

VST, AB

Lithuanian Securities Commission  
Konstitucijos ave. 23  
LT-08105 Vilnius

2009-02-27



## **CONFIRMATION OF RESPONSIBLE PERSONS**

Following the Article No. 22 of the Law on Securities of the Republic of Lithuania and Rules on Preparation and Submission of Periodic and Additional Information of the Lithuanian Securities Commission, we Aidas Ignatavičius, Chief Executive Officer of VST, AB, and Lina Minderienė, Chief Financial Officer of VST, AB, hereby confirm that, to the best of our knowledge, the attached not audited VST, AB Interim financial statements for the twelve months of 2008, prepared in accordance with International Financial Reporting Standards, gives a true and fair view of the assets, liabilities, financial position and profit of VST, AB.

ENCLOSURE. VST, AB Interim financial statements for the twelve months of 2008 (1 copy, 21 pages).

Chief Executive Officer

A handwritten signature in blue ink, appearing to be 'Aidas Ignatavičius', written over a horizontal line.

Aidas Ignatavičius

Chief Financial Officer

A handwritten signature in blue ink, appearing to be 'Lina Minderienė', written over a horizontal line.

Lina Minderienė

**VST**

**KAD GYVENTI BŪTŲ ŠVIESIAU**

**VST, AB**

Interim Financial statements for the twelve months of 2008

## BUSINESS PHILOSOPHY

### OUR MISSION

We are working to ensure the supply of electric energy in western Lithuania.

### OUR VISION

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

### OUR VALUES

#### PROFESSIONALITY AND RESPONSIBILITY:

We keep improving and are open for new things. We leave no space for mediocrity and negligence. Our priority is the capability to see several steps ahead and the wish to become the best. Relationship with the customer, the society and the colleagues is based on responsibility, mutual trust and understanding.

#### QUALITY:

We guaranty safe and reliable exploitation of the electric power network, supply and distribution of electric power. We aim to turn our work into the best business practice and the services we provide to be of the top quality. We are open for criticism; we see our mistakes and take lessons from them. We aim for qualitative and effective service for our internal and external customers. Our clients and partners are the main valutors of our activity and provided services.

#### TEAM WORK:

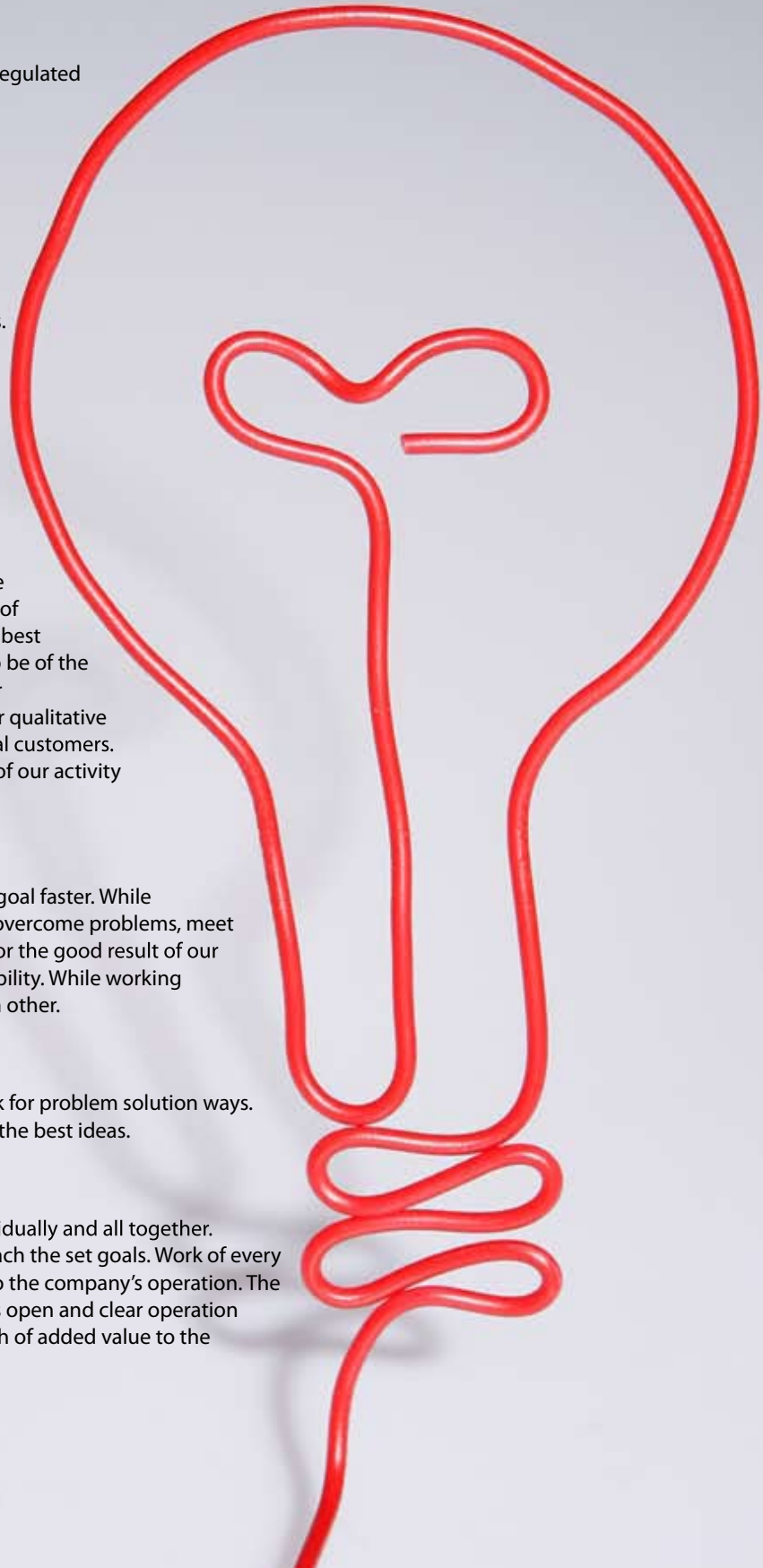
We are a team. Working as a team we reach our goal faster. While sharing our knowledge and experience we can overcome problems, meet challenges and find the best solutions. Aiming for the good result of our work we are aware of our function and responsibility. While working together we aim to be reliable and support each other.

#### INITIATIVE:

We are ready for new challenges, active and look for problem solution ways. We encourage creativity and always implement the best ideas.

#### EFFICIENCY:

We seek for the efficiency of the operation individually and all together. Directed orientation toward the result lets us reach the set goals. Work of every one of us is important and it adds to the value to the company's operation. The stability and reliability of the company as well as open and clear operation of it and improving results guaranties the growth of added value to the shareholders of the company.



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**GENERAL INFORMATION ABOUT THE ISSUER****Key data on the Issuer**

|  |  |
|--|--|
| Name of the Company:                         | VST, AB                                    |
| Address of its headquarters:                 | J. Jasinskio str. 16 C, LT-01112, Vilnius  |
| Telephone number:                            | (8~5) 278 12 59                            |
| Fax number:                                  | (8~5) 278 12 69                            |
| E-mail address:                              | <a href="http://www.vst.lt">www.vst.lt</a> |
| Website:                                     | <a href="mailto:vst@vst.lt">vst@vst.lt</a> |
| Share capital:                               | 111 539 940 LTL                            |
| Legal-organization 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       |

**Information on where and when the Report is publicly available**

The Report is available during work days from 7:30 till 16:30 and Fridays from 7:30 till 15:15 at the headquarters of the company at the address: J. Jasinskio str. 16C, Vilnius, Department of Marketing and Public relations. Also, the Report is available in the Company's internet site [www.vst.lt](http://www.vst.lt). Company's means of mass media for public information are daily newspaper "Lietuvos rytas" and "Respublika", Lithuanian News Agency ELTA and news agency "BNS".

