensive income (loss)	-	-	-	638	9	613	1 260
Transfer of revalution surplus to retained earnings	-	-	-	(24)	-	24	-
Balance as of 31 December 2018	**2 756**	**-**	**574**	**2 303**	**(4)**	**3 731**	**9 360**
Net profit (loss) for the year	-	-	-	-	-	(48)	(48)
Other comprehensive income (loss)	-	-	-	-	7	(9)	(2)
Total comprehensive income (loss)	-	-	-	-	7	(57)	(50)
Transfer of revalution surplus to retained earnings	-	1 000	-	-	-	(1 000)	-
Reserve for acquisition of own shares	-	-	-	(29)	-	29	-
Dividends paid	-	-	-	-	-	(950)	(950)
Balance as of 30 June 2019	**2 756**	**1 000**	**574**	**2 274**	**3**	**1 753**	**8 360**

STATEMENTS OF CASH FLOWS

	Group		Company	
	30 June		30 June	
	2019	2018	2019	2018
Cash flows from operating activities				
Profit (loss) for the period	1	563	(48)	400
Adjustments for non-cash items:				
Depreciation and amortization	456	413	322	318
(Gain) on disposal of property, plant and equipment and investment property	-	-	(1)	-
Provision of employees benefits	11	68	11	38
Impairment and write-off of inventories	13	109	13	109
Interest expense, net of interest income	52	54	37	34
Income tax (income) expense	(23)	4	(16)	4
Changes in working capital:				
(Increase) decrease in inventories	(783)	(1 451)	(740)	(1 340)
(Increase) decrease in trade receivables	222	(647)	329	(590)
Decrease (increase) in receivables from subsidiaries	-	-	(87)	(42)
(Increase) decrease in other receivables and other current assets	80	143	122	68
(Increase) decrease in trade and other accounts payable	1 206	93	1 176	258
Increase (decrease) in taxes payable and other current liabilities	75	(312)	148	(52)
Income tax (paid)	(12)	(14)	(12)	(14)
Net cash generated from operating activities	**1 298**	**(981)**	**1 254**	**(813)**
Cash flows from investing activities				
Acquisition of property, plant and equipment	(655)	(460)	(584)	(341)
Acquisition of intangible assets	-	(4)	-	(4)
Proceeds from sale of property, plant and equipment	-	-	1	-
Investments in subsidiaries (acquisition)	-	-	-	-
Interest received	-	-	30	30
Net cash flows generated from (to) investing activities	**(655)**	**(464)**	**(553)**	**(315)**
Cash flows from financing activities				
Proceeds from borrowings	4 782	1 502	5 232	1 502
Repayment of borrowings and financial lease payments	(5 643)	(403)	(5 643)	(403)
Dividends	-	-	46	10
Interest paid	(52)	(54)	(67)	(64)
Net cash flows from financing activities	**(913)**	**1 045**	**(432)**	**1 045**
Net increase in cash and cash equivalents	**(270)**	**(400)**	**269**	**(83)**
Cash and cash equivalents at the beginning of the period	**703**	**675**	**120**	**205**
Cash and cash equivalents at the end of the period	**433**	**275**	**389**	**122**

EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS

1. General information

The Company is engaged in production of knit-wear and textile articles.

The shares of Utenos Trikotažas AB are listed on the additional List of the NASDAQ OMX Vilnius Stock Exchange.

As of 30 June 2019 and 31 December 2018 the shareholders of the Company were as follows:

	As of 30 June 2019		As of 31 December 2018	
	Number of shares held	Interest held(%)	Number of shares held	Interest held(%)
Koncernas SBA UAB	7 822	82.31	7 822	82.31
Algirdas Šabūnas	950	10,00	950	10.00
Other shareholders	731	7.69	732	7.69
	9 503	**100.00**	**9 503**	**100.00**

All the shares are registered ordinary shares with a par value of EUR 0.29 each. As of 30 June 2019 and 31 December 2018 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:

		Group's share (%)		
	Registered address	30 June 2019	31 December 2018	Profile
Šatrija AB	Šatrijos str. 3, Raseiniai	89.78	89.78	Sewing of clothes
Gotija UAB	Laisvės Str. 33, Kaunas	100.00	100.00	Retail trade
PAT MTF Mrija	Matrosovo Str. 13, Mukachev, Ukraine	98.95	98.95	Production of knitted articles

2. Form and contents of the financial statements

These financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the EU.

3. Change in the accounting method of the Companies' and the Group's Non-current assets Buildings group

In order to achieve a more accurate accounting of the financial results in March 31, 2013 the Non-current assets Buildings group accounting method was changed to the fair value method, as the book value of the Companies' and the Group's Non-current assets Buildings group, which was carried at historical cost, less subsequent accumulated depreciation, had not corresponded with the buildings market value.

