



AS EKSPRESS GRUPP
CONSOLIDATED INTERIM REPORT
FOR THE FOURTH QUARTER AND TWELVE MONTHS OF
2009

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GENERAL INFORMATION

Beginning of the financial year	1 January 2009
End of the financial year	31 December 2009
Name of the Company	AS Ekspress Grupp
Registration number	10004677
Address	Narva mnt.11 E, 10151 Tallinn
Phone no.	+372 669 8181
Fax no.	+372 669 8081
Main field of activity	Publishing and related services
CEO	Gunnar Kobin
Auditor	AS PricewaterhouseCoopers

Management Board's confirmation of the interim management report

The Management Board confirms that the management report of AS Ekspress Grupp presented on pages 5 to 22 presents a true and fair view of all significant events that occurred during the reporting period as well as their impact on the condensed consolidated interim financial statement; includes the description of major risks and uncertainties, and provides an overview of all significant transactions with related parties.

Gunnar Kobin	Chairman of the Management Board.. signed digitally.....	26 February 2010
Erle Oolup	Member of the Management Board 	26 February 2010
Andre Veskimeister	Member of the Management Board 	26 February 2010

STATEMENT OF THE CHAIRMAN

The year 2009 has been one of the most difficult years for Ekspress Grupp ever. Because of global and local economic crises, the advertising revenue in some segments declined over 40% as compared to 2008. The overall sales (excluding Ekspress Hotline which was sold) dropped by 22%. Still, the company was able to reduce costs – cutting labour costs, merging subsidiaries and reducing the number of printed pages.

The results for 2009 were also affected by extraordinary costs. In the 4th quarter, the goodwill of Delfi was written off by EEK 91.4 million (EUR 5.8 million). We also wrote off EEK 9.1 million (EUR 0.6 million) of accounts receivable and paid EEK 5.3 million (EUR 0.34 million) as layoff compensation to employees.

It has been the deliberate policy of the management to have a very conservative approach regarding the value of the company's assets. Our main aim has been to restructure the company to guarantee long term liquidity and profitability. Without extraordinary items, the gross profit of the company in 2009 was EEK 7 million (EUR 0.5 million).

The Company is highly leveraged and the cash flow position was rather critical throughout the year. We reached a longer term solution in early 2010 when we signed a syndicate loans restructuring agreement with the lenders and completed an exit from two non strategic segments (information services and book sales).

MANAGEMENT REPORT

The following report presents the financial results of Ekspress Grupp for the 4th quarter of 2009 and twelve months of 2009, related market developments and management decisions.

Key financial results for Jan - Dec 2009

(thousand)	EEK		EUR		Change %
	2009	2008	2009	2008	
Sales revenue	983 530	1 254 851	62 859	80 200	-21,6%
Gross profit	165 740	302 205	10 593	19 314	-45,2%
EBITDA	51 506	171 409	3 292	10 955	-69,9%
EBIT	(98 743)	112 354	(6 311)	7 181	-187,9%
Net profit	(189 013)	45 982	(12 080)	2 939	-511,0%

Key financial results for Oct – Dec 2009

(thousand)	EEK		EUR		Change %
	2009	2008	2009	2008	
Sales revenue	266 947	344 705	17 061	22 031	-21,6%
Gross profit	52 142	80 666	3 332	5 155	-45,2%
EBITDA	17 857	39 645	1 141	2 534	-55,0%
EBIT	(88 159)	26 216	(5 634)	1 676	-25,1%
Net profit	(108 955)	1 653	(6 963)	106	-113,3%

Highlights for October – December 2009Management

- In December 2009, Sven Nuutmann was appointed as Chairman and CEO of Delfi Group.

Financial

- In October 2009, the Estonian Competition Authority authorised the sale of AS Ekspress Hotline. In the 3rd quarter, we already wrote off the goodwill of Ekspress Hotline in the amount of EEK 35.2 million (EUR 2.2 million). In the 4th quarter, we renegotiated a new transaction structure with the buyer and agreed that the buyer will not pay part of the price in 5 years as discussed earlier, but immediately. We discounted the future cash flows and the final value of the transaction was EEK EUR 75.2 million (EUR 4.8 million).
- The sales in the 4th quarter were significantly lower than in the same period of 2008.
- In October 2009, the management started discussions with a bank syndicate to restructure the debt of Ekspress Grupp. The agreement was reached and signed in February 2010. The loans have longer maturities and the principal payments of the loan and leases of AS Printall are reduced in 2010 and 2011.

Overview of segments

The company has been operating and reporting the following segments:

- Online media
- Publishing (newspapers, magazines and books)
- Information services

- Printing services
- Book sales (retail and wholesale)

With the sale of Ekspress Hotline and Rahva Raamat, the company will exit the segments of information services and book sales. Those segments will not appear in future reports. In the current report, we report the financial data for those segments but will not discuss the market trends.

Key segment data Jan-Dec / 2008-2009

Revenue

(thousand)	EEK		EUR		Change %
	2009	2008	2009	2008	
Online media	118 292	162 484	7 560	10 385	-27,2%
Publishing	396 258	553 205	25 326	35 356	-28,4%
Printing services	355 125	422 997	22 697	27 034	-16,0%
Book sales	188 575	207 790	12 052	13 280	-9,2%
Other segments	2 276	2 552	145	163	-11,0%
Intersegment eliminations	(76 997)	(94 177)	(4 921)	(6 019)	18,2%
TOTAL	983 529	1 254 851	62 859	80 200	-21,6%

EBITDA MARGIN

Online media	-5,8%	18,3%
Publishing	2,6%	10,7%
Printing services	16,8%	20,9%
Book sales	1,8%	3,5%
Unallocated	-635,5%	-375,0%
Intersegment eliminations	0,6%	3,7%
TOTAL	5,2%	13,7%

Key segment data Oct-Dec / 2008-2009

Revenue

(thousand)	EEK		EUR		Change %
	2009	2008	2009	2008	
Online media	31 774	40 964	2 031	2 618	-22,4%
Publishing	98 651	143 495	6 305	9 171	-31,3%
Printing services	95 548	116 057	6 107	7 417	-17,7%
Book sales	63 112	69 525	4 034	4 443	-9,2%
Unallocated	409	697	26	45	-42,2%
Intersegment eliminations	(22 547)	(26 033)	(1 441)	(1 664)	13,4%
TOTAL	266 947	344 705	17 061	22 031	-22,6%

EBITDA MARGIN

Online media	-0,8%	11,8%
Publishing	4,6%	9,8%
Printing services	15,8%	17,5%
Book sales	5,6%	4,9%
Unallocated	-1332,5%	-410,0%
Intersegment eliminations	-1,9%	0,1%
TOTAL	6,7%	11,5%

Online media segment

Online media segment includes Delfi operations in Estonia, Latvia, Lithuania and Ukraine. It also includes online operations of Eesti Päevalehe AS, Eesti Ajalehed AS (Maaleht and Eesti Ekspress), AS SL Õhtuleht.

Online media segment key financial results Jan-Dec / 2008-2009

Revenue

(thousand)	EEK		EUR		Change %
	2009	2008	2009	2008	
Delfi Estonia	34 533	45 502	2 207	2 908	-24,1%
Delfi Latvia	28 036	46 441	1 792	2 968	-39,6%
Delfi Lithuania	45 091	55 455	2 882	3 544	-18,7%
Delfi Ukraine	42	16	3	1	200,0%
Other	10 590	15 070	676	964	-29,9%
TOTAL	118 292	162 484	7 560	10 385	-27,2%

* Inter-segment revenue is eliminated

EBITDA

(thousand)	EEK		EUR		Change %
	2009	2008	2009	2008	
Delfi Estonia	(5 297)	(438)	(339)	(28)	-1110,7%
Delfi Latvia	3 312	19 381	212	1 239	-82,9%
Delfi Lithuania	8 040	18 523	514	1 184	-56,6%
Delfi Ukraine	(3 775)	(1 296)	(241)	(83)	-190,4%
Other	(9 183)	(6 445)	(587)	(412)	-42,5%
TOTAL	(6 903)	29 725	(441)	1 900	-123,2%

Online media segment key financial results Oct-Dec / 2008-2009

Revenue

(thousand)	EEK		EUR		Change %
	2009	2008	2009	2008	
Delfi Estonia	9 059	11 208	579	716	-19,1%
Delfi Latvia	6 584	11 468	421	733	-42,6%
Delfi Lithuania	13 077	14 257	836	911	-8,2%
Delfi Ukraine	16	15	1	1	0,0%
Other	3 038	4 016	194	257	-24,5%
TOTAL	31 774	40 964	2 031	2 618	-22,4%

* Inter-segment revenue is eliminated

EBITDA

(thousand)	EEK		EUR		Change %
	2009	2008	2009	2008	
Delfi Estonia	(1 519)	(1 944)	(97)	(124)	21,8%
Delfi Latvia	487	3 412	31	218	-85,8%
Delfi Lithuania	5 189	4 712	332	301	10,3%
Delfi Ukraine	(1 600)	69	(102)	4	-2650,0%
Other	(2 811)	(1 415)	(180)	(90)	-100,0%
TOTAL	(254)	4 834	(16)	309	-105,2%

List of news portals owned by Ekspress Group

Owner	Site
Delfi Estonia	www.delfi.ee
	rus.delfi.ee
Delfi Latvia	www.delfi.lv
	rus.delfi.lv
Delfi Lithuania	www.delfi.lt
	www.klubas.lt
	ru.delfi.lt
Delfi Ukraine	www.delfi.ua
Eesti Ajalehed AS	www.ekspress.ee
	www.maaleht.ee
AS SL Õhtuleht	www.ohtuleht.ee
AS Eesti Päevaleht	www.epl.ee

In 2009, the total number of unique users of Ekspress Grupp web sites reached 3.4 million per month. This is 28% more than in December 2008. In the Baltic States, the total number of unique users in December 2009 was 3.01 million. Delfi.ua (814%) and Maaleht.ee (197%) experienced the largest growth.

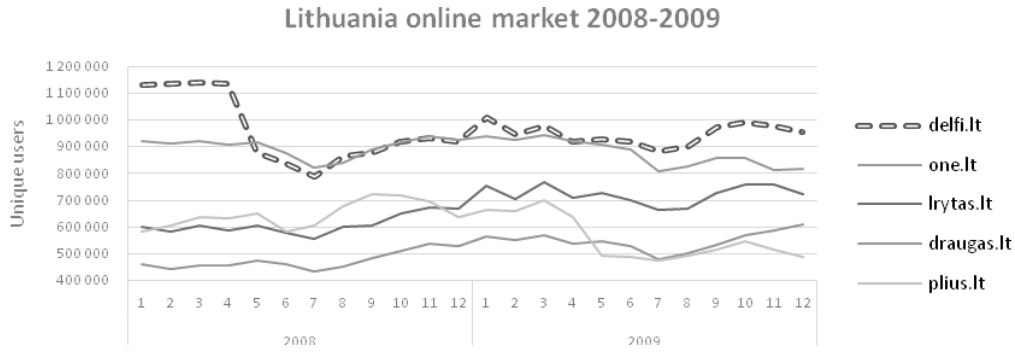
To save costs, we merged the car portals in all Baltic States and the real estate portal www.ekspresskinnisvara.ee with Delfi organisation by the end of 2009.