**Persons in charge of the information contained in the Report**

| Position  | Full name              | Telephone number | Fax number     |
|---|------------------------|------------------|----------------|
| Chief Executive Officer                               | Aidas Ignatavičius     | (8 5) 2781 200   | (8 5) 2781 269 |
| Chief Financial Officer                               | Lina Minderienė        | (8 5) 2781 200   | (8 5) 2781 269 |
| Head of the Economic and finance department           | Kęstutis Jaržemskas    | (8 5) 2781 259   | (8 5) 2781 269 |
| Accounting Department Manager, Chief Accountant       | Rimantas Bartuška      | (8 5) 2781 259   | (8 5) 2781 269 |
| Head of the Marketing and Public relations department | Rasa Kruopaitė-Lalienė | (8 5) 2781 259   | (8 5) 2781 269 |

**The Report prepared in accordance with the Rules on Preparation and Submission of Periodic and Additional Information of the Lithuanian Securities Commission and other Rules.**

## SHAREHOLDERS

### Total number of the total shareholders

Company's authorized share capital is 111 539 940 litas (registration date: April 26, 2005).  
The number of the shareholders in December 31 of 2008 was around - 3 792.

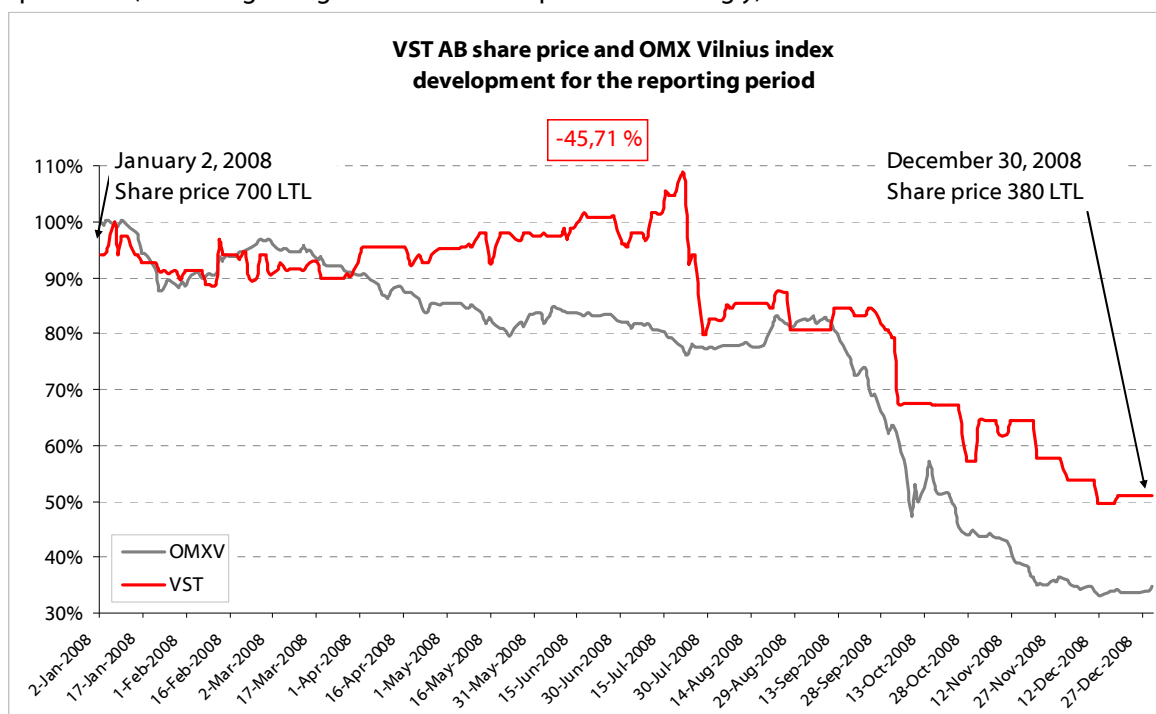
| Type of shares             | Number of shares | Par value (LTL) | Total par value (LTL) | Part in the share capital (%) |
|----------------------------|------------------|-----------------|-----------------------|-------------------------------|
| Ordinary registered shares | 3 717 998        | 30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

All shares of the company are fully paid.

### The biggest shareholders, which holds under ownership right or control more than 5 percent of the share capital of the Issuer

| Full names of the shareholders (names of companies, types, headquarter addresses, companies' register code) | Numbers of ordinary registered shares, pcs. |  | Part of the share capital and votes, percent |  |  |
|---|---|--|--|--|--|
|   | total                                       | Including shares owned by the shareholders under the ownership right | total  | Including ordinary registered shares hold by a shareholder under the ownership right | Together with persons acting in corporate, percent |
| LEO LT, AB<br>Žvejų str. 14A,<br>LT-09310 Vilnius,<br>code 301732248  | 3 651 524                                   | 3 651 524  | 98,2   | 98,2   | -  |

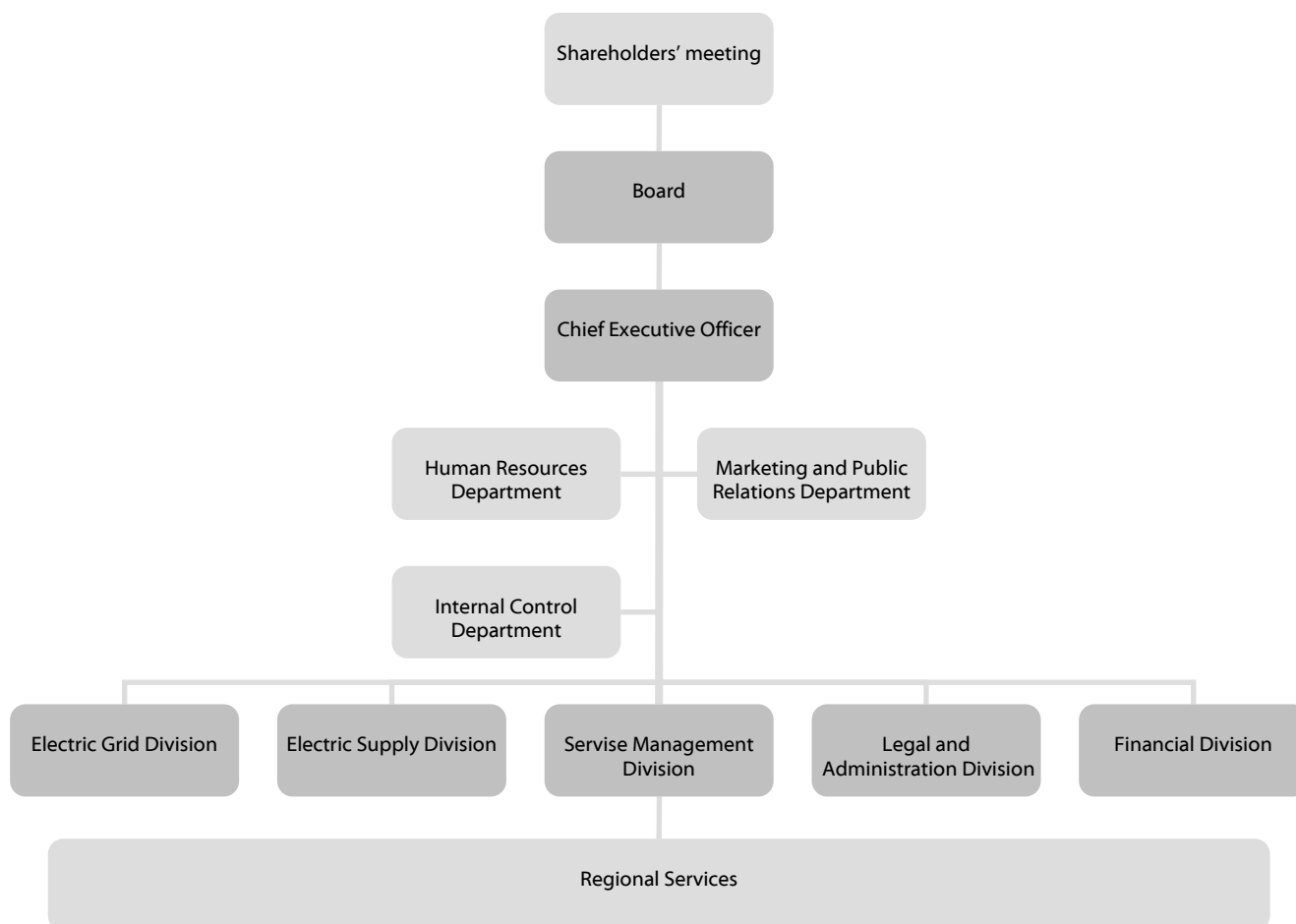
Shares of VST, AB are listed on the Baltic Secondary list of the NASDAQ OMX Baltic Stock Exchange (Trading code – VST1L). The price of Company's share during the reporting period decreased by 45.71 percent from 700 LTL to 380 LTL per share (at the beginning and at the end of period accordingly).



