



INDEPENDENT AUDITOR'S REPORT

To the Shareholders of UAB "VIADA LT"

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of company UAB "Viada LT" and its subsidiaries (the Group), which comprise the consolidated balance sheet as at December 31, 2018, and the consolidated income statement, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects of the consolidated financial position of the Group as at December 31, 2018, and its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with the Business Accounting Standards.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the requirements of the Law on Audit of Financial Statements of the Republic of Lithuania that are relevant to audit in the Republic of Lithuania, and we have fulfilled our other ethical responsibilities in accordance with the Law on Audit of Financial Statements of the Republic of Lithuania and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The other information comprises the information included in the Group's annual report 2018, but does not include the consolidated financial statements and our auditor's report thereon. Management is responsible for the other information.

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

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

In addition, our responsibility is to consider whether information included in the Group's annual report for the financial year for which the consolidated financial statements are prepared is consistent with the consolidated financial statements and whether annual report has been prepared in compliance with applicable legal requirements. Based on the work carried out in the course of audit of consolidated financial statements, in our opinion, in all material respects:



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evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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

Director, Certified Auditor
Genadij Makušev
Auditor's licence No. 000162
A. Goštauto 40B, Vilnius
May 31, 2019
Grant Thornton Balic UAB
Audit company licence No. 001445

This is a free translation into English of the Statutory Auditors' report and Consolidated financial statements issued in Lithuanian language. The Consolidated financial statements of UAB "Viada LT" originally issued in Lithuanian language have been audited.

UAB Viada LT

Company code 178715423, Senasis Ukmergės kelias 4, Užubaliai, Vilnius district

CONSOLIDATED ANNUAL REPORT FOR 2018

26 April 2019

The company's condition and description of the principal risks and uncertainties encountered by the company.

UAB Viada LT corporate group controls two fuel bases and a network of 123 gas stations in Lithuania and 70 gas stations in the Republic of Latvia. In 2018, the sales revenue of Viada LT corporate group reached 684 million euros.

The company is engaged in the following commercial economic activities:

- retail and wholesale of petroleum products;
- car wash services;
- provision of goods and services in retail;
- property leasing.

The motto of Viada LT gas station network is "It pays off to stop". The company's gas stations provide its customers not only with fair prices of fuel, services and goods, but also with various useful offers. VIADApus loyalty program enables to use special discounts on fuel, other goods and services, as well as participate in organised sales. Every seventh cup of coffee and every fourth car wash (for those who are purchasing car wash services) is free of charge for customers who are using their VIADApus card. The card enables to accumulate loyalty points which can be used when purchasing goods or services.

Particular attention is paid to warm food and drinks made at the gas stations where customers have the opportunity to enjoy a cup of coffee made from freshly ground beans and buns that are baked on site. Gas station employees are always ready to offer delicious snacks, hot-dogs and sandwiches prepared according to special recipes.

Viada LT gas stations also offer a wide range of additional services: customers can use modern automatic car wash services, rent a trailer, pay their road taxes and utility bills, withdraw cash, and even get a loan.

The network will be expanded

In 2018, the company continued to strengthen its position in the Lithuanian and Latvian markets by opening 4 new and reconstructing 10 existing gas stations. It is believed that the expansion of gas stations controlled by UAB Viada LT corporate group may increase the company's future turnover by at least 5 percent – up to 718 million euros.

The aim of Viada LT is digitisation of services. The company plans to become the first gas station network offering customers to pay for fuel via their mobile phones.

All necessary measures were taken by the company to achieve the goals set by its shareholders and operational stability: the company responded appropriately to changes in the market, optimised its operational processes, reduced its expenses, and invested in the acquisition of non-current assets within the framework of the approved budget.

The company operates in the Lithuanian market, therefore its activities are affected by social, economic and political changes in Lithuania and the world.

Financial and non-financial performance analysis, and information related to personnel matters.

In 2018, the corporate group comprised of the following enterprises:

Name	Managed share (%)	Company code	Registered office address	Registration date and type of activity
AS Viada Baltija	90	40103867145	Alises str. 3, Riga	Registration date 2015-02-03; Retail sale of petroleum products
Aksells SIA (insolvent)	84	40003177812	Bauskas iela 58a, Riga	Registration date 1994-02-03; Sale of petroleum products

The most important objective of the corporate group in 2018 is development of a sales strategy for its petroleum products, goods and services. Results of the reporting year met all the expectations. Fuel, product and service sale indicators have increased.

The company pays particular attention to its employees. To make better and more objective remuneration management decisions for its employees, the company became involved in salary market studies as of 2017. By considering the salary market research results, Viada LT aims to pay competitive salaries to its employees and encourage them with additional means of motivation.

The average number of listed employees working in the corporate group was 1599 in 2018 (1526 in 2017).

Extent of risk and its management

Risk management is an integral part of the corporate group's activities. The company determines, analyses and measures risks by examining its set goals, its activities and the external environment. Risk management aims to maintain a level of control over business processes, reduce the likelihood of risk events and their possible negative effects, and ensure that the risks do not exceed the acceptable risk level. Risks encountered by VIADA LT are measured by their level of significance (likelihood and impact on the company's performance, assets and business continuity).

Board of the company

The board of the company is responsible for the strategic direction of the company and other essential management functions. The board performs functions provided for in the Law on Companies of the Republic of Lithuania and other legislation, the company's articles of association, and decisions of the general meeting of shareholders.

The board shall elect and dismiss the head of the company, determine his/her employment contract terms and conditions, and approve employee regulations.

Members of the Board:

Name, surname	Number of shares held	Status in the Board	Main workplace
Kristina Paleičikaitė- Lesevičienė	-	Chairperson of the Board	UAB Prodo (company code 303361279, Senasis Ukmergės kel.4, Užubaliai)
Vytautas Bacevičius	-	Member	UAB Viada LT (company code 178715423, Senasis Ukmergės kel.4, Užubaliai)
Raimundas Dabravalskis	-	Member	-
Remigijus Grigaliūnas	-	Member	UAB Viada LT (company code 178715423, Senasis Ukmergės kel.4, Užubaliai)
Romas Turlinskas	2 316	Member	AS Viada Baltija (company code 40103867145, Alises iela3, Riga)

Economic conditions

Although conditions for business development were favourable and there was growth in the Lithuanian and Latvian markets in 2018, limiting factors still remained. The main issue encountered by the corporate group is lack of employees. Rapidly rising wages in the national economy encouraged consumption, as well as a growing demand for the company's goods and services. However, profit growth was slowing down due to the fact that growing wages increased the company's costs. Such increase in wages reflects problems in the labour market, i.e. lack of appropriate qualifications.

Another factor encountered by the company is petroleum product price fluctuations in the international market. In October of 2018, there was a significant increase in petroleum product prices, reaching the highest point in four years. The value of purchased inventories reduced the profitability of the company, which occurred in the fourth quarter of 2018.

Ecological factors

Factors that ensure sustainable business are not only economic ones, but also those that are associated with environmental resources, social well-being and stability. The business sector plays a major role in solving problems such as environmental pollution at local, regional and global levels, therefore it is particularly important to involve ecological factors when analysing external factors that have an impact on the company. This is due to the fact that the environment and business are closely related, and long-term business success depends on the organisation's ability to integrate into the environment in a

sustainable way. The company takes environmental sustainability into consideration as one of the key factors to business success.

Conservation of energy resources

In order to improve the efficiency of energy consumption, we are reconstructing our older gas stations that consume a lot of energy resources. New smart lighting and control systems are being installed in most of our units, our energy resource control system is being improved, and systems for the recovery of heat produced by technological cooling are being designed and implemented.

Waste sorting

We sort our waste. All of our gas stations use a general accounting system for registering waste and secondary raw materials intended for recycling; an implemented waste accounting register is used, ensuring tighter waste control. In order to minimise the amount of waste entering landfills, our gas stations also separately sort waste of non-animal origin which is transferred by waste management companies to farms or for composting. Most gas stations have special containers used for the disposal of batteries, plastic window washer fluid and oil tanks. All collected secondary raw materials (plastic, cardboard, paper) and batteries are recycled.

Other factors

The group uses bank and legal entity loans to finance its working capital. On 2018 – 12 – 31, loans to credit institutions comprised of 8 135 573 EUR.

Under a credit agreement, the interest rate of Swedbank, AB is EURIBOR + margin of 1.57 %, AB Šiaulių bank loan interest rate – 6 months EURIBOR + margin of 2.2 %.

