



UTENOS TRIKOTAŽAS, AB

CONSOLIDATED GROUP AND COMPANY'S INTERIM FINANCIAL STATEMENTS
for the 9 months period ended 30 September 2024
(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	Registru 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 articles
Auditors	Grant Thornton Baltics UAB

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REVIEW OF ACTIVITY OF THE GROUP COMPANIES

In the 9 months of 2024, Utenos trikotažas AB group of companies (hereinafter „the Group“) sold products and provided services for EUR 12.2 million, which is by 29,1 per-cent less than in the previous year when the Group's sales accounted for EUR 17,1 million. The Group exported 80.8 per-cent of products.

During the 9 months of 2024, the company Utenos trikotažas sold products and provided services for EUR 10.5 million. The sales volume, compared with the 9 months of 2023, decreased by EUR 4,7 million, or 31.1 per-cent. The company's export sales reached 78.4 per-cent.

The sales of the largest segment – on-demand knitwear – decreased by 32.5 per-cent and reached EUR 9.3 million, private brands decreased by 11.5 per-cent and reached EUR 1.4 million, whereas the sales of functional-technical garments produced by its subsidiary Šatrija decreased by 19.2 per-cent.

During the 9 months of 2024, the Group incurred EUR 3 219 thousand loss before tax, when during 9 months of 2023 there was 1.334 thousand Eur loss before tax. During the same period, the company Utenos trikotažas suffered 2.392 thousand EUR loss before tax, while loss before tax amounted to EUR 1.228 thousand a year ago.

The Group's EBITDA is negative at 1.979 thousand EUR, which is 1.448 thousand EUR less than in the same period in 2023. The Company's EBITDA is negative at 1.587 thousand EUR, that is 1.077 thousand EUR less than the same period in 2023, when the company's EBITDA was negative at 510 thousand Eur.

In 2024 July 29 an extraordinary general shareholders meeting was organised, during which it was decided to apply to the court for the filing of a restructuring case against the Company and approval of the Company's restructuring plan for a period of 4 years

Key performance indicators of the Group

Trade

Revenue (EUR '000)	Group			Company		
	2024 9 M	2023 9 M	Change %	2024 9 M	2023 9 M	Change %
Products manufactured on demand of other clients	9,261	13,713	(32,5)	9,088	13,653	(33,4)
Own brands (ABOUT, UTENOS)	1,406	1,589	(11,5)	1,406	1,577	(10,8)
Services of functional-technical garments manufacture	1,511	1,869	(19,2)	-	-	-
	12,178	17,171	(29,1)	10,494	15,230	(31,1)

Revenue (EUR '000)	Group			Company		
	2024 III Q	2023 III Q	Change %	2024 III Q	2023 III Q	Change %
Products manufactured on demand of other clients	3,997	4,703	(15,0)	3,824	4,683	(18,3)
Own brands (ABOUT, UTENOS)	327	408	(19,8)	454	404	12,4
Services of functional-technical garments manufacture	474	485	(2,3)	-	-	-
	4,798	5,596	(14,3)	4,278	5,087	(15,9)

Sales by regions

Revenue (EUR '000)	Group			Company		
	2024 9 M	2023 9 M	Change %	2024 9 M	2023 9 M	Change %
Export	9,840	14,210	(30,8)	8,227	12,286	(33,0)
DACH (Germany, Austria, Switzerland)	5,561	10,409	(46,6)	4,903	9,530	(48,6)
Scandinavia (Sweden, Norway, Denmark, Finland)	1,758	1,769	(0,6)	1,758	1,690	4,0
Other regions	2,521	2,032	24,1	1,566	1,066	47,0
Domestic	2,338	2,961	(21,0)	2,267	2,944	(23,0)
	12,178	17,171	(29,1)	10,494	15,230	(31,1)

Revenue (EUR '000)	Group			Company		
	2024 III Q	2023 III Q	Change %	2024 III Q	2023 III Q	Change %
Export	3,878	5,149	(24,7)	3,354	4,641	(27,7)
DACH (Germany, Austria, Switzerland)	2,000	3,663	(45,4)	1,727	3,427	(49,6)
Scandinavia (Sweden, Norway, Denmark, Finland)	924	559	65,2	924	559	65,2
Other regions	954	927	2,9	703	655	7,3
Domestic	920	447	106,0	924	446	107,3
	4,798	5,596	(14,3)	4,278	5,087	(15,9)

Operating figures

	Group			Company		
	2024 9 M	2023 9 M	Change %	2024 9 M	2023 9 M	Change %
Manufactured items units	836	1,156	(27,7)	694	1,080	(35,7)
Average number of employees	618	767	(19,4)	417	526	(20,7)

