

VST

KAD GYVENTI BŪTŲ ŠVIESIAU

Joint Stock Company "VST"
Report for the 1st half of 2006

VST

KAD GYVENTI BŪTŲ ŠVIESIAU

Joint Stock Company "VST" is a modern and viable company dealing in distribution and supply of electric energy, which services reach more than 696 thousand consumer objects.

Company is the owner of electric power distribution network (i.e. medium and low voltage electricity power lines and more than 16 000 transformer stations).

Company is responsible for the electric power distribution network, its reliability, exploitation, maintenance, administration and development in the Central and Western part of Lithuania.

"VST" - one of most successful and perspective companies of private Lithuanian capital.

OUR MISSION: We are working to ensure that reliable electric power would always be available in Western Lithuania.

VISION 2010: We are seeking to become the best provider of regulated services in Lithuania.

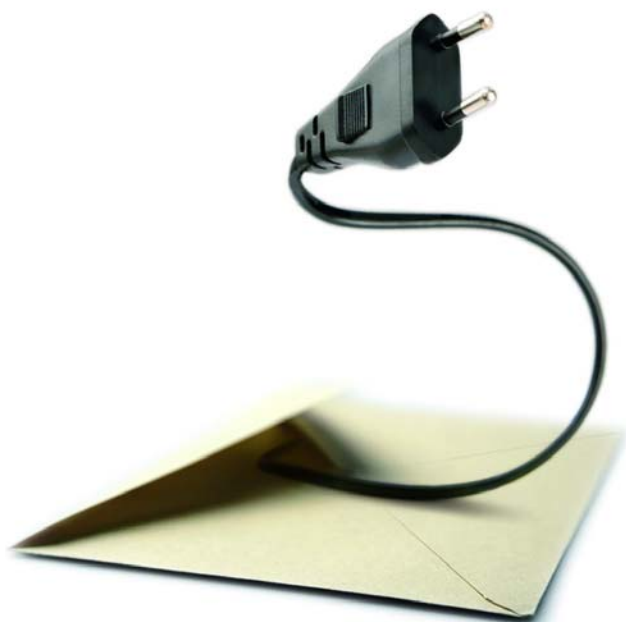


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I GENERAL PROVISIONS

1. Accounting period covered by the Report

This report has been prepared for the 1st half of the year 2006.

2. Key data on the Issuer

Name of the Company:	Joint Stock Company "VST"
Share capital:	111 539 940 Lt
Address of its headquarters:	Jasinskio g. 16 C, LT-01112, Vilnius
Telephone number:	(8~5) 278 12 59
Fax number:	(8~5) 278 12 69
E-mail address:	vst@vst.lt
Website:	www.vst.lt
Legal –organizational form:	Joint stock Company
Registration in the Register of Enterprises:	
- Place of registration:	Ministry of Economy
- Date of registration:	31 December 2001
- Code in the Registry of Enterprises:	1108 70748
- Former code:	1087074
Registrant of the Register of legal bodies:	State Enterprise Centre of registers

3. Information on where and when the Report and the documents, on which the Report is based, are publicly available and the names of the mass media means.

The Report is available during work days from 7³⁰ till 16³⁰ and Fridays from 7³⁰ till 15¹⁵ at the headquarters of the company at the address: J.Jasinskio str. 16C, Vilnius, Department of Marketing and Public relations.

The Company's means of mass media for public information are daily newspaper "Lietuvos rytas" and "Respublika", Lithuanian News Agency ELTA and the news agency "BNS".

4. Persons in charge of the information contained in the Report

4.1. Members of the managing bodies of the company, employees and the head of administration:

Position	Name, surname	Telephone number	Fax number
Chief Executive Officer	Darius Nedzinskas	(8~5) 278 12 00	(8~5) 278 12 69
Chief Financial Officer	Antanas Poška	(8~5) 278 12 00	(8~5) 278 12 69
Economic and Finance Department Manager	Kęstutis Jaržemskas	(8~5) 278 12 59	(8~5) 278 12 69
Accounting Department Manager, Chief Accountant	Lina Minderienė	(8~5) 278 12 59	(8~5) 278 12 69
Marketing and Public Relations Department Manager	Rasa Kruopaitė	(8~5) 278 12 59	(8~5) 278 12 69