In October, we launched a Russian language site <http://poleznoe.delfi.ee> in Estonia and a similar site <http://poleznoe.delfi.ua> in Ukraine. In the 4th quarter, we started to broadcast Russian language video news in Delfi and launched a co-operation project with TV3 to encourage the general public to send in their video clips. In Lithuania, we signed co-operation agreements with the basketball club Žalgiris and with the Lithuanian football league.

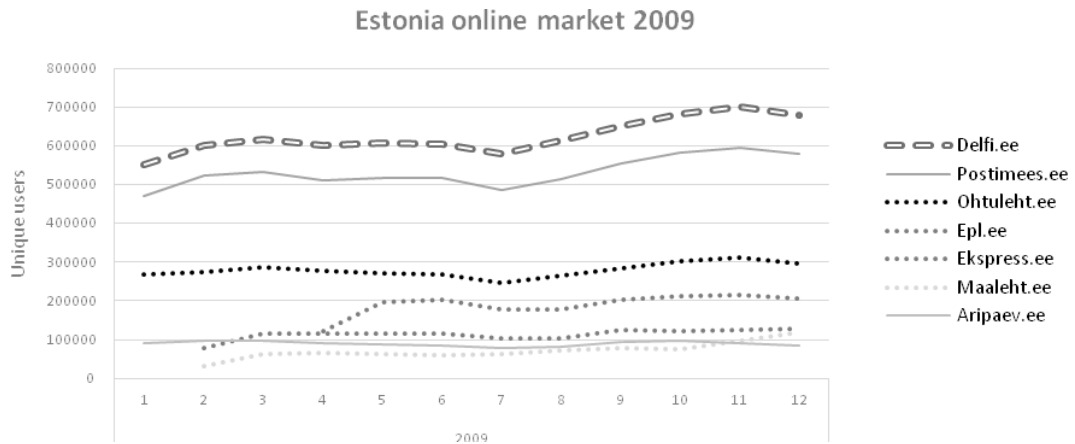
In November, Delfi celebrated its 10th anniversary. As part of the celebrations, Delfi arranged a five week Delfi display in shopping malls, which were visited by ca 500 000 people.

In December, we fully integrated www.ekspress.ee with Delfi technological platform.

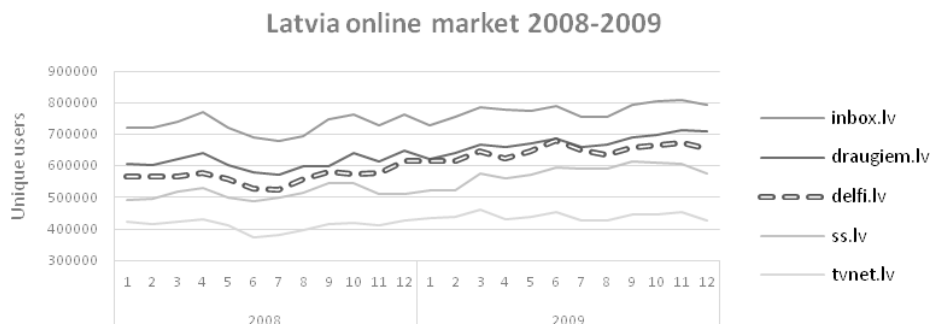
At the end of December, SL Õhtuleht closed the portal www.topgirl.ee.



In Lithuania, Delfi is the most visited web site. In 2009, there was a further increase by 4% and the total number of monthly unique users reached 954 819 people.



In Estonia, Delfi is the most visited web site and in 2009, the number of unique users still increased by 24%. By the end of 2009, Delfi had 678 121 monthly unique users in Estonia.



In Latvia, Delfi is the third largest web site by the number of visitors but the largest newsportal. In 2009, the number of unique users increased by 6%. By the end of 2009, Delfi had 653 743 monthly unique users in Latvia.



While small in relative terms, Ukraine's internet media market is growing fast and exhibits some of the largest growth opportunities ahead. Most of the traffic is concentrated in the capital, Kyiv. The upside potential for the Internet is big.

Publishing segment

The publishing segment includes newspaper and magazine publishing of Eesti Päevalehe AS, Eesti Ajalehed AS (Maaleht and Eesti Ekspress), AS SL Õhtuleht, AS Linnaleht, UAB Express Leidyba and AS Ajakirjade Kirjastus.

All newspaper and magazine publishing units (except AS Linnaleht) of Ekspress Grupp also publish books.

Publishing segment key financial results Jan-Dec / 2008-2009

Revenue

(thousand)	EEK		EUR		Change %
	2009	2008	2009	2008	
Eesti Päevalehe AS	62 724	82 485	4 009	5 272	-24,0%
Eesti Ajalehed AS	88 043	129 469	5 627	8 275	-32,0%
AS Maaleht	36 509	56 807	2 333	3 631	-35,7%
SL Õhtuleht AS	57 101	71 250	3 649	4 554	-19,9%
AS Ajakirjade Kirjastus	74 679	110 072	4 773	7 035	-32,2%
UAB Ekspress Leidyba	55 216	80 529	3 529	5 147	-31,4%
AS Express Post	21 986	22 593	1 406	1 442	-2,5%
TOTAL	396 258	553 205	25 326	35 356	-28,4%

EBITDA					
(thousand)	EEK		EUR		Change %
	2009	2008	2009	2008	
Eesti Päevalehe AS	6 552	10 511	419	672	-37,6%
Eesti Ajalehed AS	3 232	27 203	207	1 739	-88,1%
AS Maaleht	(531)	5 744	(34)	367	-109,3%
SL Õhtuleht AS	12 456	17 432	796	1 114	-28,5%
AS Ajakirjade Kirjastus	4 891	11 436	313	731	-57,2%
UAB Ekspress Leidyba	(3 458)	2 027	(221)	130	-270,0%
AS Express Post	(12 762)	(15 186)	(817)	(972)	15,9%
TOTAL	10 380	59 167	663	3 781	-82,5%

Publishing segment key financial results Oct-Dec / 2008-2009

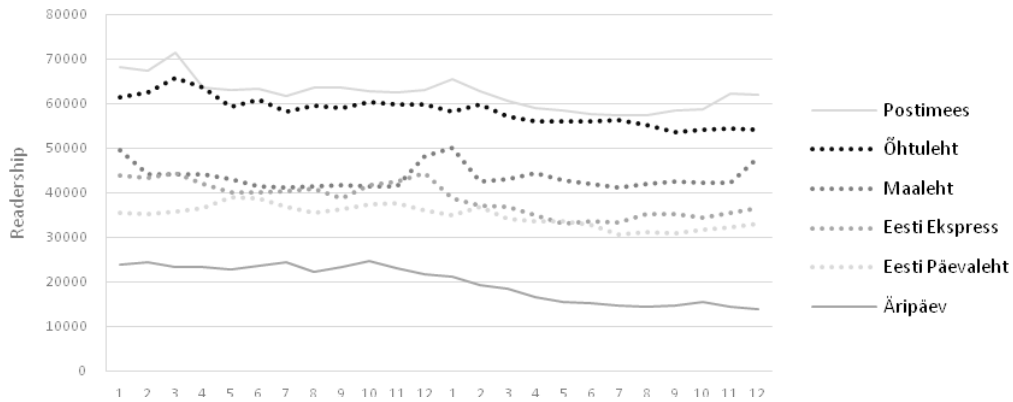
Revenue

(thousand)	EEK		EUR		Change %
	2009	2008	2009	2008	
Eesti Päevalehe AS	13 758	23 534	879	1 504	-41,6%
Eesti Ajalehed AS	33 856	33 204	2 164	2 122	2,0%
AS Maaleht	0	13 710	0	876	-100,0%
SL Õhtuleht AS	13 881	17 468	887	1 116	-20,5%
AS Ajakirjade Kirjastus	18 489	28 735	1 182	1 837	-35,7%
UAB Ekspress Leidyba	12 793	20 724	818	1 325	-38,3%
AS Express Post	5 874	6 120	375	391	-4,1%
TOTAL	98 651	143 495	6 305	9 171	-31,3%

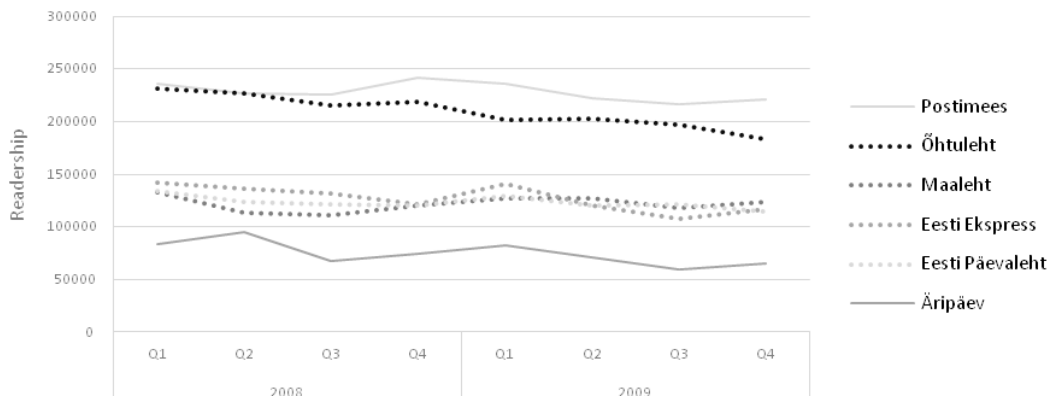
EBITDA

(thousand)	EEK		EUR		Change %
	2009	2008	2009	2008	
Eesti Päevalehe AS	668	3 876	43	248	-82,7%
Eesti Ajalehed AS	2 088	2 827	133	181	-26,5%
AS Maaleht	0	830	0	53	-100,0%
SL Õhtuleht AS	3 061	4 179	196	267	-26,6%
AS Ajakirjade Kirjastus	2 179	5 001	139	320	-56,6%
UAB Ekspress Leidyba	(544)	818	(35)	52	-167,3%
AS Express Post	(2 924)	(3 517)	(187)	(225)	16,9%
TOTAL	4 528	14 014	289	896	-67,7%