## MEMBERS OF THE MANAGING BODIES

The managing bodies of the company are general meeting of the shareholders, the Board and Chief executive officer.

### VST, AB Managements bodies



The last amendments of the Bylaws of the company (dated July 9, 2008) sets forth that the Board consists of 4 members. The members of the Board with the Office term of 4 years are elected by the general meeting of the shareholders. Managing Director is appointed and recalled by the Board of the Company.

### The Board is elected till July 9, 2012 by the general meeting of the shareholders

| Full name          | Position | Share of owned capital, %. | Share of votes, % |
|--------------------|----------|----------------------------|-------------------|
| Aidas Ignatavičius | Chairman | -                          | -                 |
| Rytis Borkys       | Member   | 0%                         | 0%                |
| Gytis Kundrotas    | Member   | -                          | -                 |
| Lina Minderienė    | Member   | -                          | -                 |

**The company doesn't have a supervisory board.**

## VST, AB The Board (July 9, 2008 – to the day of the Report preparation)



### **AIDAS IGNATAVIČIUS**

#### **Position**

Chairman of the Board, Chief Executive Officer.

#### **Works within the company**

From the 22nd of November, 2004.

#### **Background**

Vilnius University, Faculty of Humanities in Kaunas. Bachelor's and Master's degrees in Management and Business Administration.

#### **Career**

Previous position - Head of Business clients Department/AB Bank "Hansabankas".



### **LINA MINDERIENĖ**

#### **Position**

Member of the Board, Chief Financial Officer.

#### **Works within the company**

From 15th of February, 2005.

#### **Background**

University education. Vilnius University, Faculty of Economic. Economist.

#### **Career**

Previous position - AB Bank "Hansabankas", Financial adviser.



### **RYTIS BORKYS**

#### **Position**

Member of the Board, Director Electric Grid Division.

#### **Works within the company**

From the 17th of November, 1993.

#### **Background**

University education - Kaunas University of Technology, Engineer - electro mechanic.

#### **Career**

Started working within the company after studies. Positions - electrical fitter, electrical fitter of the rapid response team, foreman, senior supervisor, deputy head of the division, director of the division.



### **GYTIS KUNDROTAS**

#### **Position**

Member of the Board, Director Legal and Administration Division.

#### **Works within the company**

From the 15th of March, 2004.

#### **Background**

Vilnius University, Faculty of Law. Holds Master's degrees.

#### **Career**

Previous position - AB "Hansabankas", Legal department's legist.



## FINANCIAL ACCOUNTABILITY

Following financial statements are prepared in accordance with the International Financial Reporting Standards. Financial statements for the year ended 31 December 2007 are audited by the auditors. Financial statements for the year ended 31 December 2008 are not audited.

### Balance sheet

#### VST, AB

| BALANCE SHEET (in LTL '000)                      | 31/12/2008              | 31/12/2007              |
|--|-------------------------|-------------------------|
| <b>ASSETS</b>                                    |                         |                         |
| <b>Non-current assets</b>                        |                         |                         |
| Property, plant and equipment                    | 2 849 527               | 2 734 971               |
| Intangible assets                                | 98                      | 798                     |
|  | <u>2 849 625</u>        | <u>2 735 769</u>        |
| <b>Current assets</b>                            |                         |                         |
| Inventories                                      | 11 193                  | 7 753                   |
| Trade and other receivables                      | 95 070                  | 89 846                  |
| Prepayments, deferred charges and accrued income | 11 311                  | 11 284                  |
| Cash and cash equivalents                        | 6 232                   | 206 440                 |
|  | <u>123 806</u>          | <u>315 323</u>          |
| <b>Total assets</b>                              | <b><u>2 973 431</u></b> | <b><u>3 051 092</u></b> |
| <b>EQUITY</b>                                    |                         |                         |
| Share capital                                    | 111 540                 | 111 540                 |
| Revaluation reserve (result)                     | 1 319 030               | 1 345 069               |
| Legal reserve                                    | 11 154                  | 11 154                  |
| Retained earnings (deficit)                      | 179 925                 | 620 612                 |
| Total equity                                     | <u>1 621 649</u>        | <u>2 088 375</u>        |
| <b>LIABILITIES</b>                               |                         |                         |
| <b>Non-current liabilities</b>                   |                         |                         |
| Borrowings                                       | 488 937                 | 298 929                 |
| Deferred income                                  | 215 598                 | 162 648                 |
| Deferred income tax liability, net               | 399 938                 | 293 214                 |
|  | <u>1 104 473</u>        | <u>754 791</u>          |
| <b>Current liabilities</b>                       |                         |                         |
| Borrowings                                       | 105 869                 | 80 389                  |
| Trade and other payables                         | 84 951                  | 67 643                  |
| Other payables                                   | 5 447                   | 7 429                   |
| Advances received and accrued charges            | 49 962                  | 49 792                  |
| Income tax payable                               | 1 080                   | 2 673                   |
|  | <u>247 309</u>          | <u>207 926</u>          |
| Total liabilities                                | <u>1 351 782</u>        | <u>962 717</u>          |
| <b>Total equity and liabilities</b>              | <b><u>2 973 431</u></b> | <b><u>3 051 092</u></b> |

Aidas Ignatavičius  
Chief Executive Officer

(signature)

Lina Minderienė  
Chief Financial Officer

(signature)

## Income statement

### VST, AB

| INCOME STATEMENT (in LTL '000)                      | October -<br>December<br>2008 | October -<br>December<br>2007 | 31/12/2008         | 31/12/2007       |
|---|-------------------------------|-------------------------------|--------------------|------------------|
| Sales   | 308 182                       | 293 452                       | 1 159 752          | 1 053 758        |
| Other operating income                              | 1 407                         | 1 436                         | 4 566              | 5 922            |
|   | <b>309 589</b>                | <b>294 887</b>                | <b>1 164 318</b>   | <b>1 059 679</b> |
| Purchases of electricity                            | (165 264)                     | (153 567)                     | (676 956)          | (581 436)        |
| Other operating expenses                            | (131 565)                     | (121 784)                     | (442 125)          | (392 988)        |
|   | <b>(296 830)</b>              | <b>(275 352)</b>              | <b>(1 119 082)</b> | <b>(974 425)</b> |
| <b>Operating profit (loss)</b>                      | <b>12 759</b>                 | <b>19 536</b>                 | <b>45 236</b>      | <b>85 255</b>    |
| Financial income (expenses), net                    | (8 725)                       | (1 761)                       | (16 763)           | (10 399)         |
| <b>Profit (loss) before tax</b>                     | <b>4 035</b>                  | <b>17 774</b>                 | <b>28 474</b>      | <b>74 855</b>    |
| Income tax  | (12 004)                      | (5 994)                       | (39 083)           | (41 023)         |
| Deferre income tax benefit                          | (1 187)                       | 13 430                        | 22 284             | 33 411           |
|   | <b>(13 191)</b>               | <b>7 436</b>                  | <b>(16 799)</b>    | <b>(7 612)</b>   |
| <b>Net profit (loss)</b>                            | <b>(9 156)</b>                | <b>25 211</b>                 | <b>11 675</b>      | <b>67 244</b>    |
| Basic and diluted earnings (loss) per share, in LTL | -2,46                         | 6,78                          | 3,14               | 18,09            |

Aidas Ignatavičius  
Chief Executive Officer

(signature)

Lina Minderienė  
Chief Financial Officer

(signature)

## Cash flow statement

VST, AB

CASH FLOW STATEMENT (in LTL '000)

31/12/2008 31/12/2007

### Cash flow from operating activities

|  |                |                |
|--|----------------|----------------|
| Net profit (loss)  | 11 675         | 67 244         |
| <b>Adjustments for non-cash items:</b>                       |                |                |
| Income tax   | 16 799         | 7 612          |
| Depreciation and amortization                                | 274 197        | 284 476        |
| Proceeds from sales of property, plant and equipment, net    | 442            | 373            |
| Write-offs and impairment of property, plant and equipments  | 24 914         | (14 439)       |
| Impairment of receivables and prepayments                    | 2 578          | (7 967)        |
| Inventories surplus and (reversal) of inventories impairment | (1 990)        | (3 010)        |
| Changes in accrued income                                    | (594)          | (2 252)        |
| Interest income  | (16 183)       | (8 159)        |
| Interest expenses  | 32 835         | 18 479         |
| net expenses because of transaction in foreign currency      |                | 4              |
| Other  |                | (16)           |
|  | <u>344 673</u> | <u>342 345</u> |

