



UTENOS TRIKOTAŽAS, AB

CONSOLIDATED AND COMPANY'S INTERIM FINANCIAL STATEMENTS
for the 3 months period ended 31 March 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	KPMG Baltics UAB

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REVIEW OF ACTIVITY OF THE GROUP COMPANIES

In the 3 months of 2024, Utenos trikotažas AB group of companies (hereinafter „the Group“) sold products and provided services for EUR 3.1 million, which is by 48,6 per-cent less than in the previous year when the Group's sales accounted for EUR 6,1 million. The Group exported 79.5 per-cent of products.

During the 3 months of 2024, the company Utenos trikotažas sold products and provided services for EUR 2.6 million. The sales volume, compared with the 3 months of 2023, dropped by EUR 2.7 million, or 51.1 per-cent. The company's export sales reached 76.6 per-cent.

The sales of the largest segment – on-demand knitwear – dropped by 48.1 per-cent and reached EUR 2.5 million, private brands dropped by 62.1 per-cent and reached EUR 0.2 million, whereas the sales of functional-technical garments produced by its subsidiary Šatrija decreased by 40.3 per-cent.

During the 3 months of 2024, the Group incurred EUR 1 477 thousand loss before tax, when during 3 months of 2023 there was 248 thousand Eur loss before tax. During the same period, the company Utenos trikotažas suffered 1 204 thousand EUR loss before tax, while loss before tax amounted to EUR 264 thousand a year ago.

The Group's EBITDA is negative at 1 172 thousand EUR, which is 1 191 thousand EUR less than in the same period in 2023. The Company's EBITDA is negative at 938 thousand EUR, that is 896 thousand EUR less than the same period in 2023, when the company's EBITDA was negative at 42 thousand EUR.

Key performance indicators of the Group**Trade**

	Group			Company		
	2024 I Q	2023 I Q	Change %	2024 I Q	2023 I Q	Change %
Revenue (EUR '000)						
Products manufactured on demand of other clients	2,458	4,735	(48,1)	2,459	4,721	(47,9)
Own brands (ABOUT, UTENOS)	235	620	(62,1)	152	620	(75,4)
Services of functional-technical garments manufacture	415	695	(40,3)	-	-	-
	3,108	6,050	(48,6)	2,611	5,341	(51,1)

Sales by regions

	Group			Company		
	2024 I Q	2023 I Q	Change %	2024 I Q	2023 I Q	Change %
Revenue (EUR '000)						
Export	2,471	4,979	(50,4)	2,001	4,279	(53,2)
DACH (Germany, Austria, Switzerland)	1,590	3,311	(52,0)	1,377	3,154	(56,3)
Scandinavia (Sweden, Norway, Denmark, Finland)	10	601	(98,3)	10	600	(98,3)
Other regions	871	1,067	(18,4)	614	525	16,9
Domestic	637	1,071	(40,5)	610	1,062	(42,6)
	3,108	6,050	(48,6)	2,611	5,341	(51,1)

Operating figures

	Group			Company		
	2024 I Q	2023 I Q	Change %	2024 I Q	2023 I Q	Change %
Manufactured items units	240	454	(47,2)	190	422	(55,0)
Average number of employees	642	820	(21,7)	426	571	(25,4)

Financial ratios

	Group			Company		
	2024 I Q	2023 I Q	Change	2024 I Q	2023 I Q	Change
Revenue (EUR'000)	3,108	6,050	(48,6)%	2,611	5,341	(51,1)%
Operating profit (loss) (EUR'000)	(1,339)	(145)	-	(1,080)	(184)	-
Operating profit (loss) margin (%)	(43,1)	(2,4)	(40,7) p.p	(41,4)	(3,4)	(37,9) p.p
EBITDA (EUR'000)	(1,172)	19	-	(938)	(42)	-
EBITDA margin (%)	(37,7)	0,3	(38,0) p.p	(35,9)	(0,8)	(35,1) p.p
Profit (loss) before tax (EUR'000)	(1,477)	(248)	-	(1,204)	(264)	-
Profit (loss) before tax, margin (%)	(47,5)	(4,1)	(43,4) p.p	(46,11)	(4,94)	(41,2) p.p
Net profit (loss) for the year (EUR'000)	(1,473)	(245)	-	(1,200)	(261)	-
Net profit (loss) for the year margin (%)	(47,4)	(4,0)	(43,3) p.p	(46,0)	(4,9)	(41,1) p.p
Number of shares, (thousand)	9,503	9,503	-	9,503	9,503	-