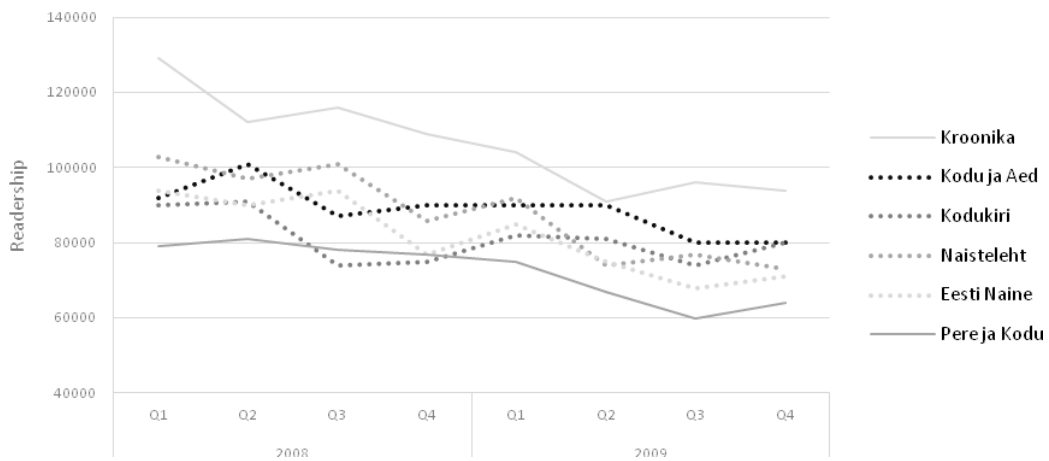
Estonian Newspaper circulation 2008-2009



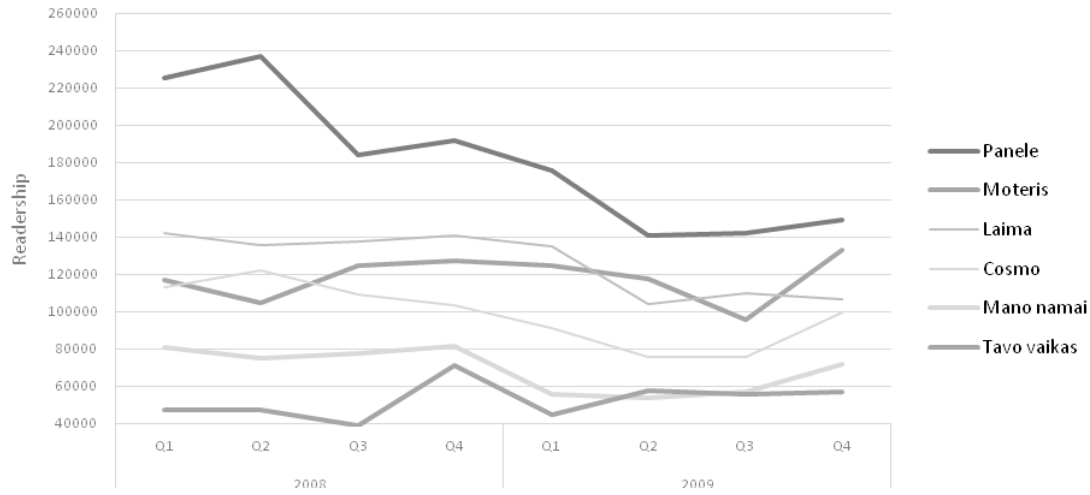
Estonian Newspaper readership 2008-2009



Estonian Magazines readership 2008-2009



Lithuania Magazines readership 2008-2009



In the 4th quarter, we completed the merger of Eesti Ekspress and Maaleht. The newspapers continue with an independent editorial staff but all business operations (sales, distribution, management, etc.) are shared.

In October, Eesti Ekspress had its most successful ever subscription campaign and in one month, the newspaper gained 4057 new subscribers.

In November, Eesti Ajalehed AS started a new commercial publication “Kes on kes?” (“Who is who?”).

In December, Eesti Päevalehe AS launched Estonia’s first iPhone book.

In the 4th quarter, Õhtuleht started a new real estate advertising supplement.

To save costs, the production of Tartu and Pärnu Linnaleht was merged in December. In the 4th quarter, the circulation of Linnaleht was reduced in Tartu, Pärnu and Tallinn.

In the 4th quarter, Ajakirjade Kirjastus launched two new products: “Käsityö” for the Finnish market and “Tvojo TV” for the Russian speaking population of Estonia.

Ajakirjade Kirjastus had a major subscription campaign in December and the campaign gained 12 880 new subscribers.

In December, Ekspress Leidyba launched a new book sales portal: ekspress.lt/knygos.

Printing services segment

All the printing services of Ekspress Grupp are concentrated at AS Printall which is the largest printing company in Estonia. Printall is able to print both newspapers (*coldset*) and magazines (*heatset*).

Printing services segment key financial results Jan-Dec / 2008-2009

Revenue (thousand)	EEK		EUR		Change %
	2009	2008	2009	2008	
	AS Printall	355 125	422 997	22 697	

EBITDA

(thousand)	EEK		EUR		Change %
	2009	2008	2009	2008	
AS Printall	59 554	88 402	3 806	5 650	-32,6%

Printing services segment key financial results Oct-Dec / 2008-2009

Revenues

(thousand)	EEK		EUR		Change %
	2009	2008	2009	2008	
AS Printall	95 548	116 057	6 107	7 417	-17,7%

EBITDA

(thousand)	EEK		EUR		Change %
	2009	2008	2009	2008	
AS Printall	15 056	20 296	962	1 297	-25,8%

In the 4th quarter, the share of exports in revenue was 60%, including 44% to Western Europe. The corresponding number in the 4th quarter of 2008 was 34%.

Book sales segment 2009

The book sales of Ekspress Grupp are concentrated at AS Rahva Raamat. In February 2010, the agreement was signed to sell the company to the management of AS Rahva Raamat. The agreed sales price is 33 million EEK (EUR 2.1 million).

Book sales segment key financial results Jan-Dec / 2008-2009

Revenue

(thousand)	EEK		EUR		Change %
	2009	2008	2009	2008	
AS Rahva Raamat	188 575	207 790	12 052	13 280	-9,2%

EBITDA

(thousand)	EEK		EUR		Change %
	2009	2008	2009	2008	
AS Rahva Raamat	3 427	7 176	219	459	-52,3%

Book sales segment key financial results Oct-Dec / 2008-2009

Revenue

(thousand)	EEK		EUR		Change %
	2009	2008	2009	2008	
AS Rahva Raamat	63 112	69 525	4 034	4 443	-9,2%

EBITDA

(thousand)	EEK		EUR		Change %
	2009	2008	2009	2008	
AS Rahva Raamat	3 546	3 380	227	216	5,1%

Discontinued operations of information services

In earlier reports, Ekspress Grupp also had the information services segment and all segment activities were concentrated at AS Ekspress Hotline and its subsidiaries. On 23 April 2009, Ekspress Grupp and OÜ Cheh (manager of BaltCap investment funds) signed an agreement to sell 100% of the shares of AS Ekspress Hotline to OÜ Cheh. The transaction was completed on 25 February 2010.

Investments

(thousand)	EEK		EUR	
	Q IV	12 months	Q IV	12 months
Acquisitions of fixed assets				
Buildings	0	171	0	11
Plant and equipments	502	2 634	32	168
Other equipment	644	4 284	41	274
Prepayments	0	1 568	0	100
Total acquisitions of fixed assets	1 146	8 657	73	553
Acquisition of Intangible assets				
Development	168	2 371	11	152
Other intangible assets	867	2 313	55	148
Prepayments	20	542	1	35
Total acquisitions of intangible assets	1 055	5 226	67	334
Acquisitions total	2 201	13 883	141	887

All investments in the 4th quarter were ordinary, in order to improve the assets used in business activity at bare minimum extent.

Employees

As of the end of December 2009, Ekspress Grupp employed 2037 people (as of 31 December 2008: 2 393 people). The average number of employees in 2009 was 2115 (2008: 2 375). In 2009, the personnel costs of Ekspress Grupp totalled EEK 321.5 million (EUR 20.5 million), (2008: EEK 361.6 million (EUR 23.1 million))*.

Number of employees by segments

Segment	Number of employees		Average number of employees	
	31.12.2009	31.12.2008	2009	2008
Online media	197	197	196	190
Periodicals	1381	1622	1425	1648
Printing services	185	211	196	212
Book sales	106	134	105	94
Information services (discontinued)	161	221	186	224
Unallocated	7	8	7	7
Total	2037	2393	2115	2375

*proportional part from joint ventures

Most of the employment contracts of the Group and its affiliates have been concluded for an indefinite term.

In 2009, the salaries of all employees of the Company were reduced by 10 per cent for the period of one year. The reduction of salary was agreed with every employee separately by respective agreements.

Shares and shareholders of Ekspress Grupp

The share capital of the public limited company is EEK 208 488 410 (EUR 13 324 738) which consists of the shares with the nominal value of EEK 10 (EUR 0.6). All shares are of one type and there are no ownership restrictions.

The articles of association of the public limited company set no restrictions for the transfer of the shares of the public limited company.

The agreements entered into between the public limited company and the shareholders set no restrictions for the transfer of shares. In the agreements between the shareholders, they are only known to the extent that is related to pledged securities and is public information.

The following persons have significant holdings in AS Ekspress Grupp as of 31 December 2009:

- Hans Luik who controls 14 243 812 shares which makes up 68.32% of the share capital of the public limited company.
- ING Luxembourg S.A whose customers hold 2 083 159 shares which makes up 9.99% of the share capital of the public limited company.

The information provided in the table is calculated on the basis of shareholdings as of 31.12.2009

Name	Number of shares	%
ING Luxembourg S.A.	2 083 159	9.99%
Members of Management and Supervisory Boards and their immediate family members		
Hans Luik	10 766 800	51.64%
Hans Luik, OÜ HHL Rühm	3 470 036	16.64%
Hans Luik , OÜ Minigert	6 900	0.03%
Hans Luik, Selle Luik	76	0.00%
Gunnar Kobin, OÜ Griffen SVP	240 385	1.15%
Ville Jehe, OÜ Octoberfirst	55 656	0.27%
Viktor Mahhov, OÜ Flexinger	33 910	0.16%
Härmo Värk, Holderstone OÜ	10 000	0.05%
Other minority shareholders	4 181 919	20.06%
Total	20 848 841	100.00%

The public limited company does not have any shares granting specific rights of control.

The public limited company does not possess information on agreements with regard to restrictions on the voting rights of shareholders.

