

**AKCINĖ BENDROVĖ  
LIETUVOS ELEKTRINĖ**

code 110870933, Elektrinės St. 21, Elektrėnai LT-26108, tel. (+370)528-39533, fax. (+370)528-39733

---

**INTERIM FINANCIAL STATEMENTS FOR THE 3<sup>RD</sup> Q 2007**

## **CONTENTS**

|  |   |
|--|---|
| CONFIRMATION OF THE MANAGEMENT .....                         | 3 |
| BALANCE SHEET, 3 <sup>RD</sup> Q 2007 .....                  | 4 |
| INCOME STATEMENT, 3 <sup>RD</sup> Q 2007 .....               | 5 |
| CASH FLOWS STATEMENT, 3 <sup>RD</sup> Q 2007 .....           | 6 |
| STATEMENT OF CHANGES IN EQUITY, 3 <sup>RD</sup> Q 2007 ..... | 7 |
| NOTES TO THE FINANCIAL STATEMENTS .....                      | 8 |

## **CONFIRMATION OF THE MANAGEMENT**

Following Article 22 of the Law on Securities of the Republic of Lithuania and the Rules on Drawing Up and Submission of Periodic and Additional Information approved by the Lithuanian Securities Commission, we, General Director of AB Lietuvos elektrine Pranas Noreika and Chief Financier Rolandas Jankauskas, hereby confirm that to the best of our knowledge this Interim Financial Statement for the nine months ended 30 September 2007 is made in accordance with International Financial Reporting Standards, gives a true and fair view of the financial position, property, liability, profit of the Company.

---

Pranas Noreika  
Director General

---

Rolandas Jankauskas  
Chief Financier

24 October 2007

**BALANCE SHEET, 3<sup>RD</sup> Q 2007**

|                                       | Notes | 30-09-2007<br>(LTL)  | 31-12-2006<br>(LTL)  |
|---------------------------------------|-------|----------------------|----------------------|
| <b>ASSETS</b>                         |       |                      |                      |
| <b>Non-current assets:</b>            |       |                      |                      |
| Non-current tangible assets           | 3.    | 1 356 272 356        | 1 183 942 084        |
| Intangible assets                     | 4.    | 7 820 709            | 102 819 624          |
| Non-current accounts receivable       |       | 1 161 799            | 1 248 458            |
| Deferred taxes                        |       | 241 188              | 241 188              |
| <b>Total non-current assets</b>       |       | <b>1 365 496 051</b> | <b>1 288 251 353</b> |
| <b>Current assets:</b>                |       |                      |                      |
| Inventories                           |       | 25 891 541           | 34 522 218           |
| Accounts receivable and prepayments   |       | 41 699 831           | 26 749 743           |
| Term deposits                         |       | 37 098 482           | -                    |
| Cash and cash equivalents             |       | 74 805 484           | 61 383 567           |
| <b>Total current assets</b>           |       | <b>179 495 338</b>   | <b>122 655 528</b>   |
| <b>TOTAL ASSETS</b>                   |       | <b>1 544 991 389</b> | <b>1 410 906 882</b> |
| <b>EQUITY AND LIABILITIES</b>         |       |                      |                      |
| <b>Equity:</b>                        |       |                      |                      |
| Share capital                         |       | 145 800 689          | 145 800 689          |
| Revaluation reserve                   |       | 668 279 628          | 678 996 602          |
| Legal reserve                         |       | 9 615 437            | 8 363 997            |
| Other reserves                        |       | 78 445 885           | 57 736 702           |
| Retained earnings                     |       | 92 689 670           | 55 592 163           |
| <b>Total equity</b>                   |       | <b>994 831 308</b>   | <b>946 490 152</b>   |
| <b>Grants and subsidies</b>           | 6.    | <b>218 155 782</b>   | <b>206 953 596</b>   |
| <b>Non-current liabilities:</b>       |       |                      |                      |
| Bank loans                            | 7.    | 92 772 900           | 47 923 096           |
| Financial leasing                     |       | 6 696                | 6 696                |
| Deferred profit tax                   |       | 120 007 700          | 122 295 619          |
| <b>Total non-current liabilities</b>  |       | <b>212 787 296</b>   | <b>170 225 441</b>   |
| <b>Current liabilities:</b>           |       |                      |                      |
| Trade and other debts payable         | 8.    | 111 287 229          | 37 641 277           |
| Labour related liabilities            |       | 2 777 111            | 1 937 662            |
| Current year profit tax               |       | 4 217 348            | 4 191 198            |
| Pollution quota liabilities           | 5.    | 925 350              | 43 428 302           |
| Financial lease liabilities           |       | 9 964                | 39 283               |
| <b>Total current assets</b>           |       | <b>119 217 003</b>   | <b>87 237 723</b>    |
| <b>TOTAL EQUITIES AND LIABILITIES</b> |       | <b>1 544 991 389</b> | <b>1 410 906 882</b> |

