



**VILNIAUS
BALDAI**

ANNO 1883

*... Better
Faster
Stronger ...*

Vilniaus Baldai AB

**INTERIM CONDENSED
CONSOLIDATED FINANCIAL
STATEMENT FOR THE NINE
MONTHS OF FY2018
ENDED MAY 31, 2018**

RESPONSIBLE PERSONS CONFIRMATION

26.06.2018

Following Article 24 of the Law on Securities of the Republic of Lithuania and the Rules on Preparation and Submission of Periodic and Additional Information of the Bank of Lithuania, we, Jonas Krutinis, Chief Executive Officer of Vilniaus baldai, AB, and Renata Banevičiūtė, Chief accountant of Vilniaus baldai, AB, hereby confirm that, to the best of our knowledge, the not audited VILNIAUS BALDAI, AB Interim Consolidated Financial Statements for the nine months of FY2018 ended 31 May 2018, prepared in accordance with the International Financial Reporting Standards as adopted by the European Union, give a true and fair view of the assets, liabilities, financial position, profit and cash flows of VILNIAUS BALDAI, AB and the Group of undertakings

APPENDIX:

1. Interim Condensed Consolidated Financial Statement for the nine months of FY2018 ended May 31, 2018.

Chief Executive Officer



Jonas Krutinis

Chief accountant



Renata Banevičiūtė

(all amounts are in EUR thousand unless otherwise stated)

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(all amounts are in EUR thousand unless otherwise stated)

COMPANY INFORMATION

1. Reporting period covered by this Financial Statement

The Financial Statements for the nine months of the financial year (FY) 2018 ended May 31, 2018.

2. Main data about the issuer

Name of the issuer	Joint stock company (AB) VILNIAUS BALDAI
Code	121922783
LEI code	529900MJDB8L13ZF6G26
Authorized capital	4 508 069.72 EUR
Office address	Savanoriu Ave. 178B, LT - 03154 Vilnius
Telephone	(+370~5) 252 57 00
Fax	(+370~5) 231 11 30
E-mail	info@vilniausbaldai.lt
Website	www.vilniausbaldai.lt
Legal form	Joint stock company
Registration date and place	9 February 1993, Vilnius City Board
Register, where all the information about the Company is collected and stored	Register of legal entities
Type of activity	Design, production and sales of the furniture

Information about the subsidiary companies of the issuer one

Name of the issuer	Limited liability company (UAB) ARI-LUX
Code	120989619
Authorized capital	2 896 EUR
Share of (AB) Vilniaus Baldai in the company	100 %
Office address	Savanoriu Ave. 178B, LT - 03154 Vilnius
Telephone	(+370~5) 252 57 44
Fax	(+370~5) 252 57 44
E-mail	aleksas.rimkus@ari-lux.lt
Website	-
Legal form	Limited liability company
Registration date and place	28 October 1991, Vilnius City Board
Register, where all the information about the Company is collected and stored	Register of legal entities
Type of activity	Packaging

(all amounts are in EUR thousand unless otherwise stated)

Name of the issuer	Limited liability company (UAB) TRENDUVA
Code	304438643
Authorized capital	2 500 EUR
Share of (AB) Vilniaus Baldai in the company	100 %
Office address	T. Narbuto str. 5, LT - 08101 Vilnius
Telephone	(+370~5) 252 57 00
Fax	(+370~5) 231 11 30
E-mail	info@vilniausbaldai.lt
Website	-
Legal form	Limited liability company
Registration date and place	23 December 2016, Vilnius City Board
Register, where all the information about the Company is collected and stored	Register of legal entities
Type of activity	Real estate operations

3. Information about where to access the Financial Statement and the underlying documents, name of the designated mass media for announcements

The Financial Statement and underlying supporting documents can be accessed at the Company's headquarters at Savanoriu Ave. 178B, Vilnius. Designated mass media for VILNIAUS BALDAI AB announcements: NASDAQ Vilnius AB, Central Storage Facility – information database.

4. Board

Chairman of the Board: Vytautas Bucas,
Members of the Board: Dalius Kazianas,
Vaidas Savukynas.

