

AB KAUNO TIEKIMAS

**Interim information
for the first quarter of 2009**



AKCINĖ BENDROVĖ "KAUNO TIEKIMAS"

Įmonės kodas 1335 23653, PVM mokėtojo kodas LT 335236515
Palemono g. 171, 52501, Kaunas, telefonas/faksas 473744, el.paštas tiekimas@kaunas.balt.net
A.s. Nr. LT 637011700026467129 AB "Ūkio bankas" banko kodas 70117
Juridinių asmenų registras, tvarkytojas: VĮ Registrų centras

19-05-2009

CONFIRMATION OF RESPONSIBLE PERSONS

We hereby confirm that interim financial statements for the first quarter of 2009 prepared in accordance with International Accounting Standards are true and fairly reflect the assets, liabilities, financial position, profit or loss of the company.

Irena Keblerienė
General Director

Danutė Skučienė
Chief Accountant

Kauno tiekimas AB
BALANCE SHEET

First quarter of 2009

In litas

(reporting period)

(reporting currency and level of its accuracy)

	ASSETS	Note No.	Financial year	Previous financial year
A.	NON-CURRENT ASSETS		12.638.904	10.453.162
I.	INTANGIBLE ASSETS		671	754
I.1.	Development works			
I.2.	Goodwill			
I.3.	Licences and patents			
I.4.	Computer software		671	754
I.5.	Other intangible assets			
II.	TANGIBLE ASSETS		4.602.141	2.416.316
II.1.	Land			
II.2.	Buildings and constructions		2.109.489	2.158.885
II.3.	Plant and equipment		41.153	44.528
II.4.	Vehicles		135.224	148.664
II.5.	Other property, plant and equipment		55.776	64.239
II.6.	Construction in progress			
II.7.	Other tangible assets			
II.8.	Investment assets		2.260.499	0
II.8.1.	Land			
II.8.2.	Buildings			
III.	FINANCIAL ASSETS		8.036.092	8.036.092
III.1.	Investments in subsidiaries and associates			
III.2.	Loans to subsidiaries and associates			
III.3.	Amounts receivable after one year		10.121	10.121
III.4.	Other financial assets		8.025.971	8.025.971
IV.	OTHER NON-CURRENT ASSETS		0	0
IV.1.	Deferred tax assets			
IV.2.	Other non-current assets			
B.	CURRENT ASSETS		132.374.111	130.511.177
I.	INVENTORIES, PREPAYMENTS AND CONTRACTS IN PROGRESS		21.977.822	16.898.619
I.1.	Inventories		3.898.146	1.685.286
I.1.1.	Raw materials and components		2.644	11.896
I.1.2.	Work in progress			
I.1.3.	Finished products			
I.1.4.	Goods for resale		3.895.502	1.673.390
I.2.	Prepayments		18.074.608	15.213.333
I.3.	Contracts in progress		5.068	
II.	AMOUNTS RECEIVABLE WITHIN ONE YEAR		95.946.591	99.497.542
II.1.	Trade amounts receivable		62.815.631	67.285.425
II.2.	Receivables from subsidiaries and associates			
II.3.	Other amounts receivable		33.130.960	32.212.117
III.	OTHER CURRENT ASSETS		14.349.941	14.051.497
III.1.	Current investments		14.184.864	13.901.420
III.2.	Time deposits			
III.3.	Other current assets		165.077	150.077
IV.	CASH AND CASH EQUIVALENTS		99.757	63.519
	TOTAL ASSETS:		145.013.015	140.964.339