Annual financial statements

When preparing all of its financial statements, the company follows the Law of the Republic of Lithuania on Financial Reporting by Undertakings, and the provisions of Business Accounting Standards.

The company's financial year begins on January 1 and ends on December 31. The company's accounting is handled and financial statements are prepared by its accounting department.

Share capital, shares

On 31 December 2018, the corporate group's authorised capital comprised of 8 545 536 EUR. The entire authorised capital is divided into 22 254 ordinary shares. The value of one share is 384 EUR. The size of the authorised capital is equal to the total nominal value of shares subscribed in the company's articles of association.

A legal reserve is formed according to the legislation of the Republic of Lithuania. It was fully formed on 31 December 2018 and comprised of 1 001 430 EUR.

During the reporting year, the company bought 888 units of ordinary shares which comprise 4 percent of the authorised capital. 565,57 euros were paid per share. By considering the fact that the company's own shares do not confer any voting rights, the number of UAB Viada LT shares granting voting rights is 21 366 units. It is planned to transfer for consideration the purchased own shares to employees.

Indicators	Number of shares	Nominal share value	Amount
By types of shares			
Ordinary shares	22 254	384	8 545 536
Preference shares			
Employee shares			
Special shares			
Own shares, stock (-)	-888	565,57	-502 226
TOTAL	21 366		8 043 310

Branches and agencies

The corporate group does not have any branches.

Information about the company's research and development activities

The corporate group did not carry out any research and development activities.

Operational plans and forecasts

The main activity of the corporate group is retail and wholesale of petroleum products. Additional activities - retail sale of various goods in gas stations, property leasing, brokerage. The corporate group plans to engage in the same activities and maintain its leading position in the future.

The aim of Viada LT corporate group is digitisation of services. The company plans to become the first gas station network offering customers to pay for fuel via their mobile phones.

In 2019, the company expects to continue successfully expanding the network of its used gas stations, increase the number of loyal customers, and develop its products and services.

Significant events which occurred after the end of the reporting period

No significant events occurred after the end of the reporting period.

Chief Executive Officer



Linas Vytautas Karlaivičius

UAB Viada LT company code 178715423

(parent company's legal form, name and code)

Senasis Ukmergės kelias 4, Užubaliai Vilnius district

(registered office (address), register where data is collected and stored)

(legal status, if the parent company is liquidated, reorganised or bankrupt)

(Approval mark)

CONSOLIDATED BALANCE SHEET OF 31 DECEMBER 2018

2019-04-26 No. 1

(reporting date)

Year
(reporting period)EUR
(statement accuracy level and currency)

No.	Items	Note No.	Reporting period	Previous reporting period
	ASSETS			
A.	NON-CURRENT ASSETS		4,802,586	4,057,268
1.	INTANGIBLE ASSETS	1,2,3	320,041	432,636
1.1.	Development works			
1.2.	Goodwill	3	124,059	210,626
1.3.	Software		94,580	85,121
1.4.	Concessions, patents, licenses, trademarks and similar rights		81,089	119,701
1.5.	Other intangible assets		12,813	17,188
1.6.	Advances paid		7,500	
2.	TANGIBLE ASSETS	2	4,434,064	3,538,605
2.1.	Land		12,534	
2.2.	Buildings and structures		444,260	252,287
2.3.	Machinery and equipment		2,262,833	2,056,342
2.4.	Vehicles		119,339	169,577
2.5.	Other devices, equipment and tools		884,076	681,303
2.6.	Investment assets		229,820	242,891
2.6.1.	Land			
2.6.2.	Buildings		229,820	242,891
2.7.	Paid advances and carried out tangible asset construction (production) works		481,202	136,205
3.	FINANCIAL ASSETS			-
3.1.	Shares of corporate group's enterprises			
3.2.	Loans granted to the enterprises of corporate group			
3.3.	Receivables from the enterprises of corporate group			
3.4.	Shares of associated enterprises			
3.5.	Loans granted to associated enterprises			
3.6.	Receivables from associated enterprises			
3.7.	Long-term investments			
3.8.	Amounts to be received after one year			
3.9.	Other financial assets			
4.	OTHER NON-CURRENT ASSETS		48,481	86,027
4.1.	Deferred income tax assets		48,481	86,027
4.2.	Biological assets			
4.3.	Other assets			
B.	CURRENT ASSETS		52,603,288	56,043,836
1.	INVENTORIES	4	16,665,620	16,866,589
1.1.	Raw materials, materials and components		1,950,067	2,050,351
1.2.	Unfinished products and works in progress			
1.3.	Products			
1.4.	Goods purchased for resale		13,845,117	14,732,296
1.5.	Biological assets			
1.6.	Non-current tangible assets for sale			
1.7.	Advances paid		870,436	83,942
2.	AMOUNTS TO BE RECEIVED WITHIN ONE YEAR	5	32,247,370	32,729,503
2.1.	Debts of buyers		21,258,911	15,674,733
2.2.	Debts of the enterprises of corporate group		602	630
2.3.	Debts of associated enterprises			
2.4.	Other amounts receivable		10,987,857	17,054,140
3.	SHORT-TERM INVESTMENTS			
3.1.	Shares of corporate group's enterprises			
3.2.	Other investments			
4.	CASH AND CASH EQUIVALENTS	6	3,690,298	6,447,744
C.	DEFERRED EXPENSES AND ACCRUED INCOME		90,241	75,900
	TOTAL ASSETS		57,496,115	60,177,004

	EQUITY AND LIABILITIES			
D.	EQUITY		17,512,117	15,208,782
1.	CAPITAL	7	8,043,310	8,545,536
1.1.	Authorised (subscribed) capital		8,545,536	8,545,536
1.2.	Subscribed unpaid capital (-)			
1.3.	Own shares (-)		(502,226)	
2.	SHARE PREMIUMS			
3.	REVALUATION RESERVE			
4.	RESERVES		1,754,771	1,001,431
4.1.	Legal reserve		1,001,431	1,001,431
4.2.	For acquiring own shares		753,340	
4.3.	Other reserves			
5.	RETAINED PROFIT (LOSS)		7,657,012	5,661,815
5.1.	Profit (loss) of the reporting year		4,995,197	4,899,022
5.2.	Profit (loss) of the previous year		2,661,815	762,793
6.	EFFECT OF EXCHANGE RATE CHANGES			
7.	MINORITY INTEREST	8	57,024	
E.	GRANTS AND SUBSIDIES			
F.	PROVISIONS			
1.	Provisions of pensions and similar liabilities			
2.	Tax provisions			
3.	Other provisions			
G.	AMOUNTS PAYABLE AND OTHER LIABILITIES		39,576,487	44,606,157
1.	AMOUNTS PAYABLE AFTER ONE YEAR AND OTHER LONG-TERM LIABILITIES	9	5,582,345	5,601,648
1.1.	Debt liabilities			
1.2.	Debts to credit institutions		5,582,345	3,601,648
1.3.	Advances received			
1.4.	Debts to suppliers			
1.5.	Payables as per promissory notes and cheques			
1.6.	Payables to enterprises of corporate group			2,000,000
1.7.	Payables to associated enterprises			
1.8.	Other payables and long-term liabilities			
2.	AMOUNTS PAYABLE WITHIN ONE YEAR AND OTHER SHORT-TERM LIABILITIES		33,994,142	39,004,509
2.1.	Debt liabilities	9		150,000
2.2.	Debts to credit institutions	9	2,553,228	7,698,331
2.3.	Advances received	10	965,758	738,650
2.4.	Debts to suppliers	11	22,398,034	23,193,816
2.5.	Payables as per promissory notes and cheques			
2.6.	Payables to enterprises of corporate group		259,355	229,635
2.7.	Payables to associated enterprises			
2.8.	Income tax liabilities		15,435	204,803
2.9.	Employment-related liabilities	12	2,408,323	2,268,387
2.10.	Other amounts payable and current liabilities	13	5,394,009	4,520,887
H.	ACCRUED EXPENSES AND DEFERRED INCOME	14	407,511	362,065
	TOTAL EQUITY AND LIABILITIES		57,496,115	60,177,004

Chief Executive Officer
(title of position of the head of the company)

(signature)

Linās Vytautas Karla vičius
(name and surname)

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

(signature)

Natalija Stvolovič
(name and surname)

Consolidated Income Statement

UAB Viada LT company code 178715423

(parent company's legal form, name and code)

Senasis Ukmergės kelias 4, Užubaliai Vilnius district

(registered office (address), register where data is collected and stored)