### Changes in working capital:

|                                |                |                |
|--------------------------------|----------------|----------------|
| Inventories                    | (1 386)        | 1 782          |
| Receivables and prepayments    | (15 325)       | 4 792          |
| Payables and other liabilities | 68 253         | 29 552         |
| Cash flow from operations      | <u>396 215</u> | <u>378 471</u> |
| Interest received              | 16 183         | 7 273          |
| Interest paid                  | (32 377)       | (18 355)       |
| Income tax paid                | (32 580)       | (54 270)       |

### Net cash flows from operating activities

**347 441 313 119**

### Cash flows from investing activities

|  |           |           |
|--|-----------|-----------|
| Purchase of property, plant, equipment and intangible assets | (144 784) | (138 646) |
| Proceeds from sale of property, plant and equipment          | 945       | 605       |
| Loan repayments received                                     | 43        | 22        |

### Net cash flows from investing activities

**(143 796) (138 019)**

### Cash flows from financing activities

|   |           |           |
|---|-----------|-----------|
| Loans received  | 846 489   | 423 231   |
| Loans repaid  | (630 882) | (435 301) |
| Payments of financial lease                                   | (119)     | (95)      |
| Dividends and payments related to share capital decrease paid | (619 341) | (59 426)  |

### Net cash flows from financing activities

**(403 853) (71 591)**

Effects of exchange rate changes on cash balance

(4)

### Net increase (decrease) in cash and cash equivalents

**(200 208) 103 505**

Cash and cash equivalents at beginning of year

206 440 102 935

### Cash and cash equivalents at end of year

**6 232 206 440**

Aidas Ignatavičius  
Chief Executive Officer

(signature)

Lina Minderienė  
Chief Financial Officer

(signature)

## Statement of changes in equity

### VST, AB

| STATEMENT OF CHANGES IN EQUITY<br>( in LTL '000)                    | Share<br>capital<br>paid | Revaluation<br>reserve for<br>property,<br>plant and<br>equipment | Legal<br>reserve | Retained<br>earnings<br>(deficit) | Total            |
|---|--------------------------|---|------------------|-----------------------------------|------------------|
| <b>Balance as at 31 December 2006</b>                               | <b>111 540</b>           | <b>830 011</b>  | <b>11 154</b>    | <b>453 999</b>                    | <b>1 406 704</b> |
| Revaluation of non-current assets                                   | -                        | 673 234   | -                | -                                 | 673 234          |
| Reassessment of deferred income tax                                 | -                        | 681   | -                | -                                 | 681              |
| Transfer from revaluation reserve to retained earnings              | -                        | (158 857)   | -                | 158 857                           | -                |
| Total income and expense for the year recognised directly in equity | -                        | 515 058   | -                | 158 857                           | 673 915          |
| Net profit for the reporting period                                 | -                        | -   | -                | 67 244                            | 67 244           |
| <b>Total income and expense for the reporting period</b>            | <b>-</b>                 | <b>515 058</b>  | <b>-</b>         | <b>226 101</b>                    | <b>741 159</b>   |
| Dividends for the year 2006   | -                        | -   | -                | (59 488)                          | (59 488)         |
| <b>Balance as at 31 December 2007</b>                               | <b>111 540</b>           | <b>1 345 069</b>  | <b>11 154</b>    | <b>620 612</b>                    | <b>2 088 375</b> |
| Revaluation of non-current assets                                   |                          | 230 535   |                  |                                   | 230 535          |
| Reassessment of deferred income tax                                 |                          | (88 325)  |                  |                                   | (88 325)         |
| Transfer from revaluation reserve to retained earnings              |                          | (168 249)   |                  | 168 249                           |                  |
| Total income and expense for the year recognised directly in equity | -                        | (26 039)  | -                | 168 249                           | 142 210          |
| Net profit for the reporting period                                 |                          |   |                  | 11 675                            | 11 675           |
| <b>Total income and expense for the reporting period</b>            | <b>-</b>                 | <b>(26 039)</b>   | <b>-</b>         | <b>179 924</b>                    | <b>153 885</b>   |
| Dividends for the year 2007   |                          |   |                  | (620 611)                         | (620 611)        |
| <b>Balance as at 31 December 2008</b>                               | <b>111 540</b>           | <b>1 319 030</b>  | <b>11 154</b>    | <b>179 925</b>                    | <b>1 621 649</b> |

Aidas Ignatavičius  
Chief Executive Officer

(signature)

Lina Mindėnienė  
Chief Financial Officer

(signature)

## EXPLANATORY LETTER

The explanatory letter discusses 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

VST, AB 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 and Šiauliai regions. It is responsible for the security, reliable performance, maintenance, management and development of such networks. Company supplied services to 718.9 thousand customer objects at the end of the year 2008.

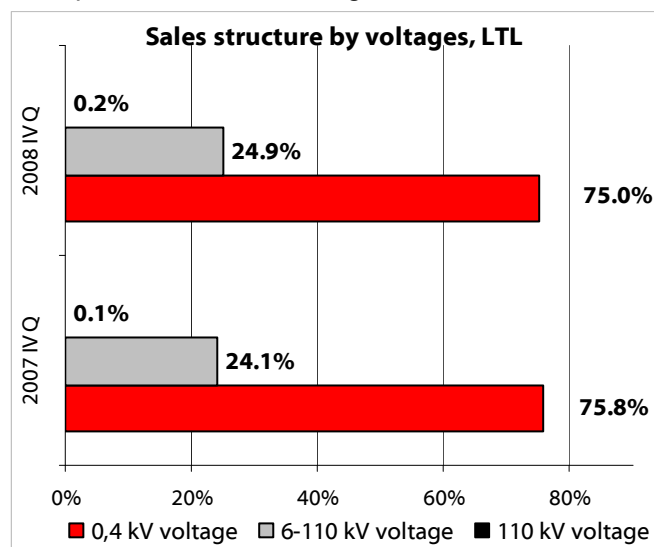
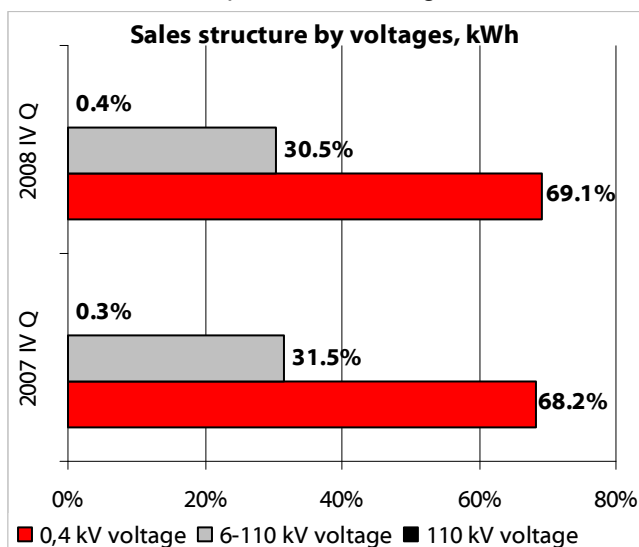
### Revenue and expenses

Through the four quarters of this year the Company sold 1.8 percent more electric power and totally amounted to 4 019.7 million kWh compared with the same period of 2007. The revenue from these sales amounted to 1 137.6 million LTL, that is by 10.1 percent more in comparison with the same period of the previous year when the revenue from these sales amounted to 1 033.2 million LTL.

Expenses of the electricity power purchase for the four quarters of this year increased by 16.4 percent and amounted to 676.9 million LTL when in the same period of 2007 purchase amounted to 581.4 million LTL.

Net financial activity expenses for the four quarters of 2008 increased by 61.2 percent and amounted to 16.8 million LTL when in the same period of 2007 amounted to 10.4 million LTL.

Most income (69.1 percent) VST, AB gets from the sales of electric power from 0.4 kV voltage lines.