	EQUITY AND LIABILITIES	Note No.	Financial year	Previous financial year
C.	EQUITY		8.154.551	11.350.904
I.	CAPITAL		10.180.884	10.180.884
I.1.	Authorised (subscribed)		10.180.884	10.180.884
I.2.	Subscribed uncalled share capital (-)			
I.3.	Share premium			
I.4.	Own shares (-)			
II.	REVALUATION RESERVE (RESULTS)			
III.	RESERVES		1.306.570	1.306.570
III.1.	Legal reserve		388.508	388.508
III.2.	Reserve for acquiring own shares			
III.3.	Other reserves		918.062	918.062
IV.	RETAINED EARNINGS (LOSSES)		-3.332.903	-136.550
IV.1.	Profit (loss) of the reporting year		-3.196.353	-5.472.646
IV.2.	Profit (loss) of the previous year		-136.550	5.336.096
D.	GRANTS AND SUBSIDIES			
E.	AMOUNTS PAYABLE AND LIABILITIES		136.858.464	129.613.435
I.	NON-CURRENT AMOUNTS PAYABLE AND LIABILITIES		10.754.363	10.754.363
I.1.	Financial debts		10.754.363	10.754.363
I.1.1.	Leases and similar obligations			
I.1.2.	To credit institutions		10.754.363	10.754.363
I.1.3.	Other financial debts			
I.2.	Trade amounts payable			
I.3.	Amounts received in advance			
I.4.	Provisions		0	0
I.4.1.	For covering liabilities and demands			
I.4.2.	For pensions and similar obligations			
I.4.3.	Other provisions			
I.5.	Deferred tax liabilities			
I.6.	Other amounts payable and non-current liabilities			
II.	CURRENT AMOUNTS PAYABLE AND LIABILITIES		126.104.101	118.859.072
II.1.	Current portion of non-current debts		1.204.028	1.330.436
II.2.	Financial debts		116.174.302	113.770.561
II.2.1.	To credit institutions		114.173.093	111.328.760
II.2.2.	Other debts		2.001.209	2.441.801
II.3.	Trade amounts payable		6.298.669	1.906.234
II.4.	Amounts received in advance		82.934	234.866
II.5.	Profit tax liabilities			
II.6.	Liabilities related with labour relations		423.718	369.921
II.7.	Provisions			
II.8.	Other amounts payable and current liabilities		1.920.450	1.247.054
	TOTAL EQUITY AND LIABILITIES:		145.013.015	140.964.339

Director General
title of the head of enterprise
administration



(signature)

Irena Keblerienė
(full name)

Kauno tiekimas AB
(enterprise name)

Ident.number 133523653, Palemono st.171, Kaunas
(enterprise identification number, address, other information)

INCOME STATEMENT

First quarter of 2009

in litas

reporting period

to specify – in litas or thousands of litas

No.	ITEMS	Note No.	First quarter of 2009	First quarter of 2008
I.	SALES INCOME		56.116.984	107.573.709
II.	COST OF SALES		50.258.009	96.119.493
III.	GROSS PROFIT (LOSS)		5.858.975	11.454.216
IV.	OPERATING COSTS		6.489.642	7.929.170
IV.1	Sales		5.333.785	6.397.067
IV.2	General and administrative		1.155.857	1.532.103
V.	OPERATING PROFIT (LOSS)		-630.667	3.525.046
VI.	OTHER ACTIVITIES		132	62.627
VI.1.	Income		132	63.390
VI.2.	Expenses			763
VII.	FINANCING AND INVESTING ACTIVITIES		-2.565.818	-3.482.802
VII.1.	Income		797.056	547.299
VII.2.	Expenses		3.362.874	4.030.101
VIII.	PROFIT (LOSS) BEFORE TAX		-3.196.353	104.871
IX.	PROFIT TAX			
X.	NET PROFIT (LOSS)		-3.196.353	104.871

Director General

title of the head of enterprise
administration


(signature)

Irena Keblerienė
(full name)

Kauno tiekimas AB

(enterprise name)

Registr.number 133523653, Palemono st. 171, Kaunas

(enterprise registration number, address, other information)

