

**JOINT STOCK COMPANY
LIETUVOS ELEKTRINĖ**

Company code 110870933, Elektrinės g. 21, Elektrėnai LT-26108, tel. 8528-39533, fax 8528-39733

To the Securities Commission of the Republic of Lithuania

23 October 2009

ENDORSEMENT BY THE RESPONSIBLE PERSONS

Pursuant to the Rules for the Preparation and Submission of Regular and Supplementary Information adopted by the Securities Commission of the Republic of Lithuania and Article 22 of the Law in Securities Republic of Lithuania, we, Pranas Noreika, chief executive officer of AB Lietuvos Elektrinė and Rolandas Jankauskas, chief financial officer, hereby confirm that to the best of our knowledge the interim financial statement of 2009 Q3 ended 30 September 2009 of AB Lietuvos Elektrinė has been prepared in accordance with the valid International Financial Reporting Standards and gives a true and fair view of the assets, liabilities, financial status and profit of the Company.

ENCLOSURES. 2009 Q3 Financial Statements ended 30 September 2009 by AB Lietuvos Elektrinė (14 pages)

Chief Executive Officer



Pranas Noreika

Chief Financial Officer



Rolandas Jankauskas

JOINT STOCK COMPANY LIETUVOS ELEKTRINĖ
2009 Q3 Financial Statements

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BALANCE SHEET

	Notes	30-09-2009 (LTL)	31-12-2009 (LTL)
ASSETS			
Non-current assets:			
Non-current tangible assets	3	1,776,900,575	1,485,759,205
Intangible assets	4	23,790,252	29,039,519
Long-term receivables		894,509	948,812
Deferred tax asset		427,192	427,192
Assets due to future EU emission allowance trading		1,655,959	1,655,959
Total non-current assets		1,803,668,487	1,517,830,687
Current assets:			
Inventories		30,404,541	72,098,950
Receivables and prepayments		67,427,581	35,557,830
Cash and cash equivalents		113,393,452	59,554,305
Total current assets		211,225,574	167,211,085
TOTAL ASSETS		2,014,894,061	1,685,041,772
EQUITY AND LIABILITIES			
Equity:			
Issued capital		145,800,689	145,800,689
Revaluation reserve		-	-
Legal reserve		13,709,665	13,709,665
Other reserves		756,612,963	800,645,102
Accrued income		72,932,391	(16,064,763)
Total equity		989,055,708	944,090,693
Government grants and subsidies	6	649,685,796	333,310,340
Non-current liabilities:			
Bank loans	7	129,953,033	129,953,033
Deferred income tax		151,605,814	155,359,371
Total non-current liabilities		281,558,847	285,312,404
Current liabilities:			
Trade and other payables	8	80,942,974	75,945,284
Payables related to salaries and social security		4,587,458	3,617,690
Current year income tax		4,110,963	-
Emission limit liabilities	5	-	28,512,202
Bank loans	7	4,952,315	14,253,159
Total current liabilities		94,593,710	122,328,335
TOTAL EQUITY AND LIABILITIES		2,014,894,061	1,685,041,772


Pranas Noreika
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Rolandas Jankauskas
Chief Financial Officer

INCOME STATEMENT

	Notes	9-month period ended 30 September 2009 (LTL)	9-month period ended 30 September 2008 (LTL)	3-month period ended 30 September 2009 (LTL)	3-month period ended 30 September 2008 (LTL)
Sales	9, 11	323,801,491	308,652,775	91,668,060	150,856,214
Cost of sales	10, 11	(258,314,065)	(277,814,567)	(56,125,348)	(125,286,524)
Total profit/(loss)		65,487,426	30,848,208	35,542,712	25,569,690
Operating expenses	12	(10,432,348)	(11,383,789)	(2,838,812)	(2,859,952)
Other operating income	13	2,042,799	2,380,030	841,898	1,033,293
Other expenses	13	(973,809)	(1,407,034)	(334,353)	(463,816)
Interest income		115,464	966,666	36,853	256,872
Operating profit/ (loss)		56,239,532	21,404,081	33,248,298	23,536,087
Finance cost	14	(869,755)	(593,894)	(98,869)	(232,837)
Impact of currency exchange fluctuations		(40,472)	649,469	(67,701)	961,249
Profit/(loss) before tax		55,329,305	21,459,656	33,081,728	24,264,499
Income tax expense		(10,366,689)	(5,730,620)	(6,355,009)	(7,094,670)
NET PROFIT/(LOSS)		44,962,616	15,729,036	26,726,719	17,169,829
Profit/(loss) per share		0.31	0.11	0.18	0.12