Financial ratios

	Group			Company		
	2024 9 M	2023 9 M	Change	2024 9 M	2023 9 M	Change
Revenue (EUR'000)	12,178	17,171	(29)%	10,494	15,230	(31)%
Operating profit (loss) (EUR'000)	(2,482)	(1,024)	(142)%	(2,013)	(930)	(116)%
Operating profit (loss) margin (%)	(20,4)	(6,0)	(14,4)	(19,2)	(6,1)	(13,1)
EBITDA (EUR'000)	(1,979)	(531)	(273)%	(1,587)	(510)	(211)%
EBITDA margin (%)	(16,3)	(3,1)	(13,2)	(15,1)	(3,3)	(11,8)
Profit (loss) before tax (EUR'000)	(3,219)	(1,334)	(141)%	(2,391)	(1,228)	(95)%
Profit (loss) before tax, margin (%)	(26,4)	(7,8)	(18,7)	(22,8)	(8,1)	(14,7)
Net profit (loss) for the year (EUR'000)	(3,206)	(1,324)	(142)%	(2,379)	(1,220)	(95)%
Net profit (loss) for the year margin (%)	(26,3)	(7,7)	(18,6)	(22,7)	(8,0)	(14,7)
Number of shares, (thousand)	9 503	9 503	-	9 503	9 503	-

	Group			Company		
	2024 III Q	2023 III Q	Change	2024 III Q	2023 III Q	Change
Revenue (EUR'000)	4,798	5,596	(14,3)%	4,277	5,087	(15,9)%
Operating profit (loss) (EUR'000)	(533)	(343)	55,5%	(467)	(226)	106,2%
Operating profit (loss) margin (%)	(11,2)	(6,1)	(5,0) p.p	(10,9)	(4,5)	(6,0) p.p
EBITDA (EUR'000)	(370)	(176)	110,2%	(328)	(86)	281,0%
EBITDA margin (%)	(7,7)	(3,1)	(4,6) p.p	(7,7)	(1,7)	(6,0) p.p
Profit (loss) before tax (EUR'000)	(914)	(423)	116,6%	(594)	(330)	79,6%
Profit (loss) before tax, margin (%)	(19,0)	(7,6)	(11,5) p.p	(13,9)	(6,5)	(7,4) p.p
Net profit (loss) for the year (EUR'000)	(910)	(420)	116,9%	(590)	(327)	80,6%
Net profit (loss) for the year margin (%)	(19,0)	(7,5)	(11,5) p.p	(13,8)	(6,4)	(7,3) p.p
Number of shares, (thousand)	9,503	9,503	-	9,503	9,503	-

Relative ratios

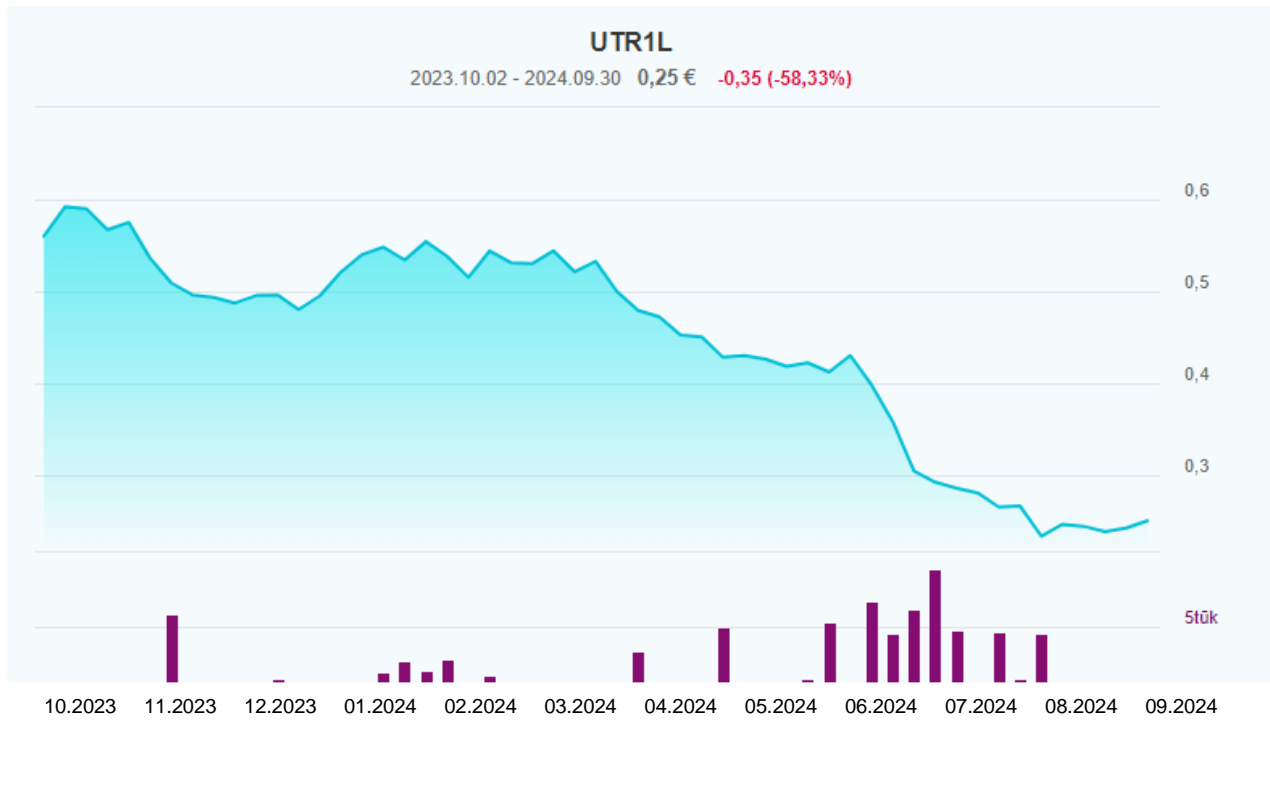
	Group			Company		
	2024 9 M	2023 9 M	Change p.p	2024 9 M	2023 9 M	Change p.p.
Return on capital employed (%)	(116,3)	(48,0)	(68,2)	(86,3)	(44,3)	(42,1)
Return on assets (%)	(22,2)	(9,0)	(13,2)	(23,1)	(9,4)	(13,7)
Return on shareholders' equity (%)	454,1	(47,8)	-	1 509,0	(43,1)	-
Debt ratio (%)	104,9	81,1	23,8	101,5	78,2	23,3
Debt-to-equity ratio (%)	(2 143,8)	428,6	-	(6 636,2)	358,5	-
Liquidity ratio (%)	80,1	115,1	(35,0)	82,2	117,0	(34,8)
Equity to assets ratio (%)	(4,9)	18,9	(23,8)	(1,5)	21,8	(23,3)