CASH FLOW STATEMENT

First quarter of 2009

reporting period

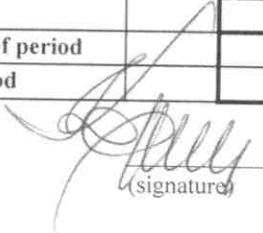
in litas

to specify – in litas or thousands of litas

No.	ITEMS	Note No.	First quarter of 2009	First quarter of 2008
I.	Cash flows from operating activities			
I.1.	Net profit (loss)		-3.196.353	85.728
I.2.	Depreciation and amortization costs		74.756	77.331
I.3.	Decrease (increase) in amounts receivable after one year			
I.4.	Decrease (increase) in inventory		-2.212.860	5.010.693
I.5.	Decrease (increase) in advances received		-2.861.275	62.694
I.6.	Decrease (increase) in contracts in progress		-5.068	
I.7.	Decrease (increase) in trade receivables		4.469.794	43.591.432
I.8.	Decrease (increase) in amounts receivable from subsidiaries and associates			
I.9.	Decrease (increase) in other amounts receivable		-918.843	-18.737.209
I.10.	Decrease (increase) in other current assets		-15.000	14.320
I.11.	Increase (decrease) in non-current payables to suppliers and advances received			
I.12.	Increase (decrease) in current payables to suppliers and advances received		4.240.503	-40.888.854
I.13.	Increase (decrease) in profit tax liability			19.143
I.14.	Increase (decrease) in liabilities connected with labour relations		6.030	39.316
I.15.	Increase (decrease) in provisions			
I.16.	Increase (decrease) in other amounts payable and liabilities		721.163	-416.954
I.17.	Elimination of financing and investing activity results		1.655.265	1.777.448
	Net cash flows from operating activities		1.958.112	-9.364.912
II.	Cash flows from investing activities			
II.1.	Acquisition of non-current assets (excluding investments)		-2.260.499	-9.659
II.2.	Transfer of non-current assets (excluding investments)			70.000
II.3.	Acquisition of long-term investments			
II.4.	Transfer of long-term investments			
II.5.	Loans granted			
II.6.	Loans recovered			
II.7.	Dividends and interest received			547.299
II.8.	Other increase in cash flows from investing activities			
II.9.	Other decrease in cash flows from investing activities			
	Net cash flows from investing activities		-2.260.499	607.640
III.	Cash flows from financing activities			
III.1.	Cash flows related to enterprise owners:		0	0
III.1.1.	Emission of shares			

No.	ITEMS	Note No.	First quarter of 2009	First quarter of 2008
III.1.2.	Owners' contributions against losses			
III.1.3.	Purchase of own shares			
III.1.4.	Dividends paid			
III.2.	Cash flows arising from other financing sources		338.625	8.748.121
III.2.1.	Increase in financial debts		59.047.312	95.390.712
III.2.1.1.	Loans received		59.047.312	95.390.712
III.2.1.2.	Issue of bonds			
III.2.2.	Decrease in financial debts		-59.210.029	-86.534.980
III.2.2.1.	Loans repaid		-56.769.979	-84.745.759
III.2.2.2.	Purchase of bonds			
III.2.2.3.	Interest paid		-2.440.050	-1.789.221
III.2.2.4.	Payments of lease (finance lease) liabilities			
III.2.3.	Increase in other enterprise liabilities			
III.2.4.	Decrease in other enterprise liabilities			
III.2.5.	Other increase in cash flows from financial activities		513.612	
III.2.6.	Other decrease in cash flows from financial items		-12.270	-107.611
	Net cash flows from financing activities		338.625	8.748.121
IV.	Cash flows from extraordinary items		0	0
IV.1.	Increase in cash flows from extraordinary items			
IV.2.	Decrease in cash flows from extraordinary items			
V.	The effects of changes in foreign exchange rates on cash and cash equivalents balance			
VI.	Net increase (decrease) in cash flows		36.238	-9.151
VII.	Cash and cash equivalents at the beginning of period		63.519	309.676
VIII.	Cash and cash equivalents at the end of period		99.757	300.525