Pranas Noreika  
Director General

Rolandas Jankauskas  
Chief Financier

## INCOME STATEMENT, 3<sup>RD</sup> Q 2007

|  | Notes      | Q3 2007<br>(LTL)  | Q3 2006<br>(LTL)    |
|--|------------|-------------------|---------------------|
| Income from sales                              | <b>9.</b>  | 195 394 297       | 126 331 774         |
| Costs of sales                                 | <b>10.</b> | (167 634 796)     | (144 852 699)       |
| <b>Gross profit (loss)</b>                     |            | <b>27 759 501</b> | <b>(18 520 924)</b> |
| Operating costs                                | <b>11.</b> | (12 825 871)      | (9 712 240)         |
| Other operating income                         | <b>12.</b> | 42 230 961        | 57 923 737          |
| Other operating costs                          | <b>12.</b> | (1 008 800)       | (1 880 209)         |
| Interest income                                |            | 689 839           | 471 212             |
| <b>Operating profit (loss)</b>                 |            | <b>56 845 630</b> | <b>28 281 577</b>   |
| Financing costs                                | <b>13.</b> | (12 458)          | (366 472)           |
| Effect of change in the currency exchange rate |            | (575 025)         | (583 473)           |
| <b>Profit (loss) before taxes</b>              |            | <b>56 258 147</b> | <b>27 331 631</b>   |
| Profit tax expenses                            |            | (7 916 991)       | (2 734 784)         |
| <b>NET PROFIT (LOSS)</b>                       |            | <b>48 341 156</b> | <b>24 596 847</b>   |
| Profit (loss) per share                        |            | 0.33              | 0.17                |

\_\_\_\_\_  
Pranas Noreika  
Director General

\_\_\_\_\_  
Rolandas Jankauskas  
Chief Financier

**CASH FLOWS STATEMENT, 3<sup>RD</sup> Q 2007**

|   | <b>Q3 2007<br/>(LTL)</b> | <b>Q3 2006<br/>(LTL)</b> |
|---|--------------------------|--------------------------|
| <b>OPERATING ACTIVITIES</b>                                     |                          |                          |
| Cash receipt from customers                                     | 238 180 001              | 207 304 314              |
| Other income  | 19 325 496               | 42 256                   |
| Cash paid to supplier and employees                             | (181 351 083)            | (118 017 576)            |
| Other payments  | (9 618 943)              | (4 712 604)              |
| <b>Cash generated from operations</b>                           | <b>66 535 472</b>        | <b>84 616 390</b>        |
| Income tax paid   | (8 108 911)              | (1 304 168)              |
| Interest paid   | (2 911)                  | (366 472)                |
| <b>Net cash from operating activities</b>                       | <b>58 423 651</b>        | <b>82 945 750</b>        |
| <b>INVESTING ACTIVITIES</b>                                     |                          |                          |
| Acquisition of plant, property and equipment                    | (53 496 631)             | (92 461 640)             |
| Repayment of loans granted                                      | 86 659                   | 62 110                   |
| Interest received   | 689 839                  | 403 076                  |
| Term deposits   | (37 098 482)             | (8 269 071)              |
| <b>Net cash used in investing activities</b>                    | <b>(89 818 614)</b>      | <b>(100 265 525)</b>     |
| <b>FINANCING ACTIVITIES</b>                                     |                          |                          |
| Proceeds from borrowings  | 44 849 804               | -                        |
| Repayments of borrowings  | (29 320)                 | (28 208)                 |
| Dividends paid  | (3 604)                  | (3 370 410)              |
| Grants received   | -                        | 19 259 387               |
| <b>Net cash from financial activities</b>                       | <b>44 816 880</b>        | <b>15 860 769</b>        |
| Effect of foreign exchange rate changes                         | -                        | -                        |
| <b>Net increase (decrease) in cash and cash equivalents</b>     | <b>13 421 917</b>        | <b>(1 459 006)</b>       |
| <b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b> | <b>61 383 567</b>        | <b>14 092 527</b>        |
| <b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>       | <b>74 805 484</b>        | <b>12 633 521</b>        |