Pranas Noreika
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Rolandas Jankauskas
Chief Financial Officer

CASH FLOW STATEMENT

	30-09-2009 (LTL)	30-09-2008 (LTL)
MAIN OPERATING ACTIVITIES		
Income from customers	285,923,165	266,128,907
Other income	39,072	583,794
Amounts payable to suppliers and employees	(200,016,710)	(223,511,563)
Other payments	(26,420,861)	(1,698,315)
Cash received from the main operating activities	59,524,666	41,502,823
Income tax paid	(6,402,156)	(3,381,619)
Interest paid	(4,076,465)	(593,894)
Net cash flows from the main operating activities	49,046,045	37,527,310
INVESTING ACTIVITIES		
Purchase of non-current assets	(279,014,342)	(78,677,741)
Sale of non-current assets	-	777
Repayment of loans	54,303	104,292
Interest received	115,464	966,666
Term deposits	-	-
Net cash flows used in investment activities	(278,844,575)	(77,606,006)
FINANCIAL ACTIVITIES		
Proceeds from loans	-	22,276,431
Repayment of loans	(9,300,844)	(6,696)
Dividends paid	(592)	(1,992,080)
Other cash flows in financial activities (received subsidies)	292,939,113	14,920,000
Net cash flows (used) received from financial activities	283,637,677	35,197,655
Impact of currency exchange fluctuations on the balance of cash and cash equivalents	-	-
Cash and cash equivalents, change	53,839,147	(4,881,041)
CASH AT THE BEGINNING OF THE PERIOD	59,554,305	115,452,479
CASH AT THE END OF THE PERIOD	113,393,452	110,571,438


Pranas Noreika
Chief Executive Officer

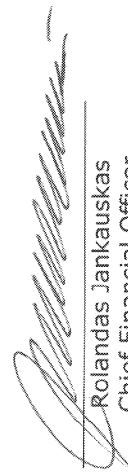

Rolandas Jancauskas
Chief Financial Officer

STATEMENT OF CHANGES IN EQUITY

	Paid share capital (LTL)	Revaluation reserve (LTL)	Legal reserve (LTL)	Other reserves (LTL)	Revaluation reserve of unused CO ₂ emission rights (LTL)	Accrued income (LTL)	TOTAL (LTL)
At 31 December 2007	145,800,689	664,668,688	9,615,437	78,437,483	-	81,884,565	980,406,862
Net profit/(loss) for the period (at 30 September 2008)	-	-	-	-	-	23,448,141	23,448,141
Reserves used	-	-	-	(2,614,195)	-	2,614,195	-
Formation of legal reserve	-	-	4,094,228	-	-	(4,094,228)	-
Dividends	-	-	-	-	-	(2,000,000)	(2,000,000)
Reserves made	-	-	-	75,790,337	-	(75,790,337)	-
Revaluation of unused emission allowances	-	-	-	-	-	-	-
Decrease in the revaluation reserve due to depreciation or write off of revalued assets	-	(11,068,762)	-	-	-	11,068,762	-
At 30 September 2008	145,800,689	653,599,926	13,709,665	151,613,625	-	37 131,097	1,001,855,002
Net profit/(loss) for the period (31 December 2008)	-	-	-	-	-	(57,764,309)	(57,764,309)
Reserves used	-	-	-	(438,467)	-	438,467	-
Decrease in the revaluation reserve due to depreciation or write off of revalued assets	-	(653,599,926)	-	649,469,944	-	4,129,982	-
At 31 December 2008	145,800,689	-	13,709,665	800,645,102	-	(16,064,763)	944,090,693
Ataskaitinio laikotarpio grynavasis pelnas (nuostoliai) (2009 m. rugsėjo 30 d.)	-	-	-	-	-	44,965,015	44,965,015
Dividends	-	-	-	-	-	-	-
Reserves used	-	-	-	-	-	-	-
Formation of legal reserve	-	-	-	-	-	-	-
Reserves made	-	-	-	-	-	-	-
Compensation of loss for 2008 (shareholders' decision)	-	-	-	(34,316,170)	-	34,316,170	-
Decrease in the revaluation reserve due to depreciation or write off of revalued assets	-	-	-	(9,715,969)	-	9,715,969	-
At 30 September 2009	145,800,689	-	13,709,665	756,612,963	-	72,932,391	989,055,708