(legal status, if the parent company is liquidated, reorganised or bankrupt)

(Approval mark)

CONSOLIDATED INCOME STATEMENT OF 31 DECEMBER 2018

2019-04-26 No. 2

(reporting date)

Year (reporting period)			EUR (statement accuracy level and currency)	
No.	Items	Note No.	Reporting period	Previous reporting period
1.	Sales income	16	684,607,218	541,233,145
2.	Sales cost price	16	(623,057,817)	(487,012,341)
3.	Change in fair value of biological assets			
4.	GROSS PROFIT (LOSS)		61,549,401	54,220,804
5.	Sales expenses	17	(48,903,516)	(42,777,950)
6.	General and administrative expenses	17	(8,825,550)	(7,984,966)
7.	Other operating results	18	1,910,170	1,916,151
8.	Income from investments in parent, subsidiary and associated enterprise shares			
9.	Income from other long-term investments and loans			
10.	Other income from interest and similar income	19	410,970	522,126
11.	Decrease in the value of financial assets and short-term investment	19	(52,072)	
12.	Interest expense and other similar expenses	19	(274,324)	(485,277)
13.	PROFIT (LOSS) BEFORE TAXATION		5,815,078	5,410,888
14.	Income tax		(810,814)	(574,098)
15.	PROFIT (LOSS) BEFORE MINORITY INTEREST SEPARATION		5,004,264	4,836,790
16.	MINORITY INTEREST		(9,067)	
17.	NET PROFIT (LOSS)		4,995,197	4,836,790

Note. In the field of the change in fair value of biological assets, depreciation of fair value is written in brackets or with a minus sign. Expenses and other amount reducing the net profit are written in brackets or with a minus sign.

Chief Executive Officer

(title of position of the head of the company)

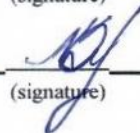


(signature)

Linas Vytutas Karlaavičius

(name and surname)

Chief Accountant

(title of position of the chief accountant (accountant)
or of another person responsible for accounting)

(signature)

Natalija Stvolovič

(name and surname)

UAB Viada LT Company code 178715423

(company's legal form, name and code)

Senasis Ukmergės kelias 4, Užubaliai, Vilnius district

(registered office (address), register where data is collected and stored)

(legal status, if the parent company is liquidated, reorganised or bankrupt)

(Approval mark)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY OF 31 DECEMBER 2017


2019-04-26 No. 3

(reporting date)

Year (reporting period)	EUR (statement accuracy level and currency)											
	Paid authorised capital	Share premiums	Own shares (-)	Revaluation reserve		Reserves provided by law		Other reserves	Retained profit (loss)	Effect of exchange rate changes	Minority interest	Total
				Non-current tangible assets	Financial assets	Legal	For acquiring own shares					
1. Balance at the end of the reporting (annual) period before the previous	2,255,888					225,589			13,408,015		156,103	16,045,595
2. Result of changes in accounting policy												
3. Result of correcting material errors												
4. Recalculated balance at the end of the reporting (annual) period before the previous	2,255,888					225,589			13,408,015		156,103	16,045,595
5. Increase (decrease) in the value of non-current tangible assets												
6. Increase (decrease) in the value of effective hedging instrument												
7. Acquisition (sale) of own shares												
8. Unrecognised profit (loss) in the profit and loss statement									62,232			62,232
9. Net profit (loss) of the reporting period									4,836,790			4,836,790
10. Dividends									(2,500,000)			(2,500,000)
11. Other payments									(1,610,968)			(1,610,968)
12. Formed reserves						775,842			(775,842)			
13. Used reserves												
14. Authorised capital increase (decrease)	7,758,412								(7,758,412)			
15. Other authorised capital increase (decrease)	(1,468,764)											(1,468,764)
16. Effect of exchange rate changes												
17. Minority interest increase (decrease)											(156,103)	(156,103)
18. Balance at the end of the previous reporting (annual) period	8,545,536					1,001,431			5,661,815			15,208,782

	Paid authorised capital	Share premiums	Own shares (-)	Revaluation reserve		Reserves provided by law		Other reserves	Retained profit (loss)	Effect of exchange rate changes	Minority interest	Total
				Non-current tangible assets	Financial assets	Legal	For acquiring own shares					
19. Increase (decrease) in the value of non-current tangible assets												
20. Increase (decrease) in the value of effective hedging instrument												
21. Acquisition (sale) of own shares			(502,226)									(502,226)
22. Unrecognised profit (loss) in the profit and loss statement												
23. Net profit (loss) of the reporting period									4,995,197		9,067	5,004,264
24. Dividends									(2,246,660)			(2,246,660)
25. Other payments												
26. Formed reserves							753,340		(753,340)			
27. Used reserves												
28. Authorised capital increase (decrease)												
29. Other authorised capital increase (decrease)												
30. Contributions to cover losses												
31. Effect of exchange rate changes												
32. Minority interest increase (decrease)											47,957	47,957
33. Balance at the end of the reporting period	8,545,536		(502,226)			1,001,431	753,340		7,657,012		57,024	17,512,117

Chief Executive Officer
(title of position of the head of the company)



(signature)

Linas Vytautas Karlaivičius
(name and surname)

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



(signature)

Natalija Stvolovič
(name and surname)

Consolidated Cash Flow Statement (drawn up indirectly) Form

UAB Viada LT Company code 178715423
(parent company's legal form, name and code)

Senasis Ukmergės kelias 4, Užubaliai, Vilnius district
(registered office (address), register where data is collected and stored)

(legal status, if the parent company is liquidated, reorganised or bankrupt)

(Approval mark)

CONSOLIDATED CASH FLOW STATEMENT OF 31 DECEMBER 2018

2019-04-26 No. 4
(reporting date)

Year (reporting period)		EUR (statement accuracy level and currency)		
No.	Items	Note No.	Reporting period	Previous reporting period
1.	Cash flows from operating activities			
1.1.	Net profit (loss)		4,995,197	4,836,790
1.2.	Minority interest		9,067	
1.3.	Depreciation and amortisation costs		1,169,940	2,046,767
1.4.	Elimination of non-current tangible and intangible asset transfer results			18,063
1.5.	Elimination of results of financing and investing activities		(133,689)	(36,850)
1.6.	Elimination of other non-monetary transaction results		298,179	130,820
1.7.	Decrease (increase) in receivables from enterprises of corporate group and associated enterprises			
1.8.	Decrease (increase) in other amounts receivable after one year			
1.9.	Decrease (increase) in deferred income tax assets		37,546	(75,206)
1.10.	Decrease (increase) in inventories, excluding advances paid		987,463	(1,997,677)
1.11.	Decrease (increase) in advances paid		(786,494)	(50,869)
1.12.	Decrease (increase) in buyer debts		(5,584,178)	(2,264,609)
1.13.	Decrease (increase) in debts of enterprises of corporate group and associated enterprises		28	(209)
1.14.	Decrease (increase) in other receivables			(233,941)
1.15.	Decrease (increase) in short-term investments			
1.16.	Decrease (increase) in deferred expenses and accrued income		(14,341)	(29,962)
1.17.	Increase (decrease) in provisions			
1.18.	Increase (decrease) in long-term debts to suppliers and advances received			
1.19.	Increase (decrease) in amounts payable after one year under promissory notes and cheques			
1.20.	Increase (decrease) in long-term debts to enterprises of corporate group and associated enterprises			
1.21.	Increase (decrease) in short-term debts to suppliers and advances received		(568,674)	4,688,581
1.22.	Increase (decrease) in amounts payable within one year under promissory notes and cheques			
1.23.	Increase (decrease) in short-term debts to enterprises of corporate group and associated enterprises		29,720	177,331
1.24.	Increase (decrease) in income tax liabilities		(189,368)	204,803
1.25.	Increase (decrease) in employment-related liabilities		139,936	329,008
1.26.	Increase (decrease) in other payables and liabilities		873,122	1,642,332
1.27.	Increase (decrease) in accrued expenses and deferred income		45,446	338,534
	Net cash flows from operating activities		1,308,900	9,723,706