Ratios related with the share price

	2024 9 M	2023 9 M	Change
P/E	(1,71)	(4,12)	2,41
EPS	(0,33)	(0,14)	(0,19)
EV/EBITDA	(5,12)	(20,37)	15,25

Information regarding the price of shares and their dynamics

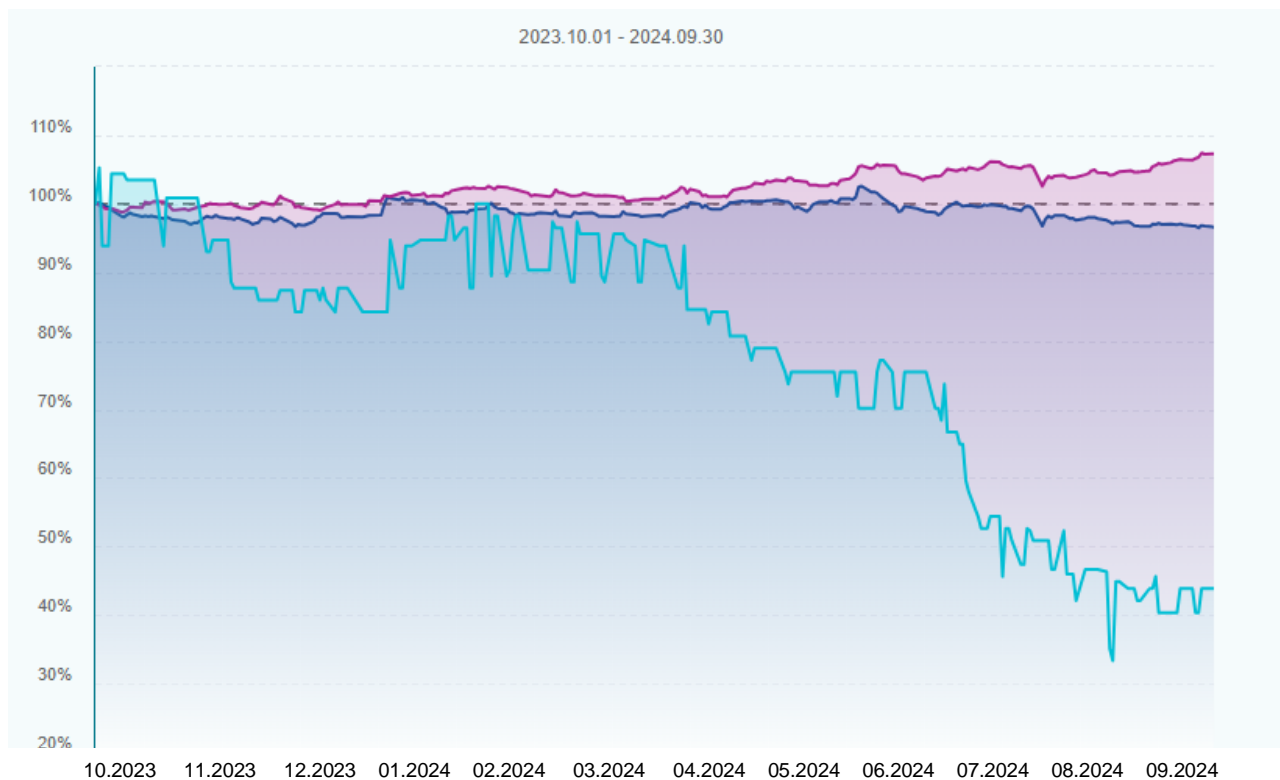
Utenos Trikotažas AB share price during 12 months period from 1 October 2023 to 30 September 2024:



Price ratios

	2024 9 M	2023 9 M
Open price, EUR	0,480	0,605
High price, EUR	0,570	0,740
Low price, EUR	0,155	0,500
Last price, EUR	0,25	0,57
Traded volume	80,102	35,281
Turnover, million EUR	0,030	0,020
Capitalisation, million EUR	2,380	5,420

Utenos Trikotažas AB, OMX Baltic Benchmark GI and OMX Vilnius Index dynamics, during 12 months period from 1 October 2023 to 30 September 2024



Index/ Equity	2024.09.30	2023.09.30	2024.09.30/2023.09.30 change, %
—OMX Baltic Benchmark GI	1 417,91	1 467,60	(3,39)
—OMX Vilnius	1 011,04	942,23	7,30
—UTR1L	0,25 EUR	0,57 EUR	(56,14)

Statement of financial position

	Notes	Group		Company	
		2024.09.30	2023.12.31	2024.09.30	2023.12.31
ASSETS					
Non-current assets					
Intangible assets	7	422	435	18	31
Property, plant and equipment	8	6,699	7,111	5,933	6,276
Right-of-use assets		211	267	97	147
Investment property		146	151	146	151
Investments into subsidiaries		-	-	1,490	1,490
Receivables from subsidiaries		-	-	34	-
Prepayments to subsidiaries		-	-	-	-
		7,478	7,964	7,718	8,095
Current assets					
Inventories	9	3,932	2,501	3,549	2,444
Trade receivables	10	383	1,385	261	1,314
Contract assets		1,670	1,344	1,580	1,187
Other current assets		738	129	718	106
Cash and cash equivalents	11	221	1,108	55	310
		6,944	6,467	6,163	5,361
Total assets		14,422	14,431	13,881	13,456

Statement of financial position (cont ')

EQUITY AND LIABILITIES	Group		Company	
	2024.09.30	2023.12.31	2024.09.30	2023.12.31
Share capital		2,756	2,756	2,756
Legal reserve	12	574	574	574
Revaluation surplus	12	2,554	2,316	2,382
Reserve for acquisition of own shares	12	1,090	1,000	1,000
Foreign currency translation reserve	12	1 446	-	-
Accumulated retained earnings/ (losses)	12	(9,277)	(6,858)	(4,544)
		(857)	(212)	2,168
Non-controlling interest		150	-	-
Total equity		(707)	(212)	2,168
LIABILITIES				
Non-current liabilities				
Borrowings	13	2,794	2,794	2,852
Non-current lease liabilities		404	34	68
Borrowings from subsidiaries	13	-	669	647
Borrowings from parent company	13	2,270	2,270	591
Deferred income tax liabilities		549	502	514
Other non-current liabilities		193	193	263
Provisions for employee benefits		242	136	136
		6,452	6,598	5,071
Current liabilities				
Current portion of non-current borrowings	13	1,423	1,423	1,363
Other current liabilities	13	1,482	1,482	1,621
Current lease liabilities		128	41	78
Trade payables		1,404	1,343	800
Payables to other related parties and subsidiaries		526	582	328
Contract liabilities		767	498	204
Accrued expenses and other current liabilities	14	2,947	2,126	1,823
		8,677	7,495	6,217
Total liabilities		15,129	14,093	11,288
Total equity and liabilities		14,422	13,881	13,456

Statement of comprehensive income

Group	Note	January-September		July-September	
		2024	2023	2024	2023
Sales	6,15	12,178	17,171	4,798	5,596
Cost of sales	16	(12,001)	(15,400)	(4,447)	(5,130)
Gross profit		177	1,771	351	466
Selling expenses	17	(916)	(1,115)	(282)	(343)
General and administrative expenses	17	(1,772)	(1,776)	(610)	(496)
Other operating income	18	43	115	10	35
Other operating expenses	18	(14)	(19)	(2)	(5)
Operating profit (losses)		(2,482)	(1,024)	(533)	(343)
Finance income	19	111	316	10	61
Finance costs	19	(848)	(626)	(391)	(141)
Profit (losses) before tax		(3,219)	(1,334)	(914)	(423)
Income tax		13	10	4	3
Net profit (losses)		(3,206)	(1,324)	(910)	(420)
Net profit (losses) attributable to:					
Equity holders of the Company	20	(3,163)	(1,315)	(902)	(410)
Non-controlling interest		(43)	(9)	(8)	(10)
		(3,206)	(1,324)	(910)	(420)