### Electric power sales and expenses

| Indicators                      | Units of measure | 2008 year | 2007 year | Variation, thous. kWh | Variation, percent |
|---------------------------------|------------------|-----------|-----------|-----------------------|--------------------|
| Electricity purchased           | thous. kWh       | 4 384 861 | 4 308 241 | 76 620                | 1.8%               |
| Electricity sold (active)       | thous. kWh       | 4 019 735 | 3 947 001 | 72 734                | 1.8%               |
| Network (transportation) losses | thous. kWh       | 344 355   | 339 299   | 5 056                 | 1.5%               |
| Consumption for own needs       | thous. kWh       | 20 771    | 21 941    | (1 170)               | -5.3%              |

The profit before tax in 2008, compared with the last year, decreased by 82.6 percent from 67.2 million LTL to 11.7 million LTL. The decrease in profit before tax is attributed to the increase in electricity purchase cost and in expenses.

### **Balance sheet**

Throughout the four quarters of 2008, investments into the development and maintenance of electric power distribution networks and other assets amounted to 144.4 million LTL. The investments increased by 3.1 percent compared with the same period last year (investments into the development and reconstruction of electric power network amounted to 140.0 million LTL in three quarters of 2007).

Cash and cash equivalents decreased by 97.0 percent from 206.4 million LTL to 6.2 million LTL because decrease cash in bank account in the end of 2008 year.

Deffered income for the reporting period increased by 32.6 percent from 162.6 million LTL to 215.6 million LTL due to accrued new customers connection income.

Trade and other payables for the reporting period increased by 25.6 percent from 67.6 million LTL to 85.0 million LTL due to a increased in electric energy and reconstruction and maintenance liabilities.

Deffered income tax liability for reporting period increased by 36.4 percent from 293.2 million LTL to 400.0 million LTL due to increased attribute profit tax.

#### *Non-current assets*

Through 2008 year the value of non-current assets increased by 4.2 percent from 2 735.8 million LTL to 2 849.6 million LTL. Due to the fact, that the main shareholder of the Company changed in 2008, independent appraisers, performed valuation of the Company's property plant and equipment as of 31 May 2008. As, according to International Financial Reporting standards, the assets and liabilities of the acquired company at the date of acquisition (2008 05 27) or a date that is close to the date of acquisition (2008 05 31) have to be valued at fair value. The Company's property, plant, equipment and other long term tangible assets accounted for as of 31 May 2008 amounts to 2 949 million LTL (854,1 EUR).

Through 2008 year there were connected 12.5 thousands new customers (167 MW power), that is 10.5 percent more then in the same period of 2007, when there were connected 11.3 thousands new customers (140 MW power).

#### *Current assets*

Throught the four quarters of 2008, the value of current assets decreased to 123.8 million LTL when in the same period of 2007 amounted to 315.3 million LTL.

#### *Financial liabilities*

The biggest part of Company's financial debts are loans that amounted to 594.8 million LTL. In comparison with the same period last year, financial liabilities (short-term and long-term) to banks increased by 56.8 percent, that is from 379.3 million LTL to 594.8 million LTL.

### **Cash Flows**

Cash flows from the main activities was 347.4 million LTL in the four quarters of this year, compared with the same period last year it increased by 34.3 million LTL.

Net cash flows from investing activities throught the four quarters of this year was 143.8 million LTL and compared with the same period of 2007 decreased by 4.2 percent.

Due to paid dividends to shareholders and share capital payments net cash flows from the financing activities for the reporting period increased to 403.9 million LTL, as in the same period of 2007 it amounted to 72.0 million LTL.

## Parameters of the Company's operation

| Parameters                                      | 2008 year | 2007 year | Change, percent |
|---|-----------|-----------|-----------------|
| EBITDA margin (percent by turnover)             | 29.7%     | 33.7%     |                 |
| Operating profit margin (percent by turnover)   | 3.9%      | 8.1%      |                 |
| Profit/ loss before taxes (percent by turnover) | 2.5%      | 7.1%      |                 |
| Net profit margin (percent)                     | 1.0%      | 6.4%      |                 |
| Return on assets (ROA), (percent)               | 0.4%      | 2.2%      |                 |
| Return on shareholders equity (ROE), (percent)  | 0.7%      | 3.2%      |                 |
| Return on capital employed (ROCE), (percent)    | 1.7%      | 3.0%      |                 |
| Debt ratio                                      | 0.5       | 0.3       | 44.1%           |
| Debt - equity ratio                             | 0.8       | 0.5       | 80.8%           |
| General liquidity ratio                         | 0.5       | 1.5       | -67.0%          |
| Asset turnover                                  | 0.4       | 0.3       | 12.9%           |
| Earnings per share, LTL                         | 3.1       | 18.1      | -82.6%          |
| Price - earnings ratio (P/E)                    | 121.0     | 41.4      | 192.6%          |
| Share book value, LTL                           | 436.2     | 561.7     | -28.8%          |

Due to decrease in cash and cash equivalents, general liquidity ratio during to 2008 year decreased by 67.0 percent from 1.5 times to 0.5 times,.

Earnings per share decreased by 82.6 percent from 18.1 times per 2007 year to 3.1 times per 2008 year, due to decrease in net profit.

**ESSENTIALS EVENTS**2008-02-13 Information regarding the acquired volume of electricity

AB VST hereby informs that in January 2009 the company bought 411 million kWh of electricity, which is by 5,84 per cent less than in January 2008.

2008-12-29 Information regarding the decision adopted by the National Control Commission for Prices and Energy

National Control Commission for Prices and Energy during the session held on November 29<sup>th</sup>, 2008 made a decision to set ex-parte the rules for electricity prices, tariffs and their application for VST, AB for the year 2009 and to publish them (more information can be found on the Commission's web page <http://www.regula.lt>).

The VST, AB informs, that regarding the decision adopted by the National Control Commission for Prices and Energy, VST, AB forecast that the company may incur losses for the year 2009. VST, AB the information regarding particular results of the company will provide in the due course of the year. A notice regarding particular information shall be announced according the requirements for publication of such information.

2008-12-18 Information regarding the notice of the Ministry of Economy

The Ministry of Economy has informed that yesterday (on December 17, 2008) The Ministry of Economy appealed to the LEO LT, AB asking to oblige stock company's "Lietuvos energija", "VST" and Rytų skirstomieji tinklai to revise formerly confirmed tariffs of electricity transmission, distribution service and the tariffs of end-users prices and submit these tariffs to the National Control Commission for Prices and Energy for publishing.

In recalculation of prices for the year 2009, The Ministry of Economy for the year 2009 suggests to leave the same prices of electricity transmission and distribution as they were in the year 2008. The electricity tariffs for the end-user, according to The Ministry of Economy, must be changed by follow – the price for the end-users for distribution via medium voltage networks for the Rytų skirstomieji tinklai, AB must be about 25,8 ct/kWh, for distribution via low voltage networks (and for the household-consumers) – 32,31 ct/kWh; accordingly the distribution price for the VST, AB - 25,81 ct/kWh and 33,47 ct/kWh. According to this, the ultimate price for end-users would increase by 3 ct/kWh.

2008-11-28 VST, AB Financial interim report for the nine months of 2008.

VST, AB published interim Financial report for the nine months of 2008 with confirmation of responsible persons

2008-11-27 Information regarding the decision adopted by the National Control Commission

National Control Commission for Prices and Energy during the session held on November 27<sup>th</sup>, 2008 made a decision to postpone the consideration of the item regarding the electricity prices and tariffs of VST, AB and their application procedure, which had been confirmed by the board of VST, AB on the October 31<sup>st</sup>, 2008 by the protocol number 19/2008.

More information can be found on the Commission's web page <http://www.regula.lt>.

2008-11-21 The decisions adopted in the Extraordinary General meeting of the shareholders of VST, AB on November 21, 2008

The Extraordinary General shareholders meeting of VST, AB, held on November 21, 2008, adopted the following decisions:

1.The item of the agenda: "The Elections of the audit company for auditing company's financial statements for 2008 and setting the conditions of the payment for the audit services":

1.1.To elect the audit company „Ernst & Young Baltic“, UAB for the audit of financial statements for 2008 of VST, AB and to pay for audit services a compensation not exceeding LTL 115,000 (excluding VAT).