Pranas Noreika  
Director General

Rolandas Jankauskas  
Chief Financier

**STATEMENT OF CHANGES IN EQUITY, 3<sup>RD</sup> Q 2007**

|  | <b>Paid up<br/>authorised<br/>capital<br/>(LTL)</b> | <b>Revaluation<br/>reserve of<br/>non-current<br/>tangible<br/>assets<br/>(LTL)</b> | <b>Legal<br/>reserve<br/>(LTL)</b> | <b>Other<br/>reserves<br/>(LTL)</b> | <b>Revaluation<br/>reserve of CO<sub>2</sub><br/>emission rights<br/>(LTL)</b> | <b>Retained<br/>earnings<br/>(LTL)</b> | <b>TOTAL<br/>(LTL)</b> |
|--|---|---|------------------------------------|-------------------------------------|--|--|------------------------|
| <b>Balance of 31 December 2005</b>   | <b>145 800 689</b>                                  | <b>692 623 615</b>  | <b>7 502 505</b>                   | <b>54 091 852</b>                   | <b>98 822 418</b>  | <b>26 447 779</b>                      | <b>1 025 288 857</b>   |
| Net profit (loss) of the period<br>(30 September 2006)   | -   | -   | -                                  | -                                   | -  | 24 596 672                             | 24 596 672             |
| Dividend   | -   | -   | -                                  | -                                   | -  | (4 983 508)                            | (4 983 508)            |
| Formed reserve   | -   | -   | 861 492                            | 6 613 770                           | -  | (7 475 262)                            | -                      |
| Used reserve   | -   | -   | -                                  | (2 349 681)                         | -  | 2 349 681                              | -                      |
| Decrease in the revaluation reserve due to<br>depreciation or writing off of the revaluated<br>assets  | -   | (10 099 181)  | -                                  | -                                   | -  | 10 099 181                             | -                      |
| Decrease in revaluation reserve of unused CO <sub>2</sub><br>emission rights                           | -   | -   | -                                  | -                                   | (30 852 261)   | -                                      | (30 852 261)           |
| <b>Balance of 30 September 2006</b>  | <b>145 800 689</b>                                  | <b>682 524 434</b>  | <b>8 363 997</b>                   | <b>58 355 941</b>                   | <b>67 970 157</b>  | <b>51 034 542</b>                      | <b>1 014 049 760</b>   |
| Net profit (loss) of the reporting period (31<br>December 2006)  | -   | -   | -                                  | -                                   | -  | 410 549                                | 410 549                |
| Used reserve   | -   | -   | -                                  | (619 239)                           | -  | 619 239                                | -                      |
| Decrease in the revaluation reserve due to<br>depreciation and writing off of the revaluated<br>assets | -   | (3 527 833)   | -                                  | -                                   | -  | 3 527 833                              | -                      |
| Decrease in revaluation of unused CO <sub>2</sub> emission<br>rights                                   | -   | -   | -                                  | -                                   | (67 970 157)   | -                                      | (67 970 157)           |
| <b>Balance as of 31 December 2006</b>  | <b>145 800 689</b>                                  | <b>678 996 602</b>  | <b>8 363 997</b>                   | <b>57 736 702</b>                   | <b>-</b>   | <b>55 592 163</b>                      | <b>946 490 152</b>     |
| Net profit (loss) of the reporting period<br>(30 September 2007)                                       | -   | -   | -                                  | -                                   | -  | 48 341 156                             | 48 341 156             |
| Formed reserve   | -   | -   | 1 251 440                          | 23 755 781                          | -  | (25 007 221)                           | -                      |
| Used reserve   | -   | -   | -                                  | (3 046 598)                         | -  | 3 046 598                              | -                      |
| Decrease in the revaluation reserve due to<br>depreciation or writing off of the revaluated<br>assets  | -   | (10 716 974)  | -                                  | -                                   | -  | 10 716 974                             | -                      |
| <b>Balance as of 30 September 2007</b>   | <b>145 800 689</b>                                  | <b>668 279 628</b>  | <b>9 615 437</b>                   | <b>78 445 885</b>                   | <b>-</b>   | <b>92 689 670</b>                      | <b>994 831 308</b>     |