Company	Note	January-September		July-September	
		2024	2023	2024	2023
Sales	6,15	10,494	15,230	4,277	5,087
Cost of sales	16	(10,413)	(13,874)	(4,046)	(4,658)
Gross profit		81	1,356	231	429
Selling expenses	17	(870)	(1,070)	(269)	(329)
General and administrative expenses	17	(1,243)	(1,232)	(435)	(330)
Other operating income	18	29	32	8	8
Other operating expenses	18	(10)	(16)	(2)	(4)
Operating profit (losses)		(2,013)	(930)	(467)	(226)
Interest received	19	45	45	15	15
Finance income	19	107	112	65	35
Finance costs	19	(530)	(455)	(207)	(154)
Profit (losses) before tax		(2,391)	(1,228)	(594)	(330)
Income tax		12	8	4	3
Net profit (losses)		(2,379)	(1,220)	(590)	(327)

STATEMENTS OF CHANGES IN EQUITY

Group	Share capital	Legal reserve	Revaluation surplus	Reserve for acquisition of own shares	Foreign currency translation reserve	Accumulated retained earnings/(losses)	Total	Non-controlling interest	Total equity
Balance as of 30 September 2023	2 756	574	2,308	1,090	1,077	(5,212)	2,593	179	2,772
Net profit (loss) for the year	-	-	-	-	-	(1,224)	(1,224)	(6)	(1,230)
Other comprehensive income	-	-	344	-	(42)	224	526	18	544
Total comprehensive income (loss)	-	-	344	-	(42)	(1,000)	(698)	12	(686)
Transfer of revaluation surplus to retained earnings	-	-	(22)	-	-	22	-	-	-
Balance as of 31 December 2023	2,756	574	2,630	1,090	1,035	(6,190)	1,895	191	2,086
Net profit (loss) for the year	-	-	-	-	-	(3,162)	(3,162)	(43)	(3,205)
Other comprehensive income	-	-	-	-	411	(1)	410	2	412
Total comprehensive income (loss)	-	-	-	-	411	(3,163)	(2,752)	(41)	(2,793)
Transfer of revaluation surplus to retained earnings	-	-	(76)	-	-	76	-	-	-
Balance as of 30 September 2024	2,756	574	2,554	1,090	1,446	(9,277)	(857)	150	(707)

Company	Share capital	Legal reserve	Reserve for acquisition of own shares	Revaluation surplus	Accumulated retained earnings/(losses)	Total
Balance as of 30 September 2023	2,756	574	1,000	2,028	(3,288)	3,070
Net profit (loss) for the year	-	-	-	-	(1,275)	(1,275)
Other comprehensive income	-	-	-	371	2	373
Total comprehensive income (loss)	-	-	-	371	(1,273)	(902)
Transfer of revaluation surplus to retained earnings	-	-	-	(17)	17	-
Balance as of 31 December 2023	2,756	574	1,000	2,382	(4,544)	2,168
Net profit (loss) for the year	-	-	-	-	(2,380)	(2,380)
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income (loss)	-	-	-	-	(2,380)	(2,380)
Transfer of revaluation surplus to retained earnings	-	-	-	(66)	66	-
Balance as of 30 September 2024	2,756	574	1,000	2,316	(6,858)	(212)

