



UTENOS TRIKOTAŽAS, AB

CONSOLIDATED AND COMPANY'S INTERIM FINANCIAL STATEMENTS
for the 12 months period ended 31 December 2023
(UNAUDITED)

INFORMATION ABOUT COMPANY

Company name	Utenos Trikotažas AB
Legal and organization form	Legal entity, public company
Date and place of incorporation	Registered with the Register of Legal Entities of Utena District on 6 st December 1994; reregistered with the Ministry of Economy of the Republic of Lithuania on 18 st September 1998.
Registration code	BĮ 98-257
Code of the Register of Legal Entities	183709468
Authorized share capital	EUR 2 755 870
Address	J. Basanavičiaus g.122, LT-28214, Utena, Lithuania
Name of Register of Legal Entities	Registru centras VĮ
Telephone	+370 389 51445
Fax	+370 389 69358
E-mail	utenos.trikotazas@ut.lt
Website	www.ut.lt
Main activities	production of knit-wear and textile articles
Auditors	KPMG BALTICS UAB

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REVIEW OF ACTIVITY OF THE GROUP COMPANIES

In the 12 months of 2023, Utenos trikotažas AB group of companies (hereinafter „the Group“) sold products and provided services for EUR 22.2 million, which is by 35.7 per-cent less than in the previous year when the Group’s sales accounted for EUR 34.5 million. The Group exported 82.1 per-cent of products.

During the 12 months of 2023, the company Utenos trikotažas sold products and provided services for EUR 19.5 million. The sales volume, compared with the 12 months of 2022, decreased by EUR 12.1 million, or 38.3 per-cent. The company’s export sales reached 80.0 per-cent.

The sales of the largest segment – on-demand knitwear – decreased by 39.2 per-cent and reached EUR 17.1 million, private brands UTENOS and ABOUT decreased by 30.6 per-cent and reached EUR 2.5 million, whereas the sales of functional-technical garments produced by its subsidiary Šatrija decreased by 6.8 per-cent.

During the 12 months of 2023, the Group incurred EUR 2.530 thousand loss before tax. When in 2022 during the same period there were 1.920 thousand EUR loss before taxes. During the same period the company Utenos trikotažas incurred 2.507 thousand EUR loss before tax., when a year ago it incurred 2.702 thousand EUR loss before taxes.

The group's and Company EBITDA was negative at – 1.516 thousand EUR. and 1.455 thousand EUR.

Key performance indicators of the Group

Trade

Revenue (EUR '000)	Group			Company		
	2023 12 M	2022 12 M	Change %	2023 12 M	2022 12 M	Change %
Products manufactured on demand of business clients	17 119	28 151	(39,2)	17 119	28 014	(38,9)
Own brands (ABOUT, UTENOS)	2 514	3 623	(30,6)	2 406	3 619	(33,5)
Services of functional-technical garments manufacture	2 550	2 735	(6,8)	-	-	-
	22 183	34 509	(35,7)	19 525	31 633	(38,3)

Revenue (EUR '000)	Group			Company		
	2023 IV Q	2022 IV Q	Change %	2023 IV Q	2022 IV Q	Change %
Products manufactured on demand of business clients	3 406	6 657	(48,8)	3 466	6 520	(46,8)
Own brands (ABOUT, UTENOS)	925	726	27,4	829	845	(1,8)
Services of functional-technical garments manufacture	681	827	(17,6)	-	-	-
	5 012	8 210	(38,9)	4 295	7 365	(41,7)

Sales by regions

Revenue (EUR '000)	Group			Company		
	2023 12 M	2022 12 M	Change %	2023 12 M	2022 12 M	Change %
Export	18 221	27 924	(34,7)	15 621	25 452	(38,6)
<i>DACH (Germany, Austria, Switzerland)</i>	13 025	17 397	(25,1)	11 985	16 981	(29,4)
<i>Scandinavia (Sweden, Norway, Denmark, Finland)</i>	2 514	6 394	(60,7)	2 435	6 017	(59,5)
<i>Other regions</i>	2 682	4 133	(35,1)	1 201	2 454	(51,0)
Domestic	3 962	6 585	(39,8)	3 904	6 181	(36,8)
	22 183	34 509	(35,7)	19 525	31 633	(38,3)

Interim Consolidated Information for the 12 months of 2023 (All amounts are in EUR thousand, unless otherwise stated)

Revenue (EUR '000)	Group			Company		
	2023 IV Q	2022 IV Q	Change %	2023 IV Q	2022 IV Q	Change %
Export	4 011	6 205	(35,4)	3 335	5 492	(39,3)
<i>DACH (Germany, Austria, Switzerland)</i>	2 616	4 104	(36,2)	2 455	4 011	(38,8)
<i>Scandinavia (Sweden, Norway, Denmark, Finland)</i>	745	1 440	(48,2)	745	1 413	(47,3)
<i>Other regions</i>	650	661	(1,6)	135	68	99,5
Domestic	1 001	2 005	(50,1)	960	1 873	(48,7)
	5 012	8 210	(38,9)	4 295	7 365	(41,7)

Operating figures

	Group			Company		
	2023 12 M	2022 12 M	Change %	2023 12 M	2022 12 M	Change %
Manufactured, items units	1 486	2 578	(42)	1 357	2 265	(40)
Average number of employees	798	937	(15)	539	662	(19)