The share price in Estonian kroons and trading statistics on OMX Tallinn Stock Exchange from 1 January to 31 December 2009.



The share price in Estonian kroons and trading statistics on OMX Tallinn Stock Exchange from 1 January to 31 December 2008.



Security trading history

Price	2009		2008	
	EEK	EUR	EEK	EUR
Open	12.20	0.78	72.13	4.61
High	23.47	1.50	72.44	4.63
Low	6.10	0.39	10.17	0.65
Traded volume (shares)	2 461 534	2 461 534	3 503 571	3 503 571
Turnover, million	34.05	2.18	133.93	8.56
Capitalisation, million	336.00	21.47	234.50	14.99

Election and authority of the governing bodies of Ekspress Grupp

The election of the members of the Management Board is in the competence of the Supervisory Board of the public limited company. Simple majority voting at the Supervisory Board is required in order to elect and recall the members of the Management Board. Upon resignation, a member of the Management Board shall notify the Supervisory Board of the public limited company one month in advance.

The authority of the Management Board of the public limited company is specified in the Commercial Code and it is limited to the extent provided for in the articles of association. The Management Board of the public limited company has no right to issue shares.

The amendment of the articles of association is the exclusive competence of the shareholders, requiring 2/3 of votes present at the general meeting.

There are no agreements between the public limited company and the members of the Management Board referring to compensation related to a takeover of the public limited company as set out in Chapter 19 of the Securities Market Act.

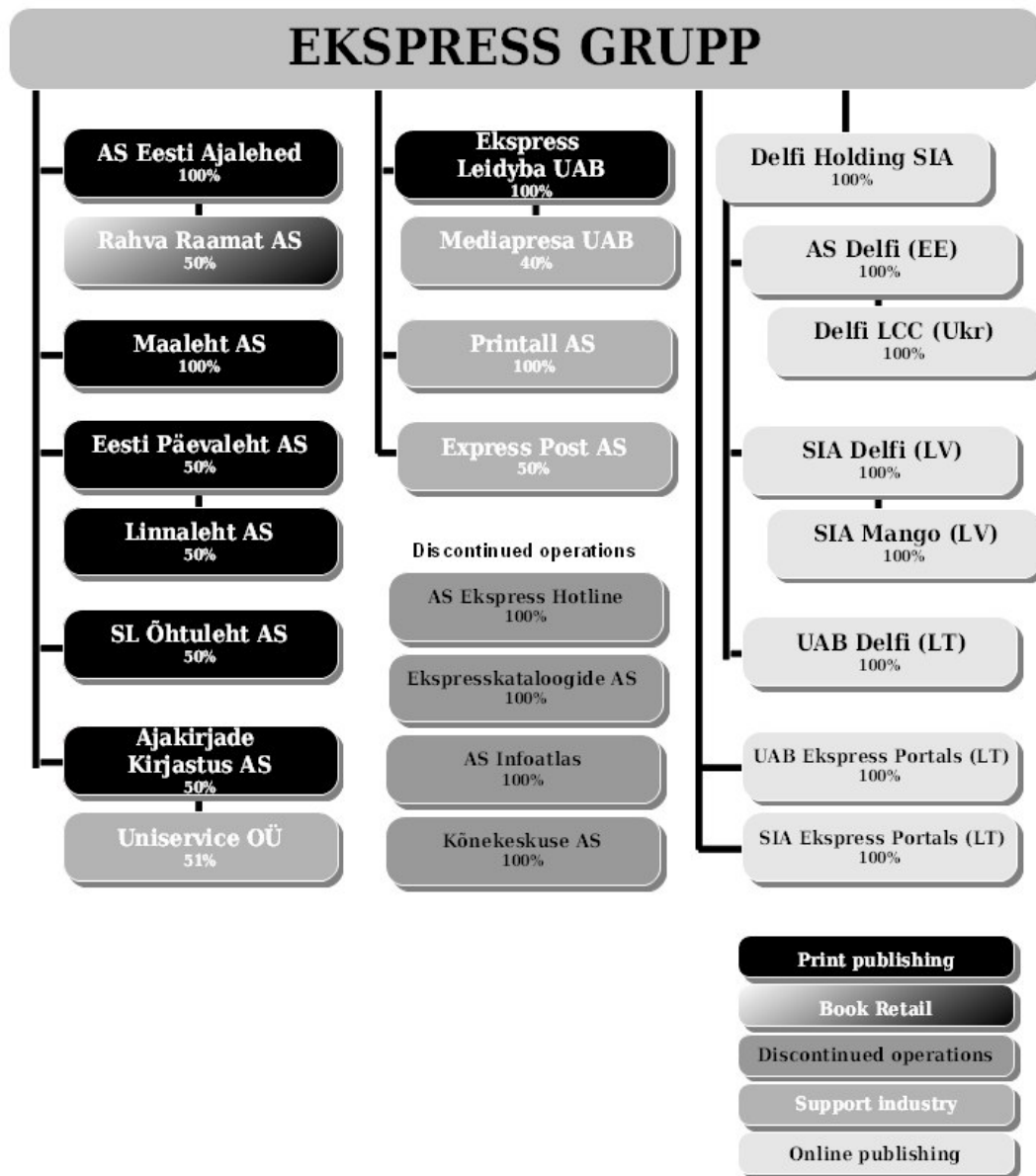
Pursuant to Chapter 19 of the Securities Market Act, in case of a takeover of the public limited company, the current co-shareholder in the entities AS SL Õhtuleht, AS Ajakirjade Kirjastus and AS Express Post has the right to acquire the holding of the public limited company in the aforementioned entities at a fair price.

Selected financial indicators

(thousand)	EEK		EUR	
	12 months 2009	12 months 2008	12 months 2009	12 months 2008
Accounting period				
Sales	983 530	1 254 851	62 859	80 200
Gross profit	165 740	302 205	10 593	19 314
Operating profit	(98 742)	112 352	(6 311)	7 181
Net profit (loss) for the period	(189 012)	45 980	(12 080)	2 939
	<u>31.12.2009</u>	<u>31.12.2008</u>	<u>31.12.2009</u>	<u>31.12.2008</u>
Total current assets	216 141	286 720	13 814	18 325
Assets of discontinued operations	93 457	0	5 973	0
Total non-current assets	1 180 248	1 419 812	75 432	90 743
Total assets	1 489 846	1 706 532	95 219	109 067
Short-term liabilities	426 761	458 130	27 275	29 280
Liabilities of discontinued operations	17 231	0	1 101	0
Long-term liabilities	597 068	637 529	38 160	40 746
Total liabilities	1 041 060	1 095 659	66 536	70 025
Total equity	448 786	610 873	28 683	39 042

Performance indicators (%)		12 months 2009	12 months 2008
Sales growth (%)	$(\text{sales IHY 2009} - \text{sales IHY 2008}) / \text{sales IHY 2008} * 100$	-22%	16%
Gross profit margin (%)	$\text{gross profit} / \text{sales} * 100$	17%	24%
Net profit margin (%)	$\text{net profit} / \text{sales} * 100$	-19%	4%
Equity ratio (%)	$\text{equity} / (\text{equity} + \text{debt}) * 100$	30%	36%
ROA (%)	$\text{net profit} / \text{assets} * 100$	-12%	3%
ROE (%)	$\text{net profit} / \text{equity} * 100$	-32%	8%
Operating profit margin (%)	$\text{operating profit} / \text{sales} * 100$	-10%	9%
Liquidity ratio	$\text{current assets} / \text{current liabilities}$	51%	63%
Debt equity ratio (%)	$\text{interest bearing liabilities} / \text{equity} * 100$	170%	142%
Financial leverage (%)	$\text{interest bearing liabilities} - \text{cash and cash equivalents} / \text{interest bearing liabilities} + \text{equity} * 100$	60%	55%
Earnings per share	net profit/average number of shares	EEK	2,42
		EUR	0,15

Ekspress Grupp Structure



Revenue by group companies*

(thousand)	EEK		EUR		Change %
	12 months 2009	12 months 2008	12 months 2009	12 months 2008	
Eesti Ajalehed AS***	93 676	134 982	5 987	8 627	-31%
Delfi konsolideeritud	107 702	147 477	6 883	9 425	-27%
AS Printall	355 125	422 997	22 697	27 034	-16%
AS Maaleht	36 645	56 922	2 342	3 638	-36%
UAB Ekspress Leidyba	55 216	80 529	3 529	5 147	-31%
Rahva Raamat AS	188 571	207 790	12 052	13 280	-9%
Eesti Päevalehe AS**	131 026	175 054	8 374	11 188	-25%
AS SL Õhtuleht**	121 508	151 124	7 766	9 659	-20%
AS Express Post**	79 180	81 800	5 061	5 228	-3%
AS Ajakirjade Kirjastus**	150 294	221 672	9 606	14 167	-32%
AS Linnaleht	16 876	29 506	1 079	1 886	-43%
UAB Medipresa	143 669	154 330	9 182	9 863	-7%

*with intergroup transactions

**joint ventures 100%

EBITDA by group companies*

(thousand)	EEK		EUR		Change%
	12 months 2009	12 months 2008	12 months 2009	12 months 2008	
Eesti Ekspressi Kirjastuse AS	(3 904)	11 172	(250)	714	-135%
AS Delfi	2 109	36 231	135	2 316	-94%
AS Printall	59 554	84 988	3 806	5 432	-30%
AS Maaleht	1 955	4 819	125	308	-59%
UAB Ekspress Leidyba	2 284	1 892	146	121	21%
Rahva Raamat AS	3 422	7 176	219	459	-52%
Eesti Päevalehe AS**	(3 364)	10 022	(215)	641	-134%
AS SL Õhtuleht**	16 662	27 250	1 065	1 742	-39%
AS Express Post**	9 630	5 954	615	381	62%
AS Ajakirjade Kirjastus**	728	13 932	47	890	-95%
AS Linnaleht	190	(1 049)	12	(67)	118%
UAB Medipresa	907	359	58	23	153%

*with intergroup transactions

**joint ventures 100%


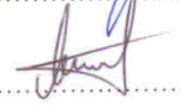
CONSOLIDATED INTERIM FINANCIAL INFORMATION

Management Board's confirmation of the Consolidated Interim Report

The Management Board confirms the correctness and completeness of the condensed consolidated interim report of AS Ekspress Grupp for the third quarter and twelve months of 2009 as presented on pages 24 - 40.

The Management Board confirms that:

1. the accounting policies and presentation of information is in compliance with International Financial Reporting Standards as adopted by the European Union;
2. the financial statements present a true and fair view of the financial position, the results of the operations and the cash flows of the Group;
3. all Group companies are going concerns.