Relative ratios

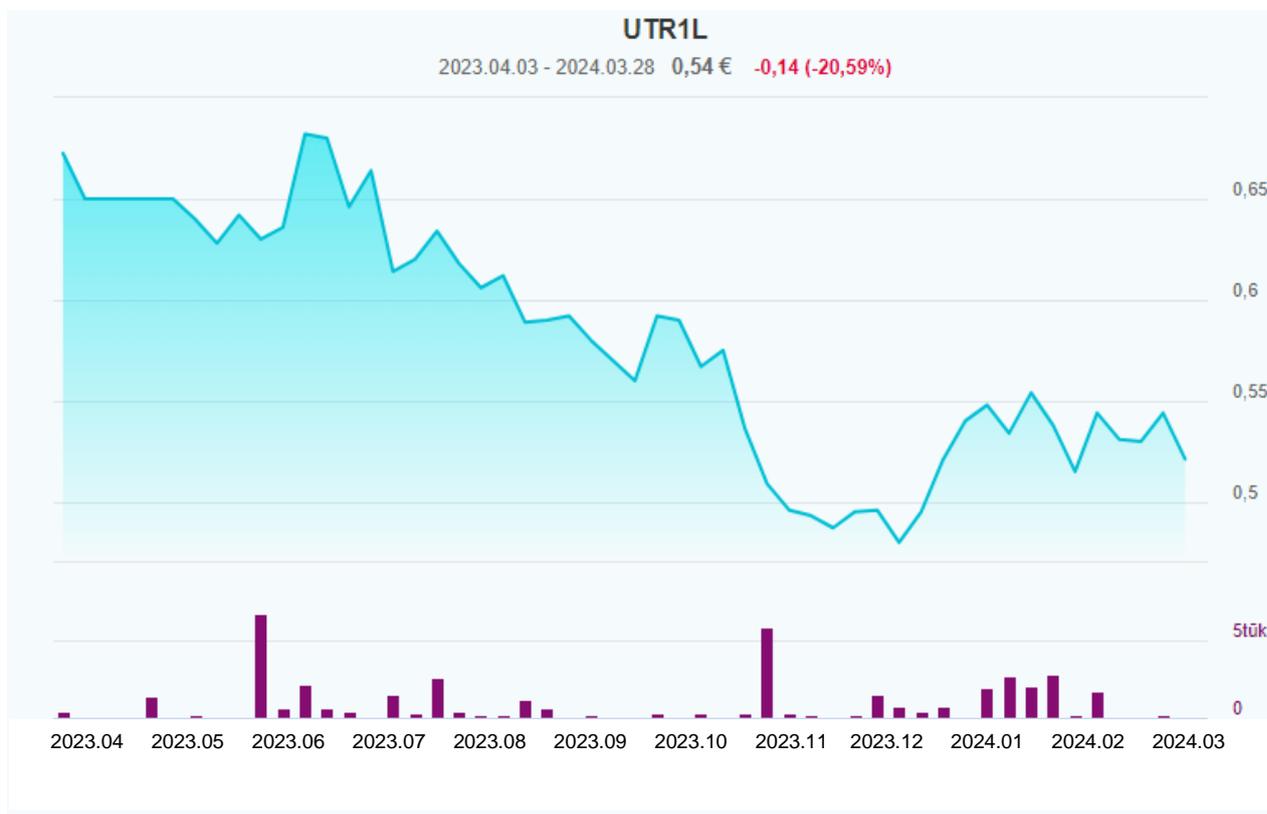
	Group			Company		
	2024 I Q	2023 I Q	Change p.p	2024 I Q	2023 I Q	Change p.p.
Return on capital employed (%)	(53,4)	(8,9)	(44,5)	(43,5)	(9,4)	(34,1)
Return on assets (%)	(11,4)	(1,6)	(9,8)	(9,9)	(1,7)	(8,2)
Return on shareholders' equity (%)	(226,7)	(6,9)	(219,8)	(123,9)	(6,5)	(117,4)
Debt ratio (%)	95,0	77,3	17,7	92,0	73,2	18,8
Debt-to-equity ratio (%)	1,880.2	339,6	1,540.6	1,151.2	272,5	878,7
Liquidity ratio (%)	70,1	142,0	(71,9)	67,4	146,1	(78,7)
Equity to assets ratio (%)	5,0	22,7	(17,7)	8,0	26,8	(18,8)