4.1. Consultant.

5. Declaration of the members in charge of the preparation of the Report of the managing bodies of the Issuer, employees, the Head of the administration and the consultants of the Issuer that the information contained in the Report is true and correct and that there are no concealed facts

The persons listed below hereby confirm that the information contained in the Report is true and correct and that there are no concealed facts, which might have essential influence on the decisions of investors:

Joint Stock Company "VS"
Chief Executive Officer



Darius Nedzinskas

Chief Financial Officer



Antanas Poška

Economic and Finance
Department Manager



Kęstutis Jaržemskas

Accounting Department
Manager, Chief Accountant



Lina Minderienė

Marketing and Public Relations
Department Manager



Rasa Kruopaitė

25 August 2006
Vilnius

II INFORMATION ABOUT THE SHARE CAPITAL OF THE ISSUER, THE ISSUED SECURITIES, AND, ON THE MAJOR SHAREHOLDERS AND MANAGING BODIES

6. Share capital

6.1. Share capital registered in the Register of companies

405 261 782 Lt (registration date: 31 December, 2001)
 3 717 998 Lt (registration date: 2 December, 2004)
 111 539 940 Lt (registration date: 26 April, 2005)

02/12/2004 – 26/04/2005

Type of shares	Number of shares	Par value (Lt)	Total par value (Lt)	Part in the share capital (%)
Ordinary registered shares	3 717 998	1	3 717 998	100,00
Total:	3 717 998	-	3 717 998	100,00

After 26/04/2005

Type of shares	Number of shares	Par value (Lt)	Total par value (Lt)	Part in the share capital (%)
Ordinary registered shares	3 717 998	30	111 539 940	100,00
Total:	3 717 998	-	111 539 940	100,00

All shares of the company are fully paid.

6.2. Information on the prospective increase of the share capital by converting issued debt securities or derivative securities into shares

6.2.1. description, number, main characteristics, amendment term, and terms and conditions of debt securities or derivative securities being converted or exchanged for shares that grant the right to sign the issuer's shares;

6.2.2. the scope of the envisaged increase of the share capital due to conversion, exchange or exercise of the right of debt securities or derivative securities being converted, exchanged for shares or granting the right to sign the issuer's shares respectively, and the envisaged date (dates) of the increase of the share capital;

6.2.3. intended changes in the structure of the share capital (in terms of share types and classes) following conversion, exchange or exercise of right of debt securities or derivative securities being converted, exchanged for shares or granting the right to sign the issuer's shares;

6.2.4. the procedure and terms of the subscription to or exchange of new shares, when the share capital is increased by exchanging debt securities or derivative securities, or by exercising the right; the categories of the owners of debt securities or derivative securities, in respect of whom conditions were created to subscribe to the shares by the priority right (if granting the priority right to certain categories of the owners of debt securities or derivative securities was provided for in the terms and conditions of the issue of the mentioned securities).

7. Shareholders

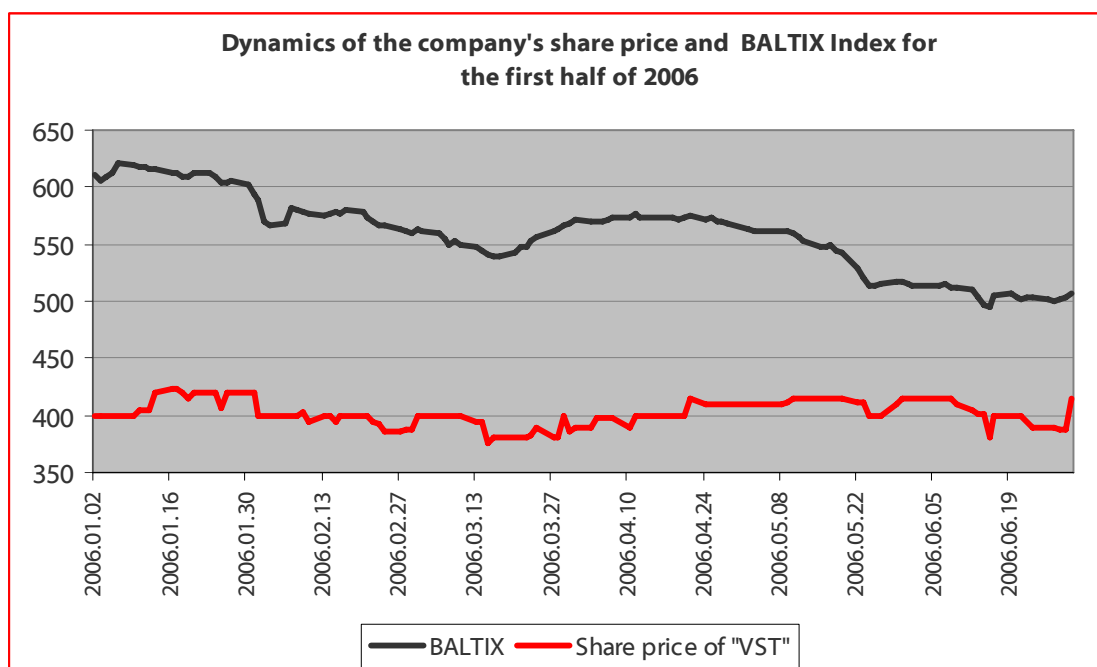
The General meeting of the shareholders took place on 14 April, 2006. The number of the shareholders on the accounting day (7 April, 2006) was 4 182.