Financial ratios

	Group			Company		
	2023	2022	Change	2023	2022	Change
Revenue (EUR'000)	22 183	34 509	(35,7) %	19 525	31 633	(38,3) %
Operating profit (loss) (EUR'000)	(2 172)	(1 491)	45,6%	(2 017)	(1 331)	51,5 %
Operating profit (loss) margin (%)	(9,8)	94,3)	(5,5) p.p	(10,3)	(4,2)	(6,1) p.p
EBITDA (EUR'000)	(1 516)	(531)	185,5%	(1 455)	(666)	118,5%
EBITDA margin (%)	(6,8)	(1,5)	(5,3) p.p	(7,5)	(2,1)	(5,3) p.p
Profit (loss) before tax (EUR'000)	(2 530)	(1 903)	32,9%	(2 507)	(2 702)	(7,2) %
Profit (loss) before tax, margin (%)	(11,4)	(5,5)	(5,9) p.p	(12,84)	(8,54)	(4,3) p.p
Net profit (loss) for the year (EUR'000)	(2 516)	(1 920)	31,0%	(2 495)	(2 736)	(8,8) %
Net profit (loss) for the year margin (%)	(11,3)	(5,6)	(5,7) p.p	(12,8)	(8,6)	(4,2) p.p
Number of shares, (thousand)	9 503	9 503	-	9 503	9 503	-

	Group			Company		
	2023 IV Q	2022 IV Q	Change	2023 IV Q	2022 IV Q	Change
Revenue (EUR'000)	5 012	8 210	(39),0%	4 295	7 365	(41,7) %
Operating profit (loss) (EUR'000)	(1 148)	(246)	-	(1 087)	(357)	-
Operating profit (loss) margin (%)	(22,9)	(3,0)	(19,9) p.p	(25,3)	(4,9)	(20,4) p.p
EBITDA (EUR'000)	(985)	(78)	-	(945)	(260)	-
EBITDA margin (%)	(19,7)	(0,9)	(18,8) p.p	(22,0)	(3,5)	(18,5) p.p
Profit (loss) before tax (EUR'000)	(1 196)	(235)	-	(1 279)	(1 565)	-
Profit (loss) before tax, margin (%)	(23,9)	(2,9)	(21,0) p.p	(29,8)	(21,3)	(8,5) p.p
Net profit (loss) for the year (EUR'000)	(1 192)	(272)	-	(1 275)	(1 607)	-
Net profit (loss) for the year margin (%)	(23,8)	(3,3)	(20,5) p.p	(29,7)	(21,8)	(7,9) p.p
Number of shares, (thousand)	9 503	9 503	-	9 503	9 503	-

Relative ratios

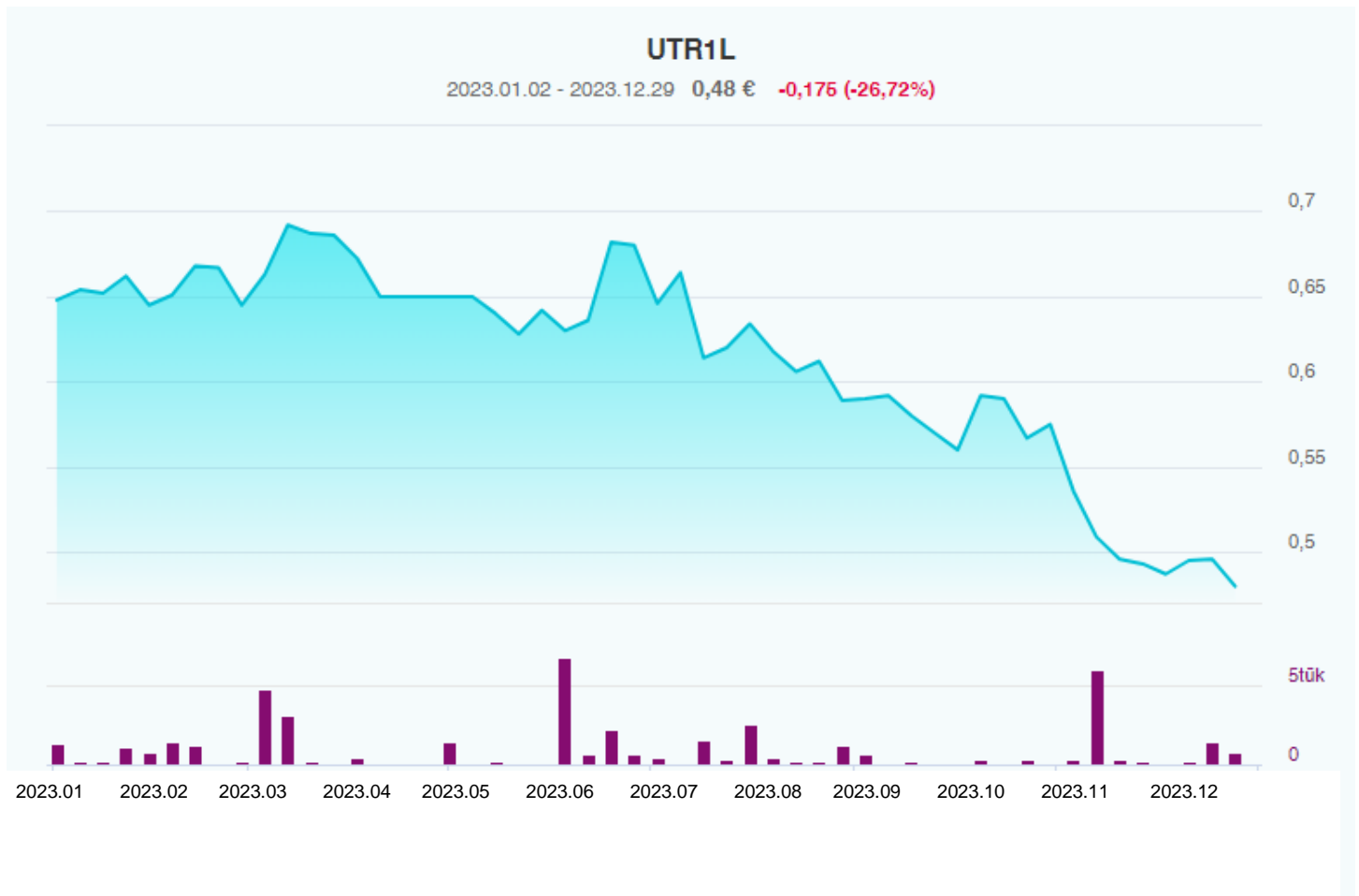
	Group			Company		
	2023 12 M	2022 12 M	Change %	2023 12 M	2022 12 M	Change %
Return on capital employed (%)	(91,3)	(69,7)	(21,6)	(90,5)	(99,3)	8,8
Return on assets (%)	(17,4)	(11,4)	(6)	(18,5)	(16,9)	(1,6)
Return on shareholders' equity (%)	(122,4)	(47,6)	(74,8)	(115,1)	(64,1)	(51)
Debt ratio (%)	85,7	76	9,7	83,9	73,6	10,3
Debt-to-equity ratio (%)	601,0	317,2	283,8	520,6	278,5	242,1
Liquidity ratio (%)	88	142,6	(54,6)	86,2	147,2	(61,0)
Equity to assets ratio (%)	14,3	24	(9,7)	16,1	26,4	(10,3)