Pranas Noreika  
Director General

Rolandas Jankauskas  
Chief Financier

## NOTES TO THE FINANCIAL STATEMENTS

30 September 2007

### 1. General information

Acting in accordance with the Law on Reorganization of the Public Special-Purpose Company "Lietuvos Energija" No VIII – 1693 of 18 May 2000, "Lietuvos Energija" underwent reorganization by way of company splitting, i.e. a portion of assets, rights and obligations was separated from "Lietuvos Energija" and new companies were established on that basis, including public company "Lietuvos elektrinė", public company "Mažeikių Elektrinė", public company "Rytų Skirstomieji Tinklai" and public company "Vakarų Skirstomieji Tinklai".

The public company "Lietuvos elektrinė" was registered with the Ministry of Economy on 31 December 2001 in accordance with the Law on Register of Enterprises of the Republic of Lithuania:

- Company registration No. – BĮ 01-249;
- Company code – 110870933;
- VAT payer's code – LT108709314;
- Policyholder registration in the Social Insurance Fund–No. 853488;
- Registered office: Elektrinės St. 21, Elektrėnai, Republic of Lithuania;
- The authorized capital of the Company is LTL 145 800 689;
- The company aims to ensure reliable and efficient supply, transmission and distribution of electricity and thermal energy of high quality.

The prices of the power energy supplied by the Company are regulated by the State Price and Energy Control Commission. For 2007 the Commission established the purchase price for the electric energy generated by the Company in which the production of electric energy is required to ensure the reserves of the energy system at 19.00 ct/kWh (excl. VAT).

The financial year of the Company is the calendar year. The anticipated duration of the commercial - economic activity is unlimited.

The Company is a member of the Lithuanian Electricity Association and an active participant in the activities of the Association representing the common interest of the European electricity sector (EUROELECTRIC).

As of 30 September 2007 the Company had 672 employees (on 31 December 2006 – 688 employees).

The financial statements presented have been drawn up in the national Lithuanian currency – litas (LTL).

### 2. Accounting policy

These financial statements have been prepared in accordance with the International Financial Reporting Standards (IFRS), approved by the International Accounting Standards Board (IASB) and the and the International Reporting interpretations Committee of the International Accounting Standards Board (IFRIC) that are related to the operations of the Company and are effective starting from the accounting period that commenced on 1 January 2005.

These financial statements have been prepared on the basis of the modified principle of the acquisition value (due to revaluation of non-current assets, greenhouse gas emissions permits, and the related State grants, and the measurement of certain financial instruments at fair value). Starting from 1 January 2004 (transition to IFRS) the fair value of non-current assets is considered to represent deemed cost.