The biggest shareholders, which hold under ownership right or control more than 5 percent of the authorized capital of the Issuer

Names and surnames of the shareholders, name and type of the companies, headquarters, addresses, company register codes	Number of ordinary registered shares		Hold share of the authorized capital and votes , per cent		
	Total	Hold share of the authorized capital and votes, per cent	Total	Including ordinary registered shares hold by a shareholder votes under ownership right	Together with persons acting in corpore , %
UAB "NDX energija" Ozo st. 25 LT-07150 Vilnius, 1262 11233	3 610 159	3 610 159	97,10	97,10	-

Price of the share

The diagram below shows the price of the company "VST" share at closing time in litas and the BALTIX index in points. BALTIX Stock Index is calculated on a daily basis using the most recent official closing prices of all shares that are listed in the Main Lists of Vilnius Stock Exchange, Riga Stock Exchange and Tallinn Stock Exchange. The index base value was set at 100 points on the 1st of January, 2000.



Information Source: www.lt.omxgroup.com

8. Securities that do not mark participation in the share capital, but the circulation of which is governed by the Law on the Securities Market, with the exception of debt securities

9. Data on the secondary circulation of the securities issued by the issuer

Ordinary registered shares of the joint stock company "VST" (3 717 998 pcs., total par value 111 539 940 Lt) are included into the Current trade list of Vilnius Stock Exchange. Security code is 12637.

Sales in the Vilnius Stock Exchange:

Report period	Price (Lt)			Turnover (Lt)			Last session date
	max	min	Last session	max	min	Last session	
2006 m. I Q	430.00	0.00	390.00	79345.00	0.00	3900.00	31/03/2006
2006 m. II Q	415.00	0.00	414.00	143606.00	0.00	8224.00	30/06/2006

There is no trade of company's shares by other organized markets.

10. Contracts with the mediators of securities public circulation

The joint stock company "VST" and the joint stock company bank "Hansabankas" have signed a contract on accounting securities' issued by "VST", and handling personal accounts of securities:

AB bank "Hansabankas"
19 Savanorių av., LT-03502 Vilnius
Phone (8~5) 268 44 44
Fax (8~5) 213 24 31

11. Members of the Management Bodies of the company

Management Bodies of the Joint Stock Company "VST":

- Shareholder's meeting;
- Board;
- Administration.

The members of the Board with the Office term of 4 years are elected by the general meeting of the shareholders. Chief Executive Officer is appointed and recalled by the Board of the Company.

11.1 Positions, full names and data on participation in the Share capital.

Board till the 29th of March, 2008

Name, surname	Position	Part of the share capital owned, %	Part of votes owned, %
Darius Nedzinskas	Chairman	-	-
Antanas Poška	Member	-	-
Arūnas Bivainis	Member	-	-
Aidas Ignatavičius	Member	-	-
Rytis Borkys	Member	0%	0%

Administration from 15 February 2005 to the day of the Report preparation

Name, surname	Position	Part of the share capital owned, %	Part of votes owned, %
Darius Nedzinskas	Chief Executive Officer	-	-
Lina Minderienė	Accounting department Manager, Chief Accountant	-	-

11.2 Data about participation in the activities of other companies, institutions and organisations.

Name, surname	Name of the company, institution or organization and position	Part of the share capital and votes in other enterprises and organizations, %
Lina Minderienė	-	-
Darius Nedzinskas	UAB "NDX energija" – member of the Board	5
Antanas Poška	-	-
Arūnas Bivainis	-	-
Aidas Ignatavičius	-	-
Rytis Borkys	-	-

There is no data on the still valid criminal records of the members of the managing bodies for crimes on property, order of business, finance.