2.	Cash flows from investing activities			
2.1.	Acquisition of non-current assets (excluding investments)		(2,203,027)	(2,513,375)
2.2.	Transfer of non-current assets (excluding investments)			641,053
2.3.	Acquisition of long-term investments (excluding investments in parent companies)			
2.4.	Transfer of long-term investments (excluding investments in parent companies)			
2.5.	Acquisition of investments in parent companies			
2.6.	Transfer of investments in parent companies			
2.7.	Loans granted			
2.8.	Recovery of loans		6,066,283	
2.9.	Dividends and interest received		408,013	522,126
2.10.	Other increase in the cash flows of investing activities			
2.11.	Other decrease in the cash flows of investing activities			
	Net cash flows from investing activities		4,271,269	(1,350,196)
3.	Cash flows from financing activities			
3.1.	Cash flows related to company owners		(2,748,886)	(2,500,000)
3.1.1.	Issue of shares			
3.1.2.	Owner contributions to cover losses			
3.1.3.	Purchase of own shares		(502,226)	
3.1.4.	Dividends paid		(2,246,660)	(2,500,000)
3.2.	Cash flows related to other financing sources		(5,588,729)	(3,607,146)
3.2.1.	Increase in financial debt		129,661,040	51,091,912
3.2.1.1.	Loans received		129,661,040	51,091,912
3.2.1.2.	Issue of bonds			
3.2.2.	Decrease in financial debt		(135,249,769)	(54,699,058)
3.2.2.1.	Loans repaid		(134,975,445)	(54,213,782)
3.2.2.2.	Purchase of bonds			
3.2.2.3.	Interest paid		(274,324)	(485,276)
3.2.2.4.	Leasing (financial lease) payments			
3.2.3.	Increase of other obligations of the company			
3.2.4.	Decrease of other obligations of the company			
3.2.5.	Other increase in the cash flows of financing activities			
3.2.6.	Other decrease in the cash flows of financing activities			
	Net cash flows from financing activities		(8,337,615)	(6,107,146)
4.	Effect of exchange rates changes on the balance of cash and cash equivalents			
5.	Net increase (decrease) in cash flows		(2,757,446)	2,266,364
6.	Cash and cash equivalents at the beginning of the period		6,447,744	4,181,380
7.	Cash and cash equivalents at the end of the period		3,690,298	6,447,744

Chief Executive Officer

(title of position of the head of the company)


(signature)

Linas Vytautas Karlaivičius
(name and surname)

Chief Accountant

(title of position of the chief accountant (accountant)
or of another person responsible for accounting)


(signature)

Natalija Stvolovič
(name and surname)

CONSOLIDATED EXPLANATORY NOTES OF 31 DECEMBER 2018

26 April 2019 No. ____
(reporting date)

I. GENERAL INFORMATION

1.1. Parent Company Registration Date

Parent company UAB Viada LT was registered on 27 February 1996 at the address Senasis Ukmergės kelias 4, Užubaliai, Vilnius district. Data is collected and stored in the Register of Legal Entities.

The group is comprised of UAB Viada LT and its subsidiary (hereinafter Group):

AS VIADA Baltija (company code 40103867145) – 90 percent of shares.

Unlike in 2017, the consolidated financial statements of UAB Viada LT do not include Latvian subsidiary Akselss SIA (company code 40003177812), because, according to clause 2 of Article 6(1) of the Law on Consolidated Financial Reporting by Groups of Undertakings of the Republic of Lithuania, the company is bankrupt and is subject to significant restrictions on its activities.

The main activity of the undertakings of the Group is retail and wholesale of petroleum products. Additional activities – retail sale of goods and services, property leasing, brokerage. The company operates a network of 123 gas stations in Lithuania, and its Latvian subsidiary Viada Baltija operates a network of 69 gas stations.

The average number of listed employees working in the Group's undertakings was 1599 in 2018, and 1529 in 2017.

2. ACCOUNTING POLICY

Basis for the Preparation of Financial Statements

Financial statements were prepared according to the effective legal acts of the Republic of Lithuania regulating accounting and financial reporting, and according to the Business Accounting Standards (BAS).

Financial statements are prepared on the basis of acquisition cost.

A summary of significant accounting principles is provided below.

Principles of Consolidation and Business Combinations

It shall be deemed that control exists when the Group has the power to manage the financial and operational policy of another company in which capital was invested, and benefit from it.

Acquisition of subsidiaries is accounted for by applying the acquisition method: Acquisition cost is comprised of the fair value of assets transferred, equity instruments issued or liabilities incurred on the date of acquisition, and expenses directly related to acquisition. Assets and liabilities of the acquired company are measured at their fair value on the date of acquisition. Initial evaluation of the subsidiary's assets and liabilities is adjusted within twelve months after acquisition date, after

receiving additional information which helps measure the value of the subsidiary's assets and liabilities more accurately.

Any positive difference between the share of net assets of the acquired company measured at fair value which is assumed by the acquiring company and the investment value is recognised as goodwill. The share of minority shareholders is the proportion of minority of the fair value of assets and liabilities.

Financial results of a subsidiary acquired (sold) during the year are included in the consolidated profit and loss statement from the date of acquisition of the subsidiary until the date the subsidiary is sold (if applicable).

If necessary, the financial statements of subsidiaries are adjusted to comply with the Group's accounting policy.

All transactions between companies of the Group, balances, income, expenses, and unrealised profit (loss) of inter-company transactions shall be eliminated from consolidated financial statements.

Goodwill

Goodwill reflects excess acquisition costs when compared to the share of the Group in the assets and liabilities of the subsidiary measured at fair value for the acquisition date. Goodwill is recognised as assets and is amortised using the straight-line method over its estimated useful life. Goodwill amortisation expenses are accounted for as general and administrative expenses.

In the financial statements of the Group, goodwill is amortised within 5 years of useful life.

After the subsidiary is sold, its goodwill amount is included in the calculation of investment sales profit or loss.

Non-Current Intangible Assets

Non-current intangible assets are considered to be assets which the Group controls and manages, from which it expects to generate economic benefit in future periods, which will be used for more than one year, and whose acquisition value is not less than 800 EUR. Intangible assets are accounted for at acquisition cost and shown in financial statements at acquisition cost less accumulated amortisation and impairment. Produced (created) intangible assets are accounted for at production cost during initial recognition.

Depreciation is calculated using the straight-line method.

Operating costs of intangible assets are accounted for as expenses of that reporting period during which they were incurred.

Costs of renewal or improvement of intangible assets incurred after their acquisition or creation, and which do not meet the definition of intangible assets, are recognised as expenses of that reporting period during which they were incurred.

However, when these costs can be reliably measured and allocated to specific assets, and when it is possible to reliably estimate that they will enable to gain greater economic benefits from the assets in the future, then the amount of these costs is included in the cost of acquisition or production (creation) of intangible assets.

Established intangible asset groups and their amortisation periods are provided below:

Asset group	Amortisation period (in years)
Software	3

EXPLANATORY NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018
(all amounts are expressed in euros unless specified otherwise)

Other intangible assets	4
Goodwill	5

Non-Current Tangible Assets

Non-current tangible assets are accounted for during their initial recognition at acquisition or production cost, and shown in financial statements at acquisition cost less accumulated depreciation and impairment. Depreciation for asset groups is calculated using the straight-line method.

Minimum value for the classification of assets as non-current assets is 800 EUR. Depreciation of non-current assets is calculated for all limited use non-current asset groups using the straight-line method.

Established tangible asset groups and their depreciation periods are provided below:

Asset group	Depreciation period (in years)
Buildings and structures	8-20
Machinery and equipment	5
Vehicles	6-10
Other equipment, devices and tools	4-6
Other tangible assets	4

At the end of each year, the Group reviews the useful life periods of its non-current tangible assets, their liquidation value and depreciation method, and assesses the impact of change, if any, which is recognised prospectively.

The operating costs of non-current tangible assets are classified as operating costs and indirect production costs of that reporting period during which they were incurred, excluding cases when they can be included in the production cost of other produced assets.

The accounting of reconstruction and repair of non-current tangible assets depends on the result of such work. If the reconstruction or repair of non-current tangible assets does not improve the useful properties of the assets or their useful life, the value of these works shall be recognised as the expenses of the reporting period. In all other cases of reconstruction and repair, and when necessary, the residual value of assets and / or the useful life of assets shall be revised. Registered non-current tangible assets shall be written off when they no longer meets the criteria necessary to be classified as non-current tangible assets, or when these assets are transferred. The result of write-off of non-current tangible assets is recognised as profit or loss of the reporting period.

Investment Assets

Non-current tangible assets which the Group keeps in order to gain profit from property lease and/or increase in value, excluding assets used for producing goods, providing services or for administrative purposes, and assets whose sale is the main activity of the company.

Acquired investment assets are accounted for at acquisition cost and their depreciation shall be calculated. Investment assets are shown in the financial statements at acquisition cost less accumulated depreciation and impairment amounts.