Ratios related with the share price

	2023 12 M	2022 12 M	Changes
P/E	(1,83)	(3,12)	1,29
EPS	(0,26)	(0,20)	(0,06)
EV/EBITDA	(6,83)	(21,48)	14,65

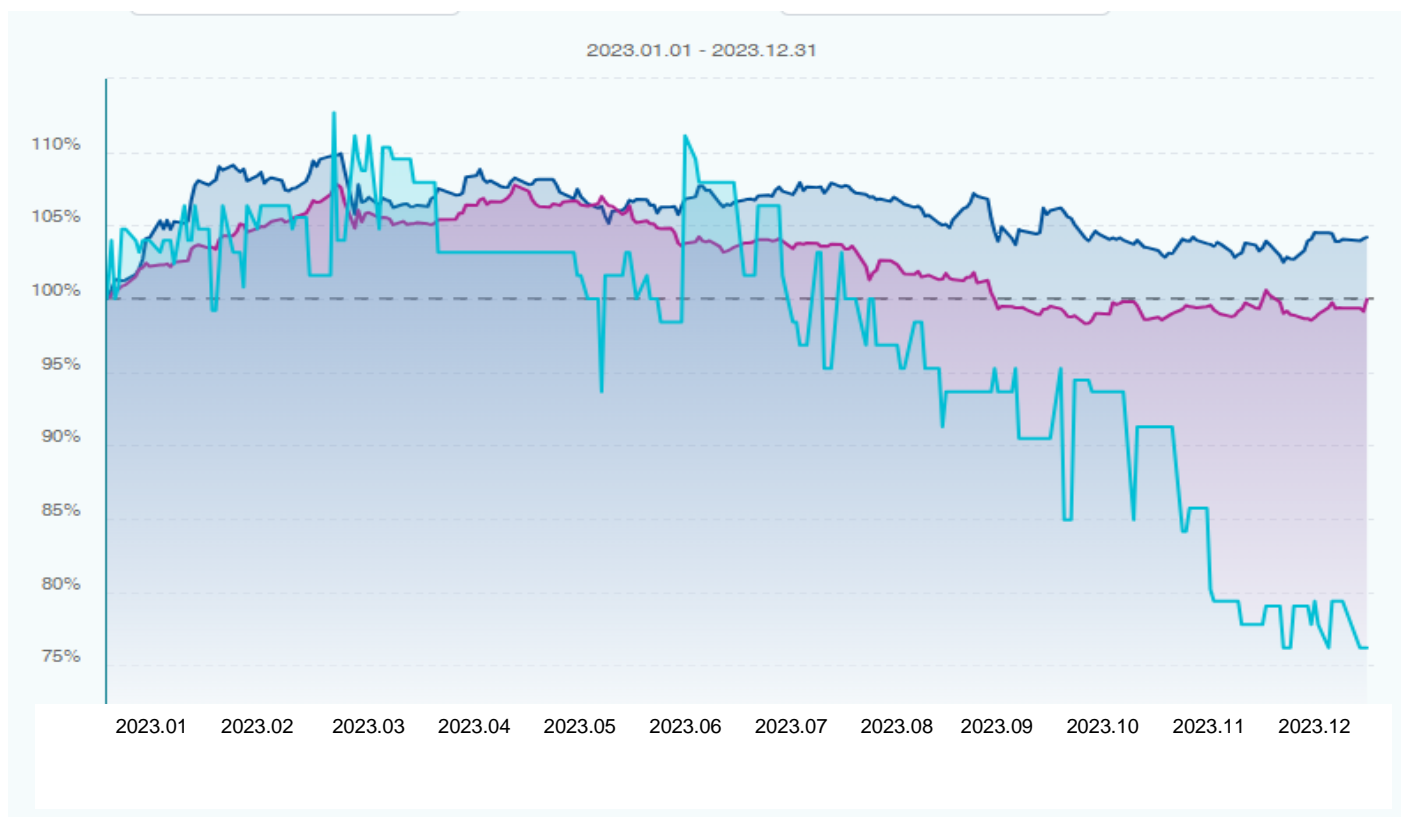
Information regarding the price of shares and their dynamics

Utenos Trikotažas AB share price dynamics, during 12 months period to 31 December 2023.