III FINANCIAL SITUATION

Following financial statements presented for the first half of the year 2006 are prepared in accordance with the International Financial Reporting Standards. These financial statements for the report period are not audited.

12. Balance sheet (financial statement presented for the 1st half of 2006, the 1st half of 2005 and the whole financial year of 2005):

Joint Stock Company "VST"

Financial statement for the 1st half, 2006

Company code: 110870748, address: J. Jasinskio str. 16C, LT-01112 Vilnius

BALANCE SHEET (in LTL '000)	30/06/2006	31/12/2005	30/06/2005
ASSETS			
Non-current assets			
Property, plant and equipment	2 101 914	2 164 243	2 194 846
Intangible assets	501	666	1 002
	2 102 415	2 164 909	2 195 848
Current assets			
Inventories	9 364	13 701	8 097
Trade and other receivables	46 687	67 474	39 948
Prepayments, deferred charges and accrued income	30 047	9 252	14 298
Cash and cash equivalents	93 415	199 300	159 668
	179 512	289 727	222 011
Total assets	2 281 927	2 454 636	2 417 859
EQUITY			
Share capital	111 540	111 540	111 540
Revaluation reserve (result)	1 140 443	1 193 837	1 312 657
Legal reserve	11 154	11 154	11 154
Retained earnings (deficit)	110 918	161 317	16 745
Total equity	1 374 055	1 477 848	1 452 096
LIABILITIES			
Non-current liabilities			
Borrowings	396 579	388 801	459 213
Deferred income	108 759	98 787	75 143
Deferred income tax liability, net	221 379	234 239	265 169
	726 718	721 827	799 525
Current liabilities			
Borrowings	25 176	100 414	58 584
Trade and other payables	77 344	112 673	49 167
Advances, accrued charges and deferred income	27 617	18 998	20 050
Income tax payable	51 018	22 876	38 437
	181 154	254 961	166 237
Total liabilities	907 872	976 788	965 763
Total equity and liabilities	2 281 927	2 454 636	2 417 859

Darius Nedzinskas
Chief Executive Officer

Antanas Poška
Chief Financial Officer




13. Income statement (financial statement presented for the 1st half of the year 2006 and the 1st half of the year 2005):

Joint Stock Company "VST"

Financial statement for the 1st quarter, 2006

Company code: 110870748, address: J. Jasinskio 16C, LT-01112 Vilnius

INCOME STATEMENT (in LTL '000 unless otherwise stated)

	30/06/2006	30/06/2005
Sales	470 494	416 167
Other operating income	2 421	1 473
	<u>472 915</u>	<u>417 640</u>
Purchases of electricity	(242 613)	(224 064)
Other operating expenses	(185 585)	(153 472)
	<u>(428 198)</u>	<u>(377 536)</u>
Operating profit (loss)	44 717	40 104
Financial income (expenses), net	(4 923)	(6 389)
Profit (loss) before tax	39 794	33 715
Income tax	(28 141)	(18 777)
Deferred income tax benefit	12 860	-
Net profit (loss)	24 513	14 938
Attributable to:		
Equity holders of the Company	23 802	14 502
Minority interest	711	436
Basic and diluted earnings (loss) per share, in LTL	6,59	4,02

Darius Nedzinskas

Chief Executive Officer

Antanas Poška

Chief Financial Officer

Cash flow statement (financial statement presented for the 1st half of the year 2006 and the 1st half of the year 2005):

Joint Stock Company "VST"