2008-11-10 The draft resolution of the general meeting of the shareholders of VST, AB

According to the decision of the Board of VST, AB a General meeting of the shareholders of VST, AB is called on November 21, 2008 and shall take place at the office of the company J. Jasinskio 16C, Vilnius, 5th floor, at 1.00 PM. The shareholders will be asked to approve the following proposal:

1.The item of agenda: "The Elections of the audit company for auditing company's financial statements for 2008 and setting the conditions of the payment for the audit services":

1.1. To elect audit company „Ernst & Young Baltic“, UAB for the audit of financial statements for 2008 of VST, AB and to pay for audit services a compensation not exceeding LTL 115,000 (excluding VAT).

2008-10-31 Information regarding the decisions and changes of the rules for electricity prices, tariffs and their application

• For distribution via medium voltage networks - 8,14 ct/kWh ( 2,36 Euro cents/kWh). 2008 – 8,23 ct/kWh ( 2,38 Euro cents/kWh);



- For distribution via low voltage networks - 10,23 ct/kWh (2,96 Euro cents/kWh) 2008 – 10,36 ct/kWh ( 3,00 Euro cents/kWh);
  - For public supply - 0,20 ct/kWh (0,06 Euro cent/kWh). 2008 – 0,20 (0,06 Euro cent/kWh).
- More information can be found on the National Control Commission's web page [www.regula.lt](http://www.regula.lt) and on the website of the VST, AB – [www.vst.lt](http://www.vst.lt).

31 October 2008 VST, AB submitted to the National Control Commission for Prices and Energy the adjusted rules for electricity prices, tariffs and their application. In the adjusted rules there is calculated that the end price for the I group consumers (household-consumers) will increase by 5,9 ct/kWh (1,7 Euro cents/kWh) without VAT, the end price for the II-III group consumers will increase by 4,5 ct/kWh (1,3 Euro cents/kWh) without VAT. The rules for electricity prices, tariffs and their application are published by the National Control Commission for Prices and Energy according to the procedures laid down in the legal acts. Public electricity prices come into force after a month, they are published

#### 2008-10-17 The General meeting of the shareholders of VST AB is called on November 21, 2008

The Board of VST AB on October 17, 2008 adopted the decision to call the General shareholders meeting of VST AB and approved the following agenda of the meeting:

1. The Elections of the audit company for auditing company's financial statements for 2008 and setting the terms and the conditions of the payment for the audit services.

The date and time of the General shareholders meeting: November 21, 2008, 1.00 pm.

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

The accounting day of the shareholders meeting: November 14, 2008.

Registration starts: November 21, 2008, 0.25 pm.

Registration ends: November 21, 2008, 0.55 pm.

#### 2008-10-17 Preliminary pre-audit activity result for the 3rd quarter of 2008 of VST, AB

Preliminary pre-audit activity result for the 3rd quarter of 2008 of VST, AB is 20.8 million LTL (6.0 million EUR) net profit. Throughout the 3rd quarter of 2008 VST, AB the revenue from sales amounted to 265.8 million LTL (77.0 million EUR) and had a net loss of 13.3 million LTL (3.9 million EUR) due to the increase in purchase price of electricity power and in operating expenses

#### 2008-10-14 Due to the announcement of the President of the Constitutional Court of the Republic of Lithuania

On October 11th, 2008 "Valstybės žinios" (Official Gazette) has published the announcement of the President of the Constitutional Court of the Republic of Lithuania, that the validity of paragraph 1 of article 10 and item 1 of paragraph 1 of article 11 of the Law On The Nuclear Power Plant of the Republic of Lithuania, with due extent, is suspended till the decision of the Constitutional Court of the Republic of Lithuania on request of Seimas of the Republic of Lithuania according to the Resolution No. X-1729 of September 22nd, 2008 on the Application to the Constitutional Court of the Republic of Lithuania for an Investigation of Whether the Law on the Amendment to Articles 8, 10, 11 and 20 of the Law on the Nuclear Power Plant of the Republic of Lithuania does not Contradict the Constitution of the Republic of Lithuania will be officially promulgated.

#### 2008-09-04 Corrected annual report for year of 2007

The corrected annual report for year of 2007 is provided by the Issuer. The corrected version of the report includes additional information. Also provided corrected confirmation of the responsible persons.

#### 2008-07-18 Preliminary pre-audit activity result for the 1st half of 2008 of VST, AB

Preliminary pre-audit activity result for the 1<sup>st</sup> half of the year 2008 of VST, AB is 34.2 million LTL (9.9 million EUR) net profit.

#### 2008-07-14 Procedure for the payout of dividends for the year 2007

The Repeated Second Ordinary General shareholders meeting of VST, AB, held on July 11, 2008, have decided to allocate the Company's profit for the year 2007 and to allocate of 620 611 296 LTL (179 741 455,05 EUR) to the payment of dividends.

The dividends to the shareholders of VST, AB should be paid in the amount of 166,92 LTL (48,34 EUR) per one ordinary registered share of the company.

The right to receive dividends shall have those persons, which on the end of the record date, i.e. on the end of July 25, 2008, shall be the shareholders of VST, AB. The dividends to such persons should be paid according to the paragraph 60 part 4 of the Lithuanian Republic Law on Companies, i.e. in one month from the adoption day of the decision to pay dividends, payment being made through the company's shareholders' issuer accountants and the company's (issuer's) issuer accountant - AB bankas "Hansabankas".

## 2008-07-11 The decisions adopted in the Repeat Second Ordinary General meeting of the shareholders of VST, AB on July 11, 2008

The Repeat Second Ordinary General shareholders meeting of VST, AB, held on July 11, 2008, adopted the following decisions:

1. The item of the agenda: „The consideration of the distribution of 2007 profit (loss) of VST, AB“:  
„1.1. Approve the distribution of 2007 profit (loss) of VST, AB (attached).“  
The approved distribution of 2007 profit (loss) of VST, AB:
  1. Retained earnings at the beginning of the financial year 394 510 552 LTL (114 258 153,38 EUR);
  2. Net annual operating result (profit/loss) 67 243 911 LTL (19 475 182,75 EUR);
  3. Profit (loss) of the financial year that is unrecognized in the profit (loss) statement 0 LTL (0 EUR);
  4. Transfers from reserves:
    - 4.1. Transfer from revaluation reserve 158 856 833 LTL (46 008 118,92 EUR);
    - 4.2. Transfer from compulsory reserve 0 LTL (0 EUR);
  5. Shareholders contributions to cover losses (if shareholders decided to cover all or a portion of losses) 0 LTL (0 EUR);
  6. Total distributable profit (loss) 620 611 296 LTL (179 741 455,05 EUR);
  7. Profit allocation to the compulsory reserve 0 LTL (0 EUR);
  8. Profit allocation to the reserve to purchase company's own shares 0 LTL (0 EUR);
  9. Profit allocation to other reserves 0 LTL (0 EUR);
  10. Profit allocation to pay out dividends (166,92 LTL (48,34 EUR) per 1 share) 620 611 296 LTL (179 741 455,05 EUR);
  11. Profit allocation to yearly pay outs to board and council members, employee bonuses and other purposes 0 LTL (0 EUR);
  12. Retained earnings carried forward to next financial year 0 LTL (0 EUR).Please note that one share will receive LTL 166,92 (EUR 48,34).

## 2008-07-10 The decisions of the Board of VST, AB. The new wording of the Bylaws of VST, AB has been registered

July 9, 2008 the Board of VST, AB has elected Mr. Aidas Ignatavičius chairman of the Board that will further be the Chief Executive Officer of the Company.

July 9, 2008 the new wording of the Bylaws of VST, AB which has been approved in the shareholders meeting July 8, 2008 has been registered.

## 2008-07-08 The decisions adopted in the extraordinary General meeting of the shareholders of AB "VST" on July 8, 2008

The decisions adopted in the extraordinary General meeting of the shareholders of AB "VST" on July 8, 2008.