Impairment of Non-Current intangible and Tangible Assets

On each reporting date, the Group reviews the residual value of assets to determine whether there is any indication that those assets have incurred an impairment loss. If any such indication exists, the recoverable amount of the assets is estimated in order to determine the extent of the impairment loss (if any). If it is not possible to estimate the recoverable amount of the asset, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs. When a reliable and consistent basis for allocation can be established, the assets of the Group are allocated among separate

cash-generating units or assets of the Group are allocated among smaller cash-generating unit groups for which a reliable and consistent basis for allocation can be established.

The recoverable amount is the higher amount of the net selling price less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. Impairment losses are immediately accounted for in the profit and loss statement, unless these assets have previously been revalued, in which case impairment losses are accounted for as decrease in revaluation reserve.

If the value of assets increases after impairment losses are recognised, the carrying amount of the asset (cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased amount does not exceed the carrying amount of these assets (cash-generating unit) that would have been determined had no impairment loss been recognised for the asset in prior years. Reversal of impairment of assets shall be immediately recognised in the profit and loss statement, unless these assets have previously been revalued, in which case reversal of impairment is accounted for as increase in revaluation reserve.

Inventories

The acquisition cost of inventories is comprised of purchase price adjusted by depreciation of inventories and received discounts. During initial recognition, inventories are accounted for at acquisition cost. When determining the acquisition cost of inventories, taxes and fees related to acquisition: excise, transportation, warehousing and other costs directly related to the acquisition of inventories are added to the purchase price. When preparing financial statements, inventories are accounted for at acquisition (production) cost or at net realisable value, depending on which of them is lower.

FIFO method is applied when calculating the cost of inventories that were sold or used in production. Inventories are accounted for by applying the perpetual inventory method.

Financial Assets

All financial assets are recognised and written off on the trading day, when assuming the right or obligation under a signed financial instrument agreement whose conditions require for the financial assets to be provided under market terms, and are measured at acquisition cost plus direct transaction costs during initial recognition.

Financial assets are classified into the following groups: "held for sale", "held to maturity" and "loans and receivables". Classification depends on the nature and purpose of the financial assets, and is determined during initial recognition.

Loans and Receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market, excluding: a) assets planned to be sold by an economic entity immediately or in the near future, which must be classified as held for sale and measured at fair value; b) assets for which the holder may not recover the original amount of the investment (not due to bad debts); c) assets that are invested in collective investment undertakings.

During initial recognition, loans and receivables are accounted for at acquisition cost, during later periods - at amortised cost by using the effective interest rate method less any impairment losses. Interest income is recognised by using the effective interest rate method, excluding short-term receivables whose interest recognition would be insignificant.

Cash and Cash Equivalents

Cash and cash equivalents are comprised of cash on hand, cash in transit and cash in bank accounts, and other very liquid short-term investments of up to three months (from the date of conclusion of the contract) which can be easily exchanged to a known amount of cash and which have a typical insignificant risk of change in value.

Impairment of Financial Assets

Financial assets are measured on each financial reporting date in order to determine if there are any signs of impairment. It is considered that impairment of financial assets occurs when there are objective factors as a consequence of one or several events that occurred after the initial recognition of financial assets which had an impact on future cash flows expected from the financial assets.

Material or long-term impairment of the fair value of listed or unlisted equity investments classified as held for sale financial assets below the cost of securities is considered to be an objective proof of impairment.

The following may be considered to be an objective proof of impairment of all other financial assets, including redeemable bonds, classified as held for sale financial assets and amounts receivable from financial lease:

- significant financial difficulties of the issuer or counterparty; or
- delay or failure to pay interest; or
- it becomes probable that the debtor will go bankrupt or undergo financial reorganisation.

The assets of certain financial asset categories such as trade receivables for which there is no individually determined impairment are, moreover, measured in general. Objective proof of impairment of the amounts receivable portfolio could include the Company's experience to collect payments according to payment delay, the growing number of delayed payments, as well as noticeable changes in economic conditions which correlate with failure to pay the amounts receivable.

The impairment loss amount of financial assets accounted for at amortised cost is recognised as the difference between the carrying amount of the financial asset and the current value of estimated future cash flows discounted using the original estimated interest rate of financial assets.

The carrying amount of all financial assets is directly reduced by the amount of the measured impairment loss, excluding trade receivables whose carrying amount is reduced through the provisions account. When trade receivables cannot be recovered, they are written off through the provisions account. The provisions account is reduced with amounts that were later recovered but written off during previous periods. Changes in the carrying amount of provisions are recognised in the profit and loss statement.

If the amount of impairment losses measured at a later period decreases and this decrease can be objectively linked to an event which occurred after the recognition of impairment losses, then these previously recognised impairment losses are restored through profit or loss, but only to the extent that, on the day the impairment losses are restored, the carrying amount of the investment does not exceed the amortised cost which would have occurred if the impairment losses of previous periods would not have been recognised.

Financial Liabilities

Contractual obligations to transfer cash or other financial assets are classified as financial liabilities.

When measuring financial liabilities, the Company divides them into the following groups: related to market prices and not related to market prices.

Financial Liabilities Not Related to Market Prices

Financial liabilities not related to market prices are comprised of: loans and trade payables.

During initial recognition, financial liabilities not related to market prices are measured at cost-price, and costs related to the transaction are recognised as expenses in the profit and loss statement of the reporting period. In subsequent periods, these financial liabilities are accounted for at amortised cost by using the effective interest rate method. Short-term financial liabilities are accounted for at cost-price since the effect of application of the effective interest rate method is insignificant.

Effective Interest Rate Method

Effective interest rate method is used to calculate the amortisation cost of financial assets and liabilities, and distribute interest income and expenses within an appropriate period. The effective interest rate is an interest rate that exactly discounts the measured future cash flows (including all paid or received fees which are an integral part of the effective interest rate, transaction costs and other surcharges or discounts) until the recognition of initial net carrying value

Capital and Reserves

The size of the authorised capital is equal to the total nominal value of the shares subscribed by the company. Only the nominal value of shares is registered in the authorised capital account.

Recognition of Income

Income is recognised according to the accrual principle, i.e. it is accounted for when it is earned, regardless whether money was received. Income is measured at the fair value of the consideration that is received or receivable for goods or services.

Sale of Goods

Income from sold goods is recognised when all the following conditions are met:

- The Company transferred a significant part of the risk and benefits of owning the goods to the buyer;
- The Company does not manage or control the sold goods to a degree usually associated with ownership of the goods;
- The income amount can be reliably measured;
- It is likely that the Company will gain economic benefits related to the transaction; and
- Transaction related costs which have been or will be incurred can be reliably measured.

Expense Recognition

Expenses are recognised according to the accrual and matching principles during the reporting period when income related to these expenses is earned, regardless of when the money is spent.

Cost of Sales

The cost of sales includes the cost of sold goods and services. Expenses are recognised according to the accrual and matching principles during the reporting period when income related to these expenses is earned, regardless of when the money is spent. The cost of services and resold goods is recognised, accounted for and provided in the financial statements during the same period when the services and goods are sold.

Sales Expenses

Sales expenses include trade, *gas station and fuel base leasing expenses*, warehousing, premise use expenses, depreciation, salaries and social insurance of employees directly involved in sales, product transportation, storage, advertising and other similar expenses.

General and Administrative Expenses

General and administrative expenses include *salaries and social insurance of administrative staff*, transport usage, office facilities, communication, property insurance, tax, office supply expenses, inventory impairment losses, depreciation and amortisation expenses.

Sales expenses are recognised during the reporting period in which they are incurred.

Income Tax

Income tax expenses reflect the amount of tax payable for the current year and deferred tax.

Tax for the Current Year

Tax for the current year is paid based on taxable profit for the year. Taxable profit differs from profit provided in the profit and loss statement, because it does not include income or expense items which will be taxed or included next year; in addition, it does not include items which will never be taxed or included. Income tax is calculated using the tax rate that was effective or adopted before the end of the reporting period.

Deferred Tax

Deferred tax is recognised for temporary differences between the carrying amount of assets and liabilities in financial statements and their respective tax base. Deferred tax liabilities are generally recognised for all temporary differences, and deferred tax assets are recognised only to the extent which will likely reduce available taxable profit in the future through the realisation of temporary differences. Such assets and liabilities are not recognised if temporary differences arise from goodwill, or from the recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the financial profit.