Ratios related with the share price

	2024 I Q	2023 I Q	Change
P/E	(3,16)	(26,14)	22,98
EPS	(0,15)	(0,03)	(0,13)
EV/EBITDA	(8,86)	544,26	(553,12)

Information regarding the price of shares and their dynamics

Utenos Trikotažas AB share price during 12 months period from 1 April 2023 to 31 March 2024:



Price ratios

	2024 I Q	2023 I Q
Open price, EUR	0,480	0,605
High price, EUR	0,570	0,740
Low price, EUR	0,470	0,600
Last price, EUR	0,482	0,680
Traded volume	13 884	14 821
Turnover, million EUR	0,010	0,010
Capitalisation, million EUR	4,580	6,460

Utenos Trikotažas AB, OMX Baltic Benchmark GI and OMX Vilnius Index dynamics, during 12 months period from 1 April 2023 to 31 March 2024



Index/ Equity	2024.03.31	2023.03.31	2024.03.31/2023.03.31 change, %
—OMX Baltic Benchmark GI	1,441.36	1,472.75	(2.13)
—OMX Vilnius	948,85	996.21	(4.75)
—UTR1L	0.54 EUR	0.68 EUR	(20.59)

Statements of Financial Position

		Group		Company	
		2024.03.31	2023.12.31	2024.03.31	2023.12.31
ASSETS					
Non-current assets					
Intangible assets	7	430	435	27	31
Property, plant and equipment	8	6,975	7,111	6,164	6,276
Right-of-use assets		249	267	132	147
Investment property		150	151	150	151
Investments into subsidiaries		-	-	1,490	1,490
Receivables from subsidiaries		-	-	15	-
Prepayments to subsidiaries		-	-	30	-
		7,804	7,964	8,008	8,095
Current assets					
Inventories	9	2,608	2,501	2,377	2,444
Trade receivables	10	640	1,385	611	1,314
Contract assets		778	1,344	688	1,187
Other current assets		363	129	344	106
Cash and cash equivalents	11	674	1,108	87	310
		5,063	6,467	4,107	5,361
Total assets		12,867	14,431	12,115	13,456

Statements of financial position (continued)

	Group		Company	
	2024.03.31	2023.12.31	2024.03.31	2023.12.31
EQUITY AND LIABILITIES				
Equity attributable to the equity holders of the Company				
Share capital	2,756	2,756	2,756	2,756
Revaluation surplus	12 574	574	574	574
Legal reserve	12 2,605	2,630	2,360	2,382
Reserve for acquisition of own shares	12 1,090	1,090	1,000	1,000
Foreign currency translation reserve	12 1,074	1,035	-	-
Accumulated retained earnings/ (losses)	12 (7,618)	(6,190)	(5,722)	(4,544)
	481	1,895	968	2,168
Non-controlling interest	169	191	-	-
Total equity	650	2,086	968	2,168
LIABILITIES				
Non-current liabilities				
Borrowings	13 2,835	2,852	2,835	2,852
Non-current lease liabilities	508	513	65	68
Borrowings from subsidiaries	13 -	-	655	647
Borrowings from parent company	13 601	591	601	591
Deferred income tax liabilities	558	562	510	514
Provisions for employee benefits	242	242	136	136
Other non-current liabilities	255	263	255	263
	4,999	5,023	5,057	5,071
Current liabilities				
Current portion of non-current borrowings	13 1,416	1,363	1,416	1,363
Other current liabilities	13 1,634	1,621	1,634	1,621
Current lease liabilities	109	165	22	78
Trade payables	684	853	666	800
Payables to other related parties and subsidiaries	313	268	377	328
Contract liabilities	599	506	290	204
Accrued expenses and other current liabilities	14 2,463	2,546	1,685	1,823
Total current liabilities	7,218	7,322	6,090	6,217
Total liabilities	12,217	12,345	11,147	11,288
Total equity and liabilities	12,867	14,431	12,115	13,456