STATEMENTS OF CASH FLOWS

	Group		Company	
	30 September	2023	30 september	2023
	2024	2023	2024	2023
Cash flows from operating activities				
Profit (loss) for the period	(3,205)	(1,323)	(2,380)	(1,220)
Adjustments for non-cash items:				
Depreciation and amortization	502	492	427	420
(Gain) on disposal of property, plant and equipment and investment property	(1)	(8)	(1)	(8)
Impairment and write-off of inventories	(11)	(125)	(11)	(115)
Interest expense, net of interest income	390	323	378	303
Income tax (income) expense	(13)	(10)	(12)	(8)
Changes in working capital:				
(Increase) decrease in inventories	(1,420)	1,077	(1,093)	1,101
(Increase) decrease in trade receivables	1 002	821	1 053	718
(Increase)/decrease in contract asset	(326)	116	(393)	113
Decrease (increase) in receivables from subsidiaries	-	-	(34)	(62)
(Increase) decrease in other receivables and other current assets	(615)	53	(610)	51
Increase/(decrease) in contract liabilities	261	(344)	295	(452)
(Increase) decrease in trade and other accounts payable	852	(323)	861	(87)
Increase (decrease) in taxes payable and other current liabilities	736	(258)	231	(482)
Net cash generated from operating activities	(1,847)	491	(1,289)	291
Cash flows from investing activities				
Acquisition of property, plant and equipment	(3)	(131)	(3)	(101)
Proceeds from sale of property, plant and equipment	-	8	-	8
Interest received	10	-	45	45
Net cash flows generated from (to) investing activities	7	(123)	(42)	(48)
Cash flows from financing activities				
Loans received	1,635	702	1,635	702
Loans repaid	(137)	(478)	(137)	(478)
Loans granted to a subsidiary	-	-	-	-
Interest paid	(400)	(324)	(423)	(348)
Lease payments	(145)	(131)	(83)	(70)
Net cash flows from financing activities	952	(231)	992	(194)
Net increase in cash and cash equivalents	(887)	137	(255)	49
Cash and cash equivalents at the beginning of the period	1,108	385	310	29
Cash and cash equivalents at the end of the period	221	522	55	78

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 secondary List of the NASDAQ Baltic Stock Exchange.

As of 30 September 2024 and 31 December 2023 the shareholders of the Company were as follows:

	As of 30 september 2024		As of 31 December 2023	
	Number of shares held	Interest held(%)	Number of shares held	Interest held(%)
SBA Grupė UAB	8 771	92,31	8 771	92,31
Other shareholders	732	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 September 2024 and 31 December 2023 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 2024	31 December 2023	
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
UAB Aboutwear	Laisvės pr. 3, Vilnius	100.00	100.00	Wholesale and retail trade

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).

The assigned net investment value is 1.385 million. EUR and from this amount during 2024. The 9-month positive currency exchange difference of EUR 121 thousand is accounted for in the Group's financial statements as other comprehensive income (expenses).

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 items attributed to net investments, EUR	120 559
Foreign currency translation reserve on other items, EUR	290 933
Other comprehensive income EUR, net	411 492

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 9 months of 2024 and for the 9 months of 2023

of 30 September 2024	Production of knitted articles	Production of functional-technical garments	Eliminations	Total
External sales	11,786	392	-	12,178
Internal sales	161	-	(161)	-
Total revenue	11,947	392	(161)	12,178
Gross profit	176	1	-	177
EBITDA	(1,636)	(343)	-	(1,979)
Profit (loss)	(2 814)	(392)	-	(3,306)
of 30 September 2023	Production of knitted articles	Production of functional-technical garments	Eliminations	Total
External sales	15,302	1,869	-	17,171
Internal sales	377	-	(377)	-
Total revenue	15,679	1,869	(377)	17,171
Gross profit	1,541	230	-	1,771
EBITDA	(500)	(31)	-	(531)
Profit (loss)	(1,237)	(87)	-	(1,324)

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 502 thousand as of 30 September 2024, EUR 349 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 September 2024 and 31 December 2023 the Companies' and the Group's Non-current assets Buildings group is recognized at fair value.

9. Inventories

	Group		Company	
	2024.09.30	2023.12.31	2024.09.30	2023.12.31
Raw materials	2,394	2,048	2,073	1,713
Work in progress	2,016	1,347	2,014	1,345
Finished goods	1,099	713	728	684
Goods for resale	2	3	-	-
	<u>5,511</u>	<u>4,111</u>	<u>4,815</u>	<u>3,742</u>
Write-down to net realisable value:				
Opening balance	(1,610)	(1,635)	(1,298)	(1,312)
Change	31	25	32	14
Closing balance	<u>(1,579)</u>	<u>(1,610)</u>	<u>(1,266)</u>	<u>(1,298)</u>
	<u>3,932</u>	<u>2,501</u>	<u>3,549</u>	<u>2,444</u>

10. Trade receivables

	Group		Company	
	2024.09.30	2023.12.31	2024.09.30	2023.12.31
Trade receivables, gross	408	1,411	261	1,314
Allowance for trade receivables:				
Opening balance	(26)	(78)	-	(52)
Additional allowance	-	-	-	-
Written-of	1	52	-	52
Closing balance	<u>(25)</u>	<u>(26)</u>	<u>-</u>	<u>-</u>
	<u>383</u>	<u>1,385</u>	<u>261</u>	<u>1,314</u>

Changes in impairment allowance for doubtful trade receivables as of 30 September 2024 and 31 December 2023 were recorded within the Group's and Company's general and administrative expenses.

11. Cash and cash equivalents

	Group		Company	
	2024.09.30	2023.12.31	2024.09.30	2023.12.31
Cash at bank and on hand	221	1,108	55	310
	221	1,108	55	310

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 cumulated losses.