The extraordinary General shareholders meeting of AB "VST", held on July 8, 2008, adopted the following decisions:

1. The item of the agenda "Recall of the Board":
  - 1.1. To recall the Board of VST, AB that authority terminates as of the start of the new members of the Board activity.
2. The item of the agenda "Election of the Board":
  - 2.1. To elect the persons listed below to the company's Board:
    1. Aidas Ignatavičius;
    2. Rytis Borkys;
    3. Gytis Kundrotas;
    4. Lina Minderienė.
  - 2.2. To settle that the new members of the Board start their activity from the day as the new wording of the Bylaws of VST, AB are registered in the Register of Legal Entities.
3. The item of the agenda "Approval of the new wording of the Bylaws of the Company":
  - 3.1. Approve the new wording of the Bylaws of VST, AB;
  - 3.2. to authorize Aidas Ignatavičius, Chief Executive Officer of VST, AB, to sign the new wording of the Articles of Association of the company;
  - 3.3. to delegate Aidas Ignatavičius, Chief Executive Officer of VST AB, or another authorized persons to register the new wording of the Articles of Association of the company and to perform other necessary actions abiding by the procedure set forth by the Law.
4. The item of the agenda "Approval of the conditions of the contract with the Board members and the appointment of the person authorized to sign contracts with the Board members":
  - 4.1. To assign the conditions of the contracts with the Board members and the chairman of the Board.
  - 4.2. To appointment Mr. Rymantas Juozaitis as the authorized person of the name of company to sign contracts with the Board members and the chairman of the Board.

## 2008-06-27 The drafts resolutions of the general meeting of the shareholders of VST, AB

According to the decision of the Board of VST, AB a general shareholders meeting is called on July 8th, 2008 and shall take place at the office of the Company 5th floor, J.Jasinskio 16c, Vilnius, at 11.30 am. Initiator of the shareholders meeting is LEO LT, AB. The shareholders will be asked to approve the following items:

1. The item of the agenda "Recall of the Board";
  2. The item of the agenda "Election of the Board";
  3. The item of the agenda "Approval of the new wording of the Bylaws of the Company";
  4. The item of the agenda "Approval of the conditions of the contract with the Board members and the  
The draft of the new wording of the Bylaws of VST, AB can be found at the website of Vilnius stock exchange <http://www.baltic.omxgroup.com> or VST, AB website - [www.vst.lt](http://www.vst.lt).
- Following the provisions of Article 25 (3, 4) of the Law on Securities of the Republic of Lithuania, shareholders, which owned shares provide not less than 1/10 of all the votes, may at any time before the General Meeting or during the Meeting propose the new draft decisions on the items put on the agenda.

#### 2008-06-26 Updated agenda of the Extraordinary General Shareholders Meeting of VST AB to be held on July 8, 2008

According to LEO LT AB request, the Board of VST AB on June 26, 2008 adopted the decision to add the fourth question to the agenda of the Extraordinary General Shareholders Meeting to be held on 8 July 2008.

Updated agenda of the Meeting:

1. Recall of the Board;
2. Election of the Board;
3. Approval of the new wording of the Bylaws of the Company.
4. Approval of the conditions of the contract with the Board members and the appointment of the person authorized to sign contracts with the Board members.

Initiator of the shareholders meeting: LEO LT AB;

The date and time of the shareholders meeting: July 8, 2008, 11.30 a.m.;

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

The accounting day of the shareholders meeting: June 30, 2008.;

Registration starts: July 8, 2008, 10.55 a.m.;

Registration ends: July 8, 2008, 11.25 a.m.;

#### 2008-06-17 LEO LT, AB announced about the intention to advice to pay dividends

VST, AB informs, that news agency BNS published the information about the intention of the Board of LEO LT, AB - shareholder's of VST, AB, that owns 97, 1 percent of the shares of VST, AB - to advise to pay 620.611 millions LTL dividends - all distributing profite of the year 2007.

The Company has not received more official information.

#### 2008-06-17 The Repeat Second Ordinary General Meeting of the Shareholders of VST, AB

The Repeat Second Ordinary General Meeting of the Shareholders of VST, AB is called on July 11, 2008.

Due to the fact that the Second Ordinary General Meeting of Shareholders of VST, AB did not take place on June 13, 2008, the Board of VST, AB adopted a decision to call the Repeat Second Ordinary General Meeting of the Shareholders of VST, AB on July 11, 2008. The agenda of Second Ordinary General Meeting and the draft decision, that was proposed by the Bord of VST, AB shall be valid at the Repeat Second Ordinary General Meeting:

1. The item of the agenda: „The consideration of the distribution of 2007 profit (loss) of VST, AB“:  
„1.1. Approve the distribution of 2007 profit (loss) of VST, AB“.  
Profit (loss) distribution project proposed to approve in a general shareholders meeting:
  1. Retained earnings at the beginning of the financial year 394 510 552 LTL (114 258 153,38 EUR);
  2. Net annual operating result (profit/loss) 67 243 911 LTL (19 475 182,75 EUR);
  3. Profit (loss) of the financial year that is unrecognized in the profit (loss) statement 0 LTL (0 EUR);
  4. Transfers from reserves:
    - 4.1 Transfer from revaluation reserve 158 856 833 LTL (46 008 118,92 EUR);
    - 4.2 Transfer from compulsory reserve 0 LTL (0 EUR);
  5. Shareholders contributions to cover losses (if shareholders decided to cover all or a portion of losses) 0 LTL (0 EUR);
  6. Total distributable profit (loss) 620 611 296 LTL (179 741 455,05 EUR);
  7. Profit allocation to the compulsory reserve 0 LTL (0 EUR);
  8. Profit allocation to the reserve to purchase company's own shares 0 LTL (0 EUR);
  9. Profit allocation to other reserves 0 LTL (0 EUR);
  10. Profit allocation to pay out dividends (LTL per 1 share) 0 LTL (0 EUR);
  11. Profit allocation to yearly pay outs to board and council members, employee bonuses and other purposes 0 LTL

(0 EUR);

12. Retained earnings carried forward to next financial year 620 611 296 LTL (179 741 455,05 EUR).

The Board of VST AB will suggest the General shareholders meeting to adopt the decision to pay no dividends for the year 2007 and to carry forward the Retained earnings to next financial year.

Following the provisions of Article 25 (3, 4) of Law on Securities of Republic of Lithuania, shareholders, who hold shares with not less than 1/10 of all votes attaching to them, may at any time before the General Meeting or during the Meeting propose new draft decisions on the items put on the agenda.

2008-06-13 The Second Ordinary General Meeting of Shareholders of VST, AB did not take

In the absence of the quorum, the Second Ordinary General Meeting of Shareholders of VST, AB did not take place.

2008-06-12 The Lithuanian Securities Commission decided to approve the obligatory tender offer circular of LEO LT, AB

Lithuanian Securities Commission informed that following the provisions of Article 31 (4) of Law on Securities of Republic of Lithuania, the Lithuanian Securities Commission decided to approve the obligatory tender offer circular of LEO LT, AB with the intent to buy remaining ordinary registered shares of VST, AB at the price of LTL 757.41 per share.

2008-06-02 VST, AB has received the notification regarding the deprivation and acquisition of the voting rights

June 2, 2008 VST, AB has received the notification from UAB "NDX energija" regarding the deprivation of the voting rights. With the notification UAB "NDX energija" informed that it deprived the voting right after the shares of VST AB were conceded to LEO LT, AB as non monetary contribution. From the transaction date, May 27, 2008 UAB "NDX energija" has no shares of VST, AB.

June 2, 2008 VST, AB received the notification from LEO LT, AB where it is said that LEO LT AB acquired the voting rights of VST, AB after the shares were conceded to LEO LT as capital contribution. From the transaction date, May 27, LEO LT, AB owns 3 610 159 (three million six hundred and ten thousands one hundred fifty nine) shares of VST, AB and directly controls 97.1% (ninety seven point one percent) of the voting rights.

2008-06-02 The draft resolution of the second general meeting of the shareholders of VST, AB

The Board of VST, AB adopted a decision to call the second General shareholders meeting of VST, AB on June 13th, 2008, 2 p.m. The shareholders meeting place: Vilnius, Jasinskio st. 16C (5th floor).