Director General
title of the head of enterprise
administration


(signature)

Irena Keblerienė
(full name)

EXPLANATORY NOTES
to Financial Statements for the first quarter of 2009

1. General provisions

The company is a limited liability company. AB Kauno Tiekimas is a legal person which has commercial, production and economic, financial, organisational, and legal independence. Address: Palemono g.171, Kaunas, LT-52501. Administrator's telephone number: (8 37) 37 35 50, General Director's telephone number: (8 37) 47 37 44, telephone/fax: (8 37) 47 37 44, e-mail: tiekimas@kaunas.balt.net. Legal form: public limited liability company. AB Kauno Tiekimas was registered on 26 November 1992, register No 007496, Company code 133523653. The Company website address www.kaunotiekimas.lt.

The Company has one branch. The branch was registered on 8 November 2002. The code of the branch is 235944730. The branch is a structural unit of the Company which is not a legal person. The activities of the branch are regulated by its Statute.

The financial year of the company starts on 1 January and ends on 31 December.

The main activities include commercial activities and services. Commercial activities: wholesale and retail. Services: customs, rent of premises.

The authorised capital of LTL10,180,884 is registered with the Register of Companies. The Company has issued 10,180,884 ordinary registered shares with the nominal value of LTL1 each; the total nominal value of the shares amounts to LTL10,180,884. All the shares are paid up in full. The authorised capital is not intended to be increased by converting or exchanging the issued debt securities or derivatives for shares.

Shareholders whose participation in AB Kauno Tiekimas authorised capital and the number of votes held thereby exceed 5 percent as of 31-03-2009.

Shareholder	Company Register No	Seat address	No of shares		Participation in the authorised capital, %	
			Total	Under the property right	Total	Under the property right
UAB Ūkio Banko Investicinė Grupė	135201099	K.Donelaičio g.60, Kaunas	1015376	507783	9,98	4,99
UAB FMĮ Finbaltus	122020469	Konstitucijos pr.23-660, Vilnius	1015376	507593	9,98	4,99
AB Ūkio bankas	112020136	Maironio g.25, Kaunas	2000000	2000000	19,64	19,64
InCompleks LLC	CP00193203	101 South Spring Street, Suite 220 Little Rock, Arkansasas 72201, JAV	993461	993461	9,76	9,76
UAB Energolinija	135201099	Palemono g. 171, Kaunas	1232000	1232000	12,10	12,10
UAB "ATTENUS"	135654594	K.Donelaičio g.60, Kaunas	2544858	2544858	25,00	25,00
UAB "Sinvita"	234396170	Pramonės pr.4, Kaunas	509000	509000	5,0	5,0

Group of related persons:

Company	Seat address of the company	Company code	No of shares and votes
UAB Ūkio Banko Investicinė Grupė	K.Donelaičio g.60, Kaunas	135201099	507783
UAB FMĮ Finbaltus	Konstitucijos pr.23-660, Vilnius	122020469	507593

Since 31/03/2003, AB Kauno Tiekimas securities have been included to the NASDAQ OMX Vilnius Current List. Securities code: LT0000104879.

Reporting period		Central market and block trading					
From	To	Price LTL			Last session date	Total turnover	
		Max	Min	Last session		Units	LTL
01-01-2009	31-03-2009	0,26	0,20	0,23	2009-03-27	227.174	50.640,09

The Company has entered into a contract for managing securities accounts with UAB FMĮ Finbaltus, Konstitucijos pr.23-660, Vilnius.

2. Accounting policy

The accounting policy of the Company has been consistently applied in the financial statements for the first quarter of 2009. The interim financial statements have been drawn up in pursuance of the International Financial Accounting Standard on Interim Financial Reporting.

The assets, liabilities, revenue, and expenses valuation methods in the financial statements for the first quarter of 2009 remained the same.

