



PRESS- RELEASE

31 July 2013

Unaudited results of AB Lietuvos Dujos for Half 1 of 2013

AB Lietuvos Dujos is in the process of implementation of the provisions of the third energy package of the EU regarding the unbundling of gas transmission activity. Following the adoption by the General Meeting of Shareholders of AB Lietuvos Dujos of Terms and Conditions of the Spin-off, according to the IFRS, gas transmission activity qualifies for a discontinued operations item. Therefore, AB Lietuvos Dujos financial statements for Half 1 of 2013 include data of discontinued operations of the Company.

In connection with the liquidation of the subsidiary company, UAB Palangos Perlas, and the takeover of its assets, AB Lietuvos Dujos did not draw up financial statements for the Group as of 30 June 2013, and for the first six months of 2013, presented only concise financial statements.

AB Lietuvos Dujos unaudited sales of continued operations for Half 1 of 2013, as compared with the respective period of the previous year, decreased by 5% and amounted to LTL 870.8 million (H 1 of 2012: LTL 912.4 million). Unaudited sales of discontinued operations amounted to LTL 81.6 million (H 1 of 2012: LTL 83.3 million). The decline in sales came as a result of decline natural gas sales volumes and gas transportation volumes and lower non-household customer gas sales tariffs.

Unaudited pre-tax profit of Half 1 of 2013 of AB Lietuvos Dujos from continued operations was LTL 43.0 million, and from discontinued operations it was LTL 9.4 million (cf. H 1 of 2012, from continued operations: LTL 40.7 million; and from discontinued operations: LTL 15.4 million).

Net profit of Half 1 of 2013 totalled LTL 49.0 million (H 1 of 2012: LTL 48.3 million), of which from continued operations LTL 38.0 million (H 1 of 2012: LTL 35.4 million) and from discontinued operations LTL 11.0 million (H 1 of 2012: LTL 12.9 million).

EBITDA of Half 1 of 2013, compared with the respective period of the previous year, increased by LTL 2.9 million and amounted to LTL 62.3 million (H 1 of 2012: LTL 59.4 million), of which EBITDA from discontinued operations was LTL 48.8 million (H 1 of 2012: LTL 52.4 million).

In Half 1 of 2013, investments of AB Lietuvos Dujos totalled LTL 61.3 million (of which, the lion's share, i.e. LTL 45.5 million were investments in the transmission activity (discontinued operations) and pursuant to the Terms and Conditions of the Spin-off (as adopted by the General Meeting of Shareholders of AB Lietuvos Dujos) will be transferred to AB Amber Grid as at 31 July 2013 (cf. H 1 of 2012: LTL 36.6 million). The lion's share of the investments of Half 1 of 2013 were investments in the National Energy Strategy project, *Project for the Construction of the Šakiai-Klaipėda Gas Transmission Pipeline*, namely in its section from Tauragė to Klaipėda. The construction of the gas transmission pipeline is planned to be completed as scheduled, i.e. end 2013, thus creating technical preconditions for the integration of the prospective LNG Terminal into Lithuania's natural gas market.

June of 2013 saw the completion of the project for the enhancement of the gas throughput capacity of the gas interconnection between Latvia and Lithuania. The project was aimed at enhancing the capacity of Lithuanian-Latvian gas interconnection, thus facilitating a closer integration of the natural

gas systems of the Baltic States and ensuring security of gas supplies in the region. The completion of the project resulted in the enhancement of the capacity of the cross-border gas interconnection in both the Lithuanian-Latvian and Latvian-Lithuanian directions by one-fifth. Total project value: LTL 102.2 million. Investments in the territory of Lithuania amounted to LTL 18.5 million, of which 50% were co-financed with the funds of the EC European Energy Programme for Recovery.

In Half 1 of 2013, natural gas volume transportation to customers of Lithuania via the gas transmission system totalled 1,595.0 MCM, which represents a drop of 6.5% y/y. Gas volume transportation in implementation of the EU legislative provisions regarding Third Party Access totalled 1,021.3 MCM, which accounted for 64.0 % of total natural gas volumes consumed in Lithuania. Transit to the Kaliningrad Region of the Russian Federation totalled 1,082.5 MCM, a drop of 1.7% y/y.

In Half 1 of 2013, AB Lietuvos Dujos natural gas volume transportation via the natural gas distribution grid totalled 520.7 MCM, a 6.6% decline from Half 1 of 2012.

AB Lietuvos Dujos gas volume sales of Half 1 of 2013 showed a 6.2% decline from a year ago and totalled 573.8 MCM. AB Lietuvos Dujos imported and supplied to consumers 35.9% of total natural gas volumes consumed in Lithuania.

As of 30 June 2013, AB Lietuvos Dujos was selling natural gas to over 557 thousand both non-household and household customers. AB Lietuvos Dujos customers include energy companies, industrial companies, other enterprises, organizations as well as households.

AB Lietuvos Dujos shares are quoted on the Main List of the stock exchange NASDAQ OMX Vilnius.

*LTL 3.45=EUR 1