4. Consolidation

The consolidated financial statements of the Group include Utenos trikotažas AB and its subsidiaries as well as associated companies. The financial statements of the subsidiaries are prepared for the same reporting year, using consistent accounting policies.

Subsidiaries are consolidated from the date from which effective control is transferred to the Company and cease to be consolidated from the date on which control is transferred out of the Group. 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 non-controlling interests are shown separately in the statement of financial position and the statement of comprehensive income.

5. Financial risk factors

Due to the geo-political situation in Ukraine and significant drop in the value of UAH against EUR, the Management of the Group and the Company re-designated loan granted, related interests and other long term receivables as a part of net investment in Mrija PAT MTF. Accordingly gains (losses) arising from foreign exchange related to the monetary items considered to be part of net investment into foreign operation is accounted in Group's consolidated financial statements through other comprehensive income (loss).

Amount of monetary items attributed to net investment amounts to EUR 3.5 million and foreign currency exchange difference related to this amount for the 6 months of 2019 comprises EUR (219.0) thousand, which is accounted in the Group's consolidated financial statements through other comprehensive income.

Other comprehensive income (loss) from foreign currency translation included in the consolidated statements of changes in equity in other comprehensive income attributable to the equity holders of the Company:

Foreign currency exchange difference on monetary intems attributed to net investments, EUR	(219 267)
Foreign currency translation reserve on other items, EUR	219 856
Other comprehensive income EUR, net	**586**

6. Segment information

The Group has two main business segments: production of knitted articles and production of functional-technical garments

In assessing operational performance of segments the Group's Board takes into account the sales revenue, gross profit, EBITDA (earnings before financial activity result, taxes, depreciation and amortization), profit (loss) ratios, 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 eliminated on consolidation.

Below, there is a summary of major indicators for the main business segments of the Group included in the statement of comprehensive income for the 6 months of 2019 and for the 6 months of 2018

of 30 June 2019	Production of knitted articles	Production of functional-technical garments	Eliminations	Total
External sales	13 817	1 913		15 730
Internal sales	411		(411)	
Total revenue	**14 228**	**1 913**	**(411)**	**15 730**
Gross profit	**2 146**	**385**	**-**	**2 531**
EBITDA	**230**	**189**	**-**	**419**
Profit (loss)	**(131)**	**132**	**-**	**1**

of 30 June 2018	Production of knitted articles	Production of functional-technical garments	Eliminations	Total
External sales	13 050	1 514	-	14 564
Internal sales	460	-	(460)	-
Total revenue	**13 510**	**1 514**	**(460)**	**14 564**
Gross profit	**2 448**	**309**	**-**	**2 757**
EBITDA	**754**	**164**	**-**	**918**
Profit (loss)	**458**	**105**	**-**	**563**

7. Non-current intangible assets

Amortization expenses of intangible assets are included within general and administrative expenses in profit and loss statement.

8. Non-current tangible assets

Depreciation of non-current tangible property amounted to EUR 413 thousand as of 30 June 2018, EUR 329 thousand are included into cost of sales in the Group's Profit (loss) statement. The remaining amounts were included in general and administrative expenses and inventories in the statement of financial position.

As of 30 June 2019 and 31 December 2018 the Companies' and the Group's Non-current assets Buildings group is recognized at fair value.

9. Inventories

	Group		Company	
	2019.06.30	2018.12.31	2018.06.30	2017.12.31
Raw materials	3 773	3 243	3 403	3 240
Work in progress	1 471	1 535	1 448	1 161
Finished goods	2 181	1 885	2 125	1 848
Goods for resale	66	58	-	-
	7 491	**6 721**	**6 976**	**6 249**
Write-down to net realisable value:				
Opening balance	(894)	(795)	(571)	(471)
Change	-	(99)	-	(100)
Closing balance	(894)	(894)	(571)	(571)
	6 597	**5 827**	**6 405**	**5 678**

10. Trade receivables

	Group		Company	
	2019.06.30	2018.12.31	2019.06.30	2018.12.31
Trade receivables, gross	4 810	5 032	4 203	4 579
Allowance for trade receivables:				
Opening balance	(197)	(193)	(170)	(166)
Change	-	(4)	-	(4)
Closing balance	(197)	(197)	(170)	(170)
	4 613	4 835	**4 033**	**4 409**

Changes in impairment allowance for doubtful trade receivables as of 30 June 2019 and 31 December 2018 were recorded within the Group's and Company's general and administrative expenses.

11. Cash and cash equivalents

	Group		Company	
	2019.06.30	2018.12.31	2019.06.30	2018.12.31
Cash at bank and on hand	433	703	389	120
	433	**703**	**389**	**120**

12. Other reserves and retained earnings (deficit)

Revaluation surplus

Revaluation surplus reflects the result of the revaluation (net of deferred tax) of the property, plant and equipment.