Financial statement for the 1st half, 2006

Company code: 110870748, address: J. Jasinskio 16C, LT-01112 Vilnius

CASH FLOW STATEMENT (in LTL '000)	30/06/2006	30/06/2005
Cash flow from operating activities		
Net profit (loss)	24 513	14 938
<i>Adjustments for non-cash items:</i>		
Income tax	15 281	18 778
Depreciation and amortization	99 414	74 923
Write-offs, impairment and proceeds from sales of property, plant and equipment, net	16 330	18 777
Impairment of receivables and prepayments	9 539	10 035
Net (profit) loss from transactions in foreign currencies	2	(1)
Interest income	(3 054)	(1 537)
Interest expenses	8 316	8 191
	<u>170 341</u>	<u>144 104</u>
<i>Changes in working capital:</i>		
Inventories	4 531	(939)
Receivables, prepayments, deferred charges and accrued income	9 697	3 516
Payables, advances received, accrued charges and deferred income	(8 179)	(2 404)
<i>Cash flow from operations</i>	<u>176 390</u>	<u>144 277</u>
Interest received	3 054	1 537
Interest paid	(8 439)	(7 941)
Income tax paid	(19 270)	(5 630)
<i>Net cash flows from operating activities</i>	<u>151 735</u>	<u>132 243</u>
Cash flows from investing activities		
Purchase of property, plant, equipment and intangible assets	(54 955)	(33 129)
Proceeds from sale of property, plant and equipment	1 330	439
Loan repayments received	25	15
<i>Net cash flows from investing activities</i>	<u>(53 600)</u>	<u>(32 675)</u>
Cash flows from financing activities		
Loans received	-	-
Loans repaid	(76 082)	(59 600)
Payments of financial lease	(21)	(20)
Dividends and payments related to share capital decrease paid	(127 915)	(27 253)
<i>Net cash flows from financing activities</i>	<u>(204 018)</u>	<u>(86 873)</u>
Effects of exchange rate changes on cash balance	(2)	1
Net increase (decrease) in cash and cash equivalents	<u>(105 885)</u>	<u>12 696</u>
Cash and cash equivalents at beginning of year	<u>199 300</u>	<u>146 972</u>
Cash and cash equivalents at end of year	<u>93 415</u>	<u>159 668</u>

Darius Nedzinskas
Chief Executive Officer



Antanas Poška
Chief Financial Officer



Statement of changes in equity (financial statement presented for the 1st half of the year 2006 and the 1st half of the year 2005):

Joint Stock Company "VST"

Financial statement for the 1st half, 2006

Company code: 110870748, address: J. Jasinskio 16C, LT-01112 Vilnius

STATEMENT OF CHANGES IN EQUITY (in LTL '000)	Share capital paid	Revaluation reserve for property, plant and equipment	Legal reserve	Retained earnings (deficit)	Total
Balance as at 31 December 2004	3 718	1 422 189	29 866	99 467	1 555 240
Increase of the share capital	107 822	(107 822)	-	-	-
Transfer from legal reserve to retained earnings	-	-	-	-	-
Transfer from revaluation reserve to retained earnings	-	-	(18 713)	18 713	-
Impact of deferred income tax to revaluation reserve, due to change in income tax rates	-	(1 710)	-	1 710	-
Dividends	-	-	-	(118 084)	(118 084)
Net profit for the reporting period	-	-	-	14 938	14 938
Balance as at 30 June 2005	111 540	1 312 657	11 153	16 744	1 452 094
Balance as at 31 December 2005	111 540	1 193 837	11 154	161 317	1 477 848
Increase of the share capital	-	-	-	-	-
Transfer from legal reserve to retained earnings	-	-	-	-	-
Transfer from revaluation reserve to retained earnings	-	(53 395)	-	53 395	-
Dividends	-	-	-	(128 307)	(128 307)
Net profit for the reporting period	-	-	-	24 513	24 513
Balance as at 30 June 2006	111 540	1 140 443	11 154	110 918	1 374 054

Darius Nedzinskas

Chief Executive Officer

Antanas Poška

Chief Financial Officer

14. Explanatory letter

The explanatory letter discuss material changes in financial statements and the reasons for such changes. Financial statements have been prepared in accordance with the International Financial Accounting Standards (IFAS).

Corporate Activities

Joint Stock Company VST is the owner of electric power distribution network (medium and low voltage power lines, transformer substations and other distribution equipment). The main activity of the Company is the distribution of electricity through medium and low voltage power networks and supply of electric power to its consumers in Kaunas, Klaipėda, Šiauliai regions. It is responsible for the security, reliable performance, maintenance, management and development of such networks.

Revenue and Expenses

The Company saw a 13 percent growth (compared with the same period last year) of revenue from sales and services from 417.6 million to 472.9 million litas. The majority of the Company's revenue accounted for revenue from sales. A substantial growth of the latter resulted from newly connected consumers and notably cold winter, which determined increased electricity consumption. The rest of revenue was generated from financial activities and other services.