STATEMENT OF COMPREHENSIVE INCOME

	Notes	Group		Company	
		January-March 2024	2023	January-March 2024	2023
Revenue from contracts with customers	6,15	3,108	6,050	2,611	5,341
Cost of sales	16	(3,521)	(5,135)	(2,953)	(4,651)
Gross profit		(413)	915	(342)	690
Selling expenses	17	(317)	(405)	(300)	(390)
General and administrative expenses	17	(621)	(685)	(441)	(489)
Other operating income	18	20	41	9	14
Other operating expenses	18	(8)	(11)	(6)	(9)
Operating profit (losses)		(1,339)	(145)	(1,080)	(184)
Interest income	19	2	-	15	15
Finance income	19	-	209	1	47
Finance costs	19	(140)	(312)	(140)	(142)
Profit (losses) before tax		(1,477)	(248)	(1,204)	(264)
Income tax		4	3	4	3
Net profit (losses)		(1,473)	(245)	(1,200)	(261)
Net profit (losses) attributable to:					
Equity shareholders of the Company	20	(1,451)	(247)	(1,200)	(261)
Non-controlling interest		(22)	2	-	-
		(1,473)	(245)	(1,200)	(261)

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 31 March 2023	2,756	574	2,343	1,090	822	(4,199)	3,386	188	3,574
Net profit (loss) for the year	-	-	-	-	-	(2,292)	(2,292)	(17)	(2,309)
Other comprehensive income	-	-	344	-	213	244	801	20	821
Total comprehensive income (loss)	-	-	344	-	213	(2,048)	(1,491)	3	(1,488)
Transfer of revaluation surplus to retained earnings	-	-	(57)	-	-	57	-	-	-
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	-	-	-	-	-	(1,451)	(1,451)	(22)	(1,473)
Other comprehensive income	-	-	-	-	39	(2)	37	-	37
Total comprehensive income (loss)	-	-	-	-	39	(1,453)	(1,414)	(22)	(1,436)
Transfer of revaluation surplus to retained earnings	-	-	(25)	-	-	25	-	-	-
Balance as of 31 March 2024	2,756	574	2,605	1,090	1,074	(7,618)	481	169	650

Company	Share capital	Legal reserve	Reserve for acquisition of own shares	Revaluation surplus	Accumulated retained earnings/ (losses)	Total
Balance as of 31 March 2023	2,756	574	1,000	2,057	(2,380)	4,007
Net profit (loss) for the year	-	-	-	-	(2,235)	(2,235)
Other comprehensive income (loss)	-	-	-	371	25	396
Total comprehensive income (loss)	-	-	-	371	(2,210)	(1,839)
Transfer of revaluation surplus to retained earnings	-	-	-	(46)	46	-
Balance as of 31 December 2023	2,756	574	1,000	2,382	(4,544)	2,168
Net profit (loss) for the year	-	-	-	-	(1,200)	(1,200)
Other comprehensive income (loss)	-	-	-	-	-	-
Total comprehensive income (loss)	-	-	-	-	(1,200)	(1,200)
Transfer of revaluation surplus to retained earnings	-	-	-	(22)	22	-
Balance as of 31 March 2024	2,756	574	1,000	2,360	(5,722)	968

STATEMENTS OF CASH FLOWS

	Group		Company	
	31 March	31 March	31 March	31 March
	2024	2023	2024	2023
Cash flows from operating activities				
Profit (loss) for the period	(1,478)	(248)	(1,205)	(264)
Adjustments for non-cash items:				
Depreciation and amortization	168	165	143	142
(Gain) loss from disposal of property, plant and equipment and investment property	-	(5)	-	(5)
Impairment and write-off of inventories	4	(1)	-	(1)
Interest expense, net of interest income	(2)	89	(15)	82
Income tax (income) expense	(4)	(3)	(4)	(3)
Changes in working capital:				
(Increase) decrease in inventories	(111)	77	68	152
(Increase) decrease in trade receivables	745	556	703	511
(Increase)/decrease in contract asset	566	720	498	716
Decrease (increase) in receivables from subsidiaries	-	-	-	(41)
(Increase) decrease in other receivables and other current assets	(234)	(157)	(238)	(166)
Increase/(decrease) in contract liabilities	93	(164)	85	(155)
(Increase) decrease in trade and other accounts payable	(169)	(296)	(134)	(274)
Increase (decrease) in taxes payable and other current liabilities	74	110	(54)	(43)
Income tax (paid)	-	1	-	-
Net cash generated from operating activities	(348)	844	(153)	651
Cash flows from investing activities				
Acquisition of property, plant and equipment	(3)	(50)	(3)	(50)
Proceeds from sale of property, plant and equipment	-	6	-	6
Interest received	2	-	15	15
Dividends received	-	-	-	-
Net cash flows generated from (to) investing activities	(1)	(44)	12	(29)
Cash flows from financing activities				
Proceeds from borrowings	14	-	14	-
Repayment of borrowings and financial lease payments	(38)	(479)	(38)	(479)
Interest paid	-	(89)	-	(97)
Lease payments	(61)	(47)	(59)	(24)
Net cash flows from financing activities	(85)	(615)	(83)	(600)
	(434)	185	(224)	22
Net increase in cash and cash equivalents				
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	674	570	86	51