Accounting policy was not changed during the interim accounting period. Interim financial accountability is prepared in accordance the same accounting policy as annual financial accountability. Accounting policy is more described in the notes to the financial statements for the year ended 31 December 2006.



### 3. Tangible assets

|  | Buildings and constructions (LTL) | Machinery and equipment (LTL) | Vehicles (LTL)   | Other property, plant and equipment (LTL) | Construction in progress (LTL) | Total (LTL)          |
|--|-----------------------------------|-------------------------------|------------------|---|--------------------------------|----------------------|
| <b>Deemed cost</b>                                       |                                   |                               |                  |   |                                |                      |
| 31 December 2006   | 217 407 887                       | 1 132 675 525                 | 2 669 394        | 191 052 938                               | 3 159 458                      | 1 546 965 203        |
| Change of the financial year:                            |                                   |                               |                  |   |                                |                      |
| - acquisitions   | -                                 | 191 267 718                   | 25 860           | 529 510                                   | -                              | 191 823 088          |
| - disposals and write-offs (-)                           | -                                 | (192 705)                     | -                | (83 760)                                  | -                              | (276 464)            |
| <b>30 September 2007</b>                                 | <b>217 407 887</b>                | <b>1 323 750 538</b>          | <b>2 695 254</b> | <b>191 498 689</b>                        | <b>3 159 458</b>               | <b>1 738 511 826</b> |
| <b>Depreciation</b>                                      |                                   |                               |                  |   |                                |                      |
| 31 December 2006   | 50 440 219                        | 263 043 147                   | 1 636 221        | 47 903 532                                | -                              | 363 023 119          |
| Change of the financial year:                            |                                   |                               |                  |   |                                |                      |
| - depreciation in the financial year                     | 2 275 962                         | 13 897 016                    | 118 252          | 3 193 052                                 | -                              | 19 484 282           |
| - depreciation of transferred and written—off assets (-) | -                                 | (192 612)                     | -                | (75 319)                                  | -                              | (267 931)            |
| <b>30 September 2007</b>                                 | <b>52 716 181</b>                 | <b>276 747 551</b>            | <b>1 754 474</b> | <b>51 021 265</b>                         | <b>-</b>                       | <b>382 239 471</b>   |
| <b>Residual value</b>                                    |                                   |                               |                  |   |                                |                      |
| <b>31 December 2006</b>                                  | <b>166 967 668</b>                | <b>869 632 378</b>            | <b>1 033 172</b> | <b>143 149 406</b>                        | <b>3 159 458</b>               | <b>1 183 942 084</b> |
| <b>Residual value</b>                                    |                                   |                               |                  |   |                                |                      |
| <b>30 September 2007</b>                                 | <b>164 691 706</b>                | <b>1 047 002 988</b>          | <b>940 780</b>   | <b>140 477 424</b>                        | <b>3 159 458</b>               | <b>1 356 272 356</b> |

All non-current assets of the Company are held for own use. The depreciation costs adjusted for the used part of the grant are accounted as cost and other operating costs (Notes 6, 10, 12).