In the first half of the current year electricity purchases accounted for 57 percent of the total Company's expenditure, compared to 59 percent in the same period last year. The Company saw growth of expenditure on repairs on contractual basis due to an increased volume of works. Another portion of expenses that saw the largest growth was related to taxes.

Net financial activity expenses decreased by nearly 1.5 million litas, i.e. 23 percent, due to more than a double increase in revenue from short-term investments from 1.2 million to 3 million litas.

In the first half of 2006, Joint Stock Company VST sold 1.878 million kWh of electricity (Table 1). Sales grew up 9.4 percent, and revenue from sales rose from 402 million to 461 million litas.

Table 1. Electricity sales and expenditure

Indicators	Units of measure	1st half, 2006	1st half, 2005	Variation, thous. kWh	Variation, %
Electricity purchased	thous. kWh	2 083 029	1 926 463	156 566	8.1
Electricity sold (active)	thous. kWh	1 878 016	1 716 801	161 215	9.4
Electricity input related to power distribution in technological equipment	thous. kWh	190 904	196 262	-5358	-2.7
Consumption of own production	thous. kWh	14 109	13 400	709	5.3

The net profit of Joint Stock Company VST in the first half-year was 64 percent bigger than that in the first half of 2005 (grew from 14.9 million to 24.5 million litas). In 2005, the deferred profit tax was calculated on a yearly basis, while in 2006 the deferred profit tax was calculated on a quarterly basis, therefore, the main reason for increase in net profits was income from deferred profit tax amounting to 12.9 million litas.

Balance Sheet

In the first half of 2006, investments into the development and maintenance of power distribution networks amounted to 55 million litas, up 66 percent compared with 33 million litas in the first half of 2005.

Trade and other receivables increased by 17 percent and reached 47 million litas. This is accounted for the increase in the amounts receivable for electricity from 37.2 million to 45.5 million litas.

There was more than a double increase in prepayments from 14 million to 30 million litas. This is accounted for advances on profit and social taxes, the increase of which (of approx. 13.6 million litas) accounted for 87 percent in the total growth of prepayments.

Trade and other accounts payable increased by 57 percent due to an increase in the volume of investments which led to a larger number of orders with external contractors; consequently, there was more than a double increase in the amount of debts for repairs, reconstruction and construction works. It was the increase in the above liabilities that enlarged accounts payable compared with the first half of 2005.

Accounts receivable increased by 45 percent because of a larger number of newly connected consumers.

Financial liabilities

At the end of the first half 2006, the amount of bank loans accounted for nearly 98 percent of all the Company's financial debts. By reference to the table below, liabilities to banks decreased to 412.9 million litas as a result of repayment of the loan extended by Nordea Bank Finland Plc Lithuania Branch.

From the beginning of the year, the total amount of financial liabilities (long-term and short-term liabilities) dropped by 14 percent to 421.8 million litas. The loan by *AB bankas Hansabankas* was linked together with the overdraft (total amount is 37.2 million litas). Leasing amounted to 176 500 litas for the end of the 1st half of this year.

Table 2. Financial liabilities of Joint Stock Company VST.

Lender	Currency	Value in balance sheet (2006 06 30), million Lt	Value in balance sheet (2005 12 31), million Lt	Value in Balance sheet (2005 06 30), million Lt
AB bank „Hansabankas“ (overdraft)	LTL	0,0	0,0	4,5
AB bank „Hansabankas“	EUR	0,0	17,3	17,3
Nordea Bank Finland Plc Lithuania	EUR	0,0	34,5	34,5
Syndicated loan	EUR	412,9	437,2	461,5
Total		412,9	489,0	517,6

The Company has no currency risk due to the fact that payments for goods and services are made in litas, and loans are taken out in euros (the euro is pegged to the national currency litas at a fixed rate).

Cash Flow

In the first half-year cash flow from the main activities of the Company increased by 15 percent to 152 million litas. The above changes resulted mainly from increased sales of electric power.

The Company proceeded with investments into the renovation and development of power networks. Thus, including intensified investment activities there was a decrease in cash flow from 99.6 million litas down to 98.1 million litas owing to the fact that the cash flow from investing activities in the first half-year went up by 21 million litas.