Price ratios

	2023 12 M	2022 12 M
Open price, EUR	0,605	0,780
High price, EUR	0,740	0,795
Low price, EUR	0,478	0,446
Last price, EUR	0,480	0,630
Traded volume	45 363	51 808
Turnover, million EUR	0,030	0,040
Capitalization, million EUR	4,560	5,990

Utenos Trikotažas AB, OMX Baltic Benchmark GI and OMX Vilnius Index dynamics during 12 months period to 31 December 2023



Index/ Equity	2023.12.31	2022.12.31	2023.12.31 /2022.12.31 Change, %
—OMX Baltic Benchmark GI	1.442,41	1.384,42	4,19
—OMX Vilnius	946,76	947,14	(0,04)
—UTR1L	0,48 EUR	0,63 EUR	(23,81)

Statement of financial position

	Group		Company	
	2023.12.31	2022.12.31	2023.12.31	2022.12.31
ASSETS				
Non-current assets				
Intangible assets	435	474	31	70
Property, plant and equipment	7 109	6 898	6 276	6 182
Right-of-use assets	267	355	147	227
Investment property	151	157	151	157
Investments into subsidiaries	-	-	1 490	1 490
	7 962	7 884	8 095	8 126
Current assets				
Inventories	2 568	4 346	2 444	4 292
Trade receivables	1 385	1 997	1 314	1 623
Contract assets	1 283	1 900	1 187	1 801
Other current assets	132	315	106	280
Cash and cash equivalents	1 108	385	310	29
	6 476	8 943	5 361	8 025
Total assets	14 438	16 827	13 456	16 151

Statement of financial position (cont ')

EQUITY AND LIABILITIES	Group		Company	
	2023.12.31	2022.12.31	2023.12.31	2022.12.31
Share capital	2 756	2 756	2 756	2 756
Legal reserve	574	574	574	574
Revaluation surplus	2 788	2 361	2 382	2 071
Reserve for acquisition of own shares	1 090	1 090	1 000	1 000
Foreign currency translation reserve	1 035	1 023	-	-
Accumulated retained earnings/ (losses)	(6 371)	(3 959)	(4 544)	(2 134)
	1 872	3 845	2 168	4 267
Non-controlling interest	188	188	-	-
Total equity	2 060	4 033	2 168	4 267
LIABILITIES				
Non-current liabilities				
Borrowings	2 852	4 162	2 852	4 162
Borrowings from parent company	591	532	591	532
Non-current lease liabilities	513	685	68	126
Borrowings from subsidiaries	-	-	647	600
Other long - term liabilities	593	517	514	460
Deferred income tax liabilities	210	231	136	157
Provisions for employee benefits	263	394	263	394
	5 022	6 521	5 071	6 431
Current liabilities				
Current portion of non-current borrowings	1 363	637	1 363	637
Short – term financial liabilities	1 621	320	1 621	320
Current lease liabilities	165	208	78	115
Trade payables	853	1 184	800	1 122
Payables to other related parties and subsidiaries	268	175	328	243
Contract liabilities	506	827	204	820
Accrued expenses and other current liabilities	2 580	2 922	1 823	2 196
	7 356	6 273	6 217	5 453
Total liabilities	12 378	12 794	11 288	11 884
Total equity and liabilities	14 438	16 827	13 456	16 151

Statement of comprehensive income

Group	January - December		October - December	
	2023	2022	2023	2022
Sales	22 183	34 509	5 012	8 210
Cost of sales	(20 370)	(30 679)	(4 970)	(6 790)
Gross profit	1 813	3 830	42	1 420
Selling expenses	(1 499)	(2 222)	(384)	(457)
General and administrative expenses	(2 615)	(3 201)	(839)	(1 248)
Other operating income	154	193	39	47
Other operating expenses	(25)	(91)	(6)	(8)
Operating profit (losses)	(2 172)	(1 491)	(1 148)	(246)
Finance income	354	334	38	94
Finance costs	(712)	(746)	(86)	(82)
Profit (losses) before tax	(2 530)	(1 903)	(1 196)	(234)
Income tax	14	(17)	4	(38)
Net profit (losses)	(2 516)	(1 920)	(1 192)	(272)
Net profit (losses) attributable to:				
Equity holders of the Company	(2 499)	(1 916)	(1 184)	(277)
Non-controlling interest	(17)	(4)	(8)	5
	(2 516)	(1 920)	(1 192)	(272)
Company	January - December		October - December	
	2023	2022	2023	2022
Sales	19 525	31 633	4 295	7 365
Cost of sales	(18 210)	(28 603)	(4 336)	(6 217)
Gross profit	1 315	3 030	(41)	1 148
Selling expenses	(1 439)	(2 014)	(369)	(442)
General and administrative expenses	(1 916)	(2 335)	(684)	(1 074)
Other operating income	43	73	11	18
Other operating expenses	(20)	(85)	(4)	(7)
Operating profit (losses)	(2 017)	(1 331)	(1 087)	(357)
Interest received	60	70	15	15
Finance income	147	243	35	93
Finance costs	(697)	(1 684)	(242)	(1 316)
Profit (losses) before tax	(2 507)	(2 702)	(1 279)	(1 565)
Income tax	12	(34)	4	(42)
Net profit (losses)	(2 495)	(2 736)	(1 275)	(1 607)