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 Official List of the NASDAQ OMX Vilnius Stock Exchange.

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

	As of 31 March 2024		As of 31 December 2023	
	Number of shares held	Interest held (%)	Number of shares held	Interest held (%)
UAB SBA grupė	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 31 March 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
		31 March 2024	31 December 2023	
Šatrija AB	Satrijos 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	Tomas Masarik str.13, Mukachev, Ukraine	98.95	98.95	Production of knitted articles
Aboutwear UAB	Laisvės str.3, Vilnius	100.00	100.00	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, 2014 the Non-current assets Buildings group accounting method was changed to the fair value method, as the book value of the Companies' and the Group's Non-current assets Buildings group, which was carried at historical cost, less subsequent accumulated depreciation, had not corresponded with the buildings market value.

4. Consolidation

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

Subsidiaries are consolidated from the date from which effective control is transferred to the Company and cease to be consolidated from the date on which control is transferred out of the Group. All intercompany transactions, balances and unrealised gains and losses on transactions among the Group companies have been eliminated. The equity and net income attributable to non-controlling interests are shown separately in the statement of financial position and the statement of comprehensive income.

5. Financial risk factors

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

Amount of monetary items attributed to net investment amounts to EUR 1.385 million and foreign currency exchange difference related to this amount for the 3 months of 2024 comprises EUR 6 thousand, which is accounted in the Group's consolidated financial statements through other comprehensive income.

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

Foreign currency exchange difference on monetary intems attributed to net investments, EUR	6,192
Foreign currency translation reserve on other items, EUR	33,108
Other comprehensive income EUR, net	39,300

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 3 months of 2024 and for the 3 months of 2023:

of 31 March 2024	Production of knitted articles	Production of functional-technical garments	Eliminations	Total
External sales	2,693	415	-	3,108
Internal sales	-	-	-	-
Total revenue	2,693	415	-	3,108
Gross profit	(340)	(73)	-	(413)
EBITDA	(983)	(190)	-	(1,173)
Profit (loss)	(1,269)	(204)	-	(1,473)

of 31 March 2023	Production of knitted articles	Production of functional-technical garments	Eliminations	Total
External sales	5,355	695	-	6,050
Internal sales	130	-	(130)	-
Total revenue	5,485	695	(130)	6,050
Gross profit	771	144	-	915
EBITDA	(20)	39	-	19
Profit (loss)	(267)	22	-	(245)

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 168 thousand as of 31 March 2024, EUR 121 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 31 March 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	
	2024.03.31	2023.12.31	2024.03.31	2023.12.31
Raw materials	2,019	2,048	1,692	1,713
Work in progress	1,354	1,347	1,354	1,345
Finished goods	842	713	629	684
Goods for resale	3	3	-	-
	4,218	4,111	3,675	3,742
Write-down to net realisable value:				
Opening balance	(1,610)	(1,635)	(1,298)	(1,312)
Change	-	25	-	14
Closing balance	(1,610)	(1,610)	(1,298)	(1,298)
Opening balance	2,608	2,501	2,377	2,444

10. Trade receivables

	Group		Company	
	2024.03.31	2023.12.31	2024.03.31	2023.12.31
Trade receivables, gross	666	1,411	611	1,314
Impairment:				
Opening balance	(26)	(78)	-	(52)
Accrued over the year	-	-	-	-
Written-off	-	52	-	52
Closing balance	(26)	(26)	-	-
	640	1,385	611	1,314