Foreign currency translation reserve

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

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 September 2024 and 31 December 2023 were as follows:

	Group		Company	
	2024.09.30	2023.12.31	2024.09.30	2023.12.31
Revaluation surplus	2,554	2,630	2,316	2,382
Legal reserve	574	574	574	574
Reserve for acquisition of own shares	1,090	1,090	1,000	1,000
Foreign currency translation reserve	1,446	1,035	-	-
Accumulated retained earnings/ (losses)	(9,277)	(6,190)	(6,858)	(4,544)
	(3,613)	(861)	(2,967)	(588)

13. Borrowings

	Group		Company	
	2024.09.30	2023.12.31	2024.09.30	2023.12.31
Current				
Current portion of non-current bank borrowings	1,423	1,363	1,423	1,363
Other current liabilities	1,482	1,621	1,482	1,621
Non-current				
Borrowings from subsidiaries	-	-	669	647
Borrowings from related entities	2,270	591	2,270	591
Long-term bank borrowings	2,794	2,852	2,794	2,852
Other non-current liabilities	193	263	193	263
Total borrowings	8,162	6,690	8,831	7,336

The Company's borrowings from subsidiaries consist of the loan granted by subsidiary Satrija AB, amounting EUR 600 thousand with maturity as at 31 December 2027 and variable interest rate 12 month Euribor + 2.2 %.

On 18 December 2020, the Company entered into the loan agreement with SBA Group UAB for EUR 532 thousand. 30 september 2024 The loan balance EUR 2,167 thousand. The annual interest rate on the loan will be 2.2 %. The loan matures on 31 December 2027.

On 27 December 2021, bond subscription agreement and a loan agreement were concluded with manages the Business Assistance Fund, which provide that the Fund signs and acquires whereas the Company issues ordinary registered bonds of nominal value of up to EUR 2,300 thousand, and the Fund grants the Company a loan of up to EUR 500 thousand. The redemption date of the bonds and the repayment deadline of the loan – 15 December 2027. The liabilities are subject to an annual interest rate which is calculated at intervals of 12 (twelve) months - 7%. On 28 April 2023 an additional agreement was signed, according to which the interest rate was increased to 8.1% from the day of signing the agreement. For each other 12 (twelve) months the interest rate is increased by 0.1 (one tenth) percentage point annually. Under the agreements, liabilities are guaranteed by pledges of current and non-current assets and by sureties of the subsidiaries Šatrija AB and Aboutwear UAB. As at 30 September 2024, the balance of issued and paid bonds amounted to EUR 2,300 thousand, the balance of the loan granted was EUR 500 thousand.

As at 30 September 2024 and at 31 December 2023 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	
	2024.09.30	2023.12.31	2024.09.30	2023.12.31
Accrual for vacation reserve	853	1,016	547	711
Wages, salaries and social security	803	457	645	345
Amounts payable for services and non-current assets	557	401	549	401
Taxes payable, except for income tax	374	205	323	171
Provisions for accrued bonuses	54	36	-	-
Provisions for employee benefits	76	76	49	49
Other liabilities	230	355	13	146
	2,947	2,546	2,126	1,823

15. Revenue

Group	January-September		July-September	
	2024	2023	2024	2023
Revenue from sales of goods and services	11,702	16,342	4,535	5,245
Revenue from sales of materials	476	829	263	351
	12,178	17,171	4,798	5,596

Company	January-September		July-September	
	2024	2023	2024	2023
Revenue from sales of goods and services	10,020	14,550	4,014	4,805
Revenue from sales of materials	474	680	263	282
	10,494	15,230	4,277	5,087

16. Cost of sales

Group	January-September		July-September	
	2024	2023	2024	2023
Materials	3,852	5,434	1,456	1,974
Wages and salaries and social security	5,782	7,026	1,903	2,265
Depreciation and amortisation	1,700	2,302	832	587
Other overhead expenses	349	318	105	112
Cost of materials sold	318	320	151	192
	12,001	15,400	4,447	5,130

Company	January-September		July-September	
	2024	2023	2024	2023
Materials	4,049	5,384	1,647	1,987
Wages and salaries and social security	4,037	5,366	1,304	1,758
Depreciation and amortisation	1,710	2,600	842	684
Other overhead expenses	299	274	100	92
Cost of materials sold	318	250	153	137
	10,413	13,874	4,046	4,658