Gunnar Kobin	Chairman of the Management Board.. signed digitally.....	26 February 2010
Erle Oolup	Member of the Management Board 	26 February 2010
Andre Veskimeister	Member of the Management Board 	26 February 2010

Consolidated statement of financial position (unaudited)

(thousand)	EEK		EUR		Notes
	31.12.2009	31.12.2008	31.12.2009	31.12.2008	
ASSETS					
Current assets					
Cash and cash equivalents	39 953	46 388	2 553	2 965	
Other financial assets at fair value through profit or loss	892	8 025	57	513	
Trade and other receivables	120 136	166 649	7 677	10 651	
Inventories	55 160	65 658	3 525	4 196	
Total current assets	216 141	286 720	13 812	18 325	
Assets of discontinued operations	93 457	0	5 973	0	4
Non-current assets					
Trade and other receivables	5 697	4 218	364	268	
Investments in associates	640	302	41	19	
Investment property	6 360	12 341	406	789	
Property, plant and equipment	345 938	389 572	22 109	24 898	5
Intangible assets	821 613	1 013 379	52 511	64 767	5
Total non-current assets	1 180 248	1 419 812	75 431	90 741	
TOTAL ASSETS	1 489 846	1 706 532	95 216	109 066	
SHAREHOLDERS EQUITY AND LIABILITIES					
Liabilities					
Current liabilities					
Borrowings	143 093	176 219	9 145	11 262	6
Trade and other payables	283 668	281 911	18 130	18 017	
Total current liabilities	426 761	458 130	27 275	29 279	
Liabilities of discontinued operations	17 231	0	1 101	0	4
Non-current liabilities					
Borrowings	583 047	627 811	37 263	40 124	6
Other long term liabilities	28	163	2	10	
Derivative instruments	13 993	9 555	894	611	
Total non-current liabilities	597 068	637 529	38 159	40 745	
Total liabilities	1 041 060	1 095 659	66 535	70 024	
Equity					
Capital and reserves attributable to equity holders of the Parent company					
Share capital	208 488	189 711	13 325	12 125	
Share premium	192 883	183 495	12 327	11 727	
Reserves	(313)	4 125	(20)	264	8
Retained earnings	45 805	231 899	2 927	14 821	
Currency translation reserve	1 635	1 355	104	87	
Total capital and reserves attributable to equity holders of the Parent company	448 498	610 585	28 663	39 024	
Minority interest	288	288	18	18	
Total equity	448 786	610 873	28 681	39 042	
TOTAL EQUITY AND LIABILITIES	1 489 846	1 706 532	95 216	109 066	

The notes presented on pages 29 to 40 form an integral part of the consolidated interim financial statements

Consolidated interim statement of comprehensive income (unaudited)

(thousand)	EEK			
	Q IV 2009	Q IV 2008	12 months 2009	12 months 2008
Sales	266 947	344 705	983 530	1 254 851
Costs of sales	214 805	264 039	817 790	952 646
Gross profit	52 142	80 666	165 740	302 205
Marketing expenses	11 407	16 398	40 480	54 853
Administrative expenses	125 664	37 030	221 173	141 395
Impairment of goodwill	(91 445)	0	(91 445)	0
Other income	2 011	(2 483)	5 492	10 171
Other expenses	5 241	(1 461)	8 322	3 774
Operating profit (loss)	(88 159)	26 216	(98 743)	112 354
Interest income	485	939	1 979	2 701
Interest expenses	(10 649)	(15 979)	(46 024)	(58 038)
Currency exchange loss	148	(1 559)	(417)	(1 590)
Other financial income	190	29	0	295
Other financial expenses	(733)	(1 654)	(1 327)	(2 612)
Financial income (expense) total	(10 559)	(18 224)	(45 789)	(59 244)
Share of profit (loss) of associates	160	(205)	189	(627)
Profit (loss) before income tax	(98 558)	7 787	(144 343)	52 483
Income tax expense	2 351	1 238	3 960	4 455
Profit (loss) for the year from continued operations	(100 909)	6 549	(148 303)	48 028
Profit (loss) for the year from discontinued operations	(8 046)	(4 896)	(40 710)	(2 046)
Profit (loss) for the year	(108 955)	1 653	(189 013)	45 982
Attributable to:				
Equity holders of the Parent company	(108 955)	1 653	(189 013)	45 963
Minority interests	0	0	0	19
Other comprehensive income				
Currency translation differences	948	823	280	875
Hedging reserve	(4 438)	(9 555)	(4 438)	(9 555)
Revaluation of investment property	0	3 414	0	3 414
Cancellations of share options	2 920	0	2 920	0
Total comprehensive income (expense)	(99 961)	7 372	(148 023)	48 903
Comprehensive income attributable to:				
Equity holders of the Parent company	(108 007)	2 476	(188 733)	46 838
Minority interest	0	0	0	19
Basic and diluted earnings per share for profit attributable to the equity holders of the Company (note 9)	(5.23)	0.09	(9.09)	2.42

The notes presented on pages 29 to 40 form an integral part of the consolidated interim financial statements

(thousand)	EUR			
	Q IV 2009	Q IV 2008	12 months 2009	12 months 2008
Sales	17 061	22 031	62 859	80 200
Costs of sales	13 729	16 875	52 266	60 885
Gross profit	3 332	5 156	10 593	19 315
Marketing expenses	729	1 048	2 587	3 506
Administrative expenses	8 031	2 367	14 136	9 037
Impairment of goodwill	(5 844)	0	(5 844)	0
Other income	130	(159)	351	649
Other expenses	335	(93)	532	241
Operating profit (loss)	(5 633)	1 675	(6 311)	7 180
Interest income	31	60	126	173
Interest expenses	(681)	(1 021)	(2 941)	(3 709)
Currency exchange loss	9	(100)	(27)	(102)
Other financial income	12	2	0	19
Other financial expenses	(47)	(106)	(85)	(167)
Financial income (expense) total	(676)	(1 165)	(2 927)	(3 786)
Share of profit (loss) of associates	10	(13)	12	(40)
Profit (loss) before income tax	(6 299)	497	(9 226)	3 354
Income tax expense	150	79	253	285
Profit (loss) for the year from continued operations	(6 449)	418	(9 479)	3 069
Profit (loss) for the year from discontinued operations	(514)	(313)	(2 602)	(131)
Profit (loss) for the year	(6 963)	105	(12 081)	2 938
Attributable to:				
Equity holders of the Parent company	(6 963)	105	(12 081)	2 937
Minority interests	0	0	0	1
Other comprehensive income				
Currency translation differences	61	53	18	56
Hedging reserve	(284)	(611)	(284)	(611)
Revaluation of investment property	0	218	0	218
Cancellation of share options	187	0	187	0
Total comprehensive income (expense)	(6 388)	471	(9 461)	3 125
Comprehensive income attributable to:				
Equity holders of the Parent company	(6 902)	158	(12 063)	2 993
Minority interest	0	0	0	1
Basic and diluted earnings per share for profit attributable to the equity holders of the Company (note 9)	(0,33)	0,01	(0,58)	0,15

The notes presented on pages 29 to 40 form an integral part of the consolidated interim financial statements.

Consolidated interim statement of changes in equity (unaudited)

EEK th	Attributable to equity holders of the parent company						Minority interest	Total equity
	Share capital	Share premium	Reserves	Retained earnings	Currency translation reserve	Total		
Balance on 31.12.2007	189 711	183 495	10 222	185 981	480	569 889	953	570 842
Comprehensive income	0	0	(6 141)	45 962	875	40 696	19	40 715
Reserve capital increase	0	0	44	(44)	0	0	0	0
Change in minority interest	0	0	0	0	0	0	(684)	(684)
Balance on 31 .12.2008	189 711	183 495	4 125	231 899	1 355	610 585	288	610 873
Comprehensive income	0	0	(4 438)	(186 094)	280	(190 252)	0	(190 252)
Share capital increase	18 777	9 388	0	0	0	28 165	0	28 165
Balance on 31 .12.2009	208 488	192 883	(313)	45 805	1 635	448 498	288	448 786

EUR th	Attributable to equity holders of the parent company						Minority interest	Total equity
	Share capital	Share premium	Reserves	Retained earnings	Currency translation reserve	Total		
Balance on 31.12.2007	12 125	11 727	653	11 886	31	36 422	61	36 483
Comprehensive income	0	0	(392)	2 938	56	2 602	1	2 603
Reserve capital increase	0	0	3	(3)	0	0	0	0
Change of minority interest	0	0	0	0	0	0	(44)	(44)
Balance on 31 .12.2008	12 125	11 727	264	14 821	87	39 024	18	39 042
Comprehensive income	0	0	(284)	(11 894)	17	(12 161)	0	(12 161)
Share capital increase	1 200	600	0	0	0	1 800	0	1 800
Balance on 31 .12.2009	13 325	12 327	(20)	2 927	104	28 663	18	28 681

The notes presented on pages 29 to 40 form an integral part of the consolidated interim financial statements.

Consolidated interim cash flow statement (unaudited)

(thousand)	EEK		EUR	
	12 months 2009	12 months 2008	12 months 2009	12 months 2008
Cash flows from operating activities				
Operating profit(loss) for the period	(98 743)	112 352	(6 311)	7 181
Adjustments for:				
Depreciation, amortisation and impairment of property, plant and equipment and intangibles	150 251	59 056	9 603	3 774
Profit (loss) on sale of property, plant and equipment	1 015	224	65	14
Changes in working capital:			0	0
Trade and other receivables	40 812	(3 092)	2 608	(198)
Inventories	7 031	(32)	449	(2)
Trade and other payables	21 215	(485)	1 356	(31)
Cash generated from operations	121 581	168 023	7 770	10 739
Income tax paid	(6 135)	(4 455)	(392)	(285)
Interest paid	(45 783)	(58 054)	(2 926)	(3 710)
Net cash generated from operating activities	69 663	105 514	4 452	6 744
Net cash generated from operating activities from discontinued operations	(1 235)	(516)	(79)	(33)
Cash flows from investing activities				
Investments in business combinations	0	(445)	0	(28)
Proceeds from financial assets	0	7 500	0	479
Interest received	1 829	1 161	117	74
Purchase of property, plant and equipment	(12 799)	(32 205)	(818)	(2 058)
Proceeds from sale of property, plant and equipment	5 868	895	375	57
Loans granted	(1 722)	(4 182)	(110)	(267)
Loan repayments received	2 755	236	176	15
Net cash used in investing activities	(4 069)	(27 040)	(260)	(1 728)
Net cash used in/generated from investing activities from discontinued operations	1 518	616	97	39
Cash flows from financing activities				
Share issue	28 166		1 800	0
Finance lease payments made	(36 764)	(35 043)	(2 350)	(2 240)
Change in overdraft used	7 836	(46 988)	501	(3 003)
Proceeds from borrowings	12 539	42 521	801	2 718
Repayments of borrowings	(84 089)	(61 617)	(5 374)	(3 938)
Net cash generated from financing activities	(72 312)	(101 127)	(4 622)	(6 463)
Net cash used in/generated from financing activities from discontinued operations	0	(29)	0	(2)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(6 435)	(22 582)	(411)	(1 443)
Cash and cash equivalents at the beginning of the period	46 388	68 970	2 965	4 408
Cash and cash equivalents at the end of the period	39 953	46 388	2 553	2 965

The notes presented on pages 29 to 40 form an integral part of the consolidated interim financial statements.