STATEMENTS OF CHANGES IN EQUITY

Group	Share capital	Legal reserve	Revaluation surplus	Reserve for acquisition of own shares	Foreign currency translation reserve	Accumulated retained earnings/ losses	Total	Non-controlling interest	Total equity
Balance as of 31 December 2021	2 756	574	3 946	1 090	1 053	(2 142)	7 277	109	7 386
Net profit (loss) for the year	-	-	-	-	-	(1 916)	(1 916)	(4)	(1 920)
Other comprehensive income	-	-	(1 446)	-	(30)	64	(1 412)	(11)	(1 423)
Total comprehensive income (loss)	-	-	(1 446)	-	(30)	(1 852)	(3 328)	(15)	(3 343)
Other movements	-	-	-	-	-	(104)	(104)	94	(10)
Transfer of revolution surplus to retained earnings	-	-	(139)	-	-	139	-	-	-
Balance as of 31 December 2022	2 756	574	2 361	1 090	1 023	(3 959)	3 845	188	4 033
Net profit (loss) for the year	-	-	-	-	-	(2 499)	(2 499)	(17)	(2 516)
Other comprehensive income	-	-	489	-	12	25	526	17	543
Total comprehensive income (loss)	-	-	489	-	12	(2 474)	(1 973)	-	(1 974)
Transfer of revolution surplus to retained earnings	-	-	(62)	-	-	62	-	-	-
Balance as of 31 December 2023	2 756	574	2 788	1 090	1 035	(6 371)	1 872	188	2 060

Company	Share capital	Legal reserve	Reserve for acquisition of own shares	Revaluation surplus	Accumulated retained earnings/ (losses)	Total
Balance as of 31 December 2021	2 756	574	1 000	2 129	480	6 939
Net profit (loss) for the year	-	-	-	-	(2 736)	(2 736)
Other comprehensive income	-	-	-	-	64	64
Total comprehensive income (loss)	-	-	-	-	(2 672)	(2 672)
Transfer of revolution surplus to retained earnings	-	-	-	(58)	58	-
Balance as of 31 December 2022	2 756	574	1 000	2 071	(2 134)	4 267
Net profit (loss) for the year	-	-	-	-	(2 495)	(2 495)
Other comprehensive income	-	-	-	371	25	397
Total comprehensive income (loss)	-	-	-	371	(2 470)	(2 099)
Transfer of revolution surplus to retained earnings	-	-	-	(60)	60	-
Balance as of 31 December 2023	2 756	574	1 000	2 382	(4 544)	2 169

STATEMENTS OF CASH FLOWS

	Group		Company	
	31 December	2022	31 December	2022
	2023	2022	2023	2022
Cash flows from operating activities				
Profit (loss) for the period	(2 531)	(1 903)	(2 507)	(2 702)
Adjustments for non-cash items:				
Depreciation and amortization	656	960	562	665
(Gain) on disposal of property, plant and equipment and investment property	(9)	55	(9)	55
Impairment and write-off of inventories and in trade receivables	(8)	(3)	30	1 874
Impairment of investments in subsidiaries	-	-	-	10
Impairment and write-off of fixed assets	3	457	3	(141)
Inventory impairment and write-offs	51	(235)	61	(236)
Elimination of financial (income cost)	461	308	437	233
Income tax (income) expense	(14)	17	(12)	34
Changes in working capital:				
(Increase) decrease in inventories	1726	2 803	1 787	2 775
(Increase) decrease in trade receivables	612	(812)	278	(559)
Decrease in contract assets (increase)	617	848	613	871
Decrease (increase) in receivables from subsidiaries	-	-	-	131
(Increase) decrease in other receivables and other current assets	183	288	174	252
Increase (decrease) in contractual obligations	(321)	(34)	(616)	(40)
(Increase) decrease in trade and other accounts payable	(332)	(1 747)	(321)	(1 806)
Increase (decrease) in taxes payable and other current liabilities	(297)	(82)	(302)	(351)
Income tax (paid)	-	(68)	-	(70)
Net cash generated from operating activities	797	852	178	995
Cash flows from investing activities				
Acquisition of property, plant and equipment	(132)	(185)	(99)	(177)
Proceeds from sale of property, plant and equipment	-	(13)	-	(13)
Income from the sale of fixed assets	17	28	17	22
Loans granted to a subsidiary	-	-	-	(10)
Interest received	3	-	60	70
Investments in subsidiaries (acquisition)	-	-	-	(130)
Net cash flows generated from (to) investing activities	(112)	(170)	(22)	(238)
Cash flows from financing activities				
Proceeds from borrowings	1 301	1 800	1 301	1 800
Repayment of borrowings and financial lease payments	(584)	(2 118)	(584)	(2 118)
Interest paid	(464)	(308)	(497)	(303)
Lease payments	(215)	(296)	(95)	(179)
Net cash flows from financing activities	(38)	(922)	125	(800)
Net increase in cash and cash equivalents	723	(240)	281	(43)
Cash and cash equivalents at the beginning of the period	385	625	29	72
Cash and cash equivalents at the end of the period	1 108	385	310	29

EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS

1. General information

The Company is engaged in production of knit-wear and textile articles.