17. Selling general and administrative expenses
Group

	January-September		July-September	
	2024	2023	2024	2023
Selling expenses				
Wages and salaries and social security	441	473	142	139
Advertising and marketing costs	91	141	20	41
Other selling expenses	384	501	120	163
	<u>916</u>	<u>1,115</u>	<u>283</u>	<u>343</u>
General and administrative expenses				
Wages and salaries and social security	672	717	217	215
Communications and consulting services	426	411	137	135
Taxes other than income tax	116	126	38	41
Depreciation and amortization	96	107	30	36
Security	129	132	42	45
Vehicles exploitation expenses	33	50	7	25
Services of financial institutions	30	38	8	11
Premises exploitation expenses	32	33	8	8
Representation expenses	17	24	5	6
Inventory impairments and write-offs (reversals)	(50)	(125)	12	(102)
Other	271	263	106	76
	<u>1,772</u>	<u>1,776</u>	<u>610</u>	<u>496</u>
	<u>2,688</u>	<u>2,892</u>	<u>892</u>	<u>839</u>

Company

	January-September		July-September	
	2024	2023	2024	2023
Selling expenses				
Wages and salaries and social security	441	432	170	126
Advertising and marketing costs	91	141	21	41
Other selling expenses	338	497	78	162
	<u>870</u>	<u>1,070</u>	<u>269</u>	<u>329</u>
General and administrative expenses				
Wages and salaries and social security	458	477	151	143
Communications and consulting services	376	352	115	114
Taxes other than income tax	44	46	14	17
Depreciation and amortization	87	104	27	30
Security	62	69	19	24
Vehicles exploitation expenses	24	36	7	17
Services of financial institutions	28	35	7	10
Premises exploitation expenses	29	30	7	8
Representation expenses	16	23	4	6
Inventory impairments and write-offs (reversals)	(50)	(115)	12	(92)
Other	169	175	72	53
	<u>1,243</u>	<u>1,232</u>	<u>435</u>	<u>330</u>
	<u>2,113</u>	<u>2,303</u>	<u>704</u>	<u>659</u>

18. Other income and expenses

Group

	January-September		July-September	
	2024	2023	2024	2023
Gain on disposal of non-current assets	1	8	-	-
Rent income	25	21	9	6
Other income	17	86	1	29
Other income	43	115	10	35
Loss from disposal of non-current assets	-	(1)	(2)	(1)
Rent costs	(15)	(18)	-	(4)
Other expenses	-	-	-	-
Other expenses	(15)	(19)	(2)	(5)

Company

	January-September		July-September	
	2024	2023	2024	2023
Gain on disposal of non-current assets	1	8	-	-
Rent income	20	16	8	5
Other income	8	8	-	3
Other income	29	32	8	8
Loss from disposal of non-current assets	-	(1)	(2)	(1)
Rent costs	(10)	(15)	-	(3)
Other expenses	(10)	(16)	(2)	(4)

19. Finance costs, net

Group

	January-September		July-September	
	2024	2023	2024	2023
Foreign exchange gain (loss)	(346)	8	(240)	30
Interest expenses	(400)	(324)	(135)	(113)
Other	9	6	(6)	3
	(737)	(310)	(381)	(80)

Company

	January-September		July-September	
	2024	2023	2024	2023
Foreign exchange gain (loss)	-	-	-	-
Interest expenses	(423)	(348)	(142)	(121)
Interest income	45	45	15	15
Other	-	5	-	2
	(378)	(298)	(127)	(104)

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-September		July-September	
	2024	2023	2024	2023
Profit/ (loss) attributable to the equity holders of the Group	(3,163)	(1,315)	(902)	(410)
Weighted average number of shares in issue (thousand)	9,503	9,503	9,503	9,503
Basic/dilutive earnings per share (in EUR)	(0,33)	(0,14)	(0,09)	(0,04)

21. Subsequent sheet events

On 8 October 2024 the Panevėžys Regional Court, by its ruling No eB2-287-589/2024, opened restructuring proceedings against AB "Utenos trikotažas" (company code: 183709468, address: J. Basanavičiaus g. 22, Utena) and approved the submitted restructuring plan. **The Court decision entered into force on 17 October 2024.** As of 17 October 2024, the Company has acquired the special status of "*restructured*" and, in accordance with the norms of the Law on Insolvency of Legal Persons of the Republic of Lithuania, the Company is undergoing a restructuring process.

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, Nomeda Kaučikienė, Managing Director of Utenos trikotažas, AB, and Aurimas Likus, Chief Financial Officer of Utenos trikotažas, AB, hereby confirm that, to the best of our knowledge, the unaudited consolidated financial statements of Utenos trikotažas, AB for the 9 months of 2024, 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 trikotažas, AB and the Group of undertakings.

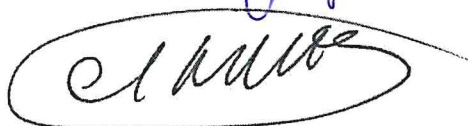
ENCLOSURE: Unaudited consolidated financial statements for the 9 months of 2024 of Utenos trikotažas AB.

Managing Director



Nomeda Kaučikienė

Chief Financial Officer



Aurimas Likus

Utena, 31 October 2024