The shareholders meeting of Joint Stock Company VST held on 14 April 2006 resolved to disburse dividends to the Company's shareholders of 34.51 litas (9.99 euros) per one ordinary share of the Company. The total sum of dividends amounted to 128 million litas.

15. Information about audit

The company's activity Report for the 1st half of the year 2006 was not audited.

IV ESSENTIAL EVENTS**16. Essential events****28.07.2006 1 half activity result of VST AB**

Preliminary pre-audit 2006 1half activity result of VST AB is LTL 39,8 mil. (EUR 11,5 mil.) net profit before taxes.

28.04.2006 1Q activity result of VST AB

Preliminary pre-audit 2006 1Q activity result of VST AB is LTL 22.1 mil. (EUR 6.4 mil.) net profit before taxes.

14.04.2006 Decisions adopted in the shareholders' meeting held on 04 April 2006

The following decisions were made during the shareholders' meeting of VST AB, held on April 14th, 2006:

1. Approve the annual report for 2005;
2. Take into account the Auditors report on the financial results of the company for 2005;
3. Approve the financial results for 2005;
4. Distribute the company's 2005 profit (loss);

The shareholders meeting of VST AB which took place on April 14th, 2006, decided to pay the company's shareholders dividends - 34.51 Litas (9.99 euro) per one ordinary registered share. Entities that were shareholders of the company up to the end of the day on which the shareholders meeting announced the dividend issue, i.e. the end of the day of April 14th, 2006, have the right to receive dividends.

The dividends will be paid through the company's shareholders' issuer accountants and the company's (issuer's) issuer accountant - AB Bankas Hansabankas. According to the 60'th article 4'th part of the law on corporations the dividends will be paid in one month from the day the decision to pay dividends was made.

03.04.2006 AB "VST" General shareholders meeting agenda draft

According to the decision of the company's Board dated 2006 03 10, a general shareholders meeting will be called on April 14th, 2006, to take place at the offices of AB "VST", 5th floor, J. Jasinskio 16C, Vilnius.

The shareholders will be asked to approve the following items:

1. Approve the company's operations report for 2005.
2. Take into account the conclusions of the auditors UAB "Ernst & Young Baltic" when confirming the financial results of the company in 2005.
3. Approve the company's financial results for 2005.
4. Approve the company's distribution of profit (loss).

Retained earnings at the beginning of the financial year - 97 347 Lt (EUR 28 193.64)

Net annual operating result (profit/loss) - 48 471 567 Lt (EUR 14 038 336.13)

Transfers from reserves:

Transfer from Revaluation reserve - 112 749 528Lt (EUR 32 654 520.39)

Transfer from compulsory reserve - 0 Lt

Shareholders' contributions to cover losses (if shareholders decided to cover all or a portion of losses - 0 Lt

Total distributable profit (loss) - 161 318 442 Lt (EUR 46 721 050.16)

Profit allocation to the compulsory reserve - 0 Lt

Profit allocation to other reserves - 0 Lt

Profit allocation to pay out dividends - 0 Lt

Profit allocation to yearly pay outs to board and council members, employee bonuses and other purposes -0 Lt

Retained earnings carried forward to next financial year - 161 318 442 Lt (EUR 46 721 050.16)

10.03.2006 Convocation of General Shareholders Meeting on 14 April 2006

On 10th of March 2005 the board of VST AB made a decision to call the General Shareholders Meeting.

The agenda:

- 1) Approval of the Company's activity report of the year 2005
- 2) The company's auditor statement

3) Approval of Financial Statements for 2005

4) Distribution of profit (loss) for 2005

The date and time of Shareholders meeting - 14 April 2006. 2.00 PM

The shareholders meeting place: Vilnius, J.Jasinskio st. 16C (5th floor)

The accounting day of the shareholders meeting – 07 April 2006

Registration starts – 14 April 2006, 1.25 PM

Registration ends – 14 April 2006, 1.55 PM

The board of the VST AB does not suggest to make a decision to pay dividends.

24.02.2006 2005 activity result of VST AB

2005 activity result of VST AB under International Accounting Standards is LTL 47.7 millions (EUR 13.81 millions) audited profit before taxes.

17. Hearings in courts and arbitration

There were no court or arbitration hearings during the 1st half of 2006, which might essentially influence the financial situation of the issuer.

In the 1st half of the year 2006 there were 222 civil claims presented to court on consumers regarding unpaid electric power bills. The total sum of claims amounts to 0.71 million Lt .

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