This interim financial information for the first quarter period ended 31 March 2009 has been prepared in accordance with IAS 34, "Interim financial reporting". The interim financial report should be read in conjunction with the annual financial statements for the year ended 31 December 2008.

3. Non-current tangible assets

On 8 January 2009 the company board passed a resolution on purchasing real property in Balkan region. In February of 2009 company got investment assets for LTL2,3m.

4. Financial assets

At the end of the reporting period the value of the company's shares quoted at the Stock Exchange is reflected in the Balance Sheet at the fair market value. In the reporting period the share revolution costs amounted to LTL 283,4 thous. At the end of the reporting period the company had current and noncurrent financial assets for LTL22.2m.

5. Business and geographic segments

AB Kauno Tiekimas renders services and carries out retail business in Lithuania, whereas the wholesale business is done outside Lithuania, in Bosnia. A customs post, warehouses, and an IE terminal are located on the territory of the company. The services rendered in Lithuania include the lease of the property owned by the company and the related services. The wholesale trade is taken up by the branch of the company, which supplies hydrate of sodium and bauxites for the alumina factory in Bosnia and sells alumina produced in the said factory.

The sales revenue during the first quarter of 2009 decreased in comparison with the same period in 2008 LTL 51,4m or 47,8 percents. Services revenue during the first quarter, in comparison with first quarter in 2008, decreased 27.8 percents. Trade revenue during the first quarter of 2009, in comparison with same period of 2008, decreased 47,9 percents.

In the reporting period, there were slight changes in the customer geography. In comparison with first quarter of 2008, the sales increased to buyers from Romania and Slovenia. The company has new customers from India, Hungary, Spain and Croatia.

The revenue and results of the business and geographic segments are provided in Tables:

- No 1 Income statement by business segments;
- No 2 Balance Sheet by business segments;
- No 3 Information on geographical segments;

Table No1. **Income statement by business segments**

No	Items	Services		Trade		Total	
		2009 first quarter	2008 first quarter	2009 first quarter	2008 first quarter	2009 first quarter	2008 first quarter
1	2	3	4	5	6	7	8
I.	SALES INCOME	362.152	501.744	55.754.832	107.071.965	56.116.984	107.573.709
II.	COST OF SALES			50.258.009	96.119.493	50.258.009	96.119.493
III.	GROSS PROFIT (LOSS)	362.152	501.744	5.496.823	10.952.472	5.858.975	11.454.216
IV.	OPERATING COSTS	513.716	525.356	5.975.926	7.403.814	6.489.642	7.929.170
V.	OPERATING PROFIT (LOSS)	-151.564	-23.612	-479.103	3.548.658	-630.667	3.525.046
VI.	OTHER ACTIVITIES		63.388	132	-761	132	62.627
VI.1	Income		63.388	132	2	132	63.390
VI.2	Expenses				763		763
VII.	FINANCING AND INVESTING ACTIVITIES	-1.110.641	-493.653	-1.455.177	-2.989.149	-2.565.818	-3.482.802
VII.1	Income	283.448	27	513.608	547.272	797.056	547.299
VII.2	Expenses	1.394.089	493.680	1.968.785	3.536.421	3.362.874	4.030.101
IX.	PROFIT (LOSS) BEFORE TAX	-1.262.205	-453.877	-1.934.148	558.748	-3.196.353	104.871
X.	PROFIT TAX						
XI.	NET PROFIT (LOSS)						