Legal reserve

A legal reserve is a compulsory reserve under the Lithuanian legislation. Annual transfers of not less than 5 % of net profit of the Company calculated according to the Lithuanian Company's law, are compulsory until the reserve reaches 10 % of the share capital. Legal reserve is fully formed by the Company. The legal reserve cannot be distributed as dividends but can be used to cover cummulated losses.

Foreign currency translation reserve

The foreign currency translation reserve represents translation differences arising on consolidation of financial statements of foreign subsidiaries.

Reserve for acquisition of own shares

In 2017 according to the decision of the shareholders of Šatrija the reserve from 300 thousand. was reduced to 100 thousand. EUR (including a minority share) for the purchase of own shares.
2019 m. april according to the shareholders of AB Utenos trikotažas a reserve of 1 000 thousand EUR was formed for acquisition of own shares.

Cash flow hedge reserve

The Company's loan with DNB Bankas AB is with floating interest rate that is linked to EURIBOR. On 26 November 2014 the Company signed interest rate swap contract with DNB Bankas AB in order to avoid the interest rate fluctuations. The agreement is valid until 25 November 2019. The fair value of interest rate swap contract used for interest rate risk hedging was EUR 6 thousand as of 30 June 2019 (EUR 13 thousand as of 31 December 2018) accounted under non-current.

Accumulated retained earnings (losses)

Pursuant to the provisions of the Law on Limited Liability Companies of the Republic of Lithuania, if the total of retained earnings at the beginning of the financial year and net profit (loss) for the year is negative, the General Shareholders' Meeting has to make a decision to cover these losses. Transfers to distributable results should be made in the following sequence:

transfer from reserves not used in the reporting financial year;
transfer from the compulsory legal reserve;
transfer from the share premium.

At the date of these financial statements the Company was not informed about any actions of the shareholders of the Co. regarding retained deficit.

The balances of other reserves as of 30 June 2019 and 31 December 2018 were as follows:

	Group		Company	
	2019.06.30	2018.12.31	2019.06.30	2018.12.31
Revaluation surplus	4 272	4 340	2 274	2 303
Legal reserve	574	574	574	574
Reserve for acquisition of own shares	1 090	90	1 000	-
Foreign currency translation reserve	937	936	-	-
Cash flow hedge reserve	3	(4)	3	(4)
Accumulated retained earnings/ (losses)	211	2 150	1 753	3 731
	7 087	**8 086**	**5 604**	**6 604**

13. Borrowings

	Group		Company	
	2019.06.30	2018.12.31	2019.06.30	2018.12.31
Current				
Current portion of non-current bank borrowings	519	2 871	519	2 871
Other current liabilities	489	1 239	489	1 240
	1 008	**4 110**	**1 008**	**4 111**
Non-current				
Borrowings from subsidiaries	-	-	1 650	1 200
Long-term bank borrowings	2 697	379	2 697	379
	2 697	**379**	**4 347**	**1 579**
Total borrowings	**3 705**	**4 489**	**5 355**	**5 690**

The Company's borrowings from subsidiaries consist of the loan granted by subsidiary Satrija AB, amounting EUR 1 650 thousand with maturity as at 26 November 2021 and variable interest rate 12 month Euribor + 1.9 %.

As at 28 March 2019, the Company has signed a long-term credit agreement and an overdraft agreement with OP Corporate Bank plc Lithuania. The main purpose of these loans of EUR 5 000 thousand is to refinance the Company's liabilities to AB Luminor bank. The amount of the long-term credit is EUR 2 697 thousand with the maturity term effective until 29 February 2024.
As at 30 june 2019 , overdraft agreement amounting EUR 489 thousand.

As at 30 June 2019 and at 31 December 2018 the bank borrowings were secured by property plant and equipment
The interest rate for the borrowings is based on variable interest rate, therefore, in the opinion of management, the carrying amount of borrowings approximates their fair value.

14. Accrued expenses and other current liabilities

	Group		Company	
	2019.06.30	2018.12.31	2019.06.30	2018.12.31
Accrual for vacation reserve	1 310	1 235	905	778
Wages, salaries and social security	668	634	485	553
Amounts payable for services and non-current assets	584	368	586	367
Taxes payable, except for income tax	268	204	229	176
Prepayments received	120	94	120	115
Other liabilities	378	337	198	122
	3 328	**2 872**	**2 523**	**2 111**

15. Revenue

Graup	January-June		April-June	
	2019	2018	2019	2018
Revenue from sales of goods and services	15 206	14 192	7 621	6 439
Revenue from sales of materials	524	372	383	130
	15 730	**14 564**	**8 004**	**6 569**