### 4. Intangible assets

|   | Software (LTL) | Greenhouse gas emissions permits (Note 5) (LTL) | Other intangible assets (LTL) | Total (LTL)        |
|---|----------------|---|-------------------------------|--------------------|
| <b>Acquisition cost</b>                                     |                |   |                               |                    |
| 31 December 2006  | 365 619        | 99 813 766                                      | 2 968 844                     | 103 148 229        |
| Change in the financial year:                               |                |   |                               |                    |
| - acquisition of assets                                     | 46 178         | 49 634 105                                      | 3 471 886                     | 53 152 169         |
| - transferred and written-off (-)                           | -              | (43 372 793)                                    | -                             | (43 372 793)       |
| - impairment of the unused greenhouse gas emissions permits | -              | (104 765 509)                                   | -                             | (104 765 509)      |
| <b>30 September 2007</b>                                    | <b>411 797</b> | <b>1 309 569</b>                                | <b>6 440 731</b>              | <b>8 162 096</b>   |
| <b>Amortization</b>   |                |   |                               |                    |
| 31 December 2006  | 328 605        | -   | -                             | 328 605            |
| Change in the financial year:                               |                |   |                               |                    |
| - amortization in the financial year                        | 12 782         | -   | -                             | 12 782             |
| - amortization of transferred ad written-off assets (-)     | -              | -   | -                             | -                  |
| <b>30 September 2007</b>                                    | <b>341 387</b> | <b>-</b>  | <b>-</b>                      | <b>341 387</b>     |
| <b>Residual value</b>                                       |                |   |                               |                    |
| <b>31 December 2006</b>                                     | <b>37 014</b>  | <b>99 813 766</b>                               | <b>2 968 844</b>              | <b>102 819 624</b> |
| <b>Residual value</b>                                       |                |   |                               |                    |
| <b>30 September 2007</b>                                    | <b>70 410</b>  | <b>1 309 569</b>                                | <b>6 440 731</b>              | <b>7 820 709</b>   |

Amortization costs are accounted as cost.

## 5. Greenhouse gas emission permits

On 30 September 2007 the greenhouse gas emission allowances were accounted as follows:

|   | <b>Greenhouse gas<br/>emission<br/>allowances<br/>(Note 4)<br/>(LTL)</b> | <b>State grants<br/>(Note 6)<br/>(LTL)</b> | <b>Provisions for<br/>unused gas<br/>emission<br/>allowances<br/>(LTL)</b> |
|---|--|--|--|
| <b>31 December 2006</b>                       | <b>99 813 766</b>  | <b>56 385 464</b>                          | <b>43 428 302</b>  |
| State grant received at fair value            | 49 634 105   | 49 634 105                                 | -  |
| Approved emissions                            | (43 372 793)   | 55 509                                     | (43 428 302)   |
| Impairment of greenhouse gas emission permits | (104 765 509)  | (104 765 509)                              | -  |
| Provisions for used gas emission allowances   | -  | (925 350)                                  | 925 350  |
| <b>30 September 2007</b>                      | <b>1 309 569</b>   | <b>384 218</b>                             | <b>925 350</b>   |

## 6. Grants and subsidies

Balance of grants as of 30 September 2007 and the use during the year:

|  | <b>Assets-related<br/>grants (fuel<br/>incineration<br/>plant and other<br/>property)<br/>(LTL)</b> | <b>Assets-related<br/>grants<br/>(Renovation,<br/>environmental and<br/>safety standards<br/>enhancement<br/>project)<br/>(Lt)</b> | <b>Grants for<br/>greenhouse gas<br/>emission<br/>allowances<br/>(LTL)</b> | <b>Total<br/>(LTL)</b> |
|--|---|--|--|------------------------|
| <b>Balance of grants as of 31<br/>December 2005</b>  | <b>2 864 402</b>  | <b>39 866 000</b>  | <b>64 978 063</b>  | <b>107 708 465</b>     |
| Depreciation of non-current<br>assets (Note 3)       | (373 698)   | -  | -  | <b>(373 698)</b>       |
| Grants received                                      | 14 477  | 108 196 951  | 162 000 205  | <b>270 211 633</b>     |
| Impairment of greenhouse gas<br>emission allowances  | -   | -  | (127 156 709)  | <b>(127 156 709)</b>   |
| Greenhouse gas emission<br>allowances used           | -   | -  | (43 436 095)   | <b>(43 436 095)</b>    |
| <b>Balance of grants as of 31<br/>December 2006</b>  | <b>2 505 181</b>  | <b>148 062 951</b>   | <b>56 385 464</b>  | <b>206 953 596</b>     |
| Depreciation of non-current<br>assets (Note 3)       | (280 575)   | -  | -  | <b>(280 575)</b>       |
| Grants received                                      | -   | 67 484 006   | 49 634 105   | <b>117 118 111</b>     |
| Impairment of greenhouse gas<br>emission allowances  | -   | -  | (104 765 509)  | <b>(104 765 509)</b>   |
| Greenhouse gas emission<br>allowances used           | -   | -  | (869 841)  | <b>(869 841)</b>       |
| <b>Balance of grants as of 30<br/>September 2007</b> | <b>2 224 606</b>  | <b>215 546 958</b>   | <b>384 218</b>   | <b>218 155 782</b>     |

During first nine months of 2007, the assets-related grants (fuel incineration plant and other assets) decreased by LTL 280 575, for the amount of the depreciation of non-current assets (2006 – LTL 373 698). This amount decreased the cost of depreciation of non-current assets in the income statement.