5. Persons responsible for the accuracy of the information in the Financial Statement

Members of the managing bodies, employees and the Head of the Administration of the issuer are responsible for the accuracy of the information:

Jonas Krutinis, Chief Executive Officer, tel (+370~5) 252 57 00

Renata Banevičiūtė, Chief accountant, tel (+370~5) 252 57 00

6. Declaration by the members of the issuer's managing bodies, employees, the Head of the Administration and the issuer's consultants that the information contained in the Financial Statement is in accordance with the facts and that the Financial Statement makes no omission likely to have an effect on the investors' decision concerning purchase, sale or valuation of the issuer's securities or on the market price of these securities

VILNIAUS BALDAI AB, represented by Jonas Krutinis, Chief Executive Officer, hereby confirm that the information contained in the Financial Statement is in accordance with the facts and that the Financial Statement makes no omission likely to have an effect on the investors' decision concerning purchase, sale or valuation of the issuer's securities or on the market price of these securities.

Jonas Krutinis, Chief Executive Officer of VILNIAUS BALDAI AB



Renata Banevičiūtė, Chief accountant of VILNIAUS BALDAI AB



Date of signing the Report – 26 June 2018.

(all amounts are in EUR thousand unless otherwise stated)

**INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENT FOR THE SIX MONTHS OF
FY2018 ENDED FEBRUARY 28, 2018**

The auditors reviewed the Financial Statement of 31.08.2017, while the Statements as of 31.05.2018 and 31.05.2017 are unaudited.

1. STATEMENT OF FINANCIAL POSITION

	31.05.2018	31.08.2017	31.05.2017
Assets			
Non - current assets			
Non - current tangible assets	18 129	13 365	13 257
Intangible assets	29	34	39
Deferred income tax asset	106	126	79
Total non - current assets	18 264	13 525	13 375
Current assets			
Inventories	7 301	6 493	8 500
Trade debtors	6 065	4 607	4 921
Current income tax prepayment	80	-	-
Loans granted	0	506	
Other accounts receivable	1 322	888	1 742
Cash and cash equivalents	918	954	123
Total current assets	15 686	13 448	15 286
Total assets	33 950	26 973	28 661
Shareholders' equity and liabilities			
Capital and reserves			
Share capital	4 508	4 508	4 508
Legal reserve	451	451	451
Retained earnings	10 615	9 687	8 186
Total capital and reserves	15 574	14 646	13 145
Non - current liabilities			
Grants and subsidies	52	55	56
Total grants and subsidies	52	55	56
Provision for employee benefits	708	708	643
Loans and other interest bearing payables	3 137	-	810
Total non - current liabilities	3 845	708	1 453
Current liabilities			
Loans and other interest bearing payables	4 376	3 810	5 115
Debts to suppliers	7 158	4 838	5 952
Current income tax payable	-	109	206
Other liabilities	2 945	2 807	2 734
Total current liabilities	14 479	11 564	14 007
Total liabilities	18 324	12 272	15 460
Total equity and liabilities	33 950	26 973	28 661

(all amounts are in EUR thousand unless otherwise stated)

2. STATEMENT OF COMPREHENSIVE INCOME

	FY2018 I-III quarter, ended May 31	FY2017 I-III quarter, ended May 31	FY2018 III quarter, ended May 31	FY2017 III quarter, ended May 31
Revenue	49 629	45 980	18 239	16 537
Cost of sales	(44 411)	(39 774)	(16 436)	(14 319)
Gross profit	5 218	6 206	1 803	2 218
Distribution costs	(962)	(933)	(303)	(308)
Administrative costs	(2 078)	(1 904)	(785)	(595)
Other operating income, net	221	130	105	67
Profit from operating activities	2 399	3 499	820	1 382
Financial income	9	4	3	2
Financial costs	(72)	(55)	(44)	(21)
Financial income, net	(61)	(51)	(41)	(19)
Profit before taxes	2 337	3 448	779	1 363
Income tax	(357)	(520)	(117)	(205)
Profit (Loss) for the period	1 980	2 928	662	1 158
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	1 980	2 928	662	1 158
Attributable to Owners of the Company:				
Profit (Loss)	1 980	2 928	662	1 158
Other comprehensive income	-	-	-	-
Total comprehensive income	1 980	2 928	662	1 158
Earnings per share (in EUR)	0.51	0.75	0.17	0.30