Company	January-June		April-June	
	2019	2018	2019	2018
Revenue from sales of goods and services	13 367	12 634	6 806	5 743
Revenue from sales of materials	385	367	209	154
	13 752	**13 001**	**7 015**	**5 897**

16. Cost of sales

Group	January-June		April-June	
	2019	2018	2019	2018
Wages and salaries and social security	5 195	4 419	2 581	2072
Materials	5 159	4 930	2 593	2142
Other overhead expenses	2 473	2 129	1 403	1094
Depreciation and amortisation	372	329	193	167
	13 199	**11 807**	**6 770**	**5 475**

Company

	January-June		April-June	
	2019	2018	2019	2018
Wages and salaries and social security	3 732	4 505	1 859	2 202
Materials	4 958	3 586	2 503	1 711
Other overhead expenses	2 727	2 318	1 520	915
Depreciation and amortisation	251	243	133	123
	11 668	**10 652**	**6 015**	**4 951**

17. Selling general and administrative expenses

Group

	January-June		April-June	
	2019	2018	2019	2018
Selling expenses				
Wages and salaries and social security	433	371	206	179
Advertising and marketing costs	202	199	99	90
Other selling expenses	489	396	251	186
	1 124	**966**	**556**	**455**
General and administrative expenses				
Wages and salaries and social security	585	574	285	289
Communications and consulting services	271	199	148	123
Taxes other than income tax	76	75	45	30
Depreciation and amortization	49	39	32	22
Security	64	55	33	26
Vehicles exploitation expenses	54	46	29	24
Services of financial institutions	76	29	49	15
Premises exploitation expenses	18	22	7	9
Travel expenses	11	10	6	6
Representation expenses	28	17	28	8
Impairment and write-off (reversal) of inventories	13	112	13	11
Other	247	172	130	68
	1 492	**1 350**	**795**	**631**
	2 616	**2 316**	**1 351**	**1 086**

Company

	January-June		April-June	
	2019	2018	2019	2018
Selling expenses				
Wages and salaries and social security	391	335	184	164
Advertising and marketing costs	199	197	97	89
Other selling expenses	470	376	243	174
	1 060	**908**	**524**	**427**
General and administrative expenses				
Wages and salaries and social security	429	443	204	221
Communications and consulting services	223	163	115	100
Taxes other than income tax	54	53	35	19
Depreciation and amortization	41	35	27	16
Security	31	29	16	14
Vehicles exploitation expenses	45	39	25	21
Services of financial institutions	73	26	48	13
Premises exploitation expenses	17	21	8	10
Travel expenses	7	8	2	5
Representation expenses	27	16	18	8
Impairment and write-off (reversal) of inventories	13	110	13	9
Other	145	98	81	38
	1 105	**1 041**	**592**	**474**
	2 165	**1 949**	**1116**	**901**

18. Other income and expenses

Group

	January-June		April-June	
	2019	2018	2019	2018
Rent income	10	9	5	5
Other income	50	63	24	39
Other income	**60**	**72**	**29**	**44**
Rent costs	(10)	(6)	(4)	(1)
Other expenses	(2)	(1)	-	(1)
Other expenses	**(12)**	**(7)**	**(4)**	**(2)**

Company

	January-June		April-June	
	2019	2018	2019	2018
Gain from disposal of non-current assets	1	-	-	-
Rent income	7	7	3	3
Other income	11	25	6	21
Other income	**19**	**32**	**9**	**24**
Rent costs	(9)	(5)	(4)	(4)
Other expenses	-	-	1	-
Other expenses	**(9)**	**(5)**	**(3)**	**(4)**

19. Finance costs, net

Group

	January-June		April -June	
	2019	2018	2019	2018
Foreign exchange gain (loss)	67	105	37	60
Interest expenses	(52)	(54)	(25)	(32)
Other	-	10	-	10
	15	**61**	**12**	**38**

Company

	January-June		April -June	
	2019	2018	2019	2018
Foreign exchange gain (loss)	(2)	1	(3)	1
Interest expenses	(67)	(64)	(34)	(37)
Interest income	30	30	15	15
Dividends	46	10	46	10
Other	-	-	-	-
	7	**(23)**	**24**	**(11)**

20. Basic/dilutive earnings 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

	January-June		April -June	
	2019	**2018**	**2019**	**2018**
Profit/ (loss) attributable to the equity holders of the Group	(11)	555	(64)	80
Weighted average number of shares in issue (thousand)	9 503	9 503	9503	9 503
Basic/dilutive earnings per share (in EUR)	**(0.001)**	**0.06**	**(0.01)**	**0.01**

21. Subsequent sheet events

There were no material subsequent sheet events, that could make a significant impact for the financial statement of the Group and the Company.