During first nine months of 2007 the Company from the State enterprise Ignalina Nuclear Power Plant decommissioning fund had no receipts (2006 - LTL 19 259 386). The funds are intended for co-financing of the renovation, environmental and safety standards enhancement project. As of 30 September 2007, all funds were used.

Per first nine months of 2007 from the International Ignalina Decommissioning Support Fund received LTL 67 484 006 (2006 – LTL 88 937 565). The funds will be used for co-financing of the project of the removal of sulphuric oxides from smoke and the solid particles collection plant. As of 30 September 2007, all funds were used.

## 7. Bank loans

As of 30 September 2007 the loans from banks were as follows:

|   | <b>30-09-2007</b><br><b>(LTL)</b> | <b>31-12-2006</b><br><b>(LTL)</b> |
|---|-----------------------------------|-----------------------------------|
| AB bankas "DnB Nord", EUR, repayable by 01-05-2013  | 12 999 792                        | 12 999 792                        |
| Syndicated loan (AB bankas "Hansabankas", AB "SEB Vilniaus bankas", Nordea Bank Finland Plc Lithuanian branch, AB bankas "DnB Nord"), Lt, repayable by 09-11-2020 | 79 773 108                        | 34 923 304                        |
| <b>Total:</b>   | <b>92 772 800</b>                 | <b>47 923 096</b>                 |

## 8. Trade and other payables

As of 30 September 2007, trade and other amounts payable were as follows:

|  | <b>30-09-2007</b><br><b>(LTL)</b> | <b>31-12-2006</b><br><b>(LTL)</b> |
|--|-----------------------------------|-----------------------------------|
| Debts to suppliers for construction works and investment | 94 553 237                        | 20 192 722                        |
| Debts to suppliers for fuel                              | 12 265 720                        | 8 820 749                         |
| Tax payable (except corporate income tax)                | 1 627 076                         | 1 166 321                         |
| Debts to suppliers for repair works                      | 1 021 860                         | 2 609 076                         |
| Outstanding dividends                                    | 886 185                           | 886 655                           |
| Other debts for services                                 | 664 490                           | 1 473 461                         |
| Debts to suppliers for inventories                       | 209 286                           | 1 314 254                         |
| Advance payments received                                | 7 017                             | 1 107 281                         |
| Other  | 52 357                            | 70 758                            |
| <b>Total:</b>  | <b>111 287 229</b>                | <b>37 641 277</b>                 |

## 9. Sales

Sales for the first nine months ended on 30 September were:

|                           | <b>30-09-2007</b><br><b>(LTL)</b> | <b>30-09-2006</b><br><b>(LTL)</b> |
|---------------------------|-----------------------------------|-----------------------------------|
| Production of electricity | 125 127 973                       | 77 974 753                        |
| Cold capacity reserve     | 55 454 085                        | 35 454 085                        |
| Heat energy               | 8 833 539                         | 6 924 236                         |
| Warm reserve              | 5 978 700                         | 5 978 700                         |
| <b>Total:</b>             | <b>195 394 297</b>                | <b>126 331 774</b>                |