The shares of Utenos Trikotažas AB are listed on the additional List of the NASDAQ OMX Vilnius Stock Exchange.

As of 31 December 2023 and 31 December 2022 the shareholders of the Company were as follows:

	As of 31 December 2023		As of 31 December 2022	
	Number of shares held	Interest held(%)	Number of shares held	Interest held(%)
SBA Grupė UAB	8.771	92,31	8.771	92,31
Other shareholders	732	7,69	732	7,69
	9.503	100,00	9.503	100,00

All the shares are registered ordinary shares with a par value of EUR 0.29 each. As of 31 December 2023 and 31 December 2022 subsidiaries did not hold any shares of the Company. The Company did not hold its own shares within this period.

The consolidated group (hereinafter “the Group”) consists of the Company and the following subsidiaries:

		Group's share (%)		
	Registered address	31 December 2023	31 December 2022	Profile
Šatrija AB	Šatrijos str. 3, Raseiniai	89.78	89.78	Sewing of clothes
Gotija UAB	Laisvės Str. 33, Kaunas	100.00	100.00	Retail trade
PAT MTF Mrija	Tomas Masarik Str. 13, Mukachev, Ukraine	98.95	98.95	Production of knitted articles
UAB Aboutwear	Laisvės pr. 3, Vilnius	100.00	80.00	Wholesale and retail trade

2. Form and contents of the financial statements

These financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the EU.

3. Change in the accounting method of the Companies' and the Group's Non-current assets Buildings group

In order to achieve a more accurate accounting of the financial results in March 31, 2013 the Non-current assets Buildings group accounting method was changed to the fair value method, as the book value of the Companies' and the Group's Non-current assets Buildings group, which was carried at historical cost, less subsequent accumulated depreciation, had not corresponded with the buildings market value.

4. Consolidation

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

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

5. Financial risk factors

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

The assigned net investment value is 1.385 million. EUR and from this amount during 2023 The 12-month positive currency exchange difference of EUR 12 thousand is accounted for in the Group's financial statements as other comprehensive income.

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

Foreign currency exchange difference on monetary items attributed to net investments, EUR	308 083
Foreign currency translation reserve on other items, EUR	(295 650)
Other comprehensive income EUR, net	12 433

6. Segment information

The Group has two main business segments: production of knitted articles and production of functional-technical garments

In assessing operational performance of segments, the Group's Board takes into account the sales revenue, gross profit, EBITDA (earnings before financial activity result, taxes, depreciation and amortization), profit (loss) ratios, therefore the report on the Group's segments discloses these items in respect of each segment. As the Board also assesses other items of the statement of comprehensive income by each segment, these items are presented in the report on the Group's segments. Inter-segment transactions are eliminated on consolidation.

Below, there is a summary of major indicators for the main business segments of the Group included in the statement of comprehensive income for the 12 months of 2023 and for the 12 months of 2022

of 31 December 2023	Production and sale of knitted articles	Production of functional-technical garments	Eliminations	Total
External sales	19 633	2 550	-	22 183
Internal sales	482	-	(482)	-
Total revenue	20 115	2 550	(482)	22 183
Gross profit	1 518	295	-	1 813
EBITDA	(1 439)	(77)	-	(1 516)
Profits (loss)	(2 380)	(136)	-	(2 516)

of 31 December 2022	Production and sale of knitted articles	Production of functional-technical garments	Eliminations	Total
External sales	31 774	2 735	-	34 509
Internal sales	917	-	(917)	-
Total revenue	32 691	2 735	(917)	34 509
Gross profit	3 319	511	-	3 830
EBITDA	(719)	188	-	(531)
Profit (loss)	(2 016)	96	-	(1 920)

7. Non-current intangible assets

Amortization expenses of intangible assets are included within general and administrative expenses in profit and loss statement.

8. Non-current tangible assets

Depreciation of non-current tangible property amounted to EUR 657 thousand as of 31 December 2023, EUR 450 thousand are included into cost of sales in the Group's Profit (loss) statement. The remaining amounts were included in general and administrative expenses and inventories in the statement of financial position.

As of 31 December 2023 and 31 December 2022 the Companies' and the Group's Non-current assets Buildings group is recognized at fair value.

9. Non-current financial assets

On 27 June 2022, Utenos trikotažas AB purchased 20 percent of the registered shares of Aboutwear UAB from G.Vilke. In 31 December 2023 AB Utenos trikotažas owns 100 percent of the shares of Aboutwear UAB.

10. Inventories

	Group		Company	
	2023.12.31	2022.12.31	2023.12.31	2022.12.31
Raw materials	2 048	2 993	1 713	2 640
Work in progress	1 347	1 596	1 345	1 594
Finished goods	780	1 386	684	1 367
Goods for resale	3	6	-	3
	4 178	5 981	3 742	5 604
Write-down to net realizable value:				
Opening balance	(1 635)	(1 893)	(1 312)	(1 570)
Change	25	258	14	258
Closing balance	(1 610)	(1 635)	(1 298)	(1 312)
	2 568	4 346	2 444	4 292

11. Trade receivables

	Group		Company	
	2023.12.31	2022.12.31	2023.12.31	2022.12.31
Trade receivables, gross	1 411	2 075	1 314	1 675
Allowance for trade receivables:				
Opening balance	(78)	(85)	(52)	(59)
Additional allowance	-	-	-	-
Written-of	52	7	52	7
Closing balance	(26)	(78)	-	(52)
	1 385	1 997	1 314	1 623

Changes in impairment allowance for doubtful trade receivables as of 31 December 2023 and 31 December 2022 were recorded within the Group's and Company's general and administrative expenses.