Deferred income tax assets are reviewed for the reporting date and reduced if the Company is not likely to have sufficient taxable profit in the future in order to realise these assets up to an amount which will likely decrease taxable profit in the future.

Foreign Currency Transactions

Foreign currency transactions are measured during initial recognition in the reporting currency according to the official exchange rate set by the Bank of Lithuania on the date of the transaction. Currency items on the company's balance sheet are measured in the reporting currency, by applying the exchange rate of the balance sheet date. Assets purchased with foreign currency and accounted for as acquisition cost are measured on the company's balance sheet in the reporting currency, by applying the exchange rate which was effective during initial recognition (on the date of transaction). Assets whose fair value is determined in a foreign currency are measured on the company's balance sheet in the reporting currency, by applying the exchange rate which was effective at the date when

the fair value was determined.

Differences occurring after the amounts shown in currency items are paid in another exchange rate than the rate which was effective during initial recognition or on the last day of the reporting period, if the amounts of currency items were recognised in the previous financial year, are recognised as income or expenses of the reporting period, excluding differences relating to net investments in a foreign undertaking.

Financing and investing activities item of the profit and loss statement shows only the result of exchange rate changes (profit or loss due to exchange rate changes).

Related Parties

A related person is a legal and/or natural person who meets at least one of the following conditions:

- a) has direct or indirect decisive impact on the company;
- b) can have a significant impact on the company;
- c) jointly controls the object of a joint venture agreement;
- d) is an undertaking that is decisively influenced by the same parent company or the same natural person (group of persons);
- e) is an associate or subsidiary;
- f) is an undertaking controlled under a joint venture agreement;
- g) is one of the heads of the undertaking or parent company;
- h) is a close family member of one of the persons specified in paragraphs a), b), c) or g);
- i) is an undertaking which may be decisively affected, jointly controlled or significantly influenced by any of the persons specified in paragraphs g) or h);
- j) is an undertaking accumulating and, upon termination of employment, paying pensions and other benefits to employees of the undertaking or of the legal entity related to the undertaking.

Subsequent Events

Subsequent events which provide additional information about the position of the Group on the reporting date (corrective events) are reflected in the financial statements. Subsequent events which are not corrective events are described in notes when this is significant.

3. EXPLANATORY NOTES

Note 1. Intangible assets

Indicators	Goodwill	Patents and licenses	Software	Other intangible assets	Advances paid	Total
Balance at the end of the year before the previous financial year	278 789	27 524	82 496	9 960		398 769
a) Non-current intangible assets at acquisition cost						
At the end of the year before the previous financial year	402 161	47 392	104 425	15 000		568 978
Changes in the previous financial year						
- acquisition of assets			39 336	17 500		56 836
- change in prepayments (-)						
- assets transferred to other persons/entities or written off (-)		(2 967)				(2 967)
- transfers from one item to another +/-(-)		121 480				121 480
At the end of the previous financial year	402 161	165 905	143 761	32 500		744 327
b) Amortisation						
At the end of the year before the previous financial year	123 372	19 868	21 929	5 040		170 209
Changes in the previous financial year						
- amortisation of the previous financial year	68 163)	26 336	36 711	10 272		141 482
- restoring entries (-)						
- amortisation of assets transferred to other persons/entities or written off (-)						
- transfers from one item to another +/-(-)						
At the end of the previous financial year	191 535	46 204	58 640	15 312		311 691
c) Impairment						
At the end of the year before the previous financial year						
Changes in the previous financial year						
- impairment of the previous financial year						
- restoring entries (-)						
- of assets transferred to other persons/entities or written off (-)						
- transfers from one item to another +/-(-)						
At the end of the previous financial year						
Balance at the end of the previous financial year	210 626	119 701	85 121	17 188		432 636
a) Non-current intangible assets at acquisition cost						

EXPLANATORY NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018
(all amounts are expressed in euros unless specified otherwise)

At the end of the previous financial year	402 161	165 905	143 761	32 500		744 327
Changes during the financial year						
- acquisition of assets		2 735	60 740		7 500	70 975
- change in prepayments (+)						
- assets transferred to other persons/entities or written off (-)		(36)				(36)
- transfers from one item to another +/(-)						
At the end of the financial year	402 161	168 604	204 501	32 500	7 500	815 266
b) Amortisation						
At the end of the previous financial year	191 535	46 204	58 640	15 312		311 691
Changes during the financial year						
- amortisation of the financial year	68 164	27 488	51 281	4 375		151 308
- restoring entries (-)						
- amortisation of assets transferred to other persons/entities or written off (-)		(31)				(31)
- transfers from one item to another +/(-)						
At the end of the financial year	259 699	73 661	109 921	19 687	0	462 968
c) Impairment						
At the end of the previous financial year						
Changes during the financial year						
- decrease in value of the financial year	(18 403)	(13 854)				(32 257)
- restoring entries (-)						
- of assets transferred to other persons/entities or written off (-)						
- transfers from one item to another +/(-)						
At the end of the financial year	(18 403)	(13 854)	0	0	0	(32 257)
d) Balance at the end of the financial year (a)-(b)-(c)	124 059	81 089	94 580	12 813	7 500	320 041

Note 2. Non-current tangible assets

Indicators	Land	Buildings and structures	Machinery and equipment	Vehicles	Other equipment, devices and tools	Investment assets-buildings	Paid advances and ongoing tangible asset construction work	Total
Balance at the end of the year before the previous financial year	1 440 189	5 242 462	2 655 389	159 497	1 083 663		282 058	10 863 258
a) Acquisition cost								
At the end of the year before the previous financial year	1 440 189	11 198 755	3 832 820	1 019 114	1 342 702		282 058	19 115 638
Changes in the previous financial year								
- acquisition of assets	265 365	999 540	632 285	110 236	101 561	245 069	102 483	2 456 539
- assets transferred or written off (-)		(19 974)	(282 204)	(844 524)	(438 912)			(1 585 614)

EXPLANATORY NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018
(all amounts are expressed in euros unless specified otherwise)

- transferred under segregation conditions	(1 705 554)	(11 700 678)	(816 557)		(1 246)			(14 224 035)
-adjustments								
- transfers from one item to another +/-(-)					126 856		(248 336)	(121 480)
At the end of the previous financial year		314 411	3 529 576	284 826	1 130 961	245 069	136 205	5 641 048
b) Revaluation								
At the end of the previous financial year								
At the end of the previous financial year								
c) Depreciation								
At the end of the previous financial year		5 956 293	1 135 978	859 617	259 039			8 210 927
Changes in the previous financial year								
- depreciation in the previous financial year		863 809	731 560	38 195	271 721			1 905 285
- transferred asset depreciation under segregation conditions		(6 641 090)	(442 540)		(674)			(7 084 304)
- restoring entries (-)								
- depreciation of assets transferred to other persons/entities or written off (-)		(19 974)	(46 500)	(782 563)	(80 428)			(948 066)
- transfers from one item to another +/-(-)		(94 736)	94 736					
At the end of the previous financial year		62 123	1 473 234	115 249	449 658	2 179		2 102 444
d) Impairment								
At the end of the previous financial year								
At the end of the previous financial year								
Balance at the end of the previous financial year	0	252 287	2 056 342	169 577	681 303	242 891	136 205	3 538 605
a) Acquisition cost								
At the end of the previous financial year		314 411	3 529 576	284 826	1 130 961	245 069	136 205	5 641 048
Changes during the financial year								
- acquisition of assets	12 534	435 315	888 843	1 652	411 035		382 673	2 132 052
- assets transferred or written off (-)		(192 368)	(4 371)	(71 371)	(8 901)			(277 011)
-adjustments								
- transfers from one item to another +/-(-)					37 676		(37 676)	
At the end of the financial year	12 534	557 358	4 414 048	215 107	1 570 771	245 069	481 202	7 496 089
b) Revaluation								
At the end of the previous financial year								
At the end of the financial year								
c) Depreciation								
At the end of the previous financial year		62 123	1 473 233	115 249	449 659	2 179		2 102 444

EXPLANATORY NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018
(all amounts are expressed in euros unless specified otherwise)

Changes during the financial year								
- depreciation of the financial year		50 975	682 352	28 963	243 272	13 070		1 018 632
- transferred asset depreciation under segregation conditions								
- restoring entries (-)								
- depreciation of assets transferred to other persons/entities or written off (-)			(4 370)	(48 444)	(7 600)			(60 414)
- transfers from one item to another +/(-)								
At the end of the financial year		113 098	2 151 215	95 768	685 331	15 249		3 060 661
d) Impairment								
At the end of the previous financial year								
At the end of the financial year								
d) Balance at the end of the financial year	12 534	444 260	2 262 833	119 339	884 076	229 820	481 202	4 434 064
(a)+(b)-(c)-(d)								