## 10. Costs

Costs for the first nine months ended on 30 September were:

|                                     | <b>30-09-2007</b>  | <b>30-09-2006</b>  |
|-------------------------------------|--------------------|--------------------|
|                                     | <b>(LTL)</b>       | <b>(LTL)</b>       |
| Gas                                 | 107 588 247        | 82 003 388         |
| Depreciation and amortization costs | 19 205 239         | 19 192 732         |
| Wages and social insurance          | 18 403 159         | 16 061 076         |
| Orimulsion                          | 9 831 299          | 9 212 068          |
| Repair                              | 5 012 604          | 9 177 037          |
| Materials                           | 3 744 707          | 6 694 537          |
| Balancing electric energy           | 1 598 230          | 509 955            |
| Boiler fuel                         | 1 023 031          | 1 243 389          |
| Other                               | 1 228 282          | 758 518            |
| <b>Total:</b>                       | <b>167 634 796</b> | <b>144 852 699</b> |

## 11. Operating costs

Operating costs for the first nine months ended on 30 September were:

|   | <b>30-09-2007</b> | <b>30-09-2006</b> |
|---|-------------------|-------------------|
|   | <b>(LTL)</b>      | <b>(LTL)</b>      |
| Payouts according to collective agreement | 3 852 300         | 2 349 681         |
| Salaries and social insurance             | 3 005 773         | 2 700 237         |
| Pollution tax                             | 1 051 763         | 776 575           |
| Land lease charge                         | 567 000           | 570 400           |
| Property security costs                   | 455 522           | 414 365           |
| Immovable property tax                    | 375 948           | 514 980           |
| Business trips                            | 374 117           | 252 816           |
| Insurance costs                           | 338 162           | 167 632           |
| Value-added tax                           | 327 735           | 21 382            |
| Public utilities                          | 262 472           | 92 737            |
| Repairs                                   | 255 651           | 224 512           |
| Communications and postal services        | 174 459           | 208 114           |
| Check-ups and servicing                   | 149 038           | 107 051           |
| Provisions for amounts receivable         | (183 565)         | (183 813)         |
| Other                                     | 1 819 495         | 1 495 569         |
| <b>Total:</b>                             | <b>12 825 871</b> | <b>9 712 240</b>  |

## 12. Other operating income and costs

Other operating income and costs for the first nine months ended on 30 September were:

|  | <b>30-09-2007</b> | <b>30-09-2006</b> |
|--|-------------------|-------------------|
|  | <b>(LTL)</b>      | <b>(LTL)</b>      |
| <b>Other operating income</b>                        |                   |                   |
| Profit from transfer of gas emissions permits        | 21 191 560        | 56 335 022        |
| Income from custody of material resources            | 1 018 337         | 1 019 408         |
| Dispenser servicing income                           | 126 166           | 261 917           |
| Lease income   | 98 720            | 91 318            |
| Other income   | 470 681           | 173 817           |
| Fines and late interest                              | 19 325 496        | 42 256            |
|  | <b>42 230 961</b> | <b>57 923 737</b> |
| <b>Other operating costs</b>                         |                   |                   |
| Costs of sale of greenhouse gas emissions allowances | 19 390            | 653 130           |
| Costs of custody of material resources               | 892 776           | 1 041 492         |
| Dispenser servicing costs                            | 71 220            | 170 610           |
| Other costs  | 25 414            | 14 977            |
|  | <b>1 008 800</b>  | <b>1 880 209</b>  |

## 13. Financing costs

Financing costs for the first nine months ended on 30 September were:

|                                  | <b>30-09-2007</b>    | <b>30-09-2006</b>     |
|----------------------------------|----------------------|-----------------------|
|                                  | <b>(LTL)</b>         | <b>(LTL)</b>          |
| Interest costs                   | 2 764 688            | 350 353               |
| Other financing costs            | 9 547                | 352 470               |
|                                  | <u>2 774 236</u>     | <u>702 824</u>        |
| Less: capitalized interest costs | <u>(2 761 778)</u>   | <u>(336 352)</u>      |
| <b>Total:</b>                    | <b><u>12 458</u></b> | <b><u>366 472</u></b> |

\_\_\_\_\_  
Pranas Noreika  
Director General

\_\_\_\_\_  
Rolandas Jankauskas  
Chief Financier