(all amounts are in EUR thousand unless otherwise stated)

3. STATEMENT OF CHANGES IN EQUITY

	Share capital	Legal reserve	Obligatory reserve	Accrued earnings	Total
Balance as of 31 August 2016	4 508	451	-	6 307	11 266
Net profit	-	-	-	1 767	1 767
Other comprehensive income	-	-	-	-	-
Total comprehensive income	-	-	-	1 767	1 767
Dividends	-	-	-	(1 049)	(1 049)
Balance as of 31 May 2017	4 508	451	-	7 025	11 984
Net profit	-	-	-	2 680	2 680
Other comprehensive income	-	-	-	(21)	(21)
Total comprehensive income	-	-	-	2 659	2 659
Legal reserve accrual	-	-	-	-	-
Dividends	-	-	-	-	-
Balance as of 28 August 2017	4 508	451	-	9 684	14 643
Net profit	-	-	-	1 980	1 980
Other comprehensive income	-	-	-	-	-
Total comprehensive income	-	-	-	1 980	1 980
Legal reserve accrual	-	-	-	-	-
Dividends	-	-	-	(1 049)	(1 049)
Balance as of 31 May 2018	4 508	451	-	10 615	15 574

(all amounts are in EUR thousand unless otherwise stated)

4. STATEMENT OF CASH FLOWS

	31.05.2018	31.05.2017
Net profit (loss)	1 980	2 928
Adjustments:		
Depreciation and amortization	1 148	968
Result on disposal, writing off, etc. of non-current	55	(22)
Changes in provisions	-	-
Interest (income) expenses	49	41
Deferred income tax (income) expenses	20	1
Income tax expenses	337	519
Other expenses (income)	2	3
Cash flows from ordinary activities before changes	3 591	4 438
Changes in trade receivables and other amounts	(1 926)	(887)
Changes in inventories	(808)	(1 877)
Changes in debts to suppliers and other liabilities	1 990	1 553
Income tax paid	-	-
Cash flows from operating activities	2 846	3 227
(Acquisition) of tangible non-current assets	(5 952)	(2 470)
Sale / writing of non-current tangible assets	-	67
Transfer (to) from time deposits	9	2
Grants received	-	-
Cash flows from investing activities	(5 943)	(2 401)
Loans (granted) / repaid	500	(500)
Loans received / (repaid)	3 638	129
Interest (paid) / received	(34)	(44)
Dividends (paid)	(1 043)	(1 043)
Cash flows from financing activities, net	3 061	(1 458)
Cash flows from operating, investing and financing	(36)	(632)
Cash and cash equivalents as of 1 September	954	755
Cash and cash equivalents as of 28 February	918	123

These financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS), as adopted by the European Union (hereinafter the EU). The financial statements have been prepared based on acquisition cost principle.

(all amounts are in EUR thousand unless otherwise stated)

5. FINANCIAL RESULTS OF ACTIVITIES

The Group Revenue stood at 49 629 thousand EUR during September – May of 2018.
Net profit of the Group during September – May of 2018 was 1 980 thousand EUR, while EBITDA was 3 523 thousand EUR.

The Group Revenue stood at 45 980 thousand EUR during September – May of 2017.
Net profit of the Group during September – May of 2017 was 2 928 thousand EUR, while EBITDA was 4 457 thousand EUR.

2018.04.26 – VILNIAUS BALDAI AB and IKEA AG have signed a long-term contract, according to which the company plans to increase its turnover and production capacity.

2018.05.11 – VILNIAUS BALDAI AB has acquired 100 percent of shares of Trenduva UAB. Trenduva UAB owns two land plots of 18,5 ha in Trakai region, Guopstai. Land plots have purpose of usage as industrial and warehousing, as well as communication and engineering corridors.

2018.05.14 – Jonas Krutinis has been appointed as CEO of VILNIAUS BALDAI AB and will take up the new position from 15 May 2018.

Since the end of the reporting fiscal year till the interim condensed consolidated financial statement confirmation there were no important events at the Company.

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