Table No2. Balance Sheet by business segments

No	Items	Services		Trade		Total	
		Firs quarter of 2009	2008	Firs quarter of 2009	2008	First quarter of 2009	2008
I.	ASSETS	27.472.598	24,980,079	117.540.417	115,984,260	145.013.015	140,964,339
I.I	NON-CURRENT	12.558.236	10,359,727	80.668	93,435	12.638.904	10,453,162
I.I.1	Intangible	668	751	3	3	671	754
I.I.2	Tangible	4.521.476	2,322,884	80.665	93,432	4.602.141	2,416,316
I.I.3	Financial	8.036.092	8,036,092			8.036.092	8,036,092
I.I.4	Other						
I.2	CURRENT	14.914.362	14,620,352	117.459.749	115,890,825	132.374.111	130,511,177
II.	LIABILITIES	2.541.923	302,672	134.316.541	129,310,763	136.858.464	129,613,435
II.1	LOMG-TERM LIABILITIES			10.754.363	10,754,363	10.754.363	10,754,363
II.2	SHORT-TERM LIABILITIES	2.541.923	302,672	123.562.178	118,556,400	126.104.101	140,964,339

Table No3. Information on geographic segments

Segments (regions)	Firs quarter of 2009			Firs quarter of 2008		
	Revenue	Expenses	Result of operations	Revenue	Expenses	Result of operations
Lithuania	362 312	514 016	-151 704	502 523	530 535	-28 012
Poland	5 302 422	4 384 654	917 768	1 002 143	968 888	33 255
Switzerland				73 738 425	71 291 484	2 446 941
Bosnia	5 293 065	5 361 470	-68 405	11 588 215	11 203 671	384 544
India	14 197 676	17 149 931	-2 952 255			
Romania	25 110	20 304	4 806	14 364 542	13 887 868	476 674
Slovenia	336 911	277 768	59 143	3 686 686	3 564 347	122 339
Check	315 743	251 217	64 526	891 387	861 807	29 580
Spain	1 141 901	983 191	158 710			
Croatia	894 722	629 354	265 368			
USA	20 914 488	21 623 307	-708 819			
Turkey	706 843	628 385	78 458	395 868	382 731	13 137
Germany	523 755	494 992	28 763			
Austria	2 753 142	2 210 274	542 868	1 260 307	1 218 485	41 822
Hungary	1 384 692	1 011 167	373 525			
Bulgaria	13 047	12 726	321			
Italy	1 951 155	1 194 895	756 260	143 613	138 847	4 766
All enterprises	56 116 984	56 747 651	-630 667	107 573 709	104 048 663	3 525 046

6. Employees

At the end of the previous financial year the Company employed 56 persons. At the end of the first quarter of 2009 the Company employed 50 persons.

7. Related legal persons

Information on transactions with related legal persons (in LTL) is provided in the table below:

Indices	First quarter of 2009	First quarter of 2008	Receivable amount or balance 31-03-2009	Payable amount or balance 31-03-2009
A. Total sales of goods or services, including:				
1. Key shareholders (corporate)	124 968	53 746		
2. Other enterprises	124 968	53 746	30 014	
B. Total purchase of goods or services, including:				
1. Key shareholders (corporate)	69 324	138 535		
2. Other enterprises	69 324	138 535		14 585
C. Total received loans, including:				
1. Key shareholders (corporate)				
2. Other enterprises	59 047 317	95 390 712		114 173 093

8. Financial debts

The company is using a credit line and factoring garanted by a bank. At the end of the reporting period the company owed the bank LTL114.2m. In 2008 a long-term LTL13.3m loan was received for a period of 10 years. At the end of the firs quarter of 2009, the balance of the loan amounted to LTL11.9m.

To secure the long-term loan the company has pledged its non-current assets, all the present and future monetary means of the company with the banks, the shares of other companies held by the company, without the right of claim under contracts.

The loan interest rate was established in line with the market interest rate, which is reviewed every three months and therefore the accounting value of the loans corresponds to its fair value. There were no capitalized borrowing expenses during the accounting period.

9. Basic earnings per share

Basic earnings per share are calculated as follows:

	I quarter of 2009	I quarter of 2008
Net profit (loss) LTL	(3.196.353)	104.871
Number of shares (units)	10,180,884	10,180,884
Profit (loss) per share	- 0,313	0,01

Company has no dilutive potential shares or convertibles. The diluted earnings per share are the same as the basic earnings per share.

Irena Keblerienė
General Director