Changes in impairment allowance for doubtful trade receivables as of 31 March 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	
	2024.03.31	2023.12.31	2024.03.31	2023.12.31
Cash at bank and on hand	674	1,108	87	310
	674	1,108	87	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 31 March 2024 and 31 December 2023 were as follows:

	Group		Company	
	2024.03.31	2023.12.31	2024.03.31	2023.12.31
Revaluation surplus	2,605	2,630	2,360	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	1,074	1,035	-	-
Cash flow hedge reserve	(7,618)	(6,190)	(5,722)	(4,544)
	(2,275)	(861)	(1,788)	(588)

13. Borrowings

	Group		Company	
	2024.03.31	2023.12.31	2024.03.31	2023.12.31
Current				
Current portion of non-current bank borrowings	1,416	1,363	1,416	1,363
Other current borrowings	1,634	1,621	1,634	1,621
Non-current				
Borrowings from subsidiaries	-	-	655	647
Borrowings from parent company	601	591	601	591
Non-current borrowings	2,835	2,852	2,835	2,852
Total borrowings	6,486	5,427	7,141	7,074

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 UAB SBA grupė for EUR 532 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%. 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 31 March 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 31 March 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	
	2024.03.31	2023.12.31	2024.03.31	2023.12.31
Accrual for vacation reserve	968	1,016	644	711
Wages, salaries and social security	568	457	403	345
Amounts payable for services and non-current assets	355	401	354	401
Taxes payable, except for income tax	134	205	102	171
Provisions for accrued bonuses	18	36	-	-
Provisions for employee benefits	76	76	49	49
Other liabilities	225	223	14	14
Loan granted by SoDra and Tax authorities	119	132	119	132
	2,463	2,546	1,685	1,823

15. Revenue

	Group		Company	
	January-March		January-March	
	2024	2023	2024	2023
Revenue from sales of goods and services	2,857	5,949	2,451	5,239
Revenue from sales of materials	251	101	160	102
	3,108	6,050	2,611	5,341

16. Cost of sales

	Group		Company	
	January-March		January-March	
	2024	2023	2024	2023
Materials	903	1,487	885	1,481
Wages and salaries and social security	1,946	2,428	1,456	1,854
Other overhead expenses	466	1,040	437	1,155
Depreciation and amortisation	121	111	99	90
Cost of materials sold	85	69	76	71
	3,521	5,135	2,953	4,651

17. Selling general and administrative expenses

	Group		Company	
	January-March		January-March	
	2024	2023	2024	2023
Selling expenses				
Wages and salaries and social security	151	170	136	156
Advertising and marketing costs	44	47	44	47
Other selling expenses	122	188	120	187
	317	405	300	390
General and administrative expenses				
Wages and salaries and social security	228	275	192	192
Communications and consulting services	146	117	133	103
Taxes other than income tax	41	45	16	16
Depreciation and amortization	35	39	32	35
Security	46	43	23	23
Vehicles exploitation expenses	9	24	7	14
Services of financial institutions	10	28	10	27
Premises exploitation expenses	18	15	16	13
Representation expenses	6	9	6	9
Impairment and write-off (reversal) of inventories	4	(1)	-	(1)
Other	78	91	48	58
	621	685	441	489
	938	1,090	741	879

18. Other income and expenses

	Group January-March		Company January-March	
	2024	2023	2024	2023
Gain on disposal of non-current assets	-	5	-	5
Rent income	9	6	6	6
Other income	11	30	3	3
Other income	20	41	9	14
Rent costs	(7)	(9)	(5)	(7)
Other expenses	(1)	(2)	(1)	(2)
Other expenses	(8)	(11)	(6)	(9)

19. Finance costs, net

	Group January-March		Company January-March	
	2024	2023	2024	2023
Foreign exchange gain (loss)	(8)	(15)	-	-
Interest expenses	(132)	(89)	(137)	(97)
Interest income	2	-	15	15
Other finance income	-	1	-	2
	(138)	(103)	(124)	(80)

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-March	
	2024	2023
Profit/ (loss) attributable to the equity holders of the Group	(1 451)	(247)
Weighted average number of shares in issue (thousand)	9 503	9 503
Basic/dilutive earnings per share (in EUR)	(0,15)	(0,03)

21. Subsequent events

There have been no significant subsequent events up to the date of approval of the financial statements that could have a material effect on the financial statements of the Company and the Group