SELECTED NOTES TO THE CONSOLIDATED INTERIM REPORT**Note 1 General information**

The main fields of activity of Ekspress Grupp and its subsidiaries include online media, publishing newspapers and magazines, printing services, book sales and information services in phone directories, information hotlines and on the Internet.

AS Ekspress Grupp (registration number 10004677, address: Narva mnt.11E, 10151 Tallinn) is a holding company registered in Estonia. There are 12 subsidiaries, 5 joint ventures and 2 associated companies that belong to the consolidation group as of 31.12.2009.

The consolidated interim financial report was approved for issue by the Management Board on 26 February 2010.

The presentation currency is the Estonian kroon. The financial statements are presented in Estonian kroons (EEK) and euros (EUR), rounded to the nearest thousand.

As of 31 December 2009, this consolidated interim report of AS Ekspress Grupp for the fourth quarter and twelve months of 2009 reflects the results of the following group companies:

Name	Status	Shareholding 31.12.2009	Shareholding 31.12.2008	Main field of activity	Location
AS Ekspress Grupp	Parent Company			Holding Company	Estonia
Eesti Ajalehed AS*	Subsidiary	100%	100%	Newspaper publishing	Estonia
Maaleht AS*	Subsidiary	1003%	100%	Newspaper publishing	Estonia
UAB Ekspress Leidyba	Subsidiary	100%	100%	Magazine publishing	Lithuania
SIA Delfi Holding	Subsidiary	100%	100%	Holding Company	Latvia
Delfi AS	Subsidiary	100%	100%	Online classified ads	Estonia
Delfi AS	Subsidiary	100%	100%	Online classified ads	Latvia
Mango.lv SIA	Subsidiary	100%	100%	Online classified ads	Latvia
SIA Ekspress Portals	Subsidiary	100%	100%	Online classified ads	Latvia
UAB Ekspress Portals	Subsidiary	100%	100%	Online classified ads	Lithuania
Delfi UAB	Subsidiary	100%	100%	Online classified ads	Lithuania
TOV Delfi.	Subsidiary	100%	100%	Online classified ads	Ukraine
AS Printall	Subsidiary	100%	100%	Printing services	Estonia
Rahva Raamat AS	Subsidiary	100%	100%	Books retail sale	Estonia
Eesti Päevalehe AS	Joint venture	50%	50%	Newspaper publishing	Estonia
AS SL Õhtuleht	Joint venture	50%	50%	Newspaper publishing	Estonia
AS Express Post	Joint venture	50%	50%	Periodicals' home delivery	Estonia
AS Ajakirjade Kirjastus	Joint venture	50%	50%	Magazine publishing	Estonia
Uniservice OÜ	Joint venture	26%	26%	Magazine publishing	Estonia
Medipresa OÜ	Associate	40%	40%	Periodicals' wholesale distribution	Lithuania
AS Linnaleht	Associate	25%	25%	Newspaper publishing	Estonia

On 1 October 2009, AS Ekspress Grupp merged the managements of Eesti Ekspressi Kirjastuse AS and AS Maaleht. The new business name of the company is Eesti Ajalehed AS.

On 30 December 2009, AS Ekspress Grupp and AS Maaleht signed a merger agreement and at the end of the merger proceedings, AS Maaleht is deemed to be liquidated. The acquiring company will continue business under the name AS Ekspress Grupp.

Dormant companies

Name	Status	Shareholding 31.12.2009	Shareholding 31.12.2008	Main field of activity	Location
OÜ Ekspress Internet	Subsidiary	80%	80%	Online classified ads	Estonia

Discontinued companies

Name	Status	Shareholding 31.12.2009	Shareholding 31.12.2008	Main field of activity	Location
AS Ekspress Hotline	Subsidiary	100%	100%	Information services	Estonia
Ekspresskataloogide AS	Subsidiary	100%	100%	Phone directories	Estonia
AS Infoatlas	Subsidiary	100%	100%	Phone directories	Estonia
Kõnekeskuse AS	Subsidiary	100%	100%	Call centre services	Estonia
Dormant companies					
Teletell Infoline SRL	Subsidiary	100%	100%	Information services	Romania
Express Online SRL	Subsidiary	100%	100%	Call centre services	Romania

Note 2 Bases of preparation

This condensed consolidated interim financial report for the 4th quarter and twelve months ended 31 December 2009 has been prepared in accordance with IAS 34 “Interim Financial Reporting”. The interim condensed financial report should be read in conjunction with the annual financial statements for the year ended 31 December 2008.

According to management’s assessment, the consolidated interim financial statements of AS Ekspress Grupp for the fourth quarter and twelve months of 2009 give a true and fair view of the Group’s results of operations and all group entities are going concerns. The interim financial statements have not been audited or otherwise checked by auditors and they contain only the consolidated financial statements of the Group.

The functional currency of AS Ekspress Grupp is the Estonian kroon (EEK). The financial statements are presented thousand Estonian kroons (EEK) and thousand euros (EUR), unless indicated otherwise.

Change in the presentation of information in 2009

In connection with changes in IAS 1 “Presentation of Financial Statements” which will come into force as of 1 January 2009, in the Group’s consolidated interim report for the 4th quarter and twelve months of 2009, the consolidated income statement was replaced by the consolidated statement of comprehensive income. The statement of comprehensive income also includes all non-owner changes previously recognised in equity. In connection with the compilation of the consolidated statement of comprehensive income, the presentation of the report on changes in equity was also changed. The report on changes in equity does not recognise the elements of the statement of comprehensive income as separate changes. Pursuant to IAS 1, the term “balance sheet” used previously is replaced by the term “statement of financial position”. The presentation of basic reports and the new terms do not affect the recognition of transactions and balances or the accounting principles.

Note 3 Subsidiaries

On 1 October 2009, AS Ekspress Grupp merged the managements of Eesti Ekspressi Kirjastuse AS and AS Maaleht. The new business name of the company is Eesti Ajalehed AS.

On 30 December 2009, AS Ekspress Grupp and AS Maaleht signed a merger agreement and at the end of the merger proceedings, AS Maaleht is deemed to be liquidated. The acquiring company will continue business under the name AS Ekspress Grupp.

On 23 April 2009, AS Ekspress Grupp signed a contract for the sale of 100% of the shares in AS Ekspress Hotline and its subsidiaries AS Kõnekeskus, Ekspresskataloogide AS and AS Infoatlas to Cheh OÜ, a holding company that belongs to the investment fund BaltCap. On 29 September 2009, the Estonian Competition Authority made a decision authorising the aggregation of AS Ekspress Hotline and its subsidiaries and SIAContact Holding. As a result of the decision, AS Ekspress Grupp has the right to sell its share of AS Ekspress Hotline and its subsidiaries according to the terms which were announced in the company’s stock market release on 24 April 2009. The final amount of the transaction was EEK 76.9 million (EUR 4.9 million). The consideration for the transaction consists of the following parts: EEK 46.9

million (EUR 3 million) is payable on the transaction date, about EEK 28.3 million (EUR 1.8 million) is subject to an off-set with the payable by AS Ekspress Grupp to Ekspress Hotline Group. On 25 February 2010, AS Ekspress Grupp concluded an agreement on completion of sales transaction of AS Ekspress Hotline.

Due to the sale of the crosswords activity of the Lithuanian magazine publisher Ekspress Leidyba at the price of EEK 5.4 million (EUR 0.3 million) below the carrying amount, the management wrote off goodwill in the amount of EEK 0.6 million (EUR 0.04 million) .

All business combinations between independent parties are accounted for under the purchase method of accounting at the Group under which the acquired holding is reported at the acquisition cost. The purchase method is applied as of the date of acquisition. As of this date, the acquisition cost of the acquired holding, the fair value of the net assets acquired and the resulting (positive or negative) goodwill are determined. In addition to the acquisition cost of the acquired holding, directly attributable expenditures relating to the acquisition, such as fees paid to the advisors and other expenditures are also included in the acquisition cost of the acquired holding according to IFRS 3.24.

To allocate the acquisition cost to the fair values of the acquired assets, liabilities and contingent liabilities, a purchase price allocation is prepared. The acquisition cost is allocated to the fair value of the net assets acquired; the excess of the acquisition cost of the acquired holding over the fair value of the net assets acquired is recognised as (positive or negative) goodwill. Goodwill reflects that portion of the acquisition cost that was paid for such assets of the Company that cannot be identified and accounted for separately. Positive goodwill can be explained by the high profitability of the acquired business units, cost savings as compared to alternative costs and major synergies which are expected to arise after the concentration into the Group. Goodwill as an intangible asset with an indefinite useful life is not subject to amortisation but instead, an impairment test is performed at least once a year.

The estimated future cash flows of a cash-generating unit that are discounted using the weighted average cost of capital are used as the basis for the investment's recoverable amount. When the carrying amount of the investment is not recoverable, the investment is written down to its recoverable amount and an impairment loss is recognised. When the carrying amount of the investment is recoverable, revaluation is not necessary. Assumptions and estimates used in the evaluation of business combinations are constantly reviewed and when the actual results differ from these estimates, the results are restated.

Note 4 Assets and liabilities of discontinued operations

The assets and liabilities related to Ekspress Hotline and its subsidiaries (constituting the information services segment) have been presented as held for sale following the approval of the sales transaction by the Estonian Competition Authority as described in Note 3.