Pranas Noreika
Chief Executive Officer



Rolandas Jankauskas
Chief Financial Officer

NOTES OF THE FINANCIAL STATEMENTS

1. Bendra informacija

Following Law No. VIII-1693 of 18 May 2000 on Reorganisation of the Special Purpose Company Lietuvos Energija of the Republic of Lithuania, the special purpose joint stock company Lietuvos Energija was reorganised by way of division of companies, i.e. by separating a part of assets, rights and obligations from the special purpose joint stock company Lietuvos Energija, which after reorganisation continued its activities without its special purpose status, and dividing them among the following newly incorporated companies: joint stock company Lietuvos Elektrinė, joint stock company Mažeikių Elektrinė, joint stock company Rytų Skirstomieji Tinklai, and joint stock company Vakarų Skirstomieji Tinklai.

Following the Law on the Register of Enterprises of the Republic of Lithuania, AB Lietuvos Elektrinė (hereinafter—the Company) was registered with the Ministry of Economics on 31 December 2001:

- Company registration No. BĮ 01-249;
- Company identification code 110870933;
- VAT registration number LT108709314;
- Insurer's registration number at the social insurance fund – 853488;
- Registered address: Elektrinės g. 21, Elektrėnai, Republic of Lithuania;
- Authorised capital of the company: LTL 145,800,689;
- The aim of the company is reliable, high quality, and efficient production of electrical and thermal energy.

Prices of electricity sold by the Company are subject to regulation by the National Control Commission for Prices and Energy. For the year 2008, the Commission set the price for electricity produced by the Company (and required to ensure the reserves of the overall electrical system) at the rate of 34.04 ct/kWh excluding VAT.

The financial year of the Company is the calendar year. The Company has been incorporated for an unlimited period of commercial-economic activities.

The Company is a member of the Lithuanian Electricity Association and actively participates in the activities of the association which, subsequently, represents common EUROELECTRIC interests.

On 30 September 2009, the Company employed 550 employees (on 31 December 2008, the Company employed 636 employees).

Financial statements are prepared in the national currency—the Lithuanian litas (LTL).

2. Accounting policy

Financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs), approved by the International Accounting Standard Board (IASB) and the International Financial Reporting Interpretations Committee (IFRIC) relevant to the activities of the Company and valid for the reporting period starting from 1 January 2005.

Financial reporting is prepared on the basis of the modified (due to revaluation of non-current assets, emission allowances, provisions for the used emission allowances, related government grants, and accounting of certain financial measures at fair value) acquisition cost principle. As of 1 January 2004 (the date of the adoption of IFRSs by the Company), fair value of non-current assets is considered to be acquisition value.

There have been no changes in accounting policy during the reporting period. The interim financial statements have been prepared according to the same accounting policy as the annual financial statements. A comprehensive description of the policy was provided in the Explanatory Notes of the financial statements as of 31 December 2008.