Depreciated non-current assets in operation

Asset group name	Acquisition cost 2018-12-31	Acquisition cost 2017-12-31
Intangible assets	23 703	11 060
Machinery and equipment	604 962	497 067
Vehicles	41 115	79 678
Other equipment, devices and tools	124 657	58 543
Total:	794 437	646 348

Note 3. Goodwill

Name	Carrying value 2017-12-31	Acquired in 2018	Amortised in 2018	Impairment	Carrying value 2018-12-31
AS VIADA Baltija	186 089		(62 030)		124 059
SIA Akselss	24 537		(6 134)	(18 403)	0
Total:	210 626		(68 164)	(18 403)	124 059

Note 4. Inventories

Indicators	Raw materials, materials and components	Unfinished products and works in progress	Products	Goods purchased for resale	Advances paid	Total
a) Inventory acquisition cost						
At the end of the previous financial year	57 373			16 725 274	83 942	16 866 589
Adjustment of comparative information*	1 992 978			(1 992 978)		
Inventory acquisition cost after adjustment	2 050 351			14 732 296	83 942	16 866 589
At the end of the financial year	1 950 067			13 845 117	870 436	16 665 620

EXPLANATORY NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018
(all amounts are expressed in euros unless specified otherwise)

b) Write-down to net realisable value (restoration)						
At the end of the previous financial year						
At the end of the financial year						
c) Net realisable value at the end of the financial year (a) - (b)	1 950 067			13 845 117	870 436	16 665 620
<i>Including 2018-12-31:</i>						
<i>Pricing differences, if applicable</i>						
<i>LIFO method</i>						
<i>Value of pledged inventories</i>						12 035 710
<i>Inventories held by third parties</i>						3 372 936
<i>Fuel stored for the state reserve 2018-12-31</i>						1 906 165
<i>Fuel stored for the state reserve 2017-12-31</i>						1 992 978

* Adjusted comparative inventory information for the legal reserve of the state. Stored inventories are shown under the raw materials, materials and components item.

Under the Order of the Minister of Energy of the Republic of Lithuania, the parent company is obliged to store and handle 3938 tons of diesel fuel, and store 2562 tons of gasoline for the legal reserve of the state. UAB Viada LT signed a service agreement for storing and handling state reserves with State Enterprise Lithuanian Petroleum Products Agency under which the supplier must store gasoline for the legal reserve of the state.

Note 5. Amounts receivable within one year

	Indicators	Reporting year	Previous reporting year
a)	Debts of buyers		
	Debts of buyers	21 539 000	16 055 381
	Impairment of debts of buyers (-)	(280 089)	(380 648)
	Debts of the enterprises of corporate group	602	630
	Debts of buyers at fair value	21 259 513	15 675 363
b)	Other amounts receivable		
	Loans granted	16 161 089	16 000 000
	Loans granted during the reporting year	95 500	40 000
	Change in interest	(43 698)	121 089
	Repayment of loan granted (-)	(6 187 500)	
	Loans granted	10 025 391	16 161 089
	Amounts receivable for marketing services	353 285	134 152
	Amounts receivable for other services	446 307	636 316
	Other amounts receivable for services	162 874	122 583
	Other amounts receivable at fair value	10 987 857	17 054 140
c)	Total (a+b):	32 247 370	32 729 503

Note 6. Cash and cash equivalents

EXPLANATORY NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018
(all amounts are expressed in euros unless specified otherwise)

	Reporting year	Previous reporting year
Cash balance in bank accounts	1 005 678	2 952 916
Cash balance in gas station cash registers	1 477 618	2 368 019
Cash in authorised bank cards during EKA sale	1 207 002	1 126 809
TOTAL	3 690 298	6 447 744

121 593 EUR funds of the parent company held in Šiauliai bank are pledged to the bank.

Note 7. Capital

Indicators	Number of shares	Nominal share value	Amount
1. By types of shares			
1.1. Ordinary shares	22 254	384	8 545 536
1.2. Preference shares			
1.3. Employee shares			
1.4. Special shares			
1.5. Own shares, stock (-)	-888		-502 226
TOTAL	21 366		8 043 310

Note 8. Minority interest

Company	Reporting year		Previous reporting year		Minority interest in the profit and loss statement of the reporting year	Minority interest in the profit and loss statement of the previous reporting year
	%	Amount	%	Amount		
AS VIADA Baltija	10	57 024	10	0	9 067	0
Total:		57 024		0	9 067	0

Note 9. Financial debts to credit institutions and debentures

Indicators	Debts or parts thereof 2018-12-31		
	within one financial year	after one year, but no later than within five years	after five years
Division of amounts payable by types			
Financial debts:			
1. Leasing (financial lease) or similar liabilities			
2. To credit institutions	2 553 228	5 582 345	
3. Payables to enterprises of corporate group			
Debentures			
Total:	2 553 228	5 582 345	

Indicators	Debts or parts thereof 2017-12-31		
	within one financial year	after one year, but no later than within five years	after five years
Division of amounts payable by types			

EXPLANATORY NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018
(all amounts are expressed in euros unless specified otherwise)

Financial debts:			
1. Leasing (financial lease) or similar liabilities			
2. To credit institutions	7 698 331	3 601 648	
3. Payables to enterprises of corporate group (a)		2 000 000	
Debentures	150 000		
Total:	7 848 331	5 601 648	

Pledge of assets

	Carrying value	Pledge end date
In favour of AB Šiaulių bank	1 892 525	2020-02-05
In favour of AB Swedbank	3 213 999	2020-02-01
TOTAL:	5 106 524	

Pledger UAB Viados NT.

(a) Status of group's liabilities

Name of creditor	Debt amount 2018-12-31	Debt amount 2017-12-31	Debt repayment deadline	Interest rate
Main shareholder UAB Vaizga		2 000 000	2020-07-01	3,0
Total:		2 000 000		

Note 10. Advances received

Item name	Reporting year	Previous reporting year
Advances of Latvian buyers	689 015	617 583
Advances of Lithuanian buyers	276 743	121 061
Total:	965 758	738 650

Note 11. Debts to suppliers

Item name	Reporting year	Previous reporting year
Debts to suppliers for petroleum products	13 778 302	16 086 033
Debts to suppliers for goods	5 166 398	3 811 916
Debts to suppliers for services	2 420 988	2 015 004
Debt to suppliers for non-current assets	239 789	170 684
Debts to suppliers for materials	73 859	75 971
Other debts to suppliers	718 698	1 034 208
Total:	22 398 034	23 193 816

Note 12. Employment-related liabilities

EXPLANATORY NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018
(all amounts are expressed in euros unless specified otherwise)

Item name	Reporting year	Previous reporting year
Accrued leave payments	830 861	749 857
Wages payable	809 409	722 275
Employment-related taxes	721 823	796 255
Accrued annual bonuses	46 230	
Total:	2 408 323	2 268 387

Note 13. Other amounts payable and current liabilities

Item name	Reporting year	Previous reporting year
Excise duty	2 935 497	2 555 002
VAT payable	2 005 846	1 667 310
Amounts payable under joint venture agreement	264 698	
Amounts payable to the Lithuanian Road Administration	78 408	
Other amounts payable	109 560	298 575
Total:	5 394 009	4 520 887

Note 14. Accrued expenses and deferred income

Item name	Reporting year	Previous reporting year
Points earned in the loyalty program	386 175	337 646
Financial statement audit expenses	13 800	13 800
Other accrued expenses	7 536	10 619
Total:	407 511	362 065

Note 15. Company's rights and obligations not included in the balance sheet

Legal entity issuing the guarantee (guarantor)	Guarantees		Guarantee amount
AB Šiaulių bank	2017-12-21 2019-04-30	STI under MF	100 000
AB Šiaulių bank	2018-02-01 2019-05-28	STI under MF	39 337
Total:			139 337

Operating lease agreements

The company has signed operating lease agreements whose most significant future payments comprise of the following:

INDICATORS	Future payments		
	2019	2020 – 2022	2023 and later years
Gas station lease	23 173 600	44 700 800	
Vehicle lease	50 552	125 770	

EXPLANATORY NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018
(all amounts are expressed in euros unless specified otherwise)

AS VIADA Baltija has signed gas station lease agreements with

1. Lease agreement with AMIC Latvia SIA valid until June of 2021,
2. Lease agreement with Petrol Property SIA valid until April of 2021.