(tuhandetes)	EEK		EUR	
	31.12.2009	31.12.2008	31.12.2009	31.12.2008
ASSETS				
Current assets				
Cash and cash equivalents	882	1 734	56	111
Trade and other receivables	38 506	41 144	2 461	2 630
Inventories	2 376	3 467	152	222
Total current assets	41 764	46 345	2 669	2 963
Non-current assets				
Investment property	3 341	3 341	214	214
Property, plant and equipment	9 322	11 704	596	748
Intangible assets	39 030	79 825	2 494	5 102
Total non-current assets	51 693	94 870	3 304	6 064
TOTAL ASSETS OF DISCONTINUED OPERATIONS	93 457	141 215	5 973	9 027
LIABILITIES				
Current liabilities				
Trade and other payables	17 231	24 489	1 101	1 565
TOTAL LIABILITIES OF DISCONTINUED OPERATIONS	17 231	24 489	1 101	1 565
Sales	59 799	70 659	3 822	4 516
Expenses	60 491	72 705	3 866	4 647
Loss from discontinued operations	(692)	(2 046)	(44)	(131)
Currency translation reserve	1 004	906	64	58

Note 5 Capital expenditure

EEK (tuhandetes)	Property, plant and equipment		Intangible assets	
	12 kuud 2009	12 kuud 2008	12 kuud 2009	12 kuud 2008
Balance at the beginning of period				
Acquisition cost	566 288	546 438	1 058 213	1 048 726
Accumulated depreciation	(176 716)	(141 558)	(44 834)	(25 307)
Book value	389 572	404 880	1 013 379	1 023 419
Acquisitions and improvements	8 657	29 141	5 226	10 812
Disposals (at book value)	(378)	(675)	(6 004)	(178)
Write-offs	(642)	(228)	(434)	0
Reclassification	(359)	(2 273)	359	101
Acquired through business combinations	0	(108)	0	(823)
Fixed assets and intangible assets from discontinue operations	(11 752)	0	(79 849)	0
Depreciation and impairment including depreciation from discontinue operations	(39 160)	(41 139)	(19 645)	(19 936)
	0	(1 253)	0	(766)
Goodwill impairment	0	0	(91 445)	
Currency correction	0	(26)	26	(16)
Balance at the end of period				
Acquisition cost	551 519	566 288	880 766	1 058 229
Accumulated depreciation	(205 581)	(176 716)	(59 163)	(44 834)
Currency correction	0	(26)	10	(16)
Book value	345 938	389 572	821 613	1 013 379

EUR (tuhandetes)	Property, plant and equipment		Intangible assets	
	12 kuud 2009	12 kuud 2008	12 kuud 2009	12 kuud 2008
Balance at the beginning of period				
Acquisition cost	36 192	34 924	67 632	67 026
Accumulated depreciation	(11 294)	(9 047)	(2 865)	(1 617)
Book value	24 898	25 877	64 767	65 408
Acquisitions and improvements	553	1 862	334	691
Disposals (at book value)	(24)	(43)	(384)	(11)
Reclassification	(41)	(15)	(28)	0
Acquired through business combinations	(23)	(145)	23	6
Fixed assets and intangible assets from discontinue operations	0	(7)	0	(53)
Write-offs	(751)	0	(5 103)	0
Depreciation and impairment including depreciation from discontinue operations	(2 503)	(2 629)	(1 256)	(1 273)
	0	(80)	0	(49)
Goodwill impairment	0	0	(5 844)	0
Currency correction	0	(2)	2	(1)
Balance at the end of period				
Acquisition cost	35 248	36 192	56 291	67 633
Accumulated depreciation	(13 139)	(11 294)	(3 781)	(2 865)
Currency correction	0	(2)	1	(1)
Book value	22 109	24 898	52 511	64 767

Note 6 Bank loans and borrowings

EEK (thousand)	Total amount	Repayment term			Interest rate
		up to 1 year	1 to 5 years	over 5 years	
Balance on 31.12.2009					
Bank overdraft	39 909	39 909	0	0	4,13%
Short-term bank loans	8 222	8 222	0	0	5,81%
Long-term bank loans	574 078	56 352	517 726	0	4,58%
Finance lease	103 931	38 610	65 321	0	3,24%
Total	726 140	143 093	583 047	0	
Balance on 31.12.2008					
Bank overdraft	32 072	32 072	0	0	6,20%
Long-term bank loans	632 166	107 828	524 338	0	5,45%
Finance lease	139 792	36 319	102 109	1 364	5,62%
Total	804 030	176 219	626 447	1 364	

EUR (thousand)	Total amount	Repayment term			Interest rate
		up to 1 year	1 to 5 years	over 5 years	
Balance on 31.12.2009					
Bank overdraft	2 551	2 551	0	0	4,13%
Short-term bank loans	525	525	0	0	5,81%
Long-term bank loans	36 689	3 602	33 087	0	4,58%
Finance lease	6 643	2 468	4 175	0	3,24%
Total	46 408	9 145	37 263	0	
Balance on 31.12.2008					
Bank overdraft	2 050	2 050	0	0	6,20%
Long-term bank loans	40 402	6 891	33 511	0	5,45%
Finance lease	8 934	2 321	6 526	87	5,62%
Total	51 386	11 262	40 037	87	

The effective interest rates are very close to the nominal interest rates.

A loan agreement was concluded between the syndicate of SEB, Danske Bank A/S Estonia Branch (Sampo Bank) and Nordea Bank and Ekspress Grupp on 28 August 2007 in the amount of EEK 674.4 million (EUR 43.1 million) for purchasing Delfi Group and Maaleht. The loan repayment date is 25.09.2012. On 5 February 2010, an amendment to the loan agreement was concluded and according to the amendment, the new loan term is 25 January 2015 instead of previously agreed 25 September 2012.

On 24 March 2009, the syndicate of SEB Bank, Danske Bank (Sampo Bank) and Nordea Bank and AS Ekspress Grupp concluded an amendment to the loan agreement concluded on 28 August 2007, according to which the Group pays the principal instalments in a reduced amount during the period from 1 March 2009 to 25 January 2010.

Differences in payments are added to the bullet amount of the loan. The repayment profiles were amended in such a way that AS Ekspress Grupp will begin repaying the difference in the form of instalments starting from February 2010 until December 2012 under a ten year annuity profile and starting from January 2013 until December 2014 under a five year annuity profile.

The interest rate is 3.5%+ 6 month Euribor; from 25 January 2010, the new interest rate is 4% + 6 month Euribor, from 25 February 2010, the new interest rate is 3.75% + 6 month Euribor.

The outstanding loan balance as of 31.12.2009: EEK 526.9 million (EUR 33.7 million). The loan is secured:

- with a mortgage on the registered immovable located at Peterburi Rd 64A in the mortgage amount of EEK 50 million (EUR 3.2million);
- with a pledge on the shares of Delfi Estonia, Delfi Latvia, Delfi Lithuania, Maaleht, Eesti Ekspress Kirjastus, Printall, Eesti Päevaleht and Delfi Holding, and with the guarantee of these subsidiaries in the total amount of EUR 43.1 million (EEK 674.4 million);
- with a combined pledge in the amount of EEK 4 million (EUR 0.3 million) on the following trademarks: Eesti Ekspress, Delfi and Maaleht.

According to the terms of the loan agreement, the borrower must comply with the levels established for certain financial ratios, such as net interest-bearing borrowings /EBITDA, EBITDA/interest and principal payments related to interest-bearing borrowings and equity /balance sheet total.

As of the balance sheet date, there could have been a conflict with the levels established for certain financial ratios but an agreement was reached with banks before the balance sheet date, according to which the conflict with financial ratios does not qualify as a breach of the loan agreement.

On 01 October 2009, AS Ekspress Grupp and Danske Bank A/S Estonia Branch (legal successor of AS Sampo Pank) entered into an overdraft agreement, according to which the overdraft amount is EUR 0.96 million (EEK 15 million). The overdraft interest rate is 3.5%+ 6 month EURIBOR and the maturity term is 31 March 2010.

On 19 October 2009, AS Ekspress Grupp and AS SEB Pank entered into an overdraft agreement with a limit of EUR 0.96 million (EEK 15 million). The overdraft interest rate is 3.5%+ 1 month EURIBOR and the maturity term is 20 April 2010.

On 30 September 2009, AS Ekspress Grupp and Nordea Bank Finland Plc entered into a loan agreement with a limit of EUR 0.96 million (EEK 15 million). The overdraft interest rate is 3.5%+ 1 month EURIBOR and the maturity term is 30 March 2010.

A loan agreement of AS Printall (borrower) in the amount of EEK 75 million (EUR 4.8 million), with the term of 15.12.2013 is secured with a mortgage in the amount of EEK 100 million (EUR 6.4 million) on the registered immovable property located at Peterburi Rd 64A, Tallinn (the carrying amount of the building as of 31.12.2009: EEK 71.8 million (EUR 4.6 million), the carrying amount of the land property EEK 6.4 million (EUR 0.4 million), the carrying amount of the investment property EEK 6.4 million (EUR 0.4 million). The outstanding loan balance as of 31.12.2009: EEK 47.2 million (EUR 3.0 million), 31.12.2008: EEK 58.1 million (EUR 3.7 million). Finance lease agreements also contain certain terms for ratios of the company which the financial indicators of the company must comply. As of the balance sheet date, all ratios were in compliance with the terms established by the financial institutions.

Lease liabilities are effectively secured as the rights to the leased asset revert to the lessor in the event of default.

Note 7 Segment reporting

The Group presents the following major segments in the consolidated financial statements:

- a) online media;
- b) periodicals;
- c) printing services;
- d) book sales;
- e) information services(discontinued operations);
- f) unallocated.

Since 2008, the online media segment also includes the web publications of AS Eesti Päevaleht, SL Õhtuleht AS and Eesti Ekspress Kirjastus AS, and automobile, real estate and employment web environments of Eesti Ekspress Kirjastus AS which were earlier included in the periodicals segment.