12. Cash and cash equivalents

	Group		Company	
	2023.12.31	2022.12.31	2023.12.31	2022.12.31
Cash at bank and on hand	1 108	385	310	29
	1 108	385	310	29

13. Other reserves and retained earnings (deficit)

Revaluation surplus

Revaluation surplus reflects the result of the revaluation (net of deferred tax) of the property, plant and equipment.

Legal reserve

A legal reserve is a compulsory reserve under the Lithuanian legislation. Annual transfers of not less than 5 % of net profit of the Company calculated according to the Lithuanian Company's law, are compulsory until the reserve reaches 10 % of the share capital. Legal reserve is fully formed by the Company. The legal reserve cannot be distributed as dividends but can be used to cover cumulated losses.

Foreign currency translation reserve

The foreign currency translation reserve represents translation differences arising on consolidation of financial statements of foreign subsidiaries.

Reserve for acquisition of own shares

According to the decision of shareholders of AB Utenos trikotažas a reserve of 1 000 thousand EUR was formed for acquisition of own shares.

Accumulated retained earnings (losses)

Pursuant to the provisions of the Law on Limited Liability Companies of the Republic of Lithuania, if the total of retained earnings at the beginning of the financial year and net profit (loss) for the year is negative, the General Shareholders' Meeting has to make a decision to cover these losses. Transfers to distributable results should be made in the following sequence:

transfer from reserves not used in the reporting financial year;

transfer from the compulsory legal reserve;

transfer from the share premium.

At the date of these financial statements the Company was not informed about any actions of the shareholders of the Co. regarding retained deficit.

The balances of other reserves as of 31 December 2023 and 31 December 2022 were as follows:

	Group		Company	
	2023.12.31	2022.12.31	2023.12.31	2022.12.31
Revaluation surplus	2 788	2 361	2 382	2 071
Legal reserve	574	574	574	574
Reserve for acquisition of own shares	1 090	1 090	1 000	1 000
Foreign currency translation reserve	1 035	1 023	-	-
Accumulated retained earnings/ (losses)	(6 371)	(3 959)	(4 544)	(2 134)
	(884)	1 089	(588)	1 511

14. Borrowings

	Group		Company	
	2023.12.31	2022.12.31	2023.12.31	2022.12.31
Current				
Current portion of non-current bank borrowings	1 363	637	1 363	637
Other current liabilities	1 621	320	1 621	320
Non-current				
Borrowings from parent company	591	532	591	532
Borrowings from subsidiaries	-	-	647	600
Long-term bank borrowings	2 852	4 162	2 852	4 162
Total borrowings	6 427	5 651	7 074	6 251

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The Company's borrowings from subsidiaries consist of the loan granted by subsidiary Šatrija AB, amounting EUR 600 thousand with maturity as at 31 December 2027 and variable interest rate 12 month Euribor + 2.2 %.

On 18 December 2020, the Company entered into the loan agreement with SBA Group UAB for EUR 532 thousand. The annual interest rate on the loan will be 2.2 %. The loan matures on 31 December 2027.

On 27 December 2021, bond subscription agreement and a loan agreement were concluded with manages the Business Assistance Fund, which provide that the Fund signs and acquires whereas the Company issues ordinary registered bonds of nominal value of up to EUR 2,300 thousand, and the Fund grants the Company a loan of up to EUR 500 thousand. The redemption date of the bonds and the repayment deadline of the loan – 15 December 2027. The liabilities are subject to an annual interest rate which is calculated at intervals of 12 (twelve) months - 8%. For each other 12 (twelve) months the interest rate is increased by 0.1 (one tenth) percentage point annually. Under the agreements, liabilities are guaranteed by pledges of current and non-current assets and by sureties of the subsidiaries Šatrija AB and Aboutwear UAB. As at 31 December 2023, the balance of issued and paid bonds amounted to EUR 2,300 thousand, the balance of the loan granted was EUR 500 thousand

In November in 2022 a tax loan agreement was signed with the State Tax Inspectorate. The total amount of the loan is 99 thousand. EUR with interest, the amount of which is determined by the order of the Minister of Finance. The loan repayment deadline is in September in 2024.

In November in 2022 the decision of the Board of the State Social Insurance Fund was adopted regarding 371 thousand EUR tax payment postponement with interest, the amount of which is determined by the order of the Minister of Finance. The payment repayment deadline is in October in 2027.

As at 31 December 2023 and at 31 December 2022 the bank borrowings were secured by property plant and equipment.

The interest rate for the borrowings is based on variable interest rate, therefore, in the opinion of management, the carrying amount of borrowings approximates their fair value.