Note 16. Sales income and sales cost

Sales income	Reporting year	Previous reporting year
<i>Petroleum products</i>	604 152 638	477 809 860
<i>Other goods</i>	80 454 580	63 423 285
Total:	684 607 218	541 233 145

Sales cost	Reporting year	Previous reporting year after adjustment	Previous reporting year before adjustment
<i>Petroleum products</i>	565 419 094	441 565 962	441 565 962
<i>Petroleum product transport expenses</i>	2 343 854	2 192 658	0
<i>Other goods</i>	55 294 869	43 253 721	43 253 721
Total:	623 057 817	487 012 341	484 819 683

Adjustments are made for comparable information regarding transfer of petroleum product transport expenses to petroleum product sales cost.

Note 17. Sales expenses, general and administrative expenses

INDICATORS	Reporting year	Previous reporting year after adjustment	Previous reporting year before adjustment
Sales expenses	48 903 516	42 777 950	41 977 950
Gas station lease expenses	26 246 275	19 897 155	19 097 155
Payroll and associated expenses	15 955 032	13 695 850	13 695 850
Depreciation and amortisation expenses	962 335	1 863 549	1 863 549
Other expenses	5 739 874	7 321 396	7 321 396
General and administrative	8 825 550	7 984 966	10 977 624
Petroleum product transport expenses			2 192 658
Lease expenses			800 000
Payroll and associated expenses	3 132 441	2 841 364	2 841 364
Depreciation and amortisation expenses	207 605	130 102	130 102
Annual financial statement audit expenses	17 600	17 600	17 600
Other expenses	5 467 904	4 995 900	4 995 900

Adjustments are made for comparable information regarding transfer of lease expenses to sales expenses.

Note 18. Other operating results

	INDICATORS	Reporting year	Previous reporting year
a)	Income	1 980 900	2 030 968
	Profit from transfer of non-current assets	153	361 601

EXPLANATORY NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018
(all amounts are expressed in euros unless specified otherwise)

	Lease of non-current assets	1 053 586	970 863
	Other income	928 111	698 504
b)	Expenses	71 680	114 817
	Loss from the sale and write-off of non-current assets	12 768	
	Other expenses	58 912	114 817
c)	OTHER OPERATING RESULTS (a-b)	1 910 170	1 916 151

Note 19. Financial and investment activities

Indicators	Financial year	Previous financial year
a) INCOME FROM FINANCING AND INVESTING ACTIVITIES	410 970	522 126
Interest and exchange rate changes	2 957	9 645
Interest received	408 013	512 481
Dividends received		
Other income		
b) EXPENSES OF FINANCING AND INVESTING ACTIVITIES	326 396	485 276
Loan, leasing interest	274 324	485 276
Impairment of financial assets and short-term investments	52 072	
c) RESULT OF FINANCING AND INVESTING ACTIVITIES (a - b)	84 574	36 850

Note 20. Transactions with related parties

Name of the company	Balances of receivables	Balances of receivables	Balances of payables	Balances of payables
	2018-12-31	2017-12-31	2018-12-31	2017-12-31
UAB Fleet Union	10 766 859	6 094 294	92 572	42 175
UAB Okseta	17 524	59 223	1 124 278	421 385
UAB Vaizga	602	630	259 355	229 635
UAB VIADOS NT	818 063		367 503	
SIA Petrol Property	4 329		787	
TOTAL	11 607 377	6 154 147	1 844 495	693 195

Name of the company	Nature of underlying transactions	Sales	Purchases	Sales	Purchases
		2018-12-31	2018-12-31	2017-12-31	2017-12-31
UAB Fleet Union	Partnership program	135 216 452	58 876	98 502 385	698
UAB Okseta	Purchase/sale of inventories, Joint Venture Agreement	123 360	121 556	395 942	6 638 710
UAB Vaizga	Procurement of services	8 172	2 667 911	328 990	1 953 662
UAB VIADOS NT	Lease contract	354 832	3 342 504		
SIA Petrol Property	Lease contract	23 442	3 766 596		
TOTAL		135 726 258	9 957 443	99 227 317	8 593 070

EXPLANATORY NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018
(all amounts are expressed in euros unless specified otherwise)

Note 21. Financial relations with company executives and other related parties

Indicators	Financial year	Previous financial year	Balance at the end of the financial year
A. Employment-related amounts calculated over the year:			
1. To executives	384 193	283 443	
2. To other related parties	384 193	283 443	
B. Loans granted by the company:			
1. To executives			
2. To other related parties			
C. Loans received:			
1. From executives	0	150 000	0
2. From other related parties			
D. Assets and gifts transferred free of charge:			
1. To executives			X
2. To other related parties			
E. Various guaranties provided on behalf of the company:			
1. To executives			
2. To other related parties			
F. Other significant amounts calculated during the year:			
1. To executives			
2. To other related parties			
G. Other significant liabilities to the company:			
1. Of executives			
2. Of other related parties			
H. Assets sold:			
1. To executives			X
2. To other related parties			
Average number of executives per year	8	8	X

Note 22. Disclosure regarding information adjustments of 2017

(a) Adjusted balance sheet lines:

No.	Items	2017	adjustment	adjusted in 2017
2.	TANGIBLE ASSETS	3 538 605		3 538 605
2.1.	Land			
2.2.	Buildings and structures	495 178	-242 891	252 287
2.3.	Machinery and equipment	2 056 342		2 056 342
2.4.	Vehicles	169 577		169 577
2.5.	Other devices, equipment and tools	681 303		681 303

EXPLANATORY NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018
(all amounts are expressed in euros unless specified otherwise)

2.6.	Investment assets			242 891
2.6.1.	Land			
2.6.2.	Buildings		242 891	242 891
2.7.	Paid advances and ongoing tangible asset construction (production) works	136 205		136 205
1.	INVENTORIES	16 852 187		16 866 589
1.1.	Raw materials, materials and components	57 373	1 992 978	2 050 351
1.2.	Unfinished products and works in progress			
1.3.	Products			
1.4.	Goods purchased for resale	16 725 274	-1 992 978	14 732 296
1.5.	Biological assets			
1.6.	Non-current tangible assets for sale			
1.7.	Advances paid	69 540	14 402	83 942
C.	DEFERRED EXPENSES AND ACCRUED INCOME	90 302	-14 402	75 900
2.10.	Other amounts payable and current liabilities	4 520 602	285	4 520 887
H.	ACCRUED EXPENSES AND DEFERRED INCOME	362 350	-285	362 065

(b) Adjusted profit (loss) lines:

No.	Items	2017	Adjustment	Adjusted in 2017
1.	Sales income	541 233 145		541 233 145
2.	Sales cost	(484 819 683)	2 192 658	(487 012 341)
3.	Change in fair value of biological assets			
4.	GROSS PROFIT (LOSS)	56 413 462		54 220 804
5.	Sales expenses	(41 977 950)	800 000	(42 777 950)
6.	General and administrative expenses	(10 977 624)	(2 992 658)	(7 984 966)
7.	Other operating results	1 916 151		1 916 151
8.	Income from investments in parent, subsidiary and associated enterprise shares			
9.	Income from other long-term investments and loans			
10.	Other income from interest and similar income	522 126		522 126
11.	Impairment of financial assets and short-term investments			
12.	Interest expense and other similar expenses	(485 277)		(485 277)
13.	PROFIT (LOSS) BEFORE TAXATION	5 410 888		5 410 888
14.	Income tax	(574 098)		(574 098)
15.	PROFIT (LOSS) BEFORE MINORITY INTEREST SEPARATION	4 836 790		4 836 790
16.	MINORITY INTEREST	-		
17.	NET PROFIT (LOSS)	4 836 790	-	4 836 790

UAB VIADA LT

Legal entity code: 178715423

EXPLANATORY NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018
(all amounts are expressed in euros unless specified otherwise)

Note 23. Subsequent events

The patron company sold its own shares to 2 natural persons.

UAB Viada LT owns 84 percent of SIA Aksels (company code 40003177812, registered office address Bauskas str. 58A, Riga, Latvia). Bankruptcy proceedings were initiated against the Latvian company SIA Akselss on 25 October 2018. On 2018-10-31, the company's assets comprised of 15 thousand EUR, equity was negative and comprised of 1 151 thousand EUR.

There were no other substantial corrective subsequent events for the financial statements of 2018.

Chief Executive Officer



Dainius Vytaitis

Chief Accountant



Natalija Stvolovič