Number of employees by segment

Segment	Number of employees		Average number of employees	
	31.12.2009	31.12.2008	Q IV 2009	Q IV 2008
Online media	197	197	196	190
Periodicals	1381	1622	1425	1648
Printing services	185	211	196	212
Book sales	106	134	105	94
Information services (discontinued)	161	221	186	224
Unallocated	7	8	7	7
Total	2037	2393	2115	2375

Revenue by segment

(thousand)	EEK		EUR		Change %
	Q IV 2009	Q IV 2008	Q IV 2009	Q IV 2008	
Online media	31 774	40 964	2 031	2 618	-22,4%
Periodicals	98 651	143 495	6 305	9 171	-31,3%
Printing services	95 548	116 057	6 107	7 417	-17,7%
Book sales	63 112	69 525	4 034	4 443	-9,2%
Unallocated	409	697	26	45	-42,2%
Inter-segment sales	(22 547)	(26 033)	(1 441)	(1 664)	13,4%
Sales to external customers	266 947	344 705	17 061	22 031	-22,6%

EBITDA by segment

(thousand)	EEK		EUR		Change %
	Q IV 2009	Q IV 2008	Q IV 2009	Q IV 2008	
Online media	(254)	4 834	(16)	309	-105,2%
Periodicals	4 528	14 014	289	896	-67,7%
Printing services	15 056	20 296	962	1 297	-25,8%
Book sales	3 546	3 380	227	216	5,1%
Unallocated	(5 450)	(2 858)	(348)	(183)	-90,2%
Eliminations	431	(21)	28	(1)	2900,0%
EBITDA total	17 857	39 645	1 141	2 534	-55,0%

Revenue by segment

(thousand)	EEK		EUR		Change %
	12 months 2009	12 months 2008	12 months 2009	12 months 2008	
Online media	118 292	162 484	7 560	10 385	-27,2%
Periodicals	396 258	553 205	25 326	35 356	-28,4%
Printing services	355 125	422 997	22 697	27 034	-16,0%
Book sales	188 575	207 790	12 052	13 280	-9,2%
Unallocated	2 276	2 552	145	163	-11,0%
Inter-segment sales	(76 997)	(94 177)	(4 921)	(6 019)	18,2%
Sales to external customers	983 529	1 254 851	62 859	80 200	-21,6%

EBITDA by segment

(thousand)	EEK		EUR		Change ^o %
	12 months 2009	12 months 2008	12 months 2009	12 months 2008	
Online media	(6 903)	29 725	(441)	1 900	-123,2%
Periodicals	10 380	59 167	663	3 781	-82,5%
Printing services	59 554	88 402	3 806	5 650	-32,6%
Book sales	3 427	7 176	219	459	-52,3%
Unallocated	(14 463)	(9 570)	(924)	(612)	-51,0%
Eliminations	(489)	(3 491)	(31)	(223)	86,1%
EBITDA total	51 506	171 409	3 292	10 955	-69,9%

Geographical segment by location of facilities and other assets– secondary segment

The company is active in Estonia, Latvia, Lithuania and Ukraine. As these markets do not generate significantly different risks and returns and they exhibit similar long-term financial performance, these four segments are combined. Lithuania contributes less than 5% and Latvia contributes less than 2% to the Group's revenue. There are no material inter-segment transactions or unallocated assets.

Note 8 Reserves

Reserves include:

- Statutory legal reserve required by the Commercial Code. Subject to the approval at the general meeting, the reserve may be used for covering accumulated losses if the latter cannot be covered with other unrestricted equity, and for increasing share capital.
- Other reserves- additional payments in cash from shareholders EEK 10 000 thousand (EUR 639 thousand), a hedging reserve derived from interest rate swaps EEK 13 993 thousand (EUR 894 thousand) and revaluation of investment property EEK 3 414 thousand (EUR 218 thousand).

(thousand)	EEK		EUR	
	31.12.2009	31.12.2008	31.12.2009	31.12.2008
Statutory legal reserve	266	266	17	17
Other reserves	(579)	3 859	(37)	247
Additional payments in cash from shareholders	10 000	10 000	639	639
Revaluation of investment property	3 414	3 414	218	218
Hedging reserve	(13 993)	(9 555)	(894)	(611)

Note 9 Earnings per share

Basic earnings per share have been calculated by dividing the profit attributable to equity holders of the Company by the weighted average number of shares outstanding during the period.

In view of the fact that the Group did not have any dilutive instruments as of 31.12.2009 and 31.12.2008, **diluted earnings per share** equal basic earnings per share.

	EEK			
	Q IV 2009	Q IV 2008	12 months 2009	12 months 2008
Profit attributable to equity holders of the Parent Company	(108 955 109)	1 653 112	(189 012 569)	45 980 177
The average number of ordinary shares	20 848 841	18 971 081	20 787 106	18 971 081
Basic and diluted earnings per share	(5,23)	0,09	(9,09)	2,42

	EUR			
	Q IV 2009	Q IV 2008	12 months 2009	12 months 2008
Profit attributable to equity holders of the Parent Company	(6 963 501)	105 653	(12 080 105)	2 938 669
The average number of ordinary shares	20 848 841	18 971 081	20 787 106	18 971 081
Basic and diluted earnings per share	(0,33)	0,01	(0,58)	0,15

Note 10 Equity

At the annual general meeting of shareholders held on 14 May 2008, the Management Board was given the authorisation to buy up to 160 000 own shares for a price per share not higher than the highest price paid for a share of Ekspress Grupp on the Tallinn Stock Exchange on the same day. The Company will dispose of its own shares within one year after the resolution of the general meeting.

As of 31 December 2009, contracts for the share purchase option concluded with members of the Management Board of the Group's subsidiaries have been terminated.

The extraordinary meeting of shareholders held on 12 December 2008 decided to increase the share capital through the issue of new shares. The share issue totalled 1 877 760 shares with the subscription price of 15 kroons (0.96 euros) per share. As of 12 January 2009, the share issue was fully subscribed and EEK 28.2 million (EUR 1.8 million) was paid for the new shares.

Subscribers were:

HHL Rühm with 1 393 575 shares

ING Luxembourg with 432 025 shares

SEB with 52160 shares

The share capital of Ekspress Grupp increased from EEK 189 710 810 (EUR 12 124 731) to EEK 208 488 410 (EUR 13 324 838).

Note 11 Related party transactions

Transactions with related parties are transactions with the parent company, shareholders, associates, unconsolidated subsidiaries, key management, management board, supervisory board, their close relatives and the companies in which they hold a majority interest.

The ultimate controlling individual of AS Ekspress Grupp is Hans Luik.

The Group has purchased from (goods for sale, manufacturing materials, fixed assets) and sold its goods and services to (lease of capital assets, management services, other services) the following related parties:

Sales

(thousand)	EEK		EUR	
	12 months 2009	12 months 2008	12 months 2009	12 months 2008
Sale of goods				
members of management boards and companies related to them	1	0	0	0
associated companies	23 535	26 315	1 504	1 682
Sale of goods total	23 536	26 315	1 504	1 682
Sale of services				
members of management boards and companies related to them	0	3	0	0
members of supervisory boards and companies related to them	79	399	5	26
associated companies	5 211	10 136	333	648
Sale of services total	5 290	10 538	338	674
Sales total	28 826	36 853	1 842	2 356

Purchases

(thousand)	EEK		EUR	
	12 months 2009	12 months 2008	12 months 2009	12 months 2008
Purchase of services				
members of management boards and companies related to them	680	773	43	49
members of supervisory boards and companies related to them	11 411	9 601	729	614
associated companies	535	69	34	4
Purchases total	12 626	10 443	806	667

Receivables

(thousand)	EEK		EUR	
	31.12.2009	31.12.2008	31.12.2009	31.12.2008
Short-term receivables				
members of supervisory boards and companies related to them	3 054	3 145	195	201
associated companies	4 530	7 039	290	450
Short-term receivables total	7 584	10 184	485	651
Long-term receivables				
members of supervisory boards and companies related to them	1 550	1 550	99	99
Long-term receivable total	1 550	1 550	99	99
Receivable total	9 134	11 734	584	750

Liabilities

(thousand)	EEK		EUR	
	31.12.2009	31.12.2008	31.12.2009	31.12.2008
Short-term payables				
members of management boards and companies related to them	41	11	3	1
members of supervisory boards and companies related to them	21 592	42 512	1 380	2 717
Liabilities total	21 633	42 523	1 383	2 718

AS Ekspress Grupp (borrower) and HHL Rühm OÜ (related company of the Group's shareholder) concluded a short term loan agreement in March 2008 in the amount of EEK 30 million (EUR 1.9 million).

The loan interest rate is 6%. As of 31.12.2009, the loan amounted to EEK 21 million (EUR 1.3 million) in the balance sheet. The amount paid during 2009 was EEK 22.2 million (EUR 1.4 million).

The annual general meeting held on 2 June 2009 approved the payment of a guarantee fee to Hans Luik of 1.5% p.a. on the guarantee amount for the personal guarantee of EUR 4 000 000 on the loan agreement and overdraft agreements concluded between AS Ekspress Grupp and SEB Bank, Danske Bank AS Eesti branch and Nordea Bank Finland Plc Estonia Branch. The fee is payable until the maturity date of the guarantee.

The Management Board of the Parent company has 3 members and the Supervisory Board has 7 members.

From 8 August 2009, Gunnar Kobin is the Chairman of the Management Board of AS Ekspress Grupp. The Supervisory Board of AS Ekspress Grupp has decided to recall present members of the Management Board Kaido Ulejev and Anne Kallas and appoint Andre Veskimester and Erle Oolup as new members of the Management Board.

Key management and supervisory board remuneration

(thousand)	EEK		EUR	
	12 months 2009	12 months 2008	12 months 2009	12 months 2008
Salaries and other short-term employee benefits (paid)	18 859	18 422	1 205	1 177

A member of the Management Board is entitled to compensation upon the termination of his contract. The key management termination benefits are obligations only in case the termination of contracts is originated by the Group. If a member of the Management Board is recalled without a substantial reason, the member will be paid compensation for termination of the contract totalling up to 4 months' salary. The cost is recognised on an accrual basis. Upon termination of an employment relationship, no compensation is paid if a member of the Management Board leaves at his or her initiative or if a member of the Management Board is removed by the Supervisory Board for a substantial reason. Potential key management termination benefits total EEK 3 472 thousand (EUR 222 thousand) in 2009 and in 2008, they totalled EEK 5 997 thousand (EUR 383 thousand).

According to management, transactions with related parties have been carried out using the arm's length principle.

Note 12 Events after the balance sheet date

AS Ekspress Grupp concluded loan restructuring agreements after the balance sheet date.

On 5 February 2010, an amendment to the loan agreement concluded on 28 August 2007 was concluded between AS Ekspress Grupp and a syndicate consisting of SEB Bank, Sampo Bank and Nordea Bank. According to the amendment, 25 January 2015 was set as the new loan deadline instead of the previously agreed 25 September 2012.

The repayment profiles were amended in such a way that AS Ekspress Grupp will begin repaying the loan in the form of instalments starting from February 2010 until December 2012 under a ten year annuity profile and starting from January 2013 until December 2014, under a five year annuity profile.

In connection with the restructuring of the loans of AS Ekspress Grupp, loan and lease commitments for the subsidiary Printall AS were also reviewed, and amendments for loan and lease contracts were concluded. According to the agreements, loan and lease deadlines are extended for one year and between January 2010 and December 2011, principal payments of the loan are reduced by 50%.

On 9 February 2010, Eesti Ajalehed AS, a subsidiary of AS Ekspress Grupp and OÜ Raamatumaja concluded an Agreement of Purchase and Sale of the shares of Rahva Raamat AS. The sales price is EEK 33 million (EUR 2.1 million) and the deal is to be closed by 18 February 2010. AS Ekspress Grupp's decision to divest Rahva Raamat AS follows the Group's strategy to focus more on its core activities in printed and digital media. The new owner of the company is the management of Rahva Raamat AS.