15. Accrued expenses and other current liabilities

	Group		Company	
	2023.12.31	2022.12.31	2023.12.31	2022.12.31
Accrual for vacation reserve	1 016	1 088	711	810
Wages, salaries and social security	550	668	438	564
Amounts payable for services and non-current assets	401	423	401	422
Taxes payable, except for income tax	248	310	210	276
Provisions for accrued bonuses	72	122	-	50
Provisions for employee benefits	72	81	49	58
Other liabilities	221	230	14	16
	2 580	2 922	1 823	2 196

16. Revenue

Group	January - December		October - December	
	2023	2022	2023	2022
Revenue from sales of goods and services	21 184	32 484	4 842	7 502
Revenue from sales of materials	999	2 025	170	708
	22 183	34 509	5 012	8 210

Company	January - December		October - December	
	2023	2022	2023	2022
Revenue from sales of goods and services	18 717	29 676	4 167	6 687
Revenue from sales of materials	808	1 957	128	678
	19 525	31 633	4 295	7 365

17. Cost of sales**Group**

	January - December		October - December	
	2023	2022	2023	2022
Materials	6 936	11 185	1 502	2 436
Wages and salaries and social security	9 535	11 105	2 509	2 615
Depreciation and amortization	3 064	6 587	762	1 346
Other overhead expenses*	450	523	132	129
Cost of materials sold	385	1 279	65	264
	20 370	30 679	4 970	6 790

Company

	January - December		October - December	
	2023	2022	2023	2022
Materials	6 845	11 089	1 461	2 366
Wages and salaries and social security	7 244	8 741	1 878	2 011
Depreciation and amortization	3 438	7 221	838	1 517
Other overhead expenses*	369	340	95	69
Cost of materials sold	314	1 212	64	254
	18 210	28 603	4 336	6 217

*The amount includes subsidies received. In 2022, the company (Utenos Trikotažas AB) was included in the list of especially impacted sectors according to the Temporary War Communicate by the European Commission and received a subsidy directed to the most energy crisis impacted companies amounting to 348 thousand EUR. The impact of the subsidies is reflected in the cost of sales in the period from January to December and October to December.

18. Selling general and administrative expenses**Group**

	January - December		October - December	
	2023	2022	2023	2022
Selling expenses				
Wages and salaries and social security	639	859	166	177
Advertising and marketing costs	188	302	47	67
Other selling expenses	672	1 061	171	213
	1 499	2 222	384	457
General and administrative expenses				
Wages and salaries and social security	966	1 164	249	482
Communications and consulting services	549	508	138	101
Taxes other than income tax	158	93	32	-
Depreciation and amortization	152	232	45	42
Security	176	151	44	37
Vehicles exploitation expenses	58	73	8	14
Services of financial institutions	54	79	16	20
Premises exploitation expenses	49	54	16	15
Business trip expenses	23	4	23	1
Representation expenses	33	26	9	7
Allowance (reversal) and write-off of trade receivables and inventories	43	(238)	168	44
Other	354	1 055	91	485
	2 615	3 201	839	1 248
	4 114	5 423	1 223	1 705

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Company	January - December		October - December	
	2023	2022	2023	2022
Selling expenses				
Wages and salaries and social security	583	755	151	165
Advertising and marketing costs	188	237	47	67
Other selling expenses	668	1022	171	210
	1 439	2 014	369	442
General and administrative expenses				
Wages and salaries and social security	639	834	162	204
Communications and consulting services	477	377	125	84
Taxes other than income tax	65	76	19	(2)
Depreciation and amortization	139	120	35	10
Security	93	78	24	20
Vehicles exploitation expenses	39	57	3	14
Services of financial institutions	51	71	16	19
Premises exploitation expenses	45	51	15	14
Business trip expenses	3	2	3	2
Representation expenses	32	26	9	7
Allowance (reversal) and write-off of trade receivables and inventories	91	493	206	775
Other	242	150	67	(73)
	1 916	2 335	684	1 074
	3 355	4 349	1 053	1 516

19. Other income and expenses

Group	January - December		October - December	
	2023	2022	2023	2022
Gain from disposal of non-current assets	9	10	1	4
Rent income	28	25	7	7
Other income	117	158	31	36
Other income	154	193	39	47
Loss from disposal of non-current assets	(1)	(66)	-	-
Rent costs	(24)	(25)	(6)	(10)
Other expenses	-	-	-	2
Other expenses	(25)	(91)	(6)	(8)

Company	January - December		October - December	
	2023	2022	2023	2022
Gain from disposal of non-current assets	9	11	1	4
Rent income	22	27	6	8
Other income	12	35	4	6
Other income	43	73	11	18
Loss from disposal of non-current assets	(1)	(66)	-	-
Rent costs	(19)	(19)	(4)	(7)
Other expenses	-	-	-	-
Other expenses	(20)	(85)	(4)	(7)

20. Finance costs, net

Group	January - December		October - December	
	2023	2022	2023	2022
Foreign exchange gain (loss)	100	(109)	92	79
Interest expenses	(468)	(308)	(143)	(78)
Other	10	5	3	11
	(358)	(412)	(48)	12

Company	January - December		October - December	
	2023	2022	2023	2022
Foreign exchange gain (loss)	1	12	1	(2)
Interest expenses	(497)	(303)	(149)	(77)
Interest income	60	70	15	15
Other	(54)	(1 150)	(59)	(1 144)
	(490)	(1 371)	(192)	(1 209)

21. Basic/dilutive earnings per share

Profit (loss) per share reflect the Group's net profit/(loss), divided by the outstanding number of shares. Calculation of the profit/(loss) per share is presented below:

Group	January - December		October - December	
	2023	2022	2023	2022
Profit/ (loss) attributable to the equity holders of the Group	(2 499)	(1 916)	(1 184)	(277)
Weighted average number of shares in issue (thousand)	9 503	9 503	9 503	9 503
Basic/dilutive earnings per share (in EUR)	(0,26)	(0,20)	(0,12)	(0,03)

22. Subsequent sheet events

There were no material subsequent sheet events, that could make a significant impact for the financial statement of the Group and the Company.