The shareholders will be asked to approve the following item:

1. Distribution of 2007 profit (loss) of VST, AB (attached hereto).

Profit (loss) distribution project proposed to approve in a second general shareholders meeting:

1. Retained earnings at the beginning of the financial year 394 510 552 LTL (114 258 153,38 EUR);

2. Net annual operating result (profit/loss) 67 243 911 LTL (19 475 182,75 EUR);

3. Profit (loss) of the financial year that is unrecognized in the profit (loss) statement 0 LTL (0 EUR);

4. Transfers from reserves:

4.1. Transfer from revaluation reserve 158 856 833 LTL (46 008 118,92 EUR);

4.2. Transfer from compulsory reserve 0 LTL (0 EUR);

5. Shareholders contributions to cover losses (if shareholders decided to cover all or a portion of losses) 0 LTL (0 EUR);

6. Total distributable profit (loss) 620 611 296 LTL (179 741 455,05 EUR);

7. Profit allocation to the compulsory reserve 0 LTL (0 EUR);

8. Profit allocation to the reserve to purchase company's own shares 0 LTL (0 EUR);

9. Profit allocation to other reserves 0 LTL (0 EUR);

10. Profit allocation to pay out dividends ( LTL per 1 share) 0 LTL (0EUR);

11. Profit allocation to yearly pay outs to board and council members, employee bonuses and other purposes 0 LTL (0 EUR);

12. Retained earnings carried forward to next financial year 620 611 296 LTL (179 741 455,05 EUR).

2008-06-02 VST, AB has received the notification from LEO LT, AB

June 2, 2008 VST, AB received the notification where it is said that LEO LT, AB following the decision of the Board intends to announce the compulsory non competitive offer to buy 107 839 (one hundred and seven thousands eight hundred thirty nine) ordinary registered shares of VST, AB with nominal value of 30 (thirty) LTL each, that amounts to 2,9% (two point nine percent) of the total shares and their rights of the vote in the general shareholders meeting.

In the notification it is said that on May 27, 2008 LEO LT, AB acquired more than 40% (forty percent) of the shares of VST, AB. LEO LT, AB has under it's ownership 3 610 159 (three million six hundred and ten thousands one hundred

fifty nine) ordinary registered shares of VST, AB with nominal value of 30LTL that amounts to 97.1 % (ninety seven point one percent) of the total shares and their rights of the vote in the general shareholders meeting. Prospective way of the payment is money.

The Company has not received more official information.

2008-05-30 VST, AB Interim financial report for three months of 2008  
VST, AB Interim financial report for three months of 2008.

2008-05-28 The Extraordinary General Meeting of the Shareholders of VST AB is called on July 8, 2008, 11.30 a.m.

The Extraordinary General Meeting of the Shareholders of VST AB is called on July 8, 2008, 11.30 a.m. According to LEO LT AB request, the Board of VST AB on May 28, 2008 adopted a decision to call the Extraordinary General Meeting of the Shareholders of VST AB and approved the following agenda of the meeting:

1. Recall of the Board;
2. Election of the Board;
3. Approval of the new wording of the Bylaws of the Company.

2008-05-28 The Shareholders Agreement of LEO LT, AB was signed and the authorized capital was increased.

The Shareholders Agreement of LEO LT, AB was signed and the authorized capital was increased. On 27 May, 2008, the Shareholders Agreement of LEO LT, AB, the national investor company, was signed. Afterwards the extraordinary shareholders meeting of LEO LT, AB was held, whereat it was resolved to increase the authorized capital of LEO LT, AB by the shareholders equity contributions - the shares of VST AB, Rytų Skirstomieji Tinklai AB and Lietuvos Energija AB. Alongside that, the Articles of Association of LEO LT, AB were appropriately amended, which were registered in the Register of Legal Persons.

2008-05-09 Convocation of the second general meeting of the shareholders of VST AB

May 9, 2008 the Board of VST AB following the decision adopted by the repeat general shareholders' meeting on April 30, 2008 adopted the decision to call the second general shareholders meeting of VST AB and approved the following agenda of the meeting.

2008-04-30 Preliminary pre-audit 2008 first quarter activity result of VST AB

Preliminary pre-audit 2008 Q1 activity result of VST AB is LTL 23,7 mil. (EUR 6,9 mil.) net profit.

2008-04-30 The decisions adopted in the Repeat General meeting of the shareholders of VST AB on April 30th, 2008

The Repeat General shareholders meeting of VST AB, held on April 30th, 2008, adopted the following decisions.

2008-04-22 The Government of the Republic of Lithuania adopted the project agreement with "NDX energija"

The Government of the Republic of Lithuania adopted the project agreement with "NDX energija". VST AB informs that the Government of the Republic of Lithuania adopted the decree Nr. 331 on April 15, 2008 that was published in "State news" Nr.45 on April 19, 2008 and with that decree:

1. Approved the project agreement and it's project supplements between Government of the Republic of Lithuania acting on behalf of Republic of Lithuania and "NDX energija" UAB regarding the establishment of the national investor;
  2. Agreed that "NDX energija" shall concede the shares under it's ownership to establishing „LEO LT".
- The Company does not have other official information regarding the subject.

2008-04-21 The Repeat Ordinary General Meeting of the Shareholders of VST AB is called on April 30, 2008

Due to the fact that the Ordinary General Meeting of Shareholders of VST AB did not take place on April 18, 2008, the Board of VST AB adopted a decision to call the Repeat Ordinary General Meeting of the Shareholders of VST AB on April 30, 2008. The agenda of the Essential General Meeting shall be valid at the Repeat General Meeting.

2008-04-18 Ordinary General Meeting of Shareholders of VST AB did not take place

In the absence of the quorum, the Ordinary General Meeting of Shareholders of VST AB did not take place.

2008-04-07 The draft resolutions of the general meeting of the shareholders of AB "VST"

According to the decision of the Board of AB "VST" a general shareholders meeting is called on April 18th, 2008 and shall take place at the offices of the Company 5th floor, J.Jasinskio 16c, Vilnius, at 14.00 AM. The Board will ask shareholders to approve the following items:

1. The consideration of the 2007 Annual report of AB "VST".
2. Approval of the 2007 financial statements of AB "VST".
3. Distribution of 2007 profit (loss) of AB "VST".



Profit (loss) distribution project proposed to approve in a general shareholders meeting:

1. Retained earnings at the beginning of the financial year 394 510 552 LTL (114 258 153,38 EUR);
2. Net annual operating result (profit/loss) 67 243 911 LTL (19 475 182,75 EUR);
3. Profit (loss) of the financial year that is unrecognized in the profit (loss) statement 0 LTL (0 EUR);
4. Transfers from reserves:
  - 4.1. Transfer from revaluation reserve 158 856 833 LTL (46 008 118,92 EUR);
  - 4.2. Transfer from compulsory reserve 0 LTL (0 EUR);
5. Shareholders contributions to cover losses (if shareholders decided to cover all or a portion of losses) 0 LTL (0 EUR);
6. Total distributable profit (loss) 620 611 296 LTL (179 741 455,05 EUR);
7. Profit allocation to the compulsory reserve 0 LTL (0 EUR);
8. Profit allocation to the reserve to purchase company's own shares 0 LTL (0 EUR);
9. Profit allocation to other reserves 0 LTL (0 EUR);
10. Profit allocation to pay out dividends ( LTL per 1 share) 0 LTL (0EUR);
11. Profit allocation to yearly pay outs to board and council members, employee bonuses and other purposes 0 LTL (0 EUR);
12. Retained earnings carried forward to next financial year 620 611 296 LTL (179 741 455,05 EUR).

The annual report of AB "VST" and the draft financial statements can be found at the internet site of AB "VST" at <http://www.vst.lt> and at the internet site of Vilnius stock exchange at <http://www.baltic.omxgroup.com>.

2008-03-14 The General meeting of the shareholders of VST AB is called on April 18, 2008

The Board of VST AB on March 14, 2008 adopted a decision to call the General shareholders meeting of VST AB and approved the following agenda of the meeting.

2008-02-29 VST, AB interim financial report for twelve months of 2007

VST, AB non-audited interim financial report for twelve months of 2007 and confirmation of responsible persons.

2008-02-15 VST, AB result for the year 2007

The Company's non-audited net profit for the year 2007 is 67.2 million LTL (19.6 million EUR) according to the International Financial Reporting

Standards, in 2006 audited net profit was - 59.7 million LTL (17.3 million EUR).

The Company's revenue - 1 059 million LTL (306.7 million EUR) in 2007, compared with 928.6 million LTL (268.9 million EUR) in 2006.

In 2007 the Company sold 3 940 million kWh of electric power, compared with 3680 million kWh in 2006.

According to the independent valuers, the Company's property, plant, equipment and other long term tangible assets accounted for as of 1 January 2007 amounts to 2 807 million LTL (812.9 EUR).

In 2007 the Company invested 140 million LTL (40.5 million EUR) into electric power distribution and other property, plant and equipment.

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